MARKING EVERY JOURNEY SAFE

Kataline

Annual Report

for

Financial Year 2025-2026

of

M/s Kataline Limited

(Formerly Kataline Infra-Products Private Limited)

CIN - U24222MH2008PLC183728

NOTICE

Dear Members,

NOTICE is hereby given that a **18th Annual General Meeting of M/s Kataline Limited** will be held on **Tuesday, 22nd day of September, 2026** at 05:45 PM through Video Conferencing ("VC")/Other Audio Visual Means ("OAVM"), in accordance with the provisions of the Companies Act, 2013 read with the rules framed thereunder and Secretarial Standard-2 on General Meetings, to transact the following business:

Sr. No.	Particulars of Agenda
	Ordinary Business
1	**To receive, consider and adopt the Audited Financial Statements (Standalone and Consolidated) of the Company for the year 2025-26 ended 31st March, 2026, comprising of the Balance Sheet as at 31st March 2026, Statement of Profit & Loss and Statement of Cash Flow for the year 2025-26 ended 31st March, 2026, together with the report of the Statutory Auditors and Board's Report thereon: Ordinary Resolution**

"RESOLVED THAT the Audited Standalone and Consolidated financial statements of the Company for the year ended 31st March, 2026 containing the Balance Sheet as at that date, the Statement of Profit & Loss and the Cash Flow Statement for the year ended on that date together with the Notes and the Reports of Auditors and Board of Directors Report along with its annexures thereon be and are hereby approved and adopted."

2	**To appoint a Director in place of Mr. Abhishek Amit Thatte, Whole-time Director, who retires by rotation and, being eligible, offers himself for re-appointment: Ordinary Resolution**

"RESOLVED THAT pursuant to the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, Mr. Abhishek Amit Thatte (DIN: 10790254), who is liable to retire by rotation and being eligible, has offered himself for reappointment, be and is hereby reappointed as a Chairman & Executive Director, of the Company, liable to retire by rotation."

Special Business

3	**Ratification of Remuneration of Cost Auditors of the Company: Ordinary Resolution**

"**RESOLVED THAT** pursuant to the provisions of Section 148 and all other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification/s or re-enactment/s thereof, for the time being in force), M/s V. K. Dube & Co., Cost Accountants, Nagpur [Firm Registration No. 000343], whose appointment as the Cost Auditors of the Company, for the financial year 2026-27 ending 31st March 2027, has been duly approved by the Board of Directors based on the recommendations of the Audit Committee of the Company, be paid a sum Rs.50,000/- (Rupees Fifty Thousand only) plus applicable tax (GST) and reimbursement of actual out of pocket expenses, if any, as a remuneration for audit of cost records of the Company for the financial year 2026-27 ending 31st March 2027, as recommended by the Board of Directors of the Company, be and are hereby ratified."

4 **To consider and approve for shareholders' approval the increase in borrowing limits of the Company under Section 180(1)(c) of the Companies Act, 2013: Special Resolution**

RESOLVED THAT pursuant to Section 180(1)(c) and other applicable provisions, if any, of the Companies Act, 2013, (including any statutory modification or re-enactment thereof for the time being in force), and the articles of association of the Company, consent is hereby accorded to the Board to borrow any sum or sums of money from time to time at their discretion for the purpose of the business of the Company, from any one or more banks, financial institutions, mutual funds and other persons, firms, bodies corporate or by way of loans or credit facilities (fund based or non-fund based) or by issue of bonds on such terms and conditions and with or without security as the Board may think fit, which together with the moneys already borrowed by the Company (apart from the temporary loans obtained from the bankers of the Company in the ordinary course of business) and being borrowed by the Company at any time shall not exceed in the aggregate at any time Rs. 100.00 Crore (Rupees Hundred Crore Only) irrespective of the fact that such aggregate amount of borrowings outstanding at any one time may exceed the aggregate for the time being of the paid-up capital of the Company and its free reserves that is to say reserves not set apart for any specific purpose.

RESOLVED FURTHER THAT, to give effect to the above resolutions, Mr. Amit Thatte, Managing Director (DIN 01525877), Mrs. Ketaki Thatte, Whole-time Director (DIN 01525878) and Mr. Milind Rao (Mem. No A48012), be and are hereby jointly and severally authorised to do all such acts, deeds, matters and things, including to settle any question, difficulty or doubt that may arise and to finalise and execute all documents and writings as may be necessary.

