H. S. JANI & ASSOCIATES
CHARTERED ACCOUNTANTS

CA HERSH SAMIR JANI
B. Com,
LL. B, FCA, D.I.S.A.(I.C.A.I.)

STATUTORY AUDIT REPORT
FAITH INDUSTRIES LIMITED
FOR THE YEAR ENDED ON 31.03.2026

1011, Shilp Epitome, B/H Rajpath Club, S.G. Highway, Ahmedabad-380054. Tel./Fax: +91 079 26583708

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H.S.JANI & ASSOCIATES
Hersh Samir Jani
B.com, LL.B, FCA, D.I.S.A (I.C.A.I.)

INDEPENDENT AUDITOR'S REPORT

To the Members of
FAITH INDUSTRIES LIMITED.

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of FAITH INDUSTRIES LIMITED ("the Company"), which comprise the balance sheet as at 31st March 2026, the statement of profit and loss, and statement of cash flows for the year then ended, and notes to the Financial Statements, including a summary of significant 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 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, and its profit/loss, 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 Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Amphasis on matter

We draw your attention to Note 37(A) of the Financial Statements, wherein it is indicated that a fire incident occurred on 22nd May 2026 at the Company's manufacturing facility; subsequent to the reporting date but prior to the approval of these Financial Statements. As stated in the said note, the incident resulted in damage to certain property, plant and equipment and inventories. The Company is in the process of assessing the extent of the loss and pursuing insurance claims in respect thereof. Pending completion of the assessment and determination of the related insurance recoveries, the financial impact of the incident cannot presently be estimated with reasonable certainty. Accordingly, the said event has been considered as a non-adjusting event and no adjustment has been made to the Financial Statements for the year ended March 31, 2026.

Our opinion is not modified in respect of this matter.

H. S. JANI & ASSOCIATES M. No. 124104 CHARTERED ACCOUNTANTS

A - 1011, Shilp Epitome, Behind Rajpath Club, Bodakdev, Ahmedabad - 380054. Gujarat, India. t +91 98254 57510 e hershjani@yahoo.co.in

"Information Other than the Financial Statements and Auditor's Report Thereon"

The Company's Board of Directors is responsible for the other information. The other information comprises the Management Discussion and Analysis, Board's report and shall form part of annual report of the company but does not include the financial statements and our auditor's report thereon.The said reports are 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 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.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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a. 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.

b. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls

c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

d. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

e. 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 to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

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1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure A a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143(3) of the Act, we report that:

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

   (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

   (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

   (d) In our opinion, the aforesaid Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

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

   (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

   (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

      a. The Company does not have any pending litigations which would impact its financial position.

      b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

      c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

      d. i. The management has represented that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

         ii The management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded

H.S. JANI & ASSOCIATES CHARTERED ACCOUNTANTS M.No. 124104 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;

iii Based on such audit procedures which we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.

e The company has not declared or paid any dividend during the year is in accordance with section 123 of the Companies Act 2013", Hence clause not applicable.

f Based on our examination, which included test checks, the Company has used accounting softwares for maintaining its books of account for the financial year ended March 31, 2026 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the softwares. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2026.

For H.S. Jani & Associates,
Chartered Accountants,
FRN: 127515W

H. S. JANI & ASSOCIATES
M.No. 124104
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CA. **Hersh S Jani**
Proprietor
Mem. No.: 124104
UDIN:25124104BMLFJY7517

Place: Ahmedabad
Date: 10/07/2026

ANNEXURE TO THE AUDITORS' REPORT

The Annexure referred to in our report to the members of FAITH INDUSTRIES LIMITED for the year ended 31st March, 2026.

On the basis of the information and explanation given to us during the course of our audit, we report that:

1. (a) A. the company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;

   B. the company is maintaining proper records showing full particulars of intangible assets;

   (b) Property, Plant and Equipment have been physically verified by the management at reasonable intervals; and any material discrepancies were noticed on such verification and if so, the same have been properly dealt within the books of account;

   (c) The company does not have any immovable property (other than properties where the company is lessee and the lease agreements are duly executed in the favour of the company) for which title deeds are not held in the name of the company. Accordingly, the requirement to disclose detalis relating to title deeds of immovable properties not held in the name of the company is not applicable .

   (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year and, if so, whether the revaluation is based on the valuation by a Registered valuer; specify the amount of change, if change is 10% or more in the aggregate of the net carrying value of each class of Property, Plant and Equipment or intangible assets;

   (e) No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions(Prohibition) Act, 1988 (45 of 1988) and rules made thereunder, if so, whether the Company has appropriately disclosed the details in its financial statements;

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

   (b) During any point of time of the year, the company has been been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets;

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

   (a) During the year the company has not provided loans or provided advances in the nature of loans, or stood guarantee, or provided security to any other entity [not applicable to companies whose principal business is to give loans],

   (b) The investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees

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provided are not prejudicial to the company's interest;.

(c) in respect of loans and advances in the nature of loans the schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts are regular;

(d) No the amount is overdue, and no steps are required by the company for recovery of the principal and interest;

(e) No loan or advance in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to the same parties.

(f) The company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment,

4. in respect of loans, investments, guarantees, and security, whether provisions of sections 185 and 186 of the Companies Act have been complied with,

5. in respect of deposits accepted by the company or amounts which are deemed to be deposits, the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules made thereunder, where applicable, have been complied with,

6. Maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act and whether such accounts and records have been so made and maintained;

7 (a) The company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities.

(b) where statutory dues referred to in sub-clause (a) have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned. N.A

8. No transactions unrecorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), if so, whether the previously unrecorded income has been properly recorded in the books of account during the year;

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

(b) The company is not declared a wilful defaulter by any bank or financial institution or other lender;

(c) Term loans were applied for the purpose for which the loans were obtained;

(d) funds raised on short term basis have not been utilised for long term purposes,

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

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

10. (a) No moneys have been raised by way of initial public offer or further public offer (including debt instruments) during the year ;

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

11. (a) No fraud by the company or any fraud on the company has been noticed or reported during the year,

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;

(c) The auditor has considered whistle-blower complaints, if any, received during the year by the company;

12. (a) whether the Nidhi Company has complied with the Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability;

(b) Whether the Nidhi Company is maintaining ten percent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability;

(c) whether there has been any default in payment of interest on deposits or repayment thereof for any period and if so, the details thereof;

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

14. (a) whether the company doent not have an internal audit system commensurate with the size and nature of its business;

(b) the reports of the Internal Auditors is not required considereing the size of the company for the period under audit.

15. The company has not entered into any non-cash transactions with directors or persons connected with him and if so, whether the provisions of section 192 of Companies Act have been complied with;

16. (a) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934).

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

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

(d) the Group does not have more than one CIC as part of the Group,

17. The company has not incurred any cash losses in the financial year and in the immediately preceding financial year, if so, state the amount of cash losses;

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18. there has not been any resignation of the statutory auditors during the year,

19. on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, the auditor is of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date;

20. (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Hence reporting under clause is not applicable to the company for the year under report

(b) In our opinion, there are no ongoing projects towards Corporate Social Responsibility (CSR) requiring a transfer to special account in compliance with the provision of sub-section (6) of section 135 of the said Act. Hence reporting under this clause is not applicable to the company for the year under report.

21. Requirements of preparing & issuing of consolidated financial statements are not applicable to the company and hence reporting under this clause is not applicable to the company for the year under report.

H. S. JANI & ASSOCIATES M.No. 124104 CHARTERED ACCOUNTANTS

for H. S. JANI & ASSOCIATES
Chartered Accountants

CA HERSH SAMIR JANI
701/702, SAKAR-V, BH. NATRAJ CINEMA,
ASHRAM ROAD, AHMEDABAD-380009
GUJARAT

Place : **AHMEDABAD**
Date : 10/07/2026

ANNEXURE - B TO THE AUDITORS' REPORT

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

We have audited the internal financial controls over financial reporting of **FAITH INDUSTRIES 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.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that

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

Opinion

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

For H. S. Jani & Associates,
Chartered Accountants,
FRN: 127515W

H. S. JANI & ASSOCIATES
M.No. 124104
CHARTERED ACCOUNTANTS

CA. **Hersh Samir Jani**
Proprietor
Mem. No.: 124104
UDIN:25124104BMLFJY7517

Place: Ahmedabad
Date: 10.07.2026

FAITH INDUSTRIES LIMITED
(CIN: U51909GJ1995PLC024823)

BALANCE SHEET AS AT MARCH 31, 2026

	Particulars	Note	As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
I	**EQUITY AND LIABILITIES**			
1	**Shareholders' Funds**			
	(a) Share Capital	3	1,389.87	463.29
	(b) Reserve & Surplus	4	1,847.21	1,742.74
			3,237.08	**2,206.03**
2	**Non-current liabilities**			
	(a) Long-term borrowings	5	1,214.17	279.81
	(b) Deferred Tax Liabilities	6	120.32	80.23
	(c) Other long-term liabilities	9	-	23.67
	(d) Long-term provisions	7	34.33	-
			1,368.81	**383.71**
3	**Current liabilities**			
	(a) Short Term Borrowings	5	2,480.42	3,473.12
	(b) Trade payables			
	Total outstanding dues of micro, small and medium enterprises	8	106.35	16.73
	Total outstanding dues of creditors other than micro, small and medium enterprises	8	901.21	115.04
	(c) Other current liabilities	9	443.43	485.70
	(d) Short Term Provisions	7	422.35	211.93
			4,353.76	**4,302.52**
	Total		**8,959.65**	**6,892.25**
II	**ASSETS**			
1	**Non-current assets**			
	(a) Property, Plant & Equipment	10	1,427.85	1,214.43
	(b) Long-Term Loans & Advances	11	355.17	812.27
	(c) Other Non-Current Assets	15	13.54	18.67
			1,796.57	**2,045.37**
2	**Current assets**			
	(a) Inventories	12	3,579.96	2,246.71
	(b) Trade receivables	13	1,856.26	1,745.00
	(c) Cash and Bank Balances	14	236.98	182.01
	(d) Short-Term Loans & Advances	11	1,488.68	673.16
	(e) Other current assets	15	1.21	-
			7,163.08	**4,846.87**
	Total		**8,959.65**	**6,892.25**

As per our report of even date attached
For, H. S. Jani & Associates
Chartered Accountants
Firm Regd. No. 127515W
UDIN : 25124104BMLFJY7517

For & on behalf of Board of Directors,
Faith Industries Limited
CIN: U51909GJ1995PLC024823

Rajeev.K

Rajeev Kankariya
Whole-Time Director
(DIN: 09243577)

Kankariya Karan Virendra
Managing Director & CFO
(DIN: 07432222)

Hersh S. Jani
Proprietor
Membership No.: 124104

Place : Ahmedabad
Date : 10.07.2026

Nikita Sadhwani
Company Secretary
(PAN: EEVPS4120C)

Place : Ahmedabad
Date : 10.07.2026

H. S. JANI & ASSOCIATES CHARTERED ACCOUNTANTS
M.No. 124104

FAITH INDUSTRIES LIMITED
(CIN: U51909GJ1995PLC024823)

