

## INDEPENDENT AUDITOR'S REPORT

To the Members of Aarti HPC Limited

Report on the Audit of the Financial Statements

### Opinion

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

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required, and give a true and fair view in conformity with the 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 31 March 2026 and its loss, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

### Basis for Opinion

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

### Information other than Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report but does not include the financial statements and our auditor's report thereon, which is expected to be made available to us after the date of this auditor's report.

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

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



When we read the other information identified above, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate action as applicable under the relevant laws and regulations.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

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

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

The Board of Directors is also responsible for overseeing the financial reporting process of the Company.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

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

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 (the "Order"), issued by the Central Government in terms of sub-section (11) of section 143, we give in "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, based on our audit, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books, except for the matters stated in paragraph 2(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
  - c. The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the aforesaid financial statements comply with the Ind AS 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 31 March 2026, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2026, from being appointed as a director in terms of section 164(2) of the Act.
- f. The modification arising from the maintenance of the audit trail by the accounting software, comprising the application layer and the database layer, is as stated in paragraph 2(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
- g. With respect to the adequacy of the internal financial controls with reference to financial statements 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 with reference to financial statements.
- h. With respect to the other matters to be included in the Auditor's report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- (i) The Company did not have any pending litigations which would impact its financial position in its financial statements.
- (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- (iii) There were no 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, as disclosed in Note No. 14.2 (f)(i) to the financial statements, that no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, 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, as disclosed in Note No. 14.2 (f)(ii) to the financial statements, that no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (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 (a) and (b) above, contain any material misstatement.
- (v) The Company has neither declared nor paid any dividend during the year. Accordingly, compliance with section 123 of the Act is not applicable.



- (vi) Based on our examination which included test checks, the Company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility. However, the audit trail feature was not enabled throughout the year at the application layer of the accounting software used for maintaining general ledgers in respect of master data changes and was not enabled at the database level to log any direct data changes to the accounting software used for maintaining the books of account.

Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with in respect of those areas of the accounting software where the audit trail feature was enabled.

In respect of the areas where the audit trail feature was enabled and operated during the year, the audit trail has been preserved by the Company as per the statutory requirements for record retention. In respect of the areas where the audit trail feature was not enabled as stated above, the question of our commenting on whether the audit trail has been preserved does not arise.

- i. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the Company has not paid or provided any managerial remuneration to its directors during the year. Accordingly, reporting on whether such remuneration is in accordance with the provisions of section 197 of the Act does not arise.

**For Gokhale & Sathe**  
Chartered Accountants  
FRN: 103264W



**Uday Girjapure**  
Partner  
Membership Number: 161776  
UDIN: 26161776VKWGAE5641

Place: Mumbai  
Date: May 8, 2026

## ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

*(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Aarti HPC Limited of even date)*

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we report that:

- i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
  - (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.  
  
(B) The Company does not have any intangible assets as at the year end, and accordingly reporting on the maintenance of records of intangible assets does not arise.
  - (b) As informed to us, the Company has a regular programme for physical verification of Property, Plant and Equipment designed to cover all assets once every three years, which in our opinion is reasonable having regard to the size of the Company and the nature of its assets. No Property, Plant and Equipment were due for verification during the year.
  - (c) According to the information and explanations given to us and based on our examination of the title documents provided to us, the Company holds no freehold immovable property as at the balance sheet date. The leasehold land disclosed in the financial statements under Property, Plant and Equipment is held under a lease agreement duly executed in favour of the Company.
  - (d) The Company has not revalued its Property, Plant and Equipment or intangible assets during the year ended 31 March 2026.
  - (e) On the basis of information and explanations given to us, no proceedings have been initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. In respect of the Company's inventory and working capital limits:
  - (a) In our opinion and according to the information and explanations given to us, the Company does not have any inventories as at the year end and hence reporting under clause 3(ii)(a) of the Order is not applicable to the Company.
  - (b) In our opinion and according to the information and explanations given to us, the Company has not been sanctioned any working capital limits in excess of Rs. 5 crores, in aggregate, from banks or financial institutions on the basis of security of current assets at any point of time during the year. Accordingly, reporting under clause 3(ii)(b) of the Order is not applicable to the Company.
- iii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, during the year the Company has not made any investments in, nor has it granted any loans, or advances in the nature of loans, or provided any guarantee or security to companies, firms, limited liability partnerships or any other parties. Accordingly, reporting under clauses 3(iii)(a) to 3(iii)(f) of the Order is not applicable to the Company.



- iv. In our opinion and according to the information and explanations given to us, the Company has not granted any loans or made any investments or provided any guarantees or securities covered under the provisions of sections 185 and 186 of the Act. Accordingly, reporting under clause 3(iv) of the Order is not applicable.
- v. The Company has not accepted any deposits or amounts which are deemed to be deposits from the public during the year. Accordingly, the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposits) Rules, 2014 are not applicable to the Company.
- vi. In our opinion and according to the information and explanations given to us, the Company has not commenced any production of goods or provision of services during the year and its turnover for the immediately preceding financial year was Nil. Accordingly, the Company does not fall within the class of companies required to maintain cost records under sub-section (1) of section 148 of the Act read with Rule 3 of the Companies (Cost Records and Audit) Rules, 2014, and reporting under clause 3(vi) of the Order is not applicable to the Company.
- vii. In respect of statutory dues:
- (a) In our opinion, the Company has been regular in depositing undisputed statutory dues, including Goods and Services Tax, provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues applicable to it with the appropriate authorities.
- There were no undisputed amounts payable in respect of the aforesaid statutory dues in arrears as at 31 March 2026 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no statutory dues referred to in sub-clause (a) above which have not been deposited by the Company on account of any dispute as at 31 March 2026.
- 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.
- ix. In respect of borrowings:
- (a) According to the records of the Company examined by us and the information and explanations given to us, the Company has not taken any loans or other borrowings from any lender and accordingly has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared a wilful defaulter by any bank or financial institution or government or any government authority.
- (c) According to the information and explanations given to us, the Company has not obtained any term loans during the year and hence reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) On an overall examination of the financial statements of the Company, the Company has not raised funds on a short-term basis and hence its utilisation for long term purposes does not arise.



(e) and (f) The Company does not have any subsidiary, joint venture or associate company as at 31 March 2026 and hence reporting under clauses 3(ix)(e) and (f) of the Order is not applicable.

x. In respect of moneys raised:

(a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable.

(b) The Company has during the year allotted 1,55,250 equity shares of Rs. 10 each aggregating Rs. 15,52,500 to its holding company, Aarti Surfactants Limited, by way of a rights issue under section 62(1)(a) of the Act. As the allotment was made by way of a rights issue and not by way of a preferential allotment or private placement of shares or convertible debentures, reporting under clause 3(x)(b) of the Order is not applicable to the Company.

xi. In respect of fraud:

(a) To the best of our knowledge, no fraud by the Company or any fraud on the Company by its officers or employees has been noticed or reported during the year.