5 **To seek approval under Section 180(1)(a) of the Companies Act, 2013 for creation of mortgage or charge on the assets, properties or undertaking(s) of the Company: Special Resolution:**

"RESOLVED THAT pursuant to the provisions of Section 180(1)(a) and other applicable provisions, if any, of the Companies Act, 2013 ("the Act") (including any statutory modification(s) or amendment(s) or reenactment(s) thereof, for the time being in force), the consent of the members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as the 'Board', which term shall be deemed to include any Committee constituted/ empowered/to be constituted by the Board from time to time to exercise its powers conferred by this Resolution) to create such mortgages, charges and hypothecation in addition to the existing mortgages, charges and hypothecation created by the Company, on all or any of the immovable and movable properties of the Company whose so ever situated, both present and future, and the whole or any part of the undertaking of the Company together with powers to take over the management of the business and concern of the Company in certain events, in such manner as may be deemed fit , to or in favor of all or any of the financial institutions/ banks/ lenders/ any other investing agencies or any other person(s)/ bodies corporate to secure rupee/ foreign currency loans and/ or the issues of debentures, bonds or other financial instruments (hereinafter collectively referred to as 'Loans'), provided that the total amount of Loans together with interest thereon at the respective agreed rates, compound interest, additional interest, liquidate damages, commitment charges, premium on pre-payment or on redemption, costs, charges,

expenses and all other monies payable by the Company to the aforesaid parties or any of them under the agreements entered into/ to be entered into by the Company in respect of the said Loans, shall not, at any time exceed the limit of Rs. 100 Crore (Rupees Ine Hundred Crores Only)" or such other higher limit as approved by the members under section 180(1)(c) of the Act.

"RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to finalize, settle and execute such documents / deeds / writings / papers and Agreements as may be required and to take all necessary steps and actions in this regard in order to comply with all the legal and procedural formalities and further to authorize any of its Committee(s)/Director(s) or any Officer(s) of the Company to do all such acts, deeds or things as it may in its absolute discretion deem necessary, proper and fit to give effect to the aforesaid resolution."

6 **To Consider the Adoption of New Set of Articles of Association in Line with Companies Act, 2013, SEBI (ICDR) Regulations, SEBI (LODR) Regulations, and Stock Exchange listing requirements: Special Resolution**

"RESOLVED THAT pursuant to the provisions of Section 14 of the Companies Act, 2013 (the 'Act'), read with the Companies (Incorporation) Rules, 2014, and any other applicable provisions, including any modification(s) thereto or re-enactment(s) thereof for the time being in force, the consent of the members be and is hereby accorded, to substitute the existing Articles of Association of the company and adopt new set of Articles of Association as per the provisions of the Companies Act, 2013, SEBI (ICDR) Regulations, SEBI (LODR) Regulations, and Stock Exchange listing requirements."

"RESOLVED FURTHER THAT Mr. Amit Arvind Thatte, Managing Director and Mr. Milind Suryakant Rao, Company Secretary, be and are hereby severally authorized to do all such acts, deeds, matters, and things, including filing necessary forms with the Registrar of Companies, as may be deemed necessary, proper, or expedient to give effect to this resolution."

7 **To consider and approve raising of capital through an Initial Public Offering (IPO) of equity shares of the Company, including any discount or reservation contemplated in the offer, and any Pre-IPO placement, subject to necessary approvals. – Special Resolution**

"**RESOLVED THAT** the Company in accordance with the applicable laws, regulations, policies, rules, guidelines, notifications, circulars, directions, clarifications and orders, as may be applicable including, without limitation, pursuant to the provisions of sections 23, 62(1)(c) and other applicable provisions, if any, of the Companies Act, 2013, as amended, and the rules and regulations notified thereunder including the Companies (Prospectus and Allotment of Securities) Rules, 2014, as amended, the Companies (Share Capital and Debentures) Rules, 2014, as amended, (collectively referred to as the "**Companies Act**"), the Securities Contracts (Regulation) Act, 1956, as amended, in each instance, including the rules, regulations, circulars, guidelines issued thereunder, the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("**SEBI ICDR Regulations**"), the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015,

