August 31, 2026

The Compliance Manager
BSE Limited
Corporate Relationship Dept.,
Phiroze Jeejeebhoy Towers,
Dalal Street,Mumbai 400001.
Scrip Code: **500655**

The Manager, Listing Department
National Stock Exchange of India Ltd
Exchange Plaza, Plot No. C/1, G Block,
Bandra-Kurla Complex,
Bandra (East), Mumbai 400 051.
Trading Symbol: **GRWRHITECH**

Dear Sir/Madam,

Subject: Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Annual Report for the Financial Year 2025-26

Pursuant to regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI Listing Regulations), we are submitting herewith Annual Report of the Company for the Financial Year 2025-26.

The Annual Report along with the Notice of the 69th Annual General Meeting has been sent today (i.e. August 31, 2026) in electronic form to all members / shareholders whose email IDs are registered with the Company /Depository Participants/ Registrar and Share Transfer Agent. The Annual Report can also be access at link – Annual Report 2025-26 and available on the website of the Company at www.garwarehitechfilms.com

In terms of the requirements of Regulation 36(1)(b) of the SEBI Listing Regulations, a letter is being sent to those Shareholder's whose email addresses are not registered with the Company/Depository Participants/ Registrar and Share Transfer Agent, providing the weblink from where the Annual Report can be access on the Company's website.

The 69th Annual General Meeting ("AGM") of the Company is scheduled to be held on Wednesday, September 23, 2026, at 11:30 a.m. (IST) at Registered Office of the Company at Naigaon, Post Waluj, Chhatrapati Sambhajinagar (Aurangabad), Maharashtra - 431 133.

You are requested to kindly take the same on record.

Thanking you,

Yours faithfully,

For Garware Hi-Tech Films Limited

AWANEESH KUMAR SRIVASTAVA

Digitally signed by AWANEESH KUMAR SRIVASTAVA
Date: 2026.08.31 18:40:31 +05'30'

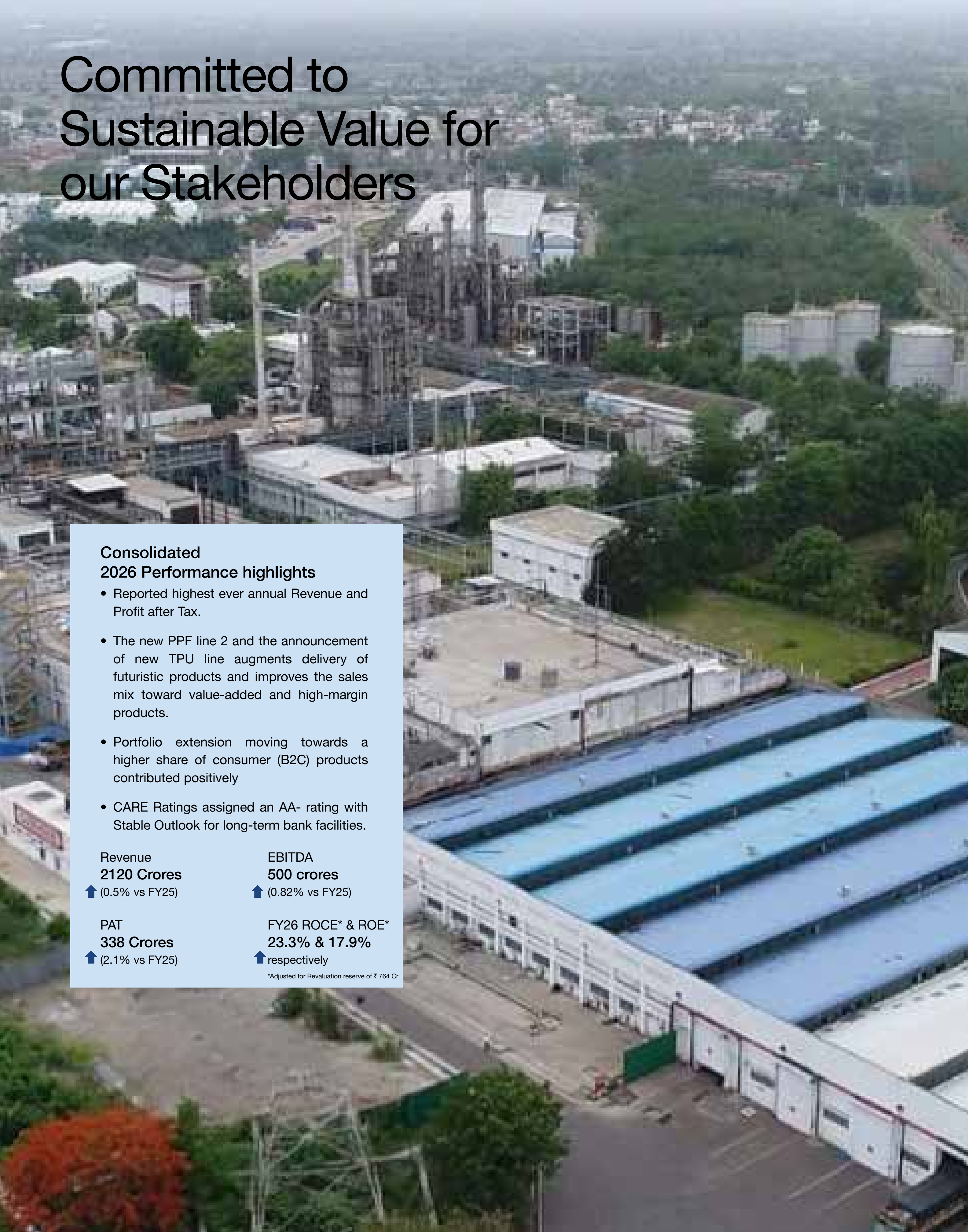
Awaneesh Srivastava
Company Secretary
FCS 8513
Encl.: As stated above.

Garware Hi-Tech Films Limited

Aiming for a Global Leadership

with integrity and dedication

Annual Report 2025-26



Committed to Sustainable Value for our Stakeholders

Consolidated 2026 Performance highlights

- Reported highest ever annual Revenue and Profit after Tax.
- The new PPF line 2 and the announcement of new TPU line augments delivery of futuristic products and improves the sales mix toward value-added and high-margin products.
- Portfolio extension moving towards a higher share of consumer (B2C) products contributed positively
- CARE Ratings assigned an AA- rating with Stable Outlook for long-term bank facilities.

Revenue
2120 Crores
(0.5% vs FY25)

EBITDA
500 crores
(0.82% vs FY25)

PAT
338 Crores
(2.1% vs FY25)

FY26 ROCE* & ROE*
23.3% & 17.9%
respectively

*Adjusted for Revaluation reserve of ₹ 764 Cr

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Progression Through the Decades

GARWARE HI-TECH FILMS

1933

Started Business from Trading cars

Founded by our Late Dr. Abasaheb Garware (Bhalchandra Digamber Garware), the business started with trading imported cars.

1940

The Garware Brand Takes Shape

The 1940s marked the early expansion of the Garware brand into manufacturing. What began with the production of plastic buttons for the Navy gradually evolved into a broader portfolio that included knitting needles, pen holders and toothbrushes, laying the foundation for future diversification.

1950

Manufacturing Plastic Products

In the fifties, our company led the race by manufacturing injection moulded and extruded plastic products like television casings, fan blades, and radio cabinets.

1957

Formalising the Garware Vision

Garware Motors & Engineers Pvt. Ltd. was incorporated, marking an important milestone in the Group's evolution and laying the foundation for its future growth across manufacturing and industrial businesses.

1959

Expansion into Plastics Manufacturing

Garware Plastics Pvt. Ltd. was established, marking the Group's entry into the plastics industry with the manufacture of PVC and HIPS sheets. This milestone broadened the Company's manufacturing capabilities and laid the foundation for its future growth in polymer-based products.

1960

Whole new world of possibilities opened up

The sixties brought new challenges in the form of new technologies. We responded by expanding our product line to include PVC pipes, fittings, and allied products.

1976

Scaling Up Manufacturing Capabilities

Established a manufacturing facility in Chhatrapati Sambhajinagar and a metallizing unit in Nashik, along with the commissioning of the first BOPET film line.

1978

Strengthening Value-Added Capabilities

Established a dedicated metallizing and coating plant in Nashik, expanding the Company's capabilities in value-added film processing and specialty applications.

1981

Diversification and Technological Milestones

The Company diversified into film manufacturing and adopted the new name Garware Plastics & Polyester Limited. During the decade, it received a US patent.

1982

BSE Listing and Portfolio Expansion

The Company got listed on on the Bombay Stock Exchange (BSE), where the public issue was oversubscribed 21 times. In the same year, we introduced films for cable applications, expanding our product portfolio.

1983

Pioneering Sun Control Film Technology

Introduced Sun Control Films on a commercial scale and received a US patent for UV-stabilized colour films, reinforcing the Company's focus on innovation and advanced film technologies. Company also commissioned its Chips plant in the same year.

1990

Enhancing Product Performance

Introduced new grades of Sun Control Films with scratch-resistant coatings and expanded the product portfolio with audio and video films, further strengthening the Company's specialty films offerings.

2001

Advancing Materials Innovation

Commenced commercial production of the DMT Plant and developed low-oligomer film grades, strengthening the Company's technical capabilities and expanding its specialty product offerings.

2007

Expanding Specialty Film Applications

Developed High Shrink Film, strengthening the Company's product portfolio and catering to the growing demand for advanced packaging solutions.

2011

Expanding Advanced Film Capabilities

Commissioned the Thermal Lamination facility and the SSP Plant, strengthening manufacturing capabilities and supporting the development of value-added film solutions.

2012

Enhancing Processing Infrastructure

Established Lamination Line I and commissioned a new slitter for the High Shrink Film Line II, strengthening film processing capabilities and supporting the growing specialty films portfolio.

2014

Strengthening Sun Control Film Operations

Established a dedicated Sun Control Film (SCF) Lamination Line, enhancing manufacturing capabilities and supporting the growth of the specialty films business.

2020

PPF launch

We forayed into the niche 'Paint Protection Films' segment through in-house developed technology and commissioning of new PPF unit.

2021

Company Renamed

We changed our Company's name to Garware Hi-Tech Films Limited. We started increasing shares of specialty films and supplying high-quality durable and highly tensile polyester films.

2022

Strengthened B2C Business and Listing on NSE

Accelerated the Sun Control Film and Paint Protection Film businesses, progressed with the new window film lamination facility under the Company's capex programme, and subsequently got listed on the National Stock Exchange of India (NSE).

2023

Expanded Sun Control Film Capacity

Commissioned a new lamination facility with an annual capacity of 1,800 LSF, increasing the overall Sun Control Film capacity from 2,400 LSF to 4,200 LSF

2024

Expanded PPF Capacity

Approved the expansion of Paint Protection Film (PPF) capacity to 60 million sq. ft., strengthening the Company's position in the automotive protection segment and supporting future growth.

2025

Strengthened Backward Integration

Approved the setting up of India's first TPU Extrusion Plant with a planned capacity of 360 LSF per annum, supporting backward integration and future growth of the PPF business. Commissioned the 2nd PPF Line in the same year.

2026

Strengthening of D2C business

Company launched Garware Home Solutions. A D2C business to make our products reach individual households.

Garware at a Glance

90+
Years of Legacy

3
Manufacturing Sites

250+
Garware Application Studios (GAS)

~90%
Market Share in India's Shrink Film Segment

1st
Producer of PCR Grade & APR Certified Eco-Friendly Shrink Films

90+
Countries Served Globally

1st
GreenPro-Certified Company in Architectural Films

38
Years of Winning 'Top Exporters Award' from PLEXCONCIL

75+%
Revenue from Exports

- Vision is 'To be a global leader in specialty Performance Films'
- Fully vertically integrated, chips-to-film manufacturer
- India's Only Producer of Professional-Grade PPF
- India's only manufacturer of Sun Control films and Paint Protection Films (PPF)
- One of the reputed brands in USA, Europe and Middle East for Automotive Sun Control films and PPF
- Important applications are Automobile Paint Protection, Solar Control, Shrink Label, Packaging, Reprographics, Electrical & Thermal Insulation etc.
- Gold Shield Awardee by Government of India

Purpose

Committed to Delivering High-Quality Products

Our zeal to create innovative solutions leveraging futuristic technology has kept us at the forefront of the polyester film manufacturing industry. We made it possible by continuously upholding industry-leading quality standards and following our vision to be a global leader in specialty performance films.

Mission

At Par With Challenges

We have been in the polyester film industry for over five decades. All through these years, our mission has remained the same:

"To help our clients protect, preserve, conserve, and promote their products by creating the most advanced specialty performance materials efficiently and sustainably."

Our consistent delivery of top-notch finished products is a result of our commitment to stick to our mission despite the challenges of the modern world.

Vision

Exploring New Technologies

The products of Garware Hi-Tech Films Limited never fail to meet the requirements of our customers in all areas of the world. This is a result of our vision to become the preferred partner for our valued customers across the globe.

Our vision is:

"To become a global leader in specialty performance films by incessantly exploring cutting-edge technology to create a better tomorrow."

Being a global leader who is driven to continually advance our quality management processes, we have been able to deliver consistent quality with constant innovation.

Businesses

Architectural Films

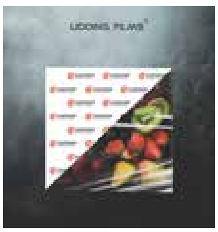
This film has applications across segments such as corporate buildings, residences, malls, etc. The architectural films are produced by Garware Suncontrol films division, which was launched in 1982. Garware Architectural Film is known for its anti-radiation property that helps reduce the intensity of ‘Electromagnetic Waves’ that can cause various potential health problems. It blocks 99% of harmful UV rays, cuts glare, conserves energy and provides clearer vision at night by providing improved outward vision.

GHFL is the only manufacturer of Sun-control film in India, wherein the segment currently contributes around 45% of the Company’s revenue. It produces films that are a class apart and result from a single-source, vertically integrated manufacturing process. The films are manufactured in a state-of-the-art, ISO-9001:2015 certified facility that ensures high quality and, ultimately, total consumer satisfaction.

Paint Protection Films

Globally, the PPF industry is mature and has been in existence in European countries and the USA for over 25 years. In India, the market is still in its nascent stage but has significant growth potential. GHFL is the only manufacturer of Paint Protection Films in India.

PPF is a transparent and self-healing film designed to give automobile paint coating the highest level of protection. The highly specialized films protect the vehicle’s paint from minor abrasions, stone chips, bug splatters and bird dropping marks, thereby retaining the original paint coat.



Automotive Films

Sun Control Window Films are applied to automobile glass surfaces to reduce heat build-up from solar radiation and minimise glare without affecting driving visibility. These films enhance passenger comfort, improve privacy and provide an additional layer of safety. In addition, the Company’s Safety Glazing Films combine advanced technology with compliance to CMVR regulations, improving visibility, occupant safety and energy efficiency in vehicles.

GHFL has a strong presence across the USA, South America, Europe, China, Russia and the Far East, with a significant share of its automotive film products exported from India. The Company’s focus on innovation, product performance and customer-centric solutions has enabled it to establish a strong position in the global automotive films market.

Value Added Films

The films are manufactured at a fully integrated chips-to-film plant, thereby ensuring high premium quality ‘ specialty & sustainable’ films for a wide range of applications, such as Electrical & Electronics, Health & Safety, Packaging, Thermal Films, Shrink PET Films, etc. In addition to the wide product portfolio, the Company’s manufacturing expertise helps deliver the best application-specific solutions at an effective cost.

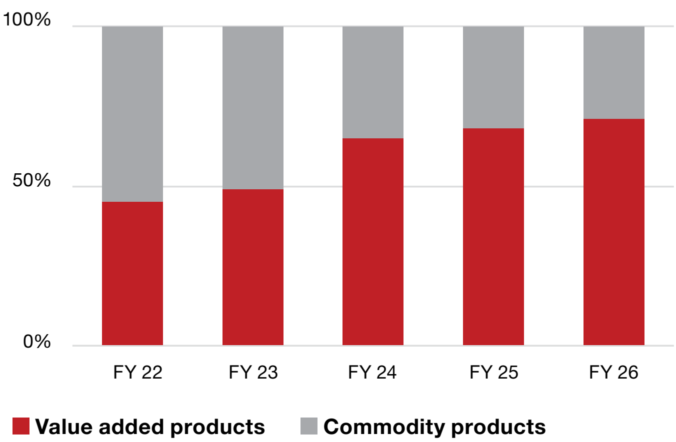
The complete control of the process, from the manufacturing of petrochemical intermediate to the finished products, eliminates the dependency on other manufacturers while giving us high control over quality and product range. This also ensures better performance and longevity for our range of products.

Highly Specialised Films Driving Competitive Advantage

Highly differentiated and value-added product offerings are the way forward for the Company, which would drive our success in a competitive industry. The Company provides a comprehensive offering of specialty and innovative products across various automotive, architectural, electrical & electronic and other industrial applications.

The Company's focus on differentiated products, innovative applications and customer-centric solutions has strengthened its specialty films portfolio over the years. This is reflected in the increasing contribution of Value Added Products (VAP), which accounted for 87% of total revenue in FY2025-26, reinforcing the Company's transition towards high-value specialty businesses.

The specialized products have significant entry barriers due to stringent quality focus, proprietary composition and processes. Due to limited competition, we are able to create a unique value proposition for our customers. We continue to repurpose older lines for producing specialty films efficiently. A higher and increasing proportion of specialty films is one of the key drivers for strong capacity utilization of our lines. Additionally, the Company's strength as a diversified and specialty-focused business enables us to achieve steadier gross margins. Also, moving away from the commodity business makes earnings more predictable.



Vertically Integrated Production for Highest Quality Standards

The in-house vertically integrated production plants produce resins that are used to create the final product. This ensures that our specialty films are created in-house, from scratch, to maintain the highest level of quality standards.

Our founders built the company with the vision to meet new horizons and combat challenges with competence and dynamism. In keeping with this, we leveraged the latest innovations in technology to build futuristic manufacturing plants that live up to the current market trends and meet the rising needs of our customers.

We dedicated the past and current decades to bring about an in-house technological revolution by filing new patents and launching innovative products.

We have four manufacturing lines that house the administrative, manufacturing, and R&D for the production of high-tensile Specialty films that last for decades.

Supported by close to 2000+ employees, our company is built on trust and innovation. By staying updated with the market reforms, we aim to overcome challenging obstacles in a sustainable way through strong methodologies, adding value in everything we do.

A Commitment to Innovation and Excellence

As we delved deeper into simplifying the specialty film manufacturing process by employing innovative ideas and leveraging the latest technology, we were able to gradually position ourselves as the largest exporters of specialized polyester films across the world.

We have been consistently winning the Top Exporter Award by PLEXCONCIL for 38 years, becoming the world leader in the Global Specialty Polyester Film industry.

Right from procuring raw materials to meeting diverse industry requirements such as solar controls, shrink labels, our exclusive range of specialty films sustain the highest quality.

Our achievements and growth in the specialty film business is a direct result of our widespread sales and supply channels across the globe and our desire to be your preferred supplier.

Ensuring Transparency and Accountability

Our Board of Directors and Committees

S. B. Garware (Dr.)
Chairman & Managing Director
(DIN: 00943822)

Monika Garware (Ms.)
Vice Chairperson & Jt. Managing Director
(DIN: 00143400)

Sarita Garware Ramsay (Mrs.)#
Jt. Managing Director
(DIN: 00136048)

Sonia Garware (Ms.)
Non-Executive & Non-Independent Director
(DIN: 00135995)

Chirag H. Doshi (Mr.)
Independent Director
(DIN: 08532321)

Nayan J. Rawal (Dr.)
Independent Director
(DIN: 00184945)

Manoj K. Sonawala (Dr.)
Independent Director
(DIN: 00235168)

Deepak N. Chawla (Mr.)
Independent Director
(DIN: 10497108)

Vivekanand H. Kamath (Mr.)
Independent Director
(DIN: 07260441)

Devanshi H. Nanavati (Ms.)@
Independent Director
(DIN: 08770422)

Sonali R. Mehta (Ms.)*
Independent Director
(DIN:11485935)

Uday V. Joshi (Mr.)
Whole -Time Director
(DIN: 09753984)

Abhishek Agarwal (Mr.)**
Chief Financial Officer

Awaneesh Srivastava (Mr.)
President - Company Secretray & Legal

Prashant L. Pai (Mr.) ***
Interim Chief Financial Officer

Demise on July 09, 2026
@ Completed her term as an Independent Director on June 24, 2026
*Appointed as an Independent Director w.e.f., June 25, 2026
**Ceased to be Chief Financial Officer w.e.f., from May 30, 2026
***Appointed as an Interim Chief Financial Officer w.e.f., August 06, 2026

Committee Navigation

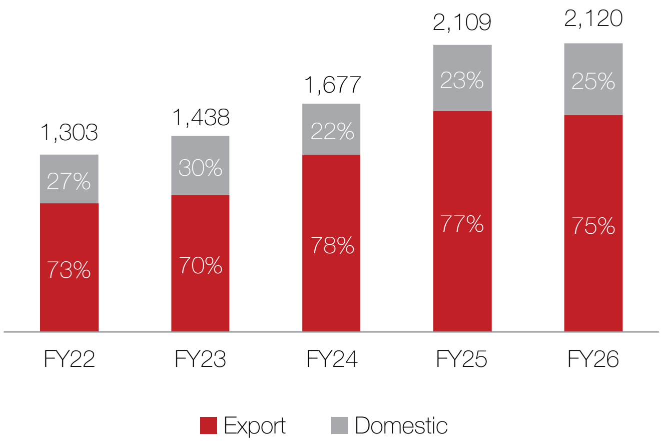
- Audit Committee
- Stakeholders' Relationship Committee
- Nomination & Remuneration Committee
- Corporate Social Responsibility Committee
- Risk Management Committee

Resolute Performance Responsible for Growth

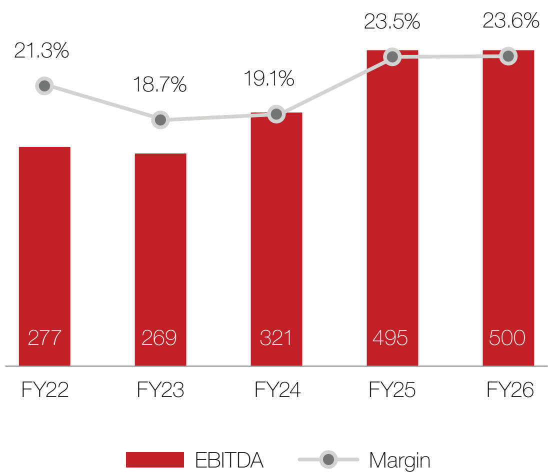
Financial Performance (Consolidated Basis)

Amid a dynamic global business environment marked by evolving trade policies, geopolitical developments, and fluctuations in raw material and currency markets, the Company continued to deliver a strong performance. This was supported by our differentiated specialty product portfolio, vertically integrated operations, strong customer relationships, and disciplined execution across business functions. During the year, we remained focused on improving our product mix, expanding value-added offerings, and strengthening our market presence across key geographies. Our ability to innovate, respond quickly to customer requirements, and maintain operational efficiency enabled us to sustain growth and create value despite external uncertainties.

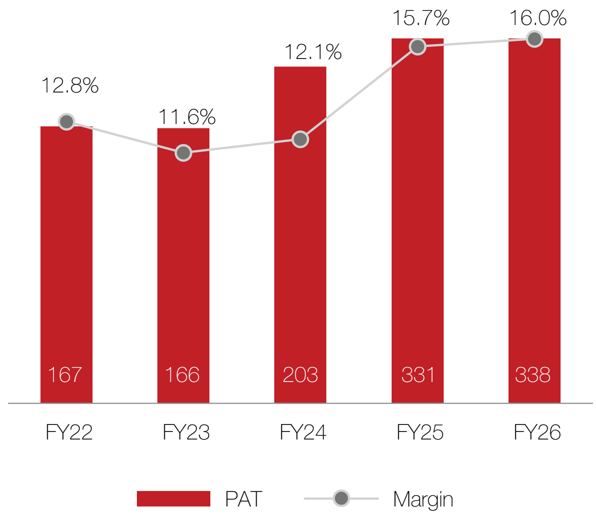
Revenue from Operations
(₹ in cr)



EBITDA
(₹ in cr)

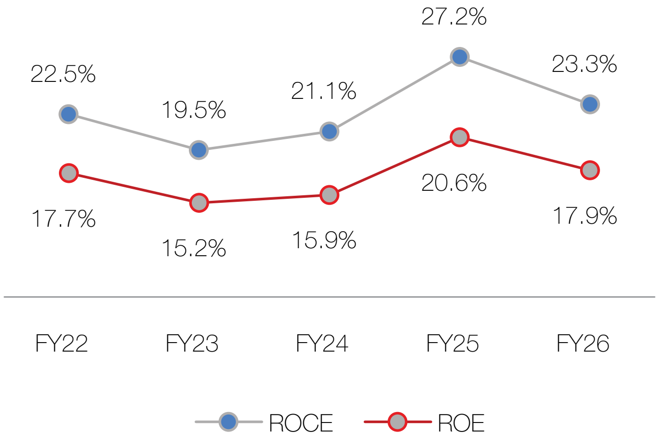


PAT
(₹ in cr)



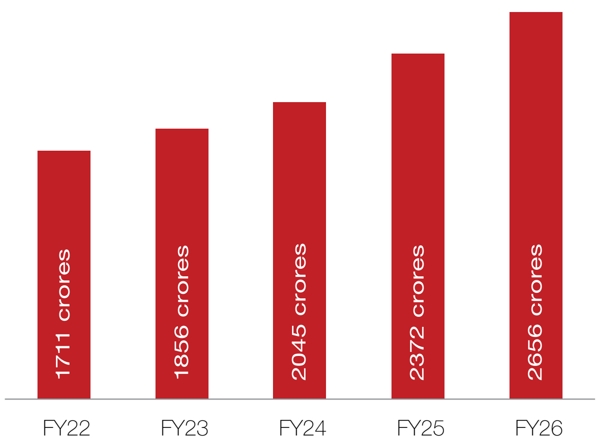
At Garware Hi-Tech Films, our focus remains on creating long-term value for all stakeholders through sustainable growth, prudent capital allocation, and continued investment in future-ready businesses. Over the years, we have strengthened our position in high-value specialty film segments while maintaining a disciplined approach to operations and investments. Our consistent financial performance, healthy return ratios, and focus on innovation have enabled us to reward shareholders while also investing in capacity expansion and new growth opportunities. The continued trust and support of our investors inspire us to pursue higher standards of performance and value creation.

ROE & ROCE*
(%)

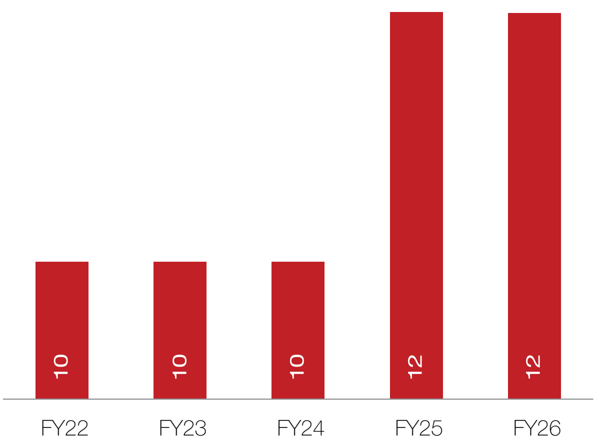


*Adjusted for Revaluation reserve of ₹ 764 Cr

Net worth
(₹ in cr)



Dividend per share
(₹)



Taking Responsibility For Building A Better India

Doing Our Bit : Community Center For Awareness

We are conscious of our responsibility towards building collaborative communities that drive our desire to make a positive social impact. Our mission is to act as responsible corporate citizens who can build a beneficial and long-lasting partnership with local communities while reducing our overall carbon footprint.

Garware Hi-Tech Films Limited set up a community centre at Chikalthana & Waluj, Chhatrapati Sambhajinagar (Aurangabad) with the objective to develop social, cultural, educational, and sports awareness among all age groups. The center is registered under the Bombay Public Trust Act 1950 as a Charitable Public Trust.

Garware Bal Bhavan

Garware Bal Bhavan of Garware Community Center actively promotes National Bal Bhavan's 'Build the India Of Your Dreams With Values' program. As part of the project, children at Garware Bal Bhavan participate in various activities and campaigns. Through our community programs, we help children take a giant step towards building the India of their dreams.

Hobby Classes and Study Center were introduced in May 1993 at Renuka Mata Mandir, N-9, CIDCO, Chhatrapati Sambhajinagar (Aurangabad). The centre promotes values among member children through various hobby classes. Every year, more than 400 school children are benefited from the classes conducted throughout the year.

Activities :

Hobby Classes I Study Center I Gymnastics Karate I Kick Boxing

Driving Safer Mobility Through Community Engagement

At Garware Hi-Tech Films, we believe that creating long-term value goes beyond business performance and extends to making a meaningful contribution to society. During the year, we strengthened our commitment to community development through initiatives focused on road safety and sustainable mobility. As the sole CSR partner for the Road Safety & Sustainable Mobility Initiative 2026, we supported awareness programmes across Delhi, Mumbai and Pune, promoting responsible road usage, safer mobility practices and behavioural awareness among commuters and communities. Through these efforts, we aim to contribute to safer roads, stronger communities and a more sustainable future. Driven by a sense of responsibility and purpose, we remain committed to supporting initiatives that create a positive and lasting impact on society.

Transforming Rural Lives

In the last 16 years Garware Community Centre has conducted many programs in association with other institutions and organizations. Every year, the total number of beneficiaries of our program is nearly 50,000.

Apart from conducting sports and gymnastics training, we also celebrate Surya Namaskar Solaha every year with 90 schools and 15000 students participating.

We also organize Personality Development camps for adolescent girls with Bhartiya Samaj Seva Kendra. Judo and Karate Classes are jointly conducted with Maharashtra Sports Association and Chang Lee's Martial Arts. At our community center, we also organize Acting Workshops for children in the age group of 13 to 18 years. This is a joint project with Shilpakar, an NGO focused on child development.

Building the India of Our Dreams

We are also working on developmental projects to facilitate sports and cultural activities, make travel easier, and help those who are affected by natural calamities.

- **Garware Stadium**

  In order to facilitate the citizens of Chhatrapati Sambhajinagar (Aurangabad) to conduct sports and cultural activities, we aided Chhatrapati Sambhajinagar Municipal Corporation in building and maintaining a stadium in the MIDC Chikalthana area. The citizens are now able to utilize the stadium and conduct sports activities like cricket, volleyball, badminton, football, yoga, karate, judo etc. at Garware Stadium. Approximately 15,000 people benefited from the Yoga Camp organized at Garware Stadium.

- **Airport**

Chhatrapati Sambhajinagar (Aurangabad) attracts a lot of tourism, primarily due to the historic Ellora Caves. We decided to add a touch of elegance to the Chhatrapati Sambhajinagar (Aurangabad) Airport. The Garden at International Airport at Chhatrapati Sambhajinagar (Aurangabad) has been innovated and maintained by Garware Hi-Tech Films Limited. This creates an exclusive atmosphere for welcoming tourists.

- **Incidental Activities**

  In 1991, the entire country was shaken by the Uttarkashi earthquake at a magnitude of 6.8. Thousands of humans and property worth crores were lost. The shattering flood situation at Paithan Dist. Chhatrapati Sambhajinagar (Aurangabad) in 2006 was another such calamity.

  Garware Hi-Tech Films Limited played an important role in helping the people affected as a result of these calamities. We dispatched a team of volunteers along with food, clothing, and utensils to help those in need.

Taking Responsibility For A Greener Planet

At Garware, we believe in giving back to society and ensuring that we have a better tomorrow, a better world than how we found it. Mumbai-headquartered Garware Hi-Tech Films Limited has evolved into a leading manufacturer of value-added specialty films with integrated manufacturing facilities. Despite being India's largest manufacturer of Sun Control Films and the only company in India to manufacture professional-grade Paint Protection Films (PPF), we remain fully aligned with the United Nations Sustainable Development Goal 13 on Climate Action. We are also the first company in India's architectural films segment to receive the GreenPro Certification from CII and IGBC, reinforcing our commitment to sustainable products and responsible manufacturing. Through well-designed programmes, technological innovation, and a strong focus on resource efficiency, we continue to reduce our environmental footprint and move closer towards our goal of zero waste while meeting all applicable product testing and certification requirements.

Ensuring a better tomorrow

Sustainability is core to our vision of making our planet healthier. As a responsible high-performance film manufacturing company, we seek to deliver long-term economic value to our stakeholders while contributing to our communities' environmental and social well-being. A circular economy approach is not only beneficial to the environment but also helps increase our profitability.

We have introduced new product variants that use post-consumer recycled PET (PCR) that are certified by approved agencies. This helps reduce carbon footprints and ensure that we take a step towards a circular economy. We are also a member of the Association of Plastic Recyclers (APR), USA.

Reduce, Reuse, and Recycle

By sustainably lowering energy consumption, using renewable resources, maximizing post-consumer recycled usage, reducing production waste, using 100 percent recyclable production waste, and reducing all non-recyclable waste generation, we have been able to improve our profitability. We are constantly looking for avenues to improve our process and capabilities to develop more sustainable solutions. Our efforts in saving the environment also help us reduce our manufacturing costs.

Garware Hi-Tech Films Limited plants have a continual thrust to recycle, reuse, and reduce, enabling waste as raw material. Besides recycling polymer waste generated in its process, we also buy post-consumer waste (PCR) to reprocess and use it effectively in our manufacturing process, ensuring product performance, quality, application, and regulatory requirements. The use of PCR helps in diverting plastic from landfills. As an environmentally aware conglomerate, we also focus on solid waste management, waste-water recycling, and rain-water harvesting.

Ensuring Efficient Waste Management

We have been innovating on biomass briquettes used for steam generation to reduce environmental impact further. We enhanced our reproducibility, safety, and sustainability through installations of advanced technologies. Garware Hi-Tech Films Limited screw press technology is one such example that eliminates the use of sludge drying beds in the Effluent Treatment Plant (ETP), reducing groundwater contamination and air pollution due to its vaporization. Our company uses processes like blowdowns to convert liquid to solid wastes with reduced efforts in handling and disposal of wastes. Using environment-friendly films in consumer product packing has also made post-consumer recycling much easier.

The chemical processes at our factories are highly optimized to eliminate any atmospheric discharges. Installation of gas drying systems, scrubbers, and solid separation filters ensures a green atmosphere. The closed-loop processes from PET resin as raw material to laminated films as final products ensure unpolluted products with zero environmental impact. We also manage a large plantation of more than 25,000 trees in and around the manufacturing location.

Garware Hi-Tech Films Limited was awarded Gold Medal by IRIM for the Indian Green Manufacturing Challenge and Sustainability.

Reducing Our Carbon Footprint

Garware Hi-Tech Films Limited helps its consumers become more environmentally friendly. Our low-oligomer content films used in the hermetically sealed compressors increase the efficiency and reliability of the compressor. This has significantly enhanced the overall performance of the compressor, safeguarding it against premature product failures. Moreover, these practices help lower energy consumption and allow safe usage by consumers. Our sun control window films for auto and architectural applications result in a reduction of 3 to 5 per cent fuel and an equal amount of carbon emission reduction, collectively making a significant impact on the environment.

We are also the first company in India to introduce an alternate product, PETG, to replace hazardous PVC shrink label films by developing new technology and achieving international quality standards.

The Company has deployed a rooftop solar power system and procures renewable electricity under a green energy scheme, reducing dependence on grid-based fossil fuel electricity and lowering Scope 2 emissions. It also generates renewable energy through a producer gas plant, where biomass is converted into combustible gas, and through an Effluent Treatment Plant (ETP)-based biogas power generation system, enabling the substitution of conventional fuels with cleaner alternatives.

Further, the thermic fluid heater has undergone a fuel transition, with producer gas derived from biomass partially replacing conventional fuel (LSHS), thereby reducing emission intensity. The Company has also implemented several energy-efficiency initiatives, including replacing inefficient equipment with energy-efficient alternatives (such as AHUs and blowers), installing non-critical equipment interlocks, and adopting a closed-loop cooling tower system. Supported by an energy audit that identified multiple optimization projects, these measures have significantly reduced energy consumption and associated emissions.

Corporate Information

BOARD OF DIRECTORS

S. B. Garware (Dr.)
Chairman & Managing Director
(DIN: 00943822)

Monika Garware (Ms.)
Vice Chairperson & Jt. Managing Director
(DIN: 00143400)

Sarita Garware Ramsay (Mrs.)#
Jt. Managing Director
(DIN: 00136048)

Sonia Garware (Ms.)
Non-Executive & Non-Independent Director
(DIN: 00135995)

Chirag H. Doshi (Mr.)
Independent Director
(DIN: 08532321)

Nayan J. Rawal (Dr.)
Independent Director
(DIN: 00184945)

Manoj K. Sonawala (Dr.)
Independent Director
(DIN: 00235168)

Deepak N. Chawla (Mr.)
Independent Director
(DIN: 10497108)

Vivekanand H. Kamath (Mr.)
Independent Director
(DIN: 07260441)

Devanshi H. Nanavati (Ms.)@
Independent Director
(DIN: 08770422)

Sonali R. Mehta (Ms.)*
Independent Director
(DIN:11485935)

Uday V. Joshi (Mr.)
Whole -Time Director
(DIN: 09753984)

Abhishek Agarwal (Mr.)**
Chief Financial Officer

Awaneesh Srivastava
President - Company Secretary & Legal

Prashant L. Pai (Mr.)***
Interim Chief Financial Officer

BANKERS

Indian Overseas Bank
Bank of Baroda
Bank of India

STATUTORY AUDITORS

M/s. V Sankar Aiyar & Co.
Chartered Accountants (Mumbai)
M/s. J. H. Mehta & Co.
Chartered Accountants (Ahmedabad)

SECRETARIAL AUDITORS

M/s. Manish Ghia & Associates,
Company Secretary (Mumbai)

SOLICITORS & ADVOCATES

Crawford Bayley & Co. (Mumbai)

REGISTRARS & TRANSFER AGENTS

MUFG Intime India Private Limited

REGISTERED OFFICE

Naigaon,Post Waluj, Chhatrapati Sambhajinagar, (Aurangabad) - 431 133.

CORPORATE OFFICE

Garware House, 50-A, Swami Nityanand Marg, Vile Parle (East), Mumbai - 400 057.

WORKS

1) L- 5 & L- 6, Chikalthana Industrial Area, Dr. Abasaheb Garware Marg, Chhatrapati Sambhajinagar (Aurangabad) - 431 210.
2) Naigaon, Post Waluj, Chhatrapati Sambhajinagar (Aurangabad) - 431 133.
3) A-1 & A-2, MIDC, Ambad, Nashik - 422 010.

OFFICES

1) 8-B, Atmaram House, Tolstoy Marg, Connaught Place, New Delhi - 110 001.
2) Old No. 37, New No. 55, Ambercrest, 4th Floor, Pantheon Road Lane Egmore, Chennai - 600 008.

OVERSEAS OFFICE

1) Unit 1-05, 1-06, The Plaza, 535, Kings Road, London - SW10 OSZ.
2) 18302, Highwoods Preserve Parkway, Suite 115, Tampa FL, 33647.

WEBSITE

www.garwarehitechfilms.com

Demise on July 09, 2026
@ Completed her term as an Independent Director on June 24, 2026
*Appointed as an Independent Director w.e.f., June 25, 2026
**Ceased to be Chief Financial Officer w.e.f., from May 30, 2026
***Appointed as an Interim Chief Financial Officer w.e.f., August 06, 2026

NOTICE

GARWARE HI-TECH FILMS LIMITED
CIN: L10889MH1957PLC010889
Registered Office: Naigaon, Post Waluj,
Chhatrapati Sambhajinagar (Aurangabad) – 431 133.
Website: www.garwarehitechfilms.com **Email:** cs@garwarehitech.com
Tel. No.: 0240 2567400

NOTICE is hereby given that the 69th Annual General Meeting ("**AGM**") of the members of Garware Hi-Tech Films Limited (the "**Company**") will be held on **Wednesday, September 23, 2026,** at 11:30 A.M. (IST) at the Registered Office of the Company situated at Naigaon, Post Waluj, Chhatrapati Sambhajinagar (Aurangabad) – 431133 to transact the following business:

ORDINARY BUSINESS:

1. Adoption of Audited Standalone and Consolidated Financial Statements

To consider and adopt:

a) The Audited Standalone Financial Statements of the Company for the financial year ended March 31, 2026, together with the reports of the Board of Directors and Auditors thereon; and

b) The Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2026, together with the reports of the Auditors thereon.

2. Declaration of Final Dividend

To declare a final dividend of ₹ 12/- per equity share of face value ₹ 10/- each for the financial year ended March 31, 2026.

3. Re-appointment of Ms. Sonia Garware (DIN: 00135995) as a director, liable to retire by rotation.

To appoint a Director in place of Ms. Sonia Garware (DIN: 00135995), who retires by rotation and being eligible, offers herself for re-appointment in terms of Section 152(6) of the Companies Act, 2013.

SPECIAL BUSINESS

4. Ratification of the remuneration of Cost Auditors:

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

"**RESOLVED THAT** pursuant to Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 and Companies (Cost Records and Audit) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), consent of the members of the Company be and is hereby accorded to ratify the remuneration of ₹ 3,05,000/- (Rupees Three Lakhs Five Thousand Only) plus applicable taxes and reimbursement of out of pocket expenses payable to M/s. B. R. Chandak & Co., Cost Accountants (Firm Registration No: 100380) who were appointed by the Board of Directors as Cost Auditors of the Company, based on the recommendation of the Audit Committee, to conduct the audit relating to cost records of the Company for the financial year ending March 31, 2027.

RESOLVED FURTHER THAT the Board (including any duly constituted Committee thereof), be and is hereby authorized to do all such acts, deeds and things as may be necessary, proper or expedient to give effect to this resolution."

By order of the Board of Directors
For Garware Hi-Tech Films Limited

Awaneesh Srivastava
Company Secretary
(ICSI M. No. FCS 8513)

Place: Mumbai
Date: August 06, 2026

Registered Office:
Naigaon, Post Waluj,
Chhatrapati Sambhajinagar
(Aurangabad) – 431 133.

Notes:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING (THE 'MEETING') IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND TO VOTE ONLY ON A POLL INSTEAD OF HIMSELF/HERSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.

   Pursuant to Section 105 of the Companies Act, 2013, a person can act as a proxy on behalf of members not exceeding 50 (fifty) in number and holding in the aggregate not more than 10% (ten percent) of the total share capital of the Company carrying voting rights. A Member holding more than 10% (ten percent) of the total share capital of the Company carrying voting rights may appoint a single person as a proxy and such person shall not act as proxy for any other Member.

   If a Proxy is appointed for more than 50 (fifty) Members, the Proxy shall choose any 50 (fifty) Members and confirm the same to the Company not later than 48 (forty-eight) hours before the commencement of the meeting. In case, if the Proxy fails to do so, only the first 50 (fifty) proxies received by the Company shall be considered as valid.

   The instrument Proxy in order to be effective should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 (forty-eight) hours before the commencement of the meeting.

   A Proxy Form is attached herewith. Proxies submitted on behalf of the companies, societies, body corporate etc., must be supported by an appropriate resolution/authority, as applicable.

2. The Explanatory Statement pursuant to Section 102 of the Act setting out material facts concerning the business under Item Nos. 4 of the Notice is annexed hereto.

3. Details under Reg. 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, ("**Listing Regulations**") and Secretarial Standards - 2 on General Meetings issued by the Institute of Company Secretaries of India ("**SS-2**") in respect of the Director seeking re-appointment at the Annual General Meeting, forms integral part of the notice.

4. Members desiring any information on the business to be transacted at the Meeting are requested to write to the Company at least 15 days in advance to enable the Management to keep the information, as far as possible, ready at the Meeting.

5. Members / Proxies / Authorized Representatives are requested to bring the attendance slips duly filled in for attending the Meeting. Members who hold shares in dematerialized form are requested to write their client ID and DP ID numbers and those who hold shares in physical form are requested to write their Folio Number in the attendance slip for attending the Meeting.

6. Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_ RTAMB/P/CIR/2022/8 dated January 25, 2022 and Master Circular dated February 06, 2026, 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; transmission and transposition. Accordingly, Members are requested to make service requests by submitting a duly filled and signed Form ISR – 4, the format of which is available on the Company's website at https://www.garwarehitechfilms.com/ and on the website of the Company's Registrar and Share Transfer Agents ("RTA"), MUFG Intime India Private Limited (Formerly Link Intime India Private Limited). It may be noted that any service request can be processed only after the folio is KYC Compliant. Members are requested to update their KYC i.e. PAN, choice of nomination, contact details, email address, mobile no., contact details, complete bank details and specimen signatures etc.

   Members are requested to submit the Investor Service Request forms, i.e., ISR forms, along with the supporting documents. ISR forms can be accessed by visiting website of Company's RTA i.e. MUFG Intime India Private Limited by clicking the link https://web.in.mpms.mufg.com/KYC-downloads.html Member who holds shares in dematerialized form and wish to update their PAN, KYC and nomination details are required to contact their respective Depository Participants (DPs).

   The dividend, once approved/declared by the members of the Company at 69th AGM, will be paid within 30 days, electronically through various online transfer modes to those shareholders who have updated their bank accounts details. To avoid delay in receiving dividend, shareholders are requested to update their KYC with their Depository Participants (where shares are held in demat mode) and with the Company's RTA (where shares are held in physical mode), to receive dividend directly into their bank account on payable date.

7. Dividend:

   The final dividend of ₹ 12/- per equity share of ₹ 10/- each (120%), as recommended by the Board of Directors at their Meeting held on **Wednesday, May 06, 2026**, if declared at the AGM, will be paid subject to deduction of Income tax at source ('TDS') within stipulated period.

   (a) To all the Members and Beneficial Owners as on **Wednesday, September 16, 2026,** as per the list of beneficial owners to be furnished by the National Securities Depository Limited and Central Depository Services (India) Limited in respect of the shares held in electronic form; and

   (b) To all Members in respect of shares held in physical form after giving effect to valid transmission and transposition in respect of valid requests lodged with the Company as on **Wedesday, September 16, 2026**.

   With effect from November 19, 2025, dividend payment shall be made only in electronic mode, payment through dividend warrants or cheques has been discontinued.

8. Further, Members may please note that as per SEBI Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/ CIR/2021/655 dated November 3, 2021 as amended from time to time, the latest being SEBI/HO/MIRSD/POD-1/P/CIR/2023/181 dated November 17, 2023, in order to receive the dividend in a timely manner, Members holding shares in physical form who have not updated their mandate for receiving the dividends directly in their bank accounts through Electronic Clearing Service or any other means are requested to send the following documents to our RTA - MUFG Intime India Private Limited, at C-101, Embassy 247, LBS Marg, Vikhroli (West), Mumbai - 400083, latest by **Thursday, September 10, 2026**:

   a) A signed request letter by the first holder, mentioning the name, folio number, complete address and following details relating to bank account in which the dividend is to be received:

      (i) Name of Bank and Bank Branch.

(ii) Bank Account Number & Type allotted by your bank after implementation of Core Banking Solutions; and

(iii) 11-digit IFSC Code.

(iv) 9-digit MICR Code

b) Original cancelled cheque bearing the name of the Member or first holder, in case shares are held jointly;

c) Self-attested copy of the PAN Card; and

d) Self-attested copy of any document (such as AADHAAR Card, Driving License, Election Identity Card, Passport) in support of the address of the Member as registered with the Company.

Members holding shares in electronic form may please note that their bank details as furnished by the respective Depositories to the Company will be considered for remittance of dividend as per the applicable regulations of the Depositories and the Company will not entertain any direct request from such Members for change/addition/ deletion in such bank details. Accordingly, the Members holding shares in demat form are requested to update their Electronic Bank Mandate with their respective DPs.

9. Income Tax Deductible at Source ("**TDS**") / Withholding tax ("**WHT**"):

Pursuant to the requirement of the Income Tax Act, 2025, the Company will be required to withhold taxes at the prescribed rates on the dividend paid to its shareholders. The withholding tax rate would vary depending on the residential status of the shareholder and documents submitted by shareholder with the Company/ RTA/ Depository Participant.

A. For Resident Shareholders:

(i) Income Tax Deductible at Source for Resident Shareholders

Sr. No.	Particulars	Withholding tax rate	Documents required (if any) / Remarks
1.	Valid PAN updated in the Company's Register of Members	10%	No document required. If dividend does not exceed ₹ 10,000/-, no TDS/ withholding tax will be deducted.
2.	No PAN/Valid PAN not updated in the Company's Register of Members	20%	TDS/ Withholding tax will be deducted, regardless of dividend amount, if PAN of the shareholder is not registered with the Company/ RTA/ Depository Participant. All the shareholders are requested to update, on or before **Thursday, September 10, 2026**, their PAN with their Depository Participant (if shares are held in electronic form) and Company / RTA (if shares are held in physical form). Please quote all the folio numbers under which you hold your shares while updating the records.
3.	Availability of lower/nil tax deduction certificate issued by Income Tax Department u/s 395(1) of the Income Tax Act, 2025	Rate specified in the certificate	Lower tax deduction certificate obtained from Income Tax Authority to be submitted on or before **Thursday, September 10, 2026.**

(ii) No Income Tax Deductible at Source on dividend payment to resident shareholders if the Shareholders submit following documents as mentioned in column no. 4 of the table below with the Company / RTA/Depository Participant on or before **Thursday, September 10, 2026**.

Sr. No. (1)	Particulars (2)	Withholding tax rate (3)	Documents required (if any) / Remarks (4)
1.	Submission of form 121	NIL	Declaration in Form No. 121 (applicable to a resident individuals), fulfilling certain conditions.
2.	Shareholders to whom section 393(1) (Table Sr. 7) of the Income Tax, 2025 does not apply as per section 393(4) (Table Sr. 10) such as LIC, GIC. etc.	NIL	Documentary evidence for exemption u/s 393(4) (Table Sr. 10) of the Income-tax Act, 2025.
3.	Shareholders covered u/s 393(5) of the Income Tax Act, 2025 such as Government, RBI, corporations established by Central Act & mutual funds.	NIL	Documentary evidence for coverage u/s 393(5) of the Income Tax Act, 2025.
4.	Category I and II Alternate Investment Fund	NIL	SEBI registration certificate to claim benefit under section the Act.

Sr. No. (1)	Particulars (2)	Withholding tax rate (3)	Documents required (if any) / Remarks (4)
5.	•Recognized provident funds •Approved superannuation fund •Approved gratuity fund	NIL	Necessary documentary evidence as per Circular No. 18/2017 issued by Central Board of Direct Taxes (CBDT).
6.	National Pension Scheme	NIL	No TDS/ withholding tax as per section 393 of the Income Tax Act, 2025.
7.	Any resident shareholder exempted from TDS deduction as per the provisions of the Income Tax Act or by any other law or notification.	NIL	Necessary documentary evidence substantiating exemption from deduction of TDS.

B. For Non-Resident Shareholders:

The table below shows the withholding tax on dividend payment to non-resident shareholders who submit, on or before **Thursday, September 10, 2026**, the following document(s), as mentioned in column no. 4 of the table below, to the Company / RTA. In case all necessary documents are not submitted, then the TDS/ Withholding tax will be deducted at 20% (plus applicable surcharge and cess).

Sr. No. (1)	Particulars (2)	Withholding tax rate (3)	Documents required (if any) / Remarks (4)
1.	Foreign Institutional Investors (FIIs) / Foreign Portfolio Investors (FPIs) / Other Non- Resident shareholders	20% (plus applicable surcharge and cess) or tax treaty rate, whichever is beneficial	FPI registration certificate in case of FIIs / FPIs. To avail beneficial rate of tax treaty following tax documents would be required: 1. Tax Residency certificate issued by revenue authority of country of residence of shareholder for the year 2026-27. 2. PAN or declaration as per Rule 37BC of Income Tax Rules, 1962 in a specified format. 3. Form 41 filled & duly signed. and 4. Self-declaration for non-existence of permanent establishment/fixed base in India. (Note: Application of beneficial Tax Treaty Rate shall depend upon the completeness of the documents submitted by the Non-Resident shareholder and review to the satisfaction of the Company).
2.	Indian Branch of a Foreign Bank.	NIL	Lower tax deduction certificate u/s 395(1) obtained from Income Tax Authority Self-declaration confirming that the income is received on its own account and not on behalf of the Foreign Bank and the same will be included in taxable income of the branch in India.
3.	Availability of Lower/NIL tax deduction certificate issued by Income Tax Authority.	Rate specified in certificate.	Lower tax deduction certificate obtained from Income Tax Authority.
4.	Any non-resident shareholder exempted from WHT deduction as per the provisions of the Income Tax Act or any other law such as the United Nations (Privileges and Immunities) Act 1947, etc.	NIL	Necessary documentary evidence substantiating exemption from WHT deduction.

C. For all Shareholders:

(a) Application of TDS rate is subject to necessary verification by the Company of the shareholder details as available in Register of Members as on the Record Date, and other documents available with the Company/ RTA.

(b) In case TDS is deducted at a higher rate, an option is still available with the shareholder to file the return of income and claim an appropriate refund.

(c) No TDS will be deducted in case of resident individual shareholders who furnish their PAN details and whose dividend does not exceed ₹ 10,000/-. However, where the PAN is not updated in Company/ RTA/ Depository Participant records or in case of an invalid PAN, the Company will deduct TDS u/s 393(1) [Table Sr. No. 7] without considering the exemption limit of ₹ 10,000/-. All the shareholders are requested to update their PAN with their Depository Participant (if shares are held in electronic form) and RTA (if shares are held in physical form) against all their folio holdings on or before **Thursday, September 10, 2026**.

(d) In the event of any income tax demand (including interest, penalty, etc.) arising from any misrepresentation, inaccuracy or omission of information provided by the shareholder, such shareholder will be responsible to indemnify the Company and also, provide the Company with all information / documents and co-operation in any appellate proceedings.

This Communication is not exhaustive and does not purport to be a complete analysis or listing of all potential tax consequences in the matter of dividend payment. Shareholders should consult their tax advisors for requisite action to be taken by them. No communication would be accepted from members after **Thursday, September 10, 2026**, tax withholding matters.

10. Transfer of Unclaimed Dividend Amounts to the Investor Education and Protection Fund (IEPF):

(a) Pursuant to the Act read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("IEPF Rules"), dividends that are unpaid or unclaimed for a period of 7 (seven) years from the date of their transfer are required to be transferred by the Company to the IEPF, administered by the Central Government. Further, according to the said IEPF Rules, shares in respect of which dividend has not been claimed by the shareholders for 7 (seven) consecutive years or more shall also be transferred to the demat account of the IEPF Authority.

(b) The dividend amount and shares transferred to the IEPF can be claimed by the members concerned from the IEPF Authority after complying with the procedure prescribed under the IEPF Rules. The details of the unclaimed dividends are also available on the Company's website at www.garwarehitechfilms.com and the said details have also been uploaded on the website of the IEPF Authority and the same can be accessed through the link www.iepf.gov.in. The Members, whose unclaimed dividends/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.iepf.gov.in.

11. As per Regulation 40 of the Listing Regulations, as amended, securities of listed companies can be transferred, transmitted or transposed only in dematerialized form. Further, SEBI, vide its Master Circular dated 7 May 2024, has clarified that listed companies, with immediate effect, shall issue the securities only in dematerialised mode while processing investor service requests pertaining to 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, transposition etc. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, Members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company's RTA, MUFG Intime India Private Limited, at Investor.helpdesk@in.mpms.mufg.com for assistance in this regard.

With effect from April 2, 2026, SEBI has dispensed with the requirement of issuance of a Letter of Confirmation (LOC) by the Company/RTA while processing service request#. Accordingly, securities will be credited directly to the shareholder's demat account upon submission of valid demat account details along with the latest Client Master List. [SEBI Master Circular No. HO/38/13/(4)2026-MIRSD-POD/I /4298/2026 dated February 6, 2026]

12. Members are requested to intimate changes, if any, pertaining to their name, postal address, e-mail address, telephone/mobile numbers, PAN, registering of nomination, power of attorney registration, Bank Mandate details, etc., to their Depository Participant ("DP") in case the shares are held in electronic form and to the Registrar in case the shares are held in physical form, quoting their folio number and enclosing the self-attested supporting document. Further, Members may note that SEBI has mandated the submission of PAN by every participant in securities market.

13. 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 cancel the earlier nomination and record a fresh nomination, he may submit the same in Form SH-14. The said forms can be downloaded from the RTA's website at https://web.in.mpms.mufg.com/KYC-downloads.html. Members are requested to submit the said form to their DP in case the shares are held in electronic form and to the RTA in case the shares are held in physical form, quoting your folio number.

14. A route map showing directions to reach the venue of the 69th AGM is given along with this Annual Report as per the requirement of "Secretarial Standard-2" on General Meeting.

15. The Ministry of Corporate Affairs has taken "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies and had issued circulars stating that service of notice/documents including Annual Report can be sent by e-mail to its members. To support this initiative of the Government in full measure members are requested to register their e-mail address in respect of electronic holdings with the Depository through their concerned Depository Participants. A member who holds shares in physical form are requested to send their e-mail address to the Registrar and Share Transfer Agent of the Company.

Registrar and Share Transfer Agent
MUFG Intime India Private Limited
(Formerly Link Intime India Private Limited)
(Unit/Company: Garware Hi- Tech Films Limited)
C-101, Embassy 247, LBS. Marg, Vikhroli (West),
Mumbai - 400083.
Toll-free number : 1800 1020 878
Tel : +91 810 811 6767; Email: Investor.helpdesk@in.mpms.mufg.com

16. The Notice convening 69th AGM and the Annual Report for the financial year 2025-26 is being electronically sent to those members/ shareholders who have registered their email IDs with the Company/ Depository Participant(s)/ Registrar and Share Transfer Agent (RTA). The physical copy of Notice along with Annual Report will be sent to those members / shareholders who request for the same in writing at the Company's email address at cs@garwarehitech.com mentioning their Folio No. / DP ID and Client ID, PAN, Name and registered address etc.

    In accordance with Regulation 36(1)(b) of the SEBI LODR Regulations, a letter is being sent to the shareholders whose email addresses are not registered with the Company/DP, providing a web-link for accessing the Annual Report 2025-26.

    Members, who are holding shares in physical / demat form and their e-mail addresses are not registered with the Company/ Depository Participant(s)/ Registrar and Share Transfer Agent (RTA), are requested to register their e-mail addresses at the earliest for receiving the investor communication.

17. Members may note that this Notice and Annual Report shall also be available on the Company's website at www.garwarehitechfilms.com, websites of the Stock Exchange where Company's shares are listed i.e. BSE Limited at www.bseindia.com and National Stock Exchange of India Ltd (NSE) at www.nseindia.com and Notice of the AGM is also available on the website of National Securities Depository Limited ('NSDL') at www.evoting.nsdl.com.

18. Voting through electronic means

    (a) In compliance with provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 as amended from time to time, the Company is pleased to provide members facility to exercise their right to vote at the 69th Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by National Securities Depository Limited (NSDL).

    (b) The facility for voting through poll paper shall be made available at the venue of the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through poll paper.

    (c) The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.

    (d) The remote e-voting period begins on **Saturday, September 19, 2026 at 9:00 A.M. (IST) and ends on Tuesday, September 22, 2026 at 5:00 P.M. (IST)**. During this period, members of the Company holding shares, either in physical form or in dematerialized form, as on the cut-off date of **Wednesday, September 16, 2026**, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.

        Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. **Wednesday, September 16, 2026**, may obtain the login ID and password by sending a request at evoting@nsdl.co.in.

    (e) A person who is not a member as on the cut-off date should treat this notice for information purpose only.

    (f) The instructions for members for remote e-Voting are as under:

        The remote e-voting period begins on Saturday, September 19, 2026 at 9:00 A.M. (IST) and ends on Tuesday, September 22, 2026, at 5:00 P.M. (IST). The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. Wednesday, September 16, 2026, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, Wednesday, September 16, 2026.

The procedure to login to e-Voting website consists of two steps as detailed hereunder:

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

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

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting for Individual shareholders holding securities in demat mode

In terms of SEBI circular 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.

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

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	1. For OTP based login you can click on https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp. You will have to enter your 8-digit DP ID,8-digit Client Id, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/mobile number and click on login. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or **e-Voting service provider i.e. NSDL** and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period. 2. Existing **IDeAS** user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the "**Beneficial Owner"** icon under **"Login"** which is available under **'IDeAS'** section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on **"Access to e-Voting"** under e-Voting services and you will be able to see e-Voting page. Click on company name or **e-Voting service provider i.e. NSDL** and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select **"Register Online for IDeAS Portal"** or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 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 i.e. NSDL** and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period. 4. Shareholders/Members can also download NSDL Mobile App "**NSDL Speede**" facility by scanning the QR code mentioned below for seamless voting experience. NSDL Mobile App is available on App Store Google Play
Individual Shareholders holding securities in demat mode with CDSL.	1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi / Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then user your existing my easi username & password. 2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.

Type of shareholders	Login Method
	3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option. 4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders (holding securities in demat mode) login through their depository participants.	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.

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

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

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

B) Login Method for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

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

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

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

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

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

   a) If you are already registered for e-Voting, then you can user your existing password to login and cast your vote.

   b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.

   c) How to retrieve your 'initial password'?

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

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

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

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

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

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

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

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

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

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

Step 2: Cast your vote electronically on NSDL e-Voting system.

How to cast your vote electronically on NSDL e-Voting system?

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

2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period. (**EVEN** of the Company for this Annual General Meeting is "**141470**")

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

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

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

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

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

General Guidelines for shareholders

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

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

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

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

   A. **Registration of email addresses with MUFG Intime India Private Limited (RTA):** The Company has made special arrangements with RTA for the registration of e-mail addresses of those Members (holding shares either in electronic or physical form) who wish to receive this Notice electronically and cast votes electronically. Eligible Members whose e-mail addresses are not registered with the Company/ DPs are required to provide the same to RTA **on or before 5 p.m. (IST) on Wednesday, September 16, 2026**. The process to be followed for registration of an e-mail address is as follows:

i. Visit the link: https://web.in.mpms.mufg.com/EmailReg/Email_Register.html

ii. Select the Name of the Company from the dropdown.

iii. Enter the DP ID & Client ID / Physical Folio Number, Name of the Member and PAN details. Members holding shares in the physical form need to additionally enter one of the share certificate(s) numbers.

iv. Enter your Mobile No and email id and click on the Continue button.

v. The system will send OTP on Mobile and Email IDs.

vi. Upload a self-attested copy of your PAN card and Address proof viz AADHAAR Card, passport or front and back side of share certificate in case of Physical folio.

vii. Enter the OTP received on your Mobile and Email Address.

viii. The system will then confirm the e-mail address for receiving this Notice.

After the successful submission of the e-mail address, NSDL will e-mail a copy of this Notice with the e-Voting user ID and password. In case of any queries, Members may write to csg-unit@linkintime.co.in or evoting@nsdl.com.

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

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

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

E. In terms of SEBI circular 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 required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

F. The voting rights of shareholders shall be in proportion to their shares of the paid-up equity share capital of the Company as on the cut-off date (record date) of Wednesday, September 16, 2026.

G. Mr. Mannish L. Ghia (Membership No. FCS: 6252 and CP No. 3531), Partner of M/s. Manish Ghia & Associates, Company Secretaries, Mumbai, has been appointed as the Scrutinizer to scrutinize the remote e-voting process and voting at the AGM in a fair and transparent manner.

H. The Scrutinizer shall after the conclusion of voting at an AGM, first count the votes cast at 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 will make, not later than 2 working days of the conclusion of an AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, submit it to the Chairman of the Company or in his absence to a person authorised by him in writing, who shall counter sign the Scrutinizer's Report and shall declare the result forthwith.

I. The Results shall be declared on or after the AGM of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.garwarehitechfilms.com and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorized by him in this behalf.

J. The results shall also be uploaded on the BSE & NSE Portal.

19. SEBI has established a common Online Dispute Resolution Portal (ODR Portal) for resolution of disputes arising in the Indian Securities Market. Pursuant to this, 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.

20. Updation of Members' Details:

The format of the Register of Members prescribed by the Ministry of Corporate Affairs under the Companies Act, 2013 requires the Company / Share Registrars and Transfer Agents to record additional details of Members, including their PAN details, email address, bank details for payment of dividend, etc. Members holding shares in physical form are requested to submit the details to the Company at cs@garwarehitech.com or MUFG Intime India Private Limited. Members holding shares in electronic form are requested to submit the details to their respective Depository Participants.

By order of the Board of Directors
For **Garware Hi-Tech Films Limited**

Awaneesh Srivastava
Company Secretary
(ICSI M. No. FCS 8513)

Place: Mumbai
Date: August 06, 2026

Registered Office:
Naigaon, Post Waluj, Chhatrapati Sambhajinagar
(Aurangabad) – 431 133.

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

ITEM 4

Ratification of the remuneration of Cost Auditors:

The Board of Directors of the Company at their meeting held on May 06, 2026, based on the recommendation of the Audit Committee, approved the appointment and remuneration of M/s B.R Chandak and Co., Cost Accountant, to conduct the audit of the cost records of the Company for the financial year ending March 31, 2027.

In terms of the provisions of Section 148(3) of the Companies Act, 2013 read with Rule 14(a)(ii) of the Companies (Audit and Auditors) Rules, 2014, the remuneration recommended by the Audit Committee under Rule 14 (a) (i) shall be considered and approved by the Board of Directors and ratified subsequently by the shareholders. Accordingly, consent of the Members is sought for passing an Ordinary Resolution as set out at Item No. 4 of the Notice, for ratification of the remuneration of ₹ 3,05,000/- (Rupees Three Lakhs Five Thousand only) plus taxes and reimbursement of out-of-pocket expenses at actuals, if any, payable to the Cost Auditors, for the financial year ending March 31, 2027.

The Board recommends the Ordinary Resolution as set out at Item No. 4 of the Notice for approval by the members.

None of the Directors or Key Managerial Personnel of the Company or their relatives is / are in anyway concerned or interested, financially or otherwise, in this resolution.

As required under Regulation 36(3) of the Listing Regulations and the Secretarial Standard on General Meetings (SS-2) as laid down by The Institute of Company Secretaries of India, additional information relating to the particulars of Directors who are proposed to be appointed/ re-appointed are given below.

Details of the Directors Seeking re-appointment

[Pursuant to Regulation 36(3) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 read with clause 1.2.5 of the Secretarial Standard-2]

Name of the Director	Ms. Sonia Garware
DIN	00135995
Date of Birth	24/07/1971
Age	55 Years
Date of Appointment on the Board	31/01/2007
Qualifications	M. B. A. from Boston College USA.
Experience / Nature of Expertise in specific functional areas	Wide experience in international sales and marketing.
Terms and Conditions of Appointment/ Reappointment	Re-appointment as Director liable to retire by rotation.
Remuneration sought to be paid	Eligible for sitting fees
Remuneration last drawn	₹ 1.5 Lakhs
Number of Meetings of the Board attended during the year	6 out of 6
Directorship(s) held in other public companies and listed companies along with listed entities from which the person has resigned in the past three years	Nil
Chairmanships / Memberships of Committees of other public companies (includes only Audit & Stakeholders Relationship Committee)	Nil
Disclosure of relationship with Directors and Key Managerial Personnel (KMP) inter-se	Daughter of Dr. Shashikant Garware and sister of Ms. Monika Garware.
Shareholding in the Company as on 31/03/2026	2,68,595 equity shares of face value ₹ 10/- each
Skills and capabilities required for the role and the manner in which the Independent Director meets such requirements	N/A

By Order of the Board of Directors
For **Garware Hi-Tech Films Limited**

Awaneesh Srivastava
Company Secretary
(ICSI M. No. FCS 8513)

Place: Mumbai
Date: August 06, 2026

DIRECTORS' REPORT FOR THE YEAR ENDED MARCH 31, 2026

To the Members,

The Directors present the 69th Annual Report of Garware Hi-Tech Films Limited (the Company or GHFL) along with the Audited Financial Statement for the year ended March 31, 2026.