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED MARCH 31, 2026

	Particulars	Note	Year Ended March 31, 2026 (Rs. In Lacs)	Year Ended March 31, 2025 (Rs. In Lacs)
I	**INCOME:**			
	Revenue from operations	16	12,988.66	9,403.85
	Other Incomes	17	71.28	51.03
	Total		**13,059.94**	**9,454.88**
II	**EXPENSES:**			
(a)	Cost of materials consumed	18	5,634.53	6,256.02
(b)	Purchases of stock-in-trade	19	3,472.99	810.05
(c)	Change In Inventories Of Finished Goods, Work In-Progress & Stock In Trade	20	575.47	(311.18)
(d)	Employee benefits expense	21	649.15	590.75
(e)	Finance costs	22	350.98	366.67
(f)	Depreciation & amortization	23	71.94	69.06
(g)	Other expenses	24	827.67	929.80
	Total		**11,582.72**	**8,711.17**
IV	**Profit before exceptional, extraordinary and prior period items and tax**		**1,477.22**	**743.71**
V	Exceptional Items	-	-	-
VI	**Profit before extraordinary and prior period items and tax**		**1,477.22**	**743.71**
VII	Extraordinary Items	-	-	-
VIII	**Profit before prior period items and tax**		**1,477.22**	**743.71**
IX	Prior Period Items	-	-	-
III	**Profit before tax (I-II)**		**1,477.22**	**743.71**
IV	Tax expense:			
	Current tax	25	359.21	191.28
	Deferred tax	25	11.31	10.72
V	**Profit/(loss) for the period (III-IV)**		**1,106.70**	**541.72**
VI	**Basic & diluted earnings per share of face value of Rs.10 each fully paid up**			
	Basic	28	7.96	3.90
	Diluted	28	7.96	3.90

As per our report of even date attached
For, H. S. Jani & Associates
Chartered Accountants
Firm Regd. No. 127515W
UDIN : 25124104BMLFJY7517

Hersh S. Jani
Proprietor
Membership No.: 124104

Place : Ahmedabad
Date : 10.07.2026

For & on behalf of Board of Directors,
Faith Industries Limited
CIN: U51909GJ1995PLC024823

Rajeev Kankariya
Whole-Time Director
(DIN: 09243577)

Kankariya Karan Virendra
Managing Director & CFO
(DIN: 07432222)

Nikita Sadhwani
Company Secretary
(PAN: EEVPS4120C)

Place : Ahmedabad
Date : 10.07.2026

H. S. JANI & ASSOCIATES CHARTERED ACCOUNTANTS M.No. 124104

FAITH INDUSTRIES LIMITED
(CIN: U51909GJ1995PLC024823)

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2026

	Particulars	Year Ended March 31, 2026 (Rs. In Lakhs)	Year Ended March 31, 2025 (Rs. In Lakhs)
A	**Cash flow from operating activities**		
	Profit before tax	**1,477.22**	**743.71**
	Adjustments for :		
	Add: Depreciation & Amortisation expense	71.94	69.06
	Add: Finance costs	350.98	366.67
	Add: Loss on Fixed Assets	-	8.16
	Less: Unrealised foreign exchange gain	(17.89)	-
	Less: Income Refund receivable written-off directly to opening reserve	(6.56)	-
	Less: Provision of gratuity directly adjusted to opening reserve	(40.32)	-
	Less: Interest Income	(26.22)	(9.21)
	Operating profit before working capital changes	**1,809.16**	**1,178.39**
	Changes in operating assets and liabilities:		
	Adjustment for (increase) / Decrease in operating assets		
	Inventories	(1,333.26)	(232.64)
	Trade Receivables	(91.79)	(193.70)
	Other Non-current Assets	5.13	0.81
	Short-term loans & advances	(818.39)	(216.13)
	Other Current Assets	(1.21)	-
	Adjustment for Increase / (Decrease) in operating liabilities:		
	Trade Payables	875.53	(235.72)
	Other long-term Liabilities	(23.67)	23.67
	Other Current liabilities	(47.59)	30.71
	Long-Term Provision	34.33	-
	Short-Term Provision	31.99	(14.69)
	Cash flow generated from operations	**440.22**	**340.71**
	Direct taxes paid (net)	(178.09)	(43.20)
	NET CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES (A)	**262.13**	**297.51**
B	**Cash flows from investing activities**		
	Purchase of Property, Plant & Equipments	(223.60)	(190.77)
	Sale of Property, Plant & Equipments	-	0.50
	Property Advances received back	395.83	-
	Loans (given to) / received back from non related parties (on which interest income is earned)	54.39	(54.39)
	Loans (given to) / received back from related parties (on which interest income is earned)	(53.45)	(11.04)
	Bank / Fixed Deposits matured	0.06	29.72
	Interest Income Received	26.22	9.21
	NET CASH FLOW FROM / (USED IN) IN INVESTING ACTIVITIES (B)	**199.45**	**(216.77)**

H. S. JANI & ASSOCIATES
M.No. 124104
CHARTERED ACCOUNTANTS

FAITH INDUSTRIES LIMITED
(CIN: U51909GJ1995PLC024823)

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2026

	Particulars	Year Ended March 31, 2026 (Rs. In Lakhs)	Year Ended March 31, 2025 (Rs. In Lakhs)
C	**Cash flows from financing activities**		
	Proceeds from Long-Term Borrowings	1,201.52	314.35
	Repayment of Long-Term Borrowings	(240.23)	(369.59)
	Proceeds / (Repayment) of Short-term Borrowings	(1,070.16)	367.77
	Increase in Lease Liabilities	53.29	-
	Finance costs paid	(350.98)	(366.67)
	NET CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES (C)	**(406.56)**	**(54.13)**
	NET INCREASED / (DECREASED) IN CASH AND CASH EQUIVALENTS (A + B + C)	**55.03**	**26.60**
	Cash and cash equivalents at the beginning of the year	150.18	123.58
	Cash and cash equivalents at the end of the year / period	**205.22**	**150.18**

Notes:

(i). The above cash flow statement has been prepared under the "Indirect Method" as set out in AS-3 Statement of Cash Flows.

(ii). Figures in brackets represent outflow of cash & cash equivalents.

Particulars	Year Ended March 31, 2026 (Rs. In Lakhs)	Year Ended March 31, 2025 (Rs. In Lakhs)
Cash and Bank Balances as per Statement of Assets and Liabilities (as reported in note-14)	236.98	182.01
Less: Other bank balances		
Bank Deposits with original maturity more than 3 months but less than 12 months	31.76	31.82
Cash and Cash Equivalents for Cash Flow Purposes	**205.22**	**150.18**

(iii). Previous Period's / Year's figures have been re-grouped / Re-Classified where necessary to make it comparable with the current period.

As per our report of even date attached
For, H. S. Jani & Associates
Chartered Accountants
Firm Regd. No. 127515W
UDIN : 25124104BMLFJY7517

Hersh S. Jani
Proprietor
Membership No.: 124104

Place : Ahmedabad
Date : 10.07.2026

For & on behalf of Board of Directors,
Faith Industries Limited
CIN: U51909GJ1995PLC024823

Rajeev Kankariya
Whole-Time Director
(DIN: 09243577)

Kankariya Karan Virendra
Managing Director & CFO
(DIN: 07432222)

Nikita Sadhwani
Company Secretary
(PAN: EEVPS4120C)

Place : Ahmedabad
Date : 10.07.2026

H. S. JANI & ASSOCIATES CHARTERED ACCOUNTANTS M.No. 124104

FAITH INDUSTRIES LIMITED
(CIN: U51909GJ1995PLC024823)

BASIS OF PREPARATION & SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDED MARCH 31, 2026

1 Corporate Information :

Faith Industries Limited (Referred as "the company" hereinafter) (CIN: U51909GJ1995PLC024823) is unlisted Public Limited Company, incorporated on 1st March, 1995 and having registered office at 701, Shapath-1, S. G. Road, Ahmedabad, Gujarat-380015.

The company is mainly engaged in the business of manufacturing of "PVC Additives (Such as Stabilizers, Lubricants, Waxes etc.)" and having manufacturing unit at 1148, Uma Converter Lane, Santej, Kalol, Gujarat-382621. The company not only operates pan India but also having customer base in over 35 countries across the world.

2 Significant Accounting Policies :

a Basis of Preparation and Presentation of Financial Statements:

The Balance Sheet of the company as at March 31, 2026;
The Statement of Profit & Loss of the company for financial year ended March 31, 2026;
The Statement of Cash Flows of the company for financial year ended March 31, 2026; and
The Notes to Financial Statements (together referred to as "the Financial Statements");

are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on accrual basis. GAAP comprises mandatory Accounting Standards as specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 as amended from time to time and the Companies Act, 2013.

b Use of estimates

The preparation of the Financial Information in conformity with the generally accepted accounting principles requires the Management to make estimates and assumptions that affects the reported balances of assets and liabilities and disclosures relating to the contingent assets and liabilities at the date of financial statements and the reported amount of income and expenses during the period / year. Management believes that the estimates and assumptions used in the preparation of financial statements are prudent and reasonable. Actual results could differ from those estimates. Any difference between the actual results and estimates are recognized in the year in which the results are known / materialized. Any revision to accounting estimates is recognized prospectively in the current and future years.

c Revenue Recognition

(i) Revenue from sale of goods is recognized when significant risk and rewards of ownership of the goods have been passed to the buyer and it is reasonable to expect ultimate collection. Sale of goods is recognized net of GST, trade discounts and other taxes as the same is recovered from customers and passed on to the government.
(ii) Interest is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.
(iii) Income from export incentives is recognized as on accrual basis.

d Foreing Currency Transactions

(i) Initial recognition
Transactions in foreign currency are accounted for at exchange rates prevailing on the date of the transaction.

(ii) Measurement of foreign currency monetary items at Balance Sheet date
Foreign currency monetary items as at Balance Sheet date at the period-end's / year-end's conversion rates of currency.

(iii) Exchange difference
Exchange differences arising on settlement of monetary items are recognized as income or expense in the period in which they arise.

Exchange difference arising on re-statement of foreign currency monetary items as at the period-end / year-end being difference between exchange rate prevailing on initial recognition on reporting date and as at current reporting date is adjusted in the Statement of Profit & Loss for the respective year.

e Property, Plant and Equipment
Tangible Assets

The tangible items held with the intention of being used in the process of production or supply of goods or services, for rental to others or for administrative purposes and which are expected to be used for a period of more than 12 months, are classified as Property, Plant & Equipment (PPE). PPE is stated at acquisition cost; net of accumulated depreciation and accumulated impairment losses, if any. Subsequent costs are included in the assets' carrying amount, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs & maintenance are charged to the Statement of Profit & Loss, during the period in which they are incurred. PPE, which are not ready for intended use as on the date of Balance Sheet are disclosed as "Capital work-in-progress". Gains or losses arising on retirement or disposal of PPE are recognized in Statement of Profit and Loss.

Cost of an item of property, plant and equipment comprises of the purchase price, including import duties, if any, non-refundable purchase taxes, after deducting trade discounts and rebates, and costs that are directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

H. S. JANI & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 124104

f Depreciation And Amortization:

Depreciation of Tangible Assets: -

Depreciation is provided on Written Down Value Method over the useful life of the assets as prescribed under Part C of Schedule II of Companies Act, 2013. Depreciation method, useful lives and residual values are reviewed at each Financial Period / Year End and adjusted prospectively, if appropriate. Depreciation is not provided on assets which are not ready for intended use (i.e. under work-in-progress).

Class of Asset	Useful life as per Schedule-II
Buildings	60 years
Plant & Machinery	15 years
Computers	3 years
Office Equipments	5 years
Furniture & Fixtures	10 years
Vehicles	8 years
Workshop Equipments	10 years

g Inventories

Inventories are stated at the lower of cost and net realizable value. The cost of finished goods and work in progress includes raw materials, direct labour, other direct costs, storage costs and related production overheads which are necessary in the production process. Borrowing costs are included in the cost of finished goods in case of inventories which necessarily take a substantial period of time to get ready for its intended use or sale.

Cost is determined using FIFO Method.

Net realizable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.