as amended, the Foreign Exchange Management Act, 1999, as amended, and the rules and regulations made thereunder including the Foreign Exchange Management (Non-debt Instruments) Rules, 2019, and any other applicable rules, regulations, guidelines, clarifications, circulars and notifications issued by the Government of India ("**GoI**"), including the Department for Promotion of Industry and Internal Trade ("**DPIIT**"), Securities and Exchange Board of India ("**SEBI**") or Reserve Bank of India ("**RBI**"), and any other applicable laws, rules and regulations, in India or outside India (collectively, the "**Applicable Laws**"), and in accordance with the enabling provisions of the memorandum of association and the articles of association of the Company and the uniform listing agreements to be entered into between the Company and the respective recognised stock exchanges of India where the Equity Shares are proposed to be listed ("**Stock Exchanges**"), and subject to any approvals from the GoI, the Registrar of Companies, Maharashtra at Mumbai ("**RoC**"), SEBI, RBI, the Stock Exchanges, the DPIIT and any other appropriate governmental, statutory and regulatory authorities of India ("**Regulatory Authorities**") and any third parties, and such other approvals, consents, permissions and sanctions as may be required from the Regulatory Authorities and such third parties (if any) and subject to such conditions and modifications as may be prescribed, stipulated or imposed by any of them while granting such approvals, consents, permissions and sanctions, and which may be agreed to by the Board (which term shall include a duly authorised committee thereof for the time being exercising the powers conferred by the Board including the powers conferred by this resolution), the consent and approval of the members of the Company be and is hereby accorded to create, issue, offer, allot and transfer Equity Shares, for cash either at par or premium such that the amount being raised pursuant to the fresh issue upto **43,00,000 Equity Shares** ("**Fresh Issue**") (with an option to the Company to retain an over-subscription to the extent of 1% of the net Offer (defined below) size, or such other extent as may be permitted under the Applicable Laws, for the purpose of rounding off to the nearest integer while finalizing the basis of allotment in consultation with the designated stock exchange) and an offer for sale of upto **43,00,000 Equity Shares** Equity Shares by existing and eligible shareholders of the Company (the "**Selling Shareholders**") who intimate their intention to the Board (the "**Offer for Sale**" and together with the Fresh Issue, the "**Offer**") including the issue and allotment/ transfer of Equity Shares to the stabilising agent pursuant to a green shoe option, if any, in terms of the SEBI ICDR Regulations at a price to be determined by the book building process in terms of the SEBI ICDR Regulations or otherwise in accordance with Applicable Laws, for cash at such premium or discount per Equity Share as allowed under Applicable Laws and as may be fixed and determined in accordance with the SEBI ICDR Regulations, out of the authorised capital of the Company to any category of person or persons as permitted under Applicable Laws, who may or may not be the shareholder(s) of the Company as the Board may, decide, including anchor investors and qualified institutional buyers, if any, as defined under Regulations 2(1)(c) and 2(1)(ss), respectively of the SEBI ICDR Regulations, as may be permitted under Applicable Laws, whether they be holders of Equity Shares or not, one or more of the members, employees (through a reservation or otherwise), Hindu undivided families, foreign portfolio investors as defined under the Securities and Exchange Board of India (Foreign Portfolio Investors) Regulations, 2019, as amended, venture capital funds, alternative investment funds, foreign venture capital investors, multilateral and bilateral financial institutions, non-resident Indians, state industrial development corporations, insurance companies registered with the Insurance Regulatory and Development Authority of India, provident funds, pension funds, insurance funds set up by army, navy, or air force of the Union of India, insurance

funds set up and managed by the Department of Posts, India, development financial institutions, Indian mutual funds, systemically important non-banking finance companies, members of group companies, Indian public, bodies corporate, companies (private or public) or other entities, authorities, and to such other persons in one or more combinations thereof, whether through the Offer or otherwise in one or more modes or combinations thereof and/or any other category of investors as may be permitted to invest under Applicable Laws and in one or more tranches in consultation with the BRLM /or other advisor or such persons appointed for the Offer and on such terms and conditions as may be finalised by the Board of Directors of the Company in consultation with the BRLM and that the Board in consultation with the BRLM may finalise all matters incidental thereto as it may in its absolute discretion think fit.

RESOLVED FURTHER THAT the Equity Shares allotted/ transferred pursuant to the Offer shall be listed on one or more recognized stock exchanges in India.

RESOLVED FURTHER THAT the Board and such other persons as may be authorised by the Board be and is hereby authorised on behalf of the Company to make available for allocation a portion of the Offer to any category(ies) of persons permitted under Applicable Laws, including without limitation, eligible employees ("**Reservation**") or to provide a discount to the Offer price to retail individual bidders or eligible employees ("**Discount**"); and to take any and all actions in connection with any Reservation or Discount as the Board may, in consultation with the BRLM, think fit or proper, including, without limitation, to negotiate, finalize and execute any document or agreement, and any amendments, supplements, notices or corrigenda thereto; seek any consent or approval required or necessary; give directions or instructions and do all such acts, deeds, matters and things as the Board may, from time to time, in its absolute discretion, think necessary, appropriate, or desirable; and settle any question, difficulty, or doubt that may arise with regard to or in relation to the foregoing.

RESOLVED FURTHER THAT pursuant to the provisions of Sections 62(1)(c), 42 and any other applicable provisions, if any, of the Companies Act and other Applicable Laws, and in accordance with the enabling provisions of the memorandum of association and articles of association of the Company, the consent and approval of the members of the Company be and is hereby accorded to complete a private placement of such number of Equity Shares as may be decided by the Board of Directors, to certain investors as permitted under Applicable Laws on or prior to the date of the red herring prospectus ("**Pre-IPO Placement**"), at such other price as decided by the Company, in consultation with the BRLM and/or other advisor, determine in light of the then prevailing market conditions in accordance with Applicable Laws and do all such other acts, deeds, matters and things as the Board may from time to time, in their absolute discretion deem fit and including without limitation, negotiate, finalize and execute any document or agreement, including without limitation any private placement offer letters, placement agreement, escrow agreement, term sheet and such other documents or any amendments or supplements thereto and to open any bank account for the purpose if required, and to open any shares or securities account or escrow or custodian accounts as may be required in connection therewith and generally to do all such acts, deeds, matters and things in relation to all matters incidental to the Pre-IPO Placement or in relation to the foregoing and to settle any question, difficulty, or doubt that may arise with regard thereto or in relation to the foregoing. In the event of a Pre-IPO Placement, the size of the Offer would be

reduced to the extent of Equity Shares issued under the Pre-IPO Placement, subject to compliance with the minimum net offer size requirements prescribed under Regulation 19(2)(b) of the Securities Contracts (Regulation) Rules, 1957.