(b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.

(c) As represented to us by the Management, no whistle blower complaints were received by the Company during the year and up to the date of this report.

xii. The Company is not a Nidhi Company and hence reporting under clauses 3(xii)(a) to (c) of the Order is not applicable.

xiii. According to the information and explanations given to us and based on our examination of the books of account and records of the Company, in our opinion, the Company is in compliance with sections 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable Indian Accounting Standards.

xiv. The Company is not required to have an internal audit system under section 138 of the Act and hence reporting under clauses 3(xiv)(a) and (b) of the Order is not applicable.

xv. According to the information and explanations given to us and based on our examination of the books of account and records of the Company, during the year, the Company has not entered into any non-cash transactions with its directors or persons connected with them. Accordingly, reporting under clause 3(xv) of the Order is not applicable to the Company.

xvi. In respect of registration under the Reserve Bank of India Act, 1934:

(a) (b) and (c) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.



- (d) In our opinion, there is no core investment company within the group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- xvii. The Company has incurred cash losses of Rs. 10.67 lakhs during the financial year covered by our audit and Rs. 21.59 lakhs during the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year. Accordingly, reporting under clause 3(xviii) of the Order is not applicable to the Company.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management 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 the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. As per section 135 of the Act, the Company is not required to spend any amount towards Corporate Social Responsibility for the period under audit, hence reporting under clauses 3(xx)(a) and (b) of the Order is not applicable.
- xxi. The reporting under Clause 3(xxi) of the Order is not applicable in respect of the audit of these financial statements. Accordingly, no comment in respect of the said clause has been included in this report.

For **Gokhale & Sathe**  
Chartered Accountants  
Firm Registration Number: 103264W



**Uday Girjapure**  
Partner  
Membership Number: 161776  
UDIN: 26161776VKWGAE5641



Place: Mumbai  
Date: May 8, 2026

**ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS**

*(Referred to in paragraph 2(g) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Aarti HPC Limited of even date)*

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

We have audited the internal financial controls with reference to financial statements of Aarti HPC Limited (the "Company") as of 31 March 2026 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at 31 March 2026, based on the criteria for internal financial controls with reference to financial statements 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.

**Management's Responsibility for Internal Financial Controls**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. 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 with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the



assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

### Meaning of Internal Financial Controls with Reference to Financial Statements

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

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

### Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

For Gokhale & Sathe  
Chartered Accountants  
Firm Registration Number: 103264W



Uday Girjapure  
Partner  
Membership Number: 161776  
UDIN: 26161776VKWGAE5641



Place: Mumbai  
Date: May 8, 2026

AARTI HPC LIMITED  
Balance Sheet as at 31st March, 2026

|                                                                                  |          | (Rs in Lakhs)          |                        |
|----------------------------------------------------------------------------------|----------|------------------------|------------------------|
| Particulars                                                                      | Note No. | As at 31st March, 2026 | As at 31st March, 2025 |
| <b>ASSETS</b>                                                                    |          |                        |                        |
| <b>Non-Current Assets</b>                                                        |          |                        |                        |
| Property, Plant and Equipment                                                    | 1        | 237.14                 | 260.09                 |
| Capital Work-in-Progress                                                         | 1        | 141.18                 | 140.75                 |
| Intangible Assets                                                                |          | -                      | -                      |
| <b>Financial Assets</b>                                                          |          |                        |                        |
| Investments                                                                      |          | -                      | -                      |
| Other Financial Assets                                                           | 2        | 8.67                   | 8.67                   |
| Other Non-Current Assets                                                         |          | -                      | -                      |
| <b>Total Non-Current Assets</b>                                                  |          | <b>386.99</b>          | <b>409.51</b>          |
| <b>Current Assets</b>                                                            |          |                        |                        |
| Inventories                                                                      |          | -                      | -                      |
| <b>Financial Assets</b>                                                          |          |                        |                        |
| Trade Receivables                                                                |          | -                      | -                      |
| Cash and Cash Equivalents                                                        | 3        | 14.31                  | 13.33                  |
| Other Current Assets                                                             | 4        | 7.13                   | 5.54                   |
| <b>Total Current Assets</b>                                                      |          | <b>21.44</b>           | <b>18.88</b>           |
| <b>TOTAL ASSETS</b>                                                              |          | <b>408.43</b>          | <b>428.38</b>          |
| <b>EQUITY AND LIABILITIES</b>                                                    |          |                        |                        |
| <b>EQUITY</b>                                                                    |          |                        |                        |
| Equity Share Capital                                                             | 5        | 590.53                 | 575.00                 |
| Share Application Money                                                          |          | -                      | -                      |
| Other Equity                                                                     | 6        | -191.87                | -158.25                |
| <b>Total Equity</b>                                                              |          | <b>398.66</b>          | <b>416.75</b>          |
| <b>LIABILITIES</b>                                                               |          |                        |                        |
| <b>Non-Current Liabilities</b>                                                   |          |                        |                        |
| <b>Financial Liabilities</b>                                                     |          |                        |                        |
| Borrowings                                                                       |          | -                      | -                      |
| Other Financial Liabilities                                                      |          | -                      | -                      |
| Deferred Tax Liabilities (Net)                                                   |          | -                      | -                      |
| <b>Total Non-Current Liabilities</b>                                             |          | <b>-</b>               | <b>-</b>               |
| <b>Current Liabilities</b>                                                       |          |                        |                        |
| <b>Financial Liabilities</b>                                                     |          |                        |                        |
| Borrowings                                                                       |          | -                      | -                      |
| Trade Payables Due to:                                                           |          |                        |                        |
| Micro and Small Enterprises                                                      |          | -                      | -                      |
| Other Than Micro and Small Enterprises                                           | 7        | 9.24                   | 11.23                  |
| Other Current Liabilities                                                        |          | -                      | -                      |
| Provisions                                                                       | 8        | 0.53                   | 0.40                   |
| <b>Total Current Liabilities</b>                                                 |          | <b>9.77</b>            | <b>11.63</b>           |
| <b>Total Liabilities</b>                                                         |          | <b>9.77</b>            | <b>11.63</b>           |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                              |          | <b>408.43</b>          | <b>428.38</b>          |
| <b>Summary of Material Accounting Policies and other Explanatory Information</b> |          | <b>1-15</b>            |                        |

As per our report of even date  
For Gokhale & Sathe  
Chartered Accountants  
Firm Registration Number: 103264W