Materials and other supplies held for use in the production of inventories (finished goods, work-in-progress) are not written down below the cost if the finished products in which they will be used are expected to sell at or above the cost.

h Impairment of Assets

The carrying amounts of assets are reviewed at each balance sheet date to determine if there is any indication of impairment based on internal / external factors. An asset is treated as impaired when the carrying cost of assets exceeds its realizable value. Impairment is charged to the statement of profit & loss in the period / year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of the recoverable amount.

i Employee Benefits

(i) Short-term employee benefits

Short term employee benefits are recognized as an expense at the undiscounted amounted in the statement of Profit and loss for the period / year which includes benefits like salary, wages, bonus and are recognized as expenses in the period in which the employee renders the related service

(ii) Post-Employment benefits:

Defined Contribution Plan:

The Company has Defined Contribution Plans in the form of Provident Fund for all employees, which is administered by Regional Provident Fund Commissioner. Under Provident Fund Scheme, the company has to contribute certain % of the basic salary to the fund. There is no further obligation beyond making the contributions. The Company's contributions to Defined Contribution plans are charged to the Statement of Profit and Loss as and when incurred.

Defined benefit Plans:

The Company has a Defined Benefit Plan for post-employment benefit in the form of Gratuity. Under this plan, every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is unfunded.

Liability for the same is provided on the basis of Acturial Valuation, as at the Balance Sheet date, carried out by an independent actuary. The actuarial method used for measuring the liability is the Projected Unit Credit method.

j Borrowing Cost

Borrowing costs are interest, commitment charges and other costs incurred by an enterprise in connection with Short Term/ Long-Term borrowing of funds. Borrowing cost directly attributable to acquisition or construction of qualifying assets are capitalized as a part of the cost of the assets, up to the date the asset is ready for its intended use. All other borrowing costs are recognized in the Statement of Profit and Loss in the period / year in which they are incurred.

H.S. ... & ASSOCIATES
M.No. 124104
CHARTERED ACCOUNTANTS

BASIS OF PREPARATION & SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDED MARCH 31, 2026

k Earnings Per Share

Basic earnings per equity share is computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares outstanding during the period. Diluted earnings per equity share is computed by dividing the net profit attributable to the equity holders of the company after adjusting for diluted earning, by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares). Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

The number of equity shares and potentially dilutive equity shares are adjusted retrospectively for all periods presented for any share splits and bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.

l Taxation

Provision for current taxation is made on the basis of taxable income computed after taking into consideration benefits admissible in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax resulting from "timing difference" between books and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. Where there is unabsorbed depreciation or carry forward losses, deferred tax asset is recognized if there is virtual certainty supported by convincing evidence that future taxable income will be available against which such deferred tax assets can be realized. Other deferred tax assets are recognized only to the extent there is reasonable certainty of realization in future. Such assets are reviewed at each Balance sheet date to reassess realization.

m Provisions, Contingent Liabilities and Contingent Assets

(i) Provisions

A provision is recognized when the Company has a present obligation as a result of past event, if 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 obligation.

(ii) Contingent Liability

Contingent Liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

(iii) Contingent Assets

Contingent Assets are neither recognized nor disclosed in the financial statements.

n Segment Reporting

The Company is engaged in manufacturing of a wide range of PVC Additives which includes PVC Stabilizers, Lubricants, Waxes etc. Considering the nature of Business and Financial Reporting of the Company, the Company is operating in only one segment. Hence Segment reporting is not applicable.

o Cash and Cash Equivalents-

Cash and cash equivalents comprise Cash-on-hand and balances with bank. The company also considers all highly liquid investments as Cash & Cash equivalents if they are either purchased with original maturity of 3 months or less OR are readily convertible to the known amount of cash.

p Purchase and Expenditure

(a) Purchase of materials or stock-in-trade are recorded at cost when risk and rewards lying in Goods are transferred in favour of the Company. Purchases are shown at net of trade discounts, taxes, purchase returns and rate differences. Discount given is recognised as and when it is actually given to the customers.

(b) Major items of expenses are accounted on accrual basis and net of taxes / Input tax credit available. Necessary provisions are made at the period / year end for ascertained liabilities.

(c) Pre-operative expenditure incurred during the construction period will be capitalized under the respective assets as the part of indirect construction cost to the extent the indirect expenses related to the assets.

(d) Other indirect expenditure incurred during the construction period which is not directly related to construction activity or which is not identical thereto is written off over a period of 5 years to the project started from the period / year in which the commencement of commercial production.

H. S. JANI & ASSOCIATES
M.No. 124104
CHARTERED ACCOUNTANTS

BASIS OF PREPARATION & SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDED MARCH 31, 2026

q Statement of cash flows

Cash flows are reported using the indirect method, whereby profit/loss before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts and payments. Cash flow for the period / year are classified by operating, investing and financial activities.

r Leases:

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Company as a lessee
The Company applies a single recognition and measurement approach for all finance leases, except for short-term leases and leases of low-value assets (i.e. operating leases). Under finance leases, the Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

i Right of use assets

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated amortization and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are amortized on a straight-line basis over the lease term.

ii Lease Liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments are fixed payments. In calculating the present value of lease payments, the Company uses the interest rate implicit in the lease.

After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification due to a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

iii Short-term leases and leases of low-value assets (i.e. operating leases)

The Company considers short-term leases and leases of low-value assets as operating leases.

Short-term leases are those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option.

Lease payments on short-term leases and leases of low value assets are recognised as expense on a straight-line basis over the lease term.

s Prepaid Expenses / Charges

Expenses which are paid in advance for which economic benefit is not received by the company in a particular financial year are treated as "Prepaid Expenses / Charges" and the same are accumulated & presented under "short-term loans & advances". The same is charged to Statement of Profit & Loss in subsequent financial year in which the economic benefit is received by the company.

t Share Issue Expenses

Transactions costs incurred by the company in respect of issue of equity shares under the proposed Initial Public Offerings (IPO) are accumulated & presented under "other current assets". The same shall be adjusted against the security premium received after the successful issue of equity shares.

H. S. JANI & ASSOCIATES
M.No. 124104
CHARTERED ACCOUNTANTS

FAITH INDUSTRIES LIMITED
(CIN: U51909GJ1995PLC024823)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

3	Share Capital	As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
	Authorised Capital		
	2,50,00,000 Equity Shares of Rs. 10/- Par Value (As at March 31, 2026 and March 31, 2025 - 70,00,000 Equity Shares of Rs. 10/- Each)	2,500.00	700.00
	Issued, Subscribed & Paid-up Capital		
	1,38,98,700 Equity Shares of Rs. 10/- Par Value (As at March 31, 2026 and March 31, 2025 - 46,32,900 Equity Shares of Rs 10/- each)	1,389.87	463.29
	Total	**1,389.87**	**463.29**

(a) Reconciliations of authorised share capital and issued, subscribed & paid-up Capital as at March 31, 2026 and March 31, 2025 are set out below:-

Particulars	Authorized Capital (No. of Shares In Lacs)	
	As at March 31, 2026	As at March 31, 2025
Shares at the beginning	70.00	70.00
Add: Addition - Increase in Capital	180.00	-
Less: Deletion	-	-
Shares at the end	**250.00**	**70.00**

Particulars	Authorized Capital (Rs. In Lacs)	
	As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
Shares at the beginning	700.00	700.00
Add: Addition - Increase in Capital	1,800.00	-
Less: Deletion	-	-
Shares at the end	**2,500.00**	**700.00**

Particulars	Issued, Subscribed & Paid-up Capital (No. of Shares In Lacs)	
	As at March 31, 2026	As at March 31, 2025
Shares at the beginning	46.33	46.33
Add: Addition - Issue of Bonus shares	92.66	-
Less: Deletion	-	-
Shares at the end	**138.99**	**46.33**

Particulars	Issued, Subscribed & Paid-up Capital (Rs. In Lacs)	
	As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
Shares at the beginning	463.29	463.29
Add: Addition - Issue of Bonus shares	926.58	-
Less: Deletion	-	-
Shares at the end	**1,389.87**	**463.29**

H. S. JANI & ASSOCIATES
M. No. 124104
CHARTERED ACCOUNTANTS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

(b) The details of shares held by shareholders holding more than 5% shares of the company:

No. of Equity shares (in lacs) held by along with holding percentage:	As at March 31, 2026	As at March 31, 2025
Fine Investment Pvt Ltd	19.05	6.35
%	13.70	13.70
M/s. Premraj Kankariya HUF	9.18	3.06
%	6.60	6.60
Mr. Rajeev Kankariya	41.32	13.77
%	29.73	29.73
M/s. Kankariya Vinaychand Premraj HUF	11.71	3.90
%	8.42	8.42
Mr. Kankariya Karan Virendra	36.40	12.13
%	26.19	26.19

(c) Disclosure of Shareholding of Promoters:
(Promoter here means Promoter as defined under the Companies Act, 2013, as amended)

i. Change in shareholding of promoters during the year-ended March 31, 2026:

No. of Equity shares (in lacs) held by along with holding percentage	As at March 31, 2026	As at March 31, 2025	change during the year
Fine Investment Pvt Ltd	19.05	6.35	12.70
%	13.70	13.70	-
Mr. Rajeev Kankariya	41.32	13.77	27.55
%	29.73	29.73	-
Mr. Kankariya Karan Virendra	36.40	12.13	24.27
%	26.19	26.19	-

Note: During the year ended March 31, 2026, there was a change in the promoters of the Company pursuant to the corporate restructuring and other actions undertaken in connection with the proposed Initial Public Offering (IPO) of the Company's equity shares.

The change in promoters classification has been carried out in accordance with the applicable provisions of the relevant laws, regulations and approvals, wherever required. The aforesaid change has no impact on the Company's financial performance, financial position or cash flows for the year ended March 31, 2026.

Consequent to such change, above stated persons / parties were continued as promotors of the company while following persons / parties are no-longer remain promotors of the company:

M/s. Premraj Kankariya HUF, M/s. Vinit Kankariya HUF, M/s. Virendra Kankariya HUF, Mr. Vinit V Kankariya, Mr. Virendra Vinaychand Kankariya, M/s. Kankariya Vinaychand Premraj HUF, Mr. Vinaychand, Kankariya Holdings Private Limited, Mr. Shah Punvant Pukhraj, Ms. Aastha Virendra Kankariya, Ms. Aditi Vinit Kankariya.

H.S. JANI & ASSOCIATES CHARTERED ACCOUNTANTS M.No. 124104

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

ii. Change in shareholding of promoters during the year-ended March 31, 2025:

No. of Equity shares (in lacs) held by along with holding percentage	As at March 31, 2025	As at March 31, 2024	change during the year
Fine Investment Pvt Ltd	6.35	6.35	-
%	13.70	13.70	-
M/s. Premraj Kankariya HUF	3.06	3.06	-
%	6.60	6.60	-
M/s. Vinit Kankariya HUF	0.75	3.15	(2.40)
%	1.62	6.80	(5.18)
M/s. Virendra Kankariya HUF	0.60	3.00	(2.40)
%	1.30	6.48	(5.18)
Mr. Rajeev Kankariya	13.77	11.37	2.40
%	29.73	24.55	5.18
Mr. Vinit V Kankariya	0.42	0.42	-
%	0.90	0.90	-
Mr. Virendra Vinaychand Kankariya	0.42	0.42	-
%	0.90	0.90	-
M/s. Kankariya Vinaychand Premraj HUF	3.90	3.90	-
%	8.42	8.42	-
Mr. Kankariya Karan Virendra	12.13	9.73	2.40
%	26.19	21.01	5.18
Mr. Vinaychand	0.42	0.42	-
%	0.90	0.90	-
Kankariya Holdings Private Limited	1.68	1.68	-
%	3.62	3.62	-
Mr. Shah Punvant Pukhraj	0.12	0.12	-
%	0.25	0.25	-
Ms. Aastha Virendra Kankariya	2.25	2.25	-
%	4.87	4.87	-
Ms. Aditi Vinit Kankariya	0.46	0.46	-
%	1.00	1.00	-

H. S. JANI & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 124104

FAITH INDUSTRIES LIMITED
(CIN: U51909GJ1995PLC024823)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

(d) **Rights, Preferences and Restrictions**

The Company has single class of equity shares of Rs. 10 per share. Accordingly, all equity shares rank equally with regard to dividend and share in the company's residual assets. The equity shares are entitled to receive dividend as declared from time to time. The voting rights of an equity shareholder on a poll (not on show of hands) are in proportion to its share of the paid-up equity capital of the company. Voting rights cannot be exercised in respect of shares which are fully paid. Dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting (AGM).