RESOLVED FURTHER THAT the Equity Shares so allotted under the Offer (including any reservation or green shoe option) shall be subject to the memorandum of association and the articles of association of the Company and shall rank *pari passu* in all respects with the existing Equity Shares of the Company including rights in respect of dividend.

RESOLVED FURTHER THAT for the purpose of giving effect to the above resolutions and any transfer and allotment of Equity Shares pursuant to the Offer, the Board, or any committee thereof, in consultation with the BRLM, be and is hereby authorised to determine the terms of the Offer including the class of investors to whom the Equity Shares are to be allotted or transferred, the number of Equity Shares to be allotted or transferred in each tranche, offer price, premium amount, discount (as allowed under Applicable Laws), Reservations, listing on one or more Stock Exchanges in India as the Board in its absolute discretion deems fit and do all such acts, deeds, matters and things in relation to the Offer including appointment of the intermediaries, opening escrow account, finalising the basis of allotment of the Equity Shares, and to negotiate, finalize and execute such deeds, documents agreements and any amendment thereto, as it may, in its absolute discretion, deem necessary, proper or desirable including arrangements with BRLM, underwriters, escrow agents, legal counsel(s), etc., to approve incurring of expenditure and payment of fees, commissions, brokerage, remuneration and reimbursement of expenses in connection with the Offer and to settle or give instructions or directions for settling any questions, difficulties or doubts that may arise, in regard to the offering, Offer, transfer and allotment of the Equity Shares and utilization of the Fresh Issue proceeds, if applicable and such other activities as may be necessary in relation to the Offer and to accept and to give effect to such modifications, changes, variations, alterations, deletions and/or additions as regards the terms and conditions as it may, in its absolute discretion, deem fit and proper in the best interest of the Company and the Offer, without requiring any further approval of the shareholders, except as required under law and that all or any of the powers conferred on the Company and the Board pursuant to these resolutions may be exercised by the Board or such committee thereof as the Board may constitute in its behalf.

RESOLVED FURTHER THAT in connection with any of the foregoing resolutions, Mr. Amit Arvind Thatte, Managing Director, Mr. Abhishek Thatte, Whole-time Director, Mr. Milind Suryakant Rao, Company Secretary and Mr. Sanket Gunjikar, Chief Financial Officer be and are hereby severally authorised to execute and deliver any and all other documents, papers or instruments, issue and provide certificates and to do or cause to be done any and all acts or things as may be necessary, appropriate or advisable in order to carry out the purposes and intent of the foregoing resolutions for the Offer; and any such documents so executed and delivered or acts and things done or caused to be done shall be conclusive evidence of the authority of the Company in so doing and any document so executed and delivered or acts and things done or caused to be done prior to the date hereof are hereby ratified, confirmed and approved as the acts and deeds of the Company, as the case may be.

RESOLVED FURTHER THAT the Company Secretary is authorised to certify the true copy of the aforesaid resolutions and the same may be forwarded to any concerned authorities for necessary action.

RESOLVED FURTHER THAT, the Board be and is hereby authorised to delegate all or any of the powers to any of the directors/ employees of the Company herein conferred in such manner as it may deem fit for the purpose of giving effect to the above resolutions and any offer, allotment or transfer of Equity Shares pursuant to the Offer, including, without limitation, to the following:

(i) constituting a committee for the purposes of issue, offer, allotment and transfer of Equity Shares, credit of Equity Shares to the demat accounts of the successful allottees and other matters in connection with or incidental to the Offer, including, without limitation for, determining the anchor investor portion and allocate such number of Equity Shares to anchor investors, the terms and conditions of the Offer relating to timing (including opening and closing dates of the Offer, etc.), number of Equity Shares to be offered and transferred in the Offer and pricing (price band, offer price, including to anchor investors, etc.), and to accept any amendments, modifications, variations or alterations thereto;

(ii) in consultation with the BLRM and in accordance with the SEBI ICDR Regulations, to constitute such other committees of the Board, as may be required under the Applicable Laws, including as provided in the SEBI Listing Regulations;

(iii) authorization of any director or directors of the Company or other officer or officers of the Company, including by the grant of power of attorney, to do such acts, deeds and things as such authorized person in his/her/its absolute discretion may deem necessary or desirable in connection with any issue, offer, allotment or transfer of Equity Shares;

(iv) giving or authorizing any concerned person on behalf of the Company to give such declarations, affidavits, certificates, consents and authorities as may be required from time to time;

(v) appointing the BRLM in accordance with the provisions of the Applicable Laws;

(vi) to decide, negotiate and finalise the pricing, the terms of the issue of the Equity Shares and all other related matters regarding the Pre-IPO Placement, if any, including the execution of the relevant documents with investors, in consultation with the BRLM;

(vii) seeking, if required, any approval, consent or waiver from the Company's lenders, and/or parties with whom the Company has entered into various commercial and other agreements, and/or any/all concerned government and regulatory authorities in India, and/or any other approvals, consents or waivers that may be required in connection with any offer and allotment of Equity Shares and approving and issuing advertisements in relation to the Offer;