Partner  
Uday Girjapure  
M.No. 161776  
Place: Mumbai  
Date: 08.05.2026



For and on behalf of the Board  
For Aarti HPC Limited

*Nikhil P. Desai*  
Nikhil P. Desai  
Director  
DIN : 01660649

*Parimal H. Desai*  
Parimal H. Desai  
Director  
DIN : 00009272

**AARTI HPC LIMITED**  
**Statement of Profit and Loss for the year ended 31st March, 2026**

| Particulars                                                                      | Note No. | (Rs in Lakhs)                             |                                           |
|----------------------------------------------------------------------------------|----------|-------------------------------------------|-------------------------------------------|
|                                                                                  |          | For the Year<br>Ended 31st<br>March, 2026 | For the Year<br>Ended 31st<br>March, 2025 |
| <b>REVENUE</b>                                                                   |          |                                           |                                           |
| Revenue from Operations                                                          |          | -                                         | -                                         |
| Other Income                                                                     |          | -                                         | -                                         |
| <b>Total Revenue</b>                                                             |          | <u>-</u>                                  | <u>-</u>                                  |
| <b>EXPENSES</b>                                                                  |          |                                           |                                           |
| Cost of Materials Consumed (Incl. Packing Material, Fuel, Stores & Spares)       |          | -                                         | -                                         |
| Purchases of Stock-in-Trade                                                      |          | -                                         | -                                         |
| Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade    |          | -                                         | -                                         |
| Employee Benefits Expense                                                        |          | -                                         | -                                         |
| Finance Costs                                                                    |          | -                                         | -                                         |
| Depreciation and Amortisation Expenses                                           |          | -                                         | -                                         |
| Other Expenses                                                                   |          | 22.95                                     | 22.95                                     |
| <b>Total Expenses</b>                                                            | 9        | <u>10.67</u>                              | <u>21.59</u>                              |
|                                                                                  |          | <u>33.62</u>                              | <u>44.54</u>                              |
| <b>PROFIT BEFORE TAX</b>                                                         |          | <u>-33.62</u>                             | <u>-44.54</u>                             |
| <b>TAX EXPENSES</b>                                                              |          |                                           |                                           |
| Current Year Tax                                                                 |          | -                                         | -                                         |
| Earlier Year Tax                                                                 |          | -                                         | -                                         |
| MAT Credit Entitlement                                                           |          | -                                         | -                                         |
| Deferred Tax                                                                     |          | -                                         | -                                         |
| <b>Total Tax Expenses</b>                                                        |          | <u>-</u>                                  | <u>-</u>                                  |
| <b>PROFIT AFTER TAX</b>                                                          |          | <u>-33.62</u>                             | <u>-44.54</u>                             |
| <b>OTHER COMPREHENSIVE INCOME</b>                                                |          | -                                         | -                                         |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>                                   |          | <u>-33.62</u>                             | <u>-44.54</u>                             |
| <b>Earnings Per Equity Share (EPS) (in Rs)</b>                                   |          |                                           |                                           |
| Basic/Diluted                                                                    | 10       | -0.58                                     | -0.77                                     |
| <b>Summary of Material Accounting Policies and other Explanatory Information</b> | 1-15     |                                           |                                           |

As per our report of even date  
For Gokhale & Sathe  
Chartered Accountants  
Firm Registration Number: 103264W

Partner  
Uday Girjapure  
M.No. 161776  
Place: Mumbai  
Date: 08.05.2026



For and on behalf of the Board  
For Aarti HPC Limited

*Nikhil P. Desai*  
Nikhil P. Desai  
Director  
DIN : 01660649

*Parimal H. Desai*  
Parimal H. Desai  
Director  
DIN : 00009272

**AARTI HPC LIMITED****Statement of Changes in Equity for year ended 31st March, 2026****A. EQUITY SHARE CAPITAL**

(Rs in Lakhs)

|                                                         |        |
|---------------------------------------------------------|--------|
| As at 31st March, 2024                                  | 525.00 |
| Changes in equity share capital during the year 2024-25 | 50.00  |
| As at 31st March, 2025                                  | 575.00 |
| Changes in equity share capital during the year 2025-26 | 15.53  |
| As at 31st March, 2026                                  | 590.53 |

**B. OTHER EQUITY**

(Rs in Lakhs)

| Particulars                      | Other Equity         | Total Other Equity |
|----------------------------------|----------------------|--------------------|
|                                  | Reserves and Surplus |                    |
|                                  | Retained Earnings    |                    |
| Balance as at 1st April 2024     | (113.71)             | (113.71)           |
| Profit for the Period            | (44.54)              | (44.54)            |
| Stamp Duty Paid in Equity Shares | -                    | -                  |
| Balance as at 31st March, 2025   | (158.25)             | (158.25)           |
| Profit for the Period            | (33.62)              | (33.62)            |
| Stamp Duty Paid in Equity Shares | -                    | -                  |
| Balance as at 31st March, 2026   | (191.87)             | (191.87)           |

As per our report of even date

For Gokhale &amp; Sathe

Chartered Accountants

Firm Registration Number: 103264W

Partner

Uday Girjapure

M.No. 161776

Place: Mumbai

Date: 08.05.2026



For and on behalf of the Board

For Aarti HPC Limited

Nikhil P. Desai

Director

DIN : 01660649

Parimal H. Desai

Director

DIN : 00009272

## AARTI HPC LIMITED

## Cash Flow Statement for the period ended 31st March, 2026

(Rs in Lakhs)

| Particulars                                                     | 31.03.2026     | 31.03.2025     |
|-----------------------------------------------------------------|----------------|----------------|
| <b>A. Cash Flow from Operating Activities</b>                   |                |                |
| Net (Loss) before extraordinary items and tax                   | (33.62)        | (44.54)        |
| Adjusted for:                                                   |                |                |
| - Depreciation/Amortisation                                     | 22.95          | 22.95          |
| - Project Related Exps W/off                                    | -              | -              |
| <b>Change in current Assets &amp; Liabilities</b>               |                |                |
| Adjustments for increase / (decrease) in operating liabilities: |                |                |
| Other Current Assets, Current liabilities & Provisions          | (3.44)         | 5.29           |
| <b>Net Cash inflow/(out flow) from Operating Activities (A)</b> | <b>(14.11)</b> | <b>(16.30)</b> |
| <b>B. Cash Flow from Investing Activities</b>                   |                |                |
| Capital WIP                                                     | (0.43)         | (30.27)        |
| <b>Net Cash inflow/(outflow) from Investing activities (B)</b>  | <b>(0.43)</b>  | <b>(30.27)</b> |
| <b>C. Cash Flow from Financing Activities</b>                   |                |                |
| Net Proceeds from Shares Issued                                 | 15.53          | 50.00          |
| Stamp Duty Paid on Equity Shares                                | -              | -              |
| <b>Net Cash inflow from Financing Activities (C)</b>            | <b>15.53</b>   | <b>50.00</b>   |
| <b>Net increase in Cash and cash equivalents (A+B+C)</b>        | <b>0.98</b>    | <b>3.43</b>    |
| Cash and Cash equivalent as at the commencement of the period   | 13.33          | 9.91           |
| Cash and Cash equivalent as at the End of the period            | 14.31          | 13.33          |

**Note:**

(i) Cash and Cash equivalent is Cash and Bank Balances as per Balance Sheet.