Failure to pay any amount called up on shares may lead to forfeiture of the shares.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(e) As reported in Foot-note (g), except Bonus Shares issued during the year ended March 31, 2026; the Company has not alloted any shares pursuant to contract(s) without payment being received in Cash during the period of 5 years immediately preceding the Balance Sheet date i.e. March 31, 2026.

(f) As reported in Foot-note (g), except Bonus Shares issued during the year ended March 31, 2026; the Company has neither issued Bonus Shares nor allotted any shares on payment being received in cash during the period of 5 years immediately preceding the Balance Sheet date i.e. March 31, 2026

(g) During the period ended March 31, 2026; the Company has issued 92,65,800 bonus shares i.e. Two (2) new fully paid-up equity shares for every One (1) existing fully paid-up equity shares held, having face value of Rs. 10/- (Rupees Ten Only) by utilising surplus balance of Profit & Loss, pursuant to the shareholders' approval received through Extra Ordinary General Meeting held on 18th March, 2026. Details of parties to whom Bonus Shares issued as specified hereinafter:

Particulars	**(No. of Shares In Lacs)**	**Bonus Share Capital (Rs. In Lacs)**
Fine Investment Private Limited	12.70	126.99
Kankariya Holdings Private Limited	3.35	33.53
M/s. Kankariya Vinaychand Premraj HUF	7.80	78.03
M/s. Premraj Kankariya HUF	6.12	61.20
M/s. Vinit Kankariya HUF	1.50	15.00
M/s. Virendra Kankariya HUF	1.20	12.00
Mr. Kankariya Karan Virendra	24.27	242.66
Mr. Shah Punvant Pukhraj	0.23	2.32
Mr. Rajeev Kankariya	27.55	275.48
Mr. Vinaychand	0.83	8.34
Mr. Vinit V Kankariya	0.83	8.34
Mr. Virendra Vinaychand Kankariya	0.83	8.34
Mrs. Aastha Virendra Kankariya	4.51	45.09
Mrs. Aditi Vinit Kankariya	0.93	9.27
Total Bonus Shares Issued	**92.66**	**926.58**

(h) The company has not bought back shares during the period of 5 year immediately preceeding the Balance Sheet date.

(i) The Company has not reserved any share for issue under options and contracts or commitments for the sale of shares or disinvestment.

(j) The company has increased its Authorised Share Capital from Rs. 700 Lacs (divided into 70 Lacs shares of Rs. 10 each) to Rs. 2500 Lacs (divided into 250 Lacs shares of Rs. 10 each) vide a resolution passed at EGM of the company held at registered office of the company on March 18, 2026.

H. S. JANI & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 124104

FAITH INDUSTRIES LIMITED
(CIN: U51909GJ1995PLC024823)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

4	Reserve and Surplus	As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
	a. Securities Premium		
	Opening Balance	322.25	322.25
	Add: Addition during the year / period	-	-
	Less: Utilised during the year / period	-	-
	Closing Balance	322.25	322.25
	b. Retained Earning		
	Opening Balance	1,420.49	878.77
	Add: Amount transferred from Profit & Loss Account	1,106.70	541.72
	Less: Items of profit and loss recognised directly in retained earnings (incl. deferred tax thereon)	(75.65)	-
	Less: Utilised against issuance of bonus shares	(926.58)	-
	Add: Appropriations during the year/period	-	-
	Closing Balance	**1,524.96**	**1,420.49**
	Total	**1,847.21**	**1,742.74**

Description of Items of Reserve & Surplus:

Equity Security Premium: The amount received in excess of face value of the equity shares is recognised in equity security premium. Being realised in cash, the same can be utilised by the company for issuance of bonus shares and writing of share issue expenses.

Retained earnings: Retained earnings (accumulated profit & loss till the balance sheet date) can be utilised by the company for distribution to its equity shareholders of the company. The amount that can be distributed by the Company as dividends to its equity shareholders is determined based on the requirements of the Companies Act, 2013. Thus, the amounts reported above are not distributable in entirety.

5	Borrowings	As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
	Long-Term:		
	(a) Secured Borrowings		
	(i) Term Loans from Banks	973.55	349.77
	(ii) Vehicle Loans from Banks & NBFCs	18.97	37.36
	(iii) Dropline Overdraft Facilities from Banks	358.37	-
	Less : Current maturities of term loans	(176.55)	(91.41)
	Less : Current maturities of vehicle loans	(10.71)	(18.38)
	Closing Balance	**1,163.63**	**277.32**
	(b) Unsecured Borrowings		
	(i) Term Loans from Banks	-	-
	(ii) Dropline Overdraft Facilities from NBFCs	-	2.48
	Less : Current maturities of term loans	-	-
	Closing Balance	-	**2.48**
	(c) Lease Obligation		
	For Industrial Lands & Sheds taken on lease	53.29	-
	Less: Current maturities of lease liabilities	(2.75)	-
	Closing Balance	**50.53**	-
	Total	**1,214.17**	**279.81**
	Short-Term:		
	(a) Secured Borrowings		
	Working Capital Loans From Banks (Repayable on Demand)	2,293.16	3,363.32
	Current maturities of term & vehicle loans	187.26	109.80
	Closing Balance	**2,480.42**	**3,473.12**
	(b) Unsecured Borrowings		
	Current maturities of term loans	-	-
	Closing Balance	-	-
	Total	**2,480.42**	**3,473.12**

H. S. JANI & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 124104

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Note-i. Details of security given against borrowings:

i. Vehicle Loans: The same are secured against hypothication of respective vehicles.

ii. Term Loans from Banks, Dropline Overdraft Facilities, Working Capital Loans:

The same are secured by way of:

- Hypothecation on all current assets as well as the Property, Plant & Equipments of the company, both present & future

- Mortgage on properties:
(1) Industrial property situated at Block No. 1148 at Santej, Kalol, Gandhinagar owned by the company,
(2) Commercial Property at office no. 701, Sapath-1, Bodakdev, Ahmedabad owned by the company
(3) Industrial Properties situated at Block No. 1149 & 1150 at Santej, Kalol, Gandhinagar owned by M/s. Faith Inter Trade,
(4) Bungalow No. 12, Kalhar Bungalows, Shilaj, Ahmedabad owned by M/s. Nakoda Bhairav Developers Private Limited,
(5) Bungalow No. 11, Kalhar Bungalows, Shilaj, Ahmedabad owned by M/s. Askar Reality Private Limited

- Personal guarantee of promotor directors & relatives: (1) Virendra Kankariya, (2) Vinit Kankariya, (3) Rajeev Kankariya (4) Karan Kankariya (5) Vinaychand Kankariya

- Corporate guarantee of (1) Fine Investment Private Limited (2) Kankariya Holdings Private Limited (3) M/s. Faith Inter Trade

Note-ii. Terms of Repayment & Interest Rates:

Type of Loans	Repayment & Interest Terms
(a) Secured Business Term Loans from Banks:	
HDFC Bank Sanctioned Amount: 445.00 Lacs	Repayable in 96 equal monthly installments starting from May, 2020. Effective Interest Rate: 8.40% p.a.
HDFC Bank Sanctioned Amount: 600.00 Lacs	Repayable in 120 monthly installments starting from March, 2026. Effective Interest Rate: 8.25% p.a.
HDFC Bank Sanctioned Amount: 100.00 Lacs	Repayable in 65 monthly installments starting from June, 2022. Effective Interest Rate: 8.15% p.a.
HDFC Bank Sanctioned Amount: Rs. 240.00 Lacs	Repayable in 60 monthly installments starting from January, 2025. Effective Interest Rate: 8.75% p.a.
HDFC BANK Sanctioned Amount: Rs. 243 Lacs	Repayable in 35 monthly installments starting from November, 2021. Effective Interest Rate: 10.00% p.a. This loan is fully repaid during the year ended March 31, 2025.
HDFC BANK Sanctioned Amount: Rs. 75.00 Lacs	Repayable in 30 monthly installments starting from November, 2021. Effective Interest Rate: 10.00% p.a. This loan is fully repaid during the year ended March 31, 2025.
(b) Vehicle Loans from Banks:	
HDFC Bank (Car) Sanctioned Amount: 20.01 Lacs	Repayable in 60 equal monthly installments starting from December, 2023. Effective Interest Rate: 9.00% p.a. This loan is fully repaid by the company till the signing of this Financial statement.
HDFC Bank (Car) Sanctioned Amount: 10.50 Lacs	Repayable in 60 equal monthly installments starting from July, 2022. Effective Interest Rate: 8.00% p.a. This loan is fully repaid by the company till the signing of this Financial statement.
HDFC Bank (Car) Sanctioned Amount: 18.07 Lacs	Repayable in 48 equal monthly installments starting from December, 2022. Effective Interest Rate: 8.00% p.a. This loan is fully repaid by the company till the signing of this Financial statement.
Mahindra & Mahindra Financial Services Ltd (Car) Sanctioned Amount: 7.80 Lacs	Repayable in 60 equal installments starting from September, 2021. Effective Interest Rate: 10.00% p.a. This loan is fully repaid by the company till the signing of this Financial statement.
Daimler Financial Services India Pvt. Ltd (Car) Sanctioned Amount: Rs. 27.52 Lacs	Repayable in 48 equal installments starting from September, 2022. Effective Interest Rate: 10.50% p.a. This loan is fully repaid during the year ended March 31, 2026.
HDFC Bank (Car) Sanctioned Amount: 15.99 Lacs	Repayable in 60 equal installments starting from September, 2020. Effective Interest Rate: 8.00% p.a. This loan is fully repaid during the year ended March 31, 2026.
(c) Secured Dropline facilities from banks:	
HDFC Bank Sanctioned Amount: Rs. 684 Lacs	Dropline Overdraft Facilities granted for 120 months starting from January, 2026. Effective Interest Rate: 8.50% p.a.

H S JANI & ASSOCIATES CHARTERED ACCOUNTANTS M.No. 124104

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

(d) Unsecured Dropline facilities from NBFCs:	
L&T Finance Limited Sanctioned Amount: Rs. 75 Lacs	Dropline Overdraft Facilities granted for 36 months starting from October, 2024. Effective Interest Rate: 14.50% p.a. This loan is fully repaid and closed during the year ended March 31, 2026.
Tata Capital Limited Sanctioned Amount: Rs. 70 Lacs	Dropline Overdraft Facilities granted for 24 months starting from October, 2024. Effective Interest Rate: 14.00% p.a. This loan is fully repaid and closed during the year ended March 31, 2026.
Bajaj Finance Limited Sanctioned Amount: Rs. 76.08 Lacs	Dropline Overdraft Facilities granted for 18 months starting from October, 2024. Effective Interest Rate: 15.00% p.a. This loan is fully repaid and closed during the year ended March 31, 2026.
(e) Working Capital Loans from Banks:	
Axis Bank (Working Capital - Cash Credit) Sanctioned Limit: Rs. 1843.00 Lacs	Repayable on Demand. Effective Interest Rate: 7.90% p.a.
Axis Bank (Working Capital - ECLGS Limit) Sanctioned Limit: Rs. 140.00 Lacs	Repayable on Demand. Effective Interest Rate: 9.00% p.a.
HDFC Bank (Working Capital - Cash Credit) Sanctioned Limit: Rs. 1577.00 Lacs	Repayable on Demand. Effective Interest Rate: 7.90% p.a.