(viii) deciding in consultation with the BRLM, the pricing and terms of the Equity Shares, and all other related matters, including the determination of the minimum subscription for the Offer, the Offer Price, the price band (including offer price for anchor investors), the size and all other terms and conditions of the Offer including the number of Equity Shares to be offered and transferred in the Offer, the Bid /

Offer Opening and Bid/Offer Closing Date (including bid opening and bid closing dates for anchor investors), Discount (if any), Reservation, in accordance with the Applicable Laws;

(ix) taking on record the approval of the Selling Shareholders for offering their Equity Shares in the Offer for Sale;

(x) approval of the draft red herring prospectus (the "**DRHP**"), the red herring prospectus (the "**RHP**") and the prospectus (the "**Prospectus**"), the abridged prospectus ("**Abridged Prospectus**"), Confirmation of Allocation Note, applications and the preliminary and final international wrap (including amending, varying or modifying the same or providing any notices, addenda, or corrigenda thereto, together with any summaries thereto, as may be considered desirable or expedient) in relation to the Offer as finalized in consultation with the BRLM, in accordance with the Applicable Laws;

(xi) withdrawing the DRHP or the RHP or not proceeding with the Offer at any stage, after consultation with the BRLM in accordance with the Applicable Laws;

(xii) seeking the listing of the Equity Shares on the Stock Exchanges, submitting the listing application to such Stock Exchanges and taking all actions that may be necessary in connection with obtaining such listing;

(xiii) appointing, instructing and entering into arrangements with the BRLM, co-managers, underwriters, syndicate members, brokers, escrow collection banks, refund banks, sponsor bank, registrar, legal counsel(s), printers, advertising agency(ies), experts, auditors and any other agencies, intermediaries or persons (including any successors or replacements thereof) whose appointment is required in relation to the Offer and to negotiate and finalize the terms of their appointment, including but not limited to execution of the mandate letters with the BRLM;

(xiv) finalization of, approving, adopting and arrangement for the submission of the DRHP to be submitted to the SEBI and the Stock Exchanges for receiving comments, the RHP and the Prospectus (including amending, varying or modifying the same, as may be considered desirable or expedient), the preliminary and final international wrap and any amendments, supplements, notices or corrigenda thereto for the offer of Equity Shares including incorporating such alterations/ corrections/ modifications as may be required by SEBI, Registrar of Companies, Maharashtra at Mumbai, or any other relevant governmental and statutory authorities or in accordance with all applicable laws, rules, regulations, notifications, circulars, orders and guidelines;

(xv) authorization of the maintenance of a register of holders of the Equity Shares;

(xvi) finalization of the basis of allotment of the Equity Shares;

(xvii) to decide the total number of Equity Shares to be reserved for allocation to eligible categories of investors, if any, in accordance with Applicable Laws and on permitting existing shareholders to sell any Equity Shares of the Company held by them;

(xviii) to issue advertisements in such newspapers as it may deem fit and proper in accordance with Regulation 60 of the SEBI ICDR Regulations and the other Applicable Laws;

(xix) to open and operate separate escrow accounts and or any other account, with scheduled banks to receive applications along with application monies in relation to

the Offer in terms of Section 40(3) of the Companies Act and to authorize one or more officers of the Company to execute all documents/deeds as may be necessary in this regard;

(xx) to determine the price at which the Equity Shares are offered, allocated, transferred and/or allotted to investors in the Offer in accordance with applicable regulations in consultation with the BRLM and/or any other advisor, if any;

(xxi) to negotiate, finalise, sign, execute and deliver or arrange the delivery of the offer agreement, syndicate agreement, cash escrow agreement, share escrow agreement, underwriting agreement, agreements with the registrar to the Offer and the advertising agency and all other agreements, documents, deeds, memorandum of understanding and other instruments whatsoever, any amendment(s) or addenda thereto, including, with respect to the payment of commissions, brokerages and fees with the registrar to the Offer, legal counsel(s), auditors, stock exchanges, BRLM and other agencies/intermediaries in connection with the Offer with the power to authorize one or more officers of the Company to negotiate, execute and deliver all or any of the aforesaid documents;

(xxii) to open, maintain, operate and close a bank account of the Company in terms of the share escrow agreement and cash escrow agreement for the handling of refunds for the Offer and to authorize one or more officers/ employees of the Company to execute all documents/deeds as may be necessary in this regard;

(xxiii) to make any applications to, seek clarifications/exemptions and obtain approvals from, if necessary, Foreign Investment Facilitation Portal, RBI, SEBI, Corporate Debt Restructuring Cell or to any other statutory and governmental authorities in connection with the Offer, as may be required, (including for the purpose of offer of shares by the Company to non-resident investors, including NRIs and FIIs) and wherever necessary, incorporate such modifications, amendments, alterations, corrections as may be required in the DRHP, the RHP and the Prospectus;