As per our report of even date

For **Gokhale & Sathe**

Chartered Accountants

Firm Registration Number: 103264W



Partner

Uday Girjapure

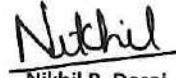
M.No. 161776

Place: Mumbai

Date: 08.05.2026



For Aarti HPC Limited



Nikhil P. Desai

Director

DIN : 01660649

For and on behalf of the Board



Parimal H. Desai

Director

DIN : 00009272

**1 Corporate Information**

Aarti HPC Limited ("the Company") is a public limited company domiciled in India and was newly incorporated by Aarti Surfactants Limited as its 100% subsidiary in the month of December 2019, for undertaking manufacturing opportunities in the home and personal care business. The registered office of the Company is situated in India and its holding company is Aarti Surfactants Limited.

The Company has not commenced commercial operations as at the reporting date. Its assets comprise leasehold land at Pithampur, Madhya Pradesh and capital work-in-progress in respect of a manufacturing facility under construction.

**2 Material Accounting Policies****A Basis of Preparation and Presentation**

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('Act') read with the Companies (Indian Accounting Standards) (Amendment) Rules, 2015 amended from time to time and other relevant provisions of the Act. The financial statements have been presented in the format prescribed by Division II of Schedule III to the Act.

The financial statements of the Company for the year ended 31.3.2026 were approved for issue in accordance with a resolution of the Board of Directors in its meeting held on 08th May, 2026.

The financial statements have been prepared on the historical cost basis, except for certain financial instruments measured at fair value.

These financial statements are presented in Indian Rupees (INR), which is also the functional currency of the Company. All amounts have been rounded off to the nearest lakh with two decimal places, except share data and where otherwise stated.

These financial statements have been prepared on a going concern basis. The Company has not commenced commercial operations and has accumulated losses of Rs. 191.87 lakhs as at 31 March 2026. The holding company, Aarti Surfactants Limited, has confirmed its intention and ability to provide such financial support as may be necessary to enable the Company to meet its liabilities as they fall due for a period of at least twelve months from the date of approval of these financial statements. Accordingly, the going concern basis of accounting remains appropriate.

Based on the nature of the Company's activities, the Company has ascertained its operating cycle to be twelve months for the purpose of the current / non-current classification of assets and liabilities.

**B Critical Accounting Estimates, Assumptions and Judgments**

The preparation of financial statements in conformity with Ind AS requires management to make estimates and judgements that affect the reported balances of assets and liabilities, the disclosure of contingent liabilities as at the reporting date and the reported amounts of income and expenses. Estimates and underlying assumptions are reviewed on an ongoing basis. The Company applies the following critical estimates and judgements:

(a) Impairment of property, plant and equipment and capital work-in-progress. The Company has not commenced operations and its assets do not currently generate independent cash inflows. Assessing whether the carrying amount of leasehold land and of the facility under construction is recoverable requires management to estimate the future cash flows expected from the project and to select an appropriate discount rate.

(b) Recoverability of deferred tax assets. No deferred tax asset has been recognised in respect of carried forward losses, as it is not probable at present that future taxable profits will be available against which those losses can be utilised. This assessment is revisited at each reporting date.

(c) Useful life of leasehold land. Amortisation is charged over the remaining tenure of the lease, currently assessed at 30 years from the date of the sale deed.

**C Summary of Material Accounting Policies****(a) Current and Non-Current Classification**

The Company presents assets and liabilities in the Balance Sheet based on Current/ Non-Current classification.

An asset is treated as Current when it is - expected to be realised or intended to be sold or consumed in normal operating cycle; held primarily for the purpose of trading; expected to be realised within twelve months after the reporting period; or cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. All other assets are classified as non-current.

A liability is considered as Current when - it is expected to be settled in normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within twelve months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.



**(b) Property, Plant and Equipment (PPE)**

Property, Plant and Equipment are stated at Cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

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 entity and the cost can be measured reliably.

Property, Plant and Equipment which are significant to the total cost of that item of Property, Plant and Equipment and having different useful life are accounted separately.

Capital work-in-progress comprises expenditure incurred on assets under construction that are not ready for their intended use at the reporting date, including directly attributable costs and borrowing costs capitalised. Capital work-in-progress is stated at cost less accumulated impairment losses, if any, and is not depreciated until the asset is ready for its intended use.

Leasehold land is carried within Property, Plant and Equipment and is amortised on a straight-line basis over the remaining tenure of the lease.

**(c) Capital Work-in-Progress and Borrowing Costs**

Borrowing costs directly attributable to the acquisition or construction of a qualifying asset are capitalised as part of the cost of that asset. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are recognised in the Statement of Profit and Loss in the period in which they are incurred. The Company has not incurred any borrowing costs during the current or previous year.

**(d) Impairment of Non-Financial Assets**

At each reporting date the Company assesses whether there is any indication that an asset may be impaired. If any such indication exists, the recoverable amount of the asset is estimated. Recoverable amount is the higher of fair value less costs of disposal and value in use. Where an individual asset does not generate cash inflows that are largely independent of those from other assets, the recoverable amount is determined for the cash generating unit to which the asset belongs. An impairment loss is recognised in the Statement of Profit and Loss whenever the carrying amount of an asset or a cash generating unit exceeds its recoverable amount. An impairment loss recognised in prior periods is reversed if there has been a change in the estimates used to determine the recoverable amount, limited to the carrying amount that would have been determined had no impairment loss been recognised.

**(e) Valuation of Inventories**

The Company held no inventories during the current or previous year. Accordingly, no inventory accounting policy is presented.

**(f) Cash and Cash Equivalents**

For the purpose of presentation in the Statement of Cash Flows, cash and cash equivalents include cash on hand, other short-term, highly liquid investments with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Cash and Cash Equivalents consist of balances with banks which are unrestricted for withdrawals and usages.

**(g) Revenue Recognition**

The Company has not commenced commercial operations and has earned no revenue during the current or previous year. When operations commence, revenue from the sale of goods will be recognised when control of the goods is transferred to the customer, at an amount that reflects the consideration to which the Company expects to be entitled, in accordance with Ind AS 115.