1. FINANCIAL RESULTS

(₹ in Crores)

Particulars	Standalone		Consolidated	
Financial Year	**2025-26**	2024-25	**2025-26**	2024-25
Revenue from Operations	**1947.56**	1995.45	**2120.11**	2109.36
Earnings Before Interest, Taxes & Depreciation (EBITDA)	**483.71**	494.32	**499.55**	495.49
Less: Finance Cost	**(5.35)**	(6.47)	**(8.20)**	(8.78)
Less: Depreciation	**(43.95)**	(40.34)	**(45.13)**	(41.23)
Profit Before Tax (PBT)	**434.41**	447.51	**446.22**	445.48
Less: Tax Expense	**99.68**	108.59	**107.99**	114.26
Profit After Tax	**334.73**	338.92	**338.23**	331.22
Other Comprehensive income (Net of Tax)	**(31.13)**	16.74	**(25.98)**	19.00
Total Comprehensive Income	**303.60**	355.66	**312.25**	350.22
Opening balance in Retained Earnings	**1293.83**	982.04	**1348.64**	1044.55
Closing Balance in Retained Earnings	**1598.76**	1293.83	**1657.07**	1348.64

2. COMPANY'S PERFORMANCE

During the Financial Year 2025-26

On Standalone Basis;

a. Revenue from Operations on a standalone basis is ₹ 1947.56 Crores compared to ₹ 1995.45 Crores in the previous year

b. Earnings Before Interest, Taxes & Depreciation (EBITDA) for the current year is ₹ 483.71 Crores as against ₹ 494.32 Crores in the previous year

c. Profit Before Tax (PBT) for the current year was ₹ 434.41 Crores and in the previous year it was ₹ 447.51 Crores

d. Profit After Tax (PAT) for the current year was ₹ 334.73 Crores and in the previous year it was ₹ 338.92 Crores

On Consolidated Basis;

a. Revenue from Operations on consolidated basis is ₹ 2120.11 Crores compared to ₹ 2109.36 Crores in the previous year

b. Earnings Before Interest, Taxes & Depreciation (EBITDA) for the current year is ₹ 499.55 Crores as against ₹ 495.49 Crores in the previous year

c. Profit Before Tax (PBT) for the current year was ₹ 446.22 Crores and in the previous year it was ₹ 445.48 Crores

d. Profit After Tax (PAT) for the current year was ₹ 338.23 Crores and in the previous year it was ₹ 331.22 Crores

3. STATE OF COMPANY'S AFFAIRS

During the year under review, there was no change in the nature of Company's Business.

4. OPERATIONS

Despite uncertainty of U.S. tariff rates and the impact of the U.S.-Iran conflict, the Company was able to maintain profit levels broadly in line with the previous year.

5. FINANCIAL STATEMENTS

The financial statements for the year ended on March 31, 2026 has been prepared in accordance with the Indian Accounting Standards (IND AS) notified under Section 133 of the Companies Act, 2013 ("the Act") read with the Companies (Accounts) Rules, 2014 as amended from time to time. The Notes No.1 to the Financial Statements adequately cover the accounting policy.

The company disclosed standalone and consolidated financial results on a quarterly basis which are subject to limited review and audited standalone and consolidated financial results on an annual basis.

There were no revisions made to the financial statements during the year under review.

6. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There has been no material change and commitment that affect the financial position of the Company which have occurred between the end of the financial year 2025-26 and the date of this Report.

7. CAPITAL EXPENDITURE

The Company has undertaken the setting up of TPU plant with Capacity of 360 LSF P.A., which is under progress. The Company commissioned 2nd Paint Protection Committee in 2nd quarter of FY 2025-26.

8. TRANSFER TO RESERVES

The Company does not propose to transfer any amount to General Reserve.

9. DIVIDEND

The Directors are pleased to recommend a Dividend of ₹ 12 per equity share of face value of ₹ 10/- each (120%) for the financial year ending March 31, 2026, on paid-up share capital of the Company.

The Dividend is subject to the approval of the Members at the 69th Annual General Meeting. The dividend of ₹ 12/- per equity share of ₹ 10/- each will amount to ₹ 27.88 Crores.

As per the Income Tax Act, 2025, dividends paid or distributed by the Company shall be taxable in the hands of the shareholders. The Company shall, accordingly, make the payment of the final dividend after deduction of tax at source.

The dividend recommendation is in accordance with the Dividend Distribution Policy of the Company. The Dividend Distribution Policy, in terms of Regulation 43A of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") is available on the Company's website at https://www.garwarehitechfilms.com/investor/policies-of-company/.

10. SHARE CAPITAL

The paid-up Equity Share Capital as of March 31, 2026, stood at ₹ 23.23 Crores. During the year, there was no change in the Share Capital of the Company. The Company has neither issued any shares nor has granted any Stock Options or any Sweat Equity Shares during the year.

11. SUBSIDIARY COMPANIES

The Company has two subsidiaries as on March 31, 2026.

1. Garware Hi-Tech Films International Limited
   (Wholly Owned Subsidiary)
2. Global Hi-Tech Films Inc.
   (Step-down Wholly Owned Subsidiary)

The Board at its meeting held on January 22, 2026, considered and approved the incorporation of a wholly owned subsidiary in Dubai, UAE which is in process of incorporation.

Pursuant to Section 129(3) of the Act read with Rule 5 of the Companies (Accounts) Rules, 2014, the statement containing salient features of the financial statements of the Company's Subsidiaries (in Form AOC-1) is attached to the financial statements. The audited financial statement in respect of each of the subsidiaries is also available on the website of the company www.garwarehitechfilms.com.

During the year, the Company did not have any Associate company or Joint Venture.

12. MATERIAL SUBSIDIARY

The Board of Directors of the company has approved the policy for determining material subsidiaries which is in line with the requirements of Listing Regulations.

Based on the criteria mentioned in Regulation 16 of the Listing Regulations one of the subsidiaries qualifies as a Material Subsidiary, however the material subsidiary is a wholly owned Step down subsidiary, whose accounts are consolidated with the holding company and put henceforth for approval of shareholders at the ensuing annual general meeting.

The Policy for Determining Material Subsidiaries is available on the Company's website at www.garwarehitechfilms.com/investor-desk/policies-of-company.

13. DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Appointment / Resignation / Cessation of Director:

The Board has re-appointed Mrs. Sarita Garware Ramsay (DIN: 00136048), as Joint Managing Director of the Company for a period of 3 (three) years commencing from May 26, 2025, till May 25, 2028, which was approved by the members of the company by way of special resolution passed through Postal Ballot/e- Voting on May 22, 2025.

Mr. Mohan S. Adsul (DIN: 00146752) ceased to be a Whole Time Director/ Technical Director of the Company from close of business hours on January 31, 2026.

The Board has appointed Mr. Uday V. Joshi (DIN: 09753984), as Additional Director / Whole-Time Director (Executive Director) with effect from February 01, 2026 for a period of 3 (Three) years and the same was approved by the members of the company by passing special resolution through postal ballot/ e-Voting on March 24, 2026.

Further, the Board members are satisfied regarding integrity, expertise and experience (including the proficiency) of the Independent Directors of the Company.

B. Retirement by Rotation:

In accordance with the provisions of Section 152 (6) of the Act and the Articles of Association of the Company, Ms. Sonia Garware (DIN: 00135995) of the Company, is liable to retire by rotation at the ensuing Annual General Meeting and being eligible, has offered herself for re-appointment.

Her brief profile and other details as required under the Act and the Listing Regulations for her re-appointment as Director are provided in the Notes to the Notice of 69th Annual General Meeting of the Company.

C. Key Managerial Personnel:

The Company has complied with the requirements of having Key Managerial Personnel as per the provisions of Section 203 of the Companies Act, 2013 and 26A of the Listing Regulations.

Dr. Shashikant B. Garware - Chairman & Managing Director, Ms. Monika Garware – Vice Chairperson & Jt. Managing Director, Mrs. Sarita Garware Ramsay - Joint Managing Director, Mr. Uday V. Joshi - Whole Time Director, Mr. Abhishek Agarwal - Chief Financial Officer (CFO) and Mr. Awaneesh Srivastava - Company Secretary, are the Key Managerial Personnel of the Company.

During the year Mr. Mohan S. Adsul resigned as Whole Time Director w.e.f. January 31, 2026, and Mr. Uday V. Joshi has been appointed as Whole Time Director w.e.f. February 01, 2026.

D. Independent Directors declaration:

Pursuant to the provisions of Section 149 of the Act, all the Independent Directors of the Company have submitted a declaration that each of them meets the criteria of independence as per provisions of the Act, rules made thereunder, Listing Regulations and there has been no change in the circumstances which may affect their status as Independent Directors during the year. In the opinion of the Board of Directors, all the Independent Directors have fulfilled the criteria of independence as provided under the Companies Act, 2013, and Listing Regulations and that they are independent of the management.

None of the Directors of the Company are disqualified for being appointed as Directors as specified under Section 164 of the Companies Act, 2013 read with Rule 14(1) of the Companies (Appointment and Qualification of Directors) Rules, 2014.

The Board of Directors and Senior Management Personnel of the Company have affirmed that they have complied with the Code of Conduct for the Financial Year March 31, 2026.

The Senior Management Personnel also declared that they did not have any personal interest in any material, financial and commercial transactions which may have a potential conflict with the interest of the Company at large, during the Financial Year ended on March 31, 2026.

14. MEETINGS OF THE BOARD

Six meetings of the Board of Directors were held during FY 2025-26 and the gap between two consecutive board meetings was within the statutory limit. The details of the number of meetings held and attended by each Director are provided in the Corporate Governance Report, which forms part of this Report.

15. PERFORMANCE EVALUATION OF BOARD

Pursuant to Regulation 17 of the Listing Regulation read with Schedule IV of the Act, a formal evaluation of performance of Board's, its committees and individual directors had been done. A structured questionnaire performance evaluation forms were prepared after taking into consideration, the various aspects of the Board functioning, composition of the Board and its Committees, culture, execution and performance of specific duties, obligations and governance. The forms were circulated to all the Directors. Based on feedback, an evaluation Report was prepared and forwarded to the Chairman and to the respective Directors to maintain the confidentiality of the Report.

The Independent Directors at their meeting held on January 31, 2026, evaluated performance of the Chairman and non-independent directors of the Company. The Directors expressed their satisfaction with the evaluation process.

The Board has carried out and completed the performance evaluation of all the Independent Directors. The performance evaluation of the Chairman and the Non-Independent Directors was also carried out by the Independent Directors. The Board of Directors expressed their satisfaction with the evaluation process.

16. COMMITTEES OF THE BOARD

The Board of Directors of the Company had constituted various Committees and approved their terms of reference / role in compliance with the provisions of the Act and Listing Regulations viz. Audit Committee, Nomination and Remuneration Committee, Stakeholders Relationship Committee, Corporate Social Responsibility Committee, Vigil Mechanism Committee and Risk Management Committee. The members of the Audit Committee are financially literate and have experience in financial management. The composition of the Committees as given in the Corporate Governance Report is in accordance with applicable provisions of the Act, Rules made thereunder, and Listing Regulations.

17. NOMINATION AND REMUNERATION POLICY, AND BOARD DIVERSITY POLICY

The Board of Directors have framed a Nomination and Remuneration Policy which lays down a framework in relation to appointment and remuneration of Directors, Key Managerial Personnel and Senior Management Personnel of the company.

The Board of Directors have also framed Board Diversity Policy. The policies are available on the Company's website at www.garwarehitechfilms.com/investor-desk/policies-of-company

18. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Act, the Board of Directors, to the best of their knowledge and ability confirm that:

a) In the preparation of the annual accounts for the year ended March 31, 2026, the applicable Indian Accounting Standards have been followed and there are no material departures from the same;

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

c) They have taken proper and sufficient care for the 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 fraud and other irregularities;

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

e) They have laid down internal financial controls to be followed by the Company, and such internal financial controls are adequate and operating effectively and

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

19. FUTURE OUTLOOK

The Company continues to focus on expanding and diversifying its product portfolio to drive long-term growth. The upcoming launch of the TPU product line is expected to create significant opportunities, particularly in the specialty and novel product segments, thereby strengthening the overall portfolio.

With the launch of Global Application Studios in the United States and the Middle East, the Company is enhancing its international footprint and expanding its B2C presence across key global markets.

In the domestic market, the Company has introduced a first-of-its-kind D2C business model through Garware Home Solutions, alongside strategic entry into the signage and digital printing segments. Within the automotive segment, the launch of an advanced range of detailing products, including ceramic and graphene solutions, enables the Company to address the needs of a wide spectrum of automotive customers.

The Company is also strengthening its digital capabilities through increased focus on digital marketing and the development of new digital platforms aimed at supporting channel partners. These initiatives are expected to enhance market reach, customer engagement, and operational efficiency, positioning the Company for comprehensive and sustainable growth across markets.

20. RESEARCH & DEVELOPMENT

Company's R&D Centre has been accredited by the Department of Scientific and Industrial Research, Ministry of Science and Technology, Government of India for decades. The Company is a Pioneer and leader in development of new products and new applications for BOPET Films and Solar Control Window Films, Lidding Films and Paint Protective Film (PPF) for Automobile.

Over the last year, our company has launched colored PPF, Headlight PPF, Spectrally Selective Films, and wide range of Safety and Security Films as part of our innovation and sustainability efforts.

We have received an Indian patent IN 580038 for our newly developed shrink film with a multi-layer structure, having the suitability of recyclability with PET bottles. Nomenclature for this film is "HS COX CPET".

Functioning of R&D Centre

The R&D Centre is well equipped with qualified and experienced technical experts and scientists with adequate lab and measuring equipment/s and pilot scale plant/s to develop application-oriented processes and product developments using the available R&D facility.

21. INFORMATION TECHNOLOGY

- **Digital Transformation:** Implementation of integrated advanced analytics and digital tools to support manufacturing processes and supply chain management integrating with Business applications.
- **Cybersecurity Improvements:** Fundamental Security improvement on cybersecurity space is by enforcing Multi Factor Authentication to critical applications, arranging the Cybersecurity awareness training, ensuring mitigating the critical Audit Observations, improved the data security measures by encryption of data.
- **Customer Engagement:** Development of digital platforms to improve customer interactions and service delivery.
- **Enterprise Resource Planning (ERP):** Upgradation of ERP systems to integrate various business functions and improve decision-making processes.
- **Digital Collaboration:** Utilization of digital platforms to facilitate collaboration across global teams and streamline project management.
- **IT Infrastructure Enhancement:** Upgrading IT infrastructure to support scalability and ensure robust data management.

22. AWARDS AND RECOGNITIONS

During the year, the Company won

1. India Green Manufacturing Challenge – Gold Awards in the month of December 2025 for Waluj Plant from M/s. International Research Institute of Manufacturing.
2. The Film Plant, Waluj has been honored with the National Safety Council Award for Outstanding Safety Performance in the month of November 2025.
3. Greenpro Certification – Given by Indian Green building Council
4. Only company to have Certified by GRIHA council for Architectural Films – Given by Ministry of Renewable energy
5. US Skin cancer foundation certificate
6. DNB award – Wealth Creator Award
7. Top Exporter award from PLEXCONCIL

23. HUMAN RESOURCE DEVELOPMENT

Our company's Human resource team is well aligned with Company's Vision, Mission, Strategy, Goals & Objectives and has facilitated interventions to Build High Performance Organization by Strengthening our Competitiveness, Capacity, Competence & Culture. We strive to be the best in People Management & Community Engagement Practices within the Industry.

During the year, Company's Human Resources Team has proficiently worked upon various Talent Management Programs to Acquire, Develop & Retain the Right Talent. It has enabled us building strong chain of Leadership through Internal Succession Planning process and by onboarding competent leaders from similar as well as diverse domains.

Our Talent Development approach is holistic and covers Technical, Functional, Safety, Behavioral and Leadership Development Interventions. During the year we invested over 1641 man-days in total with more focus on Experiential Learning like On-The-Job training, Health & Safety Mindset, Cross-Functional working exposure. Our Learning & Development strategy aim to remain Competitive in the context of our Products, Processes & People.

At GHFL, we prioritize the well-being of our employees. Throughout the year, we've implemented initiatives to support their physical, mental, and emotional health. This includes expanded mental health support, flexible work arrangements, onsite wellness programs, and financial wellness resources. Our goal is to create a supportive work environment where employees can thrive both personally and professionally.

Our Culture & People Value System of "Caring, Sharing, Trust and Respect" was well reflected in various HR Interventions during the year. We encouraged open dialogue & communication across all levels of the organization and have fostered a Customer-Oriented, Performance-Driven work environment. We empowered our people to apply innovation & creativity while delivering their best to the common goal. Rewards & Recognition from the Top Management has further enhanced the motivation & commitment level of employees to contribute their best.

Making a positive impact goes beyond our business goals. At GHFL, we are committed to giving back to our communities. Throughout the year, GHFL family has actively contributed towards this noble cause by enabling development in key areas of our society, contributed to charitable causes, and championed sustainability initiatives. These efforts reflect our dedication to being responsible corporate citizens and contributing to the greater good.

This is reflected in our Retention Rate of 95.7% with Voluntary Attrition Rate of 4.3% during the year.

24. INDUSTRIAL RELATIONS

The relations between the Employees and the Management remained cordial during the year under review. The Directors wish to place on record their appreciation of the contribution made by the Employees at all levels.

Harmonious Industrial Relations has always been a key strength of our organization.

Open Communication Channel has given a voice to every single employee to express up to the level of Top Management.

Respect to diversified categories of workforce, uniformity in welfare interventions and one-to-one connect between employees with their managers has been instrumental in providing Happy, Inclusive & Harmonious work environment to our people.

25. MANUFACTURING AND QUALITY INITIATIVES

The Company has adopted an integrated Quality Management System that encompasses Total Quality Management (TQM), Total Productive Maintenance (TPM), Lean Manufacturing, and Six Sigma methodologies. To ensure the effectiveness of these systems, external professionals are regularly engaged to conduct audits and provide independent evaluations.

In line with our commitment to excellence and sustainability, the Company recently received GreenPro certification, along with Sun Film certifications - NFRC showcasing higher benchmarks when compared to peers. Additionally, now our products also comply with ASTM standards across both sun control and safety categories.

These achievements show our commitment towards delivering superior quality solutions that prioritize customer satisfaction and environmental responsibility.

26. SAFETY, HEALTH & ENVIRONMENTAL PROTECTION

Being a Responsible Corporate Citizen, your Company has regularly undertaken various initiatives for the continual improvement in Health, Safety and Environment (HSE) at the works and surrounding areas. We are committed to provide safety and healthy workplace for all inside the factory. We have been helping the neighborhood with our HSE expertise every now and then. This has been well recognized by the local and government authorities.

Some of the prominent regular activities include–Safety audits of Thermic Fluid system and Electrical System by external expertise, HAZOP study of the process, Internal Safety survey of Plants, Field Safety round, monthly Safety review meetings, EMS review, training and periodical HSE inspections, schemes on the efficient usage of energy and the conservation of natural resources, activities for the enhancement of employee participation in HSE, emergency mock drills and the support in emergency management operations at public places. The safety performance is reviewed on monthly basis by the management safety committee involving all departments and their in-charges. Various initiatives like provision of centralised fire detection, expansion of fire water network, provision of fire sprinkler systems, fire detection systems have been completed to deal with any emergency inside the plant. Various technological interventions like online incident reporting system, online safety observations systems have been put in place to increase visibility of safety efforts.

The Company has developed green belt (increased from 30% to 36% of open land) also developed in-house nursery to have sapling inhouse for new plantation. New equipment and upgrade of effluent treatment facility have helped us in improving our environment management standards. We have recently created facilities for water conservation and created a farm pond inside the plant for conserving rainwater up to 5000 cubic meters.

The company has implemented extended producer responsibility (EPR) for plastic packing as per CPCB guidelines and complying to all the EPR guidelines.

The company has implemented various digitization projects to reach out to everyone and make safety and health a real grassroots movement.

The Company is a recipient of various safety laurels from the Regulatory Authorities at the National & State level (DG-FASALI) Govt. of India and National Safety Council- Maharashtra Chapter as stated above during the year. Security system has been upgraded, like awareness training, and evacuation drills to meet the new challenges. A central CCTV control room has been set up. New fire engines added in the fleet have enhanced the existing emergency preparedness. Our fire Engines have played a major role in maintaining safety and fighting fires in the local vicinity where the manufacturing plants are situated as mutual aid agreements.

27. UNCLAIMED DIVIDEND AND SHARES

The Company is in compliance with provisions of Section 125 of the Companies Act 2013, along with relevant applicable rules and circulars issued therein from time to time by the Ministry of Corporate Affairs.

During the year, the Company has transferred an amount of ₹ 7.43 Lakhs dividends for the FY 2017-18 and 17,955 shares with respect to said dividend, which have remained unpaid or unclaimed for a period of 7 (seven) years, to IEPF Authority.

A detailed disclosure with regard to the IEPF related activities during the year under review forms part of the report on Corporate Governance.

During the year, as per the directive of IEPFA, the Company has initiated the 100 Days' Campaign, "Saksham Niveshak" and for the same Notice through Newspaper Publications were issued by the Company as part of the aforesaid campaign. The said Notice has also been placed on the website of the Company www.garwarehitechfilms.com. After end of year, the Company has also initiated the Second 100 Days' Campaign, "Saksham Niveshak", as per the directive of IEPFA.

28. NODAL OFFICER

Mr. Awaneesh Srivastava, President - Company Secretary & Legal acts as the Nodal Officer for the purpose of verification of claims filed with the Company in terms of IEPF Rules and for co-ordination with the IEPF Authority. The said details are also available on the website of the Company www.garwarehitechfilms.com.

29. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION AND OTHER DETAILS

The Company's policy on Directors' appointment and remuneration and other matters provided in Section 178(3) of the Act has been disclosed in the corporate governance report, which forms part of the Directors' Report.

The said Policy of the Company, inter alia, provides that the Nomination and Remuneration Committee shall formulate the criteria for appointment & re-appointment of Directors on the Board of the Company and persons holding Senior Management positions in the Company, including their remuneration and other matters as provided under Section 178 of the Act and Listing Regulations.

The Policy is also available on the website of the Company www.garwarehitechfilms.com/investor-desk/policies-of-company.

30. INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has an Internal Control System commensurate with the size, scale and complexity of its operations and well documented procedures for various processes which are periodically reviewed for changes warranted due to business needs. The Internal Auditor continuously monitors the efficiency of the internal controls / compliance with the objective of providing to Audit Committee and the Board of Directors, an independent, objective and reasonable assurance of the adequacy and effectiveness of the organization's risk management, control and governance processes. This system of internal control facilitates effective compliance of Section 138 of the Act and the Listing Regulations.

To maintain its objectivity and independence, the Internal Auditor reports to the Chairman of the Audit Committee. The Internal Auditor monitors and evaluates the efficiency and adequacy of the internal control system with reference to the Internal Financial Control.

Based on the report of internal auditor, process owners undertake corrective actions in their respective areas and thereby strengthen the controls. Significant audit observations and corrective actions thereon are presented to the Audit Committee. During the year under review, no reportable material weakness in the operation was observed. Regular audit and review processes ensure that such systems are reinforced on an ongoing basis.

31. AUDITORS AND THEIR REPORTS

A. Statutory Auditors

At the 67th Annual General meeting (AGM), the members of the Company have appointed M/s. V Sankar Aiyer & Co. (FRN: 109208W), Chartered Accountants, as Statutory Auditors of the Company for a period of 5 years, until the conclusion of the 72nd Annual General Meeting of the Company.

Further, the members of the Company at 68th Annual General Meeting, have approved the appointment of M/s J.H. Mehta & Co., Chartered Accountants (Firm Registration No. 106227W), as Joint Statutory Auditors of the Company for a period of 3 years, in place of retiring Joint Statutory Auditors of the Company namely M/s Kirtane Pandit & Co, Chartered Accountants (Firm Registration No. 105215W/W10057), whose term completed/ended at the conclusion of the 68th Annual General Meeting ("AGM") of the Company, M/s J.H. Mehta & Co., Chartered Accountants, joint statutory Auditor is completing their tenure at the conclusion of the 71st Annual General Meeting (AGM).

The Auditor's Report on the Standalone and Consolidated Financial Statements of the Company for the Financial Year 2025-26 as submitted by the Statutory Auditors of the Company did not contain any qualifications, reservations, adverse remarks or disclaimer. The Notes on the Financial Statement referred to in the Auditors' Report are self-explanatory and do not call for any further comments.

There have been no instances of fraud reported by the Auditors under Section 143(12) of the Act and Rules framed thereunder either to the Company or to the Central Government.

B. Internal Auditor

Pursuant to the provisions of Section 138 of the Companies Act, 2013 and on the recommendation of the Audit Committee M/s. Deloitte Touche Tohmatsu India, LLP, Chartered Accountants were appointed as Internal Auditors of the Company.

C. Cost Auditor

As per the requirement of central government and pursuant to Section 148 of the Companies Act, 2013 read with The Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, M/s. B. R. Chandak & Co., Cost Accountants (Firm Registration No. 100380), Chhatrapati Sambhajinagar (Aurangabad) was re-appointed as Cost Auditors to conduct the audit of the cost records of the Company for the financial year ended March 31, 2026. The Cost Audit Report for the financial year 2025-26 will be submitted to the Central Government within the prescribed timelines.

The Board of Directors on the recommendation of the Audit Committee, has re-appointed M/s. B. R. Chandak & Co., Cost Accountants (Firm Registration No. 100380), Chhatrapati Sambhajinagar (Aurangabad) as Cost Auditors to conduct the audit of the cost records of the Company for the financial year ending 31st March, 2027, subject to ratification of the remuneration by the Members of the Company at ensuing 69th Annual General Meeting of the Company.

D. Secretarial Auditor

Pursuant to Section 204 of the Act read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has obtained the Secretarial Audit Report for the financial year ended March 31, 2026 from M/s. Manish Ghia & Associates, Company Secretaries, Practicing Company Secretaries, Mumbai and it is annexed as **"Annexure IV"** to this Report.

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

At the 68th Annual General meeting (AGM), the members of the Company have appointed M/s Manish Ghia & Associates, (M. No 6252 CP 3531), Practicing Company Secretaries, as Secretarial Auditors of the Company for a period of five (5) consecutive years from FY 2025-26 to FY 2029-30.

E. Secretarial Standards

During the year 2025-26, the Company has complied with applicable Secretarial Standards issued by the Institute of the Company Secretaries of India.

32. COMPLIANCE MANAGEMENT

The company has in place a comprehensive and robust legal compliance management digital tool, which is devised to ensure compliance with all the applicable laws.

33. RISK MANAGEMENT

The Board of Directors of the Company has formed a risk management committee to frame, implement and monitor the risk management plan for the Company. The committee is responsible for reviewing the risk management plan and ensuring its effectiveness. The Board has laid down a Risk Management Policy and has also established a dedicated Risk Management Committee, governed by the Board of Directors, to make persistent efforts for identifying various types of risks, laying mitigation measures, monitoring, and defining future action plan. The audit committee has additional oversight in the area of financial risks and controls. Geo-political situations in middle east and eastern Europe further forced global businesses to revisit their operations, delivery, supply chains and contractual aspects. Operating in an uncertain and ever-changing environment, our Company's robust enterprise risk management framework aids in ensuring the strategic objectives are achieved. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis.

The development and implementation of risk management policy has been covered in the management discussion and analysis, which forms part of this report.

34. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

The particulars of loans, guarantees and investments have been disclosed in the financial statements.

35. RELATED PARTY TRANSACTIONS (RPTS')

All the transactions entered with related parties during the financial year were on arm's length basis in the ordinary course of business. The Audit Committee had granted omnibus approval for the transactions (which are repetitive in nature) and the same were reviewed and approved by the Board.

There were no significant material transactions with related parties during the financial year 2025-26 which were in conflict with the interest of the Company. The Directors would like to draw the attention of the members to Note No. 30 to the financial statement which sets out related party disclosure.

The Policy on Related Party Transactions is available on the Company's website at www.garwarehitechfilms.com/investor-desk/policies-of-company.

Pursuant to the provision of Section 134(3)(h) of the Act, Form AOC-2 is not applicable to the Company.

36. CORPORATE SOCIAL RESPONSIBILITY

The expenditure on Corporate Social Responsibility (CSR) incurred by your Company during the financial year 2025-26 was ₹ 5.53 Crores, of which ₹ 5.32 Crores (2% of the average net profits of last three financial years) was spent towards obligatory CSR of the Company and an amount of ₹ 0.21 Crore was voluntarily spent on CSR activities. The detailed report on the CSR activities is annexed as **"Annexure I"** and forms part of this Report.

The CSR initiatives of your Company were under the thrust areas of health & hygiene, education, old age home for disabled people and Rehabilitation of Distressed / Depressed people.

The constitution of the CSR Committee and its terms of reference are more particularly stated in the Corporate Governance Report which forms a part of this Report. CSR Policy of the Company is available on the website of the Company at www.garwarehitechfilms.com.

37. ANNUAL RETURN

As per provisions of Section 92 (3) and 134(3)(a) of the Act read with Rule 12 of the Companies (Management and Administration) Rules, 2014 as amended from time to time, the copy of the Annual Return in the Form MGT-7 is hosted on website of your Company at: https://www.garwarehitechfilms.com/investor-desk/annual-reports-and-returns.

38. PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES

During the year, 4 Directors (1 director was part of the year) & 4 Employees (1 employee was for part of the year) were in receipt of remuneration of ₹ 1.02 Crore per annum or more amounting to ₹ 31.95 Crores out of which two directors were relative(s) of Dr. Shashikant B. Garware Chairman & Managing Director of the Company. During the year, the Company had 1036 (Previous Year 947) permanent employees. The information required under Section 197(12) of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 for the year ended March 31, 2026, is given in a separate "Annexure II" to this Report.

39. PREVENTION OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE

Pursuant to the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, during the year under review, there were no cases filed and there were no Complaint received. The Company has constituted the Internal Complaint Committee under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

The Company has zero tolerance towards sexual harassment at workplace and has adopted a policy to abide by letter and spirit requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules made thereunder. The Company has Internal Complaints Committee (ICC) to redress the complaints of sexual harassment. During the year, Company has not received any complaint of sexual harassment.

Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

Number of complaints filed during the financial year	Nil
Number of complaints disposed of during the financial year	Nil
Number of complaints pending for more than 90 days	Nil

40. CORPORATE GOVERNANCE & MANAGEMENT DISCUSSION AND ANALYSIS REPORTS

The Company has implemented procedures and adopted practices in conformity with the code of Corporate Governance under Listing Regulations. The Company has implemented Code of Conduct for all its Executive Directors and Senior Management Personnel, Non-Executive Non-Independent Directors and Independent Directors, who have affirmed compliance thereto. The said Codes of Conduct have been posted on the website of the Company. The Management Discussion and Analysis Report and Corporate Governance Report, appearing elsewhere in this Annual Report, forms part of the Board's Report. A certificate from the Practicing Company Secretary of the Company certifying the compliance of conditions of Corporate Governance is also annexed hereto.

41. VIGIL MECHANISM/ WHISTLE-BLOWER POLICY

The Vigil Mechanism of the Company, which aligns whistle-blower policy in terms of the Listing regulations. Protected disclosures can be made by a whistle-blower through an e-mail, or dedicated telephone line or a letter to the Chairman of the Audit Committee. No complaints were received under whistle-blower mechanism during the year under review.

The Policy on vigil mechanism and whistle-blower policy is available on the Company's website at the www.garwarehitechfilms.com.

42. DEPOSITS / LOANS FROM DIRECTORS

The Company has not accepted any deposits from public and as such, no amount on account of principal or interest in deposits from public was outstanding as on the date of the balance sheet. Further, your Company has not accepted any deposit or any loan from the directors during the year under review.

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

The particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under the Act, are provided in **"Annexure III"** to this Report.

44. COMPLIANCE ON MATERNITY BENEFIT ACT, 1961

The Company has complied with the applicable provisions of Maternity Benefit Act, 1961 for female employees of the Company with respect to leaves and maternity benefits thereunder.

45. SIGNIFICANT AND MATERIAL ORDERS

During the year under review, no significant / material orders were passed by the regulators or the Courts or the Tribunals impacting the going concern status and the Company's operations in future.

46. BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT

In Compliance with Regulation 34 of the Listing Regulations, Business Responsibility and Sustainability Report is attached and is a part of this Annual Report as set out in **"Annexure V"** of this report.

47. THE DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016)

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

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

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

49. ACKNOWLEDGEMENTS

The Directors wish to place on record their appreciation for the wholehearted co-operation received by the Company from the various departments of the Central & State Governments, Company's Bankers and Financial & Investment Institutions during the period under review.

For and on behalf of the Board of Directors

Dr. Shashikant B. Garware
Chairman & Managing Director
DIN: 00943822

Place: Mumbai
Date: May 06, 2026

Annexure - I

THE ANNUAL REPORT ON CSR ACTIVITIES

1. **Brief outline on CSR Policy of the Company:**

Corporate social responsibility of the Company is aligned with 'Garware' tradition of creating wealth in the community with focus on Art, Culture, Sports, health, education and safety.

The management believes in the famous saying that, 'If you want to walk fast, walk alone. But if you want to walk far, walk together'.

2. **Composition of CSR Committee:**

Name of Members	Category	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
Dr. Manoj K. Sonawala	Chairman of the Committee / Independent Director	2	2
Mr. Mohan S. Adsul*	Member / Executive Director	2	2
Ms. Devanshi H. Nanavati	Member /Independent Director	2	2
Mr. Uday V. Joshi#	Member / Executive Director	-	-

*Ceased as member of the Committee, w.e.f. January 31, 2026.

#Appointed as a member of Committee w.e.f. February 01, 2026.

The committee was re-constituted w.e.f. February 01, 2026.

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

https://www.garwarehitechfilms.com

4. **Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report):**

- Not Applicable

5. **Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any:**

- NIL

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Crore)	Amount required to be set-off for the financial year, if any (in Crore)
NIL			

6. **Average net profit of the company as per section 135(5):** ₹ 265.87 Crores

7. (a) **Two percent of average net profit of the company as per section 135(5):** ₹ 5.32 Crores

   (b) **Surplus arising out of the CSR projects, programmes, or activities of the previous financial years:** NIL

   (c) **Amount required to be set off for the financial year, if any:** NIL

   (d) **Total CSR obligation for the financial year (7a+7b-7c):** ₹ 5.32 Crores

8. (a) **CSR amount spent or unspent for the financial year:**

Total Amount Spent for the Financial Year (in Crores)	Amount Unspent (in ₹)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
5.53	-	-	-	-	-

(b) Details of CSR amount spent against ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local area (Yes/ No)	Location of the project		Project duration	Amount allocated for the project (in ₹)	Amount spent in the current financial Year (in ₹)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in ₹)	Mode of Implementation - Direct (Yes/ No)	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration number
	NIL											

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act	Local area (Yes/ No)	Location of the project		Amount spent for the project (in ₹ Crore)	Mode of imple-mentation - Direct (Yes/No)	Mode of implementation - Through implementing agency	
				State	District			Name	CSR registration number
1.	Promoting Health Care	Promoting health care including preventive health care	Yes	Maharashtra, Delhi	Mumbai, Chhatrapati sambhajinagar, Sangli, Pune, Delhi	0.24	No	Garware Charitable Trust	CSR00001976
2.	Promotion of Education	Promoting Education				1.17	No	Garware Charitable Trust	CSR00001976
3.	Promotion / Awareness of Road Safety	Promoting Education				1.71	No	Garware Charitable Trust	CSR00001976
4.	Promoting gender Equality and Empowering Women	Promoting gender equality				0.37	No	Garware Charitable Trust	CSR00001976
5.	Promoting national culture and Cultural Heritage	Protection of national heritage, art and culture				1.50	No	Garware Charitable Trust	CSR00001976
6	Inclusive care and home / shelter for the destitute and old age	Setting up old age homes, day care centres and such other facilities				0.39	No	Garware Charitable Trust	CSR00001976
7.	Fencing the river and maintaining quality of water and providing drinking water	Conservation of natural resources and maintaining quality of water				0.12	No	Garware Charitable Trust	CSR00001976
8.	Maintaining quality of water and providing drinking water	Conservation of natural resources and maintaining quality of water				0.03	Yes	-	-
Total						**5.53**			

(d) Amount spent in Administrative Overheads: - NIL

(e) Amount spent on Impact Assessment, if applicable: - Not Applicable

(f) Total amount spent for the Financial Year (8b+8c+8d+8e) : ₹ 5.53 Crores

(g) Excess amount for set off, if any

Sl. No.	Particular	Amount (₹ in Crores)
(i)	Two percent of average net profit of the company as per section 135(5)	5.32
(ii)	Total amount spent for the Financial Year	5.53
(iii)	Excess amount spent for the financial year [(ii)-(i)]	0.21
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	0.00
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	0.00

(h) Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in ₹)	Amount spent in the reporting Financial Year (in ₹)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in ₹)
				Name of the Fund	Amount (in ₹)	Date of transfer	
1.	Not Applicable						

(i) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID	Name of the Project	Financial Year in which the project was commenced	Project duration	Total amount allocated for the project (in ₹)	Amount spent on the project in the reporting Financial Year (in ₹)	Cumulative amount spent at the end of report ing Financial Year (in ₹)	Status of the project Completed / Ongoing
1	Not Applicable							

9. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year: Not Applicable

(Asset-wise details)

a) Date of creation or acquisition of the capital asset(s).

b) Amount of CSR spent for creation or acquisition of capital asset.

c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.

d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).

10. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): Not Applicable

Place: Mumbai
Date: May 06, 2026

Dr. Shashikant B. Garware
Chairman and Managing Director
DIN: 00943822

Dr. Manoj K. Sonawala
Chairman of CSR Committee
DIN: 00235168

Annexure - II

Information required under Section 197 of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

PART A

A. Ratio of remuneration of each Director to the median remuneration of all the employees of your company for the Financial Year 2025-26 are as follow

Name of Director(s)	Designation / Category	Total Remuneration ₹ in Lakhs (p.a.)	Ratio of remuneration of director to the Median remuneration
Dr. Shashikant B. Garware	Chairman and Managing Director	1,531.63	243.12
Ms. Monika Garware	Vice Chairperson & Jt. Managing Director	1,405.06	223.03
Mrs. Sarita Garware Ramsay	Jt. Managing Director	1,060.70	168.37
Ms. Sonia Garware	Non-Executive & Non-Independent Director	1.50	0.24
Mr. Mohan S. Adsul*	Whole Time Director (Director Technical) (upto 31.01.2026)	146.73	23.29
Mr. Uday V. Joshi*	Whole Time Director (from 01.02.2026)	15.68	2.49
Mr. Vivekanand H. Kamath	Non-Executive & Independent Director	5.08	0.81
Ms. Devanshi H. Nanavati	Non-Executive & Independent Director	2.80	0.44
Mr. Deepak N. Chawla	Non-Executive & Independent Director	2.60	0.41
Dr. Manoj K. Sonawala	Non-Executive & Independent Director	4.30	0.68
Dr. Nayan J. Rawal	Non-Executive & Independent Director	5.18	0.82
Mr. Chirag H. Doshi	Non-Executive & Independent Director	3.70	0.59

* part of the year.

Median remuneration of the Company for all its employees is ₹ 6.30 Lakhs p.a. for the Financial Year 2025-26.

B. Details of percentage increase in the remuneration of Executive Directors, Chief Financial Officer and Company Secretary in the financial year 2025-26 are as follows

Name	Designation / Category	Remuneration@ ₹ In Lakhs		Increase (in%)
		2025-26	2024-25	
Dr. Shashikant B. Garware	Chairman and Managing Director	1,531.63	1,414.23	8.30
Ms. Monika Garware	Vice Chairperson & Jt. Managing Director	1,405.06	1,300.34	8.05
Mrs. Sarita Garware Ramsay	Jt. Managing Director	1,060.70	988.59	7.29
Ms. Sonia Garware	Non-Executive & Non-Independent Director	1.50	1.25	20.00
Mr. Mohan S. Adsul	Whole-Time Director (Director Technical) (ceased from 31/01/2026)	146.73	171.30	#
Mr. Uday V. Joshi	Whole-Time Director (Appointed from 01/02/2026)	15.68	-	#
Mr. Vivekanand H. Kamath	Non-Executive & Independent Director	5.08	4.60	10.43
Ms. Devanshi H. Nanavati	Non-Executive & Independent Director	2.80	2.35	19.15
Mr. Deepak N. Chawla	Non-Executive & Independent Director	2.60	2.35	10.64
Dr. Nayan J. Rawal	Non-Executive & Independent Director	5.18	4.70	10.21
Dr. Manoj K. Sonawala	Non-Executive & Independent Director	4.30	3.40	26.47
Mr. Chirag H. Doshi	Non-Executive & Independent Director (Appointed w.e.f. 01/09/2024)	3.70	1.80	#
Mr. Nilesh R. Doshi	Non-Executive & Independent Director (ceased w.e.f. 31/10/2024)	-	1.00	#
Mr. Awaneesh K. Srivastava	Company Secretary	112.08*	99.84	12.27
Mr. Abhishek V. Agrawal	Chief Financial Officer (Appointed w.e.f.16/08/2024)	117.08	58.95	#
Mr. Pradeep K. Mehta	Chief Financial Officer (Ceased w.e.f.14/08/2024)	-	32.53	#

@Remuneration includes commission, wherever applicable

#since the remuneration is only for part of the year so % increase in remuneration is not comparable and hence not stated.

*Includes leave encashment availed during the year

C. **Percentage increase in the median remuneration of all employees in the Financial Year 2025-26:**

Particulars	2025-26 ₹ In Lakhs	2024-25 ₹ In Lakhs	Increase (in%)
Median remuneration of all employees per annum	**6.30**	6.01	4.83

D. **The number of permanent employees on the rolls of the Company: 1036**

E. **Comparison of average percentage increase in salary of employees other than key managerial personnel and the percentage increase in the key managerial remuneration:**

Particulars	2025-26 ₹ In Lakhs	2024-25 ₹ In Lakhs	Increase (Decrease) %
Salary of all employees (other than Key Managerial Personnel)	11,642.04	10877.22	7.03
Key Managerial Personnel			
Salary of MD, Jt.MD & WTD*	4,159.80	3874.46	7.36
Salary of CFO & CS	229.16	191.32	19.78

The increase in remuneration of employees other than the managerial personnel is in line with the increase in remuneration of managerial personnel.

*Salary includes Commission.

F. **Key parameters for the variable component of remuneration paid to the Directors:**

The key parameters for the variable component of remuneration to the Directors are decided by the Nomination and Remuneration Committee in accordance with the principles laid down in the Nomination and Remuneration Policy.

G. **Affirmation that the remuneration is as per the Nomination and Remuneration Policy of your Company:** It is affirmed that the remuneration paid to the Directors, Key Managerial Personnel and senior management is as per the Nomination and Remuneration Policy of your Company.

PART B.

The statement containing names and other particulars of employees as per Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 forms part of this report. The Annual Report is being sent to all the Members of the Company excluding the aforesaid statement. Any Member interested in obtaining a copy of the same may write to the Company Secretary and same will be provided free of cost to the Member.

Annexure - III

A. CONSERVATION OF ENERGY

Our Company has always focused on energy conservation and also strived to improve efficiency. Studies are conducted on regular basis to analyze quantitative energy consumption pattern and to find ways and means to improve efficiency.

We have executed a modernization program and carried out upgradation of the critical equipment in plant. This will ensure uninterrupted service and efficient operations.

Following successful energy conservation efforts were made during the period under review-

Total 13 Energy projects were completed in view of Energy cost reduction in Waluj & Chikalthana Complex in the Year 2025-26 for IPD. as given below:

Waluj Complex (Summary of Major Projects)

Industrial Product Division (IPD):

- Producer Gas plant Savings ₹ 0.50 Crore per Month started.
- Solar project : Roof Top Solar system started from December 2025 and saving achieved till March 2026 = 25,467 KWH and ₹ 0.02 Crore.
- BIO PAQ Reactor gas utilization at ETP:

  Status : Installation was scheduled for completion by the end of April 2026. Approx. Savings will be ₹ 0.40 Crore/P.A.
- Transforming Low energy efficient motor into High energy efficient motor (WIP).
- ENCON Energy Saving at Line 5 Chill roll cooling Water by CLCT @₹ 0.08 Crore / Month.
- Line 5 Main Extruder Filter pre-heating by Hot oil Heating station – ₹ 0.01 Crore / Month

Chikalthana complex (Summary of Major Projects)

New Energy Savings Projects:

- New 170 TR Chiller installation done. Approx. Savings ₹ 0.36 Crore Per Annum.
- Line 1 process new AHU Installation – Savings started ₹ 0.23 Crore Per Annum.
- Line 1, LR-4 PHE Installation instead of running LR-4 Chiller taken in line in March 2026. Approx. Savings ₹ 0.12 Crore Per Annum.

Consumer Product Division (CPD)

- The oil preheater in the thermic fluid system has been converted from electric heating to steam heating, leading to a reduction in electrical energy usage.
- Conventional electric motors have been replaced with energy-efficient motors, contributing to lower power consumption and improved operational reliability.
- Belt-driven fans in Air Handling Units (AHUs) have been replaced with premium efficiency EC fans, resulting in reduced transmission losses and better energy performance.
- A new dedicated LPG-fired thermic fluid system has been installed, replacing the earlier LSHS fuel-based heater. This transition enhances combustion efficiency and reduces environmental impact.

B. TECHNOLOGY ABSORPTION- RESEARCH AND DEVELOPMENT (R & D)

Company's R&D Centre is accredited by the Department of Scientific and Industrial Research, Ministry of Science and Technology, Government of India, and is engaged in research on new applications and development of new products, improvement of manufacturing processes and debottlenecking activities. Your Company's thrust on R&D activities has paid rich dividends. New formulation and process development is done on PPF components and specialty coatings for Lidding application.

1. Specific areas in which R & D carried out by the Company.

IPD

a. Matte Shrink Film development for matte finish shrink label for aesthetic look after shrinking with Matte effect.

b. Shrink-fit shrink film development for thermally sensitive containers to have shrink ability at lower temperature.

c. Electrical insulation grade film with improved surface properties development.

d. Association of Plastic Recyclers Approval obtained for HS-COX CPET shrink film for label applications having recyclability with r-PET containers.

e. Metallized Lidding Film for Dairy Application : Developed as per market requirement.

CPD

f. We develop exterior bird-friendly window films approved by the American Bird Conservancy, engineered to prevent bird collisions by making glass surfaces visible to birds while maintaining clear views for human.

g. The next generation PPF featuring a proprietary cold-climate coating, this film triggers rapid self-healing at just 20°C, maintaining a flawless finish in conditions where standard films fail.

h. We develop spectrally selective SSF laminate films in 72” width for exterior application that combine high solar energy rejection with desired visible light transmittance for optimal climate control in Architectural application.

i. High-performance UV-printable window films, engineered in 2-mil and 3-mil thickness for architectural applications.

j. Introduced range of Surface protection films for Architectural Applications such as Granite & Marble surfaces, Acrylic surfaces, Glass surfaces, Metal & Stainless-Steel surfaces, These films are known for Quick and Easy to apply, Provides long-term surface protection without altering the original look, Retains aesthetic appeal while ensuring maximum protection.

k. Printable Paint Protection Film (Printable PPF) is an advanced Thermoplastic Polyurethane (TPU)-based film designed to combine high-definition digital printability with long-term surface protection. This system enables custom graphics while delivering superior durability, self-healing performance, and resistance to environmental damage. It’s multi layered structure ensures that printed graphics remain vibrant while being protected from scratches, UV exposure, chemicals, and weathering. Printable PPF is widely used in automotive restyling, branding, and paint protection applications, offering both aesthetic flexibility and functional performance.

l. Engineered premium Color Paint Protection Films (PPF) that redefine automotive style. Color PPF integrates vibrant pigments like Red, Blue, Yellow, and Green and inorganic sparkling particles directly into the film’s architecture. This specialized multi-layer construction delivers a high-luster, long-lasting finish that dramatically elevates your vehicle’s presence.

2. Benefit derived as result of the above R & D

Cost-effective, value-added products developed and established.

3. Expenditure on R & D / Product Development

(₹ in Crores)

Expenditure on R & D / Product Development	**Amount**
Capital (Excl. CWIP)	**4.55**
Recurring	**6.05**
Total	**10.60**

Total R & D expenditure as a percentage to total turnover 0.54%

4. Technology absorption, adaptation and innovation

IPD

1. Efforts made towards technology absorption, adaptation, and innovation:
   a) Shrink-fit film establishment on Production Line.
   b) Lidding film PSAF establishment with consistent properties, handling properties seal-peel properties.
   c) Lidding film sealable and peelable for with high seal strength.

CPD

d) Successfully integrated the use of pre-formulated durable UV- curable, scratch-resistant coatings onto pretreated PET film surfaces specifically for front windshield applications.

e) Established a process for synthesizing in-house acrylic pressure-sensitive adhesives (PSA) for paint protection film (PPF) applications.

f) Established a production process for 75-micron matte release liners specifically designed for paint protection film (PPF) applications.

g) Established a production process for 50-micron silicon protection film for paint protection film (PPF) applications.

2. Benefits derived because of above efforts.

   Cost-effective, value-added products developed and established.

3. Technology imported during the last five years: Nil

(C) FOREIGN EXCHANGE EARNINGS AND OUTGO:

I. Activities relating to exports, initiatives taken to increase export markets for products and services and export plans.

   1. The export marketing activities are being consolidated to maintain the share of exports in total production. New markets are being explored.
   2. Constant endeavor is being made to establish the products in specific overseas regional markets and to accomplish the same, individuals with knowledge and experience of these markets are appointed to service the customers.
   3. The Company has established marketing outfits in USA and UK.

II. **Total Foreign Exchange used and earned**

		(₹ in Crores)
Used	:	508.23
Earned (FOB Basis)	:	1362.78

Place: Mumbai
Date: May 06, 2026

For and on behalf of the Board of Directors

Dr. Shashikant B. Garware
Chairman & Managing Director
DIN: 00943822

Annexure - IV

FORM NO. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2026

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
GARWARE HI-TECH FILMS LIMITED
Naigaon, Post – Waluj
Chhatrapati Sambhajinagar
Maharashtra – 431133.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Garware Hi-Tech Films Limited (CIN: L10889MH1957PLC010889)** and having its registered office at Naigaon, Post - Waluj, Chhatrapati Sambhajinagar, Maharashtra – 431133 (hereinafter called 'the Company'). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2026 ('Review Period') complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

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

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

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

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

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

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

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

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

   (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 **(Not applicable to the Company during the audit period)**;

   (d) 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)**;

   (e) 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)**;

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

   (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 **(Not applicable to the Company during the audit period)**;

   (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 **(Not applicable to the Company during the audit period)**; and

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

(vi) There are no laws that are specifically applicable to the company based on their sector/industry.

We have also examined compliance with the applicable clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India;

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

We further report that

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

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

Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes. However, in the minutes of the meetings of Board and its Committees for the period under review, no dissents were noted and hence we have no reason to believe that decisions by the Board were not approved by all the directors present.

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

We further report that during the audit period:

1. the Members vide special resolution passed at the Sixty Eighth Annual General Meeting held on September 24, 2025 granted the approval for alteration of the object clause of the Memorandum of Association of the Company;

2. M/s. J. H. Mehta & Co., Chartered Accountants (Firm Registration No. 106227W) were appointed as Joint Statutory Auditors of the Company vide ordinary resolution passed at the 68th Annual General Meeting (AGM) for a period of three consecutive years from the conclusion of the said AGM till the conclusion of 71st AGM to be held in the year 2028, in the place of M/s. Kirtane & Pandit LLP, Chartered Accountants (Firm Registration No. 105215W/

W100057) who had completed their tenure in terms of the provisions of Section 139(2) of the Companies Act, 2013;

3. the Board of Directors, at their meeting held on January 22, 2026, accorded approval for the incorporation of a wholly owned subsidiary (WOS) of the Company in Dubai, United Arab Emirates, with an investment of up to AED 40 million, in one or more tranches;

4. the Securities and Exchange Board of India (SEBI) had conducted an investigation in the scrip of the company and for the purpose had obtained extracts of the Structured Digital Database (SDD); based on the scrutiny of the SDD, the SEBI has observed that there are few delayed of entries, entries not recorded in chronological order etc., for which it has issued an advisory vide its letter dated April 08, 2026 advising the Company to have proper checks and balances, and internal controls system in place w.r.t. maintenance of SDD.

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

For Manish Ghia & Associates
Company Secretaries

CS Mannish L. Ghia
Partner
M. No. FCS 6252, C.P. No. 3531
Peer Review No.: - PR 6759/2025
(FRN/Unique ID: P2006MH007100)

Place: Mumbai
Date: May 06, 2026
UDIN: F006252H000271396

'ANNEXURE A'

To,
The Members,
GARWARE HI-TECH FILMS LIMITED
Naigaon, Post – Waluj
Chhatrapati Sambhajinagar – 431133.

Our report of even date is to read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provided a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Book of Accounts of the Company.
4. Where ever required, we have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulation, standards is the responsibility of management. Our examination was limited to the verification of procedures on the test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Manish Ghia & Associates
Company Secretaries

CS Mannish L. Ghia
Partner
M. No. FCS 6252, C.P. No. 3531
Peer Review No.: - PR 6759/2025
(FRN/Unique ID: P2006MH007100)

Place: Mumbai
Date: May 06, 2026
UDIN: F006252H000271396

REPORT ON MANAGEMENT DISCUSSION AND ANALYSIS

1. MACROECONOMIC OVERVIEW AND OUTLOOK

The Global growth in FY2025-26 is moderating. The IMF projects world GDP expansion of about 3.1-3.2% in 2026-27, down from ~3.5% in 2024, with downside risks from the Middle East conflict, rising commodity prices and trade tensions. The global automotive industry rebounded in 2025 (vehicle sales ~100 million units, +4.7%), driven by Asia - China and India leading the growth, and rising EV penetration. This expansion of automotive industry supports demand for GHFL's products (automotive solar control and other protection films).

The domestic window film market is projected to grow ~8.7% CAGR through 2033. These trends bode well for GHFL's product lines of solar control and safety films in real estate (architectural products), high performance PPF in automotive, and specialized shrink and insulating films in industrial sectors.

The global specialty films market is expected to grow in mid single digits (5-7% CAGR), reflecting rising demand in electronics, packaging and solar applications. In India, GDP growth remains robust (~6.3-6.5% in FY2026-27), far outpacing the global rate. Strong domestic consumption, infrastructure spending and "Make in India" incentives are bolstering industrial output.

However, trade headwinds are significant - particularly the phased US import tariffs, supply chain volatility in middle east, and geopolitical tensions creates uncertainty.

2. COMPANY OVERVIEW

Garware Hi-Tech Films Limited (GHFL) is India's leading manufacturer of value-added specialty films, serving the automotive, architectural, industrial and electrical sectors across more than 90 countries. The Company's diversified portfolio comprises **Solar Control Window Films, Automotive Paint Protection Films (PPF), Industrial Shrink & Laminating Films and High-Performance Electrical Insulation Films,** supported by vertically integrated manufacturing, advanced process technologies and strong R&D capabilities. GHFL continues to maintain market leadership across several specialty film segments, including Solar Control Films and Paint Protection Films in India. Over the past decade, the Company has strategically transformed from a commodity films manufacturer into a technology-led specialty films company, with an increasing contribution from premium, value-added consumer and industrial solutions.

FY2025-26 marked another year of resilient performance despite geopolitical uncertainties, tariff-related disruptions in key export markets and supply chain volatility. The Company reported its **highest-ever Revenue of ₹ 2,120 Crores, EBITDA of ₹ 500 Crores** with an **EBITDA margin of 23.6%,** while **Profit After Tax increased to ₹ 338 Crores**, translating into a **PAT margin of 16.0%. Value-Added Products contributed approximately 87% of total revenue**, reflecting the Company's continued focus on differentiated, technology-driven specialty films and premium product offerings.

During the year, the Company further strengthened its long-term growth platform through strategic investments in manufacturing, innovation and customer reach. GHFL's integrated manufacturing platform-covering critical technologies including base films, coatings, adhesives and other key components-provides greater control over product quality, supply chain reliability and innovation, creating a significant competitive advantage in the global specialty films industry.GHFL announced its **largest-ever capital expenditure of ₹ 191 crores** towards a new technologically advanced Sun Control Film production line, while continuing progress on its **TPU backward integration project, expanding its Garware Application Studios (GAS)** network and scaling **Garware Home Solutions** to strengthen its direct-to-consumer presence. Supported by a **debt-free balance sheet** and **cash & liquid investments of ₹ 774 Crores**, the Company remains well positioned to capitalise on long-term opportunities across the global specialty films industry.

Innovation & R&D: GHFL remains focused on product innovation. In FY2026, the company unveiled new products including PDLC films, graphic films, Ceramic coating, and graphene coating. These target new market segments and leverage GHFL's R&D depth. The company holds ~168 trademarks and ~10 patents globally and invests continuously in formulation and process technology. Sustainability is also a key R&D driver for GHFL - introduced more energy efficient processes and recycling schemes (e.g. waste minimizing mono-layer films), and recently achieved CII GreenPro eco certification for its architectural glazing films, increasing its green credentials.

3. INDUSTRY STRUCTURE AND OUTLOOK

The specialty films industry is characterized by high technical barriers, R&D intensity and a mix of global and local competition. Raw materials (primarily PTA/MEG, from crude oil) dominate feed costs. In FY2026, volatile oil prices and supply disruptions (geopolitical tensions) continued to pressure margins. However, demand drivers remain intact: rising vehicle ownership (especially in Asia), stricter energy/safety norms in construction and automotive applications. The US and Europe are major end markets (historically 70-80% of GHFL's exports) however recent policy changes present volatility. Demand is growing in the Middle East, MENA and Africa - markets GHFL is now targeting with dedicated marketing and local distributor support. Domestic demand has strengthened, led by increased construction activity and rising auto production (India's passenger vehicle sales are at record levels). The Architecture, Engineering and Construction sector in India is increasingly specifying premium films for energy savings and safety, which benefits GHFL's product mix.

Notably, GHFL is leveraging India's "Atmanirbhar Bharat" (self-reliance) push: its Solar-control film line, TPU line and PPF lines align with "Make in India" strategies, reducing import dependence for the country.

4. PRODUCT PORTFOLIO

Automotive & Architectural solar control Films:

Solar Control Films remained **GHFL's largest product category**, contributing approximately **50% of FY2026 revenue**, supported by growing global demand for energy-efficient glazing solutions, UV protection and enhanced occupant comfort across automotive and architectural applications. Despite temporary disruptions arising from changes in global trade policies, including tariffs in certain export markets, the Company sustained healthy demand through its differentiated product portfolio, strong customer relationships and diversified geographic presence. During the year, GHFL further strengthened its international footprint by onboarding new distributors in the **U.S. and U.K.,** while expanding its presence across the **Middle East and Africa** through dedicated regional teams. The Company also continued to strengthen its domestic architectural business through **Garware Home Solutions, adding** over seven strategic channel partners during the year, and increased penetration across institutional projects, including airports, railways and hospitality. To support future growth, GHFL announced its **largest-ever capital expenditure of ₹ 191 Crores** towards a new technologically advanced Sun Control Film production line, expected to add approximately **1,200 lakh sq. ft.** of annual capacity while enhancing automation, manufacturing efficiency and production fungibility.

Paint Protection Film:

Paint Protection Films (PPF) continued to be one of GHFL's fastest-growing and high-margin product segments during FY2025-26. To cater to rising global demand, the Company commissioned its **second PPF production line (300 LSF per annum)** in September 2025, doubling its installed capacity to 600 LSF per annum. The expanded capacity, coupled with increasing OEM partnerships, including the onboarding of four large domestic automotive OEMs during the year and growing consumer adoption, strengthens GHFL's ability to serve premium automotive markets across the **U.S., Europe, the Middle East and other international markets**. During the year, the Company further expanded its **Global Application Studios (GAS)** network and enhanced its digital customer engagement platform, strengthening its direct-to-consumer ecosystem. The upcoming **TPU manufacturing facility**, expected to be commissioned in FY2027, will make GHFL **India's first domestic TPU manufacturer**, strengthening backward integration, improving supply chain resilience and supporting the development of next-generation Paint Protection Film solutions. The Company is further strengthening its Paint Protection Film platform through a **₹ 118 Crores investment** in a TPU manufacturing facility, expected to be commissioned by **in the second half of FY 2027**. The project will enhance backward integration, improve supply chain resilience, reduce reliance on imports and support sustainable margin expansion across the PPF business.

Industrial (Shrink, Thermal, Plain) Films:

GHFL manufactures a broad portfolio of industrial BOPET films, including heat shrink films, thermal lamination films, electrical insulation films, release liners, lidding films and plain polyester films for diverse industrial and other applications. The Company has consistently maintained its leadership position as one of India's largest exporters of polyester films and has been honoured with the **Top Exporter Award by PLEXCONCIL** for over three decades. GHFL continues to develop specialised shrink and other value added solutions to meet evolving customer requirements across global markets.

New Product Categories: The Company has also expanded its specialty film portfolio with the introduction of **Graphic Solutions** and **Smart Films (PDLC)**, further broadening its addressable market in architectural segment. These new product categories are expected to support future growth as commercial adoption increases. The upcoming **TPU manufacturing facility** will not only strengthen backward integration for the Paint Protection Film business but also provide a platform for the development of **new high-value specialty products,** with approximately **25% of its capacity earmarked for applications across diverse industries**. This is expected to broaden the Company's addressable market, increase the contribution of value-added products and support long-term margin expansion.

5. EXPORTS MARKET:

Exports remain the cornerstone of GHFL's business, contributing approximately 75-80% of annual revenue, with a diversified presence across 90+ countries spanning the USA, UK, Europe, the Middle East & Africa and Asia-Pacific. The Company's broad geographic footprint, premium product portfolio and long-standing relationships with leading global customers have enabled it to successfully navigate geopolitical uncertainties and evolving global trade dynamics while sustaining market share and profitability.

During FY2025-26, GHFL further strengthened its international presence through the onboarding of established distributors in the U.S. and U.K., expansion of **Global Application Studios**, and continued investments in regional teams across the **U.S., Europe and the Middle East**. The operationalisation of its Middle East subsidiary further enhances customer proximity, strengthens regional capabilities and supports long-term growth across one of the Company's key strategic markets.

With an increasing contribution from **high-value specialty products**, including **Solar Control Films** and **Paint Protection Films**, GHFL continues to strengthen its positioning as a global specialty films company. Backed by a technology-led product portfolio, integrated manufacturing capabilities and an expanding global distribution network, the Company remains well positioned to capitalise on growing demand for premium automotive and architectural film solutions across international markets.

6. DOMESTIC MARKET

The domestic market represents a significant long-term growth opportunity for GHFL, supported by increasing consumer awareness of premium automotive protection solutions, rising adoption of energy-efficient architectural films and growing demand for value-added specialty products. The Company is strategically expanding beyond its traditional B2B business by building a **direct-to-consumer (D2C) platform**, strengthening its presence across automotive, residential and commercial applications. The launch of **Garware Home Solutions** marks a key milestone in this transformation, enabling GHFL to directly address the rapidly growing architectural films market while strengthening its premium consumer brand. Backed by a differentiated product portfolio, strong brand equity and expanding customer reach, the Company is well positioned to benefit from the structural growth opportunities in the Indian specialty films market.

Domestic Sales Channels: GHFL continues to strengthen its direct-to-consumer (D2C) ecosystem through the expansion of **Garware Home Solutions, 250+ Garware Application Studios (GAS)** across India and **6 Garware Home Solutions**, enhancing customer proximity, professional installation, brand visibility and overall customer experience. Backed by a robust dealer and installer network, including 1,000+ trained Paint **Protection Film applicators**, the Company is building a scalable premium consumer franchise across automotive and architectural film solutions. This is further supported by its digital engagement initiatives, with **over 1.4 lakh monthly website visits** and **~8 Crores Meta impressions**, strengthening brand awareness, consumer outreach and lead generation.

7. MARKETING & ACCOLADES:

GHFL continues to strengthen its brand through focused marketing initiatives aimed at increasing awareness of its premium Solar Control Films, Paint Protection Films and other specialty film solutions. The Company has enhanced its digital presence through the revamp of its domestic and global websites, increased investment in digital marketing and social media campaigns, participation in industry exhibitions, and lead generation initiatives for its Garware Application Studio (GAS) partners.

GHFL has received several prestigious recognitions for its business performance, product quality and sustainability initiatives, including Top Value Creator in India by Dun & Bradstreet Award, Top Exporter award by PLEXCONCIL, Greenpro Certification from GRIHA(first company in its segment in India).

8. REVIEW OF OPERATION

The standalone financial statements have been prepared in compliance with the requirements of the Companies Act, 2013 and the applicable Indian accounting standards.

(₹ in Crores)

Particulars	2025-26	2024-25	%
Net Sales	1,947.56	1,995.45	-2.40%
Other Income	96.59	76.19	26.78%
Profit before Interest, Depreciation	483.71	494.32	-2.15%
Interest & Financial Charges	5.35	6.47	-17.31%
Depreciation	43.95	40.34	8.95%
Profit before Tax	434.41	447.51	-2.93%
Provision for Tax	99.68	108.59	-8.21%
Profit after Tax	334.73	338.92	-1.24%
Other Comprehensive Income (OCI) Net of Tax	-31.13	16.74	-285.96%
Total Comprehensive Income For The Year Net of Tax	303.60	355.66	-14.64%
Earnings Per Share (Basic/ Diluted)	144.08	145.88	-1.24%
Market Capitalisation	7,860.10	9,145.43	-14.05%

Details of significant changes in key financial ratios:

Sr. No.	Particulars	2025-26	2024-25	Change
1	Debtors Turnover No. of Days	32	25	28.00%
2	Inventory Turnover No. of Days	52	46	13.04%
3	Interest Coverage Ratio	90.41	76.40	18.34%
4	Current Ratio	4.47	4.20	6.43%
5	Debt Equity Ratio	0.00	0.00	0
6	Operating Profit Margin (%)	24.84%	24.77%	0.28%
7	Net Profit Margin (%)	17.19%	16.98%	1.24%
8	Net Worth (₹ in Crores)	2,586.75	2,311.03	11.93%

9. OPPORTUNITIES AND CHALLENGES

Opportunities: GHFL is well positioned to exploit structural growth in value added segments. The global push for energy efficiency and UV protection (in buildings and vehicles) underpins the Sun Control film business. Growing luxury car and EV adoption supports the high margin PPF segment. The nascent "smart glass" and architectural films markets offer high potential as commercial and residential developers seek modern solutions. GHFL's expansion into the Middle East (planned Dubai subsidiary) and bolstered European team address geopolitical risk in the US, diversifying export markets. Digitally, GHFL is building direct channels (online sales, apps etc.) to enhance market access and brand loyalty.