6	**Deferred Tax Liabilities**	**As at March 31, 2026 (Rs. In Lacs)**	**As at March 31, 2025 (Rs. In Lacs)**
	Deferred Tax Liabilities		
	Depreciation on Property, Plant & Equipment	133.89	80.23
		133.89	**80.23**
	Deferred Tax Assets		
	Provision for Gratuity	13.57	-
		13.57	**-**
	Total	**120.32**	**80.23**

7	**Provisions**	**As at March 31, 2026 (Rs. In Lacs)**	**As at March 31, 2025 (Rs. In Lacs)**
	Long-Term		
	Provision for Gratuity	34.33	-
	Total	**34.33**	**-**
	Short-Term		
	Provision for Gratuity	19.59	-
	Provision for Leave Encashment	14.38	12.16
	Provision for Income tax	377.00	198.57
	Provision for Expenses	11.38	1.20
	Total	**422.35**	**211.93**

8	**Trade payables**	**As at March 31, 2026 (Rs. In Lacs)**	**As at March 31, 2025 (Rs. In Lacs)**
	Undisputed & due for payment:		
	Total outstanding dues of micro, small and medium enterprises	106.35	16.73
	Total outstanding dues of creditors other than micro, small and medium enterprises	901.21	115.04
	Total	**1,007.56**	**131.77**

H. S. JANI & ASSOCIATES
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CHARTERED ACCOUNTANTS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

(i) Ageing for trade payables:

Particulars		As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
MSME Payables (undisputed):			
O/s. for the following periods from due date of payment:			
	Less than 1 Year	106.35	16.73
	1-2 Years	-	-
	2-3 years	-	-
	More than 3 years	-	-
Non - MSME Payables (Undisputed):			
O/s. for the following periods from due date of payment:			
	Less than 1 Year	895.13	109.11
	1-2 Years	0.13	2.28
	2-3 years	2.28	3.66
	More than 3 years	3.66	-

(iii) Due to Micro, Small & Medium Enterprises:

	Particulars	As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
a	The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year		
	(i) Principal amount due to micro enterprises and small enterprises	106.35	16.73
	(ii) Interest due on above	-	-
b	The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	-	-
c	"The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006".	-	-
d	The amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-
e	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006	-	-

(iii). There are neither unbilled trade payables nor payables which are outstanding but not due for payment at any reporting date.
(iv). As confirmed by the management and verified from the books of account, there were no instances of delayed payments to Micro and Small Enterprises (MSME) suppliers beyond the stipulated period of 45 days under the provisions of the Micro, Small and Medium Enterprises Development Act, 2006 during any of the three financial years under review.

Accordingly, since no payment delay existed, no interest liability arose under Section 16 of the MSMED Act, 2006 and therefore no interest has been calculated, provided for, or charged in the financial statements.

9	Other Current Liabilities	As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
	Long-Term		
	Advances received for property purchase	-	23.67
	Total	**-**	**23.67**
	Short-Term (undisputed unless otherwise stated)		
	Advances from customers	357.38	362.23
	Statutory Dues Payables	4.28	10.80
	Employee Benefits Payables	52.72	37.29
	Capital Payables		
	Disputed	23.76	23.76
	Undisputed	1.60	1.10
	Current maturities of lease liabilities	2.75	-
	Other Payables (Credit Card Payables)	0.94	50.50
	Total	**443.43**	**485.70**

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H.S. JANI & ASSOCIATES
M.No. 124104
CHARTERED ACCOUNTANTS

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

10 Property, Plant and Equipment

(Rs. In lacs)

Particulars	Owned Assets								Leased Assets	
	Land	Buildings	Plant & Machinery	Laboratory & Workshop Equipments	Computers	Office Equipments	Furniture & Fixtures	Vehicles	Lands & Industrial Shed	Total
Gross Carrying Value As on March 31, 2024	**6.45**	**268.69**	**822.29**	**12.03**	**28.40**	**2.79**	**68.13**	**343.24**	**-**	**1,552.01**
Addition during the period	-	71.23	48.87	0.07	-	-	1.10	-	-	121.27
Deduction during the period	-	-	-	-	-	-	-	(12.81)	-	(12.81)
Gross Carrying Value As on March 31, 2025	**6.45**	**339.91**	**871.16**	**12.10**	**28.40**	**2.79**	**69.24**	**330.43**	**-**	**1,660.46**
Addition during the period	-	17.70	175.92	36.25	2.15	-	0.04	-	53.29	285.36
Deduction during the period	-	-	-	-	-	-	-	-	-	-
Gross Carrying Value As on March 31, 2026	**6.45**	**357.62**	**1,047.08**	**48.35**	**30.55**	**2.79**	**69.28**	**330.43**	**53.29**	**1,945.82**
Accumulated depreciation As on March 31, 2024	**-**	**28.46**	**178.52**	**3.04**	**3.72**	**0.86**	**19.94**	**146.59**	**-**	**381.13**
Addition during the period	-	6.09	35.81	0.43	1.93	0.09	2.72	21.98	-	69.06
Deduction during the period	-	-	-	-	-	-	-	(4.15)	-	(4.15)
Accumulated depreciation As on March 31, 2025	**-**	**34.55**	**214.33**	**3.47**	**5.65**	**0.95**	**22.66**	**164.42**	**-**	**446.03**
Addition during the period	-	6.20	41.26	2.13	1.39	0.09	2.61	18.26	-	71.94
Deduction during the period	-	-	-	-	-	-	-	-	-	-
Accumulated depreciation As on March 31, 2026	**-**	**40.75**	**255.59**	**5.60**	**7.04**	**1.03**	**25.27**	**182.69**	**-**	**517.97**
Net Carrying Value As at March 31, 2024	**6.45**	**240.22**	**643.77**	**8.99**	**24.67**	**1.93**	**48.20**	**196.65**	**-**	**1,170.88**
Net Carrying Value As at March 31, 2025	**6.45**	**305.36**	**656.83**	**8.63**	**22.74**	**1.84**	**46.57**	**166.01**	**-**	**1,214.43**
Net Carrying Value As at March 31, 2026	**6.45**	**316.87**	**791.49**	**42.75**	**23.51**	**1.75**	**44.00**	**147.74**	**53.29**	**1,427.85**

FAITH INDUSTRIES LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

11 Loans and advances	As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
Long-Term Unsecured, Considered Good		
Advances for Property Purchase (refer note 34)	354.17	750.00
Capital Advances (refer note 32)	1.00	62.27
Total	**355.17**	**812.27**
Short -Term Unsecured, Considered Good		
Advances to suppliers	1,191.69	510.63
Loans & advances to employees (note-ii below)	7.77	2.99
Loans to non-related parties (note-i below)	-	54.39
Loans to related parties (note-i below)	64.49	11.04
Balances with Govt. Authorities	155.84	68.49
Prepaid Expenses	53.64	23.05
Export Incentives Receivables	15.26	2.58
Total	**1,488.68**	**673.16**

Note-i: Loans are given to related & non-related parties in line with the provisions of the Companies Act, 2013 and for business purposes only. These loans are interest bearing wherein interest is charged at prevailing market rates.
Note-ii: Loans & advances are given to employees of the company as a part of employment in normal course of business. The same are non-interest bearing.

12 Inventories	As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
Raw materials	3,163.92	1,252.12
Finished goods	335.72	839.93
Work-In-Progress	39.52	102.87
Stock-In-Trade	1.95	9.86
Packing Material & Others	38.86	41.92
Total	**3,579.96**	**2,246.71**

13 Trade receivables	As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
(Unsecured & due for collection)		
Undisputed		
Considered Good	1,699.81	1,588.48
Considered Doubtful	-	-
Total (a)	1,699.81	1,588.48
Disputed		
Considered Good	156.45	156.51
Considered Doubtful	-	-
Total (b)	156.45	156.51
Total Trade Receivables (Gross) (a+b)	1,856.26	1,745.00
Less: Provision for doubtful debts	-	-
Total	**1,856.26**	**1,745.00**

i. Ageing for trade receivables:

Particulars		As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
Undisputed and Considered Good: O/s. for the following periods from due date of payment:			
	Less than 180 Days	1,678.23	1,539.52
	180-365 Days	2.16	38.00
	1-2 Years	8.48	3.02
	2-3 Years	3.00	7.03
	More than 3 years	7.94	0.92
Disputed and Considered Good O/s. for the following periods from due date of payment:			
	Less than 180 Days	-	112.72
	180-365 Days	0.50	-
	1-2 Years	112.15	6.72
	2-3 Years	6.72	37.01
	More than 3 years	37.07	0.06

H. S. JANI & ASSOCIATES CHARTERED ACCOUNTANTS M.No. 124104

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

ii. Out of above trade receivables, following amounts are outstanding which is receivable from firms / private companies in which directors of the company are partners / directors:

As at March 31, 2026: Nil, As at March 31, 2025: Rs. 338.42 Lacs.

iii. There are neither unbilled receivables nor receivables which are outstanding but not due for payment at any reporting date.

14 Cash and Bank Balances		As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
Cash and cash equivalents			
Balances with bank in current accounts		203.77	143.27
Cash on hand		1.45	6.92
	Sub-total	**205.22**	**150.18**
Other Bank Balances			
Bank Deposits with original maturity more than 3 months but less than 12 months (Kept as margin money against borrowings)		31.76	31.82
	Total	**236.98**	**182.01**

15 Other assets		As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
Non-Current			
Security Deposits		13.54	18.67
	Total	**13.54**	**18.67**
Current			
Other receivables (TDS Recoverable from NBFCs)		1.21	-
	Total	**1.21**	-

16 Revenue from operations		Year Ended March 31, 2026 (Rs. In Lacs)	Year Ended March 31, 2025 (Rs. In Lacs)
Sale of Products:			
Domestic Sales		10,669.28	7,064.04
Export Sales		2,299.43	2,318.91
Other Operating Revenue:			
Export Incentive Income		19.95	20.90
	Total	**12,988.66**	**9,403.85**
Note: Bifurcation of Sales:			
Product Wise Bifurecation:			
PVC/CPVC Stabilizers		5,265.76	5,058.09
	%	40.60%	53.91%
PVC & CPVC Lubricant & Specialty Waxes		2,411.90	2,454.51
	%	18.60%	26.16%
Plasticizers		766.89	714.06
	%	5.91%	7.61%
Other Products		656.55	17.64
	%	5.06%	0.19%
Trading Products		3,867.61	1,138.65
	%	29.82%	12.14%
		12,968.71	**9,382.95**

H. S. JANI & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 124104

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

17	Other Incomes	Year Ended March 31, 2026 (Rs. In Lacs)	Year Ended March 31, 2025 (Rs. In Lacs)
	Interest income on fixed deposits	5.27	4.00
	Interest income on loans	20.95	5.21
	Foreign Exchange Gain	45.06	41.83
	Total	**71.28**	**51.03**

18	Cost of material consumed	Year Ended March 31, 2026 (Rs. In Lacs)	Year Ended March 31, 2025 (Rs. In Lacs)
	Raw-Materials:		
	Inventory at the beginning of the year/period	1,252.12	1,322.72
	Add : Purchases during the year/period	7,443.89	5,924.91
	Less: Inventory at the end of the year/period	(3,163.92)	(1,252.12)
	Cost of Raw-Material Consumed	**5,532.09**	**5,995.50**
	Packing & Other Materials:		
	Inventory at the beginning of the year/period	41.92	49.86
	Add : Purchases during the year/period	99.37	252.58
	Less: Inventory at the end of the year/period	(38.86)	(41.92)
	Cost of Packing & Other Material Consumed	**102.44**	**260.52**
	Total	**5,634.53**	**6,256.02**

19	Purchases of stock-in-trade	Year Ended March 31, 2026 (Rs. In Lacs)	Year Ended March 31, 2025 (Rs. In Lacs)
	Purchases of stock-in-trade	3,472.99	810.05
	Total	**3,472.99**	**810.05**