(h) **Depreciation/Amortization**

Depreciation and amortisation are provided on the straight line method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 except in respect of the following assets, where useful life is different than those prescribed in Schedule II, based on technical assessment by management:

| Sr. No. | Particulars    | Depreciation or Amortisation       |
|---------|----------------|------------------------------------|
| 1.      | Leasehold Land | Over the remaining tenure of lease |

Amortisation of leasehold land is charged over the lease tenure of 30 years from the date of the sale deed. Depreciation on additions to and disposals of assets during the year is provided on a pro-rata basis from, or up to, the date on which the asset is ready for its intended use or is derecognised. The residual values, useful lives and method of depreciation are reviewed at each financial year end and adjusted prospectively, if appropriate.

(i) **Foreign Currency Transactions**

The functional and presentation currency of the Company is the Indian Rupee. The Company entered into no foreign currency transactions during the current or previous year.

(j) **Leases**

The Company assesses whether a contract is, or contains, a lease at inception of the contract. Leasehold land acquired by way of a sale deed conferring substantially all of the risks and rewards incidental to ownership for the lease term is recognised within property, plant and equipment and amortised over the remaining tenure of the lease. The Company has no other lease arrangements as lessee or as lessor.

(k) **Finance Costs**

Borrowing costs are accounted for in accordance with policy (c) above. The Company incurred no finance costs during the current or previous year.

(l) **Provisions, Contingent Liabilities and Contingent Assets**

Provisions are recognised when there is a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, considering the risks and uncertainties surrounding the obligation.

Contingent liabilities may arise from litigation, taxation and other claims against the Company. Where it is management's assessment that the outcome is uncertain or cannot be reliably quantified, the claims are disclosed as contingent liabilities unless the likelihood of an adverse outcome is remote; such contingent liabilities are disclosed in the notes but are not provided for in the financial statements.

Contingent assets are not recognised but are disclosed in the notes where an inflow of economic benefits is probable.

Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.

(m) **Employee Benefits**

The Company had no employees during the current or previous year and accordingly no employee benefit cost or obligation has been recognised. Should the Company employ personnel in future periods, short-term employee benefits will be recognised at an undiscounted amount in the period in which the related services are rendered, and post-employment defined benefit obligations will be measured using the Projected Unit Credit Method.

(n) **Taxes on Income**

The tax expense for the period comprises of current tax and deferred income tax. Tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the Other Comprehensive Income or in Equity, in which case, the tax is also recognised in Other Comprehensive Income or Equity.

**Current Tax**

Tax on income for the current period is determined on the basis on estimated taxable income and tax credits computed in accordance with the provisions of the relevant tax laws and based on the expected outcome of assessments / appeals. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantially enacted, at the reporting date.

The company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognised amounts and where it intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

**Deferred Tax**

Deferred tax is recognised on temporary differences between carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax relating to items recognised outside the statement of profit and loss is recognised outside the statement of profit and loss, either in other comprehensive income or directly in equity. The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax assets to be recovered.



Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantially enacted by the end of the reporting period.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities.

No deferred tax asset has been recognised on unabsorbed depreciation and carried forward business losses as there is no convincing evidence at the reporting date that future taxable profit will be available against which such losses can be utilised.

**(o) Financial Instruments**

**A Financial Assets, Financial Liabilities and Equity Instruments**

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.

Financial assets of the Company comprise security deposits, bank balances and cash on hand, all of which are held within a business model whose objective is to collect contractual cash flows and are measured at amortised cost using the effective interest method. Financial liabilities of the Company comprise trade payables, which are measured at amortised cost. Equity instruments issued by the Company are recognised at the proceeds received, net of directly attributable issue costs.

The Company derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired.

The Company assesses at each date of balance sheet whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. The Company recognises lifetime expected losses for all contract assets and / or all trade receivables that do not constitute a financing transaction.

**(p) Earnings Per Shares**

Basic earnings per share are calculated by dividing the Profit or Loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the Profit or Loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effect of all dilutive potential equity shares.

Shares issued during the year are weighted for the period from the date of issue to the reporting date.

**(p) Statement of Cash Flows**

Cash flows are reported using the indirect method prescribed by Ind AS 7, whereby loss before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments, and items of income or expense associated with investing or financing cash flows. Cash flows are segregated into operating, investing and financing activities.

**(q) Segment Reporting**

The Company has not commenced commercial operations and does not have any reportable operating segment as at the reporting date. Segment information will be presented once operations commence and the Chief Operating Decision Maker begins to review discrete financial information.

**D Recent Accounting Pronouncements**

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2026, MCA has notified the amendment to Ind AS 21, The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability, effective for annual periods beginning on or after April 1, 2025. The Company has evaluated the amendment and there is no impact on its financial statements. There are no other standards or amendments notified but not yet effective that are expected to have a material impact on the Company.



FY 2025-26

| Particulars                            | GROSS BLOCK                   |             |          |                                | DEPRECIATION                  |                                    |          | NET BLOCK                      |                                |
|----------------------------------------|-------------------------------|-------------|----------|--------------------------------|-------------------------------|------------------------------------|----------|--------------------------------|--------------------------------|
|                                        | Balance as at 1st April, 2025 | Additions   | Deletion | Balance as at 31st March, 2026 | Balance as at 1st April, 2025 | Depreciation charge for the period | Deletion | Balance as at 31st March, 2026 | Balance as at 31st March, 2025 |
| <b>I Property, Plant and Equipment</b> |                               |             |          |                                |                               |                                    |          |                                |                                |
| Tangible Assets                        |                               |             |          |                                |                               |                                    |          |                                |                                |
| Freehold Land                          | -                             | -           | -        | -                              | -                             | -                                  | -        | -                              | -                              |
| Leasehold Land                         | 328.93                        | -           | -        | 328.93                         | 68.85                         | 22.95                              | -        | 91.79                          | 260.09                         |
| Buildings                              | -                             | -           | -        | -                              | -                             | -                                  | -        | -                              | -                              |
| Plant and Machinery                    | -                             | -           | -        | -                              | -                             | -                                  | -        | -                              | -                              |
| Furniture and Fixtures                 | -                             | -           | -        | -                              | -                             | -                                  | -        | -                              | -                              |
| Vehicles                               | -                             | -           | -        | -                              | -                             | -                                  | -        | -                              | -                              |
| <b>Total</b>                           | <b>328.93</b>                 | <b>-</b>    | <b>-</b> | <b>328.93</b>                  | <b>68.85</b>                  | <b>22.95</b>                       | <b>-</b> | <b>91.79</b>                   | <b>260.09</b>                  |
| <b>II Intangible Assets</b>            |                               |             |          |                                |                               |                                    |          |                                |                                |
| Product Registration Rights            | -                             | -           | -        | -                              | -                             | -                                  | -        | -                              | -                              |
| <b>Total</b>                           | <b>-</b>                      | <b>-</b>    | <b>-</b> | <b>-</b>                       | <b>-</b>                      | <b>-</b>                           | <b>-</b> | <b>-</b>                       | <b>-</b>                       |
| <b>III Gross Total</b>                 | <b>328.93</b>                 | <b>-</b>    | <b>-</b> | <b>328.93</b>                  | <b>68.85</b>                  | <b>22.95</b>                       | <b>-</b> | <b>91.79</b>                   | <b>260.09</b>                  |
| <b>Capital Work-in-Progress</b>        | <b>140.75</b>                 | <b>0.43</b> | <b>-</b> | <b>141.18</b>                  | <b>-</b>                      | <b>-</b>                           | <b>-</b> | <b>141.18</b>                  | <b>140.75</b>                  |