Challenges: The most acute challenge is **trade policy and raw material volatility**. For FY2026, the phased US tariffs on Indian exports (up to 50%) was a major headwind. In Q2 FY2026, revenues were down ~8% YoY due to high tariff situation in USA. Management has noted these "tariff headwinds" and still managed to achieve small top-line growth. The company pursued mitigating actions like cost efficiencies, front-loading shipments, market diversification but the uncertainty remains. Commodity inflation (oil, energy) and logistics costs also squeezed margins. Competitive pressure from global film majors continues, although GHFL's R&D and pricing flexibility provide competitive advantage. In domestic markets, timely project execution (e.g. new real-estate projects) can be cyclical, and any slowdown in key end user sectors (automotive, real estate) would impact volumes.

10. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has sound systems of internal control and checks, which are supplemented by a regular internal audit commensurate with the size of its business and the nature of its operations. The Audit Committee of the Board meets at regular intervals and actively reviews the internal control systems, which are reflected in the internal audit reports. Suitable corrective actions are initiated wherever necessary.

11. MATERIAL DEVELOPMENTS IN HR / INDUSTRIAL RELATIONS

The Company has a highly qualified and experienced team of professionals who have greatly contributed to its overall performance. Their expertise and dedication have been instrumental in driving the Company's success. The Company values the skills and contributions of its employees and strives to provide a supportive and conducive work environment that promotes collaboration and innovation.

The Company is pleased to report that labour relations across all its company locations have remained harmonious and cooperative. As a result, the Company has not experienced any incidents of industrial unrest or disruptions during the review period. GHFL believes that maintaining strong employee relations is essential for the long-term success of the organization and will continue to prioritize the well-being and satisfaction of its employees.

12. ENTERPRISE RISKS MANAGEMENT

Risk is an inherent component of business, and in the current dynamic and competitive landscape, it is crucial to proactively address and mitigate potential risks. The Company recognizes the importance of risk management and has conducted a comprehensive exercise to identify key risks that could impact its performance. These risks encompass various aspects such as changing regulations, intensifying competition, business uncertainties, technological obsolescence, investment risks, financial challenges, environmental concerns, and talent retention. By identifying and understanding these critical risks, the Company can implement effective risk mitigation strategies to safeguard its operations and ensure sustainable growth.

Some of the critical risks identified by the Company are as follows:

Operational Risk: The Company recognizes the potential impact of operational risks, particularly equipment obsolescence, on its production. To mitigate these risks, the Company closely monitors equipment performance, conducts timely upgrades, and implements preventive maintenance measures. Significant investments have been made in equipment modernization to ensure operational efficiency and minimize disruptions.

Competition Risk: The Company is sensitive to industry capacity, output levels, economic conditions, and changes in consumer demand. The addition of capacities by competitors has intensified competition. To address this risk, the Company focuses on product differentiation, expanding its market presence, and adapting to evolving consumer needs. Continuous market analysis and proactive strategies help the Company to maintain its competitive edge.

Fluctuation in Raw Material Prices: The Company's major raw materials, PTA and MEG, are derived from crude oil. Fluctuations in crude oil prices directly impact raw material costs. The Company regularly assesses these changes and passes on any increase to the extent feasible and required. Effective cost management and proactive procurement strategies help to mitigate the impact of raw material price fluctuations.

Market Risk: To manage market risk, the Company diversifies its presence in various markets and aims for deeper penetration in existing markets. The Company focuses on launching new products and staying abreast of market trends. By adapting to changing market dynamics, the Company minimizes the impact of market risks and capitalizes on growth opportunities.

Logistics Risk: Logistics risks encompass transportation challenges and the availability of shipping containers. The Company has successfully improved its exports despite geopolitical challenges posed by the Middle East and Eastern Europe.

Currency Fluctuation: Given the Company's significant export revenues, it is exposed to currency fluctuations. To mitigate currency risks, the Company has appointed consultants who advise on global economic events and their impact on currencies.

The Company hedges its net exposure through forward contracts, reducing its vulnerability to currency fluctuations and ensuring stability in financial performance.

RISK MANAGEMENT & MITIGATION:

The Company has implemented a robust Enterprise Risk Management System to proactively identify, assess, and mitigate risks to achieve business objectives. Internal control systems and response strategies are in place to handle risks and protect the interests of shareholders and stakeholders. The Board of Directors holds overall responsibility for the Company's risk management framework, supported by the dedicated Risk Management Committee. According to Regulation 21 of Listing Regulations, 2015, the Risk Management Committee was constituted to overall manage the Company's risk management process.

The primary objective of the Committee is to control and prevent unacceptable losses by identifying, measuring, and monitoring the Company's risk exposure. An Enterprise Risk Management Policy has been formulated to guide risk management efforts, outlining objectives, approaches, and organizational structure for risk identification, management, and reporting. The Policy assigns clear roles and responsibilities to key stakeholders and personnel, ensuring a systematic process for risk identification and management. There are no risks which, in the opinion of the Risk Management Committee & Board, threaten the existence of the Company.

DISCLOSURE OF ACCOUNTING TREATMENT

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (Ind- AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) (Amendment) Rules, 2016 read with Section 133 of the Companies Act, 2013.

CAUTIONARY STATEMENT

The statements in the report of the Board of Directors and the Management Discussion & Analysis Report describing the Company's outlook, estimates or predictions may be forward-looking statements within the meaning of applicable securities laws and regulations. The actual results may differ materially.

CORPORATE GOVERNANCE REPORT

The Directors present the Company's Report on Corporate Governance for the financial year ended March 31, 2026.

COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Your Company believes that Corporate Governance is essential for achieving long term sustainable growth in this competitive world. The Company's Management acknowledges that Corporate Governance is applicable laws, regulations and good practices that enables an organization to perform efficiently and effectively. The philosophy of the Company towards good corporate governance is to enhance the long-term economic value of the Company, its shareholders and other stakeholders at large by adopting better corporate governance practices in fair and transparent manner.

The Company has a strong legacy of fair, transparent and ethical governance practices and has also adopted a Code of Conduct for its Members on the Board including the Senior Management of the Company. Sincerity, good citizenship and commitment to compliance are the key characteristics that drive relationships of the Board and Senior Management with other Stakeholders.

The Company believes that sustainable and long-term growth of every stakeholder depends upon the judicious and effective use of available resources and consistent endeavor to achieve excellence in business along with active participation in the growth of society, building of environmental balances and significant contribution in economic growth.

Your Company believes in healthy balance of interest of all Stakeholders and in pursuance of this objective, the policies of the Company are designed to strengthen the ability of the Board of Directors to supervise the management and to enhance long-term shareholder value. With changing times, governance has been further strengthened within the organization by the introduction of incremental changes to various policies and processes.

The Company's focus is on sustainable development, its customer centric approach to create value for the customers by ensuring product quality and innovative service offerings coupled with its outreach to the communities it impacts through CSR activities and programs has enabled your Company to earn the trust and goodwill of its investors, business partners, employees and other stakeholders.

Ethics/ Governance Policies:

At Garware, we strive to conduct our business and strengthen our relationships in a manner that is dignified, distinctive and responsible. We adhere to ethical standards to ensure integrity, transparency, independence and accountability in dealing with all the stakeholders.

Our robust governance framework is based on the following principles:

- Board members act on a fully informed basis, in good faith, with due diligence and care, and in the best interests of the company and its stakeholders
- Timely and accurate disclosure of all material matters relating to the company, including the financial performance, ownership and governance is ensured
- Fairness and equitable treatment towards stakeholders to encourage active co-operation between the company and its stakeholders
- Establishing a sound risk management framework and periodically reviewing the effectiveness
- Continually reinforcing a culture across the organization for acting lawfully, ethically and responsibly

Therefore, we have adopted various codes and policies to carry out our duties in an ethical manner. Some of these codes and policies are:

- Code of Conduct for Board of Directors and Senior Management policy
- Company's Code of Conduct for Fair Disclosure and Prevention of Insider Trading
- Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information
- The terms and conditions of appointment of the Independent Directors of the Company in accordance with the requirements of Schedule IV to the Companies Act, 2013
- Whistle-blower Policy
- Board Diversity Policy
- Prevention of Sexual Harassment of Women at Workplace Policy
- Corporate Social Responsibility Policy
- Policy Relating to the Remuneration of the Directors, Key Managerial Personnel and other Employees (Nomination Remuneration Committee Policy)
- Familiarization Program of Independent Director
- Anti Bribery and Anti-Corruption Policy
- Dividend Distribution Policy
- Policy for determining Material Subsidiaries
- Sustainability Policy
- Policy on Related Party Transactions
- Policy on determination and disclosure of Materiality of Events
- Policy for Preservation of Documents
- Risk Management Policy
- Policy on succession planning for the board and senior management
- Archival Policy

A report on compliance with the principles of Corporate Governance as prescribed in the Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as "Listing Regulations") is given below:

GOVERNANCE STRUCTURE

The Corporate Governance Structure of the Company is as follows:

1. **Board of Directors:** The Board is entrusted with the ultimate responsibility of the management, directions and performance of the Company. As its primary role is fiduciary in nature, the Board provides leadership, strategic guidance, objective and independent view to the Company's management while discharging its responsibilities, thus ensuring that the Management adheres to ethics, transparency and disclosures.

2. **Committees of the Board:** The Board has constituted the following Committees viz. (1) Audit Committee (2) Nomination and Remuneration Committee (3) Stakeholders Relationship Committee (4) Corporate Social Responsibility (CSR) Committee (5) Risk Management Committee and (6) Vigil Mechanism Committee. Each of the said Committee has been mandated to operate within a given framework.

The Report on Corporate Governance is divided into Seven parts: -

I. Board of Directors – Composition & Meetings
II. Committees of the Board
III. Remuneration of Directors
IV. Information on General Body Meetings
V. Means of Communication
VI. General Shareholder Information
VII. Other Disclosures

I. BOARD OF DIRECTORS:

a) COMPOSITION OF THE BOARD OF DIRECTORS:

The Company has a broad-based Board of Directors, comprising of optimum combination of executive and non-executive Directors which is constituted in conformity with the Listing Regulations and the Companies Act, 2013 ('the Act') and in accordance with the best practices for Corporate Governance. The Board functions either as a full Board or through various Committees constituted to oversee specific areas. Policy formulation, setting up of goals and evaluation of performance and control functions vest with the Board.

The Board of Directors, as on March 31, 2026, comprises of 11 Directors out of which 3 were Promoter and Executive Directors, 1 was Promoter and Non-Executive Director, 1 was Professional Executive Director and 6 were Independent Non-Executive Directors. The Company has four women Directors out of which 1 is Independent Director. All Directors possess relevant qualifications and experience in general Corporate Management, Accounts, Finance, Legal, Business Operations, Human Resource Management, and other allied fields which enable them to effectively contribute to the Company in their capacity as Directors.

a) Composition and Category of the Board:

Category	Name of the Director	No. of Shares held as on 31st March 2026	Relationship with other Directors	No. of Board Meetings attended during FY 2025-26	No. of Directorship(s) as on March 31, 2026*	Committee position as on 31st March 2026		Attendance at AGM held on September 24, 2025
						Chairman	Member	
Promoter and Executive Directors	Dr. Shashikant B. Garware	11,63,001	Father of Ms. Monika Garware, Mrs. Sarita Garware Ramsay and Ms. Sonia Garware	5 out of 6	1	-	-	No
	Ms. Monika Garware	2,67,504	Daughter of Dr. Shashikant B. Garware and sister of Mrs. Sarita Garware Ramsay and Ms. Sonia Garware	6 out of 6	1	-	-	Yes
	Mrs. Sarita Garware Ramsay	2,67,810	Daughter of Dr. Shashikant Garware and sister of Ms. Monika Garware and Ms. Sonia Garware	6 out of 6	1	_	_	No
Promoter and Non-Executive Director	Ms. Sonia Garware	2,68,595	Daughter of Dr. Shashikant B. Garware and sister of Ms. Monika Garware and Mrs. Sarita Garware Ramsay	6 out of 6	1	-	-	No
Executive Director	Mr. Mohan S. Adsul@	5	None	5 out of 5	1	-	1	Yes
Executive Director	Mr. Uday V. Joshi#	-	None	1 out of 1	1	-	1	No
Independent Non-Executive Directors	Mr. Chirag H. Doshi	-	None	6 out of 6	4	4	3	Yes
	Dr. Nayan J. Rawal	-	None	6 out of 6	2	1	2	Yes
	Mr. Vivekanand H. Kamath	-	None	6 out of 6	1	-	2	No
	Dr. Manoj K. Sonawala	-	None	6 out of 6	1	-	1	Yes
	Mr. Deepak N. Chawla	-	None	6 out of 6	1	-	-	Yes
Independent Non-Executive and Woman Director	Ms. Devanshi H. Nanavati	-	None	6 out of 6	1	-	-	Yes

*Aforesaid directorships include directorship held in the Company but does not include directorship held in foreign companies and companies incorporated under Section 8 of the Companies Act, 2013 ("the Act") and private limited companies.

$ For reckoning the limit of membership/ chairmanship of the committees, only Audit Committee and Stakeholders' Relationship Committee alone, were considered. However, for this purpose, Chairmanship/ Membership held in the Company have also been included.

@ Ceased as Whole-Time Director of the Company with effect from closure of business hours January 31, 2026.

Appointed as an Additional Director in the category of whole time Director as on February 01, 2026, and regularized on March 24, 2026.

Names of listed entities (other than Garware Hi-Tech Films Limited) where the person is a director and category of directorship:

Sr. No.	Name of the Director	Name of the Company	Category of directorship
1.	Dr. Shashikant. B. Garware	NIL	NIL
2.	Ms. Monika Garware	NIL	NIL
3.	Mrs. Sarita Garware Ramsay	NIL	NIL
4.	Ms. Sonia Garware	NIL	NIL
5.	Mr. Mohan S. Adsul@	NIL	NIL
6.	Mr. Chirag H. Doshi	Sejal Glass Limited Fabtech Cleanrooms Limited Fabtech Technologies Limited	Non-Executive - Independent Director Non-Executive - Non-Independent Director Non-Executive - Non-Independent Director
7.	Dr. Nayan J. Rawal	NIL	NIL
8.	Mr. Vivekanand H. Kamath	NIL	NIL
9.	Ms. Devanshi H. Nanavati	NIL	NIL
10.	Dr. Manoj K. Sonawala	NIL	NIL
11.	Mr. Deepak N. Chawla	NIL	NIL
12.	Mr. Uday V. Joshi#	NIL	NIL

@Ceased as Whole-Time Director of the Company with effect from closure of business hours January 31, 2026.

Appointed as an Additional Director in the category of whole time Director as on February 01, 2026, and regularized on March 24, 2026.

List of core skills, expertise, competencies required by the Board and those actually available with the Individual Directors

The Board has identified the following skills/expertise/ competencies fundamental for the effective functioning of the Company which are currently available with the Board:

Sr. No.	List of core skills/ expertise/ competence	Availability of the core skills/ expertise/ competence, with the directors, as on 31st March, 2026										
		Dr. Shashikant B. Garware	Ms. Monika Garware	Mrs. Sarita Garware Ramsay	Ms. Sonia Garware	Mr. Uday V. Joshi	Mr. Chirag H. Doshi	Dr. Nayan J. Rawal	Mr. Vivekanand H. Kamath	Ms. Devanshi H. Nanavati	Dr. Manoj K. Sonawala	Mr. Deepak N. Chawla
1.	General: Accounts, Sales and Marketing, Operations, Taxations, Banking, Legal and Administration.	√	√	√	√	√	√	√	√	√	√	√
2.	Global Business: Keeping Business Connections Globally, Understanding Business Dynamics and other market related factors.	√	√	√	√	√	√	√	√	√	√	√
3.	Strategy and Planning: Long term and Short-term strategy, planning and support to the Management of the Company.	√	√	√	√	√	√	√	√	√	√	√
4.	Governance: Maintaining Board and Management accountability, driving Business ethics and values in the best interests of stakeholders.	√	√	√	√	√	√	√	√	√	√	√

In the opinion of the Board, the Independent Directors fulfill the conditions specified in the Listing Regulations and are independent of the management.

INDEPENDENT DIRECTOR & DATABANK REGISTRATION:

The Company has received declaration from the Independent Directors confirming that they meet the criteria of independence as prescribed under Section 149(6) of the Act read with Regulation 16(1)(b) of the Listing Regulations. In terms of Regulation 25(8) of the Listing Regulations, the Independent Directors have confirmed that they are not aware of any circumstances or situations which exist or may be reasonably anticipated that could impair or impact their ability to discharge their duties. The Board is of the opinion that the Independent Directors fulfil the conditions specified in the Act and the Listing Regulations and that they are independent of the management.

The terms and conditions stating the appointment of Independent Directors as provided in the Act and the Listing Regulations have been issued and disclosed on the website of the Company i.e. www.garwarehitechfilms.com

In terms of Section 150 of the Act read with Rule 6 of the Companies (Appointment & Qualification of Directors) Rules, 2014, the Independent Directors have confirmed that they have enrolled themselves in the Independent Directors' Databank maintained with the Indian Institute of Corporate Affairs.

b) MEETINGS OF BOARD OF DIRECTORS DURING THE YEAR:

The Company Secretary prepares the agenda and explanatory notes, in consultation with the Chairman and Managing Director, Joint Managing Director, Whole-time Director and other Departmental Heads and circulates the same 7 days in advance to all the Directors, to ensure that all applicable laws and regulations, including the Act read with Rules issued thereunder, Listing Regulations and Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI), are being complied with. The Company places before the Board all the relevant and necessary data/information at its Meetings related to production, sales, exports, review of business, any legal proceedings by/against the Company, Share Transfers, Quarterly Financial Results, Minutes of: (a) Board Meetings, (b) Audit Committee Meetings, (c) Stakeholders Relationship Committee Meetings (d) Nomination and Remuneration Committee Meetings, (e) Corporate Social Responsibility Committee Meetings, (f) Vigil Mechanism Committee Meetings, (h) Risk Management Committee Meetings and such other relevant information is regularly made available to the Board for discussion and consideration.

The Board of Directors meet at least once in every quarter to review the Quarterly Results of the Company. During the year under review commencing w.e.f. April 1, 2025, Six Board Meetings were held. The gap between any two Board Meetings did not exceed 120 days. The details of Board Meetings held during Financial Year 2025-26 are given below:

Sr. No.	Date	Board Strength	No. of Directors Present
1.	14/05/2025	11	11
2.	08/08/2025	11	11
3.	13/11/2025	11	10
4.	22/01/2026	11	11
5.	31/01/2026	11	11
6.	30/03/2026	11	11

Post Meeting Mechanism

The important decisions taken at the Board and Committee Meetings are communicated to the departments/divisions concerned.

The draft Minutes of the Board and its Committees are sent to the respective Directors & Members within 15 days from the date of Board Meeting & Committee Meeting for their comments thereon and then the Minutes are entered in the Minutes Book within 30 days from the date of the Meeting.

Board Support

The Company Secretary attends the Board and Committee Meetings and advises on compliances with the applicable laws and governance.

Selection of Independent Directors

Considering the requirement of skill sets on the Board, eminent people having an independent standing in their respective fields/ profession and who can effectively contribute to the Company's business and policy decisions are considered by the Nomination and Remuneration Committee, for the appointment as the Independent Director on the Board.

The Committee, *inter-alia*, considers qualification, positive attribute, area of expertise, number of Directorship(s) and Membership(s) held in various Committees of other Companies by such persons in accordance with Company's Policy for Selection of Directors and determining Director's Independence. The Board considers the Committee's recommendation and then takes an appropriate decision.

Familiarisation Programme for Directors

As required under the Listing Regulations and the Act, the Company has an orientation programme upon induction of new Directors, as well as other initiatives to update Directors on a continuous basis. At the time of appointment of the Director, a formal letter of appointment is given to the Director, which *inter-alia* explains the role, function, duties and responsibilities expected from Director. The Director also explained in detail on the compliance part required by him under the Act, Listing Regulations and other relevant provisions.

The Chairman and Managing Director also have one to one discussion with the newly appointed Director to familiarize him with the Company's operations. Further, the Company has put in place a system to familiarize the Independent Directors with the Company, its products, business and the on-going events relating to the Company. The details of familiarization program are available on the Company's website at www.garwarehitechfilms.com.

Insider Trading Code

As per the SEBI (Prohibition of Insider Trading) Regulations, 2015, the Company has adopted the Company's Code of Conduct for Fair Disclosure and Prevention of Insider Trading, (amended from time to time). All the Directors, employees and third parties such as auditors, consultants etc. who could have access to the UPSI of the Company are governed by this Code. The trading window is closed during the time of declaration of results and occurrence of any material events as per the Code. The Company Secretary is the Compliance Officer for monitoring adherence to the SEBI (Prohibition of Insider Trading) Regulations, 2015.

INDEPENDENT DIRECTORS' MEETING

During the year two separate meetings of Independent Directors of the Company without the presence of the Executive Directors & Management Representatives were held on January 31, 2026 and March 30, 2026, as required under Schedule IV to the Act and Regulation 25 (3) of the Listing Regulations, *inter-alia*, to discuss;

- Evaluation of the performance of all the Executive and Non-Executive and Independent Director of the Company and the Board as a whole;

- Evaluation of performance of the Chairman of the Company, taking into account the views of the executive directors and non-executive directors of the Company.

- Assessment of quality, quantity, and flow of information between the Company management and the Board of Directors.

- Mr. Chirag H. Doshi, Dr. Nayan J. Rawal, Mr. Vivekanand H. Kamath, Ms. Devanshi H. Nanavati, Dr. Manoj K. Sonawala and Mr. Deepak N. Chawla Independent Directors were present at the meeting.

The Independent Directors expressed their satisfaction with the desired level on the governance of the Board.

DETAILED REASONS FOR THE RESIGNATION OF AN INDEPENDENT DIRECTOR WHO RESIGNS BEFORE THE EXPIRY OF THE TERM;

Sr No.	Name of the Independent Director	Detailed Reasons for the resignation
1	Not Applicable	

II. COMMITTEES OF THE BOARD

The Board has constituted Committees of the Directors to take informed decisions and to oversee the activities falling within the purview of their terms of reference.

The following are the various Committees of the Board:

(A) Audit Committee

(B) Nomination and Remuneration Committee

(C) Stakeholders Relationship Committee

(D) Risk Management Committee

(E) Corporate Social Responsibility Committee

(F) Vigil Mechanism Committee

(A) AUDIT COMMITTEE:

(i) Terms of Reference:

The powers and terms of reference of the Audit committee are as mentioned in Regulation 18 of the Listing Regulation and Section 177 of the Companies Act, 2013.

The brief descriptions of terms of reference are:

1) oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the Financial Statement is correct, sufficient and credible;

2) recommendation for appointment, remuneration and terms of appointment of Auditors of the Company;

3) approval of payment to Statutory Auditors for any other services rendered by the Statutory Auditors;

4) reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:

   (a) matters required to be included in the Director's Responsibility Statement; to be included in the Board's Report in terms of clause (c) of subsection (3) of Section 134 of the Companies Act, 2013;

   (b) changes, if any, in accounting policies and practices and reasons for the same;

   (c) major accounting entries involving estimates based on the exercise of judgment by management;

   (d) significant adjustments made in the financial statements arising out of audit findings;

   (e) compliance with listing and other legal requirements relating to financial statements;

   (f) disclosure of any related party transactions;

   (g) modified opinion(s) in the draft audit Report;

5) reviewing, with the management, the quarterly Financial Statements before submission to the Board for approval;

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

7) reviewing and monitoring the Auditor's independence & performance, and effectiveness of audit process;

8) approval or any subsequent modification of transactions of the Company with related parties;

9) scrutiny of inter-corporate loans and investments;

10) valuation of undertakings or assets of the Company, wherever it is necessary;

11) evaluation of internal financial controls and risk management systems;

12) reviewing, with the management, performance of statutory and internal Auditors, adequacy of the internal control systems;

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

14) discussion with internal Auditors of any significant findings and follow up there on;

15) reviewing the findings of any internal investigations by the internal Auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;

16) discussion with Statutory Auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;

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

18) to review the functioning of the Whistle–Blower mechanism;

19) approval of appointment of Chief Financial Officer after assessing the qualifications, experience and background, etc. of the candidate;

20) carrying out any other function as mentioned in the terms of reference of the audit committee.

21) reviewing the utilization of loans and / or advances from/ investment by the holding company in the subsidiary exceeding rupees 100 Crores or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of this provision;

22) consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the Company and its shareholders.

23) Review of the following information;

1. Management Discussion and Analysis of financial condition and results of operations;
2. Management letters / letters of Internal Control weaknesses issued by the Statutory Auditors;
3. Internal Audit Reports relating to Internal Control weaknesses;
4. the appointment, removal and terms of remuneration of the Chief Internal Auditor;
5. Statement of deviations:

a) quarterly statement of deviation(s) including report of monitoring agency,

If applicable, submitted to Stock Exchange(s) in terms of Regulation, 32(1).

b) annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/ notice in terms of Regulation 32(7), if applicable.

(ii) Composition:

The Board of the Company has constituted an Audit Committee comprising of the following Directors;

Name of Director	Designation	Category
Mr. Chirag H. Doshi	Chairman	Independent and Non-Executive Director
Mr. Vivekanand H. Kamath	Member	Independent and Non-Executive Director
Dr. Nayan J. Rawal	Member	Independent and Non-Executive Director
Dr. Manoj K. Sonawala	Member	Independent and Non-Executive Director

The composition of the Audit Committee is in accordance with provisions of Section 177 of the Companies Act, 2013 and Regulation 18 of Listing Regulations. All the members of the Audit Committee are financially literate and have experience in financial management and possess professional degree and experience in finance or accounting. The Committee invites the CFO, Statutory Auditor(s) and Internal Auditor to attend the meetings of the Committee.

The Audit Committee of Board has granted omnibus approval for Related Party Transaction as per Company's Policy on Related Party Transaction and other applicable provisions of the Companies Act, 2013 and Listing Regulation. All the Related Party Transaction were in line of Omnibus approval granted.

(iii) Meetings and attendance during the year:

During the financial year 2025-26, the Audit Committee met 6 (Six) times as per the details given below. The gap between any two meetings does not exceed beyond the statutory limit.

Sr. No.	Date	Strength	No. of Members Present
1.	14/05/2025	4	4
2.	08/08/2025	4	4
3.	13/11/2025	4	4
4.	22/01/2026	4	4
5.	31/01/2026	4	4
6.	30/03/2026	4	4

The attendance of Members at the Committee Meetings is as under:

Name of Members	Audit Committee Meetings Attended
Mr. Chirag H. Doshi	6
Mr. Vivekanand H. Kamath	6
Dr. Nayan J. Rawal	6
Dr. Manoj K. Sonawala	6

(B) NOMINATION AND REMUNERATION COMMITTEE:

The role of the Nomination and Remuneration Committee (NRC) are governed by its Charter and its composition is in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of the Listing Regulations.

(i) Terms of Reference:

The terms of reference of the NRC stated below are wide enough to cover the matters specified in Listing Regulations

- Recommend to the Board, the set up and composition of the Board and its Committees including the "formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees". For every appointment of an independent director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent director. The Committee will consider periodically reviewing the composition of the board with the objective of achieving an optimum balance of size, skills, independence, knowledge, age, gender and experience.
- Devise a policy on board diversity.

- Recommend to the Board, the appointment of Key Managerial Personnel ("KMP") and Senior Management Personnel ("SMP") as defined by the Act and executive team members of the Company (as defined by this committee).
- Carry out evaluation of every Director's performance and support the Board and Independent Directors in evaluation of the performance of the board, its committees and individual directors.
- This shall include "formulation of criteria for evaluation of independent directors and the board".
- Recommend to the Board the remuneration policy for Directors, executive team or Key Managerial Personnel (KMP) and Senior Management Personnel (SMP).
- To make recommendations to the Board of Directors on the increments in the remuneration of the Directors and Key Managerial Personnel.
- Performing such other duties and responsibilities as may be consistent with the provisions of the committee charter.

(ii) Composition:

The Board of the Company has constituted Nomination and Remuneration Committee (NRC) comprising of the following Directors;

Name of Director	Designation	Category
Mr. Deepak N. Chawla	Chairman	Independent and Non-Executive Director
Ms. Devanshi H. Nanavati	Member	Independent and Non-Executive Director
Dr. Manoj K. Sonawala	Member	Independent and Non-Executive Director

(iii) Meeting and Attendance during the year:

During the year the Nomination and Remuneration Committee met 4 (Four) times and details of attendance are as under:

Sr. No.	Date	Strength	No. of Members Present
1.	14/05/2025	3	3
2.	08/08/2025	3	3
3.	13/11/2025	3	3
4.	22/01/2026	3	3

The details of attendance of members at the committee meetings were as under:

Name of Members	No. of meetings attended
Mr. Deepak N. Chawla	4
Ms. Devanshi H. Nanavati	4
Dr. Manoj K. Sonawala	4

(iv) The Company does not have any employee stock option scheme.

(v) PERFORMANCE EVALUATION

Regulation 17 of Listing Regulations read with Schedule IV and other applicable provisions of the Act, mandates a formal evaluation to be done by the Board of its own performance and that of its committees and Individual Directors. Independent Directors shall also evaluate the performance of Non-Independent Directors and the Chairman of the Board.

The evaluation of all the directors, including Independent Directors was carried out by the entire Board, except for the director being evaluated. Performance evaluation of the Board, Chairman and the Non-Independent Directors was carried out by the Independent Directors in their meeting held on January 31, 2026.

The directors were satisfied with the outcome of the evaluations of the Board, its Committees and the Individual Directors and on the basis of said evaluation reports, the Independent Directors will continue to act as Independent Directors of the Company for their remaining period.

Criteria for performance evaluation of Directors. The Board of Directors has approved the criteria for performance evaluation of Non-Executive Directors (including Independent Directors) as recommended by the Nomination & Remuneration Committee. The said criteria inter-alia includes following:

- Attendance at the Board / Committee meetings.
- Active participation in the meetings.
- Managing Relationship.
- Knowledge and Skills.
- Personal Attributes.
- Prompts Board discussion on strategic issues.
- Understands and evaluates the risk environment of the organization.
- Conducts himself/herself in a manner that is ethical and consistent with the laws of the land.
- Maintain confidentiality wherever required.

(C) STAKEHOLDERS RELATIONSHIP COMMITTEE:

The composition of the Stakeholders Relationship Committee is in compliance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of the Listing Regulations.

(i) Terms of Reference:

Brief descriptions of terms of reference are:

- Resolving the grievances of the security holders of the Company including complaints related to transfer/ transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/ duplicate certificates, general meetings etc.
- Review of measures taken for effective exercise of voting rights by shareholders.
- Review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agent.
- Review of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividend and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the company.

ii) **Composition:**

The Board of the Company has constituted Stakeholders Relationship Committee comprising of the following Directors;

Name of Director	Designation	Category
Dr. Nayan J. Rawal	Chairman	Independent and Non-Executive Director
Mr. Vivekanand H. Kamath	Member	Independent and Non-Executive Director
Mr. Mohan S. Adsul@	Member	Executive Director
Mr. Uday V. Joshi#	Member	Executive Director

@Ceased as a member of the Committee w.e.f. January 31, 2026.

#The committee was re-constituted w.e.f. February 01, 2026, by appointment of Mr. Uday V. Joshi as member of Committee.

Compliance Officer

Name and Designation of the Compliance Officer	Mr. Awaneesh K. Srivastava – Company Secretary & Compliance Officer
Address	Garware House, 50-A, Swami Nityanand Marg, Vile Parle (East), Mumbai - 400 057
Telephone Number	022-6698 8000
E-mail	cs@garwarehitech.com

(ii) Details of Shareholders' Complaints

During the year under review, the Company has resolved investor grievances expeditiously. As per information received from Registrar & Share Transfer Agent, M/s. MUFG Intime India Private Limited, the Company had received 19 complaints from the Shareholders, which were resolved within the time frame as mentioned under the SEBI Listing Regulations. The details are as under:

Nature of Complaint	No. of Complaints
Number of shareholders complaints Received during the Financial Year 2025-26	19
Number of complaints resolved of shareholders during the Financial Year 2025-26	19
Number of Pending Complaints During the Financial year 2025-26	Nil

(iii) Meetings and attendance during the year:

During the year, the Committee met 21 (twenty-one) times.

The attendance of Members at the aforesaid Committee Meetings were as under:

Name of Members	Meetings Attended
Dr. Nayan J. Rawal	21
Mr. Vivekanand H. Kamath	21
Mr. Uday V. Joshi#	3
Mr. Mohan S. Adsul*	11

The committee was re-constituted w.e.f. February 01, 2026, by appointment of Mr. Uday V. Joshi as member of Committee.

* Ceased as a member of the Committee w.e.f. January 31, 2026.

(iv) Investor's Grievances::

MUFG Intime India Private Limited, Registrar and Share Transfer Agent redresses the investor's grievances under the supervision of the Secretarial Department of the Company.

(D) RISK MANAGEMENT COMMITTEE

Brief description of terms of reference:

a) A framework for identification of internal and external risks including financial, operational, sectoral, sustainability (particularly, ESG related risks), information, cyber security risks or any other risk as may be determined by the Committee.

- Measures for risk mitigation including systems and processes for internal control of identified risks.
- Business continuity plan.

b) To ensure that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company;

c) To monitor and oversee implementation of the risk management policy, including evaluating the adequacy of risk management systems;

d) To periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity;

e) To keep the board of directors informed about the nature and content of its discussions, recommendations and actions to be taken;

f) The appointment, removal and terms of remuneration of the Chief Risk Officer (if any) shall be subject to review by the Risk Management Committee

In term of Regulation 21 of the Listing Regulations, your Company constituted the Risk Management Committee to oversee the management of risk in your Company.

(i) Composition:

The Board of the Company has constituted Risk Management Committee comprising of the following Directors;

Name of Members	Designation	Category
Mr. Chirag H. Doshi	Chairman	Independent and Non- Executive Director
Dr. Nayan J. Rawal	Member	Independent and Non- Executive Director
Mr. Mohan S. Adsul*	Member	Executive Director
Mr. Uday V. Joshi#	Member	Executive Director
Mr. Deepak Joshi@	Member	Head - Marketing & Sales
Mr. Abhishek V. Agarwal@	Member	CFO - Accounts & Finance

*Ceased as a member of the Committee w.e.f. January 31, 2026.

#The committee was re-constituted w.e.f. February 01, 2026, by appointment of Mr. Uday V. Joshi as member of Committee.

@Mr. Deepak Joshi and Mr. Abhishek V. Agarwal were appointed as Members of the Risk Management Committee w.e.f. May 15, 2025, and they are not Directors of the Company.

Risk Management Committee reviews the process of risk management in your Company.

(ii) Meeting and Attendance during the year:

During the year the Risk Management Committee met 2 (two) times and details of attendance are as under:

Sr. No.	Date	Strength	No. of Members Present
1.	30/05/2025	5	5
2.	25/11/2025	5	5

The details of attendance of members at the committee meetings were as under:

Name of Members	No. of meetings attended
Mr. Chirag H. Doshi	2
Dr. Nayan J. Rawal	2
Mr. Mohan S. Adsul*	2
Mr. Deepak Joshi	2
Mr. Abhishek V. Agarwal	2

*Ceased as members of the Committee, w.e.f. close of business hours of January 31, 2026.

(E) CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

(i) Composition:

The Board of the Company has constituted Corporate Social Responsibility (CSR) Committee comprising of the following Directors

Name of Director	Designation	Category
Mr. Manoj K. Sonawala	Chairman	Independent and Non-Executive Director
Mr. Mohan S. Adsul*	Member	Executive Director
Ms. Devanshi H. Nanavati	Member	Independent and Non-Executive Director
Mr. Uday V. Joshi#	Member	Executive Director

* Ceased as member of the Committee, w.e.f January 31, 2026.

\# The committee was re-constituted w.e.f. February 01, 2026, by appointment of Mr. Uday V. Joshi as member of Committee.

Mr. Awaneesh K. Srivastava, Company Secretary of the Company, act as Secretary to the Committee.

The Company formulated CSR Policy, which is uploaded on the website of the Company www.garwarehitechfilms.com

(ii) Brief description of terms of reference:

The Committee inter-alia authorized to formulate and recommend to the Board a CSR Policy, the amount of expenditure to be incurred on the permissible activities as prescribed under Schedule VII of the Companies Act, 2013. The Committee shall be responsible for monitoring the CSR Policy.

(iii) Meeting and Attendance during the year:

During the year the Corporate Social Responsibility Committee met 2 (Two) times and details of attendance are as under:

Sr. No.	Date	Strength	No. of Members Present
1.	14/05/2025	3	3
2.	31/01/2026	3	3

The details of attendance of members at the committee meetings were as under:

Name of Members	No. of meetings attended
Dr. Manoj K. Sonawala	2
Mr. Mohan S. Adsul*	2
Ms. Devanshi H. Nanavati	2

*Ceased as members of the Committee, w.e.f. close of business hours of January 31, 2026.

(F) VIGIL MECHANISM COMMITTEE

The Company has constituted the Vigil Mechanism Committee for its Directors and Employees to report their genuine concerns about unethical behavior, actual or suspected fraud or violation of the company's code of conduct. The mechanism provides for adequate safeguards against victimization of Director(s) and Employee(s) who avail of the mechanism. In all cases, Directors and Employees have direct access to the Committee and in exceptional circumstances, Chairman of the Audit Committee. Further no personnel have been denied access to the Chairman of the Audit Committee. During the year, one meeting was held on March 30, 2026.

The Whistle-blower Policy is available on Company's website at www.garwarehitechfilms.com

(G) SENIOR MANAGEMENT PERSONNEL:

Particulars of Senior Management including the changes therein during the Financial Year 2025-26:

1.	Mr. Deepak Joshi	Head - Marketing & Sales
2.	Mr. Abhishek V. Agarwal	Chief Financial Officer
3.	Mr. Yogesh Chavan	President – Human Resource Management
4.	Mr. Awaneesh K. Srivastava	President – Company Secretary & Legal

During the Financial Year 2025-26 Mr. A. Venkatraman ceased as Senior President – Corporate Affairs & Finance, due to attaining the age of superannuation w.e.f. June 13, 2025.

Post Financial Year 2025-26, Mr. Yogesh Chavan designated as President – Human Resource Management has resigned w.e.f. April 07, 2026, and Mr. Nikhil Sharma has been appointed and designated as Chief People Officer w.e.f. April 08, 2026.

III. REMUNERATION OF DIRECTORS (Policy for selection and appointment of Directors and their remuneration)

i) Remuneration to Non- Executive Directors

The Non-Executive Directors are entitled for sitting fees and reimbursement of expenses for participation in the Board/ Committee meetings as per the NRC policy of the Company. The total amount of sitting fees paid during the Financial Year 2025-26 was ₹ 25,15,000/-. The Non-Executive Directors does not have any material pecuniary relationship or transactions with the Company apart from receiving the remuneration.

Details of sitting fees paid to Non- Executive Directors during Financial Year 2025-26 are given below:

(Amount in ₹)

Names	Board Meeting	Audit Committee Meeting	Stakeholders Relationship Committee Meeting	Nomination & Remuneration Committee Meeting	Corporate Social Responsibility Committee Meeting	Independent Directors Meeting	Risk Management Committee Meeting	Vigil Mechanism Committee Meeting
Ms. Sonia Garware	1,50,000	-	-	-	-	-	-	-
Mr. Chirag H. Doshi	1,50,000	1,50,000	-	-	-	40,000	20,000	10,000
Dr. Nayan J. Rawal	1,50,000	1,50,000	1,57,500	-	-	40,000	20,000	-
Mr. Vivekanand H. Kamath	1,50,000	1,50,000	1,57,500	-	-	40,000	-	10,000
Ms. Devanshi H. Nanavati	1,50,000	-	-	60,000	30,000	40,000	-	-
Dr. Manoj K. Sonawala	1,50,000	1,50,000	-	60,000	30,000	40,000	-	-
Mr. Deepak N. Chawla	1,50,000	-	-	60,000	-	40,000	-	10,000
TOTAL	**10,50,000**	**6,00,000**	**3,15,000**	**1,80,000**	**60,000**	**2,40,000**	**40,000**	**30,000**

ii) Remuneration to Executive Directors

The appointment and remuneration of Executive Directors including Chairman and Managing Director, Joint Managing Directors and Whole – Time Director is routed through the recommendation of the Nomination and Remuneration Committee and accordingly the Resolutions with respect to their appointments were passed by the Board of Directors and Shareholders of the Company. The remuneration package of Chairman and Managing Director, Joint Managing Directors and Whole-time Director comprises of salary, perquisites, allowances and contributions to provident fund and other retirement benefits as approved by the Shareholders at the General Meeting.

The Remuneration of the Board Members is also based on the Company's size, its economic and financial position, industrial trends and compensation paid by peer Companies. The Compensation reflects each Board Member's responsibility and performance. The remuneration to Chairman and Managing Director, Joint Managing Directors, and Whole Time Director are paid as per the Agreements entered into between them and the Company.

The aggregate remuneration paid to Executive Directors during the financial year 2025-26 is as under:

(₹ In Crores)

Names	Salary	Perquisites & Allowances	Retirement Benefits	Performance linked Bonus/ Commission	Stock Option	Total
Dr. Shashikant B. Garware	9.81	0.00	-	5.51	-	15.32
Ms. Monika Garware	8.68	0.00	-	5.37	-	14.05
Mrs. Sarita Garware Ramsay	6.13	0.00	0.85	3.63	-	10.61
Mr. Mohan S. Adsul[@]	1.47	0.00	-	-	-	1.47
Mr. Uday V. Joshi[#]	0.16	0.00	-	-	-	0.16

[@] Ceased as Whole-Time Director of the Company with effect from closure of business hours January 31, 2026.

[#] Appointed as an Additional Director in the category of whole time Director as on February 01, 2026, and regularized on March 24, 2026.

Executive Directors are covered under the Company's gratuity and leave encashment schemes along with other employees/directors of the Company. These liabilities are determined for all employees/directors by an independent actuarial valuation.

No severance pay is payable on termination of contract.

The Company does not have a scheme to grant stock options.

IV. INFORMATION ON GENERAL BODY MEETINGS

a) Details of the last 3 (three) Annual General Meetings (AGM) held by the Company are as under:

AGM	Date	Venue	Time
68th AGM	24/09/2025	At Registered Office: Naigaon, Post Waluj, Chhatrapati Sambhajinagar (Aurangabad) -431133	11.30 a.m.
67th AGM	24/09/2024		11.30 a.m.
66th AGM	27/09/2023		11.30 a.m.

b) The following Special Resolutions were passed in previous three Annual General Meetings:

Date of Meeting	Number of Special Resolutions passed	Details of Special Resolutions Passed
September 24, 2025	1	1. Adoption of new set of Memorandum of Association of the Company as per Companies Act, 2013.
September 24, 2024	2	1. Appointment of Mr. Chirag Doshi (DIN: 08532321) as an Independent Director of the Company. 2. Reappointment of Dr. Shashikant B. Garware (holding DIN: 00943822), as Chairman and Managing Director of the Company and minimum remuneration to be paid in case of inadequacy of profit.
September 27, 2023	2	1. Revision in tenure of Ms. Monika Garware (DIN: 00143400), as a Joint Managing Director of the Company. 2. Appointment of Mr. Mohan Sitaram Adsul (DIN: 00146752) as a Director in the category of Executive Director as a Whole-Time Director designated as a Director – Technical.

c) Postal Ballot:

During the year under review, 2 Postal Ballot were conducted by the Company seeking the approval of the Members.

1. Re-appointment of Mrs. Sarita Garware Ramsay (DIN: 00136048), as Joint Managing Director of the Company and minimum remuneration to be paid in case of inadequacy of profit.

   CS Snehal Shah, Partner of M/s. Snehal Shah & Associates, Practicing Company Secretaries (Membership No. FCS: F6114 and CP No. 4820), was appointed as the Scrutinizer to conduct the Postal Ballot and Remote E-voting in a fair and transparent manner and the Company had engaged the services of National Securities Depository Limited (NSDL) as the agency for the purpose of providing e-voting facility.

   The details of the Postal Ballot as follows:

   - Date of Postal Ballot Notice : March 28, 2025
   - Voting period : From 9:00 AM. (IST), April 23, 2025 to 5.00 P.M.(IST), May 22, 2025
   - Date of Declaration of Results : May 23, 2025
   - Resolution required: (Ordinary/ Special) : Special

Result of the postal ballot exercise was as follows:

Res. No.	Special Resolution	% of Votes in favor	% of Votes against	Result
1	Re-appointment of Mrs. Sarita Garware Ramsay (DIN: 00136048), as Joint Managing Director of the Company and minimum remuneration to be paid in case of inadequacy of profit.	99.7504%	0.2496%	Passed with requisite majority

2. Appointment of Mr. Uday Vasantrao Joshi (DIN: 09753984), as a Whole Time Director of the Company and minimum remuneration to be paid in case of inadequacy of profit.

   Mr. Mannish L. Ghia, Partner, M/s. Manish Ghia and Associates, Practicing Company Secretaries (FCS 6252), was appointed as the Scrutinizer to conduct the Postal Ballot and Remote E-voting in a fair and transparent manner and the Company had engaged the services of National Securities Depository Limited (NSDL) as the agency for the purpose of providing e-voting facility.

   The detail of the Postal Ballot as follows:

   - Date of Postal Ballot Notice : January 31, 2026
   - Voting period : From 9:00 AM. (IST), February 23, 2026 to 5.00 P.M.(IST), March 24, 2026
   - Date of Declaration of Results : March 25, 2026
   - Resolution required: (Ordinary/ Special) : Special

Result of the postal ballot exercise was as follows:

Res. No.	Special Resolution	% of Votes in favor	% of Votes against	Result
1	Appointment of Mr. Uday Vasantrao Joshi (DIN: 09753984), as a Whole Time Director of the Company and minimum remuneration to be paid in case of inadequacy of profit.	99.8593	0.1407	Passed with requisite majority

Whether any special resolution is proposed to be conducted through postal ballot:

Members' approval, which were required through postal ballot during the financial year 2025-26, was conducted in accordance with the applicable law.

d) **Procedure for postal ballot:**

Pursuant to Section 108, 110 and other applicable provisions of the Companies Act, 2013, the Company has conducted the two postal ballot. The procedure of aforesaid Postal Ballot is mentioned below;

The notices of postal ballot along with Postal Ballot Form and Explanatory Statement has been dispatched to all the Members/ Beneficial Owners whose names appear in the Company's Register of Members/ records of depositories on the cut-off date. The Company also published a notice of completion of dispatch of postal ballot notice in the newspapers in accordance with the requirements of Companies Act, 2013. The members were provided with the facility to cast their votes either through dispatch of physical Postal Ballot Forms by post or through electronically voting facility provided by National Securities Depository Limited (NSDL).

Practicing Company Secretaries, were appointed as the Scrutinizer to conduct the Postal Ballot and Remote E-voting in a fair and transparent manner and the Company had engaged the services of National Securities Depository Limited (NSDL) as the agency for the purpose of providing e-voting facility.

V. MEANS OF COMMUNICATION

- Unaudited quarterly, half yearly and year to date financial results are announced within forty-five days of the end of each quarter. The annual audited financial results are announced within sixty days of the end of the financial year as per the requirements of the Listing Regulations. The aforesaid financial results are submitted to BSE Limited (BSE) & National Stock Exchange of India Limited (NSE) where the shares of the Company are listed, immediately after the same were approved by the Board. The quarterly and annual results are generally published in leading English and Marathi daily newspapers within forty-eight hours of conclusion of Board Meeting. The audited financial statements form a part of the Annual Report which is sent to all the members well in advance prior to the Annual General Meeting.
- The Company also informs BSE & NSE on all price sensitive information / matters or such other matters, which in the opinion of the Board are material and of relevance to the members.
- In compliance with Listing Regulations and other rules and regulations issued by SEBI, the quarterly results, shareholding pattern, quarterly compliances and all other corporate communication to the Stock Exchange viz. BSE Limited & National Stock Exchange of India Limited are filed electronically on BSE & NSE online portal.
- Periodic information relating to Shareholding Pattern and Quarterly Financial Results are also made available on the Company's website at www.garwarehitechfilms.com.
- Company files with BSE & NSE, all the presentations made to institutional investors or to the analysts as per the requirement of Listing Regulations and also made it available on Company's website at www.garwarehitechfilms.com.

VI. GENERAL SHAREHOLDER INFORMATION

(i) **Annual General Meeting Date, time and venue**: Wednesday, September 23, 2026 at 11:30 A.M. at Registered Office of the Company – Naigaon, Post Waluj, Chhatrapati Sambhajinagar (Aurangabad) – 431 133.

Note: The relevant section has been updated after the date of AGM was decided.

Note: The relevant section has been updated after the date of AGM was decided.

(ii) **Financial Year:** 1st April to 31st March.

(iii) **Dividend payment date:** Within stipulated time, on or after September 24, 2026.

(iv) **Listing of Shares on Stock Exchanges and Stock Codes**

Name and address of the Stock Exchange	Stock Code
BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai Samachar Marg, Mumbai, Maharashtra - 400001	500655
National Stock exchange of India Limited Exchange Plaza, Plot No. C/1, G Block, Bandra-Kurla Complex, Bandra (East), Mumbai 400 051	GRWRHITECH
ISIN	INE291A01017

The Company has paid Annual Listing fees to the Stock Exchanges for the financial year 2026-27.

(v) **There are no such securities which are suspended from trading**

(vi) **Registrars and Share Transfer Agents (RTA)**

MUFG Intime India Private Limited
(Formerly Link Intime India Private Limited)
C-101, Embassy 247, L.B.S. Marg, Vikhroli (West),
Mumbai – 400 083.
Tel. No.: 022 – 49186000/ 8108116767
Fax No.: 022 – 49186000
E-mail: rnt.helpdesk@in.mpms.mufg.com
Website: www.in.mpms.mufg.com

(vii) **Share Transfer System.**

Transmission, dematerialisation of shares, dividend payment and all other investor-related matters are attended and processed by the Company's RTA.

In terms of requirements of Regulation 40 of the Securities and Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), the request for transfer of securities shall not be processed unless the securities are held in the dematerialized form with Depositories. While the request for transmission or transposition of securities held in physical or dematerialised form shall be affected only in dematerialised form. Further, SEBI in continuation of its efforts to enhance ease of dealing in securities market by investors vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated 25th January, 2022, has mandated the listed entities to issue securities for the following service requests only in dematerialised form:

i. Issue of duplicate securities certificate;
ii. Claim from Suspense Escrow Demat Account;
iii. Renewal/Exchange of securities certificate;
iv. Endorsement;
v. Sub-division/Splitting of securities certificate;
vi. Consolidation of securities certificates/folios;
vii. Transmission and
viii. Transposition.

Updation of PAN, KYC and Nomination details

SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2024/37 dated May 07, 2024 has provided common and simplified norms for processing investor's service request by RTAs and norms for furnishing PAN, KYC and Nomination details.

As per the said Circular, it is mandatory for the shareholders holding securities in physical form to *inter alia* furnish PAN, KYC and Nomination details.

Physical folios wherein the PAN, KYC and Nomination details are not available on or after October 01, 2023, shall be frozen by the RTA and will be eligible for lodging any service request or receiving payment including dividend only after registering the required details. The said physical folios shall be referred by the Company or RTA to the administering authority under the Benami Transactions (Prohibitions) Act,1988 and/or Prevention of Money Laundering Act,2002, if they continue to remain frozen as on December 31, 2025

The Dividend once approved/ declared by the members of the company at 69th AGM, will be paid within 30 days, electronically through various online transfer modes to those shareholders who have updated their bank accounts details. To avoid delay in receiving dividend, shareholders are requested to update their KYC with their depository participants (where shares are held in demat mode) and with the company's RTA (where shares are held in physical mode), to receive dividend directly into their bank account on payable date.

All queries and requests relating to share transfers/transmissions may be addressed to our RTA. To expedite the process of share transfers, the Stakeholders Relationship Committee has been empowered to attend to the share transfer formalities at regular intervals. Pursuant to Regulation 40 of Listing Regulations, as amended vide Notification No. SEBI/LAD-NRO/GN/2018/24 dated June 08, 2018 and Press Release No: 49/2018 dated December 03, 2018, shareholders may please note that, with effect from April 01, 2019, transfer of shares (except transmission and transposition of shares) will be in dematerialised form only. However, transfer deeds which were lodged with the company on or before March 31, 2019, but were returned due to any deficiency, will be processed upon re-lodgement. SEBI, vide circular no. SEBI/HO/MIRSD/MIRSD-PoD/P/CIR/2025/97 dated July 2, 2025, has fixed March 31, 2021 as the cut-off date for re-lodgment of transfer requests and has stipulated that such transferred shares shall be issued only in demat mode. *Therefore, the shareholders are requested to dematerialize their shares for their own benefit.*

(viii) **Distribution of Shareholdings as on March 31, 2026:**

Sr. No.	Shareholding of Shares	Number of Shareholders	% of Total Shareholders	Shares	% of Total Share Capital
1	1 to 500	54,526	97.23	26,97,238	11.61
2	501 to 1000	768	1.37	5,73,162	2.47
3	1001 to 2000	383	0.68	5,52,771	2.38
4	2001 to 3000	125	0.22	3,12,400	1.34
5	3001 to 4000	60	0.11	2,11,253	0.91
6	4001 to 5000	38	0.07	1,75,177	0.75
7	5001 to 10000	62	0.11	4,56,932	1.97
8	10001 to above	117	0.21	1,82,53,461	78.57
	TOTAL	**56079**	**100**	**2,32,32,394**	**100.00**

(ix) **Dematerialization of Shares and Liquidity**

Company's shares are available for dematerialization on both the Depositories viz. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL), for which purpose the Company has entered into Agreements with the respective Institutions.

(x) As on March 31, 2026, 98.72% of the share capital was held in dematerialised form. **There are no outstanding Global Depository Receipts or American Depository Receipts or warrants or any convertible instruments issued by the Company.**

(xi) **Commodity price risk or foreign exchange risk and hedging activities:**

During the year 2025-26, the Company had managed the foreign exchange risk and hedged to the extent considered necessary. The Company entered into forward contracts for hedging foreign exchange exposures against exports net of imports. There is no direct hedgeable commodity risk that the Company has on any of its raw materials or finished products. Thus, the Risk Management Policy covers only net forex exposure on account of its imports and exports.

The details of foreign currency exposure are disclosed in the Note No. 32(C) to the Standalone Financial Statement.

(xii) **Plants Locations:**

i) Waluj, Chhatrapati Sambhajinagar (Aurangabad)

ii) Chikalthana, Chhatrapati Sambhajinagar (Aurangabad) and

iii) Nashik.

(xiii) **Address for Correspondence:**

Garware Hi-Tech Films Limited

Garware House,

50-A, Swami Nityanand Marg,

Vile Parle (East), Mumbai – 400 057.

Tel No: 022-6698 8000

E-mail : cs@garwarehitech.com

(xiv) **Credit Ratings of Bank Borrowings:**

Sr. No.	Facilities	Rating
1.	Long Term Bank facilities	CARE AA -; Stable (Double A Minus; Outlook: Stable)
2.	Short Term Bank facilities	CARE A1+ (A One Plus)

VII. OTHER DISCLOSURES

(A) Compliances with Governance Framework

(i) The Company is in compliance with all mandatory requirements of Listing Regulations.

(ii) All the transactions entered into with the Related Parties as defined under the Companies Act, 2013 and the Regulation 23 of Listing Regulations during the financial year were in the ordinary course of business and at an arm's length basis and do not attract the provisions of Section 188 of the Companies Act, 2013. There were no materially significant transactions with related parties during the financial year. Related party transactions have been disclosed under the Note 30 of IND AS notes forming part of the financial statements for the year ended March 31, 2026 is in accordance with "Indian Accounting Standard 24". A statement in summary form of transactions with related parties in the ordinary course of business and at an arm's length basis is periodically placed before the Audit Committee for the review and recommendation to the Board for their approval. The Company has formulated a policy on dealing with Related Party Transactions. The Policy is available on the website of the Company www.garwarehitechfilms.com.

(iii) None of the transactions with related parties were in conflict with the interest of the Company. All the transactions are in the normal course of business and have no potential conflict with the interest of the Company at large and are carried out on an arm's length basis or fair value.

(iv) In the preparation of the financial statements, the Company has followed the Indian Accounting Standards referred to in Section 133 of the Companies Act, 2013. The significant accounting policies which are consistently applied are set out in the Notes to Financial Statements.

(v) The Company recognizes the "Risk Management" as an integrated, forward-looking process oriented approach for managing "Enterprise Wide Risks". The Company has in place a mechanism to inform the Board about the risk assessment and minimization procedures and periodical review to ensure that management mitigates risk through defined framework.

(vi) Adoption of non-mandatory requirements of Listing Regulations is being reviewed by the Board from time- to-time.

(B) Code of Conduct

The Board has formulated a Code of Conduct for the Board Members and Senior Management Personnel of the Company. All the Board Members and Senior Management Personnel have affirmed their compliance with the code for the Financial Year ended 31st March, 2026. A Declaration to this effect signed by the Chairman of the Company is given elsewhere in the Annual Report.

The Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors and Designated employees of the Company. The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the trading window is closed.

All the Board of Directors and the Designated employees have confirmed compliance with the code.

(C) Details of non-compliance etc.

The Company has complied with all the requirements of regulatory authorities. During the last three years, there were no instances of non-compliance by the Company and no penalty or strictures were imposed on the Company by the Stock Exchanges or SEBI or any statutory authority, on any matter related to the capital markets.

(D) Whistle-blower policy- Vigil mechanism

The Company's Whistle-blower Policy is in line with the provisions of sub section 9 and 10 of Section 177 of the Companies Act, 2013 and as per Regulation 22 of SEBI (LODR), Regulations 2015.

This Policy establishes a vigil mechanism for Directors and employees to report genuine concerns regarding unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct. The said mechanism also provides for adequate safeguards against victimisation of persons who use such mechanism and makes provision for direct access to the chairperson of the Audit Committee in appropriate or exceptional cases. We confirm that during the financial year 2025-26, no employee of the Company was denied access to the Audit Committee. The Ethics Helpline can be contacted to report any suspected or confirmed incident of fraud/misconduct on: Email: ask.hr@garwarehitech.com; Telephone No: 0240-2567400.

(E) Compliance Report on discretionary requirements under Regulation 27(1) of the Listing Regulations:

(i) **The Board:** Our chairman is an Executive Director and maintains the Chairman's office at the company's expenses for the performance of his duties.

(ii) **Shareholders' rights:** Our Company publishes its financial results on company's website at, www.garwarehitechfilms.com, and also releases them in widely circulated newspapers.

(iii) **Audit qualifications:** The auditors have not qualified the financial statements of the company.

(iv) **Reporting of internal audit:** The internal auditors regularly updates the audit committee on internal audit findings at the committee's meetings and conference calls.

(F) Subsidiary Companies

Your Company has two unlisted subsidiary Companies in terms of Regulation 16 of the Listing Regulations. The Audit Committee reviews the financial statements of the unlisted subsidiaries. The policy for determining the material subsidiary is hosted on Company's website at www.garwarehitechfilms.com.

The Board at its meeting held on January 22, 2026, considered and approved the incorporation of a wholly owned subsidiary in Dubai, UAE which is in process of incorporation.

(G) Details of utilization of funds raised through preferential allotment or qualified institutions placement.

The Company did not raise any funds through preferential allotment or qualified institutions placement during the Financial Year 2025-26.

(H) Certificate on Non-Disqualification of Directors

Certificate from M/s. Manish Ghia & Associates, Practicing Company Secretaries, confirming that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of companies by SEBI/ Ministry of Corporate Affairs or any other statutory authority, is annexed to this Report.

(I) There were no instances where the recommendations made by any of the Statutory Committees were not accepted by the Board.

(J) Payment to Statutory Auditors:

Total fees paid to M/s V. Sankar Aiyar & Co., Statutory Auditors, M/s J. H. Mehta & Co., Joint Statutory Auditors, and M/s Kirtane and Pandit LLP, Joint Statutory Auditors, was ₹ 19.75 Lakhs,

₹ 19.88 Lakhs, and ₹ 3.22 Lakhs, respectively for all services on a consolidated basis.

(K) Details of material subsidiaries of the listed entity; including the date and place of incorporation and the name and date of appointment of the statutory auditors of such subsidiaries:

Sr. No.	Particulars	Details
1.	Name of Material Subsidiaries of the listed entity	Global Hi-Tech Films, Inc. USA
2.	Date and place of Incorporation material subsidiaries	Incorporated on December 22, 1997, in the State of Florida, USA
3.	Name and Date of Appointment of the Statutory Auditors	KNAV P.A. LLP Certified Public Accountants. Date of Appointment: September 4, 2020.

(L) Disclosure in relation to Sexual Harassment of Women at workplace

Pursuant to the requirements of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, your Company has a Policy and framework for employees to report sexual harassment cases at workplace and our process ensures complete anonymity and confidentiality of information. The Policy is available on the website of the Company www.garwarehitechfilms.com

No. of complaints filed during the Financial Year 2025-26	NIL
No. of complaints disposed of during the Financial Year 2025-26	NIL
No. of complaints pending during the Financial Year 2025-26	NIL

(M) Disclosure by the Company and its Subsidiaries of 'Loans and Advances in the nature of Loans to Firms/Companies in which Directors are interested by name and amount: NIL

(N) The Corporate Governance Report prepared, contains details as specified in regulations 17 to 27, clauses (b) to (i) of sub – regulation (2) of regulation 46 and para C, D, and E of Schedule V of the Listing Regulations ('Applicable criteria') for the year ended March 31, 2026 as required by the Company for annual submission to the Stock exchange: Yes

(O) Reconciliation of Share Capital Audit Report

As stipulated by SEBI, a Qualified Practicing Company Secretary carries out Secretarial Audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. The audit is carried out every quarter and the report thereon is submitted to the BSE Limited & National Stock Exchange of India Limited, where the Company's shares are listed. The audit confirms that total Listed and Paid-up Capital is in agreement with the aggregate of the total number of shares in dematerialized form (held with NSDL and CDSL) and total number of shares in physical form.

(P) Transfer of unclaimed /unpaid amounts to the Investor Education and Protection Fund:

Pursuant to Sections 124 and 125 of the Act read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("IEPF Rules"), dividends, if not claimed for a consecutive period of 7 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, shares in respect of such dividends which have not been claimed for a period of 7 consecutive years are also liable to be transferred to the Demat account of the IEPF Authority. The said requirement does not apply to shares in respect of which there is a specific order of Court, Tribunal or Statutory Authority, restraining any transfer of the shares. The provisions relating to transfer of shares were made effective by the Ministry of Corporate Affairs, *vide* its Notification dated October 13, 2017 read with the circular dated October 16, 2017.

The details of unclaimed dividends and shares transferred to IEPF are as follows:

Financial year	Amount of Unclaimed dividend transferred (₹ in Lakh)	Number of shares transferred
2008-09	4.69	1,90,580
2009-10	7.46	14,459
2010-11	7.71	13,821
2010-11	45.44	78,464
2011-12	7.81	47,879
2016-17	6.22	82,825
2017-18	7.43	17,955

The members who have a claim on above dividends and shares may claim the same from IEPF Authority by submitting an online application in the prescribed Form No. IEPF-5 available on the website www.iepf.gov.in and sending a physical copy of the same duly signed to the Company, along with requisite documents enumerated in the Form No. IEPF-5. No claims shall lie against the Company in respect of the dividend/shares transferred.

The following tables give information relating to various outstanding dividends and the dates by which they can be claimed by the shareholders from the Company's Registrar and Share Transfer Agent:

Financial Year	Date of Declaration	Last date for claiming unpaid dividend
2018-19	25.09.2019	29.10.2026
2019-20	12.03.2020	16.04.2027
2020-21	28.09.2021	02.11.2028
2021-22	27.09.2022	01.11.2029
2022-23	27.09.2023	01.11.2030
2023-24	24.09.2024	30.10.2031
2024-25	24.09.2025	30.10.2032

(Q) CMD/CFO Certification

The Chairman & Managing Director and Chief Financial Officer of the Company give annual certification on financial reporting and internal controls to the Board as required under Regulation 17 of the Listing Regulations. The Chairman & Managing Director and Chief Financial Officer also gives quarterly certification on financial results while placing the financial results before the Board in terms of LODR Regulations.

(R) CERTIFICATE ON CORPORATE GOVERNANCE

A compliance certificate from M/s Abbas Lakdawalla & Associates, Practicing Company Secretary, pursuant to the requirements of Schedule V to the Listing Regulations regarding compliance of conditions of Corporate Governance has been annexed to this Report.

(S) DETAILS OF SHARES IN SUSPENSE ACCOUNT:

Sr. No.	Particulars	No of Shareholders	No. of Shares
1.	Aggregate number of shareholders and the outstanding shares in the suspense account lying at the beginning of the year;	12	453
2.	Number of shareholders who approached listed entity for transfer of shares from suspense account during the year;	6	1807
3.	Number of shareholders to whom shares were transferred from suspense account during the year;	6	1807
4.	Aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year;	15	476
5.	The voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares	15	476

(T) DISCLOSURE OF CERTAIN TYPE OF AGREEMENTS BINDING LISTED ENTITIES

During the financial year under review, there were no such agreements entered into by the Company in terms of Clause 5A of paragraph A of Part A of Schedule III read with Regulation 30 of the SEBI LODR Regulations.

(U) SECRETARIAL AUDIT:

- M/s. Manish Ghia & Associates, Practicing Company Secretaries have conducted the Secretarial Audit of the Company for the year 2024-25. Their Audit Report confirms that the Company has complied with, the applicable provisions of the Act and the Rules made thereunder, Listing Regulations, applicable SEBI (LODR) Regulations, 2015 and other laws applicable to the Company. The Secretarial Audit Report forms part of the Board's Report.

DECLARATION OF COMPLIANCE WITH THE CODE OF CONDUCT

I hereby Confirm that:

The Company has obtained from all the Members of the Board and Senior Management Personnel, affirmation(s) that they have complied with the Code of Conduct for Board Members and Senior Management Personnel in respect of the Financial Year ended March 31, 2026.

Place : Mumbai
Date : May 06, 2026

Dr. Shashikant B. Garware
Chairman & Managing Director
DIN: 00943822

CERTIFICATE BY CMD & CFO AS PER REGULATION 17(8) OF THE SEBI (LODR) REGULATION, 2015

The Board of Directors,

Garware Hi-Tech Films Limited
Garware House, 50-A, Swami Nityanand Marg,
Vile Parle (East)
Mumbai – 400 057.

We certify that:

A. We have reviewed the financial statements and the cash flow statement of Garware Hi-Tech Films Limited for the Financial Year ended March 31, 2026, and that to the best of our knowledge and belief:
   1. these statements do not contain any materially untrue statement or omit any material facts or contain statements that might be misleading;
   2. these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

B. To the best of our knowledge and belief, no transactions entered into by the Company during the period are fraudulent, illegal or violates the code of conduct of the Company.

C. We accept responsibility for establishing and maintaining internal controls over financial reporting and that we have evaluated the effectiveness of internal control systems of the Company over financial reporting. We have not come across any reportable deficiencies in the design or operation of such internal controls. In our opinion, there are adequate internal controls over financial reporting.