20	Changes in inventories of finished goods, work in progress and stock-in trade	Year Ended March 31, 2026 (Rs. In Lacs)	Year Ended March 31, 2025 (Rs. In Lacs)
	Inventories at the beginning of the year:		
	Work-In-Progress	102.87	92.97
	Stock-in-trade	9.86	19.35
	Finished goods	839.93	529.16
		952.66	**641.48**
	Inventories at the end of the year:		
	Work-In-Progress	39.52	102.87
	Stock-in-trade	1.95	9.86
	Finished goods	335.72	839.93
		377.19	**952.66**
	(Increase) / decrease in inventories of Work-In-Progress, finished goods and stock-in-trade	**575.47**	**(311.18)**

21	Employee benefits expense	Year Ended March 31, 2026 (Rs. In Lacs)	Year Ended March 31, 2025 (Rs. In Lacs)
	Salaries & Wages (Including bonus)	453.17	407.44
	Directors' Remuneration	90.00	90.00
	Labour / Manpower Supply Charges	69.55	59.37
	Contribution to Provident & Other Funds	4.47	4.42
	Gratuity and Leave Encashment Expenses	29.66	13.94
	Staff welfare expenses	2.30	15.60
	Total	**649.15**	**590.75**

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22	**Finance cost**	**Year Ended March 31, 2026 (Rs. In Lacs)**	**Year Ended March 31, 2025 (Rs. In Lacs)**
	Interest Expense		
	Interest on borrowing from banks	305.23	318.71
	Interest on borrowing from others	3.94	7.28
	Interest on late payment of taxes	21.98	5.95
	Other Borrowing Cost	-	-
	Bank Charges	12.13	19.41
	Loan Processing Fees	7.69	15.32
	Total	**350.98**	**366.67**

23	**Depreciation and amortization expense**	**Year Ended March 31, 2026 (Rs. In Lacs)**	**Year Ended March 31, 2025 (Rs. In Lacs)**
	Depreciation & Amortisation expenses	71.94	69.06
	Total	**71.94**	**69.06**

24	**Other Expenses**	**Year Ended March 31, 2026 (Rs. In Lacs)**	**Year Ended March 31, 2025 (Rs. In Lacs)**
	Manufacturing & Other Operational Charges		
	Power & Fuel (including Coal Consumption)	83.17	102.71
	Freight & Forwarding Charges	321.85	359.17
	Rent, Rates & Taxes	42.74	87.74
	Import License, Custom Duty & other charges	96.58	140.08
	Conveyance & Transportation Charges	9.99	10.95
	Repairs & Maintenance Charges	39.68	35.61
	Laboratory Charges	2.33	2.99
	Security Charges	6.98	7.81
	Other Factory Expenses	8.36	7.48
	Selling & Marketing Charges		
	Advertisement Charges	36.64	26.96
	Sales Commission Expenses	29.96	21.14
	Cash Discount Expense	20.65	18.05
	Administrative Charges		
	Legal & Professional Fees	35.83	30.13
	Printing & Stationary Expenses	8.69	7.92
	Insurance Charges	16.17	9.30
	Travelling Expense	37.38	47.07
	Donation & CSR Expenses	19.42	-
	Loss on sale of Fixed Assets	-	8.16
	Foreign Exchange Loss	-	-
	Other miscellaneous Expenses	11.24	6.52
	Total	**827.67**	**929.80**

25	**Tax Expenses**	**Year Ended March 31, 2026 (Rs. In Lacs)**	**Year Ended March 31, 2025 (Rs. In Lacs)**
	In respect of Current Year / Period:		
	Current Tax	359.21	191.28
	Deferred Tax	11.31	10.72
	Total	**370.52**	**202.00**

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26 Details of Employee Benefits:

(a) Defined Contribution Plan - Provident Fund:

The Company offers its employees, benefits under defined contribution plans in the form of provident fund. Provident fund cover substantially all regular employees which are on payroll of the company. Both the employees and the Company pay predetermined contributions into the provident fund. The contributions are normally based on a certain proportion of the employee's salary and are recognised in the Statement of Profit and Loss as incurred.

A sum of Rs. 4.47 Lacs (March 31, 2025: Rs. 4.42 Lacs) have been charged to the Statement of Profit and Loss in respect of this plan.

(b) Defined Benefit Plan - Gratuity:

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is unfunded.

The company has recognised liability towards defined benfit gratuity plan on the basis of actuarial valuation report issued by independent actuary. The company has started providing for gratuity plan with effect from the current year ended March 31, 2026. Opening liability of gratuity outstanding as on April 1, 2025 has been recognised / adjusted directly to the opening reserve of the company.

The following table summarizes the components of net benefit expense recognized in the Statement of Profit and Loss and the amounts recognized in the Balance Sheet for the plan:

A.Expenses Recognized in the Income Statement

Particulars	**Year Ended March 31, 2026 (Rs. In Lacs)**
Current Service Cost	5.32
Past Service Cost	-
Interest on obligation	2.71
Expected return on plan assets	-
Net actuarial loss/(gain)	5.58
Others (Expenses paid directly by the employer)	-
Expenses Recognized in the Statement of Profit and Loss	**13.60**

B. Net Liability recognized in the balance sheet

Particulars	**Year Ended March 31, 2026 (Rs. In Lacs)**
Present Value of Obligation	53.92
Fair value of plan assets	-
Net Liability recognized in the Balance sheet	**53.92**

C. Changes in the Present value of Obligation

Particulars	**Year Ended March 31, 2026 (Rs. In Lacs)**
Present Value of Obligation as at the beginning (recognised / adjusted directly to opening reserve)	40.32
Current Service Cost	5.32
Interest Expense or Cost	2.71
Interest Expense or Cost	5.58
Past Service Cost	-
Others (Expenses paid directly by the employer)	-
Present Value of Obligation as at the end of the year/period	**53.92**

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D. Actuarial Assumptions

Particulars	**Year Ended March 31, 2026**
Discount Rate	7.06%
Expected rate of salary increase	7.00%
Expected Return on Plan Assets	N.A
Mortality	Indian Assured Lives Mortality 2012-14 (Urban)
Rate of Employee Turnover	For service 4 years and below: 15.00% p.a. For service 5 years and above: 5.00% p.a.
Retirement Age	60 Years

E. Sensitivity Analysis

Particulars	**Year Ended March 31, 2026 (Rs. In Lacs)**
Discount Rate Sensitivity:	
Increase 1.0%	(2.85)
(% change)	-5.29%
Decrease 1.0%	3.31
(% change)	6.14%
Salary Growth Rate Sesitivity:	-
	-
Increase 1.0%	3.28
(% change)	6.08%
Decrease 1.0%	(2.88)
(% change)	-5.34%
Withdrawal Rates Sensitivity:	-
	-
Increase 1.0%	(0.19)
(% change)	-0.36%
Decrease 1.0%	0.19
(% change)	0.36%

F. Maturity Plan of Detailed Benefit Obligation

Particulars	**Year Ended March 31, 2026 (Rs. In Lacs)**
Weighted Average Duration (Years) as at valuation date	9 Years
Expected cashout flow over the next (valued on undiscounted basis):	
1 year	19.59
2 to 5 years	21.54
6 to 10 years	29.41

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G. Characteristics of defined benefit plans and risks associated with them:
Valuation of defined benefit plan are performed on certain basic set of pre-determined assumptions and other regulatory framework which may vary over time. Thus, the Company is exposed to various risks in providing the above benefit plans which are as follows:

a. Actuarial Risk:
It is the risk that benefits will cost more than expected. This can arise due to one of the following reasons:

i. Adverse Salary Growth Experience: Salary hikes that are higher than the assumed salary escalation will result into an increase in Obligation at a rate that is higher than expected.

ii. Variability in mortality rates: If actual mortality rates are higher than assumed mortality rate assumption then the Gratuity Benefits will be paid earlier than expected. Since there is no condition of vesting on the death benefit, the acceleration of cashflow will lead to an actuarial loss or gain depending on the relative values of the assumed salary growth and discount rate.

iii. Variability in withdrawal rates: If actual withdrawal rates are higher than assumed withdrawal rate assumption then the Gratuity Benefits will be paid earlier than expected. The impact of this will depend on whether the benefits are vested as at the resignation date.

b. Investment Risk:
For funded plans that rely on insurers for managing the assets, the value of assets certified by the insurer may not be the fair value of instruments backing the liability. In such cases, the present value of the assets is independent of the future discount rate. This can result in wide fluctuations in the net liability or the funded status if there are significant changes in the discount rate during the inter-valuation period. In case of the company, this risk doesn't arise as the plan in unfunded.

c. Liquidity Risk:
Employees with high salaries and long durations or those higher in hierarchy, accumulate significant level of benefits. If some of such employees resign/retire from the company there can be strain on the cashflows.

d. Market Risk:
Market risk is a collective term for risks that are related to the changes and fluctuations of the financial markets. One actuarial assumption that has a material effect is the discount rate. The discount rate reflects the time value of money. An increase in discount rate leads to decrease in Defined Benefit Obligation of the plan benefits & vice versa. This assumption depends on the yields on the corporate/government bonds and hence the valuation of liability is exposed to fluctuations in the yields as at the valuation date.

e. Legislative Risk:
Legislative risk is the risk of increase in the plan liabilities or reduction in the plan assets due to change in the legislation/regulation. The government may amend the Payment of Gratuity Act thus requiring the companies to pay higher benefits to the employees. This will directly affect the present value of the Defined Benefit Obligation and the same will have to be recognized immediately in the year when any such amendment is effective.

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27	Details of Payment to Auditors	Year Ended March 31, 2026 (Rs. In Lacs)	Year Ended March 31, 2025 (Rs. In Lacs)
	For Statutory Audit	0.60	0.60
	For Taxation and other matters (incl. reimbursement of exps)	0.19	0.31
	Total	**0.79**	**0.91**

28	Earning Per Share (EPS)	Year Ended March 31, 2026 (Rs. In Lacs)	Year Ended March 31, 2025 (Rs. In Lacs)
	Net Profit / (Loss) for calculation of basic / diluted EPS (Rs. In Lacs)	1,106.70	541.72
	Weighted Average Number of Equity Shares in calculating Basic & Diluted EPS (No. in Lacs)	138.99	138.99
	Basic and Diluted Earnings/(Loss) Per Share	7.96	3.90
	Nominal Value of Equity Shares	10.00	10.00

Notes:

i. The Company does not have any outstanding dilutive potential equity shares. Consequently, the basic and diluted earnings per share of the Company remains the same,

ii. During the year ended March 31, 2026; the Company has issued 92,65,800 Bonus Shares [i.e. Two (2) shares for Every One (1) fully paid-up equity shares held] having face value of Rs. 10/- (Rupees Ten Only) by utilising surplus balance of Profit & Loss, pursuant to the shareholders' approval received through Extra Ordinary General Meeting held on 18th March, 2026.

Considering the above event, EPS for all previous periods presented in these financial statements, is adjusted in order to make it comparative with current year's EPS.