FY 2024-25

| Particulars                            | GROSS BLOCK                   |              |          |                                | DEPRECIATION                  |                                    |          | NET BLOCK                      |                                |
|----------------------------------------|-------------------------------|--------------|----------|--------------------------------|-------------------------------|------------------------------------|----------|--------------------------------|--------------------------------|
|                                        | Balance as at 1st April, 2024 | Additions    | Deletion | Balance as at 31st March, 2025 | Balance as at 1st April, 2024 | Depreciation charge for the period | Deletion | Balance as at 31st March, 2025 | Balance as at 31st March, 2024 |
| <b>I Property, Plant and Equipment</b> |                               |              |          |                                |                               |                                    |          |                                |                                |
| Tangible Assets                        |                               |              |          |                                |                               |                                    |          |                                |                                |
| Freehold Land                          | -                             | -            | -        | -                              | -                             | -                                  | -        | -                              | -                              |
| Leasehold Land                         | 328.93                        | -            | -        | 328.93                         | 45.90                         | 22.95                              | -        | 68.85                          | 283.03                         |
| Buildings                              | -                             | -            | -        | -                              | -                             | -                                  | -        | -                              | -                              |
| Plant and Machinery                    | -                             | -            | -        | -                              | -                             | -                                  | -        | -                              | -                              |
| Furniture and Fixtures                 | -                             | -            | -        | -                              | -                             | -                                  | -        | -                              | -                              |
| Vehicles                               | -                             | -            | -        | -                              | -                             | -                                  | -        | -                              | -                              |
| <b>Total</b>                           | <b>328.93</b>                 | <b>-</b>     | <b>-</b> | <b>328.93</b>                  | <b>45.90</b>                  | <b>22.95</b>                       | <b>-</b> | <b>68.85</b>                   | <b>283.03</b>                  |
| <b>II Intangible Assets</b>            |                               |              |          |                                |                               |                                    |          |                                |                                |
| Product Registration Rights            | -                             | -            | -        | -                              | -                             | -                                  | -        | -                              | -                              |
| <b>Total</b>                           | <b>-</b>                      | <b>-</b>     | <b>-</b> | <b>-</b>                       | <b>-</b>                      | <b>-</b>                           | <b>-</b> | <b>-</b>                       | <b>-</b>                       |
| <b>III Gross Total</b>                 | <b>328.93</b>                 | <b>-</b>     | <b>-</b> | <b>328.93</b>                  | <b>45.90</b>                  | <b>22.95</b>                       | <b>-</b> | <b>68.85</b>                   | <b>283.03</b>                  |
| <b>Capital Work-in-Progress</b>        | <b>110.49</b>                 | <b>39.26</b> | <b>-</b> | <b>149.75</b>                  | <b>-</b>                      | <b>-</b>                           | <b>-</b> | <b>149.75</b>                  | <b>110.49</b>                  |

Capital Work-in-Progress Ageing

Ageing for Capital Work-in-Progress as at 31st March, 2025 is as follows:

| Capital Work-in-Progress       | Amount in capital work-in-progress for the period at |             |                   | Total         |
|--------------------------------|------------------------------------------------------|-------------|-------------------|---------------|
|                                | Less than 1 year                                     | 1 - 2 years | More than 2 years |               |
| Projects in progress           | 0.43                                                 | -           | -                 | 141.18        |
| Projects temporarily suspended | -                                                    | -           | -                 | -             |
| <b>Total</b>                   | <b>0.43</b>                                          | <b>-</b>    | <b>-</b>          | <b>141.18</b> |

Ageing for Capital Work-in-Progress as at 31st March, 2025 is as follows:

| Capital Work-in-Progress       | Amount in capital work-in-progress for the period at |               |                   | Total         |
|--------------------------------|------------------------------------------------------|---------------|-------------------|---------------|
|                                | Less than 1 year                                     | 1 - 2 years   | More than 2 years |               |
| Projects in progress           | -                                                    | 140.75        | -                 | 140.75        |
| Projects temporarily suspended | -                                                    | -             | -                 | -             |
| <b>Total</b>                   | <b>-</b>                                             | <b>140.75</b> | <b>-</b>          | <b>140.75</b> |



**AARTI HPC LIMITED**
**2 Other Non Current Assets**

| Particulars  | (Rs in Lakhs)          |                        |
|--------------|------------------------|------------------------|
|              | As at 31st March, 2026 | As at 31st March, 2025 |
| Deposits     | 8.67                   | 8.67                   |
| <b>TOTAL</b> | <b>8.67</b>            | <b>8.67</b>            |

**3 CASH AND CASH EQUIVALENTS:**

| Particulars                      | As at 31st March, |              |
|----------------------------------|-------------------|--------------|
|                                  | 2026              | 2025         |
| Cash on hand                     | 0.07              | 0.07         |
| Bank balance in Current Accounts | 14.24             | 13.26        |
| <b>TOTAL</b>                     | <b>14.31</b>      | <b>13.33</b> |

**4 Other Current Assets**

| Particulars                                                     | As at 31st March, |             |
|-----------------------------------------------------------------|-------------------|-------------|
|                                                                 | 2026              | 2025        |
| Balance with Customs, Central Excise, GST and State Authorities | 7.13              | 5.54        |
| Prepaid Expenses                                                | -                 | -           |
| <b>TOTAL</b>                                                    | <b>7.13</b>       | <b>5.54</b> |

**5 EQUITY SHARE CAPITAL:**

| Particulars                              | Rs in Lakhs   |               |
|------------------------------------------|---------------|---------------|
|                                          |               |               |
| <b>Authorised Share Capital</b>          |               |               |
| Equity Shares of 10/- each               | 1,500         | 1,500         |
| <b>Issued, Subscribed &amp; Paid up</b>  |               |               |
| Equity Shares of 10/- each fully paid up | 590.53        | 575.00        |
| <b>TOTAL</b>                             | <b>590.53</b> | <b>575.00</b> |