D. We have indicated to the Auditors and the Audit Committee that there are:
   1) No significant changes in internal control over financial reporting during the period;
   2) No significant changes in the accounting policies during the period; and
   3) No instances of fraud of which we have become aware and the involvement there in, if any, of the management or an employee having a significant role in the Company's internal control systems over financial reporting.

E. We affirm that we have not denied any personnel access to the Audit Committee of the Company, and we have provided protection to whistle-blowers from unfair termination and other unfair or prejudicial employment practices.

We further declare that all Board members and senior management personnel have affirmed compliance with the Code of Conduct and Ethics for the period covered by this report.

Dr. Shashikant B. Garware
Chairman and Managing Director
DIN: 00943822

Abhishek Agarwal
Chief Financial Officer

Place : Mumbai
Date : May 06, 2026

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

To
The Members
Garware Hi-Tech Films Limited
Naigaon, Post Waluj,
Chhatrapati Sambhajinagar,
Maharashtra – 431133.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Garware Hi-Tech Films Limited (CIN: L10889MH1957PLC010889)** and having its registered office at Naigaon, Post Waluj, Chhatrapati Sambhajinagar, Maharashtra - 431133 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

Sr. No.	Name of Director	DIN	Date of Appointment in Company
1	Dr. Shashikant B. Garware	00943822	June 06, 1957
2	Ms. Monika Garware	00143400	March 31, 1989
3	Mrs. Sarita Garware Ramsay	00136048	May 26, 2022
4	Ms. Sonia Garware	00135995	January 31, 2007
5	Mr. Vivekanand Kamath	07260441	August 08, 2018
6	Ms. Devanshi Nanavati	08770422	June 25, 2020
7	Mr. Mohan S. Adsul*	00146752	August 11, 2023
8	Mr. Nayan Rawal	00184945	April 01, 2024
9	Mr. Deepak Chawla	10497108	April 01, 2024
10	Mr. Manoj Sonawala	00235168	April 01, 2024
11	Mr. Chirag Doshi	08532321	September 01, 2024
12	Mr. Uday Joshi	09753984	February 01, 2026

* Ceased due to resignation as Whole Time Director w.e.f. January 31, 2026.

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

For Manish Ghia & Associates
Company Secretaries

CS Mannish L. Ghia
Partner
M. No. FCS 6252, C.P. No. 3531
Peer Review No.: - PR 6759/2025
(FRN/Unique ID: P2006MH007100)
UDIN: F006252H000271451

Place: Mumbai
Date: May 6, 2026

PRACTICING COMPANY SECRETARY'S CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members of
GARWARE HI-TECH FILMS LIMITED

1. This Certificate on Corporate Governance has been issued in accordance with the terms of our Engagement Letter.
2. We have examined the compliance of conditions of Corporate Governance by GARWARE HI-TECH FILMS LIMITED ("the Company") for the year ended 31st March 2026, as specified in Regulations 17 to 27 and Clauses (b) to (i) of sub-regulation (2) of Regulation 46 and paragraph C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulations").
3. Management's Responsibility:

   The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of Internal control and procedures to ensure the compliance with the conditions of Corporate Governance stipulated in the Listing Regulations.
4. Auditor's Responsibility:

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

   a. In our opinion, and to the best of our information and according to the explanations given to me and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations for the year ended on March 31, 2026.

   b. We further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.
6. Restrictions on use:

   This certificate is issued solely for the purposes of complying with the aforesaid Regulations and may not be suitable for any other purpose. Accordingly, we do not accept or assume any liability or any other duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without my prior consent in writing.

For Abbas Lakdawalla & Associates LLP
Practicing Company Secretaries
Unique Code: L2021MH010000
PRC: 5525/2024

CS Vyoma Desai
Designated Partner
FCS 11166 CP 23010
DPIN: 09130520
UDIN: F011166H000206163

Place: Mumbai
Date : 27th April 2026

Annexure - V

BUSINESS RESPONSIBILITY & SUSTAINABILITY REPORT

SECTION A: GENERAL DISCLOSURES

I. Details of the listed entity

1.	Corporate Identity Number (CIN) of the Listed Entity	L10889MH1957PLC010889
2.	Name of the Listed Entity	Garware Hi-Tech Films Limited
3.	Year of incorporation	1957
4.	Registered office address	Naigaon, Post Waluj, Chhatrapati Sambhajinagar, (Aurangabad), Maharashtra- 431133, India
5.	Corporate address	Garware House, 50-A, Swami Nityanand Marg, Vile Parle (East), Mumbai- 400057, Maharashtra, India
6.	E-mail	cs@garwarehitech.com
7.	Telephone	0240-2554427
8.	Website	https://www.garwarehitechfilms.com
9.	Financial year for which reporting is being done	2025-2026
10.	Name of the Stock Exchange(s) where shares are listed	<table><tr><th>Name of the Exchange</th><th>Stock Code</th></tr><tr><td>NSE</td><td>GRWRHITECH</td></tr><tr><td>BSE</td><td>500655</td></tr></table>
11.	Paid-up Capital	INR 23,23,23,940
12.	Name and contact details (telephone, email address) of the person who may be contacted in case of any queries on the BRSR report	Mr. Awaneesh Srivastava President - Company Secretary and Legal Contact: +91 22-66988000 Email id: cs@garwarehitech.com
13.	Reporting boundary - Are the disclosures under this report made on a standalone basis (i.e. only for the entity) or on a consolidated basis (i.e. for the entity and all the entities which form a part of its consolidated financial statements, taken together).	The disclosures under this report are made on a standalone basis for Garware Hi-Tech Films Limited. (GHFL)
14.	Name of assessment or assurance provider[1]	Not Applicable as per the SEBI circular SEBI/HO/CFD/CFD-PoD-1/P/CIR/2025/42 dt. 28th March 2025.
15.	Type of assessment or assurance obtained[2]	Not Applicable as per the SEBI circular SEBI/HO/CFD/CFD-PoD-1/P/CIR/2025/42 dt. 28th March 2025.

Note: Please note that the numbers have been rationalized in this year's report, wherever required.

II. Products/services

16. Details of business activities (accounting for 90% of the turnover):

Sr. No.	Description of Main Activity	Description of Business Activity	% of Turnover of the entity
1.	Manufacturing of BOPET films including value added products like sun control films for automotive and architectural usage and paint protection films.	Comprises Polyester Film manufacturing	100.00

[1]The above disclosure is made as per the SEBI circular SEBI/HO/CFD/CFD-PoD-1/P/CIR/2025/42 dt. 28th March 2025.
[2]The above disclosure is made as per the SEBI circular SEBI/HO/CFD/CFD-PoD-1/P/CIR/2025/42 dt. 28th March 2025.

17. Products/Services sold by the entity (accounting for 90% of the entity's Turnover):

S. No.	Product/Service	NIC Code	% of total Turnover contributed
1.	Lamination Films	22201	45.00
2.	PET Films	22201	29.00
3.	Paint Protection Films	22201	26.00

III. Operations

18. Number of locations where plants and/or operations/offices of the entity are situated:

Location	Number of plants	Number of offices	Total
National	3	3	6
International	0	2*	2

* US and UK has one office each for GHFL's subsidiaries.

19. Markets served by the entity:

a. Number of locations:

Locations	Number
National (No. of States)	28
International (No. of Countries)	90+

b. What is the contribution of exports as a percentage of the total turnover of the entity?

The Company's contribution of exports as a percentage of the total turnover of the entity is 73%.

c. A brief on types of customers.

Our product portfolio is organized into two primary segments: the Consumer Product Division (CPD) and the Industrial Product Division (IPD). The CPD serves a wide range of end-use applications, including solar control films, window laminations, architectural films and paint protection films, providing solutions tailored to diverse consumer requirements.

While the other segment, the IPD, is focused on delivering high-performance films to converters, who further process them for applications such as shrink labels, heat-sealable packaging, electrical and thermal films and lidding solutions for leading brands in the food, pharmaceutical and personal care sectors. Additionally, these industrial films play a crucial role in insulation applications within electrical and electronic equipment, including transformers and household appliances.

IV. Employees

20. Details as at the end of Financial Year:

a. Employees and workers (including differently abled):

S. No.	Particulars	Total (A)	Male		Female	
			No. (B)	% (B / A)	No. (C)	% (C / A)
	EMPLOYEES					
1.	Permanent (D)	717	710	99.02	7	0.98
2.	Other than Permanent (E)	231	231	100.00	0	0.00
3.	**Total employees (D + E)**	**948**	**941**	**99.26**	**7**	**0.74**
	WORKERS					
4.	Permanent (F)	319	319	100.00	0	0.00
5.	Other than Permanent (G)	827	827	100.00	0	0.00
6.	**Total workers (F + G)**	**1146**	**1146**	**100.00**	**0**	**0.00**

b. **Differently abled Employees and workers:**

Sr. No	Particulars	Total (A)	Male		Female	
			No. (B)	% (B / A)	No. (C)	% (C / A)
DIFFERENTLY ABLED EMPLOYEES						
1.	Permanent (D)	Nil. The Company does not have any disabled employee as defined under The Rights of Persons with Disabilities Act, 2016 predominantly because of nature of our activities and processes. However, the Company does not discriminate on the basis of reduced / less mobility, in its recruitment process.				
2.	Other than Permanent (E)					
3.	**Total differently abled employees (D + E)**					
DIFFERENTLY ABLED WORKERS						
4.	Permanent (F)	Nil. The Company does not have any disabled worker as defined under The Rights of Persons with Disabilities Act, 2016 predominantly because of nature of our activities and processes. However, the Company does not discriminate on the basis of reduced / less mobility, in its recruitment process.				
5.	Other than permanent (G)					
6.	**Total differently abled workers (F + G)**					

21. **Participation/Inclusion/Representation of women**

	Total (A)*	No. and percentage of Females	
		No. (B)	% (B / A)
Board of Directors	11	4	36.36
Key Management Personnel*	6	2	33.33

***Board of Directors (BOD)** includes Non-Executive Directors, Executive Directors, Non-Executive Non-Independent Directors, Chairman & Managing Director (CMD) and Whole-Time Directors (WTD) and **Key Managerial Personnel (KMP)** includes Chief Financial Officer (CFO), Company Secretary (CS), Chairman & Managing Director (CMD) and Whole-Time Directors (WTD).

** The Chairman & Managing Director (CMD) and Whole-Time Directors (WTD) are included in both categories (BOD and KMP).

22. **Turnover rate for permanent employees and workers**

	FY 2025-26			FY 2024-25			FY 2023-24		
	Male	Female	Total	Male	Female	Total	Male	Female	Total
Permanent Employees	**4.30**	**0.00**	**4.30**	3.40	0.00	3.40	2.98	0.00	1.49
Permanent Workers	**0.70**	**0.00**	**0.70**	0.40	0.00	0.40	0.59	0.00	0.24

V. Holding, Subsidiary and Associate Companies (including joint ventures)

23. (a) **Names of holding / subsidiary / associate companies / joint ventures**

S. No.	Name of the holding / subsidiary / associate companies / joint ventures (A)	Indicate whether holding/ Subsidiary/ Associate/ Joint Venture	% of shares held by listed entity	Does the entity indicated at column A, participate in the Business Responsibility initiatives of the listed entity? (Yes/No)
1.	Garware Hi-Tech Films International Limited	Subsidiary	100.00	No
2.	Global Hi-Tech Films Inc.	Subsidiary	-*	No

*Global Hi-Tech Films Inc. is a step down wholly owned subsidiary.

**The Board at its meeting held on January 22, 2026, considered and approved the incorporation of wholly owned subsidiary in Dubai, UAE which is in process of incorporation.

VI. **CSR Details**

24. (i) **Whether CSR is applicable as per section 135 of Companies Act, 2013:** Yes

(ii) **Turnover (in ₹) –** 1947.56 Crores

(iii) **Net worth (in ₹) –** 2586.75 Crores

VII. **Transparency and Disclosures Compliances**

25. **Complaints/Grievances on any of the principles (Principles 1 to 9) under the National Guidelines on Responsible Business Conduct:**

Stakeholder group from whom complaint is received	Grievance Redressal Mechanism in Place (Yes/No) (If Yes, then provide web-link for grievance redress policy*) (Please provide the web-link for each group here)	FY 2025-26			FY 2024-25		
		Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks	Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks
Communities	The Company has adopted an open-door approach, welcoming community members into the factory to raise the concerns, if any.	**0**	**0**	**Nil**	0	0	Nil
Investors (other than shareholders)	NA						
Shareholders	A Board-level Stakeholders Relationship Committee (SRC) has been established to oversee shareholder grievances and ensure their timely resolution.	**19**	**0**	**All complaints were resolved promptly.**	12	0	All complaints were resolved promptly.
Employees and workers	For employees and workers, the company upholds an open-door policy, aligned with HR guidelines, to facilitate transparent communication and address concerns effectively. The Company also has a whistle-blower policy available on its website and Code of Conduct available on the intranet to resolve their queries.	**0**	**0**	**Nil**	0	0	Nil
Customers	In the case of customers, grievance redressal is managed by the respective functional head, who serves as the designated officer for resolving issues efficiently.	**87**	**4**	**The pending complaints are under discussion with the concerned teams, and further actions are awaited from external parties.**	67	0	All complaints were promptly resolved.
Value Chain Partners	In the case of value chain partners, grievance redressal is managed by the respective functional head, who serves as the designated officer for resolving issues efficiently.	**0**	**0**	**Nil**	0	0	Nil
Other (please specify)	NA						

26. Overview of the entity's material responsible business conduct issues and sustainability issues pertaining to environmental and social matters that present a risk or an opportunity to your business, rationale for identifying the same, approach to adapt or mitigate the risk along-with its financial implications.[3]

The Company's Risk Management policy integrates environmental, social and governance considerations into the Company's enterprise risk management framework by addressing risks related to health and safety, regulatory compliance, business ethics, stakeholder relationships, operational continuity and reputation management. It also includes management and governance oversight through the Risk Management Committee and Board. The Sustainability Policy of the Company reflects the commitment to integrating environmental, social and ethical principles into its business operations. The policy emphasizes sustainable decision-making, responsible governance, product stewardship, employee wellbeing and community development. It also outlines the Company's commitment to identifying material sustainability issues, managing ESG-related risks and opportunities, promoting transparency and implementing long-term sustainability strategies aligned with global reporting frameworks and stakeholder expectations.

Sr. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk / opportunity	In case of risk, approach to adapt or mitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
1.	Use of Raw Materials	Opportunity	By prioritising the use of sustainable raw materials and adopting responsible sourcing practices across its operations, GHFL has the opportunity to enhance its environmental and social footprint while supporting long-term sustainability objectives.	NA	Positive
2.	Disposal of Post-consumer Plastic Waste	Risk	Given that plastic constitutes a critical input in GHFL's product portfolio, effective management of post-consumer plastic waste remains a key environmental risk for the Company.	The Company has engaged with authorised external agencies to facilitate the collection and processing of post-consumer plastic waste in accordance with its obligations under the Extended Producer Responsibility framework.	Negative - No adverse financial impact observed during the reporting year.
3.	Talent Attraction and Management	Opportunity	The Company's ability to attract, develop and retain competent and skilled professionals plays a significant role in strengthening its sustainability journey. A capable workforce supports innovation, operational efficiency and sustained business growth. Annual increments and a supportive work environment are strategic drivers for talent attraction and retention.	NA	Positive

[3] Material issues identified are referred from the Sustainability Accounting Standards Board (SASB) 2023-24 version. SASB Standards are maintained and enhanced by the International Sustainability Standards Board (ISSB). This follows the SASB's merger with the International Integrated Reporting Council (IIRC) into the Value Reporting Foundation (VRF) and subsequent consolidation into the IFRS® Foundation in 2022. The latest standards have been accessed at https://sasb.ifrs.org/ on 14th April, 2026 at 11:10 (IST).

Sr. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk / opportunity	In case of risk, approach to adapt or mitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
4.	Occupational Health and Safety	Risk	Strong occupational health and safety practices are essential for safeguarding the Company's reputation among employees, customers, investors and the wider community. Workplace incidents or occupational health issues may adversely affect employee morale and raise concerns regarding the Company's commitment to employee wellbeing. A strong safety culture contributes positively to workforce confidence and engagement.	To effectively manage health and safety risks, the Company has implemented multiple control measures, including: a. A comprehensive safety policy aligned with the Plan-Do-Check-Act (PDCA) framework. b. Periodic inspections and assessments of plant facilities and infrastructure to identify and rectify unsafe or substandard conditions. c. Adoption of Hazard Identification and Risk Assessment (HIRA) practices, along with systems for reporting hazards, incidents and near-miss events, enabling proactive risk identification and mitigation.	Negative - No adverse financial impact observed during the reporting year.
5.	Supply chain	Risk	Timely procurement of raw materials and favourable commercial arrangements with third-party suppliers are critical to business continuity. Any disruption in supply may adversely affect the Company's ability to meet production schedules and customer commitments.	The Company adheres to its established Standard Operating Procedures for sustainable procurement and undertakes regular monitoring of approved purchase requisitions, open purchase orders for materials in transit and inventory levels of key inputs, including major raw materials, consumables, critical spares and project-specific materials.	Negative - No adverse financial impact observed during the reporting year.
6.	Labour Relations	Risk	Compliance with applicable labour laws and regulations is essential to mitigate reputational risks and potential legal exposure. Non-compliance may result in litigation and damage to stakeholder trust.	The Company has instituted a multi-stakeholder mechanism to monitor adherence to labour regulations, including safeguards against the use of child labour and forced labour. GHFL ensures timely and consistent compliance with all applicable labour-related statutory requirements. Assessment is undertaken of the risk impact of labour related issues.	Negative - No adverse financial impact observed during the reporting year.

Sr. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk / opportunity	In case of risk, approach to adapt or mitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
7.	Statutory and Regulatory Compliance	Risk	Operating within a highly regulated environment, GHFL recognises that strict compliance with statutory and regulatory requirements is fundamental to maintaining its credibility and reputation.	A structured framework has been established to manage, review, and continuously monitor compliance with all applicable laws and regulations.	Negative - No adverse financial impact observed during the reporting year.
8.	Ethics & Integrity	Opportunity	The Company's emphasis on ethical conduct and integrity reinforces stakeholder confidence and strengthens its standing within the industry.	NA	Positive
9.	GHG Emissions	Risk	The Company's manufacturing activities, which utilize energy, introduce risks of changing climate laws and market conditions. Higher emissions intensity may result in financial risk due to higher compliance costs resulting from compliance requirements or carbon pricing regimes. Moreover, as the commercial clients continue to hold sustainable supply chain and low carbon procurement criteria higher, the Company's unaddressed emissions profile may reduce the its competitive edge, which could affect customer retention and market share development.	The Company mitigates high GHG emission risks by increasing the use of renewable energy through rooftop solar installations, green power procurement, biomass-based producer gas and biogas generation. The Company has also transitioned to cleaner fuels in its thermic fluid heater and implemented energy efficiency initiatives, such as LED lighting, equipment upgrades and energy audit-driven optimization projects, reducing fossil fuel dependence, energy consumption and overall carbon emissions.	Negative - No adverse financial impact observed during the reporting year.

SECTION B: MANAGEMENT AND PROCESS DISCLOSURES

This section is aimed at helping businesses demonstrate the structures, policies and processes put in place towards adopting the NGRBC Principles and Core Elements.

Disclosure Questions	P1	P2	P3	P4	P5	P6	P7	P8	P9
Policy and management processes									
1. a. Whether your entity's policy/policies cover each principle and its core elements of the NGRBCs.	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
b. Has the policy been approved by the Board?	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
c. Web Link of the Policies, if available									

All the SEBI mandated policies are available at https://www.garwarehitechfilms.com/investor-desk/policies-of-company.

1. Familiarization Programme for Independent Directors- **P1|**
2. Prevention of Sexual Harassment Policy- **P3, P5|**
3. Anti- Bribery and Anti- Corruption Policy- **P1|**
4. Corporate Social Responsibility Policy- **P1, P8|**
5. Whistle-Blower Policy- **P1, P5|**
6. Policy on Board Diversity- **P1, P8|**
7. Policy on Related Party Transactions- **P1|**
8. Code of Conduct for Board of Directors & Senior Management Policy- **P1|**
9. Code of Conduct for Prevention of Insider Trading- **P1|**
10. Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information- **P1|**
11. Risk Management Policy- **P1, P6 |**
12. Policy on Preservation of Documents- **P1|**
13. Policy for determination of Material Events- **P1, P4|**
14. Sustainability Policy- **P1, P2, P6, P7, P9|**
15. Dividend Distribution Policy- **P1, P4|**
16. Policy for Determining Material Subsidiaries- **P1, P4|**
17. Nomination and Remuneration Policy- **P1, P3|**
18. Policy on succession planning for the Board and Senior Management- **P1, P3|**
19. Archival Policy- **P1|**

The Intranet Policies include:

1. Code of Conduct **P1|**
2. Environment, Safety and Health Policy **P2|P6**
3. Quality Policy **P9|**
4. Energy Policy **P6|**

2. Whether the entity has translated the policy into procedures.	Yes, our policies are reinforced by well-defined Standard Operating Procedures (SOPs) to ensure their effective implementation.
3. Do the enlisted policies extend to your value chain partners?	Certain policies also extend to our value chain partners, including: • Code of Conduct - P1, P3, P5 • Anti-Bribery and Anti-Corruption Policy - P1, P3

<table>
<tr><td>4.</td><td>Name of the national and international codes/certifications/labels/ standards (e.g. Forest Stewardship Council, Fairtrade, Rainforest Alliance, Trustea) standards (e.g. SA 8000, OHSAS, ISO, BIS) adopted by your entity and mapped to each principle.</td><td>Quality assurance continues to be a core operational priority for the Company and is reinforced through the adoption of recognised national and international certifications that demonstrate alignment with global best practices. These certifications support the Company’s commitment to product safety, environmental responsibility and continuous improvement.
• BRCGS AA Rating - This certification affirms compliance with the Global Food Safety Initiative (GFSI) requirements for packaging manufacturers and reflects the Company’s highest level of adherence to quality, hygiene and safety standards.
(Mapped to NGRBC Principles: P2 and P6)
• India Green Manufacturing Challenge - Gold Awards in December 2025 for Waluj Plant from M/s. International Research Institute of Manufacturing.
(Mapped to NGRBC Principles: P2 and P6)
• ISO 9001:2015 (Chikalthana and Waluj plants) - The ISO 9001:2015 certification establishes a structured quality management system that promotes consistency, operational efficiency and continual improvement.
(Mapped to NGRBC Principles: P1, P2, and P6)</td></tr>
<tr><td>5.</td><td>Specific commitments, goals and targets set by the entity with defined timelines, if any.</td><td rowspan="2">Sustainability forms an integral part of the Company’s long-term strategic direction and extends beyond regulatory compliance. The Company has developed a structured ESG roadmap including climate action, efficient resource utilisation, and responsible waste management.
Key focus areas include emission reduction, air quality improvement, biodiversity conservation, and enhanced energy efficiency. As a long-term commitment, the Company has set a target to reduce its total emissions by 63% by FY 2034–35, taking FY 2022–23 as the base year, reinforcing its position as a responsible and future-oriented organisation.</td></tr>
<tr><td>6.</td><td>Performance of the entity against the specific commitments, goals and targets along-with reasons in case the same are not met.</td></tr>
<tr><td colspan="3">Governance, leadership and oversight</td></tr>
<tr><td>7.</td><td colspan="2">Statement by director responsible for the business responsibility report, highlighting ESG related challenges, targets and achievements.
At Garware, sustainability is embedded within the Company’s core business philosophy, guiding its pursuit of long-term value creation while consciously reducing environmental impact. The Company’s approach to responsible growth is driven by innovation, operational efficiency and a clear vision for a more sustainable future.
By integrating ESG considerations into business decision-making, the Company strengthens its competitive positioning while contributing meaningfully to a resilient and sustainable global economy. During the year, the Company continued to advance eco-friendly product innovations, including energy-efficient films, solar-control window solutions, UV-resistant films and products incorporating recycled PET materials.
Focused efforts toward reducing energy consumption, increasing the share of renewable resources and post-consumer recycled materials, minimising waste generation, recycling production waste and reducing non-recyclable waste determine the Company’s commitment to environmental stewardship. These initiatives contribute to lower carbon emissions, improved energy efficiency and the promotion of circular economy practices.
The implementation of Zero Liquid Discharge (ZLD) systems further demonstrates responsible water management by eliminating wastewater discharge across operations. Collectively, these initiatives support enhanced operational efficiency while advancing the Company’s sustainability objectives.
Beyond environmental initiatives, the Company’s CSR programmes continue to prioritise education, healthcare and community welfare, ensuring that social value creation remains central to its operations. Recognising the evolving ESG landscape- marked by climate change, resource constraints and regulatory developments, the Company remains committed to improving energy efficiency, reducing waste and achieving a 63% reduction in total emissions compared to FY 2022–23 by FY 2034–35.
The Company has deployed a rooftop solar power system and procures renewable electricity under a green energy scheme, thereby reducing dependence on grid-based fossil fuel electricity and lowering Scope 2 emissions. In addition, renewable energy is generated through a producer gas plant, wherein biomass is converted into a combustible gas and through an Effluent Treatment Plant (ETP)-based biogas power generation system, enabling substitution of conventional fuels with cleaner alternatives.
Further, a transition in fuel usage has been implemented at the thermic fluid heater, with partial replacement of conventional fuel (LSHS) by producer gas derived from biomass, contributing to lower emission intensity. The Company has also undertaken several energy efficiency initiatives, including replacement of inefficient equipment with energy-efficient alternatives (such as AHUs and blowers), installation of non-critical equipment interlocks, and implementation of a closed-loop cooling tower system. These measures, supported by an energy audit identifying multiple optimization projects, have resulted in significant reduction in energy consumption and associated emissions.</td></tr>
</table>

Collectively, these initiatives contribute to improved energy performance, reduced reliance on fossil fuels and a measurable decrease in the Company's overall carbon footprint. Going forward, the Company will continue to focus on innovation, robust governance and responsible growth, striving to set higher benchmarks in sustainable manufacturing through strategic investments and continuous improvement.	
Mr. Uday V. Joshi Whole Time Director	
8. Details of the highest authority responsible for implementation and oversight of the Business Responsibility policy (ies).	Mr. Uday V. Joshi (DIN No: 09753984) Designation: Whole Time Director
9. Does the entity have a specified Committee of the Board/ Director responsible for decision making on Sustainability related issues? (Yes / No). If yes, provide details.	Yes, the Board of Directors has authorized **Mr. Uday V. Joshi** (DIN: 09753984), to oversee and take decisions on sustainability-related matters, ensuring appropriate leadership oversight and accountability.

10. Details of Review of NGRBCs by the Company:

Subject for Review	Indicate whether review was undertaken by Director / Committee of the Board/ Any other Committee									Frequency (Annually/ Half yearly/ Quarterly/ Any other – please specify)								
	P1	P2	P3	P4	P5	P6	P7	P8	P9	P1	P2	P3	P4	P5	P6	P7	P8	P9
Performance against Above policies and follow up action	Oversight of performance against the Company's policies and alignment with the NGRBC Principles is undertaken by the Board of Directors, supported by the Nomination and Remuneration Committee, Risk Management Committee and Audit Committee. These bodies review compliance status and recommend corrective actions, where necessary. Such reviews are conducted at defined intervals, including quarterly and half-yearly reviews and are also undertaken in response to significant regulatory or legislative changes, ensuring continued alignment with applicable laws, regulations and evolving best practices.																	
Compliance with statutory requirements of relevance to the principles and, rectification of any non-compliances	Yes. The Company confirms that it monitors and complies with all applicable statutory requirements relevant to the NGRBC Principles.																	

	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
11. Has the entity carried out independent assessment/ evaluation of the working of its policies by an external agency (Yes/No). If yes, provide name of the agency.	In addition to internal oversight, the Company engages external auditors to provide independent assurance on the effectiveness of its policies, codes and procedures. To enhance transparency and accountability, Dhir & Dhir Associates, a leading law firm with expertise in ESG compliance, conducted a comprehensive review of the implementation and effectiveness of the policies outlined in this section for the purpose of this report.								

12. If answer to question (1) above is "No" i.e. not all Principles are covered by a policy, reasons to be stated:

Questions	P1	P2	P3	P4	P5	P6	P7	P8	P9
The entity does not consider the Principles material to its business (Yes/No)	Not Applicable								
The entity is not at a stage where it is in a position to formulate and implement the policies on specified principles (Yes/No)									
The entity does not have the financial or/human and technical resources available for the task (Yes/No)									
It is planned to be done in the next financial year (Yes/No)									
Any other reason (please specify)									

SECTION C: PRINCIPLE WISE PERFORMANCE DISCLOSURE

This section is designed to assist organizations in showcasing their ability to incorporate the Principles and Core Elements into critical processes and decisions. The requested information is classified into “Essential” and “Leadership” categories. While all entities required to submit this report are expected to disclose essential indicators, the disclosure of leadership indicators is optional for those entities aiming to advance their commitment to social, environmental and ethical responsibility.

PRINCIPLE 1: Businesses should conduct and govern themselves with integrity and in a manner that is Ethical, Transparent and Accountable.

Essential Indicators

1. Percentage coverage by training and awareness programmes on any of the Principles during the financial year:

Segment	Total Number of training and awareness programmes held	Topics/principles covered under the training and its impact	% age of persons in respective category covered by the awareness programmes
Board of Directors	2	Topics on Familiarisation programme and Awareness programme on ESG (P1)	100.00
Key Managerial Personnel	4	Code of Conduct (P1), Core Values (P1), PoSH – Prevention of Sexual Harassment (P3) and Health & Safety (P3)	100.00
Employees other than BoD and KMPs	122	Induction Training (P3), International Material Data System (IMDS) (P2), Root Cause Analysis (P1, P2), Quality Control Tools (P2), MSA – Measurement System Analysis (P2), CAPA – Corrective and Preventive Action (P1, P2), ISO 9001 (P2), ISO 50001 (P6), BRCGS – Brand Reputation through Compliance Global Standards (P2), Work Permit System (P3), Electrical Automation (P2, P6), Fire Crew (P3), First Aid Training (P3), Ergonomics (P3), Behavioural Based Safety (P3), Power BI (P1) and Material Handling (P3, P6).	80.00
Workers	122	Induction Training (P3), International Material Data System (IMDS) (P2), Root Cause Analysis (P1, P2), Quality Control Tools (P2), MSA (Measurement System Analysis) (P2), CAPA (Corrective and Preventive Action) (P1, P2), ISO 9001 (P2), ISO 50001 (P6), BRCGS (P2), Work Permit System (P3), Electrical Automation (P2, P6), Fire Crew (P3), First Aid Training (P3), Ergonomics (P3), Behavioural Based Safety (P3), Power BI (P1) and Material Handling (P3, P6).	80.00

2. Details of fines / penalties /punishment/ award/ compounding fees/ settlement amount paid in proceedings (by the entity or by directors / KMPs) with regulators/ law enforcement agencies/ judicial institutions, in the financial year, in the following format (Note: the entity shall make disclosures on the basis of materiality as specified in Regulation 30 of SEBI (Listing Obligations and Disclosure Obligations) Regulations, 2015 and as disclosed on the entity’s website):

Monetary					
	NGRBC Principle	**Name of the regulatory/ enforcement agencies/judicial institutions**	**Amount (in INR)**	**Brief of the Case**	**Has an appeal been preferred? (Yes/No)**
Penalty/Fine	Directors/KMPs have not been subjected to pay and fines, penalties, punishments, awards, compounding fees, or settlement amounts in the financial year.				
Settlement					
Compounding Fee					
Non-Monetary					
Imprisonment	Directors/KMPs have not been subjected to pay and fines, penalties, punishments, awards, compounding fees, or settlement amounts in the financial year.				
Punishment					

3. **Of the instances disclosed in Question 2 above, details of the Appeal/ Revision preferred in cases where monetary or non-monetary action has been appealed.**

Case Details	Name of the regulatory/enforcement agencies/judicial institutions
Not Applicable	

4. **Does the entity have an anti-corruption or anti-bribery policy? If yes, provide details in brief and if available, provide a web-link to the policy.**

Yes, the Company has an Anti-Bribery and Anti-Corruption Policy available on its website - https://www.garwarehitechfilms.com/investor-desk/policies-of-company. The Policy reflects the Company's commitment to maintaining the highest standards of ethics, integrity and transparency in all business operations. It establishes a zero-tolerance approach toward bribery, corruption, money laundering and unethical business practices, in compliance with applicable laws. It applies to all employees, directors, contractors, consultants and third parties associated with the Company. The provisions are also incorporated within the Company's Code of Conduct, which is made available to employees through the Company's intranet.

5. **Number of Directors/KMPs/employees/workers against whom disciplinary action was taken by any law enforcement agency for the charges of bribery/ corruption:**

	FY 2025-26	FY 2024-25
Directors	Not applicable. During the reporting periods, no Directors, Key Managerial Personnel, Employees, or Workers were subjected to any disciplinary proceedings or actions by law enforcement authorities in relation to allegations or charges of bribery or corruption.	
KMPs		
Employees		
Workers		

6. **Details of complaints with regard to conflict of interest:**

	FY 2025-26		FY 2024-25	
	Number	Remarks	Number	Remarks
Number of complaints received in relation to issues of conflict of interest of the Directors	Not applicable. No complaints pertaining to conflict of interest involving Directors or Key Managerial Personnel were reported during the reporting periods.			
Number of complaints received in relation to issues of Conflict of Interest of the KMPs				

7. **Provide details of any corrective action taken or underway on issues related to fines / penalties / action taken by regulators/ law enforcement agencies/ judicial institutions, on cases of corruption and conflicts of interest.**

During the reporting period, no instances of corruption or conflicts of interest were identified. Thus, there were no fines, penalties, or corrective measures were imposed by regulators, law enforcement agencies or judicial authorities.

8. **Number of days of accounts payables ((Accounts payable *365) / Cost of goods/services procured) in the following format:[4]**

	FY 2025-26	FY 2024-25
Number of days of accounts payables	**43**	39

9. **Open-ness of Business: Provide details of concentration of purchases and sales with trading houses, dealers and related parties along-with loans and advances & investments, with related parties, in the following format:[5]**

Parameter	Metrics	FY 2025-26	FY 2024-25
Concentration of Purchases	**a. Purchases from Trading houses as % of total purchases**	**Nil**	Nil
	b. Number of trading houses where purchases and made from	**Nil**	Nil
	c. Purchases from top 10 trading houses as % of total purchases from trading houses	**Nil**	Nil

[4] The above calculations are in accordance with Part B, Attribute 9 of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

[5] The above calculations are in accordance with Part B, Attribute 9 of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

Parameter	Metrics		FY 2025-26	FY 2024-25
Concentration of Sales	**a.**	**Sales to dealers/distributors as % of total sales**	**55.00**	56.00
	b.	**Number of dealers/distributors to whom sales are made**	**625**	632
	c.	**Sales to top 10 dealers/distributors as % of total sales to dealers/distributors**	**46.00**	52.00
Share of RPTs in	**a.**	**Purchases (Purchases with related parties/Total Purchases)**	**Nil**	Nil
	b.	**Sales (Sales to related parties/Total Sales)***	**Nil**	Nil
	c.	**Loans & advances (Loans & advances given to related parties/Total loans & advances)**	**Nil**	Nil
	d.	**Investments (Investments in related parties/Total Investments made)**	**Nil**	Nil

* Excluding sales to wholly owned subsidiaries / Step down subsidiary.

Leadership Indicators

1. **Awareness programmes conducted for value chain partners on any of the Principles during the financial year:**

Total number of awareness programmes held	Topic/principles covered under the training	% age of value chain partners covered (by value)
8	Code of Conduct, Health & Safety, Film Installation	80.00

2. **Does the entity have processes in place to avoid/ manage conflict of interests involving members of the Board? (Yes/No) If yes, provide details of the same.**

   Yes. The Company has established a structured framework to identify, disclose, and manage potential conflicts of interest involving members of the Board and Senior Management, as laid down in its Code of Conduct for the Board of Directors and Senior Management. In accordance with the Code, Directors and Key Managerial Personnel are required to periodically disclose their interests, affiliations and associations with other entities. These declarations are reviewed and updated on a regular basis to ensure transparency and timely identification of any potential conflicts. Further, prior to entering into transactions involving such individuals or related entities, the Company ensures that all applicable statutory requirements, internal policies and approval processes are duly complied with. This framework supports ethical decision-making and reinforces the Company's commitment to transparency, accountability and good governance.

   The policy is available at: https://www.garwarehitechfilms.com/investor-desk/policies-of-company

PRINCIPLE 2: Businesses should provide goods and services in a manner that is sustainable and safe

Essential Indicators

1. **Percentage of R&D and capital expenditure (capex) investments in specific technologies to improve the environmental and social impacts of product and processes to total R&D and capex investments made by the entity, respectively.**

	FY 2025-26	FY 2024-25	Details of improvements in the environmental and social impacts
R&D	**0.31% (₹ 6.05 Crores)**	0.36% (₹ 7.12 Crores)	The said investment was directed toward developing solutions that improve product safety and sustainability. These initiatives contributed to enhanced shelf life for dairy, vegetable and pharmaceutical packaging solutions. In addition, targeted R&D efforts toward coloured Paint Protection Films (PPF) have eliminated greenhouse gas emissions and reduced the handling of hazardous materials associated with conventional automobile painting processes.
Capex	**₹ 4.55 Crores** **(Data not quantifiable in percent)**	₹ 0.07 Crore (Data not quantifiable in percent)	

2. a. **Does the entity have procedures in place for sustainable sourcing? (Yes/No)**

Yes. The Company follows a vertically integrated procurement model provided in a SOP that prioritises responsible sourcing. All wooden packaging materials are procured domestically and paper-based inputs are sourced exclusively from sustainable and environmentally responsible suppliers.

This approach reduces transportation-related emissions, supports local enterprises and contributes to employment generation. The Company also collaborates with suppliers that follow responsible forestry and sourcing practices, thereby aiding biodiversity conservation and sustainable resource management across the supply chain.

b. **If yes, what percentage of inputs were sourced sustainably?**

The Company ensures that 100% of its paper-based raw materials are sourced from sustainable and eco-friendly suppliers, ensuring all wooden packaging materials are procured locally under its vertically integrated sourcing strategy. Additionally, sustainability assessment surveys were circulated to 80% of value chain partners to evaluate and strengthen responsible sourcing practices.

3. **Describe the processes in place to safely reclaim your products for reusing, recycling and disposing at the end of life, for (a) Plastics (including packaging) (b) E-waste (c) Hazardous waste and (d) other waste.**

The Company remains committed to environmentally responsible waste management and strictly complies with its Extended Producer Responsibility (EPR) obligations. To manage plastic waste effectively, it has partnered with a reputed recycling agency to facilitate systematic collection and recycling, thereby minimising environmental impact.

4. **Whether Extended Producer Responsibility (EPR) is applicable to the entity's activities (Yes / No). If yes, whether the waste collection plan is in line with the Extended Producer Responsibility (EPR) plan submitted to Pollution Control Boards? If not, provide steps taken to address the same.**

Yes. Extended Producer Responsibility is applicable to the Company's operations. The Company follows a structured waste management framework that is aligned with the EPR plan approved by the Maharashtra State Pollution Control Board. Waste collection, scientific processing and recycling certification are managed through an authorised external agency, ensuring regulatory compliance and traceability of waste disposal activities.

Leadership Indicators

1. **Has the entity conducted Life Cycle Perspective / Assessments (LCA) for any of its products (for manufacturing industry) or for its services (for service industry)? If yes, provide details in the following format?**

NIC Code	Name of Product/Service	% of total Turnover Contributed	Boundary for which the Life Cycle Perspective / Assessment was conducted	Whether conducted by independent external agency (Yes/No)	Results communicated in public domain (Yes/No) If yes, provide the web-link.
22201	PET Films	29.00	Cradle to Cradle	Yes	No
22201	Lamination Films	45.00	Cradle to Cradle	Yes	No
22201	Paint Protection Films	26.00	Cradle to Cradle	Yes	No

Note: The LCA was conducted by CII for the Company's products.

2. **If there are any significant social or environmental concerns and/or risks arising from production or disposal of your products / services, as identified in the Life Cycle Perspective / Assessments (LCA) or through any other means, briefly describe the same along-with action taken to mitigate the same.**

Name of Product/ Service	Description of the risk/ concern	Action Taken
No significant social or environmental concerns and/or risks arising from production or disposal of our products / services, was identified in the Life Cycle Assessment.		

3. **Percentage of recycled or reused input material to total material (by value) used in production (for manufacturing industry) or providing services (for service industry).**

Indicate input material	Recycled or re-used input material to total material	
	FY 2025-26	FY 2024-25
Plastic chips (Recycled)	**22.38**	39.92

4. **Of the products and packaging reclaimed at end of life of products, amount (in metric tonnes) reused, recycled and safely disposed, as per the following format:**

	FY 2025-26			FY 2024-25		
	Re-Used	Recycled	Safely Disposed	Re-Used	Recycled	Safely Disposed
Plastics (including packaging)	**0.00**	**985.00**	**1471.00**	9.59	664.00	1546.00
E-waste	**0.00**	**0.00**	**0.00**	0.00	0.00	0.00
Hazardous Waste	**0.00**	**0.00**	**0.00**	0.00	0.00	0.00
Other waste (Wood and Paper)	**0.00**	**0.00**	**0.00**	0.00	0.00	0.00

Note: As per the EPR Targets in both the financial years.

5. **Reclaimed products and their packaging materials (as percentage of products sold) for each product category**

Indicate product category	Reclaimed products and their packaging materials (as percentage of products sold) for each product category.
The Company is registered under the Extended Producer Responsibility framework and ensures that plastic waste generated from its products is recycled both internally and through authorised external agencies in line with prescribed targets. Post sale, the responsibility for collection and recycling of plastic products rests with brand owners, in accordance with applicable EPR regulations. The Company continues to monitor compliance with EPR obligations to ensure responsible end-of-life management of its products and packaging materials.	

PRINCIPLE 3: Businesses should respect and promote the well-being of all employees, including those in their value chains

Essential Indicators

1. a. **Details of measures for the well-being of employees:**

% of employees covered by											
	Total (A)	Health Insurance		Accident Insurance		Maternity Benefits*		Paternity Benefits*		Day Care facilities	
		Number (B)	% (B/A)	Number (C)	% (C/A)	Number (D)	% (D/A)	Number (E)	% (E/A)	Number (F)	% (F/A)
Permanent Employees											
Male	710	710	100.00	710	100.00	0	0	710	100.00	710	100.00
Female	7	7	100.00	7	100.00	7	100.00	0	0.00	7	100.00
Total	**717**	**717**	**100.00**	**717**	**100.00**	**7**	**100.00**	**710**	**100.00**	**717**	**100.00**
Other than Permanent Employees											
Male	231	231	100.00	231	100.00	0	0.00	231	100.00	231	100.00
Female	0	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
Total	231	231	100.00	231	100.00	0	0.00	231	100.00	231	100.00

*Percentage of (D & E) – Maternity and Paternity benefit is calculated as 100% as per FAQ's on BRSR issued by NSE dt. May 10, 2024.

b. **Details of measures for the well-being of workers:**

	% of workers covered by										
	Total (A)	Health Insurance		Accident Insurance		Maternity Benefits*		Paternity Benefits*		Day Care facilities	
		Number (B)	% (B/A)	Number (C)	% (C/A)	Number (D)	% (D/A)	Number (E)	% (E/A)	Number (F)	% (F/A)
Permanent Workers											
Male	319	319	100.00	319	100.00	0	0.00	319	100.00	319	100.00
Female	0	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
Total	**319**	**319**	**100.00**	**319**	**100.00**	**0**	**0.00**	**319**	**100.0**	**319**	**100.00**
Other than Permanent Workers											
Male	827	827	100.00	827	100.00	0	0.00	827	100.00	827	100.00
Female	0	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
Total	**827**	**827**	**100.00**	**827**	**100.00**	**0**	**0.00**	**827**	**100.00**	**827**	**100.00**

*Percentage of (D & E) – Maternity and Paternity benefit is calculated as 100% as per FAQ's on BRSR issued by NSE dt. May 10, 2024.

c. **Spending on measures towards well-being of employees and workers (including permanent and other than permanent) in the following format:**

	FY 2025-26	FY 2024-25
Cost incurred on well-being measures as a % of total revenue of the Company	**0.32**	0.32

2. **Details of retirement benefits, for Current FY and Previous Financial Year.**

Benefits	FY 2025-26			FY 2024-25		
	No. of employees covered as a % of total employees	No. of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)	No. of employees covered as a % of total employees	No. of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)
PF	**100.00**	**100.00**	**Y**	100.00	100.00	Y
Gratuity	**100.00**	**100.00**	**NA**	100.00	100.00	NA
ESI*	**NA**	**100.00**	**Y**	NA	100.00	Y

*ESI is 100% for workers who are eligible for the ESIC scheme. In light of discovery and clarification provided, the Company has rationalised its data for FY 2024-25.

3. **Accessibility of workplaces**

Are the premises / offices of the entity accessible to differently abled employees and workers, as per the requirements of the Rights of Persons with Disabilities Act, 2016? If not, whether any steps are being taken by the entity in this regard.

While the Company currently does not employ any differently abled employees or workers, it remains committed to ensuring workplace accessibility in line with the intent of the Rights of Persons with Disabilities Act, 2016. Infrastructure across offices and facilities includes accessibility features such as ramps, elevators and wheelchairs, wherever required. Several office locations are situated on the ground floor to facilitate ease of access. In specific circumstances, battery-operated vehicles are also made available to support mobility within the premises.

4. **Does the entity have an equal opportunity policy as per the Rights of Persons with Disabilities Act, 2016? If so, provide a web-link to the policy.**

Yes. The Company follows the principle of equal opportunity as outlined in its Code of Conduct, which is accessible through the intranet. The Company is also committed to providing equal employment opportunities to all individuals, irrespective of age, gender, race, religion, nationality or disability. It endeavours to foster an inclusive and equitable workplace culture where employees are treated with dignity, fairness and respect and are provided equal opportunities for growth and advancement.

5. Return to work and Retention rates of permanent employees and workers that took parental leave.

Gender	Permanent Employees		Permanent workers	
	Return to work rate	Retention rate	Return to work rate	Retention rate
Male	100.00	100.00	100.00	100.00
Female	100.00	100.00	100.00	100.00
Total	**100.00**	**100.00**	**100.00**	**100.00**

6. Is there a mechanism available to receive and redress grievances for the following categories of employees and worker? If yes, give details of the mechanism in brief.

	Yes/No (If Yes, then give details of the mechanism in brief)
Permanent Workers	Yes. The Company has established a structured Grievance Redressal Mechanism as mentioned in the Code of Conduct, available on the intranet, to ensure timely and effective resolution of employee and worker concerns. Employee grievances may be addressed through a structured hierarchy, beginning with the Immediate Supervisor, followed by escalation to the HR Department or Grievance Redressal Committee (ICCT), with legal recourse available where applicable. Where required, matters may also be escalated through vigil mechanism to ensure appropriate resolution. This multi-tiered mechanism promotes transparency, open communication and employee well-being and supports the maintenance of a fair and supportive work environment.
Other than Permanent Workers	
Permanent Employees	
Other than Permanent Employees	

7. Membership of employees and worker in association(s) or Unions recognized by the listed entity:

Category	FY 2025-26			FY 2024-25		
	Total employees / workers in respective category (A)	No. of employees/ workers in respective category, who are part of association(s) or Union (B)	% (B / A)	Total employees / workers in respective category (C)	No. of employees/ workers in respective category, who are part of association(s) or Union (D)	% (D / C)
Total Permanent Employees	**717**	**0**	**0.00**	642	0	0.00
Male	**710**	**0**	**0.00**	638	0	0.00
Female	**7**	**0**	**0.00**	4	0	0.00
Total Permanent Worker	**319**	**0**	**0.00**	305	0	0.00
Male	**319**	**0**	**0.00**	305	0	0.00
Female	**0**	**0**	**0.00**	0	0	0.00

8. Details of training given to employees and workers:

	FY 2025-26					FY 2024-25				
	Total (A)	On Health and Safety measures		On Skill upgradation		Total (D)	On Health and Safety measures		On Skill upgradation	
		No. (B)	% (B/A)	No. (C)	% (C/A)		No. (E)	% (E/D)	No. (F)	% (F/D)
Employees										
Male	**941**	**941**	**100.00**	**941**	**100.00**	798	798	100.00	798	100.00
Female	**7**	**7**	**100.00**	**7**	**100.00**	4	4	100.00	4	100.00
Total	**948**	**948**	**100.00**	**948**	**100.00**	**802**	**802**	**100.00**	**802**	**100.00**
Workers										
Male	**1146**	**1146**	**100.00**	**1146**	**100.00**	1194	1194	100.00	1194	100.00
Female	**0**	**0**	**0.00**	**0**	**0.00**	0	0	0.00	0	0.00
Total	**1146**	**1146**	**100.00**	**1146**	**100.00**	**1194**	**1194**	**100.00**	**1194**	**100.00**

9. **Details of performance and career development reviews of employees and worker:**

Category	FY 2025-26			FY 2024-25		
	Total (A)	No. (B)	% (B/A)	Total (C)	No. (D)	% (D/C)
Employees						
Male	941	941	100.00	798	798	100.00
Female	7	7	100.00	4	4	100.00
Total	**948**	**948**	**100.00**	**802**	**802**	**100.00**
Workers						
Male	1146	1146	100.00	1194	1194	100.00
Female	0	0	0.00	0	0	0.00
Total	**1146**	**1146**	**100.00**	**1194**	**1194**	**100.00**

* While monetary or appraisal reviews for new hires fall outside the scope of HR policy, they receive constructive feedback during the appraisal cycle to support their professional growth, skill enhancement, and overall development.

10. **Health and safety management system:**

a. **Whether an occupational health and safety management system has been implemented by the entity? (Yes/ No). If yes, the coverage of such system?**

Yes. The Company has implemented a structured Occupational Health and Safety (OHS) Management System aligned with the Plan-Do-Check-Act (PDCA) framework to ensure continual improvement. The Environment, Health and Safety (EHS) Policy is supported by senior management through adequate resource allocation and defined accountability. Health and safety performance is reviewed through monthly safety committee meetings, during which plant-level performance, incidents, and improvement opportunities are evaluated.

The Company is also in the process of obtaining ISO 45001:2018 certification, further strengthening its OHS framework.

b. **What are the processes used to identify work-related hazards and assess risks on a routine and non-routine basis by the entity?**

The Company follows a comprehensive hazard identification and risk assessment mechanism for both routine and non-routine activities. Each manufacturing unit is supported by a dedicated safety committee and safety coordinators, assisted by trained health and safety professionals. Regular monthly inspections and risk assessments are conducted to identify potential hazards and improvement areas. An online hazard reporting system enables continuous identification and monitoring of safety issues. In addition, a stringent work permit system ensures that activities commence only after risks have been evaluated and appropriate control measures are implemented. Workers continuously follow safety practices by ensuring mandatory PPE compliance, adhering to safety protocols in designated areas, promptly reporting incidents and actively participating in regular safety training, drills and audits. Continuous compliance with medical fitness and health standards is maintained, while unsafe acts or safety violations are strictly addressed through disciplinary measures.

c. **Whether you have processes for workers to report the work-related hazards and to remove themselves from such risks. (Y/N)**

Yes. A digital safety observation and reporting platform allows employees and workers to report near-miss incidents, unsafe acts or hazardous conditions. All reported observations are escalated to the concerned supervisors or managers for corrective action and resolution status is tracked on a weekly basis to ensure closure and accountability.

d. **Do the employees/ worker of the entity have access to non-occupational medical and healthcare services? (Yes/ No)**

Yes. All employees and workers have access to non-occupational medical and healthcare services.

11. **Details of safety related incidents, in the following format:**

Safety Incident/Number	Category	FY 2025-26	FY 2024-25
Lost Time Injury Frequency Rate (LTIFR) (per one million-person hours worked)*	**Employees**	**0.00**	0.00
	Workers	**0.00**	0.00
Total recordable work-related injuries	**Employees**	**0.00**	0.00
	Workers	**0.00**	0.00
No. of fatalities	**Employees**	**0.00**	0.00
	Workers	**0.00**	0.00
High consequence work-related injury or ill-health (excluding fatalities)	**Employees**	**0.00**	0.00
	Workers	**0.00**	0.00

*Including the contract workforce

12. **Describe the measures taken by the entity to ensure a safe and healthy workplace.**

The Company considers workplace safety to be a core element of employee well-being and operational effectiveness, beyond statutory compliance. A safe working environment contributes to higher productivity, improved employee morale, and reduced operational risks.

All incidents and near-misses are systematically recorded, investigated and monitored until corrective and preventive actions are fully implemented. The Company follows a continuous improvement approach, recognising that effective safety management requires ongoing vigilance, proactive interventions and regular review of safety practices.

13. **Number of Complaints on the following made by employees and workers:**

	FY 2025-26			FY 2024-25		
	Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks
Working Conditions	**Nil**			Nil		
Health & Safety						

14. **Assessments for the year:**

	% of your plants and offices that were assessed (by entity or statutory authorities or third parties)
Health and safety practices	During the reporting year, 100% of the Company's plants and offices were assessed for health and safety practices through third-party audits by M/s. Green EHS, ensuring independent evaluation and consistent adherence to safety standards.
Working Conditions	

15. **Provide details of any corrective action taken or underway to address safety-related incidents (if any) and on significant risks / concerns arising from assessments of health & safety practices and working conditions.**

No significant safety-related risks or concerns were identified during the assessments. However, observations noted during audits were addressed promptly through appropriate corrective actions to further strengthen health and safety performance.

Leadership Indicators

1. **Does the entity extend any life insurance or any compensatory package in the event of death of (A) Employees (Y/N) (B) Workers (Y/N).**

Yes. The Company provides Group Personal Accident Insurance and Employee Compensation Policy coverage for both employees and workers, offering financial protection and security in the event of unforeseen incidents.

2. **Provide the measures undertaken by the entity to ensure that statutory dues have been deducted and deposited by the value chain partners.**

The Company has established robust controls to ensure that contractors and value chain partners comply with statutory requirements related to deduction and deposit of applicable dues. As part of this framework, security deposits are collected from partners to reinforce accountability. These deposits act as a safeguard and may be forfeited in cases of non-compliance or sustainability-related breaches, thereby supporting ethical conduct and regulatory adherence across the value chain.

3. **Provide the number of employees / workers having suffered high consequence work- related injury / ill-health / fatalities (as reported in Q11 of Essential Indicators above), who have been are rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment:**

	Total no. of affected employees/workers		No. of employees/workers that are rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment	
	FY 2025-26	FY 2024-25	FY 2025-26	FY 2024-25
Employees	**Nil**	Nil	**Nil**	Nil
Workers				

4. **Does the entity provide transition assistance programs to facilitate continued employability and the management of career endings resulting from retirement or termination of employment?**

As part of its transition assistance initiatives, the Company continues to engage select retired employees as consultants or advisors, enabling continuity of knowledge transfer while supporting continued professional engagement beyond formal employment.

5. **Details on assessment of value chain partners:**

	% of value chain partners (by value of business done with such partners) that were assessed
Health and safety practices	During the reporting year, 80% of value chain partners (by value of business) were assessed on parameters relating to health and safety practices and working conditions.
Working Conditions	

6. **Provide details of any corrective actions taken or underway to address significant risks / concerns arising from assessments of health and safety practices and working conditions of value chain partners.**

No significant risks or concerns related to health and safety practices or working conditions were identified during the assessment of value chain partners.

PRINCIPLE 4: Businesses should respect the interests of and be responsive to all its stakeholders

Essential Indicators

1. **Describe the processes for identifying key stakeholder groups of the entity.**

The Company follows a structured approach to identifying and prioritising its key stakeholders through continuous engagement and dialogue across multiple communication channels. The process involves identifying relevant internal and external stakeholder groups, assessing the nature and extent of the Company's impact on them, and evaluating their influence on business operations.

This assessment enables the Company to prioritise stakeholders based on materiality and relevance, ensuring that stakeholder expectations are appropriately considered and addressed within its strategic and operational decision-making processes.

2. **List stakeholder groups identified as key for your entity and the frequency of engagement with each stakeholder group.**

Stakeholder Group	Whether identified as Vulnerable & Marginalized Group	Channels of Communication	Frequency of engagement	Purpose and scope of engagement including key topics and concerns raised during such engagement
Customers	No	Customer Satisfaction Surveys	Continuous	Data Security & Innovation
Employees	No	Email, Intranet, Social media, Noticeboards, Employee engagement initiatives, Annual performance appraisal discussions	Continuous or Need Based	Development and wellness programmes for employees and their families
Shareholder/ Investors	No	Press releases, Investor/ Analyst Conference call, AGM, Annual Reports and Financial Statements	Quarterly, Half-yearly, Annual and Need Based	Company Financials
Communities	Yes	Newspaper, Website, Pamphlets, Advertisements	Continuous	Relief and Rehabilitation
Regulators and Statutory bodies	No	Meetings, Mandatory Filings with regulators (SEBI, MCA, etc.)	Continuous or need basis	Compliances, fair and ethical business practices and transparency in disclosures
Media	No	Website	Continuous	Press releases and public disclosures
Industry Associations	No	Meetings	Continuous	Communications

Stakeholder Group	Whether identified as Vulnerable & Marginalized Group	Channels of Communication	Frequency of engagement	Purpose and scope of engagement including key topics and concerns raised during such engagement
Dealers/ Distributors	No	Meetings	Quarterly or need based	Dealer/ Distributor meets, Dealer/ Distributor surveys, Welfare schemes, Training and education, Dealer/ Distributor feedbacks
Bankers and Financial institutions	No	Meetings, website, Advertisements	Continuous or need basis	Engagement activities
Vendors	No	Regular meetings, Supplier assessments	Continuous	Ensure timely payments

Leadership Indicators

1. **Provide the processes for consultation between stakeholders and the Board on economic, environmental and social topics or if consultation is delegated, how is feedback from such consultations provided to the Board.**

   The Company places strong emphasis on incorporating stakeholder perspectives into its governance framework. Inputs and concerns raised through stakeholder engagements are reviewed by the relevant management teams and where appropriate, escalated for consideration at the Board level. This structured consultation mechanism ensures that material economic, environmental and social matters are adequately deliberated and addressed through informed decision-making.

2. **Whether stakeholder consultation is used to support the identification and management of environmental and social topics (Yes / No). If so, provide details of instances as to how the inputs received from stakeholders on these topics were incorporated into policies and activities of the entity.**

   Yes. The Company maintains open and accessible communication channels that allow stakeholders to raise concerns and provide feedback on environmental and social matters. Any issues received are reviewed promptly and discussions are initiated to assess and resolve them in a timely manner. While no stakeholder-driven environmental or social concerns were reported during the current reporting period, inputs received through consultations in earlier periods have informed key decisions and contributed to the refinement of policies and operational practices.

3. **Provide details of instances of engagement with and actions taken to, address the concerns of vulnerable/ marginalized stakeholder groups.**

   The Company's CSR initiatives are focused on supporting vulnerable and marginalised communities in line with its CSR Policy. These initiatives primarily address areas such as education, gender equality, women's empowerment and the alleviation of hunger, poverty, nutritional deficiencies and healthcare challenges. No specific instances of engagement requiring corrective or remedial action for vulnerable or marginalised stakeholder groups were identified during the reporting period.

PRINCIPLE 5: Businesses should respect and promote human rights

Essentials Indicators

1. **Employees and workers who have been provided training on human rights issues and policy(ies) of the entity, in the following format:**

Category	FY 2025-26			FY 2024-25		
	Total (A)	No. of employees/ workers covered (B)	% (B/A)	Total (C)	No. of employees/ workers covered (D)	% (D/C)
Employees						
Permanent	**717**	**717**	**100.00**	642	642	100.00
Other than permanent	**231**	**231**	**100.00**	160	160	100.00
Total Employees	**948**	**948**	**100.00**	**802**	**802**	**100.00**
Workers						
Permanent	**319**	**319**	**100.00**	305	305	100.00
Other than permanent	**827**	**827**	**100.00**	889	889	100.00
Total Workers	**1146**	**1146**	**100.00**	**1194**	**1194**	**100.00**

Note: Human Rights training is given to all employees and workers as a part of Induction.

2. **Details of minimum wages paid to employees and workers, in the following format:**

Category	FY 2025-26					2024-25				
	Total (A)	Equal to Minimum Wage		More than Minimum Wage		Total (D)	Equal to Minimum Wage		More than Minimum Wage	
		No. (B)	% (B/A)	No. (C)	% (C/A)		No. (E)	% (E/D)	No. (F)	% (F/D)
Employees										
Permanent	717	0	0.00	717	100.00	642	0	0.00	642	100.00
Male	710	0	0.00	710	100.00	638	0	0.00	638	100.00
Female	7	0	0.00	7	100.00	4	0	0.00	4	100.00
Other than Permanent	231	0	0.00	231	100.00	160	0	0.00	160	100.00
Male	231	0	0.00	231	100.00	160	0	0.00	160	100.00
Female	0	0	0.00	0	0.00	0	0	0.00	0	0.00
Workers										
Permanent	319	0	0.00	319	100.00	305	0	0.00	305	100.00
Male	319	0	0.00	319	100.00	305	0	0.00	305	100.00
Female	0	0	0.00	0	0.00	0	0	0.00	0	0.00
Other than Permanent	827	0	0.00	827	100.00	889	0	0.00	889	100.00
Male	827	0	0.00	827	100.00	889	0	0.00	889	100.00
Female	0	0	0.00	0	0.00	0	0	0.00	0	0.00

3. **Details of remuneration/salary/wages, in the following format:**

a. **Median remuneration/wages:**

	Male		Female	
	Number	Median remuneration/ Salary/ Wages of respective category (In lakh per annum)	Number	Median remuneration/ Salary/ Wages of respective category (In lakh per annum)
Board of Directors (BoD)	7	5.08	4	531.75
Key Managerial Personnel*	4	114.58	2	1232.88
Employees other than BoD and KMP	708	7.70	5	14.00
Workers	319	4.62	0	0.00

* Chairman & Managing Director (CMD) and Whole-Time Directors (WTD) are included under both Board of Directors and Key Managerial Personnel.

**Data is calculated as of March 31, 2026 and includes permanent employees and workers only. Other than permanent employees and workers are excluded from the above calculations.

b. **Gross wages paid to females as % of total wages paid by the entity, in the following format:**[6]

	FY 2025-26	FY 2024-25
Gross wages paid to females as % of total wages	**15.80 (Including Directors)**	16.00 (Including Directors)

Note: The above calculations are in accordance with Part B, Attribute 6 of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

4. **Do you have a focal point (Individual/ Committee) responsible for addressing human rights impacts or issues caused or contributed to by the business? (Yes/No)**

   Yes. The responsibility for overseeing and addressing human rights related impacts and issues within the Company is with the Head of Human Resources (HR) Operations, who serves as the primary focal point.

[6] The above calculations are in accordance with Part B, Attribute 6 of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

5. **Describe the internal mechanisms in place to redress grievances related to human rights issues**

The Company has established a structured internal Grievance Redressal Mechanism for addressing human rights related concerns. Employees and workers may initially raise grievances with the respective plant HR Head. In instances where the matter remains unresolved, it may be escalated sequentially to the Plant Head or Unit Head, and thereafter through the defined vigil mechanism to ensure appropriate resolution, as required. This escalation framework ensures accessibility, transparency and timely resolution of grievances.

6. **Number of Complaints on the following made by employees and workers:**

	FY 2025-26			FY 2024-25		
	Filed during the year	Pending resolution at the end of the year	Remarks	Filed during the year	Pending resolution at the end of the year	Remarks
Sexual harassment	No complaints were reported by employees or workers during either of the financial years in relation to sexual harassment, workplace discrimination, child labour, forced or involuntary labour, wages or any other human rights related matters.					
Discrimination at workplace						
Child Labour						
Forced Labour/ Involuntary Labour						
Wages						
Other Human Rights related issues						

7. **Complaints filed under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, in the following format:** [7]

	FY 2025-26	FY 2024-25
Total Complaints reported under Sexual Harassment on of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (POSH)	No complaints were received under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 during either of the financial years.	
Complaints on POSH as a % of female employees / workers		
Complaints on POSH upheld		

8. **Mechanisms to prevent adverse consequences to the complainant in discrimination and harassment cases**[8]

The Company maintains a strong commitment to preventing harassment and discrimination in the workplace. An Internal Complaints Committee (ICC) has been constituted in full compliance with applicable legal requirements to address complaints related to sexual harassment under the POSH Act, as provided in the POSH Policy on the website. Further, the Company enforces a zero-tolerance policy against retaliation, victimisation or discrimination of any individual who raises a concern through the Vigil Mechanism or participates in related inquiries, thereby safeguarding complainants throughout the Redressal process provided under the Whistle-blower policy. The Policies are available at: https://www.garwarehitechfilms.com/investor-desk/policies-of-company

9. **Do human rights requirements form part of your business agreements and contracts?**

Yes. Human rights requirements are embedded within the Company's business agreements and contractual arrangements. These provisions ensure compliance with applicable labour and human rights laws, including the Maharashtra Recognition of Trade Unions and Prevention of Unfair Labour Practices Act, 1971. The contractual framework explicitly prohibits child labour and forced or involuntary labour, while reinforcing ethical employment practices and fair treatment across operations.

10. **Assessments for the year:**

	% of your plants and Offices that were assessed (by entity or statutory authorities or third parties)

[7] The above calculations are in accordance with Part B, Attribute 6 of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.
[8] The above calculations are in accordance with Part B, Attribute 6 of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

Child Labour	During the reporting period, 100% of the Company's plants and offices were assessed by a third party on the mentioned human rights parameters.
Forced/involuntary labour	
Sexual Harassment	
Discrimination at workplace	
Wages	
Others – please specify	

Note: A third party, Deloitte, has undertaken the assessment on the above parameters.

11. Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 10 above.

No significant risks or adverse observations were identified during the assessments conducted under Question 10. Hence, no corrective actions were required or initiated during the reporting period.

Leadership Indicators

1. Details of a business process being modified / introduced as a result of addressing human rights grievances / complaints

The Company remains committed to continuously strengthening its human rights framework and maintains an open-door policy for employees and stakeholders. As no material human rights grievances necessitating procedural changes were reported during the year, no business process modifications were undertaken.

2. Details of the scope and coverage of any Human rights due diligence conducted.

Human rights considerations form an integral part of the Company's regular third-party audit processes, which include evaluation of compliance with applicable human rights parameters across operations.

3. Is the premise/office of the entity accessible to differently abled visitors, as per the requirements of the Rights of Persons with Disabilities Act, 2016?

Yes. The Company endeavours to ensure accessibility for differently-abled visitors in accordance with the Rights of Persons with Disabilities Act, 2016. Several offices are located on the ground floor and are equipped with accessibility features such as ramps, elevators and wheelchairs. Where required, battery-operated vehicles are also provided to facilitate ease of movement within the premises.

4. Details on assessment of value chain partners:

	% of value chain partners (by value of business done with such partners) that were assessed
Sexual Harassment	The Company addresses matters related to child labour, forced or involuntary labour, sexual harassment, workplace discrimination and fair wages through established internal controls, routine oversight and operational checks. During the reporting year, 80% of the value chain partners were assessed against these parameters. Continuous monitoring mechanisms are in place to proactively identify potential issues and ensure timely and appropriate corrective actions wherever required.
Discrimination at workplace	
Child Labour	
Forced Labour / Involuntary Labour	
Wages	
Others – Please Specify	

5. Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 4 above.