29 Related Parties Disclosures

(i) List of related parties:

Name of Related Party	Nature of Relationship
Rajiv Kankariya	Key-Managerial Personnel (Whole-Time Director) (w.e.f 15.02.2024)
Kankariya Karan Virendra	Key-Managerial Personnel (Whole-Time Director) (From: 15.02.2024 To 07.06.2026) (Chief Financial Officer - w.e.f: 13.02.2026) (Managing Director - w.e.f. 08.06.2026)
Vinit V Kankariya	Key-Managerial Personnel (Whole-Time Director) (Upto: 13.02.2026)
Virendra Vinaychand Kankariya	Key-Managerial Personnel (Managing Director) (Upto: 07.06.2026)
Vinaayak Sunilkumar Gupta	Key-Managerial Personnel (Independent Director) (w.e.f 15.02.2024 to 01.12.2025)
Harshvardhan Vijaykumar Maheshwari	Key-Managerial Personnel (Independent Director) (w.e.f. 10.08.2022)
Nikhil Kirtikant Parikh	Key-Managerial Personnel (Independent Director) (w.e.f. 19.03.2026)
Renukaben Hardikkumar Patel	Key-Managerial Personnel (Independent Director) (w.e.f. 19.03.2026)
Chetan Dilipkumar Jain	Key-Managerial Personnel (Independent Director) (From 19.03.2026 to 07.06.2026)
Aparna Sudhakar Kadam	Key-Managerial Personnel (Independent Director) (w.e.f. 13.02.2026 to 25.02.2026)
Sangita Shingi	Key-Managerial Personnel (Independent Director) (w.e.f 15.02.2024 to 19.03.2026)
Nikita Prakash Sadhwani	Key-Managerial Personnel (Company Secretary) (w.e.f. 19.01.2026)
Vinaychand	Relative To Key Managerial Personnels
Sonal Kankariya	Relative To Key Managerial Personnels
Sandhya Kankariya	Relative To Key Managerial Personnels
Aditi Vinit Kankariya	Relative To Key Managerial Personnels
Aastha Virendra Kankariya	Relative To Key Managerial Personnels
Madankumari Kankariya	Relative To Key Managerial Personnels
Fine Investment Private Limited	Entities Controlled by Key Managerial Personnel or his relative

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Name of Related Party	Nature of Relationship
Kankaria Holdings Private Limited	Entities Controlled by Key Managerial Personnel or his relative
Vinit Industries Limited	Entities Controlled by Key Managerial Personnel or his relative
Nakoda Bhairav Developers Private Limited	Entities Controlled by Key Managerial Personnel or his relative
Askar Realty Private Limited	Entities Controlled by Key Managerial Personnel or his relative
Estrela Procon LLP	Entities Controlled by Key Managerial Personnel or his relative
M/s. Faith Inter Trade	Entities Controlled by Key Managerial Personnel or his relative
M/s. Karan Enterprise	Entities Controlled by Key Managerial Personnel or his relative
Premraj Kankariya Charitable trust	Entities Controlled by Key Managerial Personnel or his relative
M/s. Kankariya Vinaychand Premraj HUF	Entities Controlled by Key Managerial Personnel or his relative
M/s. Premraj Kankariya HUF	Entities Controlled by Key Managerial Personnel or his relative
M/s. Vinit Kankariya HUF	Entities Controlled by Key Managerial Personnel or his relative
M/s. Virendra Kankariya HUF	Entities Controlled by Key Managerial Personnel or his relative
Veman & Co.	Entities Controlled by Key Managerial Personnel or his relative
Pure and Fresh Food	Entities Controlled by Key Managerial Personnel or his relative
Faith Ecospace Private Limited	Entities Controlled by Key Managerial Personnel or his relative
Econova Speciality Chemicals Private Limited	Entities Controlled by Key Managerial Personnel or his relative
Kushal Auto Private Limited	Entities Controlled by Key Managerial Personnel or his relative
Stenn Infra	Entities Controlled by Key Managerial Personnel or his relative
Kankaria Petrochemical Industries Private Limited	Entities Controlled by Key Managerial Personnel or his relative
Faith Infrastructure	Entities Controlled by Key Managerial Personnel or his relative
Veer Stud Farm Fresh LLP	Entities Controlled by Key Managerial Personnel or his relative
Astha Enterprise	Entities Controlled by Key Managerial Personnel or his relative

Related Party along with nature of transactions	Year Ended March 31, 2026 (Rs. In Lacs)	Year Ended March 31, 2025 (Rs. In Lacs)
Vinit V Kankariya		
Directors' Remuneration	27.00	27.00
Sales Promotion Expenses	-	0.29
Virendra Vinaychand Kankariya		
Directors' Remuneration	27.00	27.00
Kankariya Karan Virendra		
Exhibition / Sales Promotion Expenses	0.31	0.29
Traveling and Conveyance Charges	0.40	0.94
Directors' Remuneration (w.e.f 15.02.2024)	18.00	18.00
Salary (upto 14.02.2024)	-	-
Rajiv Kankariya		
Traveling and Conveyance Charges	0.63	-
Directors' Remuneration (w.e.f 15.02.2024)	18.00	18.00
Salary (upto 14.02.2024)	-	-
Vinaychand		
Salary	27.00	27.00
Nikita Sadhwani (w.e.f. 19.01.2026)		
Salary	2.20	-
Aditi Vinit Kankariya		
Professional Fees	6.78	3.50
Faith Inter Trade		
Commission	-	2.03
Interest Income Received	15.27	
Property Advances Received Back	395.83	-
Rent Expense	6.45	6.00
Security Deposit given for Leasehold Land	2.25	-
Purchase	1,459.11	1,192.99
Sale	333.68	432.27
Vinit Industries Limited		
Sale	29.40	0.30
Commission	-	0.59
Nakoda Bhairav Developers Pvt. Ltd. - Rent Expenses	-	18.00
Askar Reality Pvt. Ltd.		
Rent Expenses	-	18.00
Pure and Fresh Food		
Purchase of Machinery	-	-
Capital Advances Given	-	0.20
Capital Advances Received Back	0.20	-

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Related Party along with nature of transactions	Year Ended March 31, 2026 (Rs. In Lacs)	Year Ended March 31, 2025 (Rs. In Lacs)
Veman & Co.		
Staff Welfare Expenses	-	1.48
Advertisement / Promotion Expenses	0.07	0.06
Miscellaneous Expense	2.07	0.07
Fine Investment Private Limited		
Misc. Expenses	-	0.11
Interest Income Received	2.79	0.33
Loan Given	49.86	10.82
Kankariya Holdings Private Limited		
Commission	-	0.10
Econova Speciality Chemicals Private Limited		
Purchase	213.96	-
Estrela Procon LLP		
Advances received for property purchase	100.00	65.52
Advances refunded for property purchase	123.67	41.85
Interest Paid	3.94	7.28

iii. Balances outstanding at each reporting date are as under:

Related Party	Classification	Year Ended March 31, 2026 (Rs. In Lacs)	Year Ended March 31, 2025 (Rs. In Lacs)
Askar Reality Pvt. Ltd.	Trade Payables	1.00	5.59
Nakoda Bhairav Developers Pvt. Ltd.	Trade Payables	-	6.16
Pure and Fresh Food	Capital Payables	-	-
	Capital Advances	-	0.20
	Advances for Property Purchase	354.17	750.00
	Security Deposit	2.25	-
Faith Inter Trade	Advance from Customer	0.11	-
	Trade Receivable	-	338.42
	Advances to Suppliers	717.05	479.97
Veman & Co.	Trade Payables	-	0.08
Estrela Procon LLP	Advances received for property purchase	-	23.67
Econova Speciality Chemicals Private Limited	Trade Payables	159.22	-
Fine Investment Private Limited	Loans To Related Party	63.69	11.04

iii. Promoters, Directors & their relatives have given personal / corporate guarantees to the banks for the short-term borrowings (working capital loans) obtained by the company. Refer Note 5 for same.

iv. The company, their Directors and relatives have given a corporate guarantee of Rs. 300.00 Lacs to Bajaj Finance Limited for Real Estate Loan obtained by Estrela Procon LLP (related party). Estrela Procon LLP has already repaid part of the said loan. Hence outstanding corporate guarantee amount are specified hereinafter:

Particulars	As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
Corporate Guarantee issued by the company to Bajaj Finance Limited	300.00	300.00
Less: Loan Already repaid by Estrela Procon LLP (related party)	185.68	114.35
Remaining / outstanding corporate guarantee amount	**114.32**	**185.65**

v. During the year ended March 31, 2026; the Company has issued 92,65,800 Bonus Shares [i.e. Two (2) shares for Every One (1) fully paid-up equity shares held] having face value of Rs. 10/- (Rupees Ten Only) by utilising surplus balance of Profit & Loss, pursuant to the shareholders' approval received through Extra Ordinary General Meeting held on 18th March, 2026. Refer Note 3 for the same.

vi. Above disclosures are in line with Accounting Standard-18 and the provisions of Companies Act, 2013. Related Parties, their relationships and transactions with them are identified by the Company and relied upon by the auditors.

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30 Financial Ratios:

Sr. No.	Ratios related to balance sheet items along with formulations (Numerator / Denominator)	Ratios		% Variance	Reasons
		As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	
1	**Current ratio (in times)** Total current assets / Total current liabilities	1.65	1.13	46.05	(i)
2	**Debt-Equity ratio (in times)** Debt consists of borrowings / Total equity	1.14	1.70	(32.91)	(ii)

Sr. No.	Ratios related to Profit & Loss items along with formulations (Numerator / Denominator)	Ratios		Variance %	Reasons
		Year Ended March 31, 2026	Year Ended March 31, 2025	Year Ended March 31, 2026	
3	**Debt service coverage ratio (in times)** Earnings available for debt service (Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc.) / Debt Service (Interest Payments + Principal Repayments)	3.42	2.23	53.42	(iii)
4	**Return on equity ratio (in %)** Profit for the year / period / Average total equity	40.66	27.99	45.26	(iii)

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Sr. No.	Ratios related to Profit & Loss items along with formulations (Numerator / Denominator)	Ratios		Variance %	Reasons
		Year Ended March 31, 2026	Year Ended March 31, 2025	Year Ended March 31, 2026	
5	**Return on capital employed (in %)** Profit before tax and finance costs Capital employed = Net worth + Total Debt + Deferred tax liabilities	25.92	18.39	41.00	(iii)
6	**Inventory turnover ratio (in %)** Revenue from Operations Average Inventory	445.83	441.42	1.00	No Major change
7	**Net capital turnover ratio (in %)** Revenue from operations Average working capital (Total current assets - Total current liabilities)	7.75	29.34	(73.60)	(iv)
8	**Trade receivables turnover ratio (in times)** Total Credit Sales during the year/period Average trade receivables	7.21	5.71	26.42	(v)
9	**Trade payables turnover ratio (in times)** Total Credit Purchases during the year/period Average trade payables	19.34	27.99	(30.91)	(v)
10	**Net profit ratio (in %)** Profit for the year/period Revenue from operations	8.52	5.76	47.91	(iii)
11	**Return on investment (in %)** Profit After Tax Cost of investments	40.66	27.99	45.26	(iii)

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Foot notes explaining reasoning for variances in above ratios:

(i) Increase in current ratios is mainly on account of increase in current assets (majorly Inventories, Trade receivables and Advance to suppliers) of the company. Currently the company is expanding its business in various different countries of the world & across India due to which the company requires various different types of stock-on-hand, extended credit period to new customers and advances for goods purchase.

(ii) Decrease in Debt-Equity Ratio of the company is majorly on account of increasing net-worth of the company on yearly basis. The Company's Debt remains stable over the recent years. The company is expanding its business in various countries & across India due to which the company's profitability is also increased and in-turn net-worth of the company also increased.

(iii) There is continuous increase in Debt Service Coverage Ratio, Return on Equity Ratio, Return on Capital Employed, Net Profit Ratio and Return on investment as these ratios are linked to profitability of the company. Company's profitability has increased due to various reasons listed below:
Company has expanded its business to various countries of the world which not only increased the export revenue but also increased the profit margins,
Company has also expanded its local domestic business and also strengthen its finished goods processing cycle which has increased the profit margins in domestic market.
Reduction in rental charges as the company has taken properties under long-term lease,
Reduction in Import Charges as the company has relied on domestic products.

(iv) Company's revenue has increased over the last years as the company has expanded its business in various local as well as the international markets of the world. To cater new markets, the company requires various different types of stock-on-hand and extended / attractive credit period to new customers. This increased the average working capital & inventory requirements. On account of these changes the Net Capital Turnover Ratios are decreased.

(v) Increase in Trade Receivables Ratio and decrease in Trade Payables' Ratio is mainly on account of increase in business of the company. In this industry, considerable credit terms are required to be given to its customers. Also the company has increased its exports wherein recovery will be slow as compared to domestic business which has also increased avarage trade receivables of the company. In order to take benefits of cash discounts, the company generally pays to the suppliers within stipulated credit period and utilises the working capital of the company. On account of this, company's trade payables ratio has decreasing trend over these years.