**Reconciliation of the number of Shares outstanding as on 31st March, 2026:**

| Particulars                                            | No of Shares     |
|--------------------------------------------------------|------------------|
| Equity Shares at the beginning of the year 2022-23     | 5,000            |
| Equity Shares issued during the year FY 2022-2023      | 4745000          |
| <b>Equity Shares at the end of the year 31.03.2023</b> | <b>47,50,000</b> |
| Equity Shares issued during the year FY 2023-2024      | 500000           |
| <b>Equity Shares at the end of the year 31.03.2024</b> | <b>52,50,000</b> |
| Equity Shares issued during the year FY 2024-2025      | 500000           |
| <b>Equity Shares at the end of the year 31.03.2025</b> | <b>57,50,000</b> |
| Equity Shares issued during the year FY 2025-2026      | 1,55,250         |
| <b>Equity Shares at the end of the year 31.03.2026</b> | <b>59,05,250</b> |

**Details of shareholders holding more than 5% shares:**

| Particulars               | Financial Year |           |
|---------------------------|----------------|-----------|
|                           | 2025-26        | 2024-25   |
| Aarti Surfactants Limited | 100%           | 100%      |
| No of Shares Held         | 59,05,250      | 57,50,000 |

**The details of Equity Shares outstanding during last 5 years:**

| Particulars                      | Financial Year |           |
|----------------------------------|----------------|-----------|
|                                  | 2025-26        | 2024-25   |
| No. of Equity Shares outstanding | 59,05,250      | 57,50,000 |



## 6 OTHER EQUITY:

| Particulars                    | As at 31st March,<br>2026 | As at 31st March,<br>2025 |
|--------------------------------|---------------------------|---------------------------|
| <b>Profit and Loss Account</b> |                           |                           |
| Opening balance                | (158.25)                  | (113.71)                  |
| Addition:                      |                           |                           |
| Net Profit/(Loss) for the year | (33.62)                   | (44.54)                   |
| Closing Balance                | (191.87)                  | (158.25)                  |

| Particulars                             | As at 31st March,<br>2026 | As at 31st March,<br>2025 |
|-----------------------------------------|---------------------------|---------------------------|
| <b>7 Current FINANCIAL LIABILITIES:</b> |                           |                           |
| Trade Payables                          | 9.24                      | 11.23                     |
| <b>TOTAL</b>                            | <b>9.24</b>               | <b>11.23</b>              |

Ageing for Trade Payables Outstanding as on 31st March 2026 is as follows:

| Particulars                 | Outstanding for following periods from due date of payment |                  |           |           |                   | Total |
|-----------------------------|------------------------------------------------------------|------------------|-----------|-----------|-------------------|-------|
|                             | Not Due                                                    | Less than 1 year | 1-2 years | 2-3 years | More than 3 years |       |
| (i) MSME*                   | -                                                          | -                | -         | -         | -                 | -     |
| (ii) Others                 | -                                                          | -                | 9.24      | -         | -                 | 9.24  |
| (iii) Disputed Dues - MSME  | -                                                          | -                | -         | -         | -                 | -     |
| (iv) Disputed Dues - Others | -                                                          | -                | -         | -         | -                 | -     |
| <b>Total</b>                | -                                                          | -                | 9.24      | -         | -                 | 9.24  |

Ageing for Trade Payables Outstanding as on 31st March 2025 is as follows:

| Particulars                 | Outstanding for following periods from due date of payment |                  |           |           |                   | Total |
|-----------------------------|------------------------------------------------------------|------------------|-----------|-----------|-------------------|-------|
|                             | Not Due                                                    | Less than 1 year | 1-2 years | 2-3 years | More than 3 years |       |
| (i) MSME*                   | -                                                          | -                | -         | -         | -                 | -     |
| (ii) Others                 | -                                                          | 11.23            | -         | -         | -                 | 11.23 |
| (iii) Disputed Dues - MSME  | -                                                          | -                | -         | -         | -                 | -     |
| (iv) Disputed Dues - Others | -                                                          | -                | -         | -         | -                 | -     |
| <b>Total</b>                | -                                                          | 11.23            | -         | -         | -                 | 11.23 |

| Particulars                            | As at 31st March,<br>2026 | As at 31st March,<br>2025 |
|----------------------------------------|---------------------------|---------------------------|
| <b>8 OTHER CURRENT LIABILITIES:</b>    |                           |                           |
| Other Current Liabilities & Provisions | 0.53                      | 0.40                      |
| <b>TOTAL</b>                           | <b>0.53</b>               | <b>0.40</b>               |

| Particulars | As at 31st March,<br>2026 | As at 31st March,<br>2025 |
|-------------|---------------------------|---------------------------|
|-------------|---------------------------|---------------------------|

## 9 OTHER EXPENSES:

Office Administrative Expenses:

|                             |              |              |
|-----------------------------|--------------|--------------|
| Bank Charges                | 0.00         | 0.01         |
| Misc. Expenses/Charges      | 0.16         | 0.25         |
| Lease Rent (Exps)           | 2.47         | 3.45         |
| Labour Charges              | 3.88         | 13.68        |
| Power                       | 1.80         | 1.22         |
| Repairs and Maintenance     | 1.58         | 2.61         |
| Water Charges               | 0.28         | 0.23         |
| Legal and Professional Exps | 0.34         | -            |
| Auditor Remuneration        | 0.15         | 0.15         |
| <b>Total</b>                | <b>10.67</b> | <b>21.59</b> |



**AARTI HPC LIMITED**

**10 EARNINGS PER SHARE**

| Particulars                                                          | For the Year Ended<br>31st March, 2026 | For the Year Ended<br>31st March, 2025 |
|----------------------------------------------------------------------|----------------------------------------|----------------------------------------|
| Profit after tax as per statement of profit and loss                 | -33.62                                 | -44.54                                 |
| Weighted average number of equity shares for basic EPS<br>(in No.)   | 58,25,286                              | 57,50,000                              |
| Weighted average number of equity shares for diluted EPS<br>(in No.) | 58,25,286                              | 57,50,000                              |
| Face value of equity shares (in Rs.)                                 | 10                                     | 10                                     |
| Earnings per share Basic (in Rs.)                                    | -0.58                                  | -0.77                                  |
| Earnings per share Diluted (in Rs.)                                  | -0.58                                  | -0.77                                  |

**11** There are no Micro, Small and Medium Enterprises, as defined in the Micro, Small and Medium Enterprises Development Act, 2006, to whom the Company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made. The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company.