No significant risks or concerns were identified and no corrective actions were required or initiated from the assessment undertaken.

PRINCIPLE 6: Businesses should respect and make efforts to protect and restore the environment

Essential Indicators

1. **Details of total energy consumption (in Joules or multiples) and energy intensity, in the following format:**[9]

Parameter	FY 2025-26 (In Mega Joules)	FY 2024-25 (In Mega Joules)
From renewable sources		
Total electricity consumption (A)*	**2,85,79,006.80**	-
Total fuel consumption (B)	**19,19,67,179.29**	**16,27,52,955.76**
Energy consumption through other sources (C) - *Biogas (generated in ETP) utilized in Boiler*	**97,30,310.40**	59,62,200.00
Total energy consumption (A+B+C)	**23,02,76,496.49**	16,87,15,155.76
From non-renewable sources		
Total electricity consumption (D)	**25,00,32,187.51**	28,13,03,058.96
Total fuel consumption (E) **	**42,92,54,457.08**	47,22,14,351.28
Energy consumption through other sources (F)	**-**	-
Total Energy consumption from non-renewable sources (D+E+F)	**67,92,86,644.59**	75,35,17,410.24
Total energy consumed (A+B+C+D+E+F)	**90,95,63,141.08**	**92,22,32,566.00**
Energy intensity per rupee of turnover *(Total energy consumption/ Revenue from Operations) (MJ/ Rs)*	**0.047**	0.046
Energy intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP)[10] *(Total energy consumed / Revenue from operations adjusted for PPP) (MJ/ USD)*	**0.95**	0.95
Energy intensity in terms of physical output[11] (MJ/ MT)	**10,958.96**	11,592.83
Energy intensity (optional) – the relevant metric may be selected by the entity – MJ/ Employee	**9,59,454.79**	-

*Green electricity consumption commenced in October 2025, whereas electricity from the solar was available from December 2025 onwards.

** The decrease in fuel consumption is primarily attributable to the exclusion of one company-owned vehicle from the reporting boundary and the non-availability of fuel consumption data for another vehicle during the reporting period.

The Energy Policy of the company focuses on improving energy efficiency through optimized energy consumption, equipment modernization and enhanced operational practices. It encourages the adoption of renewable energy sources by conducting internal audits, monitoring energy performance indicators and updating action plans. In alignment with this commitment, the company continuously implements various energy-saving initiatives across its operations.

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency. –

No external review or independent analysis has been conducted to evaluate our operations, performance, or compliance with applicable standards and regulations.

2. **Does the entity have any sites / facilities identified as designated consumers (DCs) under the Performance, Achieve and Trade (PAT) Scheme of the Government of India? (Y/N) If yes, disclose whether targets set under the PAT scheme have been achieved. In case targets have not been achieved, provide the remedial action taken, if any**

   The Company's manufacturing facilities are currently not classified as Designated Consumers under the Government of India's Perform, Achieve and Trade (PAT) Scheme. Accordingly, no targets have been prescribed or monitored under the scheme during the reporting period.

[9] The above calculations are in accordance with Part A, Section 1(I) of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

[10] The above calculations are in accordance with Part A, Section 1(II) of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

[11] The above calculations are in accordance with Part B, Attribute 2 of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

3. **Provide details of the following disclosures related to water, in the following format:**[12]

Parameter	FY 2025-26	FY 2024-25
Water withdrawal by source (in kilolitres)		
(i) Surface water	**4,12,317.00**	4,35,933.00
(ii) Groundwater	**9,008.62**	15,806.46
(iii) Third party water	**-**	-
(iv) Seawater / desalinated water	**-**	-
(v) Others	**-**	38,404
Total volume of water withdrawal (in kilolitres) (i + ii + iii + iv + v)	**4,21,325.62**	4,90,143.46
Total volume of water consumption (in kilolitres)*	**4,59,821.62**	4,90,143.46
Water intensity per rupee of turnover *(Water consumed / Revenue from operations) (KL/ Rs)*	**0.000024**	0.000025
Water Intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP)[13] *(Total water consumption / Revenue from operations adjusted for PPP) (KL/ USD)*	**0.00048**	0.00051
Water intensity in terms of physical output[14] (KL/ MT)	**5.54**	6.16
Water intensity (optional) – the relevant metric may be selected by the entity -KL/ Employee	**485.04**	-

*The reported water consumption is higher than water withdrawal as it includes the reuse of treated water generated from the Effluent Treatment Plant (ETP) and Reverse Osmosis (RO) systems, which is recycled and utilized within the process operations.

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

No external review or independent analysis has been conducted to evaluate our operations, performance, or compliance with applicable standards and regulations.

4. **Provide the following details related to water discharged**

<table>
<tr><th>Parameter</th><th>FY 2025-26</th><th>FY 2024-25</th></tr>
<tr><td colspan="3">Water discharge by destination and level of treatment (in kilolitres)</td></tr>
<tr><td>(i) To Surface water</td><td colspan="2" rowspan="16">Not Applicable – Zero Liquid Discharge (ZLD) System Implemented
The Company has adopted and fully implemented a Zero Liquid Discharge (ZLD) system as part of its commitment to sustainable water management. This approach ensures that no industrial wastewater is discharged from the premises, as all effluents are completely treated, recycled and reused within the facility.</td></tr>
<tr><td>- No treatment</td></tr>
<tr><td>- With treatment – please specify level of treatment</td></tr>
<tr><td>(ii) To Groundwater</td></tr>
<tr><td>- No treatment</td></tr>
<tr><td>- With treatment – please specify level of treatment</td></tr>
<tr><td>(iii) To Seawater</td></tr>
<tr><td>- No treatment</td></tr>
<tr><td>- With treatment – please specify level of treatment</td></tr>
<tr><td>(iv) Sent to third parties</td></tr>
<tr><td>- No treatment</td></tr>
<tr><td>- With treatment – please specify level of treatment</td></tr>
<tr><td>(v) Others</td></tr>
<tr><td>- No treatment</td></tr>
<tr><td>- With treatment – please specify level of treatment</td></tr>
<tr><td>Total water discharged (in kilolitres)</td></tr>
</table>

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency-

No external review or independent analysis has been conducted to evaluate our operations, performance, or compliance with applicable standards and regulations.

[12] The above calculations are in accordance with Part B, Attribute 2 of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

[13] The above calculations are in accordance with Part A, Section 1(I) of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

[14] The above calculations are in accordance with Part A, Section 1(II) of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

5. **Has the entity implemented a mechanism for Zero Liquid Discharge? If yes, provide details of its coverage and implementation.**

The Company has established and operationalized a Zero Liquid Discharge (ZLD) framework across all its facilities. Under this system, approximately 120 cubic meters of wastewater is treated on a daily basis through an integrated and advanced treatment process.

The treated effluent is fully recovered and reused within operations, primarily in cooling tower applications, thereby minimizing reliance on freshwater sources. This practice ensures adherence to applicable environmental norms while reinforcing the Company's focus on efficient resource utilization and responsible environmental management. The elimination of liquid discharge, coupled with internal recycling, reflects the Company's commitment to sustainable operations and long-term environmental stewardship.

6. **Please provide details of air emissions (other than GHG emissions) by the entity, in the following format:**

Parameter	Please specify unit	FY 2026-25	FY 2024-25
NOx	Kg	**-**	-
SOx	Kg	**1,21,957.80***	54,728.00
Particulate matter (PM)	Kg	**23,706.17**	26,013.13
Persistent organic pollutants (POP)	Kg	**-**	-
Volatile organic compounds (VOC)	Kg	**-**	-
Hazardous air pollutants (HAP)	Kg	**-**	-
Others - please specify	Kg	**-**	-

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

Yes, independent assessment is conducted at Chikalthana and Waluj plant by Mahabal Enviro Engineers Pvt. Ltd.

*The increase in SO_2 emissions during FY 2025-26 was mainly attributable to improved monitoring accuracy resulting from instrument calibration and measurement methodology refinement by an accredited third-party laboratory.

7. **Provide details of greenhouse gas emissions (Scope 1 and Scope 2 emissions) & its intensity, in the following format:**[15]

Parameter	Unit	FY 2025-26	FY 2024-25
Total Scope 1 emissions * (Break-up of the GHG into CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available)	Metric tonnes of CO_2 equivalent	**43,624.61**	51,927.91
Total Scope 2 emissions[16] (Break-up of the GHG into CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available)	Metric tonnes of CO_2 equivalent	**49,311.90**	75,722.26
Total Scope 1 and Scope 2 emissions per Rupee of turnover (Total Scope 1 and Scope 2 GHG emissions / Revenue from operations)	Metric tonnes of CO_2 equivalent/Rupees	**0.0000048**	0.0000064
Total Scope 1 and Scope 2 emissions per USD of turnover adjusted for Purchasing Power Parity (PPP) (Total Scope 1 and Scope 2 GHG emissions / Revenue from operations adjusted for PPP)[17]	Metric tonnes of CO_2 equivalent/USD	**0.00010**	0.00013
Total Scope 1 and Scope 2 emissions intensity in terms of physical output[18]	Metric tonnes of CO_2 equivalent/MT	**1.12**	1.60
Total Scope 1 and Scope 2 emission intensity (optional) – the relevant metric may be selected by the entity	Metric tonnes of CO_2 equivalent/Employee	**98.03**	-

*For Scope 1 emissions, the distance travelled by company-owned vehicles has been estimated using the mileage of each vehicle, derived from the previous year's fuel consumption and distance travelled data.

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N)

[15] The above calculations are in accordance with Part B, Attribute 1 of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

[16] The above calculations as per the updated emission factors provided in the CO2 Baseline Database for the Indian Power Sector – User Guide, Version 20.0, December 2024, published by the Central Electricity Authority, Ministry of Power, Government of India.

[17] The above calculations are in accordance with Part A, Section 1(I) of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

[18] The above calculations are in accordance with Part A, Section 1(II) of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

No external review or independent analysis has been conducted to evaluate our operations, performance, or compliance with applicable standards and regulations.

8. Does the entity have any project related to reducing Greenhouse Gas emission? If yes, then provide details.

Yes, the Company has undertaken multiple targeted initiatives to reduce greenhouse gas (GHG) emissions, with a focus on renewable energy adoption, fuel transition and energy efficiency improvements.

The Company has deployed a rooftop solar power system and procures renewable electricity under a green energy scheme, thereby reducing dependence on grid-based fossil fuel electricity and lowering Scope 2 emissions. In addition, renewable energy is generated through a producer gas plant, wherein biomass is converted into a combustible gas and through an Effluent Treatment Plant (ETP)-based biogas power generation system, enabling substitution of conventional fuels with cleaner alternatives.

Further, a transition in fuel usage has been implemented at the thermic fluid heater, with partial replacement of conventional fuel (LSHS) by producer gas derived from biomass, contributing to lower emission intensity. The Company has also undertaken several energy efficiency initiatives, including replacement of inefficient equipment with energy-efficient alternatives (such as AHUs and blowers), installation of non-critical equipment interlocks, and implementation of a closed-loop cooling tower system. These measures, supported by an energy audit identifying multiple optimization projects, have resulted in significant reduction in energy consumption and associated emissions.

Collectively, these initiatives contribute to improved energy performance, reduced reliance on fossil fuels and a measurable decrease in the Company's overall carbon footprint.

9. Provide details related to waste management by the entity, in the following format:[19]

Parameter	FY 2025-26	FY 2024-25
Total Waste generated (in metric tonnes)		
Plastic waste **(A)**	**16,836.30**	17,646.62
E-waste **(B)**	**-**	10.42
Bio-medical waste **(C)**	**0.001**	0.01
Construction and demolition waste **(D)**	**-**	-
Battery waste **(E)**	**1.04**	0.88
Radioactive waste **(F)**	**-**	-
Other Hazardous waste **(G)**		
1) Chemical sludge from waste water treatment	**39.52**	46.01
2) Spent solvent	**1,456.59**	1,646.99
3) Empty drums / barrels contaminated with Hazardous Chemicals	**204.15**	185.18
4) Used Oil	**11.17**	9.11
5) Used filters contaminated with Hazardous Chemicals	**1.20**	0.72
Other Non-hazardous waste generated (H)		
1) Metal (All types)	**184.01**	143.63
2) Waste Wood (Paper, Plywood, Jungle, Boxes, Core etc.)	**15,873.14**	1,277.79
3) Biomass Ash	**2,856.86**	2,386.91
Total (A+B + C + D + E + F + G + H)	**37,463.97**	**23,354.26**
Waste intensity per rupee of turnover (Total waste generated / Revenue from operations) *(MT/ Rupee)*	**0.0000019**	0.0000012
Waste intensity per USD of turnover adjusted for Purchasing Power Parity (PPP) (Total waste generated / Revenue from operations adjusted for PPP)[20] *(MT/ USD)*	**0.000039**	0.000024
Waste intensity in terms of physical output[21] *(MT/ MT)*	**0.45**	0.30

[19] The above calculations are in accordance with Part B, Attribute 4 of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

[20] The above calculations are in accordance with Part A, Section 1(I) of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

[21] The above calculations are in accordance with Part A, Section 1(II) of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

Parameter	FY 2025-26	FY 2024-25
Waste intensity (optional) - the relevant metric may be selected by the entity – *(MT/Employee)*	**39.52**	-
For each category of waste generated, total waste recovered through recycling, re-using or other recovery operations (in metric tonnes)		
Category of waste - Plastic Waste, E-Waste, Battery Waste, Other Hazardous Waste and Other Non-Hazardous Waste		
(i) Recycled - Plastic Waste, E-Waste, Battery Waste, Spent Solvent, Empty Drums/Barrels contaminated with Hazardous Chemicals, Used Oil, Metals and Waste Wood	**36,386.94**	20,920.62
(ii) Re-used - Biomass Ash used as Biochar/Manure	**1,036.31**	2,386.91
(iii) Other recovery operations - (Energy Recovery) - Chemical Sludge from waste water treatment used as alternate fuel	**7.49**	-
Total	**37,430.74**	**23,307.53**
For each category of waste generated, total waste disposed by nature of disposal method (in metric tonnes)		
Category of waste- Biomedical Waste and Other Hazardous Waste		
(i) Incineration - Biomedical Waste, Chemical sludge from waste water treatment and Used filters contaminated with Hazardous Chemicals	**33.22**	46.73
(ii) Landfilling	**-**	-
(iii) Other disposal operations	**-**	-
Total	**33.22**	**46.73**

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency-

No external review or independent analysis has been conducted to evaluate our operations, performance, or compliance with applicable standards and regulations.

10. Briefly describe the waste management practices adopted in your establishments. Describe the strategy adopted by your Company to reduce usage of hazardous and toxic chemicals in your products and processes and the practices adopted to manage such wastes

The Company has established a structured and compliant waste management framework to ensure proper handling, segregation, storage and disposal of both hazardous and non-hazardous waste streams arising from its operations. Waste is managed through authorized recyclers and certified agencies to ensure environmentally sound treatment and disposal. Plastic waste generated internally is recycled and reused within operations to the extent feasible, promoting circularity and reducing reliance on virgin raw materials. Any residual plastic waste that cannot be reused in-house is channelled to approved third-party recyclers. Additionally, the Company fulfills its Extended Producer Responsibility (EPR) obligations through authorized agencies for collection and recycling of post-consumer plastic waste, in line with applicable regulatory requirements.

The manufacturing processes are designed to avoid the use of toxic chemicals, thereby minimizing associated environmental and health risks. Hazardous waste, including used oil, solvents and empty containers, is systematically collected and sent to licensed recyclers for recovery and reuse. Process residues such as chemical sludge are disposed of through authorized Treatment, Storage and Disposal Facilities (TSDF), where they are managed through secure landfill, co-processing or incineration, in accordance with statutory guidelines.

Through these measures, the Company ensures regulatory compliance, reduces environmental impact, and advances its commitment to sustainable and responsible waste management practices.

11. If the entity has operations/offices in/around ecologically sensitive areas (such as national parks, wildlife sanctuaries, biosphere reserves, wetlands, biodiversity hotspots, forests, coastal regulation zones etc.) where environmental approvals / clearances are required, please specify details in the following format:

S. No.	Location of operations/offices	Types of operations	Whether the conditions of environmental approval / clearance are being complied with? (Y/N) If no, the reasons thereof and corrective action taken, if any.
The Company does not operate any manufacturing facilities or offices in or around ecologically sensitive areas, including national parks, wildlife sanctuaries, wetlands, coastal regulation zones or biodiversity hotspots.			

12. **Details of environmental impact assessments of projects undertaken by the entity based on applicable laws, in the current financial year:**

Name and Brief details of project	EIA Notification No.	Date	Whether conducted by independent external agency (Yes/No)	Results communicated in public domain (Yes / No)	Relevant Web link
No projects requiring environmental impact assessments under applicable EIA notifications were undertaken during the reporting period.					

13. **Is the entity compliant with the applicable environmental law/ regulations/ guidelines in India; such as the Water (Prevention and Control of Pollution) Act, Air (Prevention and Control of Pollution) Act and Environment protection act and rules thereunder (Y/N). If not, provide details of all such non-compliances, in the following format:**

Sr. No.	Specify the law / regulation / guidelines which was not complied with	Provide details of the non- compliance	Any fines / penalties / action taken by regulatory agencies such as pollution control boards or by courts	Corrective action taken, if any
No instances of non-compliance were reported during the reporting year.				

Leadership Indicators

1. **Water withdrawal, consumption and discharge in areas of water stress (in kilolitres):**

   For each facility / plant located in areas of water stress, provide the following information:

   (i) Name of the area: NA

   (ii) Nature of operations: NA

   (iii) Water withdrawal, consumption and discharge in the following format:

Parameter	FY 2025-26	FY 2024-25
Water withdrawal by source (in kilolitres)		
(i) Surface water	Not Applicable	
(ii) Groundwater		
(iii) Third party water		
(iv) Seawater / desalinated water		
(v) Others - Waste water recycled through ETP and RO)		
Total volume of water withdrawal (in kilolitres)		
Total volume of water consumption (in kilolitres)		
Water intensity per rupee of turnover *(Water consumed / Revenue from operations)*		
Water intensity *(optional)* - the relevant metric may be selected by the entity		
Water discharge by destination and level of treatment (in kilolitres)		
(i) Into Surface water	Not Applicable	
- No treatment		
- With treatment – please specify level of treatment		
(ii) Into Groundwater		
- No treatment		
- With treatment – please specify level of treatment		
(iii) Into Seawater		
- No treatment		
- With treatment – please specify level of treatment		
(iv) Sent to third-parties		
- No treatment		
- With treatment – please specify level of treatment		
(v) Others		
- No treatment		
- With treatment – please specify level of treatment		
Total water discharged (in kilolitres)		

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency –

No external review or independent analysis has been conducted to evaluate our operations, performance, or compliance with applicable standards and regulations.

2. **Please provide details of total Scope 3 emissions & its intensity, in the following format:**

Parameter	Unit	FY 2025-26	FY 2024-25
Total Scope 3 emissions (Break-up of the GHG into CO_2, CH_4, N_2O, HFCs, PFCs, SF_6, NF_3, if available)	Metric tonnes of CO2 equivalent	**278.57**	212.63
Total Scope 3 emissions per rupee of turnover	Metric tonnes of CO2 Equivalent/ Rupee	**0.000000014**	0.000000011
Total Scope 3 emission intensity (optional) – the relevant metric may be selected by the entity	Metric tonnes of CO2 equivalent/Employee	**0.29**	-

**During FY 2024–25, Scope 3 greenhouse gas (GHG) emissions were calculated considering only Category 5 – Waste Generated in Operations. For the current reporting year, the Scope 3 inventory has been expanded to include Category 5 – Waste Generated in Operations and Category 6 – Business Travel, covering air travel undertaken by employees at the Waluj Plant. Business travel associated with the Mumbai Office has not been included in the FY 2025–26 Scope 3 emissions due to the unavailability of the required data.

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

No external review or independent analysis has been conducted to evaluate our operations, performance, or compliance with applicable standards and regulations.

3. **With respect to the ecologically sensitive areas reported at Question 10 of Essential Indicators above, provide details of significant direct & indirect impact of the entity on biodiversity in such areas along-with prevention and remediation activities.**

   Not applicable. The Company does not have operations or offices located in or near ecologically sensitive areas and therefore does not have any direct or indirect biodiversity impacts requiring mitigation or remediation.

4. **If the entity has undertaken any specific initiatives or used innovative technology or solutions to improve resource efficiency, or reduce impact due to emissions / effluent discharge / waste generated, please provide details of the same as well as outcome of such initiatives, as per the following format:**

Sr. No	Initiative undertaken	Details of the initiative *(Web-link, if any, may be provided along-with summary)*	Outcome of the initiative
1.	Fuel transition in Thermic Fluid Heater	The Company has initiated a transition in fuel usage for its Thermic Fluid Heater by introducing Producer Gas, generated through biomass (briquette) gasification, in combination with LSHS (Low Sulphur Heavy Stock), effective January 2026.	The use of Producer Gas is expected to reduce stack emissions and overall air pollution. Additionally, the by-product biochar (briquette ash) is utilized for composting applications, contributing to soil enrichment and offering potential carbon credit benefits.
2.	Solar power generation (50 kWp)	The Company has commissioned a solar power plant with an installed capacity of 50 kWp, operational since December 2025, for captive power generation.	This initiative contributes to a reduction in dependence on conventional grid electricity and supports the transition towards renewable energy, thereby lowering the Company's carbon footprint.
3.	Renewable energy procurement and clean energy adoption	The Company sources renewable power under green energy arrangements and is progressively integrating clean energy solutions, including solar energy and biomass-based producer gas, to meet its energy requirements.	This has led to reduced reliance on fossil fuel-based electricity, contributing to lower GHG emissions and improved sustainability performance.
4.	Energy efficiency and operational optimization initiatives	The Company has implemented multiple energy efficiency measures, including installation of LED lighting, replacement of inefficient equipment with energy-efficient alternatives, and execution of identified projects based on energy audits.	These measures have resulted in reduced energy consumption, improved operational efficiency and lower associated emissions and operating costs.
5.	Rainwater harvesting and water resource optimization	Rainwater harvesting systems have been implemented to capture and store rainwater for operational use, reducing dependence on external water sources.	This has improved water use efficiency, reduced freshwater withdrawal and supported sustainable water management practices.

Sr. No	Initiative undertaken	Details of the initiative *(Web-link, if any, may be provided along-with summary)*	Outcome of the initiative
6.	Waste minimization and circular economy practices	The Company has adopted 3R (Reduce, Reuse, Recycle) principles, including waste segregation, material recovery and recycling initiatives across operations.	These practices have minimized waste generation, reduced environmental impact and enhanced resource efficiency through circular utilization of materials.
7.	Green belt development and plantation initiatives	The Company undertakes afforestation and maintains green belt areas within and around its facilities.	This contributes to carbon sequestration, improvement in ambient air quality and enhancement of local biodiversity and ecological balance.

5. Does the entity have a business continuity and disaster management plan? Give details in 100 words/ web link.

The Company has established an Emergency and Disaster Management framework in accordance with the requirements of the Factories Act, 1948, to effectively manage potential emergencies. It enables timely and coordinated response actions to minimize risks to personnel, the environment and property, while ensuring business continuity. It defines clear roles and responsibilities, a structured command hierarchy and communication protocols for efficient incident management across on-site and off-site emergencies. Fire safety infrastructure, interconnected communication systems and dedicated emergency response mechanisms are in place. Periodic mock drills are conducted to assess preparedness, strengthen response capabilities and support the swift restoration of normal operations.

6. Disclose any significant adverse impact to the environment, arising from the value chain of the entity. What mitigation or adaptation measures have been taken by the entity in this regard?

No significant adverse environmental impacts arising from the Company's value chain were reported during the reporting period.

7. Percentage of value chain partners (by value of business done with such partners) that were assessed for environmental impacts.

80% value chain partners were assessed in the reporting period.

8. How many Green Credits have been generated or procured:[22]

a. By the listed entity: Nil

b. By the top ten (in terms of value of purchases and sales, respectively) value chain partners: Nil

PRINCIPLE 7 Businesses, when engaging in influencing public and regulatory policy, should do so in a manner that is responsible and transparent

Essential Indicators

1. a) Number of affiliations with trade and industry chambers/ associations.

During the reporting period, the Company maintained active affiliations with Six (6) recognised trade and industry chambers and associations.

b) List the top 10 trade and industry chambers/ associations (determined based on the total members of such body) the entity is a member of/ affiliated to.

S. No.	Name of the trade and industry chambers/ associations	Reach of trade and industry chambers/ associations (State/National)
1	Chamber of Marathwada Industries and Agriculture (CMIA) Chhatrapati Sambhajinagar (Aurangabad)	State
2	Maharashtra Chamber of commerce Industry and Agriculture - Mumbai	State
3	Confederation of Indian Industry (CII)	National
4	Federation of Indian Export Organization (FIEO)	National
5	Federation of Indian Chambers of Commerce and Industry (FICCI)	National
6	The Plastics Export Promotion Council	National

2. Provide details of corrective action taken or underway on any issues related to anticompetitive conduct by the entity, based on adverse orders from regulatory authorities

Name of authority	Brief of the case	Corrective actions taken
Not applicable. No adverse orders or observations relating to anti-competitive conduct were issued by any regulatory authority during the reporting period and no corrective actions were required or undertaken.		

[22] The above disclosure is made as per the SEBI circular SEBI/HO/CFD/CFD-PoD-1/P/CIR/2025/42 dt. 28th March 2025.

Leadership Indicators

1. Details of public policy positions advocated by the entity:

Sr. No.	Public policy advocated	Method resorted for such advocacy	Whether information available in public domain? (Yes/No)	Frequency of Review by Board (Annually/ Half yearly/ Quarterly / Others – please specify)	Web Link, If available
The Company participates in public policy dialogue primarily through its membership and engagement with recognised industry and trade associations. Such participation is directed towards supporting the advancement of the industry and promoting matters of broader public interest. All interactions and advocacy efforts are conducted in accordance with the Company's Code of Conduct Policy, which sets out clear standards for ethical behaviour, transparency and responsible engagement while dealing with trade associations, industry bodies and other stakeholders. The Company does not independently advocate specific public policy positions outside these structured forums. Oversight of such engagements is exercised through established governance mechanisms, ensuring alignment with the Company's values and regulatory expectations.					

PRINCIPLE 8 Businesses should promote inclusive growth and equitable development

Essential Indicators

1. Details of Social Impact Assessments (SIA) of projects undertaken by the entity based on applicable laws, in the current financial year.

Name and Brief details of project	SIA Notification No.	Date of notification	Whether conducted by independent external agency (Yes/No)	Results communicated in public domain (Yes/No)	Relevant Web Link
No projects requiring a Social Impact Assessment (SIA) under applicable laws were undertaken during the reporting year.					

2. Provide information on project(s) for which ongoing Rehabilitation and Resettlement (R&R) is being undertaken by your entity, in the following format:

S. No.	Name of Project for which R&R is ongoing	State	District	No. of Project Affected Families (PAFs)	5 of PAFs covered by R&R	Amounts paid to PAFs in the FY (in INR)
The Company did not undertake any projects during the reporting period that required Rehabilitation and Resettlement (R&R).						

3. Describe the mechanisms to receive and redress grievances of the community.

The Company maintains open and transparent channels of communication with local communities. An open-door approach enables community members to raise concerns, share feedback and seek resolution of issues related to the Company's operations in a timely and accessible manner.

4. Percentage of input material (inputs to total inputs by value) sourced from suppliers:[23]

	FY 2025-26	FY 2024-25
Directly sourced from MSMEs/ small producers	**21.94**	17.34
Directly from within India	**78.06**	82.66

5. Job creation in smaller towns – Disclose wages paid to persons employed (including employees or workers employed on a permanent or non-permanent / on contract basis) in the following locations, as % of total wage cost[24]

Location	FY 2025-26	FY 2024-25
Rural	**0.00**	0.00
Semi-Urban	**0.00**	0.00
Urban	**0.00**	0.00
Metropolitan	**100.00**	100.00

(Place to be categorized as per RBI Classification System - rural / semi-urban / urban / metropolitan)

[23] The above calculations are in accordance with Part B, Attribute 7 of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

[24] The above calculations are in accordance with Part B, Attribute 7 of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

Leadership Indicators

1. **Provide details of actions taken to mitigate any negative social impacts identified in the Social Impact Assessments (Reference: Question 1 of Essential Indicators above):**

Details of negative social impact identified	Corrective action taken
Not applicable	

2. **Provide the following information on CSR projects undertaken by your entity in designated aspirational districts as identified by government bodies:**

S. No.	State	Aspirational District	Amount spent (In INR)
Not Applicable. No CSR projects were undertaken by the company in designated aspirational districts.			

3. (a) **Do you have a preferential procurement policy where you give preference to purchase from suppliers comprising marginalized /vulnerable groups? (Yes/No)**

The Company has not implemented a preferential procurement policy for suppliers belonging to marginalized or vulnerable groups at this stage, however it plans to implement it in the future.

(b) **From which marginalized /vulnerable groups do you procure?**

Not Applicable.

(c) **What percentage of total procurement (by value) does it constitute?**

Not Applicable.

4. **Details of the benefits derived and shared from the intellectual properties owned or acquired by your entity (in the current financial year), based on traditional knowledge:**

S. No.	Intellectual Property based on traditional knowledge	Owned/ Acquired (Yes/No)	Benefit shared (Yes / No)	Basis of calculating benefit share
Not applicable. The Company has not derived any benefits from intellectual property based on traditional knowledge during the reporting period.				

5. **Details of corrective actions taken or underway, based on any adverse order in intellectual property related disputes wherein usage of traditional knowledge is involved.**

Name of authority	Brief of the case	Corrective Action taken
Not applicable. No adverse orders or disputes related to intellectual property involving the use of traditional knowledge were reported during the year.		

6. **Details of beneficiaries of CSR Projects:**

S. No.	CSR Project	No. of persons benefitted from CSR projects	% of beneficiaries from vulnerable and marginalized groups
1.	Promoting health care including preventive health care	Not Ascertainable	Benefits to all individuals in the geographical area where the Company operates. While some beneficiaries may belong to vulnerable or marginalized groups, their exact proportion is not quantifiable.
2.	Promoting Education	Not Ascertainable	Supports beneficiaries in the vicinity of the corporate office. Though individuals from vulnerable or marginalized communities may be included, their exact percentage cannot be ascertained.
3	Promoting gender equality and Setting up old age homes, day care centres and such other facilities	Not Ascertainable	Not Ascertainable
4	Protection of national heritage, art and culture	Not Ascertainable	Not Ascertainable
5	Conservation of natural resources and maintaining quality of water	Not Ascertainable	Not Ascertainable

Note: The CSR Projects are conducted through Garware Charitable Trust, Maharashtra.

PRINCIPLE 9 Businesses should engage with and provide value to their consumers in a responsible manner

Essential Indicators

1. **Describe the mechanisms in place to receive and respond to consumer complaints and feedback.**

   If a quality-related complaint is made by our B2B customers, a sample of the sold product is recalled and the relevant team addresses the complaint while documenting the feedback received. Our sales team consistently interacts with our clients to guarantee prompt and efficient resolution of any issues.

2. **Turnover of products and/ services as a percentage of turnover from all products/service that carry information about:**

	As a percentage to total turnover
Environmental and social parameters relevant to the product	100.00
Safe and responsible usage	100.00
Recycling and/or safe disposal	100.00

3. **Number of consumer complaints in respect of the following:**

	FY 2025-26		Remarks	FY 2024-25		Remarks
	Received during the Year	Pending resolution at end of year		Received during the Year	Pending resolution at end of year	
Data Privacy	No consumer complaints were reported during the financial years concerning data privacy, advertising, cyber-security, delivery of essential services, restrictive trade practices, unfair trade practices or any other category mentioned.					
Advertising						
Cyber-security						
Delivery of essential services						
Restrictive Trade Practices						
Unfair Trade Practices						
Other						

4. **Details of instances of product recalls on account of safety issues:**

	Number	Reasons for recall
Voluntary recalls	During the reporting period, the Company did not experience any product or service recalls related to safety concerns.	
Forced recalls		

5. **Does the entity have a framework/ policy on cyber security and risks related to data privacy? (Yes/No) If available, provide a web-link of the policy**

   Yes. In today's digital landscape, a cybersecurity policy is essential for protecting computer systems, networks and data from unauthorized access, cyber threats and security breaches. In alignment with this necessity, the company has implemented an IT Security Policy. To ensure transparency and accessibility, this policy is readily available on the Company's intranet for all employees to reference.

6. **Provide details of any corrective actions taken or underway on issues relating to advertising and delivery of essential services; cyber security and data privacy of customers; re-occurrence of instances of product recalls; penalty / action taken by regulatory authorities on safety of products / services.**

   Not Applicable.

7. **Provide the following information relating to data breaches:**

   a. **Number of instances of data breaches**

      Nil

   b. **Percentage of data breaches involving personally identifiable information of customers**[25]

      Nil.

   c. **Impact, if any, of the data breaches**

      Not Applicable

25 The above calculations are in accordance with Part B, Attribute 8 of the Industry Standards Note (December 2024) on the Business Responsibility and Sustainability Report (BRSR) Core, jointly issued by ASSOCHAM, CII, and FICCI, pursuant to Regulation 34(2) of the SEBI (LODR) Regulations, 2015, and as per SEBI Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122.

Leadership Indicators

1. **Channels / platforms where information on products and services of the entity can be accessed (provide web link, if available).**

   Information of our products and services can be accessed on our website and social media handles as follows:

   - Website: https://www.garwarehitechfilms.com/
   - LinkedIn: https://www.linkedin.com/company/garware-hitech-films-limited/
   - Twitter: https://x.com/garwarehitech?mx=2
   - YouTube: https://www.youtube.com/channel/UCQ4NRwSDqav6nKDmOXBZ2FA
   - Instagram: https://www.instagram.com/garwarehitechfilms/

2. **Steps taken to inform and educate consumers about safe and responsible usage of products and/or services.**

   As our end users, film applicators i.e., individuals tasked with applying film to vehicles, they are all required to complete mandatory training. The Company employs various methods to educate its customers on the safe and responsible use of its products:

   Product Information, user manual, and guidelines: Providing detailed information about each product, including usage instructions, recommended applications and potential risks.

   Online Resources: Offering educational content on the official website, including articles, videos and tutorials that explain the correct usage and care of products.

   Customer Support and feedback: Offering customer support services to address queries and concerns related to product usage and safety.

   Training Programs: Conducting training sessions or workshops for customers, installers and partners to ensure they have a comprehensive understanding of product applications and safety measures.

   Warning Labels: Clearly labelling products with warning symbols, usage instructions and precautions to alert users to potential hazards.

   Certifications and Standards: Ensuring that products meet industry standards and certifications, which can also include safety guidelines and recommendations.

   Collaboration with Industry Associations: Partnering with relevant industry associations to share best practices and safety guidelines.

   Environmental Impact: Educating customers about the environmental impact of products and encouraging responsible disposal or recycling methods.

   Social Media and Marketing Campaigns: Utilizing social media platforms and marketing campaigns to raise awareness about safe and responsible product use.

   Partnerships with Installers: Collaborating with authorized installers to ensure that they are well-versed in product application methods and safety practices.

   By employing a combination of these approaches, the Company strives to ensure that its customers are well-informed about the safe and responsible use of its products.

3. **Mechanisms in place to inform consumers of any risk of disruption/discontinuation of essential services.**

   Even though, we do not fall under essential service category, customers and regulators are intimated about any potential disruptions or the discontinuation of key services by both email and phone communication.

4. **Does the entity display product information on the product over and above what is mandated as per local laws? (Yes/No/Not Applicable) If yes, provide details in brief. Did your entity carry out any survey with regard to consumer satisfaction relating to the major products / services of the entity, significant locations of operation of the entity or the entity as a whole? (Yes/No)**

   Yes. A detailed product datasheet that includes all required information is supplied with the products. Since GHFL functions in the B2B sector, they do not engage in consumer survey activities.

INDEPENDENT AUDITOR'S REPORT

To
The Members of
Garware Hi-Tech Films Limited

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone Financial Statements of **Garware Hi-Tech Films Limited** ('the Company'), which comprise the Standalone Balance Sheet as at 31st March 2026, the Standalone Statement of Profit and Loss (including Other Comprehensive Income), the Standalone Statement of Changes in Equity, the Standalone Statement of Cash Flows for the year ended and notes to the Standalone Financial Statements, including a summary of material accounting policies and other explanatory information (herein after referred to as 'the Standalone Financial Statements').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the 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 31st March 2026, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone Financial Statements of the current period. These matters were addressed in the context of our audit of the Standalone Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matter	How our audit addressed the key audit matter
Contingent Liability.	
The Company is involved in various disputes with regulatory authorities and others for which final outcomes cannot be easily predicted. The assessment of the risks associated with the litigations is based on complex assumptions, which require the use of judgment and such judgment relates, primarily, to the assessment of the uncertainties connected to the prediction of the outcome of the proceedings and to the adequacy of the disclosures in the financial statements. Because of the judgment required, the materiality of such litigations and the complexity of the assessment process, this is identified as a Key Audit Matter. (Refer Note No.28(a) of the Financial Statements regarding disclosure of contingent liabilities).	• An entity shall not recognise a contingent liability. It is required to be disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. • In respect of significant claims, we checked the amount of claims, nature of issues involved, management submissions and corroborated the same with external evidence, wherever available. • In case of disputed demands, the orders passed against the Company, the appeals filed and the views of the management have been perused. • Based on the above audit procedures we have concluded that the disputed claims / demands have been disclosed as contingent liability in cases where outflow of resources embodying economic benefits is possible and not remote.

Information Other than the Standalone 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 Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Corporate Governance, Business Responsibility and Sustainability report and Shareholder's Information, but does not include the Standalone Financial Statements and our auditor's report thereon. Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements, or our knowledge obtained 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.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act, with respect to the preparation of these Standalone 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 accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Statements, management 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 Responsibility for the Audit of the Standalone Financial Statements

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

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

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the 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 Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

The Standalone Financial Statements for the year ended 31st March 2025 was audited by the joint auditors of the Company, one of them were the predecessor audit firm, where they had expressed an unmodified opinion vide their report dated 14th May 2025.

Our opinion on the Standalone Financial Statements for the year ended 31st March 2026 is not modified in respect of above matter.

Report on Other Legal and Regulatory Requirements

1) As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of section 143(11) of the Act, we give in **"Annexure A"** a statement on matters specified in paragraphs 3 and 4 of the order.

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

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

   (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

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

   (d) In our opinion, the aforesaid Standalone Financial Statements comply with the Indian Accounting Standards specified under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014;

   (e) On the basis of the written representations received from the directors as on 31st March 2026 taken on record by the Board of Directors, none of the director is disqualified as on 31st March 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, we report that 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, 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 Standalone Financial Statements – Refer Note 28(a) to the Standalone Financial Statements;

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

(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, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (iv) (a) and (b) above, contain any material misstatement.

(v) The dividend declared or paid by the Company during the year is in compliance with Section 123 of the Act, as 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 J. H. Mehta & Co. **Chartered Accountants** FRN: 106227W	**For V Sankar Aiyar & Co.** **Chartered Accountants** FRN: 109208W
Naitik J Mehta Partner M.No.: 130010	**Asha Patel** Partner M.No.:166048
Place: Mumbai Date: 6th May 2026	Place: Mumbai Date: 6th May 2026
UDIN: 26130010CCMSIG1232	UDIN: 26166048UWAXNR4917

ANNEXURE – A TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

(i) (a) i. The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment and relevant details of right-of-use assets;

ii. The Company has maintained proper records showing full particulars of Intangible Assets

(b) The Company has a program of verification to cover all items of property, plant and equipment and right of use assets in a phased manner once in three year which, in our opinion, is reasonable having regard to the size of the Company and the nature of its property, plant and equipment.

(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 comprising all the immovable properties of land and building which are freehold are held in the name of the Company as at the balance sheet date. In respect of immovable properties that have been taken on lease and disclosed as Property, Plant & Equipment in the Standalone Financial Statements are in the name of the Company, except where the Company is the lessee in the agreement.

(d) The Company has not revalued its Property, Plant and Equipment (including right of use assets) or intangible assets during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at the date of our report for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

(ii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company the Management has conducted physical verification of the inventories at reasonable intervals. No discrepancies of 10% or more in the aggregate for each class of inventory were noticed during such verifications.

(b) The Company has been sanctioned working capital limits in excess of Rs five crores in aggregate from banks on the basis of security of the current assets. Quarterly returns or statements filed by the company with such banks are in agreement with the books of accounts of the Company.

(iii) The Company has not given any guarantee or security in respect of loans taken by any party. The investments made in units of mutual funds and unsecured loans granted to employees during the year, in respect of which:

(a) The Company has provided interest free unsecured loans to employees during the year which is as follows:

(₹ In Crores)

Particulars	Aggregate amount during the year	Balance outstanding at 31st March 2026
Loans to Employees	0.57	0.07

(b) In our opinion and according to the information and explanations given to us, the investments made and the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the interest of the Company.

(c) In respect of loans granted by the Company, the schedule of repayment of principal has been stipulated and the repayments are regular as per the stipulation.

(d) In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.

(e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.

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

(iv) In our opinion and according to the information and explanations given to us, the Company has not advanced any loans to the parties covered under section 185 of the Act. The Company has not given any loans and guarantees but has made investments in respect of which provisions of section 186 of the Act have been complied with.

(v) According to the information and explanations given to us, the Company has not accepted any deposits from the public as per the provisions of section 73, 74, 75 and 76 or any other relevant provisions of the Act and the Rules framed there under to the extent notified. Hence reporting under clause 3(v) is not applicable.

(vi) We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government of India for the maintenance of cost records under section 148(1) of the Act and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.

(vii) (a) According to the information and explanations given to us and based on the records of the Company examined by us, in our opinion, the Company is generally regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Excise Duty, Custom Duty, Goods and Service Tax, Cess and other material statutory dues, as applicable, with the appropriate authorities and there are no arrears of outstanding statutory dues for a period of more than six months from the date they become payable.

(b) According to the information and explanations given to us and based on the records of the Company examined by us, the particulars of dues of Income Tax, Service Tax, Sales Tax, Excise Duty, Custom Duty, Value Added Tax, Goods and Service Tax, Cess and other statutory dues as at 31st March 2026 which have not been deposited on accounts of any disputes are as follows:

Name of the Statue	Nature of Dues	Amount (₹ in Crores)	Financial Year for which amount relates	Forum where the dispute is pending
Central Excise Act, 1944	Excise Duty	5.42	1998-99 to 2001-02	Customs, Excise and Service Tax Appellate Tribunal Mumbai
Finance Act,1994	Service tax	0.16	2013-14 to 2015-16	Customs, Excise and Service Tax Appellate Tribunal Mumbai
Income Tax Act 1961	Income tax	18.37**	2019-2020	Rectification application filed with AO
Income Tax Act 1961	Income tax	0.25**	2018-2019	Rectification application filed with AO

**Income tax Department raised erroneous demand and rectification has been filed.

(viii) 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 (43 of 1961).

(ix) (a) According to the records of the Company examined by us and the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings or in the payment of interest thereon to the bank, financial institution or government. The Company does not have any debenture holders as at the balance sheet date.

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

(c) The company has not obtained term loans during the year, and hence the reporting requirements of paragraph 3(ix)(c) of the order are not applicable.

(d) On an overall examination of the Standalone Financial Statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.

(e) According to the information and explanations given to us, and the procedures performed by us, Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries. Hence the reporting requirements of paragraph 3(ix)(e) of the Order are not applicable.

(f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, and hence the reporting requirements of paragraph 3(ix)(f) of the Order are not applicable.

(x) (a) In our opinion, and according to the information and explanations given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year.

(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 made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

(xi) (a) No material fraud on or by the Company has been noticed or reported during the year nor have we been informed of any such case by the Management.

(b) No report under sub-section (12) of section 143 of the Companies 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 up to the date of this report.

(c) As represented by the management, there are no whistle-blower complaints received by the Company during the year and upto the date of this report.

(xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, reporting as per paragraph 3(xii) of the Order is not applicable.

(xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with 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 Standalone Financial Statements as required by the applicable Indian Accounting Standards.

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

(b) We have considered, the internal audit reports for the year under audit, issued to the Company, in determining nature, timing and extent of our audit procedure.

(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 any non-cash transactions with its directors or persons connected with them. Accordingly, reporting as per paragraph 3(xv) of the Order is not applicable.

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

(b) The Company has not conducted any Non- Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934, hence reporting requirement of paragraph 3(xvi)(b) of the Order is not applicable.

(c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, hence reporting requirement of paragraph 3(xvi)(c) of the Order is not applicable.

(d) According to the information and explanations provided to us during the course of audit, the Company does not have any CIC, hence reporting requirement of paragraph 3(xvi)(d) of the Order is not applicable.

(xvii) The Company has not incurred cash losses in the financial year and in the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditor of the Company during the year.

(xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Standalone 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 indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date will get discharge by the Company as and when they fall due.

(xx) There are no unspent amounts towards Corporate Social Responsibility (CSR) requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Further the Company has not undertaken any ongoing project as a part of CSR Accordingly, reporting under clause 3(xx)(a) and (b) of the Order are not applicable for the year.

For J. H. Mehta & Co.	**For V Sankar Aiyar & Co.**
Chartered Accountants	**Chartered Accountants**
FRN: 106227W	FRN: 109208W
Naitik J Mehta	**Asha Patel**
Partner	Partner
M.No.: 130010	M.No.:166048
Place: Mumbai	Place: Mumbai
Date: 6th May 2026	Date: 6th May 2026
UDIN: 26130010CCMSIG1232	UDIN: 26166048UWAXNR4917

ANNEXURE – B TO THE INDEPENDENT AUDITOR'S REPORT

The Annexure referred to in paragraph 2(f) under "Report on Other Legal and Regulatory Requirements" section of our report of even date

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 **Garware Hi-Tech Films Limited** ("the Company") as of 31st March 2026 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company are responsible for establishing and maintaining Internal Financial Controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over financial reporting issued by the Institute of Chartered Accountants of India ('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.

Auditor's 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 issued by ICAI (the "Guidance Note") and the Standards on Auditing prescribed under section 143(10) of the Act, to the extent applicable to an audit of Internal Financial Controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate Internal Financial Controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls over Financial reporting

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

Inherent Limitations of Internal Financial Controls 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, 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 31st March, 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 J. H. Mehta & Co. **Chartered Accountants** FRN: 106227W	**For V Sankar Aiyar & Co.** **Chartered Accountants** FRN: 109208W
Naitik J Mehta Partner M.No.: 130010	**Asha Patel** Partner M.No.:166048
Place: Mumbai Date: 6th May 2026	Place: Mumbai Date: 6th May 2026
UDIN: 26130010CCMSIG1232	UDIN: 26166048UWAXNR4917

STANDALONE BALANCE SHEET AS AT 31st MARCH, 2026

Particulars	Notes	As at Mar 31, 2026 (₹ In Crores)	As at Mar 31, 2025 (₹ In Crores)
ASSETS			
NON-CURRENT ASSETS			
Property, Plant and Equipment	2	**1,570.61**	1,437.10
Capital Work-in-Progress	2 (a)	**26.42**	38.33
Intangible Assets	2	**1.85**	0.63
Intangible Assets Under Development	2 (a)	**1.02**	0.87
Financial Assets			
Investments	3 (a)	**80.69**	114.78
Other Financial Assets	4	**2.91**	4.19
Other Non - Current Assets	10 (a)	**27.97**	25.73
TOTAL NON-CURRENT ASSETS		**1,711.47**	1,621.63
CURRENT ASSETS			
Inventories	9	**288.99**	256.61
Financial Assets			
Investments	3 (b)	**618.19**	529.75
Trade Receivables	5	**194.29**	142.11
Cash and Cash Equivalents	6 (a)	**45.14**	19.36
Bank Balances other than above	6 (b)	**28.87**	9.98
Loans	7	**0.07**	0.47
Other Financial Assets	8	**0.92**	2.26
Current Tax Assets (Net)	11 (b)	**-**	2.39
Assets Classified as Held for Sale	10 (c)	**0.58**	4.16
Other Current Assets	10 (b)	**44.63**	31.44
TOTAL CURRENT ASSETS		**1,221.68**	998.53
TOTAL ASSETS		**2,933.15**	2,620.16
EQUITY AND LIABILITIES			
Equity Share Capital	12 (a)	**23.23**	23.23
Other Equity	12 (b)	**2,563.52**	2,287.80
TOTAL EQUITY		**2,586.75**	2,311.03
LIABILITIES			
NON-CURRENT LIABILITIES			
Financial Liabilities			
Lease Liabilities	13	**6.81**	6.96
Deferred Tax Liabilities (Net)	11 (a)	**60.18**	57.96
Provisions	16	**6.25**	6.35
TOTAL NON-CURRENT LIABILITIES		**73.24**	71.27
CURRENT LIABILITIES			
Financial Liabilities			
Lease Liabilities	13	**5.34**	4.22
Trade and Other Payables:	14		
Total Outstanding Dues of Micro Enterprises and Small Enterprises		**23.98**	20.19
Total Outstanding Dues of Creditors other than Micro Enterprises and Small Enterprises		**156.89**	125.74
Other Financial Liabilities	15	**37.97**	38.12
Other Current Liabilities	18	**26.60**	40.51
Provisions	17	**7.80**	9.08
Current Tax Liabilities (Net)	11 (b)	**14.58**	-
TOTAL CURRENT LIABILITIES		**273.16**	237.86
TOTAL LIABILITIES		**346.40**	309.13
TOTAL EQUITY AND LIABILITIES		**2,933.15**	2,620.16
Notes forming part of the Financial Statements	1 to 37		

As per our report of even date

For **J. H. MEHTA & CO.**
Chartered Accountants
(FRN. 106227W)

NAITIK J MEHTA
Partner
M. No. 130010

Mumbai, May 6, 2026

As per our report of even date

For **V SANKAR AIYAR & CO.**
Chartered Accountants
(FRN. 109208W)

ASHA PATEL
Partner
M. No. 166048

Mumbai, May 6, 2026

For and on behalf of the Board of Directors

Dr. S. B. GARWARE
Chairman & Managing Director
DIN: 00943822

CHIRAG DOSHI
Director
DIN: 08532321

UDAY V JOSHI
Whole-Time Director
DIN: 09753984

AWANEESH SRIVASTAVA
Company Secretary
ICSI M. No. FCS 8513

ABHISHEK AGARWAL
Chief Financial Officer
ICAI M. No. 631952

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

Particulars	Notes	2025-26 (` In Crores)	2024-25 (₹ In Crores)
INCOME			
Revenue from Operations	19	**1,947.56**	1,995.45
Other Income	20	**96.59**	76.19
Total Income		**2,044.15**	2,071.64
EXPENSES			
Cost of Materials Consumed	21	**917.85**	934.78
Change in Inventories of Finished Goods and Work-in-Progress	22	**(25.98)**	(3.70)
Employee Benefits Expense	23	**160.31**	149.43
Finance Costs	24	**5.35**	6.47
Depreciation and Amortisation Expense	25	**43.95**	40.34
Other Expenses	26	**508.26**	496.81
Total Expenses		**1,609.74**	1,624.13
Profit Before Tax		**434.41**	447.51
Tax Expense			
Current Tax	11 (b)	**92.00**	100.22
Short / (Excess) Tax of Earlier Year		**(0.06)**	0.09
Deferred Tax	11 (b)	**7.74**	8.28
Total Tax Expense		**99.68**	108.59
Profit for the Year		**334.73**	338.92
Other Comprehensive Income (OCI)			
Items that will not be Reclassified to Statement of Profit and Loss			
Gain / (Loss) on Fair Valuation of Equity Instruments		**(34.08)**	26.10
Remeasurement of Post-Employment Defined Benefit Obligations	29	**(2.57)**	(5.21)
Income Tax Relating to these Items	11 (b)	**5.52**	(4.15)
Other Comprehensive Income for the year, Net of Tax		**(31.13)**	16.74
Total Comprehensive Income for the year (Net)		**303.60**	355.66
Earnings Per Share			
Basic and Diluted	27	**144.08**	145.88
Notes Forming Part of the Financial Statement	1 to 37		

As per our report of even date
For **J. H. MEHTA & CO.**
Chartered Accountants
(FRN. 106227W)

NAITIK J MEHTA
Partner
M. No. 130010

Mumbai, May 6, 2026

As per our report of even date
For **V SANKAR AIYAR & CO.**
Chartered Accountants
(FRN. 109208W)

ASHA PATEL
Partner
M. No. 166048

Mumbai, May 6, 2026

For and on behalf of the Board of Directors

Dr. S. B. GARWARE
Chairman & Managing Director
DIN: 00943822

CHIRAG DOSHI
Director
DIN: 08532321

UDAY V JOSHI
Whole-Time Director
DIN: 09753984

AWANEESH SRIVASTAVA
Company Secretary
ICSI M. No. FCS 8513

ABHISHEK AGARWAL
Chief Financial Officer
ICAI M. No. 631952

STANDALONE STATEMENT OF CHANGES IN EQUITY AS AT 31st MARCH, 2026

EQUITY SHARE CAPITAL

	Notes	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Balance at the beginning of the year		**23.23**	23.23
Changes in Equity Share Capital due to Prior Period Errors		**-**	-
Restated balance at the beginning of the year		**23.23**	23.23
Changes in Equity Share Capital during the year		**-**	-
Balance at the end of the year	12 (a)	**23.23**	23.23

OTHER EQUITY

	Reserves and Surplus					Equity Instruments through other Comprehensive Income	Total (₹ In Crores)
	Capital Redemption Reserve	Securities Premium	Capital Reserve	General Reserve	Retained Earnings		
As At March 31, 2025	54.46	5.92	763.89	69.10	1,293.83	100.60	**2,287.80**
Profit for the year	-	-	-	-	334.73	-	**334.73**
Other Comprehensive Income :							
a) Remeasurement of Post Employment Benefit Obligations (Net of Tax)	-	-	-	-	(1.92)	-	**(1.92)**
b) Changes in Fair Value of Equity Instruments Through OCI (Net of Tax)	-	-	-	-	-	(29.21)	**(29.21)**
Total Comprehensive Income for the year	**-**	**-**	**-**	**-**	**332.81**	**(29.21)**	**303.60**
Reductions during the year:							
Dividend Paid FY 2024-25	-	-	-	-	(27.88)	-	**(27.88)**
As At March 31, 2026	**54.46**	**5.92**	**763.89**	**69.10**	**1,598.76**	**71.39**	**2,563.52**

	Reserves and Surplus					Equity Instruments through other Comprehensive Income	Total (₹ In Crores)
	Capital Redemption Reserve	Securities Premium	Capital Reserve	General Reserve	Retained Earnings		
As At March 31, 2024	54.46	5.92	763.89	69.10	982.04	79.96	**1,955.37**
Profit for the year	-	-	-	-	338.92	-	**338.92**
Other Comprehensive Income :							
a) Remeasurement of Post Employment Benefit Obligations (Net of Tax)	-	-	-	-	(3.90)	-	**(3.90)**
b) Changes In Fair Value of Equity Instruments Through OCI (Net of Tax)	-	-	-	-	-	20.64	**20.64**
Total Comprehensive Income for the year	**-**	**-**	**-**	**-**	**335.02**	**20.64**	**355.66**
Reductions during the year:							
Dividend Paid FY 2023-24	-	-	-	-	(23.23)	-	**(23.23)**
As At March 31, 2025	**54.46**	**5.92**	**763.89**	**69.10**	**1,293.83**	**100.60**	**2,287.80**

As per our report of even date

For **J. H. MEHTA & CO.**
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STANDALONE STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31st MARCH, 2026

Particulars		Year ended March 31, 2026 (₹ In Crores)		Year ended March 31, 2025 (₹ In Crores)
A. Cash Flow from Operating Activities				
Profit Before Tax		**434.41**		447.51
Adjustments for:				
Depreciation and Amortisation Expense	**43.95**		40.34	
Finance Cost	**5.35**		6.47	
Provision for Doubtful Deposits	**-**		0.43	
Interest Income	**(1.72)**		(0.60)	
Unrealised Exchange (Gain) / Loss	**(6.19)**		1.33	
(Profit)/ Loss on Sale / Disposal / Write - off of Property, Plant and Equipment	**3.66**		-	
Dividend Income	**(29.31)**		(23.28)	
Sundry Credit Balances & Provisions no longer required, written back	**(0.27)**		(0.32)	
Net Gain on Financial Assets	**(34.94)**		(33.12)	
		(19.47)		(8.75)
Operating Profit / (Loss) before Working Capital Changes		**414.94**		438.76
Changes in Assets and Liabilities :				
(Increase) / Decrease in Operating Assets:				
Inventories	**(32.38)**		(15.37)	
Trade Receivables	**(45.35)**		(21.60)	
Loans	**0.40**		(0.13)	
Other Financial Assets	**0.24**		(0.68)	
Other Assets	**(15.43)**		(15.32)	
Increase / (Decrease) in Operating Liabilities:				
Trade Payables	**34.39**		(13.23)	
Other Financial Liabilities	**(1.86)**		20.86	
Other Liabilities	**(13.74)**		17.49	
Provisions	**(3.95)**		(2.79)	
		(77.68)		(30.77)
Cash Generated from Operations		**337.26**		407.99
Direct Taxes Paid		**(74.97)**		(101.55)
Net Cash Flow from Operating Activities (A)		**262.29**		306.44
B. Cash Flow from Investing Activities				
Purchase of Property, Plant and Equipment & Intangible Assets	**(161.06)**		(58.55)	
Proceeds from sale of Property, Plant and Equipment	**-**		4.40	
Interest Income	**1.72**		0.60	
Dividend on Investment	**29.31**		23.28	
Net (Investment)/ Redemption of Mutual Funds	**(50.64)**		(222.75)	
Net Cash Flow used in Investing Activities (B)		**(180.67)**		(253.02)
C. Cash Flow from Financing Activities				
Finance Cost	**(5.35)**		(6.47)	
(Repayment) of Lease Liability	**(4.96)**		(15.43)	
Dividend Paid / Deposited	**(27.88)**		(23.23)	
Movement in Margin Money Deposit	**(17.50)**		(3.61)	
Movement in Unclaimed Dividend Account	**(0.15)**		(0.30)	
Net Cash Flow from / (Used in) Financing Activities (C)		**(55.84)**		(49.04)
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)		**25.78**		4.38
Cash and Cash Equivalents (Opening Balance)		**19.36**		14.98
Cash and Cash Equivalents (Closing Balance)		**45.14**		19.36

STANDALONE STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31st MARCH, 2026 (Contd...)

Cash and Cash Equivalents at the End of the Year Include:	**As at March 31, 2026 (₹ In Crores)**	As at March 31, 2025 (₹ In Crores)
(a) Cash on Hand	**0.04**	0.06
(b) Balances with Banks in Current and Deposit Accounts	**45.10**	19.30
Cash and Cash Equivalents (Refer Note 6 (a))	**45.14**	19.36
Cash and Cash Equivalents at the End of the Year	**45.14**	19.36

Change in Liability arising from Financing Activity

(₹ **In Crores)**

Particulars	As at March 31, 2025	Cash Flow	Non Cash Change			**As at March 31, 2026**
			Fair Value Changes	Foreign Exchange Movement / Other	Recognition of Lease Liability	
Borrowings - Non-current	6.96	(6.08)	-	-	5.93	**6.81**
Borrowings - Current	4.22	1.12	-	-	-	**5.34**

(₹ In Crores)

Particulars	As at March 31, 2024	Cash Flow	Non Cash Change			As at March 31, 2025
			Fair Value Changes	Foreign Exchange Movement / Other	Recognition of Lease Liability	
Borrowings - Non-current	13.73	(14.00)	-	-	7.23	6.96
Borrowings - Current	5.65	(1.43)	-	-	-	4.22

As per our report of even date
For **J. H. MEHTA & CO.**
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Company Secretary
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ABHISHEK AGARWAL
Chief Financial Officer
ICAI M. No. 631952

COMPANY INFORMATION:

Garware Hi-Tech Films Limited ('the Company') is a listed entity incorporated in India. The equity shares of the Company are listed on the BSE (Bombay Stock Exchange) and NSE (National Stock Exchange) in India. The registered office of the Company is located at Naigaon, Post Waluj, Chhatrapati Sambhajinagar (Aurangabad) 431133 and the Corporate office is located at 50-A Swami Nityanand Marg, Vile Parle (East), Mumbai 400057.

The Company is engaged in the business of manufacturing of specialty performance polyester Films like Sun Control window films used in Automobiles, Buildings, etc, Paint Protection Films used in Automobiles and a variety of other specialty polyester films such as PET Shrink films used for Label applications, Low Oligomer PET films used for insulation of hermetically sealed compressors motors, Electric motor insulation and cable insulation, sequin application films, TV and LCD screen application, Packaging applications etc.

1. SUMMARY OF MATERIAL ACCOUNTING POLICIES AND KEY ACCOUNTING ESTIMATES AND JUDGEMENTS:

A: Material Accounting Policies:

(a) Basis of preparation

(i) Compliance with Ind AS

These financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015, as amended] and other relevant provisions of the Act.

The Company's financial statements are presented in Indian Rupees, which is also its functional currency, and all values are rounded to the nearest crore. Amount below ₹ 0.005 crores, due to rounding off are shown as ₹ 0.00 crore, wherever applicable.

These financial statements have been prepared and presented under the historical cost convention, on accrual basis of accounting except for certain financial assets and financial liabilities (including derivative instruments) that are measured at fair values at the end of each reporting period and Defined Benefits Plans – Plan Assets as stated in the accounting policies set out below. The accounting policies have been applied consistently over all the periods presented in these financial statements.

(ii) Classification of Assets and Liabilities

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III of the Companies Act, 2013. Based on the nature of products and services and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current and non - current classification of assets and liabilities.

(b) Property, Plant and Equipment

Property, Plant and Equipment are carried at cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes expenditure that is directly attributable to the acquisition of Property, Plant and Equipment, borrowing cost (if capitalisation criteria are met) and any attributable costs of bringing the asset to its working condition for its intended use.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the Property, Plant and Equipment can be measured reliably. If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of Property, Plant and Equipment. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Depreciation, estimated useful lives and residual value

Depreciation on Property, Plant and Equipment is provided on the straight-line method arrived on the basis of the useful life provided as per the Schedule II of the Companies Act, 2013.

The Company, based on technical assessment made by technical expert and management estimate, depreciates certain items of property plant and equipment (as mentioned below) over estimated useful lives which are different from the useful lives prescribed under Schedule II to the Companies Act, 2013.

Particulars	Useful life as technically assessed
Building (Including Roads)	10 - 20 years
Plant & Machinery (Including Electrical Installations)	03 - 20 years

The Property, Plant and Equipment capitalised under leases is depreciated over the asset's useful life or over the shorter of the asset's useful life and the lease term if there is no reasonable certainty that the Company will obtain ownership at the end of the lease term.

The asset's residual values, depreciation method and useful lives are reviewed and adjusted if appropriate, at the end of the reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other income / other expenses respectively.

Capital Work - in – Progress

Capital work-in-progress assets in the course of installation for production or/ and supply of goods or services or administrative purposes, or for purposes not yet determined, are carried at cost, less any recognised impairment loss. At the point when an asset is operating at management's intended use, the cost of construction/ installation is transferred to the appropriate category of Property, Plant and Equipment. The costs associated with the commissioning of an asset are capitalised where the asset is available for use but incapable of operating at normal levels until a period of commissioning has been completed.

(c) Intangible Assets

Intangible assets are stated at acquisition cost net of tax/ duty credits availed, if any, and net of accumulated amortisation. Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognised as income or expense in the profit or Loss. Intangible assets are amortised on the straight line method as follows:

Asset	Useful Life as technically assessed
Software	2-5 Years

Intangible Asset Under Development:

Intangible asset under development pertaining to upgradation of IT software are carried at cost, less any recognised impairment loss. At the point when an asset is operating at management's intended use, the cost is transferred to the appropriate category of Intangible assets. Costs associated with the commissioning of an asset are capitalised where the asset is available for use but incapable of operating at normal levels until a period of commissioning has been completed.

(d) Impairment of Assets

Impairment loss, if any, is provided to the extent, the carrying amount of assets exceeds their recoverable amount. Recoverable amount is higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life.

After impairment, depreciation / amortization is provided on the revised carrying amount of the asset over its remaining useful life. A previously recognised impairment loss is increased or reversed depending on changes in circumstances. However, the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation / amortization if there was no impairment.

(e) Non Current Assets Held for Sale

Non-Current Assets are classified as Held for Sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and sale is considered highly probable. Also, such assets are classified as held for sale only if the management expects to complete the sale within one year from the date of classification.

Non-current assets classified as held for sale are measured at the lower of their carrying amount and the fair value less cost to sell. Non-current assets are not depreciated or amortized.

(f) Revenue from Contracts with Customers

A. Revenue from Sale of Goods or services

Revenue from sale of goods or services (including scrap sales) are recognised when the control of goods or services are transferred to the customer at a transaction price that reflects the consideration entitled in exchange for those goods or services allocated to that contracted performance obligations. The Company also provides volume rebates to certain customers once the quantity of products purchased during the period exceeds a threshold specified. The discounts are accrued based on customary business practices. The control of goods refers to the ability to direct the use of and obtain substantially all of the remaining benefits from goods. Generally, control is transferred upon shipment of goods to the customer or when the goods are made available to the customer, provided that the transfer of title to the customer occurs and any significant risks of ownership or future obligations with respect to the goods shipped are not retained by the Company. Sales are recognised net of return/rebates excluding applicable goods and services tax.

The Company collects short-term advances from its customers. Using Ind AS 115 practical expedient, the company recognises contract liabilities for the consideration received with respect to unsatisfied performance obligations and reports these amounts as advances received from customer under other head Current liabilities. The Company does not adjust the promised amount of consideration for the effects of a significant financing component if it expects, at contract inception, that the period between the transfer of the promised good or service to the customer and when the customer pays for that good or service will be one year or less. Thus, there is no significant financing component.

B. **Contract Balances**

Contract Assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

Contract Liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Company performs under the contract.

Refund Liabilities

A refund liability is the obligation to refund some or all of the consideration received (or receivable) from the customer and is measured at the amount the Company ultimately expects it will have to return to the customer. The Company updates its estimates of refund liabilities (and the corresponding change in the transaction price) at the end of each reporting period.

Export Benefits

Export entitlements under the Duty Draw Back Scheme / Other Schemes are recognised as income when the right to receive credit as per the terms of the scheme is established in respect of the exports made and where there is no significant uncertainty regarding the ultimate collection of the relevant export proceeds.

(g) Government Grant

Grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all attached conditions.

Government grants relating to income are recognised in the profit or loss over the period necessary to match them with the costs that they are intended to compensate and presented within other operating revenue.

Government grants relating to purchase of property, plant and equipment are netted off from acquisition amount of property, plant and equipment and the grant is recognised in profit or loss over the life of a depreciable asset as a reduced charge of depreciation expense.

(h) Inventories

(1) Raw Materials and Packing Materials are valued at the lower of cost and net realizable value. Cost is determined on a moving weighted average basis. Cost includes the cost of purchase and other expenses directly attributable to their acquisition but excludes duties & taxes, which are subsequently recoverable from the taxing authorities.