(xxiv) to seek, if required, the consent of the lenders to the Company and/or the lenders to the subsidiaries (if any) of the Company, industry data providers, joint venture partners, parties with whom the Company has entered into various commercial and other agreements including, without limitation customers, suppliers, strategic partners of the Company, all concerned government and regulatory authorities in India or outside India, and any other consents that may be required in connection with the Offer in accordance with the Applicable Laws;

(xxv) to settle all questions, difficulties or doubts that may arise from time to time in relation to such issues or allotment, as it may in its absolute discretion deem fit;

(xxvi) to do all acts and deeds, and negotiate, finalise, settle, execute and deliver or arrange the delivery of all documents, agreements, forms, certificates, undertakings, letters and instruments as may be necessary, appropriate or advisable in order to carry out the purposes and intent of the foregoing for the purpose of or in connection with the Offer and any documents or instruments so executed and delivered or acts and things done or caused to be done by committee shall be conclusive evidence of the authority of the committee in so doing;

(xxvii) to authorize and approve the incurring of expenditure, including the payment of fees,

commissions and remuneration and expenses in connection with the Offer;

(xxviii) to submit undertaking/certificates or provide clarifications to SEBI and the Stock Exchanges where the Equity Shares of the Company are proposed to be listed;

(xxix) to make applications to the Stock Exchanges for in-principle approval for listing of its equity shares and to execute and to deliver or arrange the delivery and file such papers and documents with the Stock Exchanges, including a copy of the DRHP filed with SEBI, as may be required for the purpose;

(xxx) to issue receipts, allotment letters, confirmation of allocation notes either in physical or electronic mode representing the underlying Equity Shares in the capital of the Company with such features and attributes as may be required and to provide for the tradability and free transferability thereof as per market practices and regulations, including listing on one or more Stock Exchanges, with power to authorise one or more officers of the Company to sign all or any of the afore stated documents;

(xxxi) to authorize and empower officers of the Company (each, an "**Authorized Officer**"), for and on behalf of the Company, to execute and deliver, on a several basis, any declarations, affidavits, certificates, consents, agreements and arrangements as well as amendments or supplements thereto as may be required from time to time or that the Authorized Officers consider necessary, appropriate or advisable, in connection with the Offer, including, without limitation, engagement letter(s), memoranda of understanding, the listing agreements, the registrar's agreement, the depositories agreements, the offer agreement with the BRLM (and other entities as appropriate), the underwriting agreement, the syndicate agreement, the escrow agreement and confirmation of allocation notes, with the BRLM, syndicate members, bankers to the Offer, registrar to the Offer, bankers to the Company, managers, underwriters, guarantors, escrow agents, accountants, auditors, legal counsel(s), depositories, trustees, custodians, advertising agencies, and all such persons or agencies as may be involved in or concerned with the Offer, if any and to do or cause to be done any and all such acts or things that the Authorized Officer may deem necessary, appropriate or desirable in order to carry out the purpose and intent of the foregoing resolutions for the Offer and any such agreements or documents so executed and delivered and acts and things done by any such Authorized Officer shall be conclusive evidence of the authority of the Authorized Officer and the Company in so doing;

(xxxii) acceptance and appropriation of the proceeds of the Fresh Issue in accordance with the Applicable Laws; and

(xxxiii) to do any other act and/or deed, to negotiate and execute any document(s), application(s), agreement(s), undertaking(s), deed(s), affidavits, declarations and certificates, and/or to give such direction as it deems fit or as may be necessary or desirable with regard to the Offer.

RESOLVED FURTHER THAT in connection with any of the foregoing resolutions, the members of the Board and such other persons as may be authorised by the Board, on behalf of the Company, be and are hereby severally authorised to execute and deliver any and all other documents, papers or instruments and to do or cause to be done any and all acts or things as may be necessary, appropriate or advisable in order to carry out the purposes and intent of the

foregoing resolutions for the Issue; and any such documents so executed and delivered or acts and things done or caused to be done shall be conclusive evidence of the authority of the Company in so doing and any document so executed and delivered or acts and things done or caused to be done prior to the date hereof.

RESOLVED FURTHER THAT, subject to such regulatory approvals as may be required, the Issue shall be to such persons, who may or may not be shareholders of the Company, as the Board may, in its sole discretion decide, whether individual(s), companies, bodies corporate or institutions including foreign portfolio investors / Indian financial institutions, qualified institutional buyers, as defined under the SEBI ICDR Regulations, resident Indians, non-resident Indians, mutual funds, banks, insurance companies, permanent employees of the Company or of its subsidiaries, and other persons or entities, as may be permissible under Applicable Laws, including reservation for any permissible persons or categories of investors, for cash at a price to be determined by the book building process in accordance with the provisions of the SEBI ICDR Regulations, and in such manner and on such terms and conditions as the Board may think fit, in accordance with the provisions of the Companies Act, as amended, the SCRA, SCRR and FEMA.

RESOLVED FURTHER THAT, Mr. Amit Arvind Thatte, Managing Director and Mr. Milind Suryakant Rao, Company Secretary be and are hereby severally authorized to take all steps for giving effect to the aforesaid Resolution including filing of the necessary forms with the RoC.