**12 Related Party Disclosures**

**12.1 Holding Company**

| Sr. No. | Name of the Related Party | Relationship    |
|---------|---------------------------|-----------------|
| 1       | Aarti Surfactants Limited | Holding Company |

**12.2 Transactions during the year with Related Parties**

| Sr. No. | Name of the Related Party                      | (Rs. in Lakhs) |            |
|---------|------------------------------------------------|----------------|------------|
|         |                                                | FY 2025-26     | FY 2024-25 |
| 1       | Investment by Holding Company in Share Capital | 15.53          | 50.00      |

**12.3 Balances outstanding at the end of the year with Related Parties**

| Sr. No. | Name of the Related Party                        | (Rs. in Lakhs) |            |
|---------|--------------------------------------------------|----------------|------------|
|         |                                                  | FY 2025-26     | FY 2024-25 |
| 1       | Closing Balance of Investment by Holding Company | 590.53         | 575.00     |



AARTI HPC LIMITED

13 FINANCIAL INSTRUMENTS

A Fair Value Measurement Hierarchy

(Rs. in Lakhs)

| Particulars                  | As at 31st March, 2026 |                     |         |         |
|------------------------------|------------------------|---------------------|---------|---------|
|                              | Carrying Amount        | Level of Input Used |         |         |
|                              |                        | Level 1             | Level 2 | Level 3 |
| <b>Financial Assets</b>      |                        |                     |         |         |
| <b>At Amortised Cost</b>     |                        |                     |         |         |
| Trade Receivables            | -                      | -                   | -       | -       |
| Cash and Cash Equivalents    | 14.31                  | -                   | -       | -       |
| Other Financial Assets       | 8.67                   | -                   | -       | -       |
| <b>At FVTOCI</b>             |                        |                     |         |         |
| Investments                  | -                      | -                   | -       | -       |
| <b>Financial Liabilities</b> |                        |                     |         |         |
| <b>At Amortised Cost</b>     |                        |                     |         |         |
| Borrowings                   | -                      | -                   | -       | -       |
| Other Financial Liabilities  | -                      | -                   | -       | -       |
| Trade Payables               | 9.24                   | -                   | -       | -       |
| Other Current Liabilities    | -                      | -                   | -       | -       |

| Particulars                  | As at 31st March, 2025 |                     |         |         |
|------------------------------|------------------------|---------------------|---------|---------|
|                              | Carrying Amount        | Level of Input Used |         |         |
|                              |                        | Level 1             | Level 2 | Level 3 |
| <b>Financial Assets</b>      |                        |                     |         |         |
| <b>At Amortised Cost</b>     |                        |                     |         |         |
| Trade Receivables            | -                      | -                   | -       | -       |
| Cash and Cash Equivalents    | 13.33                  | -                   | -       | -       |
| Other Financial Assets       | 8.67                   | -                   | -       | -       |
| <b>At FVTOCI</b>             |                        |                     |         |         |
| Investments                  | -                      | -                   | -       | -       |
| <b>Financial Liabilities</b> |                        |                     |         |         |
| <b>At Amortised Cost</b>     |                        |                     |         |         |
| Borrowings                   | -                      | -                   | -       | -       |
| Other Financial Liabilities  | -                      | -                   | -       | -       |
| Trade Payables               | 11.23                  | -                   | -       | -       |
| Other Current Liabilities    | -                      | -                   | -       | -       |

The financial instruments are categorised into three levels based on the inputs used to arrive at fair value measurements as described below:

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

Level 2: Input other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and

Level 3: Inputs based on unobservable market data.



**B. Financial Risk Management**

The Company's principal financial liabilities comprise Borrowing, trade payable and other unsecured Lendings. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets includes Customer Receivable, Investment and cash equivalents that derive directly from its operations.

**Maturity profile of non-derivative financial liabilities as on 31st March, 2026**

| Particulars                 | Upto 1 year | Between 1 and 5 years | Beyond 5 years | Total |
|-----------------------------|-------------|-----------------------|----------------|-------|
| Trade payables              | 9.24        | -                     | -              | 9.24  |
| Other financial liabilities | -           | -                     | -              | -     |
| Total                       | 9.24        | -                     | -              | 9.24  |

**Maturity profile of non-derivative financial liabilities as on 31st March, 2025**

| Particulars                 | Upto 1 year | Between 1 and 5 years | Beyond 5 years | Total |
|-----------------------------|-------------|-----------------------|----------------|-------|
| Trade payables              | 11.23       | -                     | -              | 11.23 |
| Other financial liabilities | -           | -                     | -              | -     |
| Total                       | 11.23       | -                     | -              | 11.23 |



14.1 In the opinion of the Board, except as otherwise stated, the Current Assets and Loans and Advances have a value on realization at least equal to amounts at which they are stated in the Balance Sheet.

14.2 **Additional regulatory information required by schedule III to the Companies Act, 2013**

- (a) The Company does not have any immovable property whose title deeds are not in the company name.
- (b) The Company has not granted any loans or advances to promoters, directors, key managerial personnel (KMPs), and related parties.
- (c) The Company has not revalued its property, plant and equipment, including right-of-use assets, or its intangible assets during the year.
- (d) The Company does not have any benami property held in its name. No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.
- (e) The Company has complied with the requirement with respect to number of layers as prescribed under section 2(87) of the Companies Act, 2013 read with the Companies (Restriction on number of layers) Rules, 2017.
- (f) Utilisation of borrowed funds and share premium:
  - (i) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
    - 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 to or on behalf of the ultimate beneficiaries.
  - (ii) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
    - 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.
- (g) There is no income surrendered or disclosed as income during the year in tax assessments under the Income Tax Act, 1961 (such as search or survey), that has not been recorded in the books of account.
- (h) The Company has not traded or invested in crypto currency or virtual currency during the year.
- (i) The Company has not been declared a wilful defaulter by any bank or financial institution or other lender.
- (j) The Company has not been sanctioned any working capital limits on the basis of security of current assets, and accordingly the filing of quarterly returns or statements does not arise.

14.3 **Disclosure for Struck off companies**

The company does not have any transactions with companies struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956.



15 Ratio Analysis

| Sr. No. | Ratio                      | Numerator                        | Denominator                                                                                   | As at 31st March 2026 | As at 31st March 2025 | % Change |
|---------|----------------------------|----------------------------------|-----------------------------------------------------------------------------------------------|-----------------------|-----------------------|----------|
| 1       | Current ratio              | Current Assets                   | Current Liabilities = Total current liabilities                                               | 2.19                  | 1.62                  | 35.25%   |
| 2       | Return on Equity ratio     | Profit after tax                 | Average total equity<br>[Equity = Equity share capital + Other equity]                        | -2.06%                | -2.69%                | -23.36%  |
| 3       | Return on Capital Employed | Earnings before interest and tax | Average Capital Employed<br>[Capital Employed = Total Equity + Total non-current liabilities] | -2.06%                | -2.69%                | -23.36%  |

Notes: Explanation for Change in ratio by more than 25%

(i) Increase in Current Assets is on account of increase in Current Assets during the year.

Following ratios are not applicable as the company has not commenced commercial operations:

(i) Turnover ratio