(2) Stores and Spares are valued at cost computed on a moving weighted average basis. Cost includes the cost of purchase and other expenses directly attributable to their acquisition but excludes duties and taxes that are subsequently recoverable from the taxing authorities.

(3) Semi-finished goods including those held for captive consumption is valued at factory cost including allocated depreciation.

(4) Finished goods are valued at the lower of cost and net realizable value. Cost includes direct material labour, other direct cost and a proportion of manufacturing overheads.

(5) Purchases of finished goods are valued at the lower of cost and net realizable value.

(i) Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

A. Financial assets

(1) Classification

The Company classifies its financial assets in the following measurement categories:

- Those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- Those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The Company reclassifies debt investments when and only when its business model for managing those assets changes.

(2) Measurement

All financial assets are recognized initially at fair value and where financial assets are not recorded at fair value through profit or loss (FVTPL), transaction costs that are attributable to the acquisition of the financial asset. These includes Trade receivables, Cash and cash equivalent, other bank balances, Fixed Deposits with bank and Loan.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely for the payment of principal and interest.

Debt Instruments

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. The Company classifies its debt instruments as follows:

- **Amortised Cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt investment that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in other income using the effective interest rate method.

Equity Instruments

The Company subsequently measures equity investment at fair value. The Company's Management elects to present fair value gains and losses on equity investments in other comprehensive income or profit and loss account on an instrument by instrument basis.

(3) Impairment of Financial Assets

The Company assesses on a forward-looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk. Refer Note 32 (A) for details of credit risk.

For trade receivables, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

(4) Derecognition of Financial Assets

A financial asset is derecognised only when

- The Company has transferred the rights to receive cash flows from the financial asset or
- Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised. Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

B. Financial Liability

(1) Initial Recognition and Measurement:

The Company recognizes financial liability in its Balance Sheet when it becomes party to the contractual provisions of the instrument. All financial liabilities are recognised initially at fair value minus, in the case of financial liabilities not recorded at fair value through profit or loss (FVTPL), transaction costs that are attributable to the acquisition of the financial liability.

Where the fair value of a financial liability at initial recognition is different from its transaction price, the difference between the fair value and the transaction price is recognised as a gain or loss in the Statement of Profit and Loss at initial recognition if the fair value is determined through a quoted market price in an active market for an identical asset (i.e. level 1 input) or through a valuation technique that uses data from observable markets (i.e. level 2 input).

In case the fair value is not determined using a level 1 or level 2 input as mentioned above, the difference between the fair value and transaction price is deferred appropriately and recognised as a gain or loss in the Statement of Profit and Loss only to the extent that such gain or loss arises due to a change in factor that market participants take into account when pricing the financial liability.

(2) Measurement:

All financial liabilities of the Company are subsequently measured at amortised cost using the effective interest method.

Under the effective interest rate method, the future cash payments are exactly discounted to the initial recognition value using the effective interest rate. The cumulative amortization using the effective interest rate method of the difference between the initial recognition amount and the maturity amount is added to the initial recognition value (net of principal repayments, if any) of the financial liability over the relevant period of the financial liability to arrive at the amortised cost at each reporting date. The corresponding effect of the amortization under effective interest rate method is recognised as interest expense over the relevant period of the financial liability. The same is included under finance cost in the Statement of Profit and Loss.

(3) Derecognition:

A financial liability is derecognised 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 between the carrying amount of the financial liability derecognised and the consideration paid is recognised in the Statement of Profit and Loss.

(j) Derivative Financial Instruments

Derivative financial instruments such as forward contracts to hedge foreign currency risk are initially recognised at fair value and subsequently remeasured at their fair value with changes in fair value recognised in the Statement of Profit & Loss in the period when they arise.

(k) Foreign Currency Translation

(1) Functional and Presentation Currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates (₹the functional currency'). The financial statements are presented in Indian Rupees which is the Company's functional and presentation currency.

(2) Transactions and Balances

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are recognised in profit and loss and are presented in the Statement of Profit or Loss on a net basis. A monetary item for which settlement is neither planned nor likely to occur in the foreseeable future is considered as a part of the entity's net investment in that foreign operation.

Foreign exchange gains and losses on foreign currency borrowings is accounted by addition or deduction to the cost of asset so far it relates to capital asset to the extent that they are regarded as an adjustment to interest cost and in other cases by charging it to the statement of profit and loss as a gain or loss on account of exchange differences under the head finance costs.

(l) Leases

The Company's lease asset primarily consists of leases for buildings, and for vehicles. The Company, at the inception of the contract, assesses whether a contract contains a lease. 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 a 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 the use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

The Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability at the lease commencement date. The right-of-use assets initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before 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.

ROU assets are subsequently 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 is evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using Company's incremental borrowing rate. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment of whether it exercises an extension or a termination option.

The Company treated the leases with remaining lease term for less than 12 months as if they were "short term lease".

Lease liability and ROU asset have been separately presented in the Balance Sheet, and lease payments have been classified as financing cash flows.

(m) Cash and Cash Equivalents

Cash and cash equivalents for the purpose of cash flows statement comprise cash at bank, cash in hand, demand deposits with banks and other deposits with an original maturity of three months or less.

(n) Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest rate method. Borrowings are eliminated from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired.

(o) Borrowing Costs

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of the cost of that asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. Other borrowing costs are recognised as an expense in the year in which they are incurred.

(p) Provisions and Contingent Liabilities & Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.

(q) Investment in Subsidiaries

Investments in subsidiaries are recognised at cost as per Ind AS 27.

(r) Employee Benefits

(i) Short-term Obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

(ii) Other Long-term Employee Benefit Obligations

The liabilities for earned leave that are not expected to be settled wholly within 12 months are measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the Government Securities (G-Sec) at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in the Statement of Profit and Loss.

(iii) Post-employment Benefits

The Company operates the following post-employment schemes:

(a) Defined benefit plans such as Gratuity and Pension; and

(b) Defined contribution plans such as Provident Fund.

Defined Benefit Plans

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

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of Profit and Loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Defined Contribution Plans

Defined Contribution Plans such as Provident Fund etc., are charged to the Statement of Profit and Loss as incurred. Further for certain employees, the monthly contribution for Provident Fund is made to a Trust administered by the Company. The interest payable by the Trust is notified by the Government. The Company has an obligation to make good the shortfall, if any.

Termination Benefits

Termination benefits are payable when employment is terminated by the Company before the normal retirement date, or when an employee accepts voluntary redundancy in exchange for these benefits. The Company recognises termination benefits at the earlier of the following dates: (a) when the Company can no longer withdraw the offer of those benefits; and (b) when the Company recognises costs for a restructuring that is within the scope of Ind AS 37 and involves the payment of terminations benefits. In the case of an offer made to encourage voluntary redundancy, the termination benefits are measured based on the number of employees expected to accept the offer. Benefits falling due for more than 12 months after the end of the reporting period are discounted to present value.

(s) Earnings Per Share

Earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

(t) Income Taxes

Deferred tax is provided using the balance sheet liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantially enacted at the balance sheet date. Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses. Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively. Current tax is determined as the amount of tax payable in respect of taxable income for the period as per the provisions of Income Tax Act,1961.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

(u) Significant Accounting Judgements, Estimates and Assumptions

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgement in applying the Company's accounting policies. The management overview the areas that involve a higher degree of judgement or complexity and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company has based assumptions and estimates on parameters available when the financial statements were prepared. However existing circumstances and assumptions about future developments may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions as and when they occur.

i. Taxes

The Company provides for tax considering the applicable tax regulations and based on reasonable estimates, management periodically evaluates positions taken in the tax returns giving due considerations to tax laws and establishes provisions in the event if required as a result of differing interpretation or due to retrospective amendments, if any. The recognition of deferred tax assets is based on availability of sufficient taxable profits in the Company against which such assets can be utilised.

ii. Defined Benefit Obligations

The cost of the defined benefit plans and the present value of the obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date. The parameters subject to change is the discount rate, escalation rate, expected rate of return and mortality rate. Future salary increases are based on expected future inflation rates.

iii. Recoverability of Trade Receivables

Required judgements are used in assessing the recoverability of overdue trade receivables and for determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate risk of non-payment.

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026

2. PROPERTY, PLANT AND EQUIPMENT

(₹ In Crores)

Description	Gross Carrying Amount				Depreciation / Amortisation				Net Carrying Amount
	Gross Carrying Amount as at April 1, 2025	Additions / Adjustments during the year	Disposal/ Adjustments during the year	As at March 31, 2026	Up to March 31, 2025	Charge for the year	Disposal / Adjustments during the year	Up to March 31, 2026	As at March 31, 2026
Property, Plant and Equipment :-									
Land (Freehold)	770.67	-	-	770.67	-	-	-	-	770.67
Land (Leasehold)	235.77	-	-	235.77	-	-	-	-	235.77
Buildings	106.00	17.55	-	123.55	30.24	5.49	-	35.73	87.82
Right to use - Building	20.19	5.92	5.92	20.19	10.30	4.99	5.92	9.37	10.82
Plant & Machinery	428.32	141.98	0.08	570.22	116.00	25.16	-	141.16	429.06
Electrical Installations	5.71	0.96	-	6.67	3.46	0.64	-	4.10	2.57
Laboratory Equipments	18.21	0.75	-	18.96	7.49	1.70	-	9.19	9.77
Furniture & Fixtures	3.58	2.01	-	5.59	1.87	0.32	-	2.19	3.40
Office Equipments	6.08	1.77	-	7.85	4.03	0.89	-	4.92	2.93
Vehicles	25.02	-	-	25.02	11.30	2.92	-	14.22	10.80
Right to use - Vehicles	0.86	0.09	0.28	0.67	0.40	0.13	0.21	0.32	0.35
Capital Expenditure on Research & Development	0.26	4.55	-	4.81	0.17	0.21	-	0.38	4.43
Data Processing Equipments	7.46	1.64	-	9.10	5.77	1.11	-	6.88	2.22
TOTAL (A)	**1,628.13**	**177.22**	**6.28**	**1,799.07**	**191.03**	**43.56**	**6.13**	**228.46**	**1,570.61**
Intangible Assets :-									
Software	4.67	1.61	-	6.28	4.04	0.39	-	4.43	1.85
TOTAL (B)	**4.67**	**1.61**	**-**	**6.28**	**4.04**	**0.39**	**-**	**4.43**	**1.85**
TOTAL (A + B)	**1,632.80**	**178.83**	**6.28**	**1,805.35**	**195.07**	**43.95**	**6.13**	**232.89**	**1,572.46**
Capital Work in Progress (Refer Note 2 (a))									**27.44**

i) Refer Note No. 28 (a) (d) for disclosure of contractual commitments for Property, Plant and Equipments.

ii) Refer Note No. 13 for Property pledged as security.

iii) The company does not hold any benami property under the Benami Transactions (prohibition) Act,1988 (45 of 1988) and the rules made thereunder.

iv) There has been no revaluation of Property Plant and Equipment during the year.

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

2. PROPERTY, PLANT AND EQUIPMENT

(₹ In Crores)

Description	Gross Carrying Amount				Depreciation / Amortisation				Net Carrying Amount
	Gross Carrying Amount as at April 1, 2024	Additions / Adjustments during the year	Disposal/ Adjustments during the year	As at March 31, 2025	Up to March 31, 2024	Charge for the year	Disposal during the year	Up to March 31, 2025	As at March 31, 2025
Property, Plant and Equipment :-									
Land (Freehold)	770.67	-	-	770.67	-	-	-	-	770.67
Land (Leasehold)	235.77	-	-	235.77	-	-	-	-	235.77
Buildings	103.49	2.51	-	106.00	25.05	5.19	-	30.24	75.76
Right to use - Building	22.00	7.58	9.39	20.19	14.53	4.99	9.22	10.30	9.89
Plant & Machinery	412.78	15.54	-	428.32	94.19	21.81	-	116.00	312.32
Electrical Installations	5.45	0.26	-	5.71	2.46	1.00	-	3.46	2.25
Laboratory Equipments	17.50	0.71	-	18.21	5.80	1.69	-	7.49	10.72
Furniture & Fixtures	3.18	0.40	-	3.58	1.57	0.30	-	1.87	1.71
Office Equipments	5.14	0.94	-	6.08	3.32	0.71	-	4.03	2.05
Vehicles#	5.56	-	(19.46)	25.02	3.21	1.84	(6.25)	11.30	13.72
Right to use - Vehicles #	20.65	-	19.79	0.86	5.40	1.42	6.42	0.40	0.46
Capital Expenditure on Research & Development	0.19	0.07	-	0.26	0.15	0.02	-	0.17	0.09
Data Processing Equipments	6.45	1.12	0.11	7.46	5.02	0.86	0.11	5.77	1.69
TOTAL (A)	**1,608.83**	**29.13**	**9.83**	**1,628.13**	**160.70**	**39.83**	**9.50**	**191.03**	**1,437.10**
Software	4.46	0.21	-	4.67	3.53	0.51	-	4.04	0.63
TOTAL (B)	**4.46**	**0.21**	**-**	**4.67**	**3.53**	**0.51**	**-**	**4.04**	**0.63**
TOTAL (A + B)	**1,613.29**	**29.34**	**9.83**	**1,632.80**	**164.23**	**40.34**	**9.50**	**195.07**	**1,437.73**
Capital Work in Progress (Refer Note 2 (a))									**39.20**

i) Refer Note No. 28 (a) (d) for disclosure of contractual commitments for Property, Plant and Equipments.

ii) Refer Note No. 13 for Property pledged as security.

iii) The Company does not hold any benami property under the Benami Transactions (prohibition) Act,1988 (45 of 1988) and the rules made thereunder.

iv) There has been no revaluation of Property Plant and Equipment during the year.

v) # Disposal / adjustment during the year include gross amount of ₹ 19.46 Cores and accumulated depreciation include ₹ 6.25 Crores for transfer from ROU vehicles on account of repayment of vehicle loans.

2 (a) The Break up of Expenses shown under Capital Work in Progress (pending allocation) as on March 31, 2026 is as under :

(₹ In Crores)

Particulars	2025-26	2024-25
Opening Balance	**39.20**	2.41
Additions during the year	**157.26**	54.78
Less: Capitalised during the year	**(169.02)**	(17.99)
Closing Balance #	**27.44**	39.20

#[Includes Intangible Assets under development ₹ 1.02 Crores (March 31, 2025: ₹ 0.87 Crores)]

CWIP Ageing Schedule

Tangible Projects (₹ In Crores)

Particulars	Amount in CWIP as on 31.03.2026 for period of					Amount in CWIP as on 31.03.2025 for period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Ongoing Projects	**20.52**	**0.19**	-	-	**20.71**	28.63	0.55	-	-	29.18
Project Stock	**4.85**	**0.86**	-	-	**5.71**	9.02	0.13	-	-	9.15
Projects in Progress	**25.37**	**1.05**	-	-	**26.42**	37.65	0.68	-	-	38.33
Projects Suspended	-	-	-	-	-	-	-	-	-	-
TOTAL	**25.37**	**1.05**	-	-	**26.42**	37.65	0.68	-	-	38.33

In-Tangible Projects (₹ In Crores)

Particulars	Amount in CWIP as on 31.03.2026 for period of					Amount in CWIP as on 31.03.2025 for period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Ongoing Projects	**0.58**	**0.44**	-	-	**1.02**	0.87	-	-	-	0.87
Projects in Progress	**0.58**	**0.44**	-	-	**1.02**	0.87	-	-	-	0.87
Projects Suspended	-	-	-	-	-	-	-	-	-	-
TOTAL	**0.58**	**0.44**	-	-	**1.02**	0.87	-	-	-	0.87

(For capital-work-in progress, whose completion is overdue or has exceeded its cost compared to its original plan.)

Tangible Projects (₹ In Crores)

Particulars	As on 31.03.2026 to be completed in					As on 31.03.2025 to be completed in				
	Less Than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total	Less Than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total
Upgradation & Modification and other Projects	**3.51**	-	-	-	**3.51**	9.89	-	-	-	9.89
TOTAL	**3.51**	-	-	-	**3.51**	9.89	-	-	-	9.89

In-Tangible Projects (₹ In Crores)

Particulars	As on 31.03.2026 to be completed in					As on 31.03.2025 to be completed in				
	Less Than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total	Less Than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total
IT Upgradation Project	**0.63**	-	-	-	**0.63**	0.50	-	-	-	0.50
TOTAL	**0.63**	-	-	-	**0.63**	0.50	-	-	-	0.50

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

3. (a) NON - CURRENT INVESTMENTS

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Investment at Fair Value Through Other Comprehensive Income (FVTOCI) in Quoted Equity Instruments		
13,12,715 (March 31, 2025 - 13,12,715) Equity Shares of Garware Technical Fibres Limited, of the Face Value of ₹ 10/- Each, Fully Paid-up.	**79.28**	113.36
Investment in Equity Instruments of Subsidiary - At Cost Fully Paid		
2,50,000 (March 31, 2025 - 2,50,000) Ordinary Shares of Garware Hi-Tech Films International Limited, London, of the Face Value of Pound 1/- Each, Fully Paid-up.	**1.34**	1.34
Investment at Fair Value Through Profit and Loss (FVTPL) in Unquoted Equity Instruments		
500 (March 31, 2025 - 500) Equity Shares of The Co-Operative Stores Ltd. (New Delhi), of the Face Value of ₹ 10/- Each, Fully Paid-up	**0.00**	0.00
10,000 (March 31, 2025 - 10,000) Equity Shares of S I C O M Ltd., of the Face Value of ₹ 10/- Each, Fully Paid-up	**0.07**	0.08
100 (March 31, 2025 - 100) Equity Shares of Cosmos Co-Operative Bank Ltd., of the Face Value of ₹ 10/- Each, Fully Paid-up	**0.00**	0.00
0 (March 31, 2025 - 62) Equity Shares of Shamrao Vithhal Co-Operative Bank Ltd, of the Face Value of ₹ 10/- Each, Fully Paid-up	**-**	0.00
TOTAL	**80.69**	114.78
Aggregate Amount of Quoted Investments	**79.28**	113.36
Aggregate Amount of Unquoted Investments	**1.41**	1.42
Aggregate Cost of Total Investments	**1.77**	1.79

i) Investment in Subsidiary of ₹ 1.34 Crores (March 31, 2025: ₹ 1.34 Crores) has been accounted for as per Ind AS 27

ii) The Company has not traded or invested in any Crypto currency or Virtual currency during the current year and previous year.

iii) The shares held in Garware Technical Fibres Limited are presented at Fair Value through Other Comprehensive Income because these shares are not held by the Company for trading purpose.

3. (b) CURRENT INVESTMENTS

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Investment at Fair Value Through Profit and Loss (FVTPL) In Quoted Mutual Funds		
3,86,49,202 Units in HDFC Arbitrage Fund (Previous year 3,86,49,202 Units)	**81.74**	76.63
85,499 Units in HDFC Overnight Mutual Fund (Previous year 2,32,021 Units)	**34.14**	87.85
10,67,75,455 Units in Tata Arbitrage Fund (Previous year 9,23,99,629 Units)	**169.49**	137.13
3,39,66,111 Units in Invesco India Arbitrage Fund (Previous year 2,79,90,025 Units)	**123.06**	94.92
2,00,45,330 Units in Nippon India Arbitrage Fund (Previous year 1,31,58,533 Units)	**60.30**	37.10
3,55,61,176 Units in Kotak Equity Arbitrage Fund (Previous year 2,44,25,543 Units)	**149.46**	96.12
TOTAL	**618.19**	529.75
Aggregate Cost of Quoted Investments	**538.70**	481.24
Aggregate Fair Value of Quoted Investments (NAV)	**618.19**	529.75

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

4. OTHER FINANCIAL ASSETS - NON - CURRENT

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Security Deposits (Considered Good, Unsecured)	**2.01**	2.05
Margin Money with more than 12 months maturity (Earmarked)	**0.90**	2.14
TOTAL	**2.91**	4.19

i) Security deposit includes rental deposits of ₹ 0.65 Crores given to Directors / Relatives of Directors (March 31, 2025 - ₹0.65 Crores) and ₹ 0.44 Crores given to companies in which Directors are a Director / Member (March 31, 2025 - ₹ 0.44 Crores).

5. TRADE RECEIVABLES

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Trade Receivable Considered Good, Unsecured	**39.71**	33.21
Trade Receivable - Credit Impaired	**0.21**	0.21
Less: Allowance for Doubtful Debts	**(0.21)**	(0.21)
Trade Receivable due from Subsidiary Companies	**154.58**	108.90
TOTAL	**194.29**	142.11

Trade Receivable - Ageing Schedule from Due Date of Payment

(₹ In Crores)

Particulars	**March 31, 2026**						
	Not Due	**Less than 6 months**	**6 months -1 year**	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
(i) Undisputed Trade Receivables - Considered Good	**178.97**	**15.30**	**0.00**	**0.02**	**-**	**-**	**194.29**
(ii) Undisputed Trade Receivables - which have significant increase in Credit Risk	**-**	**-**	**-**	**-**	**-**	**-**	**-**
(iii) Undisputed Trade Receivables - Credit Impaired	**-**	**-**	**-**	**-**	**-**	**-**	**-**
(iv) Disputed Trade Receivables - Considered Good	**-**	**-**	**-**	**-**	**-**	**-**	**-**
(v) Disputed Trade Receivables - which have significant increase in Credit Risk	**-**	**-**	**-**	**-**	**-**	**-**	**-**
(vi) Disputed Trade Receivables - Credit Impaired	**-**	**-**	**-**	**-**	**-**	**0.21**	**0.21**
Less : Allowance for Doubtful Debts	**-**	**-**	**-**	**-**	**-**	**(0.21)**	**(0.21)**
TOTAL	**178.97**	**15.30**	**0.00**	**0.02**	**-**	**-**	**194.29**

(₹ In Crores)

Particulars	Mar 31, 2025						
	Not Due	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade Receivables - Considered Good	130.42	11.69	0.00	0.00	-	-	142.11
(ii) Undisputed Trade Receivables - which have Significant increase in Credit Risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have Significant Increase in Credit Risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	0.21	0.21
Less : Allowance for Doubtful Debts	-	-	-	-	-	(0.21)	(0.21)
TOTAL	130.42	11.69	0.00	0.00	-	-	142.11

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

6. (a) CASH AND CASH EQUIVALENTS

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Balances with Banks		
In Current Accounts	**45.10**	19.30
Cash on Hand	**0.04**	0.06
TOTAL	**45.14**	19.36

6. (b) OTHER BANK BALANCES

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
In Earmarked Accounts		
Unclaimed Dividend Accounts	**2.08**	1.93
Margin Money Deposit	**26.79**	8.05
TOTAL	**28.87**	9.98

7. LOANS - CURRENT

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Loans and Advances to Employees - Considered Good, Unsecured	**0.07**	0.47
TOTAL	**0.07**	0.47

No funds has 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.

8. OTHER FINANCIAL ASSETS - CURRENT

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Interest Accrued on Fixed Deposits	**0.00**	-
Derivative Financial Instrument.	**-**	1.23
Other Receivables	**0.92**	1.03
TOTAL	**0.92**	2.26

i) Other receivables includes insurance claim and discount receivable from vendors.

9. INVENTORIES

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Stores, Spares and Packing Materials	**49.64**	41.00
Raw Materials	**116.03**	118.27
Finished Goods	**11.30**	5.50
Finished Goods (Stock in Transit)	**19.28**	23.15
Semi Finished Goods	**92.74**	68.69
TOTAL	**288.99**	256.61

The Goods in Transit included in Raw Materials as on March 31, 2026 ₹ 6.80 Crores and Stores & spares ₹ 0.35 Crores (March 31, 2025 - Raw materials ₹ 4.03 Crores and stores & spares ₹ 0.05 Crores).

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

10. (a) OTHER NON CURRENT ASSETS

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Capital Advances		
Secured, Considered Good	**24.65**	12.86
Unsecured, Considered Good	**3.32**	12.83
	27.97	25.69
Advances Other than Capital Advances		
Balances with Government Authorities	**-**	0.04
TOTAL	**27.97**	25.73

10. (b) OTHER CURRENT ASSETS

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Prepaid Expenses	**6.28**	5.04
Balances with Government Authorities	**25.56**	16.40
Advances Paid to Suppliers/ Vendors	**12.79**	10.00
TOTAL	**44.63**	31.44

10. (c) ASSETS CLASSIFIED AS HELD FOR SALE

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Plant and Equipment *	**0.58**	4.16
TOTAL	**0.58**	4.16

*As at March 31, 2024, the Company classified certain used plant and equipment at its Waluj plant as held for sale under Ind AS 105. Management committed to a plan to sell these assets, and the assets were actively marketed at fair value less costs to sell. The sale was initially expected to complete by March 31st, 2025, but has been delayed due to a circumstance beyond the Company's control. In accordance with Ind AS 105, this extension beyond 12 months does not preclude continued classification as held for sale, as a firm purchase commitment remains highly probable within the next 12 months. At March 31, 2026, these assets were measured at the lower of their carrying amount and fair value less costs to sell, resulting in a loss of ₹ 3.58 Crore, which has been recognized in the statement of profit and loss. No depreciation has been recognized since the assets were classified as held for sale.

11 (a) DEFERRED TAX ASSETS

The Balance of Deferred Tax Comprises Temporary Differences Attributable to:

Particulars	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Deferred Tax Assets		
Expenses Allowed on Payment Basis	**3.55**	2.66
IND AS 116- Right to use Assets	**0.27**	0.23
Others	**0.21**	0.21
TOTAL (A)	**4.03**	3.10

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

Particulars	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Deferred Tax Liabilities		
Excess of Written Down Value as per Books and as per Income Tax Act, 1961	**45.33**	41.71
Deferred Tax on Fair Value Changes	**18.88**	19.35
TOTAL (B)	**64.21**	61.06
Deferred Tax Assets / (Liabilities) (Net) (A-B)	**(60.18)**	(57.96)

Changes in Deferred Tax Assets/ (Liabilities) in Statement of Profit and Loss [(charged) / credited during the year]

Particulars	Year Ended March 31, 2026 (₹ In Crores)	Year Ended March 31, 2025 (₹ In Crores)
Expenses Allowed on Payment Basis	**0.89**	0.22
Others	**-**	0.11
IND AS 116- Right to use Assets	**0.04**	0.09
Excess of Written Down Value as per Books and as per Income tax Act, 1961	**(3.62)**	(1.65)
Remeasurements of Post Defined Benefit Obligations	**-**	(2.62)
Deferred Tax on Fair Value changes	**0.47**	(8.58)
TOTAL	**(2.22)**	(12.43)

11. (b) INCOME TAXES

The Major Components of Income Tax Expense for the Year Ended are :
Statement of Profit and Loss

Profit and Loss Section	Year Ended March 31, 2026 (₹ In Crores)	Year Ended March 31, 2025 (₹ In Crores)
Current Income Tax		
Current Tax on Profit for the Current Year	**92.00**	100.22
Short (Excess) Tax of earlier Years	**(0.06)**	0.09
Deferred Tax	**7.74**	8.28
Income Tax Expense reported in the Statement of Profit or Loss	**99.68**	108.59

Other Comprehensive Income Section	Year Ended March 31, 2026 (₹ In Crores)	Year Ended March 31, 2025 (₹ In Crores)
Deferred Tax relating to Remeasurements of Post Employment Benefit Obligations and Gain on Fair Valuation of Equity Instruments	**(5.52)**	4.15
Income Tax Charged to OCI	**(5.52)**	4.15

Movement in Income Tax (Assets) / Liabilities (Net)	Year Ended March 31, 2026 (₹ In Crores)	Year Ended March 31, 2025 (₹ In Crores)
Opening Balance [Payable/ (Receivable)]	**(2.39)**	(1.15)
Add : Current Tax Payable for the Year	**91.94**	100.31
Less : Taxes Paid	**(74.97)**	(101.55)
Closing Balance [Payable/ (Receivable)]	**14.58**	(2.39)

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

Reconciliation of Tax Expense and Accounting Profit for the Year:

	Year Ended March 31, 2026 (₹ In Crores)	Year Ended March 31, 2025 (₹ In Crores)
Accounting Profit Before Tax	**434.41**	447.51
Tax at Statutory Income Tax Rate of @ 25.168%	**109.33**	112.63
Tax effect of amounts which are not deductible (taxable) in calculating taxable income		
Donations /CSR Expenses	**1.41**	1.04
Short / (Excess) Income Tax of earlier Year	**(0.06)**	0.09
Dividend Income not Taxable	**(7.37)**	(5.85)
Other items	**0.08**	2.80
Long term Capital Gain Taxable at Special Rate	**(3.71)**	(2.12)
Income-Tax Expense	**99.68**	108.59

12. (a) EQUITY AND SHARE CAPITAL

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Authorised Equity Share Capital :		
40,000,000 (March 31, 2025: 40,000,000) Equity Shares of ₹ 10/- each	**40.00**	40.00
6,000,000 (March 31, 2025: 6,000,000) Preference Shares of ₹ 100/- each	**60.00**	60.00
TOTAL	**100.00**	100.00
Issued, Subscribed and Paid up :		
23,232,394 (March 31, 2025: 23,232,394) Equity Shares of ₹ 10/- each	**23.23**	23.23
TOTAL	**23.23**	23.23

(i) Reconciliation of Number of Equity Shares

	Year Ended March 31, 2026	Year Ended March 31, 2025
Shares outstanding at the beginning of the year	**23,232,394**	23,232,394
Add: Issued during the year	-	-
Outstanding at the end of the year	**23,232,394**	23,232,394

(ii) Terms/ Rights attached to Equity Shares

The Company has only one class of equity shares having a par value of ₹ 10/-. Each shareholder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. The Company declares and pays dividend in Indian rupees.

Final Dividend of ₹ 12/- per equity share for the Financial year ended 31st March 2026 proposed by Board of Directors in its meeting held on 6th May 2026 (₹ 12/- per equity share for FY 2024-25) is in compliance with Section 123 of the Companies Act 2013 and is subject to approval of shareholders in the ensuing Annual General Meeting and if approved, would result in Cash outflow of ₹ 27.88 Crores.

(iii) Details of Equity Shares held by Shareholders holding more than 5% of the aggregate Shares in the Company

Name of the Shareholder	As at March 31, 2026		As at March 31, 2025	
	% holding	No. of shares	% holding	No. of shares
S. B. Garware Family Trust	**38.17%**	**8,868,372**	38.17%	8,868,372
B. D. Garware Research Centre Private Limited (Formerly known as B.D Garware Research Centre)	**5.35%**	**1,242,216**	5.35%	1,242,216
Shri S. B. Garware	**5.01%**	**1,163,001**	5.01%	1,163,001

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

(iv) Details of Shares held by Promoters

Sr. No.	Promoter Name	As at 31.03.2026		As at 31.03.2025		% change during FY 25-26
		No. of shares	% of total shares	No. of shares	% of total shares	
1	S. B. Garware Family Trust	**8,868,372**	**38.17%**	8,868,372	38.17%	-
2	B. D. Garware Research Centre Private Limited (Formerly known as B.D. Garware Research Centre)	**1,242,216**	**5.35%**	1,242,216	5.35%	-
3	Shri S. B. Garware	**1,163,001**	**5.01%**	1,163,001	5.01%	-
4	Monika Garware Benefit Trust	**573,917**	**2.47%**	573,917	2.47%	-
5	Sarita Garware Benefit Trust	**573,917**	**2.47%**	573,917	2.47%	-
6	Great View Real Estates Private Limited	**469,175**	**2.02%**	469,175	2.02%	-
7	Ms. Sonia Garware	**268,595**	**1.16%**	268,595	1.16%	-
8	Mrs. Sarita Garware Ramsay	**267,810**	**1.15%**	267,810	1.15%	-
9	Ms. Monika Garware	**267,504**	**1.15%**	267,504	1.15%	-
10	Garware Industriees Private Limited	**235,000**	**1.01%**	235,000	1.01%	-
11	Mrs. Sheela S. Garware	**175,465**	**0.76%**	175,465	0.76%	-
12	Sonia Garware Benefit Trust	**1,000**	**0.00%**	1,000	0.00%	-

12. (b) OTHER EQUITY

	Reserves and Surplus					Equity Instruments through other Comprehensive Income	Total (₹ In Crores)
	Capital Redemption Reserve	Securities Premium	Capital Reserve	General Reserve	Retained Earnings		
As at March 31, 2025	54.46	5.92	763.89	69.10	1,293.83	100.60	**2,287.80**
Profit for the year	-	-	-	-	334.73	-	**334.73**
Other Comprehensive Income:							
a) Remeasurement of Post Employment Benefit Obligations (Net of Tax)	-	-	-	-	(1.92)	-	**(1.92)**
b) Changes in Fair Value of Equity Instruments Through OCI (Net of Tax)	-	-	-	-	-	(29.21)	**(29.21)**
Total Comprehensive Income for the year	-	-	-	-	**332.81**	**(29.21)**	303.60
Reductions during the year:							
Dividends Paid FY 2024-25	-	-	-		(27.88)	-	**(27.88)**
As at March 31, 2026	**54.46**	**5.92**	**763.89**	**69.10**	**1,598.76**	**71.39**	**2,563.52**

	Reserves and Surplus					Equity Instruments through other Comprehensive Income	Total (₹ In Crores)
	Capital Redemption Reserve	Securities Premium	Capital Reserve	General Reserve	Retained Earnings		
As at March 31, 2024	54.46	5.92	763.89	69.10	982.04	79.96	**1,955.37**
Profit for the year	-	-	-	-	338.92	-	**338.92**
Other Comprehensive Income:							
a) Remeasurement of Post Employment Benefit Obligations (Net of Tax)	-	-	-	-	(3.90)	-	**(3.90)**
b) Changes in Fair Value of Equity Instruments Through OCI (Net of Tax)	-	-	-	-	-	20.64	**20.64**
Total Comprehensive Income for the year	-	-	-	-	**335.02**	**20.64**	**355.66**
Reductions during the year:							
Dividend Paid FY 2023-24	-	-	-	-	(23.23)	-	**(23.23)**
As at March 31, 2025	**54.46**	**5.92**	**763.89**	**69.10**	**1,293.83**	**100.60**	**2,287.80**

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

Nature and Purpose of Other Reserves:

1 Capital Redemption Reserve

Capital Redemption Reserve is towards the redemption of preference shares allotted to Industrial Development Bank of India (IDBI) in FY 2014 - 15.

2 Securities Premium

Securities Premium Reserve is towards the premium on issue of equity shares. This reserve is utilised in accordance with the provisions of The Companies Act, 2013.

3 Capital Reserve

Capital Reserve of ₹ 44.39 Crores was created on demerger of manufacturing business of erstwhile Garware Chemicals Limited (GCL) as per the scheme of arrangement between the Company and GCL under provisions of section 391 - 394 of the Companies Act, 1956 and ₹ 618.42 Crores (net of deferred tax) on account of fair valuation of property, plant and equipment done as at the transition date of Ind AS. Capital Reserve also includes revaluation reserve amounting to ₹ 45.85 Crores pertains to revaluation of land at Mumbai at Vile Parle in 2007 and ₹ 187.56 crores revaluation of land situated at Aurangabad and Nashik in FY 2012 - 13 and ₹ (132.35) crores pertains to impairment of assets taken over from GCL in FY 2012 - 13 and ₹ 0.02 Crores amount paid up on cancellation of 82,756 shares.

4 General Reserve

General Reserve is created from time to time by way of transfer of profits from retained earnings for appropriation purposes. General reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income.

5 Retained Earnings

This reserve represents undistributed accumulated earnings of the Company as on the balance sheet date.

6 Fair Value Through Other Comprehensive Income (FVTOCI) Equity Instruments

The Company has elected to recognise changes in fair value of certain investments in equity instruments through other comprehensive income. These changes are accumulated within the FVTOCI equity instruments reserve within equity. The Company transfers amounts from this reserve to retained earnings when the relevant equity instruments are derecognised.

13. NON CURRENT LEASE LIABILITY

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Non Current Lease Liability		
From Others	**12.15**	11.18
TOTAL	**12.15**	11.18
Less: Current Maturities of Lease Liability		
From Others	**5.34**	4.22
TOTAL	**5.34**	4.22
Non Current Lease Liability	**6.81**	6.96

i) There were no instances during the year that required the Company to register a new charge or file for the satisfaction of an existing charge.

ii) Quarterly return / statements of current assets filed by the Company with banks are in agreement with the books of accounts.

iii) The Company has not been declared as Wilful Defaulter by any bank or financial institution.

iv) No funds 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.

v) Funds raised on short term basis are not used for long term purpose.

vi) Short term bank facilities availed from banks are secured by hypothecation of all the current assets including inventory, book debts etc. and second charge on property, plant and equipment of the Company excluding Vile Parle, Mumbai property and Nasik property.

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

14. TRADE PAYABLES

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Total Outstanding Dues of Micro Enterprises and Small Enterprises	**23.98**	20.19
Total Outstanding Dues of Creditors other than Micro Enterprises and Small Enterprises	**156.89**	125.74
TOTAL	**180.87**	145.93

Details of Dues to Micro and Small Enterprises as Defined under the MSMED Act, 2006

Based on the information and records available with the Company, the disclosures required pursuant to the Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED ACT'). The Disclosure pursuant to the said MSMED Act are as follows:

Sr. No.	Particulars	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
a)	Principal Amount Due to Suppliers Registered Under MSMED Act and remaining unpaid as at the year end (including capital creditors ₹ 3.99 Crores (Previous year ₹ 1.20 Crores))	**27.97**	21.39
b)	Interest Due thereon	-	-
c)	Interest Paid by the Company in term of Section 16	-	-
d)	Interest Due and Payable for the Period of Delay in Payment	-	-
e)	Interest Accrued and Remaining Unpaid	-	-
f)	Interest Remaining Due and Payable even in succeeding years	-	-

Trade Payable Ageing Schedule from Due Date of Payment

(₹ In Crores)

Sr. No.	Particulars	March 31, 2026						
		Not Due	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i)	MSME	**18.26**	**-**	**5.72**	**-**	**-**	**-**	**23.98**
(ii)	Others	**105.86**	**21.37**	**24.22**	**5.24**	**0.10**	**0.10**	**156.89**
(iii)	Disputed Dues - MSME	-	-	-	-	-	-	-
(iv)	Disputed Dues - Others	-	-	-	-	-	-	-
	Total	**124.12**	**21.37**	**29.94**	**5.24**	**0.10**	**0.10**	**180.87**

(₹ In Crores)

Sr. No.	Particulars	March 31, 2025						
		Not Due	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i)	MSME	14.64	-	5.55	-	-	-	20.19
(ii)	Others	61.43	9.52	54.57	0.12	0.10	-	125.74
(iii)	Disputed Dues - MSME	-	-	-	-	-	-	-
(iv)	Disputed Dues - Others	-	-	-	-	-	-	-
	Total	76.07	9.52	60.12	0.12	0.10	-	145.93

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

15. OTHER FINANCIAL LIABILITIES - CURRENT

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Unclaimed Dividend	**2.08**	1.93
Creditors for Capital Expenditure	**8.47**	6.67
Payable for Expenses	**15.08**	17.97
Payable to Employees	**8.94**	7.80
Deposit from Customers*	**1.69**	3.75
Derivative Financial Instrument	**1.71**	-
TOTAL	**37.97**	38.12

i) There are no amounts due and outstanding to be credited to the Investor Education and Protection Fund.

ii) *Deposit from customers include NIL (previous year ₹ 2 Crores) received towards assets classified as held for sale.

16. NON-CURRENT PROVISIONS

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Provision For Employee Benefits (Refer Note 29)		
Provision for Compensated Absences	**6.25**	6.35
TOTAL	**6.25**	6.35

17. CURRENT PROVISIONS

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Provision for Employee Benefits (Refer Note 29)		
Provision for Gratuity	**1.67**	3.61
Provision for Compensated Absences.	**6.13**	5.47
TOTAL	**7.80**	9.08

18. OTHER CURRENT LIABILITIES

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Statutory Liabilities	**4.38**	4.47
Advances from Customers	**22.22**	36.04
TOTAL	**26.60**	40.51

a) The Company has recognised revenue including taxes of ₹ 74.85 Crores (Previous year ₹ 66.24 Crores) as per Ind AS 115 from the amounts included under advance received from customer at the beginning of the year.

b) Contract liability primarily relates to advance consideration received from customers for sale of products based on terms agreed. The contract liability is expected to be recognised within 12 months.

c) Unsatisfied Performance Obligations, the Company applies the practical expedient in Paragraph 121 of Ind AS 115 and does not disclose information about remaining performance obligations.

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

19. REVENUE FROM OPERATIONS

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Sale of Products	**1,918.03**	1,963.22
Other Operating Revenue		
Export Incentives	**25.58**	28.02
Sale of Scrap and Others	**3.95**	4.21
TOTAL	**1,947.56**	1,995.45

a) Reconciliation of Revenue from Sale of Products with the Contracted Price

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Contracted Price	**1,929.89**	1,966.65
Less : Discounts, Allowances and Claims as per Contract	**(11.86)**	(3.43)
Revenue from Sales of Products	**1,918.03**	1,963.22

b) Contract Balances :

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Trade Receivables	**194.29**	142.11
Advance from Customers (Contract Liability)	**22.22**	36.04

20. OTHER INCOME

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Interest Income:		
On Bank Deposits	1.28	0.58
On Income Tax Refund	0.43	-
Others	0.01	0.02
Dividend from Quoted Equity Investments Measured at Fair Value Through OCI	1.25	0.08
Dividend from Subsidiary	28.06	23.20
Insurance Claims	0.14	0.67
Excess Provision/ Sundry Credit Balances Written Back	0.27	0.32
Gain on Exchange Rate Fluctuations	23.49	19.57
Net Gain on Financial Assets Measured at FVTPL*	37.80	31.51
Unwinding of Security Deposit	0.09	0.09
Rent Received	0.06	0.06
Miscellaneous Income	3.71	0.06
Service Tax /VAT Refund	-	0.03
TOTAL	**96.59**	76.19

i) The Company does not have any transactions not recorded in books of accounts that has been surrendered or disclosed as income in the tax assessments under the Income Tax Act 1961.

ii) * includes realised gains on sale of investments of ₹ 6.52 Crores (Previous year ₹ 5.76 Crores)

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

21. COST OF MATERIALS CONSUMED

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Opening Inventory	**118.27**	109.80
Add: Purchases	**915.63**	943.62
Less: Sales	**(0.02)**	(0.37)
Less: Closing Inventory	**(116.03)**	(118.27)
TOTAL	**917.85**	934.78

22. CHANGE IN INVENTORIES OF FINISHED GOODS AND SEMI - FINISHED GOODS

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Closing Inventory		
Semi - Finished Goods	**92.74**	68.69
Finished Goods	**30.58**	28.65
TOTAL	**123.32**	97.34
Less: Opening Inventory		
Semi - Finished Goods	**68.69**	58.98
Finished Goods	**28.65**	34.66
TOTAL	**97.34**	93.64
Net Change in Inventory	**(25.98)**	(3.70)

23. EMPLOYEE BENEFITS EXPENSE

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Salaries, Wages and Bonus	**143.13**	130.41
Contributions to Provident Fund and Other Funds	**10.95**	12.55
Staff Welfare Expenses	**6.23**	6.47
TOTAL	**160.31**	149.43

24. FINANCE COSTS

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Interest Expense	**0.31**	1.10
Interest Expense on Right to use Assets	**1.15**	1.67
Other Borrowing Cost	**3.89**	3.70
TOTAL	**5.35**	6.47

25. DEPRECIATION AND AMORTIZATION EXPENSE

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Depreciation on Property, Plant and Equipment (including IND AS 116 Depreciation)	**43.56**	39.83
Amortisation of Intangible Assets	**0.39**	0.51
TOTAL	**43.95**	40.34

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

26. OTHER EXPENSES

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Stores, Spares & Packing Materials Consumed	**107.76**	103.72
Power and Fuel	**129.27**	134.94
Processing Charges	**56.92**	54.83
Water Charges	**1.30**	1.30
Rent, Hire Charges and Compensation	**0.13**	0.12
Rates, Taxes and License Fees	**4.27**	1.54
Insurance	**5.51**	4.65
Freight & Forwarding (Net)	**46.99**	49.65
Research and Development Expenses	**6.05**	7.12
Advertisement Expenses	**1.16**	0.90
Repairs and Maintenance Expenses:		
Plant and Machinery	**3.40**	3.59
Building	**3.29**	1.67
Others	**15.29**	14.60
Contract Labour Cost	**40.65**	34.06
Security Charges	**8.54**	7.40
Travelling & Conveyance	**8.71**	8.66
Postage, Telegrams & Telephones	**0.33**	0.45
Commission on Sales	**3.39**	3.79
Contribution towards Corporate Social Responsibilities (Refer Note 26A)	**5.53**	4.00
Donation	**0.09**	0.11
Legal and Professional Charges	**12.53**	9.65
Sales and Promotion Expenses	**31.25**	37.60
Auditors Remuneration (Refer Note 26B)	**0.51**	0.38
Directors Sitting Fees	**0.25**	0.21
Fair Value change of Assets held for Sale	**3.58**	-
Loss on write off of Fixed Assets	**0.08**	-
Miscellaneous Expenses	**11.48**	11.44
Provision for Doubtful Advances	**-**	0.43
TOTAL	**508.26**	496.81

26. (a) CORPORATE SOCIAL RESPONSIBILITY (CSR)

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Gross Amount required to be spent by the Company during the Year	**5.32**	3.97
TOTAL	**5.32**	3.97

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

Amount Spent During the Year		2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
A.	Construction / Acquisition of any Asset	-	-
B.	On Purposes other than (A) above	**5.53**	4.00
	TOTAL	**5.53**	4.00
C.	Shortfall at the End of the Year	-	-
D.	Total of Previous Years Shortfall	-	-
E.	Reason for Shortfall	**NA**	NA

F. **Nature of CSR Activities** **(₹ In Crores)**

Name of the project	**Implementing Agency**	**Amount Spent 2025-26**	Amount Spent 2024-25
Promoting Health care measures for poor people	Garware Charitable Trust	**0.24**	0.31
Promoting education, including special education and employment enhancing vocation skills	Garware Charitable Trust	**1.17**	0.16
Promoting /Setting up old Age Home, day cares centers and such other facilities for senior citizen	Garware Charitable Trust	**0.39**	0.40
Promotion / Awareness of Road Safety	Garware Charitable Trust	**1.71**	-
Promoting Gender Equality and Empowering Women	Garware Charitable Trust	**0.37**	0.43
Promoting National Culture and Cultural Heritage	Garware Charitable Trust	**1.50**	-
Army Central Welfare Fund – Welfare measures and render financial assistance / grants to widows of our soldiers, their Next of Kin, dependents and needy Ex-Servicemen	Garware Charitable Trust	**-**	1.50
Fencing the river and maintaining quality of water and providing drinking water	Garware Charitable Trust	**0.12**	-
PM Care Fund - Contribution to the Prime Minister's National Relief Fund	Garware Charitable Trust	**-**	1.20
Maintaining quality of water and providing drinking water	Garware Hi-Tech Films Limited	**0.03**	-
TOTAL		**5.53**	4.00

G. Details of Related Party Transactions Refer Note No. 30

26. (b) PAYMENT TO AUDITORS

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
As Auditor		
Statutory Audit Fees	**0.30**	0.25
Tax Audit Fees	**0.08**	-
In Other Capacity		
For Certification/ Others	**0.10**	0.11
Reimbursement of Out of Pocket Expenses	**0.03**	0.02
TOTAL	**0.51**	0.38

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

27. EARNINGS PER SHARE (EPS)

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Net Profit Attributable to the Equity Shareholders of the Company	**334.73**	338.92
Weighted Average Number of Equity Shares	**23,232,394**	23,232,394
Basic & Diluted Earnings Per Share (In ₹)	**144.08**	145.88

28. (a) CONTINGENCIES AND COMMITMENTS

a) Contingent Liabilities

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Disputed Matters in Appeal / Contested in respect of:		
Excise Duty and Service Tax	**5.58**	5.28
Others	**0.73**	-
TOTAL	**6.31**	5.28

During the year Income Tax Department has raised demand in respect of AY 2019-20 & AY 2020-21 amounting to ₹ 0.25 Crores and ₹ 18.37 Crores respectively. The Company has filed rectification application u/s 154 of the income tax Act 1961 as there are certain mistakes apparent from the record while raising demand by the department. The Company is hopeful of getting the order rectified hence the same is not considered as contingent liabilities.

b) The Company has given counter-guarantees for ₹ 60.58 Crores (March 31, 2025: ₹ 60.24 Crores) to banks in respect of guarantees given by the banks to third parties for purchase of equipments, supply of goods, clearance of goods from customs, excise bonds, etc.

c) Letters of Credit opened on behalf of the Company by Banks for purchase of materials and equipment amount to ₹ 83.25 Crores (March 31, 2025: ₹ 42.76 Crores).

d) Capital Commitments

Estimated amount of contracts remaining to be executed on capital account and not provided for ₹ 65.60 Crores (March 31, 2025: ₹ 119.52 Crores) against which an advance of ₹ 27.97 Crores (March 31, 2025: ₹ 25.69 crores) has been paid.

e) Company has procured certain Plant and Machinery under Export Promotion Capital Goods scheme. Export obligation outstanding against the same is NIL (March 31, 2025: ₹ 65.86 Crores).

28. (b) LEASES

Company as a Lessee:

Particulars	March 31, 2026 (₹ In Crores)	March 31, 2025 (₹ In Crores)
Depreciation for right to use asset	**5.12**	6.41
Interest expense on lease liabilities	**1.15**	1.67
Expenses relating to short term leases / low value assets	**1.02**	0.98
Repayment of lease liabilities	**4.96**	15.43
Additions to right to use assets	**6.01**	7.58
Carrying amount of right to use assets	**11.17**	10.35

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

29. EMPLOYEE BENEFIT OBLIGATIONS

Particulars	March 31, 2026 (₹ In Crores)	March 31, 2025 (₹ In Crores)
Gratuity (Refer Note C)	**1.67**	3.61
Non-Current	**-**	-
Current	**1.67**	3.61

A Defined Contribution Plan

The Company has certain defined contribution plans. Contributions are made to provident fund / Superannuation fund / National Pension Scheme contribution for employees at the rate as per regulation of basic salary . The contributions are made to registered provident fund administered by the government, however certain employees are covered under the contributory plans with trust "Garware Polyester Limited Office Staff and Officers Provident Fund".

B Compensated Absences

The leave obligations is towards encashment of balance leave. The provision made during the year is ₹ 1.66 Crores (March 31, 2025 - provided ₹ 3.21 Crores)

C Gratuity

The Company provides for gratuity for employees as per the Payment of Gratuity Act, 1972. The gratuity plan is a funded plan.

I The Amounts Recognised in Balance Sheet and Movements in the Net Benefit Obligation over the year are as follows :

(₹ In Crores)

Particulars	Present value of obligation	Fair value of plan assets	Net amount
April 1, 2025	**44.76**	**(41.15)**	**3.61**
Service Cost	2.53	-	2.53
Interest Expense/(Income)	2.81	(2.81)	-
Total Amount Recognised in Profit or Loss	**5.34**	**(2.81)**	**2.53**
Return on Plan Assets	-	(0.38)	(0.38)
(Gain)/Loss from experience changes	3.54	-	3.54
(Gain)/Loss from change in financial assumptions	(0.59)	-	(0.59)
Total Amount Recognised in Other Comprehensive Income	**2.95**	**(0.38)**	**2.57**
Employer Contributions	-	(7.20)	(7.20)
Benefits Paid	(5.49)	5.49	-
Mortality Charges and Taxes	-	0.16	0.16
March 31, 2026	**47.56**	**(45.89)**	**1.67**

(₹ In Crores)

Particulars	Present value of obligation	Fair value of plan assets	Net amount
April 1, 2024	**39.27**	**(35.69)**	**3.58**
Current Service Cost	1.97	-	1.97
Interest Expense/(Income)	2.67	(2.67)	-
Total Amount Recognised in Profit or Loss	**4.64**	**(2.67)**	**1.97**
Return on Plan Assets	-	(0.03)	(0.03)
(Gain)/Loss from experience changes	4.53	-	4.53
(Gain)/Loss from change in financial assumptions	0.71	-	0.71
Total Amount Recognised in Other Comprehensive Income	**5.24**	**(0.03)**	**5.21**
Employer Contributions	-	(7.20)	(7.20)
Benefits Paid	(4.39)	4.39	-
Mortality Charges and Taxes	-	0.05	0.05
March 31, 2025	**44.76**	**(41.15)**	**3.61**

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

II The Net Liability disclosed above Relates to Funded Plans are as follows :

Particulars	March 31, 2026 (₹ In Crores)	March 31, 2025 (₹ In Crores)
Present Value of Funded Obligation	**47.56**	44.76
Fair Value of Plan Assets	**(45.89)**	(41.15)
Deficit	**1.67**	3.61

III Estimates

The Actuarial Assumptions were as follows :

Particulars	March 31, 2026	March 31, 2025
Discount Rate	**7.10%**	6.70%
Rate of increase in Compensation Levels	**7.00%**	7.00%
Expected Return on Plan Assets	**6.70%**	7.20%

IV Sensitivity of Actuarial Assumptions

The Sensitivity of Defined Obligation to changes in the Weighted Principal Assumptions is:

Assumption	Impact on defined benefit obligation	
	March 31, 2026 (₹ In Crores)	March 31, 2025 (₹ In Crores)
Discount Rate		
1 % increase	**(1.37)**	(1.39)
1 % decrease	**1.54**	1.52
Future Salary Increase		
1 % increase	**1.26**	1.18
1 % decrease	**(1.14)**	(1.10)

Projected Benefits Payable from the Fund in Future Years from the Date of Reporting:

Particulars	March 31, 2026 (₹ In Crores)	March 31, 2025 (₹ In Crores)
Less than a year	**24.84**	22.46
Between 1 to 2 years	**4.61**	4.43
Between 2 to 3 years	**4.86**	4.27
Between 3 to 4 years	**4.25**	4.53
Between 4 to 5 years	**4.46**	4.00
Between 6 to 10 years	**16.25**	16.54
TOTAL	**59.27**	56.23

The weighted duration of the Defined Benefit Obligation is 5.78 years (Previous year 6.35 years.)

V The Major Categories of Plan Assets are as follows:

Particulars	March 31, 2026	March 31, 2025
Funds Managed by Insurer	**100%**	100%

VI Risk Exposure

1 **Asset Volatility :** All plan assets are maintained in a trust managed by a public sector insurer viz. LIC of India. LIC has a sovereign guarantee and has been providing consistent and competitive returns over the years. The Company has opted for a traditional fund wherein all assets are invested primarily in risk averse markets. The Company has no control over the management of funds but this option provides a high level of safety for the total corpus. A single account is maintained for both the investment and claim settlement and hence 100% liquidity is ensured. Also interest rate and inflation risk are taken care of.

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

2 **Discount Rate Risk :** Variations in the discount rate used to compute the present value of the liabilities may seem small, but in practise can have a significant impact on the defined benefit liabilities.

3 **Future Salary Increase and Inflation Risk :** Since price inflation and salary growth are linked economically, they are combined for disclosure purposes. Rising salaries will often result in higher future defined benefit payments resulting in a higher present value of liabilities especially unexpected salary increases provided at management's discretion may lead to uncertainties in estimating this increasing risk.

4 **Asset-Liability Mismatch Risk :** Risk arises if there is a mismatch in the duration of the assets relative to the liabilities. By matching duration with the defined benefit liabilities, the Company is successfully able to neutralize valuation swings caused by interest rate movements.

30. RELATED PARTY TRANSCATIONS - AS PER IND AS 24

Name of the Related Parties and Nature of Relationship

a)	**Subsidiary**	Garware Hi-Tech Films International Limited
b)	**Step down subsidiary**	Global Hi-Tech Films Inc.
c)	**Key Management Personnel**	Shri. S. B. Garware - Chairman and Managing Director Ms. Monika Garware - Vice Chairperson & Joint Managing Director Mrs. Sarita Garware Ramsay - Joint Managing Director Ms. Sonia Garware - Director Mr. M.S. Adsul - Whole-Time Director (ceased w.e.f.31st January 2026) Mr. U.V. Joshi - Whole-Time Director (appointed w.e.f. 1st February 2026) Mr. Abhishek Agrawal - Chief Financial Officer (appointed w.e.f. 16th August 2024) Mr. Pradeep Mehta - Chief Financial Officer (up to 14th August 2024) Mr. Awaneesh Srivastava - Company Secretary
d)	**Non Executive Director :**	Mr. Nilesh R. Doshi - Non Executive and Independent Director (up to 31st October 2024) Mr. V.H.Kamath - Non executive and Independent Director Ms. Devanshi H. Nanavati - Non executive and Independent Director Mr. Manoj Sonawala - Non executive and Independent Director (appointed w.e.f. 1st April, 2024) Mr. Deepak Chawla - Non executive and Independent Director (appointed w.e.f. 1st April, 2024) Mr. Nayan Rawal - Non executive and Independent Director (appointed w.e.f. 1st April, 2024) Mr. Chirag Doshi - Independent Director -(appointed w.e.f. 1st September, 2024)
e)	**Entities in which some of the directors are interested**	Garware Industriees Private Limited Great View Real Estates Private Limited Shashvat Investment Consultancy & Properties Private Limited Garware Community Centre Garware Charitable Trust B. D. Garware Research Centre Private Limited Garware Motors and Enterprises Private Limited S. B. Garware Family Trust Monika Garware Benefit Trust Sarita Garware Benefit Trust Sonia Garware Benefit Trust
f)	**Post Employment Benefit Plans**	Garware Polyester Limited Office Staff and Officers Provident Fund
g)	**Relatives of Key Managerial Personnel**	Mrs. Priti P. Mehta (up to 14th August 2024)

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

30 TRANSACTIONS WITH RELATED PARTIES

I Key Management Personnel Compensation

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Employee Benefit Expense	**42.85**	38.74
Post-Employment Benefits	**1.04**	1.92
TOTAL	**43.89**	40.66

Key Managerial Personnel who are under the employment of the Company are entitled to post employment benefits and other long term employee benefits recognised as per Ind AS 19 - 'Employee Benefits' in the financial statements. As these employee benefits are lump sum amounts provided on the basis of actuarial valuation, the same is not included above.

II Transactions with the related parties

Sr. No.	Particulars	Relationship	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
a)	**Sale of Goods / Services**			
	Garware Hi-Tech Films International Limited	Subsidiary	**96.27**	81.23
	Global Hi-Tech Films Inc.	Step-down Subsidiary	**492.66**	466.75
	Garware Industriees Private Limited	Entities in which some of the Directors are interested	**1.54**	-
b)	**Service Received /Processing/Commission / Rent Paid / Reimbursement of Expenses/ Donation & CSR expenses**			
	Garware Hi-Tech Films International Limited(Commission /Reimb.of Exp.)	Subsidiary	**2.83**	3.31
	Garware Industriees Private Limited (Rent)	Entities in which some of the Directors are interested	**2.51**	2.39
	Garware Industriees Private Limited (Processing Charges)	Entities in which some of the Directors are interested	**56.22**	54.02
	Great View Real Estates Private Limited (Rent)	Entities in which some of the Directors are interested	**0.72**	0.72
	Shashvat Investment Consultancy & Properties Private Limited (Rent)	Entities in which some of the Directors are interested	**0.30**	0.30
	Ms.Monika Garware (Rent)	Vice Chairperson & Joint Managing Director	**0.72**	0.72
	Mrs.Sarita Garware Ramsay (Rent)	Joint Managing Director	**0.42**	0.42
	Ms.Sonia Garware (Rent)	Director	**0.72**	0.72
	Garware Community Centre (Donation & Expenses)	Entities in which some of the Directors are trustees	**0.09**	0.09
	Garware Charitable Trust (Donation & CSR)	Entities in which some of the Directors are trustees	**5.50**	4.00
	Garware Polyester Limited Office Staff and Officers Provident Fund (Employer Contribution)	(Post Employment Benefit Plans)	**1.79**	3.88
c)	**Dividend Received**			
	Garware Hi-Tech Films International Limited	Subsidiary	**28.06**	23.20
d)	**Rent Received**			
	Garware Industriees Private Limited	Entities in which some of the Directors are interested	**0.01**	0.01

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

Sr. No.	Particulars	Relationship	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
	Great View Real Estates Private Limited	Entities in which some of the Directors are interested	**0.01**	0.01
	Shashvat Investment Consultancy & Properties Private Limited	Entities in which some of the Directors are interested	**0.01**	0.01
	B. D. Garware Research Centre Private Limited	Entities in which some of the Directors are interested	**0.01**	0.01
	Garware Motors and Enterprises Private Limited	Entities in which some of the Directors are interested	**0.01**	0.01
e)	**Managerial Remuneration**			
	Shri. S.B.Garware	Chairman and Managing Director	**15.32**	14.14
	Ms.Monika Garware	Vice Chairperson & Joint Managing Director	**14.05**	13.00
	Mrs.Sarita Garware Ramsay	Joint Managing Director	**10.61**	9.89
	Mr. M.S. Adsul	Whole time Director	**1.47**	1.71
	Mr. U.V. Joshi	Whole time Director	**0.16**	-
	Mr. Abhishek Agarwal	Chief Financial Officer	**1.17**	0.59
	Mr. Pradeep Mehta	Chief Financial Officer	**-**	0.33
	Mr. Awaneesh Srivastava	Company Secretary	**1.12**	1.00
f)	**Director Sitting Fees**			-
	Ms.Sonia Garware	Director	**0.02**	0.01
	Mr. Nilesh R. Doshi	Independent Director	**-**	0.01
	Mr.V.H.Kamath	Independent Director	**0.05**	0.05
	Ms. Devanshi H. Nanavati	Independent Director	**0.03**	0.02
	Mr. Nayan J. Rawal	Independent Director	**0.05**	0.05
	Mr. Deepak Chawla	Independent Director	**0.03**	0.02
	Mr. Manoj K. Sonawala	Independent Director	**0.04**	0.03
	Mr. Chirag Doshi	Independent Director	**0.04**	0.02
g)	**Car Lease payment**			
	Mrs. Priti P. Mehta (Car Lease Rent)	Relative of Key Managerial Personnel	**-**	0.01
h)	**Net Balances (Dr/(Cr)**			
	Garware Hi-Tech Films International Limited	Subsidiary	**5.97**	1.50
	Global Hi-Tech Films Inc.	Step-down Subsidiary	**147.34**	106.98
	Garware Industriees Private Limited	Entities in which some of the Directors are interested	**(4.99)**	(4.94)
	Shashvat Investment Consultancy & Properties Private Limited (Rent deposit)	Entities in which some of the Directors are interested	**0.08**	0.08
	Great View Real Estates Private Limited (Rent Deposit)	Entities in which some of the Directors are interested	**0.36**	0.36
	Garware Community Center	Entities in which some of the Directors are interested	**(0.01)**	(0.01)
	Shri. S.B.Garware (Remuneration Payable)	Chairman and Managing Director	**(5.95)**	(6.12)
	Ms.Sonia Garware (Rent Deposit)	Director	**0.36**	0.36
	Ms.Monika Garware (Rent Deposit / Remuneration Payable)	Vice Chairperson & Joint Managing Director	**(5.63)**	(5.30)

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

Sr. No.	Particulars	Relationship	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
	Mrs.Sarita Garware Ramsay (Rent Deposit / Remuneration Payable)	Joint Managing Director	**(3.84)**	(3.75)
	Mr. M.S. Adsul	Whole time Director	**-**	(0.14)
	Mr. U.V. Joshi	Whole time Director	**(0.06)**	-
	Mr. Abhishek Agarwal	Chief Financial Officer	**(0.05)**	(0.05)
	Mr. Awaneesh Srivastava	Company Secretary	**(0.05)**	(0.06)
	Mr. Vivekanand Kamath	Independent Director	**(0.01)**	(0.01)
	Ms. Devanshi H. Nanavati	Independent Director	**(0.00)**	(0.00)
	Mr. Nayan J. Rawal	Independent Director	**(0.01)**	(0.01)
	Mr. Deepak Chawla	Independent Director	**(0.00)**	(0.00)
	Mr. Manoj K. Sonawala	Independent Director	**(0.01)**	(0.01)
	Mr. Chirag Doshi	Independent Director	**(0.01)**	(0.01)
	Garware Polyester Ltd. Office Staff & Officers Provident Fund (Employer contribution balance payable)	(Post Employement Benefit Plan)	**(0.11)**	(0.17)

i) The above figures are net of Taxes and Duties

ii) There were no Loan and Advances in the nature of loans given / taken from Directors, Key Managerial Persons and Related Parties or any other entity.

31. FAIR VALUE MEASUREMENTS

Financial Instruments by Category

(₹ In Crores)

	March 31, 2026			March 31, 2025		
	Fair value through Profit and Loss Account	Fair value through Other Comprehensive Income	Amortised cost	Fair value through Profit and Loss Account	Fair value through Other Comprehensive Income	Amortised cost
Financial Assets						
Investments in Quoted Equity Instruments	**-**	**79.28**	**-**	-	113.36	-
Investment in Equity Instruments of Subsidiary	**-**	**-**	**1.34**	-	-	1.34
Investments in Unquoted Equity Instruments	**0.07**	**-**	**-**	0.08	-	-
Investment in Quoted Mutual Funds	**618.19**	**-**	**-**	529.75	-	-
Security Deposits	**-**	**-**	**2.01**	-	-	2.05
Bank Deposits with more than 12 months Maturity	**-**	**-**	**0.90**	-	-	2.14
Trade Receivables	**-**	**-**	**194.29**	-	-	142.11
Cash and Cash Equivalents	**-**	**-**	**45.14**	-	-	19.36
Bank Balances other than above	**-**	**-**	**28.87**	-	-	9.98
Loans and Advances to Employees	**-**	**-**	**0.07**	-	-	0.47
Other Receivables	**-**	**-**	**0.92**	-	-	1.03
Derivative Financial Instrument	**-**	**-**	**-**	1.23	-	-
Total Financial Assets	**618.26**	**79.28**	**273.54**	531.06	113.36	178.48

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

(₹ In Crores)

	March 31, 2026			March 31, 2025		
	Fair value through Profit and Loss Account	Fair value through Other Comprehensive Income	Amortised cost	Fair value through Profit and Loss Account	Fair value through Other Comprehensive Income	Amortised cost
Financial Liabilities						
Non Current Lease Liability	-	-	6.81	-	-	6.96
Current Portion of Lease Liabilities	-	-	5.34	-	-	4.22
Trade Payables	-	-	180.87	-	-	145.93
Unclaimed Dividend	-	-	2.08	-	-	1.93
Creditors for Capital Expenditure	-	-	8.47	-	-	6.67
Payable for Expenses	-	-	15.08	-	-	17.97
Payable to Employees	-	-	8.94	-	-	7.80
Deposit from Customers	-	-	1.69	-	-	3.75
Derivative Financial Instrument	1.71	-	-	-	-	-
Total Financial Liabilities	**1.71**	**-**	**229.28**	-	-	195.23

Note: Investment in subsidiary ₹ 1.34 Crores (March 31, 2025: ₹ 1.34 Crores) has been accounted for as per Ind AS 27.

i) Fair Value Hierarchy

The fair values of the financial instruments that are recognised and measured at fair value are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into three levels prescribed under the Indian accounting standard.