(vi) Following a review of the company's financial statements' presentation in the current year, certain prior year financial ratios have been recalculated. The comparative figures have been appropriately reclassified to mirror the current year's classifications, providing a more accurate year-over-year comparison of operational metrics.

H. S. JANI & ASSOCIATES
CHARTERED ACCOUNTANTS
M. No. 124104

FAITH INDUSTRIES LIMITED
(CIN: U51909GJ1995PLC024823)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

31 Contingent Liabilities

There are no contingent liabilities outstanding at any reporting date except bank & corporate guarantees at each Balance Sheet date which require disclosure in these financial statements.

Particulars	As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
Outstanding Bank Guarantees issued to suppliers and not accounted for.	10.95	10.80
Outstanding Corporate Guarantees issued to bank and not accounted for (refer foot note below)	114.32	185.65
Total	**125.27**	**196.45**

Note: The company has issued a corporate guarantee to Bajaj Finance Limited of Rs. 300.00 for Real Estate Loan obtained by Estrela Procon LLP (related party). Estrela Procon LLP has already repaid part of the said loan. Hence outstanding corporate guarantee amount are specified hereinafter:

Particulars	As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
Corporate Guarantee issued by the company to Bajaj Finance Limited	300.00	300.00
Less: Loan Already repaid by Estrela Procon LLP (related party)	185.68	114.35
Remaining / outstanding corporate guarantee amount	**114.32**	**185.65**

32 Capital Commitment:

Capital commitments outstanding at each reporting date are stated below:

Particulars	As at March 31, 2026 (Rs. In Lacs)	As at March 31, 2025 (Rs. In Lacs)
Estimated amount of contracts remaining to be executed for property purchase and not provided for	1.00	62.27
Less: Advance paid against such contracts	1.00	62.27
Remaining outstanding commitment	-	-

Purpose of the Capital Advances: The above capital advances are given for various plant & machineries to be installed at the factory premises of the company. The said plant & machineries will form integral part of the production process.

33 Additional Information	Year Ended March 31, 2026 (Rs. In Lacs)	Year Ended March 31, 2025 (Rs. In Lacs)
CIF Value of Imports		
Raw Materials	1,463.80	2,146.62
Components and Spare Parts	-	-
Capital Goods	33.11	-
Total	**1,496.91**	**2,146.62**
Expenditure in Foreign Currency (Other than Imports)		
Foreign Commission	12.88	9.02
Professional Fees	1.07	1.49
Foreign Travelling Expense	11.60	6.79
Exhibition Expenses	-	-
Salary Expense	-	-
Other Expenses	0.29	0.24
Total	**25.84**	**17.54**
Earnings in Foreign Currency - On accrual basis (FOB Value of Exports)		
Exports	2,299.43	2,318.91
Total	**2,299.43**	**2,318.91**

H. S. JANI & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 124104

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

34 Advances Given for Property Purchase:

The company had given advances of Rs. 750 Lacs (Rs. 500 Lacs during the year ended March 31, 2020 and Rs. 250 Lacs during the year ended March 31, 2021) to M/s. Faith Inter Trade (Related Party) for acquisition of following properties which are linked to its manufacturing facilities, for storage and godown purposes vide agreement to sale executed on February 27th, 2020:

A. Industrial Lands [Survey/Block No. 1149 (Old Survey No. 1252/1) - Admeasuring about 1308 Sq. Mtrs and Survey/Block No. 1150 (Old Survey No. 1252/2) - Admeasuring about 1546 Sq. Mtrs] total admeasuring about 2854 Sq. Mtrs situated at Village: Santej, Sub. Dist. & Taluka: Kalol, Dist. Gandhinagar, Gujarat and;

B. Industrial Shed located at above lands admeasuring carpet area dimensions of 1021.39 Sq. Meters covering ground floor only.

On the account of various operational and financial issues, the above properties cannot be acquired / transferred to the company's name. Hence the company has taken the above properties under long-term lease by executing formal lease agreement on March 31, 2026. Details of the said lease and related terms are specified in the note 35.

The company has also started recovering the its advances from M/s. Faith Intertrade w.e.f. December, 2025 along with interest on the same. M/s. Faith Inter Trade has already repaid Rs. 395.83 Lacs upto March 31, 2026. Remaining outstanding of Rs. 355.17 Lacs has also been repaid by M/s. Faith Inter Trade till the signing of this Financial statement.

35 Leases:

The Company has entered into the lease agreement with M/s. Faith Inter Trade (its related party) to take Industrial lands and Industrial Shed situated at Village: Santej, Sub. Dist. & Taluka: Kalol, Dist. Gandhinagar, Gujarat; under long-term lease for storage & godown purposes. Detailed terms and conditions are specified hereinafter:

1. The lease agreement with M/s. Faith Inter Trade (its related party) is executed to take following properties under lease for the period of 9 years:

(a) An Industrial land bearing Survey/Block No. 1149 (Old Survey No. 1252/1) (admeasuring about 1308 Sq. Mtrs) and an industrial land bearing Survey/Block No. 1150 (Old Survey No. 1252/2) (admeasuring about 1546 Sq. Mtrs), total admeasuring about 2854 Sq. Mtrs for both lands situated at Village: Santej, Sub. Dist. & Taluka: Kalol, Dist. Gandhinagar in the state of Gujarat.
(b) An Industrial Shed constructed / fabricated using Iron Sheets only (i.e. non-concrete building) on above lands, covering ground floor only, admeasuring carpet area dimensions of 1021.39 Sq. Meters.

2. Discount rate: The implicit rate of return is used as the discount rate in calculating the present value of the minimum lease payments,
3. No contingent rent is payable under this lease.
4. As per the lease agreement, rent charges shall be escalated by 10% at the end of every 3rd year.

Details of lease payments are specified hereinafter:

Particulars	As at March 31, 2026 (Rs. In Lacs)	
	Minimum Lease Payment	**Present Value of MLP**
Not Later than 1 year	9.00	8.44
Later Than 1 year and not later than 5 years	37.80	26.39
Later Than 5 years	42.57	18.46
Total Minimum Lease Payments	**89.37**	**53.29**
Less:- Amounts representing finance charges over lease	36.08	
Present Value of Minimum lease payments	53.29	

H. S. JANI & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 124104

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

36 Corporate Social Responsibility (CSR) expenditure

The amount required to be spent by the company during the year towards Corporate Social Responsibility as per Section 135 of the Companies Act, 2013 is stated as under:

Particulars	As at March 31, 2026 (Rs. In Lakhs)
Amount required to be spent by the company (As per the provisions of Section 135 of the Companies Act, 2013)	9.41
Less: Adjusted against excess amount spent in earlier years	-
Net amount actually required to be spent by the company	**9.41**
Amount Spent during the year on	
(i) Construction/ Acquisition of any assets Paid in Cash Yet to be Paid in Cash	-
(ii) On purpose other than (i) above Paid in Cash	9.42
(Short) / Excess amount spent to be carried forward to subsequent years	**0.01**

Nature of CSR Activities	As at March 31, 2026 (Rs. In Lakhs)
Educational	2.50
Women Empowerment	2.00
Medical (Health Awareness)	1.50
Skill Development	1.50
Plantation (Environment)	1.50
Basic Needs of humanity	0.42
Total	**9.42**

37 Subsequent Events:

A. Subsequent to year ended March 31, 2026 but before finalizing these financial statements, on May 22, 2026, a fire occurred at the Company's manufacturing facility situated at 1148, Uma Converter Lane, Santej, Kalol, Gujarat-382621. The incident resulted in significant damage to certain segments of the property, plant, and equipment, as well as holding inventory at the premises.

The Company maintains comprehensive insurance coverage of Rs. 4670.00 lacs against such perils, including property damage and business interruption. At present, management, in conjunction with independent assessors, is undertaking a comprehensive evaluation to ascertain the full extent of the damages sustained. The Company is actively in the process of compiling and submitting the requisite details, evidentiary documents, and formal claims to the insurance provider.

Given the preliminary stage of the assessment and the ongoing preparation of the insurance claim, a reliable estimate of the total financial loss, net of anticipated insurance recoveries, cannot be determined at the date of authorization of these financial statements.

In accordance with AS-4 "Contingencies and events occurring after the Balance Sheet date", this occurrence has been classified as a non-adjusting event after the reporting period. Consequently, no adjustments have been made to the recognized amounts in the financial statements for the year ended March 31, 2026 in respect of this incident. The financial impact of the fire, along with the corresponding insurance realizations, will be recognized in the financial statements for the period in which the loss and subsequent recoveries become determinable.

B. Subsequent to year ended March 31, 2026 but before finalizing these financial statements, the company has recovered remaining outstanding property advances of Rs. 355.17 Lacs (as reported in note no. 11 & 35) from M/s.

FAITH INDUSTRIES LIMITED
(CIN: U51909GJ1995PLC024823)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

38 Segment Information:

The company operates only in one business segment viz "PVC Stabilizers and PVC Lubricants". Therefore, a separate segment-wise reporting is not required.

39 Current Assets and Loans & Advances:

In the opinion of the Board the Current Assets and Loans and Advances are realisable in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary.

40 The company does not have any immovable property (other than properties where the company is lessee and the lease agreements are duly executed in the favour of the company) for which title deeds are not held in the name of the company. Accordingly, the requirement to disclose detalis relating to title deeds of immovable properties not held in the name of the company is not applicable .

41 The company does not have any investment in property .

42 The company has not revalued its Property, Plant and Equipment (including Rights of Use Asset) and Intangible assets.

43 The company affirms that no proceedings have been initiated or are pending against it under the Benami Transactions (Prohibition) Act, 1988 and the rules made there under. The company neither holds any benami property, nor has it been involved in any transaction that qualifies as a benami transaction as defined under the said Act.

44 The company is not declared wilful defaulter by any bank or financial institution or other lender.

45 The company has not undertaken any transaction with companies struck off under section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 .

46 There are no charges that remain to be registered with the Registrar of Companies (ROC) as on the date of signing of these financial statements.

47 The company has complied with the number of layers prescribed under clause (87) of section 2 the Act read with the companies (Registration of number of Layers) Rules, 2017.

48 No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

49 The management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any sources or kind of funds) by the comapny to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the ultimate beneficiaries;

50 The Management has represented, that, to the best of its knowledge and belief no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

H. S. JANI & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 124104

FAITH INDUSTRIES LIMITED
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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

51 No transactions has been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961. There are no such previously unrecorded income or related asset.

52 The company has not traded or invested in Cyrpto Currency or Virtual Currency during any financial year disclosed.

53 The company is niether a Subsidiary nor Holding company of any other companies.

54 All amounts disclosed in the financial statements and notes have been round off to the nearest Lacs or decimals thereof as per the requirement of schedule III unless otherwise stated.

55 Information pursuant to Division I of Revised Schedule III of the Companies Act, 2014 are given to the extent they are applicable to the company.

56 The company has no Intangible Assets under Development.

57 **Previous Year's Figures:**

Certain figures for the previous year ended March 31, 2025; have been reclassified & recalculated to conform to the current year's presentation and classification. These changes have been made to enhance comparability.

As per our report of even date attached
For, H. S. Jani & Associates
Chartered Accountants
Firm Regd. No. 127515W

Hersh S. Jani
Proprietor
Membership No.: 124104

Place : Ahmedabad
Date : 10.07.2026

For & on behalf of Board of Directors,
Faith Industries Limited
CIN: U51909GJ1995PLC024823

Rajeev. K

Rajeev Kankariya
Whole-Time Director
(DIN: 09243577)

Kankariya Karan Virendra
Managing Director & CFO
(DIN: 07432222)

Nikita Sadhwani
Company Secretary
(PAN: EEVPS4120C)

Place : Ahmedabad
Date : 10.07.2026

H. S. JANI & ASSOCIATES CHARTERED ACCOUNTANTS M.No. 124104