RESOLVED FURTHER THAT, a copy of the above resolution, certified to be true by Mr. Amit Arvind Thatte, Managing Director and Mr. Milind Suryakant Rao, Company Secretary, be forwarded to the concerned authorities for necessary action".

You are requested to make it convenient to attend the meeting. The invitation link is given below

Topic - 18th Annual General Meeting of M/s Kataline Limited
Time - Sep 22, 2026 05:45 PM India
Link - https://us06web.zoom.us/j/82139294139?pwd=8nLQLNF7ORUsrHaLanhFJhVCeIbqdI.1

By Order of the Board
Sd/-
Milind Suryakant Rao
Company Secretary
ICSI Membership No A48012

Date: 22nd September, 2026

M/s Kataline Limited
Registered Office:
39A, Sai-Rudra. Panchal Layout,
Near Wasudeo Nagar Metro Station,
Hingna Road, Nagpur - 440016

NOTES:

1. The General Circular Nos. 14/2020 dated April 08, 2020, No. 17/2020 dated April 13, 2020, No. 20/2020 dated May 05, 2020 and various subsequent Circulars latest being No. 09/2024 dated September 19, 2024 issued by the Ministry of Corporate Affairs (collectively referred to as "MCA Circulars") permitted the holding of the Meeting through Video Conferencing/Other Audio Visual Means (VC/OAVM), without the physical presence of the Shareholders at a common venue. In compliance with the provisions of the Companies Act, 2013 (the "Act") and the MCA Circulars, the Annual General Meeting ("AGM") of the Company is being held through VC/OAVM. The venue of AGM shall be deemed to be the Registered Office of the Company.
2. As the AGM shall be conducted through VC/OAVM, physical attendance of members is not required and the facility for appointment of Proxy by the Members is not available for this AGM and hence the Proxy Form and Attendance Slip including Route Map are not annexed to this Notice.
3. The Explanatory Statement pursuant to Section 102 of the Act setting out material facts concerning the business under Item Nos. 2 to 7 of the Notice is annexed hereto. The relevant details pursuant to Secretarial Standards on General Meetings (SS-2) issued by the Institute of Company Secretaries of India (ICSI), in respect of Directors seeking appointment/re- appointment at this AGM are also annexed. Mr. Amit Arvind Thatte, Mrs. Ketaki Amit Thatte and Mr. Abhishek Amit Thatte are relatives of each other as defined under Section 2(77) of the Companies Act, 2013.
4. The Members can join the AGM in the VC/OAVM mode 15 minutes before & after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice.
5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Act.

Kataline

EXPLANATORY STATEMENT

(Pursuant to Section 102 of the Companies Act, 2013)

Item No. 3
Ratification of Remuneration of Cost Auditors of the Company

The Board of Directors of the Company, at its meeting held on 22nd September, 2026, approved and appointed, M/s V. K. Dube & Co., Cost Accountants [Firm Registration No. 000343] as the Cost Auditors of the Company for the FY 2026-27 ending 31st March 2027 to audit the cost records of the Company at a remuneration of Rs. 50,000/- (Rupees Seventy Thousand) Only, plus applicable tax (GST) and reimbursement of actual out of pocket expenses, if any.

Pursuant to the provisions of Section 148(3) of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (as amended), the remuneration as recommended by the Board of Directors, is subject to ratification by the Shareholders (Members) of the Company. None of the Director/s, Key Managerial Personnel (KMP) of the Company and their relatives are, in any way, concerned or interested, financially or otherwise, in the said Resolution.

Accordingly, the Board of Directors of the Company recommends the Ordinary Resolution No. 3 for ratification of the Shareholders (Members) in the interest of the Company.

Item No. 4
To consider and approve for shareholders' approval the increase in borrowing limits of the Company under Section 180(1)(c) of the Companies Act, 2013

Pursuant to Section 180(1)(c), if the Company intends to borrow funds, where the money to be borrowed, together with the money already borrowed by the Company will exceed the aggregate of its paid-up share capital, free reserves and securities premium, such borrowing will require approval of the shareholders of the Company.

The Board recommends the resolution No. 4f or approval of the members of the Company to borrow funds at any time shall not exceed in the aggregate at any time Rs. 100.00 Crore (Rupees Hundred Crore Only) as a Special Resolution.

None of the directors, Key Managerial Personnel and relatives of directors and/or key managerial personnel (as defined in the Companies Act, 2013) are concerned or interested in the proposed resolution, except in the ordinary course of business.

Item No. 5
To seek approval under Section 180(1)(a) of the Companies Act, 2013 for creation of mortgage or charge on the assets, properties or undertaking(s) of the Company

Keeping in view the Company's long term strategic and business objectives, the Company may need additional funds. For this purpose, the Company may, from time to time, raise finance from various Banks and/or Financial Institutions and/or any other lending institutions and/or Bodies Corporate and/or such other

persons/ individuals as may be considered fit, which, together with the moneys already borrowed by the Company (apart from temporary loans obtained from the Company's bankers in ordinary course of business) may exceed the aggregate of the paid-up capital and free reserves of the Company. Pursuant to section 180(1)(c) and other applicable provisions of Companies Act, 2013 provides that the Board of Directors shall not borrow in excess of the Company's paid up share capital and free reserves, apart from temporary loans obtained from the Company's bankers in the ordinary course of business, except with the consent of the Company accorded by way of a Special Resolution.