(₹ in Crores)

Financial Assets and Liabilities Measured at Fair Value - Recurring Fair Value Measurements	Notes	Level 1	Level 2	Level 3	Total
At March 31, 2026					
Financial Assets					
Derivative Financial Instrument (Liability)	15	-	1.71	-	1.71
Investment in Quoted Mutual Fund	3. (b)	618.19	-	-	618.19
Investment in Quoted Equity Instruments	3. (a)	79.28	-	-	79.28
Investments in Unquoted Equity Instruments	3. (a)	-	0.07	-	0.07

(₹ in Crores)

Financial Assets and Liabilities Measured at Fair Value - Recurring Fair Value Measurements	Notes	Level 1	Level 2	Level 3	Total
At March 31, 2025					
Financial Assets					
Derivative Financial Instrument (Assets)	8	-	1.23	-	1.23
Investment in Quoted Mutual Fund	3. (b)	529.75	-	-	529.75
Investment in Quoted Equity Instruments	3. (a)	113.36	-	-	113.36
Investments in Unquoted Equity Instruments	3. (a)	-	0.08	-	0.08

Level 1: Hierarchy includes financial instruments measured using quoted prices. This includes quoted equity instruments. The fair value of all the equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period.

Level 2: The fair value of derivatives and investment in unquoted equity and unquoted mutual funds instruments is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.The mutual funds are valued using the closing NAV.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

ii) Valuation Technique Used to Determine Fair Value

Specific valuation techniques used to value financial instruments include:

The use of quoted market prices or dealer quotes for similar instruments

The fair value of forward foreign exchange contracts is determined using forward exchange rates at the balance sheet date

The fair value of mutual funds is calculated by valuing them at closing NAV

iii) Fair Value of Financial Assets and Liabilities Measured at Amortised Cost

The carrying amount of financial assets and financial liabilities measured at amortised cost in the financial statements are a reasonable approximation of their fair values since the Company does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.

32. FINANCIAL RISK MANAGEMENT

The Company's activities exposes it to market risk, liquidity risk and credit risk. In order to minimise any adverse effects on the financial performance of the Company, derivative financial instruments, such as foreign exchange forward contracts are taken.

The Company's risk management is carried out by the Company's treasury department under policies approved by the Board of Directors. The Board provides written principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

(A) Credit Risk

Credit Risk refers to a risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company is exposed to credit risk from its operating activities primarily trade receivables, derivative financial instruments, investment in mutual funds, deposits held with banks, loans and other receivables.

The Company has a policy of only dealing with counterparties that have sufficiently high credit rating. The Company's exposure and credit ratings of its customers are continuously monitored and the aggregate value of transactions is reasonably spread amongst the counterparties.

For investment in mutual funds, derivative financial instruments and balances held with banks, banks and recognised financial institutions with only high credit rating are accepted.

(i) Trade Receivables

Credit risk arises from the possibility that customer will not be able to settle their obligations as and when agreed. To manage this, the Company periodically assesses the financial reliability of customers, taking into account the financial condition, current economic trends, analysis of historical bad debts, ageing of accounts receivable and forward looking information. Individual credit limits are set accordingly.

(₹ In Crores)

Movement of Provision for Doubtful Debts:	2025-26	2024-25
Provision for Doubtful Debts as on April 1,	**0.21**	0.21
Change during the year	**-**	-
Provision for Doubtful Debts as on March 31,	**0.21**	0.21

(B) Liquidity Risk

Liquidity Risk is the risk that the Company will encounter difficulty in raising funds to meet commitments associated with financial instruments that are settled by delivering cash or another financial asset. Liquidity risk may result from an inability to sell a financial asset quickly at close to its fair value.

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying business, the Company's treasury maintains flexibility in funding by maintaining availability under committed credit lines.

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

(i) Maturities of Financial Liabilities:

Company's financial liabilities into relevant maturity groupings based on their contractual maturities for all non - derivative financial liabilities are as follows:

(₹ in Crores)

Particulars	**Carrying amount as at March 31, 2026**	**< 1 year**	**1 to 3 years**	**> 3 years**
Non Current Lease Liability	**6.81**	**-**	**4.64**	**2.17**
Current Maturities Lease Liability	**5.34**	**5.34**	**-**	**-**
Trade Payables	**180.87**	**180.87**	**-**	**-**
Unclaimed Dividend	**2.08**	**2.08**	**-**	**-**
Creditors for Capital Expenditure	**8.47**	**8.47**	**-**	**-**
Payable for Expenses	**15.08**	**15.08**	**-**	**-**
Payable to Employees	**8.94**	**8.94**	**-**	**-**
Deposit from Customers	**1.69**	**1.69**	**-**	**-**
Derivative Financial Instruments	**1.71**	**1.71**	**-**	**-**
Total	**230.99**	**224.18**	**4.64**	**2.17**

(₹ in Crores)

Particulars	Carrying amount as at March 31, 2025	< 1 year	1 to 3 years	> 3 years
Non Current Lease Liability	6.96	-	5.79	1.17
Current Maturities Lease Liability	4.22	4.22	-	-
Trade Payables	145.93	145.93	-	-
Unclaimed Dividend	1.93	1.93	-	-
Creditors for Capital Expenditure	6.67	6.67	-	-
Payable for Expenses	17.97	17.97	-	-
Payable to Employees	7.80	7.80	-	-
Deposit from Customers	3.75	3.75	-	-
Total	195.23	188.27	5.79	1.17

(C) Market Risk

I) Foreign Currency Risk

Foreign Currency Risk is the risk that the fair value or future cash flows of an exposure will fluctuate due to changes in foreign exchange rates. The Company is engaged in international trade and thereby exposed to foreign exchange risk arising from foreign currency transactions, primarily with respect to the USD, GBP and EUR. Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the company's functional currency (₹). The Company's risk management policy is to hedge sales and purchases. The Company uses foreign exchange forward contracts to hedge its exposure in foreign currency risk.

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

i) Foreign Currency Risk Exposure

The Company's exposure to foreign currency risk at the end of the reporting period expressed in ₹ in Crores, are as follows :-

	March 31, 2026					March 31, 2025			
	EUR	**USD**	**CHF**	**SAR**	**GBP**	EUR	USD	AED	GBP
Financial Assets	**16.75**	**192.87**	**0.20**	**-**	**-**	13.12	118.24	-	-
Financial Instruments (Assets) - Foreign exchange forward contracts (Sell Foreign Currency)	**(9.04)**	**(54.50)**	**-**	**-**	**(2.89)**	(10.91)	(85.13)	-	(1.66)
Net Exposure to Foreign Currency Risk (Assets)	**7.71**	**138.37**	**0.20**	**-**	**(2.89)**	2.20	33.11	-	(1.66)
Financial Liabilities	**0.40**	**35.36**	**-**	**0.19**	**10.32**	0.91	45.38	0.01	8.72
Net Exposure to Foreign Currency Risk (Liabilities)	**0.40**	**35.36**	**-**	**0.19**	**10.32**	0.91	45.38	0.01	8.72

ii) Sensitivity

The sensitivity of profit and loss to changes in the exchange rates arises mainly from foreign currency denominated financials instruments:

(₹ in Crores)

	Impact on profit before tax	
	March 31, 2026	March 31, 2025
EUR Sensitivity		
₹ / EUR - Increase/ Decrease by 5%	**0.37**	0.06
USD Sensitivity		
₹ / USD - Increase/ Decrease by 5%	**5.15**	0.61
CHF Sensitivity		
₹ / CHF - Increase/ Decrease by 5%	**0.01**	-
AED Sensitivity		
₹ / AED - Increase/ Decrease by 5%	**-**	0.00
SAR Sensitivity		
₹ / JPY - Increase/ Decrease by 5%	**0.01**	-
GBP Sensitivity		
₹ / GBP - Increase/ Decrease by 5%	**0.66**	0.52

* Holding all other variables constant

II) Interest Rate Risk

Interest Rate Risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is exposed to interest rate risk on financial liabilities such as borrowings, both non - current and current. The Company has not used any interest rate derivatives. The Company is also exposed to interest rate risk on its financial assets that include fixed deposits and liquid investments such as deposits which are part of cash and cash equivalents. Since all these are generally for short durations, the Company believes it has manageable risk for achieving satisfactory returns.

III) Equity Price Risk

Equity Price Risk is related to the change in market reference price of the investments in quoted equity securities. The fair value of some of the Company's investments exposes the Company to equity price risks. In general, these securities are not held for trading purposes.

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

33. CAPITAL MANAGEMENT

a) Risk Management

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, and maintain an optimal capital structure to reduce the cost of capital. For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximise the shareholders value. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants.

No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2026 and March 31, 2025.

b) Dividends (including Dividend Distribution Tax)

(₹ in Crores)

	March 31, 2026	March 31, 2025
(i) Equity shares		
(a) Final dividend paid for the year ended March 31, 2025: ₹ 12/- (March 31, 2024 of ₹ 10/-) per fully paid share	**27.88**	23.23
(ii) Dividends not recognised at the end of the reporting period		
The directors have recommended the payment of a final dividend of ₹ 12/- (March 31, 2025 - ₹ 12/-) per fully paid equity share. This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting.	**-**	-
The Dividends declared / paid during the FY 2025-26 (PY 2024-25) are in compliance with Section 123 of the Companies Act 2013.		

34. ANALYTICAL RATIOS

Sr. No.	Particulars	Numerator	Denominator	As at March 31, 2026	As at March 31, 2025	Change
1	Current Ratio	Current Assets	Current Liabilities	**4.47**	4.20	7%
2	Debt Equity Ratio	Long Term Debt (Incl. Lease Liabilities)	Total Equity	**0.00**	0.00	-13%
3	Debt Service Coverage Ratio	PAT + Depreciation + Finance Cost	Finance Cost + Loan Repayments	**37.25**	17.61	111%*
4	Return on Equity Ratio	Net Profit After Taxes	Total Equity	**12.94%**	14.67%	-12%
5	Inventory Turnover Ratio	Net Sales of Products	Average Inventory	**7.03**	7.89	-11%
6	Trade Receivable Turnover Ratio	Net Sales of Products	Average Trade Receivables	**11.40**	14.84	-23%
7	Trade Payables Turnover Ratio	Cost of Purchases	Average Trade Payables	**8.57**	9.34	-8%
8	Net Capital Turnover Ratio	Net Sales of Products	Working Capital (Current Assets - Current Liabilities)	**2.02**	2.58	-22%
9	Net Profit Ratio	Net Profit	Revenue from operations	**17.19%**	16.98%	1%
10	Return on Capital Employed	Earning Before interest and Taxes	Capital Employed	**16.53%**	19.06%	-13%
11	Return on Investment - Quoted Mutual Fund	Income generated from Investment in mutual fund	Time weighted average cost of Investments	**7.22%**	8.05%	-10%

* Increase due to increase in profits during the year and decrease in loan repayments and interest cost.

NOTES FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31ST MARCH, 2026.

35. RELATIONSHIP WITH STRUCK OFF COMPANIES

(₹ In Crores)

Sr. No.	Name of Struck off Company	Nature of Transaction	Relation with struck off company	Transaction During FY 2025-26 / FY 2024-25	Balance outstanding as on 31.03.2026	Balance outstanding as on 31.03.2025
1	Koyali Carbotech Private Limited	Security Deposit	Vendor	-	**0.00**	0.00
2	Other Entities (a)	Subscription to Equity Shares	Equity Shareholder	-	**0.00**	0.00

(a) Details of other struck off companies holding shares of the Company as below:

Sr. No.	Name of Struck off Company	No of Shares held as on 31.03.2026 (paid up value ₹ 10 each)	No of Shares held as on 31.03.2025 (paid up value ₹ 10 each)
1	Prananjali Investments and Trading Co Pvt. Ltd.	**81**	81
2	C T M Textiles Mills	**50**	50
3	Adarsh Textiles Industries Private Limited	**340**	340

36. PERVIOUS YEAR FIGURES HAVE BEEN RECLASSIFIED/REGROUPED TO CONFORM TO THIS YEAR'S CLASSIFICATION.

37. APPROVAL OF FINANCIAL STATEMENTS

The Financial Statements have been authorised for issue by the Board of Directors at their meeting held on May 6, 2026.

As per our report of even date

For **J. H. MEHTA & CO.**
Chartered Accountants
(FRN. 106227W)

NAITIK J MEHTA
Partner
M. No. 130010

Mumbai, May 6, 2026

As per our report of even date

For **V SANKAR AIYAR & CO.**
Chartered Accountants
(FRN. 109208W)

ASHA PATEL
Partner
M. No. 166048

Mumbai, May 6, 2026

For and on behalf of the Board of Directors

Dr. S. B. GARWARE
Chairman & Managing Director
DIN: 00943822

CHIRAG DOSHI
Director
DIN: 08532321

UDAY V JOSHI
Whole-Time Director
DIN: 09753984

AWANEESH SRIVASTAVA
Company Secretary
ICSI M. No. FCS 8513

ABHISHEK AGARWAL
Chief Financial Officer
ICAI M. No. 631952

INDEPENDENT AUDITOR'S REPORT

To
The Members of
Garware Hi-Tech Films Limited

Report on the Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated Financial Statements of **Garware Hi-Tech Films Limited** ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at 31st March 2026, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year ended and notes to the Consolidated Financial Statements, including a summary of material accounting policies and other explanatory information (herein after referred to as 'the Consolidated Financial Statements').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the 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 Group as at 31st March 2026, the consolidated profit and consolidated total comprehensive income, consolidated changes in equity and its consolidated cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditors Responsibilities for the *Audit of the Consolidated Financial Statements* section of our report. We are independent of the Group in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Consolidated Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Consolidated 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 Consolidated Financial Statements of the current period. These matters were addressed in the context of our audit of the Consolidated Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters We have determined that the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matter	How our audit addressed the key audit matter
Contingent Liabilities The Holding Company is involved in various disputes with regulatory authorities and others for which final outcomes cannot be easily predicted. The assessment of the risks associated with the litigations is based on complex assumptions, which require the use of judgment and such judgment relates, primarily, to the assessment of the uncertainties connected to the prediction of the outcome of the proceedings and to the adequacy of the disclosures in the financial statements. Because of the judgment required, the materiality of such litigations and the complexity of the assessment process, this is identified as a Key Audit Matter. (Refer Note No.28(a) of the Consolidated Financial Statements regarding disclosure of contingent liabilities).	• An entity shall not recognise a contingent liability. It is required to be disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. • In respect of significant claims, we checked the amount of claims, nature of issues involved, management submissions and corroborated the same with external evidence, wherever available. • In case of disputed demands, the orders passed against the company, the appeals filed and the views of the management have been perused. • Based on the above audit procedures we have concluded that the disputed claims / demands have been disclosed as contingent liability in cases where outflow of resources embodying economic benefits is possible and not remote.

Information Other than the Consolidated Financial Statements and Auditor's Report Thereon

The Holding Company's Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Corporate Governance, Business Responsibility and Sustainability Report and Shareholder's Information, but does not include the Consolidated Financial Statements and our auditor's report thereon.

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

In connection with our audit of the Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Financial Statements, or our knowledge obtained 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.

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act, with respect to the preparation of these Consolidated Financial Statements that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated changes in equity and consolidated cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate Internal Financial Controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Consolidated 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 Responsibility for the Audit of the Consolidated Financial Statements

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

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

Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities or business activities included in the Consolidated Financial Statements of which we are the independent auditors, for the other entities or business activities included in the Consolidated Financial Statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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 the internal control that we identify during our audit.

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Consolidated Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

The Financial Statements of two subsidiaries incorporated outside India, whose Financial Statements reflect Total Assets of ₹ 215.23 Crore as at 31st March 2026, Total Revenues of ₹ 764.56 Crore and Net Cash Outflows amounting to ₹ 18.98 Crore for the year ended on that date, as considered in the Consolidated Financial Statements. These Financial Statements have been audited by other auditors whose report has been furnished to us by the Management and our opinion on the Consolidated Financial Statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries are based solely on the report of the other auditors.

Our opinion on the Consolidated Financial Statements and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matter with respect to our reliance on the work done and the report of the other auditors.

The statement also includes figures for the year ended March 31, 2025, which were audited by the joint auditors of the Company, one of whom was the predecessor audit firm. They expressed an unmodified opinion vide their report dated May 14, 2025, on such Consolidated Financial Statements.

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

Report on Other Legal and Regulatory Requirements

1) As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, CARO 2020 is not applicable to the subsidiaries consolidated in Consolidated Financial Statements

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

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of the aforesaid Consolidated Financial Statements;

   (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated Financial Statements have been kept by the Company so far as it appears from our examination of those books;

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

   (d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014;

   (e) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2026 taken on record by the Board of Directors of the Holding Company and the reports of the Statutory auditors of its subsidiary companies incorporated outside India, none of the director is disqualified as on 31st March, 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 Holding Company and the operating effectiveness of such controls refer to our separate report in **"Annexure A"**; our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Holding 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, we report that in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Holding Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

   (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, in our opinion and to the best of our information and according to the explanations given to us:

      (i) The Consolidated Financial Statements disclose the impact of pending litigations as at 31st March, 2026 on the consolidated financial position of the Group – Refer Note 28(a) to the Consolidated Financial Statements;

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

      (iii) There has been no delay in transferring amounts required to be transferred to the Investor Education and Protection Fund by the Holding Company.

      (iv) (a) The Management of the Holding Company has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

      (b) The Management of the Holding Company has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Holding Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner 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 (iv) (a) and (b) above, contain any material misstatement.

      (v) The dividend declared or paid by the Holding Company during the year is in accordance with Section 123 of the Act, as applicable.

      (vi) Based on our examination which included test checks, the Holding 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 Holding Company as per the statutory requirements for record retention.

For J. H. Mehta & Co.	**For V Sankar Aiyar & Co.**
Chartered Accountants	**Chartered Accountants**
FRN: 106227W	FRN: 109208W
Naitik J Mehta	**Asha Patel**
Partner	**Partner**
M.No.: 130010	M.No.:166048
UDIN: 26130010WUDJCQ5044	UDIN: 26166048JQIUNY3194
Place : Mumbai	Place : Mumbai
Date : 6th May 2026	Date : 6th May 2026

ANNEXURE – A TO THE INDEPENDENT AUDITOR'S REPORT

The Annexure referred to in paragraph 2(f) under "Report on Other Legal and Regulatory Requirements" section of our report of even date,

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 **Garware Hi-Tech Films Limited** ("the Company") as of 31st March 2026 in conjunction with our audit of the Consolidated Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company are responsible for establishing and maintaining Internal Financial Controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over financial reporting issued by the Institute of Chartered Accountants of India ('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.

Auditor's 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 issued by ICAI (the "Guidance Note") and the Standards on Auditing prescribed under section 143(10) of the Act, to the extent applicable to an audit of Internal Financial Controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate Internal Financial Controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

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

For J. H. Mehta & Co. **Chartered Accountants** FRN: 106227W	**For V Sankar Aiyar & Co.** **Chartered Accountants** FRN: 109208W
Naitik J Mehta **Partner** M.No.: 130010 UDIN: 26130010WUDJCQ5044 Place : Mumbai Date : 6th May 2026	**Asha Patel** **Partner** M.No.:166048 UDIN: 26166048JQIUNY3194 Place : Mumbai Date : 6th May 2026

CONSOLIDATED BALANCE SHEET AS AT 31st MARCH, 2026

Particulars	Notes	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
ASSETS			
NON-CURRENT ASSETS			
Property, Plant and Equipment	2	**1,574.66**	1,441.52
Capital Work-in-Progress	2 (a)	**26.42**	38.33
Intangible Assets	2	**1.85**	0.63
Intangible Assets Under Development	2 (a)	**1.02**	0.87
Financial Assets			
Investments	3. (a)	**79.35**	113.44
Other Financial Assets	4	**2.91**	4.19
Deferred Tax Assets (Net)	11 (a)	**0.95**	-
Other Non - Current Assets	10 (a)	**27.97**	25.73
TOTAL NON-CURRENT ASSETS		**1,715.13**	1,624.71
CURRENT ASSETS			
Inventories	9	**389.25**	309.36
Financial Assets			
Investments	3. (b)	**618.19**	529.75
Trade Receivables	5	**53.08**	42.00
Cash and Cash Equivalents	6 (a)	**126.53**	110.50
Bank Balances other than above	6 (b)	**28.87**	9.98
Loans	7	**0.07**	0.47
Other Financial Assets	8	**0.92**	2.26
Current Tax Assets (Net)	11 (b)	**-**	2.39
Assets Classified as Held for Sale	10 (c)	**0.58**	4.16
Other Current Assets	10 (b)	**78.57**	46.41
TOTAL CURRENT ASSETS		**1,296.06**	1,057.28
TOTAL ASSETS		**3,011.19**	2,681.99
EQUITY AND LIABILITIES			
EQUITY			
Equity Share Capital	12 (a)	**23.23**	23.23
Other Equity	12 (b)	**2,632.93**	2,348.56
TOTAL EQUITY		**2,656.16**	2,371.79
LIABILITIES			
NON-CURRENT LIABILITIES			
Financial Liabilities			
Lease Liabilities	13	**9.09**	10.11
Deferred Tax Liabilities (Net)	11 (a)	**47.30**	46.65
Provisions	16	**6.25**	6.35
TOTAL NON-CURRENT LIABILITIES		**62.64**	63.11
CURRENT LIABILITIES			
Financial Liabilities			
Lease Liabilities	13	**6.57**	5.10
Trade and Other Payables:	14		
Total Outstanding Dues of Micro Enterprises and Small Enterprises		**23.98**	20.19
Total Outstanding Dues of Creditors other than Micro Enterprises and Small Enterprises		**156.85**	127.53
Other Financial Liabilities	15	**39.85**	39.83
Other Current Liabilities	18	**39.37**	43.77
Provisions	17	**7.80**	9.08
Current Tax Liabilities (Net)	11 (b)	**17.97**	1.59
TOTAL CURRENT LIABILITIES		**292.39**	247.09
TOTAL LIABILITIES		**355.03**	310.20
TOTAL EQUITY AND LIABILITIES		**3,011.19**	2,681.99
Notes Forming Part of the Financial Statement	1 to 39		

As per our report of even date

For **J. H. MEHTA & CO.**
Chartered Accountants
(FRN. 106227W)

NAITIK J MEHTA
Partner
M. No. 130010

Mumbai, May 6, 2026

As per our report of even date

For **V SANKAR AIYAR & CO.**
Chartered Accountants
(FRN. 109208W)

ASHA PATEL
Partner
M. No. 166048

Mumbai, May 6, 2026

For and on behalf of the Board of Directors

Dr. S. B. GARWARE
Chairman & Managing Director
DIN: 00943822

CHIRAG DOSHI
Director
DIN: 08532321

UDAY V JOSHI
Whole-Time Director
DIN: 09753984

AWANEESH SRIVASTAVA
Company Secretary
ICSI M. No. FCS 8513

ABHISHEK AGARWAL
Chief Financial Officer
ICAI M. No. 631952

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

Particulars	Notes	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
INCOME			
Revenue from Operations	19	**2,120.11**	2,109.36
Other Income	20	**64.84**	54.40
Total Income		**2,184.95**	2,163.76
EXPENSES			
Cost of Materials Consumed	21	**1,029.20**	981.66
Change in Inventories of Finished Goods and Work-in-Progress	22	**(73.00)**	(7.94)
Employee Benefits Expense	23	**194.46**	178.17
Finance Costs	24	**8.20**	8.78
Depreciation and Amortisation Expense	25	**45.13**	41.23
Other Expenses	26	**534.74**	516.38
Total Expenses		**1,738.73**	1,718.28
Profit Before Tax		**446.22**	445.48
Tax Expenses			
Current Tax	11 (b)	**102.75**	109.55
Short / (Excess) Tax of Earlier Year		**(0.06)**	0.09
Deferred Tax	11 (b)	**5.30**	4.62
Total Tax Expense		**107.99**	114.26
Profit for the Year		**338.23**	331.22
Other Comprehensive Income (OCI)			
Items that will not be Reclassified to Statement of Profit and Loss			
Gain / (Loss) on Fair Valuation of Equity Instruments		**(34.08)**	26.10
Remeasurement of Post-Employment Defined Benefit Obligations	29	**(2.57)**	(5.21)
Income Tax Relating to these Items	11 (b)	**5.52**	(4.15)
Items that will be Reclassified to Statement of Profit and Loss			
Exchange Differences in Translating the Financial Statements of Foreign Operations		**5.15**	2.26
Other Comprehensive Income for the year, Net of Tax		**(25.98)**	19.00
Total Comprehensive Income for the year (Net)		**312.25**	350.22
Profit Attributable to :			
Owners of the Parent		**338.23**	331.22
Non- controlling Interest		**-**	-
Other Comprehensive Income Attributable to:			
Owners of the Parent		**(25.98)**	19.00
Non- controlling Interest		**-**	-
Total Comprehensive Income Attributable to:			
Owners of the Parent		**312.25**	350.22
Non- controlling Interest		**-**	-
Earnings Per Share			
Basic and Diluted	27	**145.59**	142.57
Notes Forming Part of the Financial Statement	1 to 39		

As per our report of even date

For **J. H. MEHTA & CO.**
Chartered Accountants
(FRN. 106227W)

NAITIK J MEHTA
Partner
M. No. 130010

Mumbai, May 6, 2026

As per our report of even date

For **V SANKAR AIYAR & CO.**
Chartered Accountants
(FRN. 109208W)

ASHA PATEL
Partner
M. No. 166048

Mumbai, May 6, 2026

For and on behalf of the Board of Directors

Dr. S. B. GARWARE
Chairman & Managing Director
DIN: 00943822

CHIRAG DOSHI
Director
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UDAY V JOSHI
Whole-Time Director
DIN: 09753984

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Company Secretary
ICSI M. No. FCS 8513

ABHISHEK AGARWAL
Chief Financial Officer
ICAI M. No. 631952

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY AS AT 31st MARCH, 2026

EQUITY SHARE CAPITAL

	Notes	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Balance at the beginning of the year		**23.23**	23.23
Changes in Equity Share Capital Due to Prior Period Errors		**-**	-
Restated balance at the beginning of the year		**23.23**	23.23
Changes in Equity Share Capital during the year		**-**	-
Balance at the end of the year	12 (a)	**23.23**	23.23

OTHER EQUITY

	Reserves and Surplus					Foreign Currency Translation Reserve (OCI)	Equity Instruments through Other Comprehensive Income	Total (₹ In Crores)
	Capital Redemption Reserve	Securities Premium	Capital Reserve	General Reserve	Retained Earnings			
As At March 31, 2025	54.46	5.92	763.89	69.10	1,348.64	5.95	100.60	**2,348.56**
Profit for the year	-	-	-	-	338.23	-	-	**338.23**
Other Comprehensive Income :								
a) Remeasurement of Post Employment Benefit Obligations (Net of Tax)	-	-	-	-	(1.92)	-	-	**(1.92)**
b) Changes in Fair Value of Equity Instruments Through OCI (Net of Tax)	-	-	-	-	-	-	(29.21)	**(29.21)**
c) Currency Translation Adjustments Relating to Subsidiaries	-	-	-	-	-	5.15	-	**5.15**
Total Comprehensive Income for the year	**-**	**-**	**-**	**-**	**336.31**	**5.15**	**(29.21)**	**312.25**
Reductions during the year:								
Dividends Paid FY 2024-25	-	-	-	-	(27.88)	-	-	**(27.88)**
As At March 31, 2026	**54.46**	**5.92**	**763.89**	**69.10**	**1,657.07**	**11.10**	**71.39**	**2,632.93**

	Reserves and Surplus					Foreign Currency Translation Reserve (OCI)	Equity Instruments through Other Comprehensive Income	(₹ In Crores)
	Capital Redemption Reserve	Securities Premium	Capital Reserve	General Reserve	Retained Earnings			
As At March 31, 2024	54.46	5.92	763.89	69.10	1,044.55	3.69	79.96	**2,021.57**
Profit for the year	-	-	-	-	331.22	-	-	**331.22**
Other Comprehensive Income :								**-**
a) Remeasurement of Post Employment Benefit Obligations (Net of Tax)	-	-	-	-	(3.90)	-	-	**(3.90)**
b) Changes in Fair Value of Equity Instruments Through OCI (Net of Tax)	-	-	-	-	-	-	20.64	**20.64**
c) Currency Translation Adjustments Relating to Subsidiaries	-	-	-	-	-	2.26	-	**2.26**
Total Comprehensive Income for the year	-	-	-	-	**327.32**	**2.26**	**20.64**	**350.22**
Reductions during the year:								
Dividends Paid FY 2023-24	-	-	-	-	(23.23)	-	-	**(23.23)**
As At March 31, 2025	**54.46**	**5.92**	**763.89**	**69.10**	**1,348.64**	**5.95**	**100.60**	**2,348.56**

As per our report of even date
For **J. H. MEHTA & CO.**
Chartered Accountants
(FRN. 106227W)
NAITIK J MEHTA
Partner
M. No. 130010
Mumbai, May 6, 2026

As per our report of even date
For **V SANKAR AIYAR & CO.**
Chartered Accountants
(FRN. 109208W)
ASHA PATEL
Partner
M. No. 166048
Mumbai, May 6, 2026

For and on behalf of the Board of Directors

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Chairman & Managing Director
DIN: 00943822

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Director
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Whole-Time Director
DIN: 09753984

AWANEESH SRIVASTAVA
Company Secretary
ICSI M. No. FCS 8513

ABHISHEK AGARWAL
Chief Financial Officer
ICAI M. No. 631952

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

	Particulars	Year ended March 31, 2026 (₹ In Crores)		Year ended March 31, 2025 (₹ In Crores)	
A.	**Cash Flow from Operating Activities**				
	Profit Before Tax		**446.22**		445.48
	Adjustments for:				
	Depreciation and Amortisation Expense	**45.13**		41.23	
	Finance Cost	**8.20**		8.78	
	Unrealised Exchange (Gain) / Loss	**(6.19)**		2.32	
	Provision for Doubtful Deposits	**-**		0.43	
	Interest Income	**(2.64)**		(2.37)	
	(Profit)/ Loss on Sale / Disposal / Write - off of Property, Plant and Equipment	**3.66**		-	
	Dividend Income	**(1.25)**		(0.08)	
	Sundry Credit Balances & Provisions no longer required, written Back	**(0.27)**		(0.32)	
	Net Gain on Financial Assets	**(34.94)**		(33.12)	
			11.70		16.87
	Operating Profit / (Loss) before Working Capital Changes		**457.92**		462.35
	Transfer to Foreign Currency Translation Reserve	**(3.46)**		2.26	
	Changes in Assets and Liabilities:				
	(Increase) / Decrease in Operating Assets:				
	Inventories	**(79.89)**		(19.61)	
	Trade Receivables	**(4.25)**		(5.93)	
	Loans	**0.40**		(0.13)	
	Other Financial Assets	**0.24**		(0.68)	
	Other Assets	**(34.40)**		(20.93)	
	Increase / (Decrease) in Operating Liabilities:				
	Trade Payables	**32.56**		(11.53)	
	Other Financial Liabilities	**(1.69)**		21.60	
	Other Liabilities	**(4.23)**		15.88	
	Provisions	**(3.95)**		(2.79)	
			(98.67)		(21.86)
	Cash Generated from Operations		**359.25**		440.49
	Direct Taxes Paid		**(83.92)**		(110.77)
	Net Cash Flow from Operating Activities (A)		**275.33**		329.72
B.	**Cash Flow from Investing Activities**				
	Purchase of Property, Plant and Equipment & Intangible Assets	**(161.41)**		(58.60)	
	Proceeds from sale of Property, Plant and Equipment	**-**		4.40	
	Interest Income	**2.64**		2.37	
	Dividend on Investment	**1.25**		0.08	
	Net (Investment) / Redemption of Mutual Funds	**(50.64)**		(222.75)	
	Net Cash Flow Used in Investing Activities (B)		**(208.16)**		(274.50)

CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31st MARCH, 2026 (Contd...)

Particulars		Year ended March 31, 2026 (₹ In Crores)		Year ended March 31, 2025 (₹ In Crores)
C. Cash Flow from Financing Activities				
Finance Cost	**(8.20)**		(8.78)	
(Repayment) of Lease Liability	**(5.82)**		(16.13)	
Dividend Paid / Deposited	**(27.88)**		(23.23)	
Movement in Margin Money Deposit	**(17.50)**		(3.61)	
Movement in Unclaimed Dividend Account	**(0.15)**		(0.30)	
Net Cash Flow from / (Used in) Financing Activities (C)		**(59.55)**		(52.05)
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)		**7.62**		3.17
Cash and Cash Equivalents (Opening Balance)		**110.50**		108.31
Effects of Exchange Rate Changes on Cash and Cash Equivalents		**8.41**		(0.98)
Cash and Cash Equivalents (Closing Balance)		**126.53**		110.50

Cash and Cash Equivalents at the End of the Year Include:	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
(a) Cash on Hand	**0.04**	0.06
(b) Balances with Banks in Current and Deposit Accounts	**126.49**	110.44
Cash and Cash Equivalents (Refer Note 6 (a))	**126.53**	110.50
Cash and Cash Equivalents at the End of the Year	**126.53**	110.50

Change in Liability arising from Financing Activity

(₹ In Crores)

Particulars	As at March 31, 2025	Cashflow	Non Cash Change			As at March 31, 2026
			Fair value Changes	Foreign Exchange Movement / Others	Recognition of Lease Liability	
Borrowings- Non current	10.11	(7.29)	-	0.33	5.94	**9.09**
Borrowings- Current	5.10	1.47	-	-	-	**6.57**

(₹ In Crores)

Particulars	As at March 31, 2024	Cashflow	Non Cash Change			As at March 31, 2025
			Fair value Changes	Foreign Exchange Movement / Others	Recognition of Lease Liability	
Borrowings- Non current	13.73	(15.05)	-	-	11.43	10.11
Borrowings- Current	6.18	(1.08)	-	-	-	5.10

As per our report of even date
For **J. H. MEHTA & CO.**
Chartered Accountants
(FRN. 106227W)

NAITIK J MEHTA
Partner
M. No. 130010

Mumbai, May 6, 2026

As per our report of even date
For **V SANKAR AIYAR & CO.**
Chartered Accountants
(FRN. 109208W)

ASHA PATEL
Partner
M. No. 166048

Mumbai, May 6, 2026

For and on behalf of the Board of Directors

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Chairman & Managing Director
DIN: 00943822

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Whole-Time Director
DIN: 09753984

AWANEESH SRIVASTAVA
Company Secretary
ICSI M. No. FCS 8513

ABHISHEK AGARWAL
Chief Financial Officer
ICAI M. No. 631952

GROUP INFORMATION:

Garware Hi-Tech Films Limited ('the Company/Parent') and its subsidiaries (together referred to as 'the Group'). The Company is limited by shares, incorporated and domiciled in India and equity shares of the Company are listed on the Indian stock exchange BSE (Bombay Stock Exchange) and NSE (National Stock Exchange). The registered office of the Company is located at Naigaon, Post Waluj, Chhatrapati Sambhajinagar (Aurangabad) 431 133 and Corporate office is located at 50-A Swami Nityanand Marg,Vile Parle (East) Mumbai 400 057.

The Group is engaged in the business of manufacturing & Trading of specialty performance polyester Films like Sun Control window films used in Automobiles, Buildings, etc, Paint Protection Films used in Automobiles and a variety of other specialty polyester films such as PET Shrink films used for Label applications, Low Oligomer PET films used for insulation of hermetically sealed compressors motors, Electric motor insulation and cable insulation, sequin application films, TV and LCD screen application, Packaging applications etc.

1. SUMMARY OF MATERIAL ACCOUNTING POLICIES AND KEY ACCOUNTING ESTIMATES AND JUDGEMENTS:

A: Material Accounting Policies:

(a) Basis of preparation

(i) Compliance with Ind AS

These consolidated financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015, as amended] and other relevant provisions of the Act.

Group's financial statements are presented in Indian Rupees, which is the functional currency of the Company, and all values are rounded to the nearest crore. Amount below ₹0.005 crores, due to rounding off are shown as ₹0.00 crore, wherever applicable.

These consolidated financial statements have been prepared and presented under the historical cost convention, on accrual basis of accounting except for certain financial assets and financial liabilities (including derivative instruments) that are measured at fair values at the end of each reporting period and Defined Benefits Plans – Plan Assets as stated in the accounting policies set out below. The accounting policies have been applied consistently over all the periods presented in these consolidated financial statements.

(ii) Classification of Assets and Liabilities

All assets and liabilities have been classified as current or non-current as per the Group's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. Based on the nature of products and services and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Group has ascertained its operating cycle as 12 months for the purpose of current and non - current classification of assets and liabilities.

(b) Principles of consolidation

The consolidated financial statements have been prepared in accordance with Ind AS 110 Consolidated Financial Statements. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases. The acquisition method of accounting is used to account for business combinations by the Group. The Group combines the financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

The Subsidiary Companies considered in the presentation of consolidated financial statements are as follows:

Name of the Company	Country of Incorporation	Percentage of Voting Power	Financial Year
Subsidiary Garware Hi-Tech Films International Ltd	United Kingdom	100%	2025-26
Step down Subsidiary Global Hi-Tech Films Inc	U.S.A.	100%	2025-26

(c) Segment Reporting

The Group's Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM) as defined in Ind AS 108 Operating Segments. The CODM is the Company's board of directors. The board of directors assesses the financial performance and position of the Group and makes strategic decisions. Refer note 31 for segment information presented.

(d) Property, Plant and Equipment

Property, Plant and Equipment are carried at cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes expenditure that is directly attributable to the acquisition of Property, Plant and Equipment, borrowing cost (if capitalisation criteria are met) and any attributable costs of bringing the asset to its working condition for its intended use.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the Property, Plant and Equipment can be measured reliably. If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as a separate items (major components) of property, plant and equipment. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Depreciation, estimated useful lives and residual value

Depreciation on property, plant and equipment is provided on the straight-line method arrived on the basis of the useful life provided as per the Schedule II of the Companies Act, 2013.

The Group, based on technical assessment made by technical expert and management estimate, depreciates certain items of property plant and equipment (as mentioned below) over estimated useful lives which are different from the useful lives prescribed under Schedule II to the Companies Act, 2013.

Particulars	Useful Life as Technically Assessed
Building (Including Roads)	10 - 20 years
Plant & Machinery (Including Electrical Installations)	03 - 20 years

The Property, Plant and Equipment capitalised under leases is depreciated over the asset's useful life or over the shorter of the asset's useful life and the lease term if there is no reasonable certainty that the Group will obtain ownership at the end of the lease term.

The asset's residual values, depreciation method and useful lives are reviewed and adjusted if appropriate, at the end of the reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other income/ other expenses respectively.

Capital Work-in-Progress

Capital work-in-progress assets in the course of installation for production or/ and supply of goods or services or administrative purposes, or for purposes not yet determined, are carried at cost, less any recognised impairment loss. At the point when an asset is operating at management's intended use, the cost of construction/ installation is transferred to the appropriate category of Property, Plant and Equipment. Costs associated with the commissioning of an asset are capitalised where the asset is available for use but incapable of operating at normal levels until a period of commissioning has been completed.

(e) Intangible Assets

Intangible assets are stated at acquisition cost net of tax/ duty credits availed, if any, and net of accumulated amortisation. Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognised as income or expense in the profit or loss. Intangible assets are amortized on the straight line method as follows:

Asset	Useful life as Technically Assessed
Software	2-5 Years

Intangible Asset Under Development:

Intangible asset under development pertaining to upgradation of IT software are carried at cost, less any recognised impairment loss. At the point when an asset is operating at management's intended use, the cost is transferred to the appropriate category of Intangible assets. Costs associated with the commissioning of an asset are capitalised where the asset is available for use but incapable of operating at normal levels until a period of commissioning has been completed.

(f) Impairment of Assets

Impairment loss, if any, is provided to the extent, the carrying amount of assets exceeds their recoverable amount. Recoverable amount is higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life.

After impairment, depreciation / amortization is provided on the revised carrying amount of the asset over its remaining useful life. A previously recognised impairment loss is increased or reversed depending on changes in circumstances. However, the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation / amortization if there was no impairment.

(g) Non Current Assets Held for Sale

Non-Current Assets are classified as Held for Sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use and sale is considered highly probable. Also, such assets are classified as held for sale only if the management expects to complete the sale within one year from the date of classification.

Non-current assets classified as held for sale are measured at the lower of their carrying amount and the fair value less cost to sell. Non-current assets are not depreciated or amortized.

(h) Revenue from Contracts with Customers

A. Revenue from Sale of Goods or services

Revenue from sale of goods or services (including scrap sales) are recognised when the control of goods or services are transferred to the customer at a transaction price that reflects the consideration entitled in exchange for those goods or services allocated to that contracted performance obligations. The Group also provides volume rebates to certain customers once the quantity of products purchased during the period exceeds a threshold specified. The discounts are accrued based on customary business practices. The control of goods refers to the ability to direct the use of and obtain substantially all of the remaining benefits from goods. Generally, control is transferred upon shipment of goods to the customer or when the goods are made available to the customer, provided that the transfer of title to the customer occurs and any significant risks of ownership or future obligations with respect to the goods shipped are not retained by the Group. Sales are recognised net of return/rebates excluding applicable goods and services tax.

The Group collects short-term advances from its customers. Using Ind AS 115 practical expedient, the group recognises contract liabilities for the consideration received with respect to unsatisfied performance obligations and reports these amounts as advances received from customer under other head Current liabilities. The Group does not adjust the promised amount of consideration for the effects of a significant financing component if it expects, at contract inception, that the period between the transfer of the promised good or service to the customer and when the customer pays for that good or service will be one year or less. Thus, there is no significant financing component.

B. Contract Balances

Contract Assets

A contract asset is the right to consideration in exchange for goods or services transferred to the customer. If the Company performs by transferring goods or services to a customer before the customer pays consideration or before payment is due, a contract asset is recognised for the earned consideration that is conditional.

Contract Liabilities

A contract liability is the obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Group transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). Contract liabilities are recognised as revenue when the Group performs under the contract.

Refund Liabilities

A refund liability is the obligation to refund some or all of the consideration received (or receivable) from the customer and is measured at the amount the Group ultimately expects it will have to return to the customer. The Group updates its estimates of refund liabilities (and the corresponding change in the transaction price) at the end of each reporting period.

Export Benefits

Export entitlements under the Duty Draw Back Scheme / Other Schemes are recognised as income when the right to receive credit as per the terms of the scheme is established in respect of the exports made and where there is no significant uncertainty regarding the ultimate collection of the relevant export proceeds.

(i) Government Grant

Grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Group will comply with all attached conditions.

Government grants relating to income are recognised in the profit or loss over the period necessary to match them with the costs that they are intended to compensate and presented within other operating revenue.

Government grants relating to purchase of property, plant and equipment are netted off from acquisition amount of property, plant and equipment and the grant is recognised in profit or loss over the life of a depreciable asset as a reduced charge of depreciation expense.

(j) Inventories

(1) Raw Materials and Packing Materials are valued at the lower of cost and net realizable value. Cost is determined on a moving weighted average basis. Cost includes the cost of purchase and other expenses directly attributable to their acquisition but excludes duties & taxes, which are subsequently recoverable from the taxing authorities.

(2) Stores and Spares are valued at cost computed on a moving weighted average basis. Cost includes the cost of purchase and other expenses directly attributable to their acquisition but excludes duties and taxes that are subsequently recoverable from the taxing authorities.

(3) Semi-finished goods including those held for captive consumption is valued at factory cost including allocated depreciation.

(4) Finished goods are valued at the lower of cost and net realizable value. Cost includes direct material, labour, other direct cost and a proportion of manufacturing overheads.

(5) Purchases of finished goods are valued at the lower of cost and net realizable value.

(k) Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

A. Financial Assets

(1) Classification

The Group classifies its financial assets in the following measurement categories:

- Those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- Those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Group has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The Group reclassifies debt investments when and only when its business model for managing those assets changes.

(2) Measurement

All financial assets are recognized initially at fair value and where financial assets are not recorded at fair value through profit or loss (FVTPL), transaction costs that are attributable to the acquisition of the financial asset. These includes Trade receivables, Cash and cash equivalent, other bank balances, Fixed Deposits with bank and Loan.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely for the payment of principal and interest.

Debt instruments

Subsequent measurement of debt instruments depends on the Group's business model for managing the asset and the cash flow characteristics of the asset. The Group classifies its debt instruments as follows:

- **Amortised cost:** Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt investment that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in other income using the effective interest rate method.

Equity instruments

The Group subsequently measures equity investment at fair value. The Group's Management elects to present fair value gains and losses on equity investments in other comprehensive income or profit and loss account on an instrument by instrument basis.

(3) Impairment of Financial Assets

The Group assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk. Refer Note 34 (A) for details of credit risk.

For trade receivables, the Group applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

(4) **Derecognition of Financial Assets**

A financial asset is derecognised only when

- The Group has transferred the rights to receive cash flows from the financial asset or
- Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Group evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised. Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Group has not retained control of the financial asset. Where the Group retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the Financial Asset.

B. Financial Liability

(1) **Initial Recognition and Measurement:**

The Group recognizes a financial liability in its Balance Sheet when it becomes party to the contractual provisions of the instrument. All financial liabilities are recognised initially at fair value minus, in the case of financial liabilities not recorded at fair value through profit or loss (FVTPL), transaction costs that are attributable to the acquisition of the financial liability.

Where the fair value of a financial liability at initial recognition is different from its transaction price, the difference between the fair value and the transaction price is recognised as a gain or loss in the Statement of Profit and Loss at initial recognition if the fair value is determined through a quoted market price in an active market for an identical asset (i.e. level 1 input) or through a valuation technique that uses data from observable markets (i.e. level 2 input).

In case the fair value is not determined using a level 1 or level 2 input as mentioned above, the difference between the fair value and transaction price is deferred appropriately and recognised as a gain or loss in the Statement of Profit and Loss only to the extent that such gain or loss arises due to a change in factor that market participants take into account when pricing the financial liability.

(2) **Measurement:**

All financial liabilities of the Group are subsequently measured at amortised cost using the effective interest method.

Under the effective interest method, the future cash payments are exactly discounted to the initial recognition value using the effective interest rate. The cumulative amortization using the effective interest method of the difference between the initial recognition amount and the maturity amount is added to the initial recognition value (net of principal repayments, if any) of the financial liability over the relevant period of the financial liability to arrive at the amortised cost at each reporting date. The corresponding effect of the amortization under effective interest method is recognised as interest expense over the relevant period of the financial liability. The same is included under finance cost in the Statement of Profit and Loss.

. (3) **Derecognition:**

A financial liability is derecognised 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 between the carrying amount of the financial liability derecognised and the consideration paid is recognised in the Statement of Profit and Loss.

(l) Derivative Financial Instruments

Derivative financial instruments such as forward contracts to hedge foreign currency risk are initially recognised at fair value and subsequently remeasured at their fair value with changes in fair value recognised in the Statement of Profit & Loss in the period when they arise.

(m) Foreign Currency Translation

(1) **Functional and Presentation Currency**

Items included in the consolidated financial statements of the Group are measured using the currency of the primary economic environment in which the entity operates (‘the functional currency’). The consolidated financial statements are presented in Indian rupees, which is the Company’s functional and presentation currency.

(2) **Transactions and Balances**

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are recognised in profit and loss and are presented in the Statement of Profit or Loss on a net basis. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. A monetary item for which settlement is neither planned nor likely to occur in the foreseeable future is considered as a part of the entity's net investment in that foreign operation.

Foreign exchange gains and losses on foreign currency borrowings is accounted by addition or deduction to the cost of asset so far it relates to capital asset to the extent that they are regarded as an adjustment to interest cost and in other cases by charging it to the statement of profit and loss as a gain or loss on account of exchange differences under the head finance costs.

(3) Group Companies

The results and financial position of foreign operations (none of which has the currency of a hyperinflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- assets and liabilities are translated at the closing rate at the date of that balance sheet
- non monetory items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of transaction
- income and expenses are translated at average exchange rates (unless this is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the dates of the transactions), and
- all resulting exchange differences are recognised in other comprehensive income (On disposal of a foreign operation, the component of OCI relating to that particular foreign operation is recognised in profit or loss)

(n) Leases

The Group lease asset primarily consists of leases for buildings, and for vehicles. The Group, at the inception of the contract, assesses whether a contract contains a lease. 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 a consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether: (i) the contract involves the use of an identified asset (ii) the Group has substantially all of the economic benefits from the use of the asset through the period of the lease and (iii) the Group has the right to direct the use of the asset.

The Group recognizes a right-of-use asset ("ROU") and a corresponding lease liability at the lease commencement date. The right-of-use assets initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before 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.

ROU assets are subsequently 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 is evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using respective Company's incremental borrowing rate. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the respective Company changes its assessment of whether it exercises an extension or a termination option.

The Group treated the leases with remaining lease term for less than 12 months as if they were "short term lease".

Lease liability and ROU asset have been separately presented in the Balance Sheet, and lease payments have been classified as financing cash flows.

(o) Cash and Cash Equivalents

Cash and cash Equivalents for the purpose of cash flows statement comprise cash at bank, cash in hand, demand deposits with banks and other deposits with an original maturity of three months or less.

(p) Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired.

(q) Borrowing Costs

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as part of the cost of that asset. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. Other borrowing costs are recognised as an expense in the year in which they are incurred.

(r) Provisions and Contingent Liabilities & Assets

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the consolidated financial statements.

(s) Employee Benefits

(i) Short-term Obligations

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled.

(ii) Other Long-term Employee Benefit Obligations

The liabilities for earned leave and sick leave that are not expected to be settled wholly within 12 months are measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the Government Securities (G-Sec) at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in the Statement of Profit and Loss.

(iii) Post-employment Benefits

The Group operates the following post-employment schemes:

(a) Defined benefit plans such as Gratuity and Pension; and

(b) Defined contribution plans such such as Provident Fund.

Defined Benefit Plans

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

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the Statement of Profit and Loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Defined Contribution Plans

Defined Contribution Plans such as Provident Fund etc., are charged to the Statement of Profit and Loss as incurred. Further for certain employees, the monthly contribution for Provident Fund is made to a Trust administered by the Group. The interest payable by the Trust is notified by the Government. The Group has an obligation to make good the shortfall, if any.

Termination benefits

Termination benefits are payable when employment is terminated by the Group before the normal retirement date, or when an employee accepts voluntary redundancy in exchange for these benefits. The Group recognises termination benefits at the earlier of the following dates: (a) when the Group can no longer withdraw the offer of those benefits; and (b) when the Group recognises costs for a restructuring that is within the scope of Ind AS 37 and involves the payment of terminations benefits. In the case of an offer made to encourage voluntary redundancy, the termination benefits are measured based on the number of employees expected to accept the offer. Benefits falling due for more than 12 months after the end of the reporting period are discounted to present value.

(t) Earnings Per Share

Earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

(u) Income Taxes

Deferred tax is provided using the balance sheet liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantially enacted at the balance sheet date. Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses. Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively. Current tax is determined as the amount of tax payable in respect of taxable income for the period as per the provisions of Income Tax Act, 1961.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

(v) Significant Accounting Judgements, Estimates and Assumptions

The preparation of consolidated financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgement in applying the Group's accounting policies. The management overview the areas that involve a higher degree of judgement or complexity and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Group has based assumptions and estimates on parameters available when the consolidated financial statements were prepared. However existing circumstances and assumptions about future developments may change due to market changes or circumstances arising that are beyond the control of the Group. Such changes are reflected in the assumptions as and when they occur.

i. Taxes

The Group provides for tax considering the applicable tax regulations and based on reasonable estimates, management periodically evaluates positions taken in the tax returns giving due considerations to tax laws and establishes provisions in the event if required as a result of differing interpretation or due to retrospective amendments, if any. The recognition of deferred tax assets is based on availability of sufficient taxable profits in the Group against which such assets can be utilised.

ii. Defined Benefit Obligations

The cost of the defined benefit plans and the present value of the obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date. The parameters subject to change is the discount rate, escalation rate, expected rate of return and mortality rate. Future salary increases are based on expected future inflation rates.

iii. Recoverability of Trade Receivables

Required judgements are used in assessing the recoverability of overdue trade receivables and for determining whether a provision against those receivables is required. Factors considered include the credit rating of the counterparty, the amount and timing of anticipated future payments and any possible actions that can be taken to mitigate risk of non-payment.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

2. PROPERTY, PLANT AND EQUIPMENT

(₹ in Crores)

Description	Gross Carrying Amount					Depreciation / Amortisation					Net Carrying Amount
	Gross Carrying Amount as at April 1, 2025	Additions / Adjustments during the year	Disposal/ Adjustments during the year	Effect of Foreign Currency Exchange Differences	As at March 31, 2026	Up to March 31, 2025	Charge for the year	Disposal / Adjustments during the year*	Effect of Foreign Currency Exchange Differences	Up to March 31, 2026	As at March 31, 2026
Property, Plant and Equipment :-											
Land (Freehold)	770.67	-	-	-	770.67	-	-	-	-	-	770.67
Land (Leasehold)	235.77	-	-	-	235.77	-	-	-	-	-	235.77
Buildings	106.00	17.55	-	-	123.55	30.24	5.49	-	-	35.73	87.82
Right to use - Building	24.36	5.92	5.92	0.50	24.86	10.50	6.00	5.92	0.09	10.67	14.19
Plant & Machinery	428.32	141.98	0.08	-	570.22	116.00	25.16	-	-	141.16	429.06
Electrical Installations	5.71	0.96	-	-	6.67	3.46	0.64	-	-	4.10	2.57
Laboratory Equipments	18.21	0.75	-	-	18.96	7.49	1.70	-	-	9.19	9.77
Furniture & Fixtures	6.00	2.01	-	0.34	8.35	3.96	0.41	-	0.31	4.68	3.67
Office Equipments	6.25	1.96	-	0.04	8.25	4.10	0.95	-	0.03	5.08	3.17
Vehicles	25.02	-	-	-	25.02	11.30	2.92	-	-	14.22	10.80
Right to use - Vehicles	0.86	0.09	0.28	-	0.67	0.40	0.13	0.21	-	0.32	0.35
Capital Expenditure on Research & Development	0.26	4.55	-	-	4.81	0.17	0.21	-	-	0.38	4.43
Data Processing Equipments	7.52	1.80	-	0.01	9.33	5.81	1.13	-	-	6.94	2.39
TOTAL (A)	**1,634.95**	**177.57**	**6.28**	**0.89**	**1,807.13**	**193.43**	**44.74**	**6.13**	**0.43**	**232.47**	**1,574.66**
Intangible Assets :-											
Software	4.67	1.61	-	-	6.28	4.04	0.39	-	-	4.43	1.85
TOTAL (B)	**4.67**	**1.61**	**-**	**-**	**6.28**	**4.04**	**0.39**	**-**	**-**	**4.43**	**1.85**
TOTAL (A + B)	**1,639.62**	**179.18**	**6.28**	**0.89**	**1,813.41**	**197.47**	**45.13**	**6.13**	**0.43**	**236.90**	**1,576.51**
Capital Work in Progress (Refer Note 2 (a))											**27.44**

i) Refer Note No. 28 (a) (d) for disclosure of contractual commitments for Property, Plant and Equipments.

ii) Refer Note No. 13 for Property pledged as security.

iii) The Company does not hold any benami property under the Benami Transactions (prohibition) Act,1988 (45 of 1988) and the rules made thereunder.

iv) There has been no revaluation of Property Plant and Equipment / Intangible Assets during the year.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

2. PROPERTY, PLANT AND EQUIPMENT

(₹ in Crores)

Description	Gross Carrying Amount					Depreciation / Amortisation					Net Carrying Amount
	Gross Carrying Amount as at April 1, 2024	Additions / Adjustments during the year	Disposal/ Adjustments during the year	Effect of Foreign Currency Exchange Differences	As at March 31, 2025	Up to March 31, 2024	Charge for the year	Disposal / Adjustments during the year	Effect of Foreign Currency Exchange Differences	Up to March 31, 2025	As at March 31, 2025
Property, Plant and Equipment :-											
Land (Freehold)	770.67	-	-	-	770.67	-	-	-	-	-	770.67
Land (Leasehold)	235.77	-	-	-	235.77	-	-	-	-	-	235.77
Buildings	103.49	2.51	-	-	106.00	25.05	5.19	-	-	30.24	75.76
Right to use - Building	23.89	11.74	11.34	0.07	24.36	15.89	5.72	11.17	0.06	10.50	13.86
Plant & Machinery	412.78	15.54	-	-	428.32	94.19	21.81	-	-	116.00	312.32
Electrical Installations	5.45	0.26	-	-	5.71	2.46	1.00	-	-	3.46	2.25
Laboratory Equipment	17.50	0.71	-	-	18.21	5.80	1.69	-	-	7.49	10.72
Furniture & Fixtures	5.47	0.40	-	0.13	6.00	3.41	0.44	-	0.11	3.96	2.04
Office Equipment	5.28	0.96	-	0.01	6.25	3.37	0.72	-	0.01	4.10	2.15
Vehicles#	5.56	-	(19.46)	-	25.02	3.21	1.84	(6.25)	-	11.30	13.72
Right-to-use - Vehicles#	20.65	-	19.79	-	0.86	5.40	1.42	6.42	-	0.40	0.46
Capital Expenditure On Research & Development	0.19	0.07	-	-	0.26	0.15	0.02	-	-	0.17	0.09
Data Processing Equipment	6.48	1.15	0.11	-	7.52	5.05	0.87	0.11	-	5.81	1.71
TOTAL (A)	**1,613.18**	**33.34**	**11.78**	**0.21**	**1,634.95**	**163.98**	**40.72**	**11.45**	**0.18**	**193.43**	**1,441.52**
Intangible Assets :-											
Software	4.46	0.21	-	-	4.67	3.53	0.51	-	-	4.04	0.63
TOTAL (B)	**4.46**	**0.21**	**-**	**-**	**4.67**	**3.53**	**0.51**	**-**	**-**	**4.04**	**0.63**
TOTAL (A + B)	**1,617.64**	**33.55**	**11.78**	**0.21**	**1,639.62**	**167.51**	**41.23**	**11.45**	**0.18**	**197.47**	**1,442.15**
Capital Work-in-Progress (Refer Note 2 (a))											**39.20**

i) Refer Note No. 28 (a) (d) for disclosure of contractual commitments for Property, Plant and Equipment.

ii) Refer Note No. 13 for Property pledged as security.

iii) The company does not hold any benami property under the Benami Transactions (prohibition) Act,1988 (45 of 1988) and the rules made thereunder.

iv) There has been no revaluation of Property Plant and Equipment / Intangible Assets during the year.

v) #Disposal / adjustment during the year include gross amount of ₹19.46 Cores and accumulated depreciation include ₹6.25 Crores for transfer from ROU vehicles on account of repayment of vehicle loans.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

2. (a) The Break-up of Expenses shown under Capital Work-in-Progress (Pending Allocation) as on March 31, 2026 is as under :

(₹ In Crores)

Particulars	2025-26	2024-25
Opening Balance	**39.20**	2.41
Additions during the year	**157.26**	54.78
Less: Capitalised during the year	**(169.02)**	(17.99)
Closing Balance #	**27.44**	39.20

[Note : Includes Intangible Assets under development ₹1.02 Crores (March 31, 2025: ₹0.87 Crores)]

CWIP Ageing Schedule

Tangible Assets

(₹ In Crores)

Particulars	Amount in CWIP as on 31.03.2026 for period of					Amount in CWIP as on 31.03.2025 for period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Ongoing Projects	**20.52**	**0.19**	-	-	**20.71**	28.63	0.55	-	-	29.18
Project Stock	**4.85**	**0.86**	-	-	**5.71**	9.02	0.13	-	-	9.15
Projects in Progress	**25.37**	**1.05**	-	-	**26.42**	37.65	0.68	-	-	38.33
Projects Suspended	-	-	-	-	-	-	-	-	-	-
Total	**25.37**	**1.05**	-	-	**26.42**	37.65	0.68	-	-	38.33

Intangible Assets

(₹ In Crores)

Particulars	Amount in CWIP as on 31.03.2026 for period of					Amount in CWIP as on 31.03.2025 for period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Ongoing Projects	**0.58**	**0.44**	-	-	**1.02**	0.87	-	-	-	0.87
Projects in Progress	**0.58**	**0.44**	-	-	**1.02**	0.87	-	-	-	0.87
Projects Suspended	-	-	-	-	-	-	-	-	-	-
Total	**0.58**	**0.44**	-	-	**1.02**	0.87	-	-	-	0.87

For Capital work-in-progress, whose completion is overdue or has exceeded its cost compared to its original plan.

Tangible Assets

(₹ In Crores)

Particulars	As on 31.03.2026					As on 31.03.2025				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Upgradation & Modification & Other Projects	**3.51**	-	-	-	**3.51**	9.89	-	-	-	9.89
TOTAL	**3.51**	-	-	-	**3.51**	9.89	-	-	-	9.89

Intangible Assets

(₹ In Crores)

Particulars	As on 31.03.2026					As on 31.03.2025				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
IT Upgradation Project	**0.63**	-	-	-	**0.63**	0.50	-	-	-	0.50
TOTAL	**0.63**	-	-	-	**0.63**	0.50	-	-	-	0.50

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

3. (a) NON-CURRENT INVESTMENTS

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Investment at Fair Value Through Other Comprehensive Income (FVTOCI) In Quoted Equity Instruments		
13,12,715 (March 31, 2025 - 13,12,715) Equity Shares of Garware Technical Fibres Limited, of the Face Value of ₹ 10/- each, Fully Paid-up.	**79.28**	113.36
Investment At Fair Value Through Profit And Loss (FVTPL) In Unquoted Equity Instruments		
500 (March 31, 2025 - 500) Equity Shares of The Co-Operative Stores Ltd. (New Delhi), of the Face Value of ₹ 10/- each, Fully Paid-up	**0.00**	0.00
10,000 (March 31, 2025 - 10,000) Equity Shares of SICOM Ltd., of the Face Value of ₹ 10/- Each Fully Paid-up	**0.07**	0.08
100 (March 31, 2025 - 100) Equity Shares of Cosmos Co-Operative Bank Ltd., of the Face Value of ₹ 10/- Each Fully Paid-up	**0.00**	0.00
0 (March 31, 2025 - 62) Equity Shares of Shamrao Vithhal Co-Operative Bank Ltd., of the Face Value of ₹ 10/- Each Fully paid-up	**-**	0.00
TOTAL	**79.35**	113.44
Aggregate Amount of Quoted Investments	**79.28**	113.36
Aggregate Amount of Unquoted Investments	**0.07**	0.08
Aggregate Cost of Total Investments	**0.44**	0.45

i) The Group has not traded or invested in any Crypto currency or Virtual currency during the current year and previous year.

ii) The shares held in Garware Technical Fibres Limited are presented at Fair Value through Other Comprehensive Income because these shares are not held by the Company for trading purpose.

3. (b) CURRENT INVESTMENTS

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Investment at Fair Value Through Profit and Loss (FVTPL) In Quoted Mutual Funds		
3,86,49,202 Units In HDFC Arbitrage Fund (Previous year 3,86,49,202 Units)	**81.74**	76.63
85,499 Units in HDFC Overnight Mutual Fund (Previous year 2,32,021 Units)	**34.14**	87.85
10,67,75,455 Units In Tata Arbitrage Fund (Previous year 9,23,99,629 Units)	**169.49**	137.13
3,39,66,111 Units In Invesco India Arbitrage Fund (Previous year 2,79,90,025 Units)	**123.06**	94.92
2,00,45,330 Units In Nippon India Arbitrage Fund (Previous year 1,31,58,533 Units)	**60.30**	37.10
3,55,61,176 Units In Kotak Equity Arbitrage Fund (Previous year 2,44,25,543 Units)	**149.46**	96.12
TOTAL	**618.19**	529.75
Aggregate Cost of Quoted Investments	**538.70**	481.24
Aggregate Fair Value of Quoted Investments (NAV)	**618.19**	529.75

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

4. OTHER FINANCIAL ASSETS-NON-CURRENT

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Security Deposits (Considered Good, Unsecured)	**2.01**	2.05
Margin Money with more than 12 months maturity (Earmarked)	**0.90**	2.14
TOTAL	**2.91**	4.19

Security deposit includes rental deposits of ₹ 0.65 Crores given to Directors /Relatives of directors (March 31, 2025 - ₹ 0.65 Crores) and ₹ 0.44 Crores given to companies in which Directors are a Director / Member (March 31, 2025 - ₹ 0.44 Crores).

5. TRADE RECEIVABLES

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Trade Receivable Considered Good, Unsecured	**53.08**	42.00
Trade Receivable - Credit Impaired	**0.21**	0.21
Less: Allowance for Doubtful Debts	**(0.21)**	(0.21)
TOTAL	**53.08**	42.00

Trade Receivable - Ageing Schedule from Due Date of Payment

(₹ In Crores)

Particulars	March 31, 2026						
	Not Due	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade Receivables - Considered Good	**37.76**	**15.30**	**0.00**	**0.02**	**-**	**-**	**53.08**
(ii) Undisputed Trade Receivables - which have Significant Increase in Credit Risk	**-**	**-**	**-**	**-**	**-**	**-**	**-**
(iii) Undisputed Trade Receivables - Credit Impaired	**-**	**-**	**-**	**-**	**-**	**-**	**-**
(iv) Disputed Trade Receivables - Considered Good	**-**	**-**	**-**	**-**	**-**	**-**	**-**
(v) Disputed Trade Receivables - which have Significant Increase in Credit Risk	**-**	**-**	**-**	**-**	**-**	**-**	**-**
(vi) Disputed Trade Receivables - Credit Impaired	**-**	**-**	**-**	**-**	**-**	**0.21**	**0.21**
Less : Allowance for Doubtful Debts	**-**	**-**	**-**	**-**	**-**	**(0.21)**	**(0.21)**
TOTAL	**37.76**	**15.30**	**0.00**	**0.02**	**-**	**-**	**53.08**

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ In Crores)

Particulars	March 31, 2025						
	Not Due	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade Receivables - Considered Good	30.31	11.69	0.00	0.00	-	-	42.00
(ii) Undisputed Trade Receivables - which have Significant Increase in Credit Risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit Impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have Significant Increase in Credit Risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Credit Impaired	-	-	-	-	-	0.21	0.21
Less : Allowance for Doubtful Debts	-	-	-	-	-	(0.21)	(0.21)
TOTAL	30.31	11.69	0.00	0.00	-	-	42.00

6. (a) CASH AND CASH EQUIVALENTS

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Balances with Banks		
In Current Accounts	**126.49**	110.44
Cash on Hand	**0.04**	0.06
TOTAL	**126.53**	110.50

6. (b) OTHER BANK BALANCES

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
In Earmarked Accounts		
Unclaimed Dividend Accounts	**2.08**	1.93
Margin Money Deposit	**26.79**	8.05
TOTAL	**28.87**	9.98

7. LOANS - CURRENT

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Loans and Advances to Employees - Considered Good, Unsecured	**0.07**	0.47
TOTAL	**0.07**	0.47

i) No funds has 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.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

8. OTHER FINANCIAL ASSETS - CURRENT

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Interest Accrued on Fixed Deposits	**0.00**	-
Derivative Financial Instrument.	**-**	1.23
Other Receivables	**0.92**	1.03
TOTAL	**0.92**	2.26

i) Other receivables includes insurance claim and discount receivable from vendors.

9. INVENTORIES

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Stores, Spares And Packing Materials	**49.64**	41.00
Raw Materials	**116.03**	118.27
Finished Goods	**66.75**	30.37
Finished Goods (Stock-in-Transit)	**64.09**	51.03
Semi-Finished Goods	**92.74**	68.69
TOTAL	**389.25**	309.36

The Goods-in-Transit included in Raw Materials as on March 31, 2026 ₹6.80 Crores and Stores & spares ₹0.35 Crores (March 31, 2025 - Raw materials ₹4.03 Crores and Stores & Spares ₹0.05 Crores).

10. (a) OTHER NON-CURRENT ASSETS

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Capital Advances		
Secured, Considered Good	**24.65**	12.86
Unsecured, Considered Good	**3.32**	12.83
	27.97	25.69
Advances other than Capital Advances		
Balances with Government Authorities.	**-**	0.04
TOTAL	**27.97**	25.73

10. (b) OTHER CURRENT ASSETS

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Prepaid Expenses	**7.92**	5.04
Balances with Government Authorities	**57.80**	31.30
Advances Paid to Suppliers/ Vendors (Net of Provisions)	**12.85**	10.07
TOTAL	**78.57**	46.41

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

10 (c) ASSETS CLASSIFIED AS HELD FOR SALE

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Plant and Equipment *	**0.58**	4.16
TOTAL	**0.58**	4.16

*As at March 31, 2024, the Company classified certain used plant and equipment at its Waluj plant as held for sale under Ind AS 105. Management committed to a plan to sell these assets, and the assets were actively marketed at fair value less costs to sell. The sale was initially expected to complete by March 31, 2025, but has been delayed due to a circumstance beyond the Company's control. In accordance with Ind AS 105, this extension beyond 12 months does not preclude continued classification as held for sale, as a firm purchase commitment remains highly probable within the next 12 months. At March 31, 2026, these assets were measured at the lower of their carrying amount and fair value less costs to sell, resulting in a loss of ₹.3.58 Crore, which has been recognized in the statement of profit and loss. No depreciation has been recognized since the assets were classified as held for sale.

11. (a) DEFERRED TAX ASSETS

The Balance of Deferred Tax Comprises Temporary Differences Attributable to:

Particulars	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Deferred Tax Assets		
Expenses Allowed on Payment Basis	**3.55**	2.66
Unrealised Profits on Inter Companies Stock / Elimination	**12.95**	11.40
IND AS 116-Right-to-Use Assets	**0.27**	0.23
Others	**1.16**	0.21
TOTAL (A)	**17.93**	14.50
Deferred Tax Liabilities		
Excess of Written Down Value as per Books and as per Income tax Act, 1961	**45.40**	41.80
Deferred Tax on Fair Value changes in Mutual Fund	**18.88**	19.35
TOTAL (B)	**64.28**	61.15
Deferred Tax Assets / (Liability) (Net) (A-B)	**(46.35)**	(46.65)

Changes in Deferred Tax Assets/ (Liabilities) in Statement of Profit and Loss [(charged) / credited during the year]

Particulars	Year Ended	
	March 31, 2026 (₹ In Crores)	March 31, 2025 (₹ In Crores)
Expenses Allowed on Payment Basis	**0.89**	0.22
Others	**0.95**	0.11
IND AS 116-Right-to-Use Assets	**0.04**	0.09
Remeasurements of Post Defined Benefit Obligations	**-**	(2.61)
Unrealised Profits on Inter-Companies Stock	**1.55**	3.66
Excess of Written Down Value as per Books and as per Income tax Act, 1961	**(3.60)**	(1.64)
Deferred Tax on Fair Value changes	**0.47**	(8.59)
Exchange Differences	**(0.08)**	(0.01)
TOTAL	**0.22**	(8.77)

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

11. (b) INCOME TAXES

The Major Components of Income Tax Expense for the Year Ended are :

Statement of Profit and Loss

Profit and Loss Section	Year Ended March 31, 2026 (₹ In Crores)	Year Ended March 31, 2025 (₹ In Crores)
Current Income Tax		
Current Tax on Profit for the Current Year	**102.75**	109.55
Short (Excess) Tax of Earlier Years	**(0.06)**	0.09
Deferred Tax	**5.30**	4.62
Income Tax Expense Reported in the Statement of Profit or Loss	**107.99**	114.26

Other Comprehensive Income Section	Year Ended March 31, 2026 (₹ In Crores)	Year Ended March 31, 2025 (₹ In Crores)
Deferred Tax relating to Remeasurements of Post-Employment Benefit Obligations and Gain on Fair Valuation of Equity Instruments	**(5.52)**	4.15
Income Tax Charged to OCI	**(5.52)**	4.15

Movement in Income Tax (Assets) / Liabilities (Net)	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Opening Balance [Payable/ (Receivable)]	**(0.80)**	0.33
Add : Current tax payable for the year	**102.69**	109.64
Less : Taxes Paid	**(83.92)**	(110.77)
Closing Balance [Payable/ (Receivable)]	**17.97**	(0.80)

Reconciliation of Tax Expense and Accounting Profit for the Year:	Year Ended March 31, 2026 (₹ In Crores)	Year Ended March 31, 2025 (₹ In Crores)
Accounting Profit Before Tax	**446.22**	445.48
Tax at Statutory Income Tax Rate of @ 25.168%	**112.30**	112.12
Tax effect of amounts which are not deductible (taxable) in calculating taxable income		
Dividend Income not Taxable	**(0.31)**	-
Donations / CSR Expenses	**1.41**	1.04
Short / (Excess) Tax of Earlier Years	**(0.06)**	0.09
Other Items	**0.08**	2.80
Long-term Capital Gain Taxable at Special Rate	**(3.71)**	(2.12)
Difference in Tax Rates of Subsidiaries	**(1.72)**	0.33
Income-Tax Expense	**107.99**	114.26

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

12. (a) EQUITY AND SHARE CAPITAL

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Authorised Equity Share Capital:		
40,000,000 (March 31, 2025 : 40,000,000) Equity Shares of ₹ 10/- each	**40.00**	40.00
6,000,000 (March 31, 2025 : 6,000,000) Preference Shares of ₹ 100/- each	**60.00**	60.00
TOTAL	**100.00**	100.00
Issued, Subscribed and Paid-up :		
23,232,394 (March 31, 2025 : 23,232,394) Equity Shares of ₹ 10/- each	**23.23**	23.23
TOTAL	**23.23**	23.23

(i) Reconciliation of Number of Equity Shares

	As at March 31, 2026	As at March 31, 2025
Shares outstanding at the beginning of the year	**23,232,394**	23,232,394
Add: Issued during the year	**-**	-
Outstanding at the end of the year	**23,232,394**	23,232,394

(ii) Terms / Rights attached to Equity Shares

The Company has only one class of equity shares having a par value of ₹ 10/-. Each shareholder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. The Company declares and pays dividend in Indian rupees.

Final Dividend of ₹12 per equity share for the Financial year ended 31st March 2026 proposed by Board of Directors in its meeting held on 6th May 2026 (₹12/- per equity share for FY 2024-25) is in compliance with Section 123 of the Companies Act, 2013 and is subject to approval of shareholders in the ensuing Annual General Meeting and if approved, would result in Cash outflow of ₹ 27.88 Crores.

(iii) Details of Equity Shares held by Shareholders holding more than 5% of the aggregate Shares in the Company

Name of the Shareholder	As at March 31, 2026		As at March 31, 2025	
	% holding	No. of Shares	% holding	No. of Shares
S. B. Garware Family Trust	**38.17%**	**8,868,372**	38.17%	8,868,372
B. D. Garware Research Centre Private Limited (Formerly known as B.D. Garware Research Centre)	**5.35%**	**1,242,216**	5.35%	1,242,216
Shri S. B. Garware	**5.01%**	**1,163,001**	5.01%	1,163,001

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(iv) Details of Shares Held by Promoters

Sr. No.	Promoter Name	As at 31.03.2026		As at 31.03.2025		% Change During FY 2025-26
		No. of Shares	% of total Shares	No. of Shares	% of Total Shares	
1	S. B. Garware Family Trust	**8,868,372**	**38.17%**	8,868,372	38.17%	-
2	B. D. Garware Research Centre Private Limited (Formerly known as B.D. Garware Research Centre)	**1,242,216**	**5.35%**	1,242,216	5.35%	-
3	Shri S. B. Garware	**1,163,001**	**5.01%**	1,163,001	5.01%	-
4	Monika Garware Benefit Trust	**573,917**	**2.47%**	573,917	2.47%	-
5	Sarita Garware Benefit Trust	**573,917**	**2.47%**	573,917	2.47%	-
6	Great View Real Estates Private Limited	**469,175**	**2.02%**	469,175	2.02%	-
7	Ms. Sonia Garware	**268,595**	**1.16%**	268,595	1.16%	-
8	Mrs. Sarita Garware Ramsay	**267,810**	**1.15%**	267,810	1.15%	-
9	Ms. Monika Garware	**267,504**	**1.15%**	267,504	1.15%	-
10	Garware Industriees Private Limited	**235,000**	**1.01%**	235,000	1.01%	-
11	Mrs. Sheela S. Garware	**175,465**	**0.76%**	175,465	0.76%	-
12	Sonia Garware Benefit Trust	**1,000**	**0.00%**	1,000	0.00%	-

12. (b) OTHER EQUITY

(₹ In Crores)

	Reserves and Surplus					Foreign Currency Translation Reserve (OCI)	Equity Instruments through Other Comprehensive Income	Total
	Capital Redemption Reserve	Securities Premium	Capital Reserve	General Reserve	Retained Earnings			
As at March 31, 2025	54.46	5.92	763.89	69.10	1,348.64	5.95	100.60	**2,348.56**
Profit for the year	-	-	-	-	338.23	-	-	**338.23**
Other Comprehensive Income								
a) Remeasurement of Post-Employment Benefit Obligations (Net of Tax)	-	-	-	-	(1.92)	-	-	**(1.92)**
b) Changes in Fair Value of Equity Instruments Through OCI (Net of Tax)	-	-	-	-	-	-	(29.21)	**(29.21)**
c) Currency Translation Adjustments Relating to Subsidiaries	-	-	-	-	-	5.15	-	**5.15**
Total Comprehensive Income for the year	**-**	**-**	**-**	**-**	**336.31**	**5.15**	**(29.21)**	**312.25**
Reductions during the year:								
Dividends Paid FY 2024-25	-	-	-	-	(27.88)	-	-	**(27.88)**
As at March 31, 2026	**54.46**	**5.92**	**763.89**	**69.10**	**1,657.07**	**11.10**	**71.39**	**2,632.93**

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

Other Equity

(₹ In Crores)

	Reserves and Surplus					Foreign Currency Translation Reserve (OCI)	Equity Instruments through Other Comprehensive Income	Total
	Capital Redemption Reserve	Securities Premium	Capital Reserve	General Reserve	Retained Earnings			
As at March 31, 2024	54.46	5.92	763.89	69.10	1,044.55	3.69	79.96	**2,021.57**
Profit for the year	-	-	-	-	331.22	-	-	**331.22**
Other Comprehensive Income								
a) Remeasurement of Post-Employment Benefit Obligations (Net of Tax)	-	-	-	-	(3.90)	-	-	**(3.90)**
b) Changes in Fair Value of Equity Instruments Through OCI (Net of Tax)	-	-	-	-	-	-	20.64	**20.64**
c) Currency Translation Adjustments Relating to Subsidiaries	-	-	-	-	-	2.26	-	**2.26**
Total Comprehensive Income for the year	**-**	**-**	**-**	**-**	**327.32**	**2.26**	**20.64**	**350.22**
Reductions during the year:								
Dividends paid FY 2023-24	-	-	-	-	(23.23)	-	-	**(23.23)**
As At March 31, 2025	**54.46**	**5.92**	**763.89**	**69.10**	**1,348.64**	**5.95**	**100.60**	**2,348.56**

Nature and purpose of Other Reserves:

1 **Capital Redemption Reserve**

Capital Redemption Reserve is towards the redemption of preference shares allotted to Industrial Development Bank of India (IDBI) in FY 2014-15.

2 **Securities Premium**

Securities Premium is towards the premium on issue of equity shares and will be utilised in accordance with the provisions of the Companies Act, 2013.

3 **Capital Reserve**

Capital Reserve of ₹ 44.39 Crores was created on demerger of manufacturing business of erstwhile Garware Chemicals Limited (GCL) as per the scheme of arrangement between the Company and GCL under provisions of section 391 - 394 of the Companies Act, 1956 and ₹ 618.42 Crores (net of deferred tax) on account of fair valuation of property, plant and equipment done as at the transition date of Ind AS. Capital reserve also includes revaluation reserve amounting to ₹ 45.85 Crores pertains to revaluation of land at Mumbai at Vile Parle in 2007 and ₹ 187.56 Crores revaluation of land situated at Aurangabad and Nashik in FY 2012-13 and ₹ (132.35) Crores pertains to impairment of assets taken over from GCL in FY 2012-13 and Rs.0.02 Crores amount paid up on cancellation of 82,756 shares.

4 **General Reserve**

General Reserve is created from time to time by way of transfer of profits from retained earnings for appropriation purposes. General reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income.

5 **Retained Earnings**

This reserve represents undistributed accumulated earnings of the Company as on the balance sheet date.

6 **Foreign Currency Translation Reserve (OCI)**

Exchange differences arising on translation of foreign operations are recognised in other comprehensive income and accumulated in a separate reserve within equity. The Cumulative amount is reclassified to statement of profit and Loss when net investments is disposed of or classified as held for sale.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

7 Fair Value Through Other Comprehensive Income (FVTOCI) Equity Instruments

The Company has elected to recognise changes in fair value of certain investments in equity instruments through other comprehensive income. These changes are accumulated within the FVTOCI equity instruments reserve within equity. The Company transfers amounts from this reserve to retained earnings when the relevant equity instruments are derecognised.

13. NON-CURRENT LEASE LIABILITY

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Non-Current Lease Liability		
From Others	**15.66**	15.21
TOTAL	**15.66**	15.21
Less : Current Maturities of Lease Liability		
From Others	**6.57**	5.10
TOTAL	**6.57**	5.10
Non-Current Lease Liability	**9.09**	10.11

i) There were no instances during the year that required the Company to register a new charge or file for the satisfaction of an existing charge.

ii) Quarterly return / statements of current assets filed by the company with banks are in agreement with the books of accounts.

iii) The company has not been declared as Wilful Defaulter by any bank or financial institution.

iv) No funds 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.

v) Funds raised on short-term basis are not used for long-term purpose.

vi) Short-term bank facilities availed from banks are secured by hypothecation of all the current assets including inventory, book debts etc. and second charge on property, plant and equipment of the Company excluding Vile Parle, Mumbai property and Nasik property.

14. TRADE PAYABLES

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Total Outstanding Dues of Micro Enterprises and Small Enterprises	**23.98**	20.19
Total Outstanding Dues of Creditors Other than Micro Enterprises and Small Enterprises	**156.85**	127.53
TOTAL	**180.83**	147.72

Details of Dues to Micro and Small Enterprises as defined under the MSMED Act, 2006

Based on the information and records available with the Company, the disclosures required pursuant to the Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED ACT'). The Disclosure pursuant to the said MSMED Act are as follows:

Sr. No.	Particulars	March 31, 2026 (₹ In Crores)	March 31, 2025 (₹ In Crores)
a)	Principal Amount Due To Suppliers Registered Under MSMED Act and remaining unpaid as at the year end (including Capital Creditors ₹ 3.99 Crores (Previous year ₹ 1.20 Crores))	**27.97**	21.39
b)	Interest due thereon	**-**	-
c)	Interest paid by the Company in term of Section 16	**-**	-
d)	Interest due and payable for the period of delay in payment	**-**	-
e)	Interest Accrued and remaining unpaid	**-**	-
f)	Interest remaining due and payable even in succeeding years	**-**	-

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

Trade Payable Ageing Schedule from Due Date of Payment

(₹ In Crores)

Sr. No.	Particulars	March 31, 2026						
		Not Due	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i)	MSME	18.26	-	5.72	-	-	-	23.98
(ii)	Others	107.06	20.17	24.22	5.24	0.10	0.06	156.85
(iii)	Disputed Dues - MSME	-	-	-	-	-	-	-
(iv)	Disputed Dues - Others	-	-	-	-	-	-	-
	Total	**125.32**	**20.17**	**29.94**	**5.24**	**0.10**	**0.06**	**180.83**

(₹ In Crores)

Sr. No.	Particulars	March 31, 2025						
		Not Due	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i)	MSME	14.64	-	5.55	-	-	-	20.19
(ii)	Others	63.82	8.96	54.56	0.12	0.06	-	127.53
(iii)	Disputed Dues - MSME	-	-	-	-	-	-	-
(iv)	Disputed Dues - Others	-	-	-	-	-	-	-
	Total	78.46	8.96	60.11	0.12	0.06	-	147.72

15. OTHER FINANCIAL LIABILITIES-CURRENT

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Unclaimed Dividend	**2.08**	1.93
Creditors for Capital Expenditure	**8.47**	6.67
Payable for Expenses	**16.96**	19.68
Payable to Employees	**8.94**	7.80
Deposit from Customers*	**1.69**	3.75
Derivative Financial Instrument	**1.71**	-
TOTAL	**39.85**	39.83

i) There are no amounts due and outstanding to be credited to the Investor Education and Protection Fund.

ii) *Deposit from customers include NIL (previous year ₹ 2 Crores) received towards assets classified as held for sale.

16. NON-CURRENT PROVISIONS

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Provision for Employee Benefits (Refer Note 29)		
Provision for Compensated Absences	**6.25**	6.35
TOTAL	**6.25**	6.35

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

17. CURRENT PROVISIONS

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Provision for Employee Benefits (Refer Note 29)		
Provision for Gratuity	1.67	3.61
Provision for Compensated Absences.	6.13	5.47
TOTAL	7.80	9.08

18. OTHER CURRENT LIABILITIES

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Statutory Liabilities	6.07	5.34
Advances from Customers	33.30	38.43
TOTAL	39.37	43.77

a) The Company has recognised revenue including Taxes of ₹ 78.35 Crores (Previous year ₹ 71.04 Crores) as per Ind AS 115 from the amounts included under advance received from customer at the beginning of the year.

b) Contract Liability primarily relates to advance consideration received from customers for sale of products based on terms agreed. The Contract Liability is expected to be recognised within 12 months.

c) Unsatisfied Performance Obligations, the Company applies the practical expedient in Paragraph 121 of Ind AS 115 and does not disclose information about remaining Performance Obligations.

19. REVENUE FROM OPERATIONS

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Sale of Products	2,090.58	2,077.13
Other Operating Revenue		
Export Incentives	25.58	28.02
Sale of Scrap and Others	3.95	4.21
TOTAL	2,120.11	2,109.36

a) Reconciliation of Revenue from Sale of Products with the Contracted price:

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Contracted Price	2,102.44	2,080.56
Less : Discounts, Allowances and Claims as per contract.	(11.86)	(3.43)
Revenue from Sale of Products	2,090.58	2,077.13

b) Contract Balances :

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Trade Receivables	53.08	42.00
Advance from Customers (Contract Liability)	33.30	38.43

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

20. OTHER INCOME

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Interest Income:		
On Bank Deposits	**2.20**	2.35
On Income Tax	**0.43**	-
Others	**0.01**	0.02
Dividend From Quoted Equity Investments measured at Fair Value Through OCI	**1.25**	0.08
Insurance Claims	**0.14**	0.67
Excess Provision/ Sundry Credit Balances Written Back	**0.27**	0.32
Gain on Exchange Rate Fluctuations	**18.88**	19.21
Net Gain on Financial Assets Measured at FVTPL*	**37.80**	31.51
Unwinding of Security Deposit	**0.09**	0.09
Rent Received	**0.06**	0.06
Miscellaneous Income	**3.71**	0.06
Service Tax / VAT Refund	**-**	0.03
TOTAL	**64.84**	54.40

i) The company does not have any transactions not recorded in books of accounts that has been surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961.

ii) *includes realised gains on sale of investments of ₹.6.52 Crores (Previous year ₹.5.76 Crores)

21. COST OF MATERIALS CONSUMED

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Opening Inventory	**118.27**	109.80
Add: Purchases	**1,026.98**	990.50
Less: Sales	**(0.02)**	(0.37)
Less: Closing Inventory	**(116.03)**	(118.27)
TOTAL	**1,029.20**	981.66

22. CHANGE IN INVENTORIES OF FINISHED GOODS AND SEMI-FINISHED GOODS

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Closing Inventory		
Semi-Finished Goods	**92.74**	68.69
Finished Goods	**130.36**	81.40
TOTAL	**223.10**	150.09
Less: Opening Inventory		
Semi-Finished Goods	**68.69**	58.98
Finished Goods	**81.41**	83.17
TOTAL	**150.10**	142.15
Net Change in Inventory	**(73.00)**	(7.94)

23. EMPLOYEE BENEFITS EXPENSE

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Salaries, Wages and Bonus	**176.82**	159.12
Contributions to Provident Fund and Other Funds	**11.41**	12.55
Staff Welfare Expenses	**6.23**	6.50
TOTAL	**194.46**	178.17

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

24. FINANCE COSTS

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Interest Expense	**0.31**	1.10
Interest Expense on Right-to-use Assets	**1.34**	1.71
Other Borrowing Cost	**6.55**	5.97
TOTAL	**8.20**	8.78

25. DEPRECIATION AND AMORTIZATION EXPENSE

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Depreciation on Property, Plant and Equipment (including IND AS 116 Depreciation)	**44.74**	40.72
Amortisation of Intangible Assets	**0.39**	0.51
TOTAL	**45.13**	41.23

26. OTHER EXPENSES

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Stores, Spares & Packing Materials Consumed	**107.76**	103.72
Power and Fuel	**129.33**	134.99
Processing Charges	**56.92**	54.83
Water Charges	**1.30**	1.30
Rent, Hire Charges and Compensation	**0.38**	0.53
Rates, Taxes and License Fees	**4.29**	1.55
Insurance	**6.31**	5.21
Freight & Forwarding (Net)	**56.91**	58.66
Research and Development Expenses	**6.05**	7.12
Advertisement Expenses	**1.16**	0.90
Repairs and Maintenance Expenses:		
Plant and Machinery	**3.40**	3.59
Building	**3.29**	1.67
Others	**15.41**	14.67
Contract Labour Cost	**40.65**	34.06
Security Charges	**8.54**	7.40
Travelling & Conveyance	**12.06**	10.19
Postage, Telegrams & Telephones	**0.69**	0.71
Commission on Sales	**1.10**	1.47
Contribution towards Corporate Social Responsibilities (Refer Note 26A)	**5.53**	4.00
Donation	**0.62**	0.59
Legal and Professional Charges	**18.70**	15.44
Sales and Promotion Expenses	**36.16**	40.22
Auditors Remuneration (Refer Note 26B)	**1.04**	0.65
Directors' Sitting Fees	**0.25**	0.21
Loss on write off of fixed assets	**0.08**	-
Fair value change of Assets held for sale	**3.58**	-
Miscellaneous Expenses	**13.23**	12.27
Provision for Doubtful Advances	**-**	0.43
TOTAL	**534.74**	516.38

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

26. (a) CORPORATE SOCIAL RESPONSIBILITY (CSR)

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Gross Amount Required to be Spent by the Company During the Year	**5.32**	3.97
TOTAL	**5.32**	3.97
Amount Spent During The Year		
A. Construction/ Acquisition of any asset	**-**	-
B. On Purposes other than (A) above	**5.53**	4.00
TOTAL	**5.53**	4.00
C. Shortfall at the End of the Year	**-**	-
D. Total of Previous Years Shortfall	**-**	-
E. Reason for Shortfall	**NA**	NA

F. **Nature of CSR Activities** **(₹ In Crores)**

Name of the Project	**Implementing Agency**	**Amount Spent 2025-26**	Amount Spent 2024-25
Promoting Health-care measures for poor people	Garware Charitable Trust	**0.24**	0.31
Promoting education, including special education and employment enhancing vocation skills	Garware Charitable Trust	**1.17**	0.16
Promoting /Setting up old age home, day care centres and such other facilities for senior citizens	Garware Charitable Trust	**0.39**	0.40
Promotion/Awareness of road safety	Garware Charitable Trust	**1.71**	-
Promoting gender Equality and empowering women	Garware Charitable Trust	**0.37**	0.43
Promoting National Culture and Cultural Heritage	Garware Charitable Trust	**1.50**	-
Army Central Welfare Fund – Welfare measures and render financial assistance / grants to widows of our soldiers, their Next of Kin, dependents and needy Ex-Servicemen	Garware Charitable Trust	**-**	1.50
Fencing the River & maintaining quality of water & providing drinking water	Garware Charitable Trust	**0.12**	-
PM Care Fund - Contribution to the Prime Minister's National Relief Fund	Garware Charitable Trust	**-**	1.20
Maintaining quality of water & providing drinking water	Garware Hi-Tech Films Limited	**0.03**	-
TOTAL		**5.53**	4.00

G. Details of Related Party Transactions - Refer Note No. 30

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

26. (b) PAYMENT TO AUDITORS

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
As Auditor		
Statutory Audit Fees	**0.83**	0.52
Tax Audit Fees	**0.08**	-
In Other Capacity		
For Certification/ Others	**0.11**	0.11
Reimbursement of Out-of-Pocket Expenses	**0.02**	0.02
TOTAL	**1.04**	0.65

27. EARNINGS PER SHARE (EPS)

	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Net Profit Attributable to the Equity Shareholders of the Company	**338.23**	331.22
Weighted Average Number of Equity Shares	**23,232,394**	23,232,394
Basic & Diluted Earnings Per Share (In ₹)	**145.59**	142.57

28. (a) CONTINGENCIES AND COMMITMENTS

a) Contingent Liabilities

	As at March 31, 2026 (₹ In Crores)	As at March 31, 2025 (₹ In Crores)
Disputed Matters in Appeal / Contested in respect of:		
Excise Duty and Service Tax	**5.58**	5.28
Others	**0.73**	-
TOTAL	**6.31**	5.28

During the year Income Tax Department has raised demand in respect of AY 2019-20 & AY 2020-21 amounting to ₹ 0.25 Crores and ₹ 18.37 Crores respectively. The Company has filed rectification application u/s 154 of the Income Tax Act, 1961 as there are certain mistakes apparent from the record while raising demand by the department. The company is hopeful of getting the order rectified hence the same is not considered as contingent liabilities.

b) The Company has given counter-guarantees for ₹ 60.58 Crores (March 31, 2025: ₹ 60.24 Crores) to banks in respect of guarantees given by the banks to third parties for purchase of equipments, supply of goods, clearance of goods from customs, excise bonds, etc.

c) Letters of Credit opened on behalf of the Company by Banks for purchase of materials and equipment amount to ₹ 83.25 Crores (March 31, 2025: ₹ 42.76 Crores).

d) Capital Commitments

Estimated amount of contracts remaining to be executed on capital account and not provided for ₹ 65.60 Crores (March 31, 2025: ₹ 119.52 Crores) against which an advance of ₹ 27.97 Crores (March 31, 2025: ₹ 25.69 crores) has been paid.

e) Company has procured certain plant and machinery under Export Promotion Capital Goods scheme. Export obligation outstanding against the same is NIL (March 31, 2025: ₹ 65.86 Crores).

28. (b) LEASES

Company as a Lessee:

Particulars	March 31, 2026 (₹ In Crores)	March 31, 2025 (₹ In Crores)
Depreciation for Right-to-use Asset	**6.13**	7.14
Interest expense on lease liabilities	**1.34**	1.71
Expenses relating to short-term leases / low value assets	**1.02**	0.98
Repayment of lease liabilities	**5.82**	16.13
Additions to Right-to-use Assets	**6.01**	11.74
Carrying amount of Right to use Assets	**14.54**	14.32

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

29. EMPLOYEE BENEFIT OBLIGATIONS

Particulars	March 31, 2026 (₹ In Crores)	March 31, 2025 (₹ In Crores)
Gratuity (Refer Note C)	**1.67**	3.61
Non-Current	**-**	-
Current	**1.67**	3.61

A Defined Contribution Plan

The Company has certain defined contribution plans. Contributions are made to Provident fund/ Superannuation fund / National Pension Scheme contributions for employees at the rate as per regulation of basic salary. The contributions are made to registered provident fund administered by the government, however certain employees are covered under the contributory plans with trust "Garware Polyester Limited Office Staff and Officers Provident Fund".

B Compensated Absences

The leave obligations is towards encashment of balance leave. The provision made during the year is ₹ 1.66 Crores (March 31, 2025 - provided ₹ 3.21 Crores). \

C Gratuity

The Company provides for gratuity for employees as per the Payment of Gratuity Act, 1972. The gratuity plan is a funded plan.

I The Amounts Recognised in Balance Sheet and Movements in the Net Benefit Obligation over the year are as follows :

(₹ In Crores)

Particulars	Present value of obligation	Fair value of plan assets	Net amount
April 1, 2025	**44.76**	**(41.15)**	**3.61**
Service cost	2.53	-	2.53
Interest Expense/(Income)	2.81	(2.81)	-
Total Amount recognised in Profit or Loss	**5.34**	**(2.81)**	**2.53**
Return on Plan Assets		(0.38)	(0.38)
(Gain)/Loss from experience changes	3.54	-	3.54
(Gain)/Loss from change in financial assumptions	(0.59)	-	(0.59)
Total Amount recognised in Other Comprehensive Income	**2.95**	**(0.38)**	**2.57**
Employer Contributions	-	(7.20)	(7.20)
Benefits Paid	(5.49)	5.49	-
Mortality Charges and Taxes	-	0.16	0.16
March 31, 2026	**47.56**	**(45.89)**	**1.67**

(₹ In Crores)

Particulars	Present value of obligation	Fair value of plan assets	Net amount
April 1, 2024	**39.27**	**(35.69)**	**3.58**
Current Service Cost	1.97	-	1.97
Interest Expense/(Income)	2.67	(2.67)	-
Total Amount recognised in Profit or Loss	**4.64**	**(2.67)**	**1.97**
Return on Plan Assets	-	(0.03)	(0.03)
(Gain) / Loss from experience changes	4.53	-	4.53
(Gain) / Loss from change in financial assumptions	0.71	-	0.71
Total Amount recognised in Other Comprehensive Income	**5.24**	**(0.03)**	**5.21**
Employer Contributions	-	(7.20)	(7.20)
Benefits Paid	(4.39)	4.39	-
Mortality Charges and Taxes	-	0.05	0.05
March 31, 2025	**44.76**	**(41.15)**	**3.61**

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

II The Net Liability Disclosed above Relates to Funded Plans are as follows :

Particulars	March 31, 2026 (₹ In Crores)	March 31, 2025 (₹ In Crores)
Present Value of Funded Obligation	**47.56**	44.76
Fair Value of Plan Assets	**(45.89)**	(41.15)
Deficit	**1.67**	3.61

III Estimates

The Actuarial Assumptions were as follows :

Particulars	March 31, 2026	March 31, 2025
Discount Rate	**7.10%**	6.70%
Rate of Increase in Compensation Levels	**7.00%**	7.00%
Expected Return on Plan Assets	**6.70%**	7.20%

IV Sensitivity of Actuarial Assumptions

The Sensitivity of Defined Obligation to changes in the Weighted Principal Assumptions is:

(₹ In Crores)

Assumption	Impact on defined benefit obligation	
	March 31, 2026	March 31, 2025
Discount rate		
1% Increase	**(1.37)**	(1.39)
1% Decrease	**1.54**	1.52
Future Salary Increase		
1% Increase	**1.26**	1.18
1% Decrease	**(1.14)**	(1.10)

Projected Benefits Payable from the Fund in Future Years from the Date of Reporting:

	March 31, 2026 (₹ In Crores)	March 31, 2025 (₹ In Crores)
Less than a year	**24.84**	22.46
Between 1 to 2 years	**4.61**	4.43
Between 2 to 3 years	**4.86**	4.27
Between 3 to 4 years	**4.25**	4.53
Between 4 to 5 years	**4.46**	4.00
Between 6 to 10 years	**16.25**	16.54
TOTAL	**59.27**	56.23

The weighted duration of the Defined Benefit Obligation is 5.78 years (Previous year 6.35 years.)

V The Major Categories of Plan Assets are as follows:

Particulars	March 31, 2026 (₹ In Crores)	March 31, 2025 (₹ In Crores)
Funds Managed by Insurer	**100%**	100%

VI Risk Exposure

1 **Asset Volatility :** All plan assets are maintained in a trust managed by a public sector insurer viz. LIC of India. LIC has a sovereign guarantee and has been providing consistent and competitive returns over the years. The company has opted for a traditional fund wherein all assets are invested primarily in risk averse markets. The company has no control over the management of funds but this option provides a high level of safety for the total corpus. A single account is maintained for both the investment and claim settlement and hence 100% liquidity is ensured. Also interest rate and inflation risk are taken care of.

2 **Discount Rate Risk** : Variations in the discount rate used to compute the present value of the liabilities may seem small, but in practise can have a significant impact on the defined benefit liabilities.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

3 **Future Salary Increase and Inflation Risk :** Since price inflation and salary growth are linked economically, they are combined for disclosure purposes. Rising salaries will often result in higher future defined benefit payments resulting in a higher present value of liabilities especially unexpected salary increases provided at management's discretion may lead to uncertainties in estimating this increasing risk.

4 **Asset-Liability Mismatch Risk :** Risk arises if there is a mismatch in the duration of the assets relative to the liabilities. By matching duration with the defined benefit liabilities, the Company is successfully able to neutralize valuation swings caused by interest rate movements.

30. RELATED PARTY TRANSACTIONS - AS PER IND AS 24

Name of the Related Parties and Nature of Relationship

a.	**Key Management Personnel:**	Shri. S. B. Garware - Chairman and Managing Director Ms. Monika Garware - Vice Chairperson & Joint Managing Director Mrs. Sarita Garware Ramsay - Joint Managing Director Ms. Sonia Garware - Director Mr. M.S. Adsul - Whole-Time Director (ceased w.e.f.31st January 2026) Mr. U.V. Joshi - Whole-Time Director (appointed w.e.f. 1st February 2026) Mr. Abhishek Agrawal - Chief Financial Officer (appointed w.e.f. 16th August 2024) Mr. Pradeep Mehta - Chief Financial Officer (up to 14th August 2024) Mr. Awaneesh Srivastava - Company Secretary
b.	**Non-Executive Director :**	Mr. Nilesh R. Doshi - Non Executive and Independent Director (up to 31st October 2024) Mr. V.H.Kamath - Non Executive and Independent Director Ms. Devanshi H. Nanavati - Non Executive and Independent Director Mr. Manoj Sonawala - Non Executive and Independent Director (appointed w.e.f. 1st April, 2024) Mr. Deepak Chawla - Non Executive and Independent Director (appointed w.e.f. 1st April, 2024) Mr. Nayan Rawal - Non Executive and Independent Director (appointed w.e.f. 1st April, 2024) Mr. Chirag Doshi - Independent Director -(appointed w.e.f. 1st September, 2024)
c.	**Entities in which some of the directors are interested**	Garware Industriees Private Limited Great View Real Estates Private Limited Shashvat Investment Consultancy & Properties Private Limited Garware Community Centre Garware Charitable Trust B. D. Garware Research Centre Private Limited Garware Motors and Enterprises Private Limited S. B. Garware Family Trust Monika Garware Benefit Trust Sarita Garware Benefit Trust Sonia Garware Benefit Trust
d.	**Post-employment Benefit Plans**	Garware Polyester Limited Office Staff and Officers Provident Fund
e.	**Relatives of Key Managerial Personnel**	Mrs. Priti P. Mehta (up to 14th August 2024)

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

30. TRANSACTIONS WITH RELATED PARTIES

I Key Management Personnel Compensation

Particulars	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
Employee Benefit Expense	**56.74**	50.57
Post-Employment Benefits	**1.04**	1.92
TOTAL	**57.78**	52.49

Key Managerial Personnel who are under the employment of the Company are entitled to post employment benefits and other long term employee benefits recognised as per Ind AS 19 - 'Employee Benefits' in the financial statements. As these employee benefits are lump sum amounts provided on the basis of actuarial valuation, the same is not included above.

II Transactions with the related parties

Sr. No.	Particulars	Relationship	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
a)	**Service Received /Processing/ Commission / Rent Paid / Reimbursement of Expenses/ Donation & CSR expenses**			
	Garware Industriees Private Limited (Rent)	Entities in which some of the Directors are interested	**2.51**	2.39
	Garware Industriees Private Limited (Processing Charges)	Entities in which some of the Directors are interested	**56.22**	54.02
	Great View Real Estates Private Limited (Rent)	Entities in which some of the Directors are interested	**0.72**	0.72
	Shashvat Investment Consultancy & Properties Private Limited (Rent)	Entities in which some of the Directors are interested	**0.30**	0.30
	Ms.Monika Garware (Rent)	Vice Chairperson & Joint Managing Director	**0.72**	0.72
	Mrs.Sarita Garware Ramsay (Rent)	Joint Managing Director	**0.42**	0.42
	Ms.Sonia Garware (Rent)	Director	**0.72**	0.72
	Garware Community Centre (Donation & Expenses)	Entities in which some of the Directors are trustees	**0.09**	0.09
	Garware Charitable Trust (Donation & CSR)	Entities in which some of the Directors are trustees	**5.50**	4.00
	Garware Polyester Limited Office Staff and Officers Provident Fund (Employer Contribution)	(Post Employment Benefit Plans)	**1.79**	3.88
b)	**Rent Received**			
	Garware Industriees Private Limited	Entities in which some of the Directors are interested	**0.01**	0.01
	Great View Real Estates Private Limited	Entities in which some of the Directors are interested	**0.01**	0.01
	Shashvat Investment Consultancy & Properties Private Limited	Entities in which some of the Directors are interested	**0.01**	0.01
	B. D. Garware Research Centre Private Limited	Entities in which some of the Directors are interested	**0.01**	0.01
	Garware Motors and Enterprises Private Limited	Entities in which some of the Directors are interested	**0.01**	0.01
c)	**Managerial Remuneration**			
	Shri. S.B.Garware	Chairman and Managing Director	**15.32**	14.14
	Ms.Monika Garware	Vice Chairperson & Joint Managing Director	**14.05**	13.00
	Mrs.Sarita Garware Ramsay	Joint Managing Director	**10.61**	9.89
	Ms. Sonia Garware	Director	**13.89**	11.83

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

Sr. No.	Particulars	Relationship	2025-26 (₹ In Crores)	2024-25 (₹ In Crores)
	Mr. M.S. Adsul	Whole time Director	**1.47**	1.71
	Mr. U.V. Joshi	Whole time Director	**0.16**	-
	Mr. Abhishek Agarwal	Chief Financial Officer	**1.17**	0.59
	Mr. Pradeep Mehta	Chief Financial Officer	**-**	0.33
	Mr. Awaneesh Srivastava	Company Secretary	**1.12**	1.00
d)	**Director Sitting Fees**			
	Ms.Sonia Garware	Director	**0.02**	0.01
	Mr. Nilesh R. Doshi	Independent Director	**-**	0.01
	Mr.V.H.Kamath	Independent Director	**0.05**	0.05
	Ms. Devanshi H. Nanavati	Independent Director	**0.03**	0.02
	Mr. Nayan J. Rawal	Independent Director	**0.05**	0.05
	Mr. Deepak Chawla	Independent Director	**0.03**	0.02
	Mr. Manoj K. Sonawala	Independent Director	**0.04**	0.03
	Mr. Chirag Doshi	Independent Director	**0.04**	0.02
e)	**Car Lease payment**			
	Mrs. Priti P. Mehta (Car Lease Rent)	Relative of Key Managerial Personnel	**-**	0.01
f)	**Net Balances (Dr/(Cr)**			
	Garware Industriees Private Limited	Entities in which some of the directors are interested	**(4.99)**	(4.94)
	Shashvat Investment Consultancy & Properties Private Limited (Rent deposit)	Entities in which some of the directors are interested	**0.08**	0.08
	Great View Real Estates Private Limited (Rent Deposit)	Entities in which some of the directors are interested	**0.36**	0.36
	Garware Community Center	Entities in which some of the directors are interested	**(0.01)**	(0.01)
	Shri. S.B.Garware (Remuneration Payable)	Chairman and Managing Director	**(5.95)**	(6.12)
	Ms. Sonia Garware (Rent Deposit / Remuneration Payable)	Director	**(0.21)**	(0.12)
	Ms.Monika Garware (Rent Deposit / Remuneration Payable)	Vice Chairperson & Joint Managing Director	**(5.63)**	(5.30)
	Mrs.Sarita Garware Ramsay (Rent Deposit / Remuneration Payable)	Joint Managing Director	**(3.84)**	(3.75)
	Mr. M.S. Adsul	Whole time Director	**-**	(0.14)
	Mr. U.V. Joshi	Whole time Director	**(0.06)**	-
	Mr. Abhishek Agarwal	Chief Financial Officer	**(0.05)**	(0.05)
	Mr. Awaneesh Srivastava	Company Secretary	**(0.05)**	(0.06)
	Mr. Vivekanand Kamath	Independent Director	**(0.01)**	(0.01)
	Ms. Devanshi H. Nanavati	Independent Director	**(0.00)**	(0.00)
	Mr. Nayan J. Rawal	Independent Director	**(0.01)**	(0.01)
	Mr. Deepak Chawla	Independent Director	**(0.00)**	(0.00)
	Mr. Manoj K. Sonawala	Independent Director	**(0.01)**	(0.01)
	Mr. Chirag Doshi	Independent Director	**(0.01)**	(0.01)
	Garware Polyester Ltd Office Staff & Officers Providend Fund (Employer contribution balance payable)	(Post Employement Benefit Plan)	**(0.11)**	(0.17)

i) The above figures are net of Taxes and Duties

ii) There were no Loan and Advances in the nature of loans given / taken from Directors, Key Managerial Persons and Related Parties or any other entity.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

31. SEGMENT REPORTING

i) Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Board of Directors have been identified as the chief operating decision maker.

The Group has organised its operating segments based on product groupings. These operating segments have been aggregated into one reportable business segment: Polyester films.

ii) Geographical Segments

The Company is domiciled in India. The amount of its revenue from external customers broken down by location of customers is shown in the table below:

(₹ In Crores)

Particulars	Within India		USA		Rest of the world		Total	
	Year ended March 31, 2026	Year ended March 31, 2025	**Year ended March 31, 2026**	Year ended March 31, 2025	**Year ended March 31, 2026**	Year ended March 31, 2025	**Year ended March 31, 2026**	Year ended March 31, 2025
Segment revenue by geographical area based on geographical location of customers	**525.37**	485.43	**935.82**	948.83	**658.92**	675.10	**2,120.11**	2,109.36

i) The total of non-current assets (other than financial instruments, deferred tax assets and income tax assets) are located in the Company's country of domicile i.e. in India.

ii) One customer group contributed ~ 31% (~ 34% Previous Year) to the Group's total product sale.

32. (a) INTEREST IN OTHER ENTITIES

i) Subsidiary and Step-down Subsidiary

Name of the Entity	Place of Business	Ownership Held by Group		Principal Activities
		As at March 31, 2026	As at March 31, 2025	
Subsidiary				
Garware Hi-Tech Films International Ltd.	United Kingdom	**100%**	100%	Trading, Marketing and Distribution solely for Garware Hi-Tech Films Limited
Step-down Subsidiary				
Global Hi-Tech Films Inc.	USA	**100%**	100%	Trading, Marketing and Distribution solely for Garware Hi-Tech Films Limited

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

32. (b) ADDITIONAL INFORMATION REQUIRED BY SCHEDULE III

Particulars	Net Assets i.e. Total Assets Minus Total Liabilities		Share in Profit or Loss		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
	As % of Consolidated Net Assets	Amount	As % of Consolidated Profit or Loss	Amount	As % of Consolidated Other Comprehensive Income	Amount	As % of consolidated total comprehensive income	Amount
Parent								
Garware Hi-Tech Films Limited								
March 31, 2026	**97.39%**	**2,586.75**	**98.97%**	**334.73**	**119.82%**	**(31.13)**	**97.23%**	**303.60**
March 31, 2025	97.44%	2,311.03	102.32%	338.92	88.11%	16.74	101.55%	355.66
Foreign subsidiary								
Global Hi-Tech Films Inc.								
March 31, 2026	**2.37%**	**63.06**	**9.13%**	**30.87**	**-**	**-**	**9.89%**	**30.87**
March 31, 2025	2.63%	62.35	6.60%	21.86	-	-	6.24%	21.86
Garware Hi-Tech Films International Ltd.								
March 31, 2026	**1.27%**	**33.73**	**9.95%**	**33.66**	**-**	**-**	**10.78%**	**33.66**
March 31, 2025	1.24%	29.57	3.99%	13.21	-	-	3.77%	13.21
Subtotal 2026	**101.02%**	**2,683.54**	**118.04%**	**399.26**	**119.82%**	**(31.13)**	**117.90%**	**368.13**
Subtotal 2025	101.31%	2,402.95	112.91%	373.99	88.11%	16.74	111.57%	390.73
Inter-Company Elimination and Consolidation Adjustment								
March 31, 2026	**-1.02%**	**(27.38)**	**-18.04%**	**(61.03)**	**-19.82%**	**5.15**	**-17.90%**	**(55.88)**
March 31, 2025	-1.31%	(31.16)	-12.91%	(42.77)	11.89%	2.26	-11.57%	(40.51)
Grand Total March 31, 2026	**100%**	**2,656.16**	**100%**	**338.23**	**100%**	**(25.98)**	**100%**	**312.25**
March 31, 2025	100%	2,371.79	100%	331.22	100%	19.00	100%	350.22

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

33. FAIR VALUE MEASUREMENTS

Financial Instruments by Category

	March 31, 2026 (₹ in Crores)			March 31, 2025 (₹ in Crores)		
	Fair Value Through Profit and Loss Account	Fair Value Through Other Comprehensive Income	Amortised Cost	Fair Value Through Profit and Loss Account	Fair Value Through Other Comprehensive Income	Amortised Cost
Financial Assets						
Investments in Quoted Equity Instruments	-	79.28	-	-	113.36	-
Investments in Unquoted Equity Instruments	0.07	-	-	0.08	-	-
Investment in Quoted Mutual Funds	618.19	-	-	529.75	-	-
Security Deposits	-	-	2.01	-	-	2.05
Bank Deposits with more than 12 months Maturity	-	-	0.90	-	-	2.14
Trade Receivables	-	-	53.08	-	-	42.00
Cash and Cash equivalents	-	-	126.53	-	-	110.50
Bank Balances other than above	-	-	28.87	-	-	9.98
Loans and Advances to Employees	-	-	0.07	-	-	0.47
Other Receivables	-	-	0.92	-	-	1.03
Derivative Financial Instrument	-	-	-	1.23	-	-
Total Financial Assets	**618.26**	**79.28**	**212.38**	531.06	113.36	168.17
Financial Liabilities						
Non-Current Lease Liability	-	-	9.09	-	-	10.11
Current Maturities of Long Term Debt	-	-	-	-	-	-
Trade Payables	-	-	180.83	-	-	147.72
Current Portion of Lease Liabilities	-	-	6.57	-	-	5.10
Unclaimed Dividend	-	-	2.08	-	-	1.93
Creditors for Capital Expenditure	-	-	8.47	-	-	6.67
Payable for Expenses	-	-	16.96	-	-	19.68
Payable to Employees	-	-	8.94	-	-	7.80
Deposit from Customers	-	-	1.69	-	-	3.75
Derivative Financial Instrument	1.71	-	-	-	-	-
Total Financial Liabilities	**1.71**	**-**	**234.63**	-	-	202.76

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

i) Fair value hierarchy

The fair values of the financial instruments that are recognised and measured at fair value are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into three levels prescribed under the accounting standard.

(₹ In Crores)

Financial Assets and Liabilities Measured at Fair value - Recurring Fair Value Measurements	Notes	Level 1	Level 2	Level 3	Total
At March 31, 2026					
Financial Assets					
Derivative Financial Instrument (Liability)	**15**	**-**	**1.71**	**-**	**1.71**
Investment in Quoted Mutual Fund	**3. (b)**	**618.19**	**-**	**-**	**618.19**
Investment in Quoted Equity Instruments	**3. (a)**	**79.28**	**-**	**-**	**79.28**
Investments in Unquoted Equity Instruments	**3. (a)**	**-**	**0.07**	**-**	**0.07**

(₹ In Crores)

Financial Assets and Liabilities Measured at Fair Value - Recurring Fair Value Measurements	Notes	Level 1	Level 2	Level 3	Total
At March 31, 2025					
Financial Assets					
Derivative Financial Instrument (Assets)	8	-	1.23	-	1.23
Investment in Quoted Mutual Fund	3. (b)	529.75	-	-	529.75
Investment in Quoted Equity Instruments	3. (a)	113.36	-	-	113.36
Investments in Unquoted Equity Instruments	3. (a)	-	0.08	-	0.08

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes quoted equity instruments and mutual funds. The fair value of all the equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period and the mutual funds are valued using closing NAV.

Level 2: The fair value of derivatives and investment in unquoted financial instruments is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

ii) Valuation Technique Used to Determine Fair Value

Specific valuation techniques used to value financial instruments include:

- The use of quoted market prices or dealer quotes for similar instruments
- The fair value of forward foreign exchange contracts is determined using forward exchange rates at the balance sheet date
- The fair value of mutual funds is calculated by valuing them at closing NAV

iii) Fair Value of Financial Assets and Liabilities Measured at Amortised Cost

The carrying amount of financial assets and financial liabilities measured at amortised cost in the financial statements are a reasonable approximation of their fair values since the Company does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

34. FINANCIAL RISK MANAGEMENT

The Company's activities exposes it to market risk, liquidity risk and credit risk. In order to minimise any adverse effects on the financial performance of the Company, derivative financial instruments, such as foreign exchange forward contracts are taken.

The Company's risk management is carried out by the Company's treasury department under policies approved by the board of directors. The board provides written principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

(A) Credit Risk

Credit Risk refers to a risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company is exposed to credit risk from its operating activities primarily trade receivables, derivative financial instruments, investment in mutual funds, deposits held with banks, loans and other receivables.

The Company has a policy of only dealing with counterparties that have sufficiently high credit rating. The Company's exposure and credit ratings of its customers are continuously monitored and the aggregate value of transactions is reasonably spread amongst the counterparties.

For investment in mutual funds, derivative financial instruments and balances held with banks, banks and recognised financial institutions with only high credit rating are accepted.

(i) Trade Receivables

Credit risk arises from the possibility that customer will not be able to settle their obligations as and when agreed. To manage this, the Company periodically assesses the financial reliability of customers, taking into account the financial condition, current economic trends, analysis of historical bad debts, ageing of accounts receivable and forward looking information. Individual credit limits are set accordingly.

Movement of Provision for Doubtful Debts:	2025-26 ₹ in Crores	2024-25 ₹ in Crores
Provision for Doubtful Debts as on April 1	**0.21**	0.21
Change during the year	**-**	-
Provision for Doubtful Debts as on March 31	**0.21**	0.21

(B) Liquidity Risk

Liquidity Risk is the risk that the Company will encounter difficulty in raising funds to meet commitments associated with financial instruments that are settled by delivering cash or another financial asset. Liquidity risk may result from an inability to sell a financial asset quickly at close to its fair value.

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying business, the Company's treasury maintains flexibility in funding by maintaining availability under committed credit lines.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(i) Maturities of Financial Liabilities

Company's financial liabilities into relevant maturity groupings based on their contractual maturities for all non - derivative financial liabilities are as follows:

(₹ In Crores)

Particulars	Carrying amount as at March 31, 2026	< 1 year	1 to 3 years	> 3 years
Non-Current Lease Liability	**9.09**	**-**	**6.93**	**2.16**
Current Maturities Lease Liability	**6.57**	**6.57**	**-**	**-**
Trade payables	**180.83**	**180.83**	**-**	**-**
Unclaimed Dividend	**2.08**	**2.08**	**-**	**-**
Creditors for Capital Expenditure	**8.47**	**8.47**	**-**	**-**
Payable for Expenses	**16.96**	**16.96**	**-**	**-**
Payable to Employees	**8.94**	**8.94**	**-**	**-**
Deposit from Customers	**1.69**	**1.69**	**-**	**-**
Derivative Financial Instruments	**1.71**	**1.71**	**-**	**-**
TOTAL	**236.34**	**227.25**	**6.93**	**2.16**

(₹ In Crores)

Particulars	Carrying amount as at March 31, 2025	< 1 year	1 to 3 years	> 3 years
Non-Current Lease Liability	10.11	-	5.79	4.32
Current Maturities Lease Liability	5.10	5.10	-	-
Trade Payables	147.72	147.72	-	-
Unclaimed Dividend	1.93	1.93	-	-
Creditors for Capital Expenditure	6.67	6.67	-	-
Payable for Expenses	19.68	19.68	-	-
Payable to Employees	7.80	7.80	-	-
Deposit from Customers	3.75	3.75	-	-
TOTAL	**202.76**	**192.65**	**5.79**	**4.32**

(C) Market Risk

I) Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate due to changes in foreign exchange rates. The Company is engaged in international trade and thereby exposed to foreign exchange risk arising from foreign currency transactions, primarily with respect to the USD, GBP and EUR. Foreign exchange risk arises from future commercial transactions and recognised assets and liabilities denominated in a currency that is not the company's functional currency (₹). The Company's risk management policy is to hedge sales and purchases. The Company uses foreign exchange forward contracts to hedge its exposure in foreign currency risk.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

i) Foreign Currency Risk Exposure

The Company's exposure to foreign currency risk at the end of the reporting period expressed in ₹ In Crores, are as follows :-

	March 31, 2026					March 31, 2025			
	EUR	USD	CHF	SAR	GBP	EUR	USD	AED	GBP
Financial Assets	34.11	208.85	0.20	0.00	0.00	29.02	133.14	0.00	0.00
Financial Instruments (Assets) - Foreign Exchange Forward Contracts (Sell Foreign Currency)	(9.04)	(54.50)	-	-	(2.89)	(10.91)	(85.13)	-	(1.66)
Net Exposure to Foreign Currency Risk (Assets)	25.07	154.35	0.20	-	(2.89)	18.11	48.01	-	(1.66)
Financial Liabilities	12.44	43.43	-	0.19	10.32	8.19	56.85	0.01	8.72
Net Exposure to Foreign Currency Risk (Liabilities)	12.44	43.43	-	0.19	10.32	8.19	56.85	0.01	8.72

ii) Sensitivity

The sensitivity of profit and loss to changes in the exchange rates arises mainly from foreign currency denominated financials instruments:

(₹ In Crores)

	Impact on Profit Before Tax	
	March 31, 2026	March 31, 2025
EUR sensitivity		
₹ /EUR - Increase/ Decrease by 5%	0.63	0.50
USD sensitivity		
₹ /USD - Increase/ Decrease by 5%	5.55	0.44
CHF sensitivity		
₹ /CHF - Increase/ Decrease by 5%	0.01	-
AED sensitivity		
₹ /AED - Increase/ Decrease by 5%	-	0.00
SAR sensitivity		
₹ /SAR - Increase/ Decrease by 5%	0.01	-
GBP sensitivity		
₹ /GBP - Increase/ Decrease by 5%	0.66	0.52

* Holding all other variables constant

II) Interest Rate Risk

Interest Rate Risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company is exposed to interest rate risk on financial liabilities such as borrowings, both non - current and current. The Company has not used any interest rate derivatives. The Company is also exposed to interest rate risk on its financial assets that include fixed deposits and liquid investments such as deposits which are part of cash and cash equivalents. Since all these are generally for short durations, the Company believes it has manageable risk for achieving satisfactory returns.

III) Equity Price Risk

Equity Price Risk is related to the change in market reference price of the investments in quoted equity securities. The fair value of some of the Company's investments exposes the Company to equity price risks. In general, these securities are not held for trading purposes.

35. CAPITAL MANAGEMENT

a) Risk Management

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, and maintain an optimal capital structure to reduce the cost of capital. For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximise the shareholders value. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2026 and March 31, 2025.

b) Dividends

(₹ In Crores)

	March 31, 2026	March 31, 2025
(i) Equity shares		
(a) Final dividend paid for the year ended March 31, 2025: ₹ 12 (March 31, 2024 of ₹ 10) per fully paid share	**27.88**	23.23
(ii) Dividends not recognised at the end of the reporting period		
The Directors have recommended the payment of a final dividend of ₹ 12/- (March 31, 2025 - ₹ 12/-) per fully paid equity share. This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting.	**-**	-
The Dividends declared / paid during the FY 2025-26 (PY 2024-25) are in compliance with Section 123 of the Companies Act 2013.		

36. ANALYTICAL RATIOS

Sr. No.	Particulars	Numerator	Denominator	As at March 31, 2026	As at March 31, 2025	Change
1	Current Ratio	Current Assets	Current Liabilities	**4.43**	4.28	3.6%
2	Debt Equity Ratio	Long Term Debt (Incl. Lease Liabilities)	Total Equity	**0.00**	0.00	0.0%
3	Debt Service Coverage Ratio	PAT + Depreciation + Finance Cost	Finance Cost + Loan Repayments	**27.93**	15.30	82.5%*
4	Return on Equity Ratio	Net Profit After Taxes	Total Equity	**12.73%**	13.96%	-8.8%
5	Inventory Turnover Ratio	Net Sales of Products	Average Inventory	**5.98**	6.93	-13.6%
6	Trade Receivable Turnover Ratio	Net Sales of Products	Average Trade Receivables	**43.98**	51.88	-15.2%
7	Trade Payables Turnover Ratio	Cost of Purchases	Average Trade Payables	**9.08**	9.69	-6.3%
8	Net Capital Turnover Ratio	Net Sales of Products	Working Capital (Current Assets - Current Liabilities)	**2.08**	2.56	-18.6%
9	Net Profit Ratio	Net Profit	Revenue from operations	**15.95%**	15.70%	1.6%
10	Return on Capital Employed	Earning Before interest and Taxes	Capital Employed	**16.71%**	18.66%	-10.4%
11	Return on Investment - Quoted Mutual Fund	Income generated from Investment in mutual fund	Time Weighted Average Cost of Investments	**7.22%**	8.05%	-10.4%

* Increase due to increase in profits during the year and decrease in in loan repayments and interest cost.

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

37. RELATIONSHIP WITH STRUCK OFF COMPANIES

(₹ In Crores)

Sr. No.	Name of Struck off Company	Nature of Transaction	Relation with struck off company	Transaction During FY 2025-26/ 2024-25	Balance outstanding as on 31.03.2026	Balance outstanding as on 31.03.2025
1	Koyali Carbotech Private Limited	Security Deposit	Vendor	-	**0.00**	0.00
2	Other entities (a)	Subscription to Equity Shares	Equity Shareholder	-	**0.00**	0.00

(a) Details of other struck off companies holding shares of the Company as below:

Sr. No.	Name of Struck off Company	No of Shares held as on 31.03.2026 (paid up value ₹ 10/- each)	No of Shares held as on 31.03.2025 (paid up value ₹ 10/- each)
1	Prananjali Investments and Trading Co Pvt. Ltd.	**81**	81
2	C T M Textiles Mills	**50**	50
3	Adarsh Textiles Industries Private Limited	**340**	340

38. PREVIOUS YEAR FIGURES HAVE BEEN RECLASSIFIED/ REGROUPED TO CONFORM TO THE THIS YEAR'S CLASSIFICATION.

39. APPROVAL OF FINANCIAL STATEMENTS

The Consolidated financial statements of the Group have been authorised for issue by the Board of Directors at their meeting held on May 06, 2026.

As per our report of even date

For **J. H. MEHTA & CO.**
Chartered Accountants
(FRN. 106227W)

NAITIK J MEHTA
Partner
M. No. 130010

Mumbai, May 6, 2026

As per our report of even date

For **V SANKAR AIYAR & CO.**
Chartered Accountants
(FRN. 109208W)

ASHA PATEL
Partner
M. No. 166048

Mumbai, May 6, 2026

For and on behalf of the Board of Directors

Dr. S. B. GARWARE
Chairman & Managing Director
DIN: 00943822

CHIRAG DOSHI
Director
DIN: 08532321

UDAY V JOSHI
Whole-Time Director
DIN: 09753984

AWANEESH SRIVASTAVA
Company Secretary
ICSI M. No. FCS 8513

ABHISHEK AGARWAL
Chief Financial Officer
ICAI M. No. 631952

NOTES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

FORM AOC - 1

Statement pursuant to first provision to sub-section (3) of section 129 of the Companies Act 2013, with rule 5 of the Companies (Accounts) Rules , 2014 in the prescribed FORM AOC - 1 relating to subsidiary companies

(₹ In Crores)

Sr. No.	Particulars	Garware Hi-Tech Films International Limited (GHFIL) (100% wholly owned by the Company)	Global Hi-Tech Films, Inc. (100% wholly owned by GHFIL)
		2026	2026
1	Reporting Currency	GBP	USD
2	Exchange Rate considred at the close of the year	125.51	94.84
3	Share Capital	3.14	0.95
4	Reserves & Surplus	41.07	64.89
5	Total Assets	47.93	166.52
6	Total Liabilities	4.50	100.68
7	Investment	0.78	-
8	Turnover & other Income	173.05	673.05
9	Profit / (Loss) Before Taxation	37.13	34.82
10	Provision for taxation	1.67	8.82
11	Profit / (Loss) after taxation	35.46	25.99
12	Dividend Proposed / Paid	29.49	30.16
13	Country	U K	U S A

Notes :

1 The final Audited accounts of Garware Hi-Tech Films International Limited are in Great Britain Pounds (GBP) and translated at closing rate as on 31.03.2026 (₹ 125.5100 = 1 GBP)

2 The final Audited accounts of Global Hi-Tech Films Inc. are in U S Dollars (USD) and translated at closing rate as on 31.03.2026 (₹ 94.8350 = 1 USD)

GARWARE HI-TECH FILMS LIMITED

CIN: L10889MH1957PLC010889

Regd. Office: Naigaon, Post Waluj, Chhatrapati Sambhajinagar (Aurangabad) - 431 133.

ATTENDANCE SLIP

(To be presented at the entrance)

Name of the Shareholder or Proxy ______________________________

DP ID ______________________ Folio No. / Client ID______________________

I/We hereby record my/our presence at the **69th ANNUAL GENERAL MEETING** of the Company held at the Registered Office of the Company at Naigaon, Post Waluj, Chhatrapati Sambhajinagar (Aurangabad) – 431 133 on Wednesday, September 23, 2026 at 11:30 a.m.

____

Signature of the Member/Proxy

PROXY FORM

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

GARWARE HI-TECH FILMS LIMITED

CIN: L10889MH1957PLC010889

Regd. Office : Naigaon, Post Waluj, Chhatrapati Sambhajinagar (Aurangabad) - 431 133.

Name of the Member(s) : ______________________________

Registered Address : ______________________________

E-mail Id : ______________________________

Folio No./Client ID No./DP ID No. : ______________________________

I / We, being the member(s) of ____________ Shares of Garware Hi-Tech Films Limited, hereby appoint

1. Name : ______________________ E-mail Id : ______________________
   Address : ______________________ Signature : ______________________
   ____

or failing him/her

2. Name : ______________________ E-mail Id : ______________________
   Address : ______________________ Signature : ______________________
   ____

or failing him/her

3. Name : ______________________ E-mail Id : ______________________
   Address : ______________________ Signature : ______________________
   ____

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 69th Annual General Meeting of the Company, to be held on Wednesday, September 23, 2026 at 11:30 a.m at Naigaon, Post Waluj, Chhatrapati Sambhajinagar (Aurangabad) – 431 133 and at any adjournment thereof in respect of such resolutions as are indicated below:

RESOLUTIONS	Optional*	
Ordinary Business	**For**	**Against**
1. Adoption of Audited Standalone and Consolidated Financial Statements for the year ended 31st March, 2026 with Directors and Auditors reports thereon.		
2. Declaration of dividend on the equity shares for the financial year 2025-26.		
3. Re-appointment of Ms. Sonia Garware (DIN: 00135995) as a director, liable to retire by rotation.		
Special Business		
4. Ratification of the remuneration of Cost Auditors.		

Signed this ________________________ day of ___________________ 2026

Affix Revenue Stamp Of ₹ 1/-

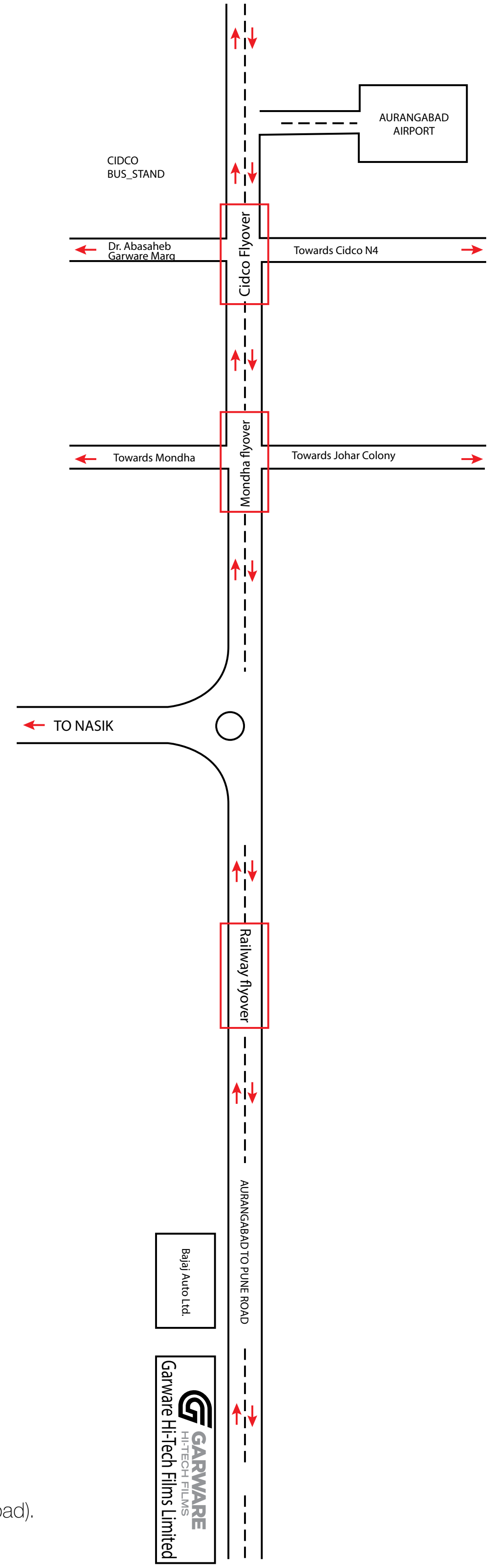
Signature of shareholder ____

Signature of Proxy holder(s) ____

Note:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the 69th Annual General Meeting.
3. *It is optional to put a 'X' in the appropriate column against the Resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all Resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.
4. Please complete all details including details of members(s) in above box before submission.
5. Appointment of Proxy does not prevent a member from personally attending in person if he/she wishes.
6. In case of joint holder, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.

ROUTE MAP FOR AGM



VENUE: AGM Hall,

Garware Hi-Tech Films Limited

Waluj, Chhatrapati Sambhajinagar (Aurangabad).

Garware Hi-Tech Films Limited

REGISTERED OFFICE
Naigaon, Post Waluj, Chhatrapati Sambhajinagar (Aurangabad) - 431 133.

CORPORATE OFFICE
Garware House, 50-A, Swami Nityanand Marg, Vile Parle (East), Mumbai - 400 057.
Email : cs@garwarehitech.com
Website : www.garwarehitechfilms.com

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