Accordingly, the members of the Company previously approved an amount of up to Rs. 100 crores as the borrowing limit under Section 180(1)(c) of the Act. Considering the increase in the business of the Company and the expansion plans it is proposed to increase the limit of borrowing under Section 180(1)(c) of the Act to Rs. 100 Crore/- (Rupees One Hundred Crores) to enable the Board to borrow money depending on the requirements of the company from time to time. The above proposal is in the interest of the Company and the Board recommends the Resolution as set out at Item no. 5 for approval by the members of the Company as Special Resolutions.

None of the Directors or Key Managerial Personnel or their relatives are in any way concerned with or interested, financially or otherwise in the said resolution except to the extent of their shareholding in the Company, if any.

Item No. 6

To consider the Adoption of New Set of Articles of Association in line with Companies Act, 2013, SEBI (ICDR) Regulations, SEBI (LODR) Regulations and Stock Exchange Listing Requirements

As the Members are aware, the Company is proposing an Initial Public Offering (IPO) and subsequent listing of its equity shares on the stock exchanges. The existing Articles of Association ("AoA") need to be updated to align with the Companies Act, 2013, SEBI (ICDR) Regulations, SEBI (LODR) Regulations, and Stock Exchange listing requirements.

Given the extensive nature of these updates, the Board of Directors, at its meeting held on 22nd September, 2026 recommended replacing the existing AoA entirely with a new set patterned after Table F of Schedule I of the Companies Act, 2013.

Key changes in the new AoA include:

- Provisions for mandatory dematerialization and free transferability of public shares.
- Compliance with standard SEBI and Stock Exchange listing clauses.
- Modern governance rules for electronic voting, hybrid meetings, and mandatory board committees.

Under Section 14 of the Companies Act, 2013, the adoption of a new AoA requires member approval via a Special Resolution.

The draft of the new AoA is available for inspection by members at the Registered Office of the Company during business hours up to the date of the meeting.

None of the Directors, Key Managerial Personnel (KMP), or their relatives are concerned or interested in this resolution, except to the extent of their shareholding. The Board recommends passing the Special Resolution.

Item No. 7

To consider and approve raising of capital through an Initial Public Offering (IPO) of equity shares of the Company, including any discount or reservation contemplated in the offer, and any Pre-IPO placement, subject to necessary approvals

The Company proposes to offer and allot fresh equity shares of the Company of face value of ₹ 10/- (the "Equity Shares") each up to an aggregate 43,00,000 Equity Shares, on such terms, in such manner, at such time and at such price or prices and as may be discovered in accordance with the applicable laws, including, without limitation the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (the "SEBI ICDR Regulations"), to various categories of investors including qualified institutional investors, retail individual investors, non-institutional investors, non-resident Indians, foreign portfolio investors and/ or eligible employees, as permitted under the SEBI ICDR Regulations and other applicable laws. The Equity Shares allotted shall rank in all respects *pari passu* with the existing Equity Shares of the Company.

The proposed offering is likely to include a fresh issue of Equity Shares by the Company (the "Fresh Issue") and an offer for sale of upto 43,00,000 Equity Shares by certain existing shareholders of the Company ("Selling Shareholders") ("Offer for Sale" and together with the Fresh issue, the "Offer"). The Company intends to, at the discretion of the board of directors of the Company ("Board"), undertake the Offer and list its Equity Shares at an opportune time in consultation with the book running lead manager(s) ("BRLM") and other advisor and subject to applicable regulatory approvals and other approvals, to the extent necessary. The Board has in its meeting held on 22nd September, 2025 approved the Offer, subject to the approval of the members of the Company

With respect to the Offer, the Company will be required to file a draft red herring prospectus (the "DRHP") with the Securities and Exchange Board of India (the "SEBI") and the Stock Exchanges, and subsequently file a red herring prospectus (the "RHP") with the Registrar of Companies, Maharashtra at Mumbai ("RoC") and thereafter with SEBI, and the Stock Exchanges and file a prospectus with the RoC and thereafter with SEBI and the Stock Exchanges in respect of the Offer (the "Prospectus", and together with the DRHP and the RHP, the "Offer Documents"), in accordance with the SEBI ICDR Regulations, the Companies Act, 2013, and the rules notified thereunder (including any statutory modification(s) or re-enactment thereof, for the time being in force) (collectively referred to as the "Companies Act") and other applicable laws.

Material information pertaining to the Offer is as follows:

(i) *Offer Price*:

The price at which the Equity Shares will be allotted through the Offer shall be determined and finalized by the Company in consultation with the book running lead manager(s), in accordance with the SEBI ICDR Regulations, on the basis of the book building process.

(ii) *Allotment*

The allotment of Equity Shares pursuant to the Offer shall be completed within such time period as may be prescribed under applicable law.

(iii) Object(s) of the Offer:

The proceeds from the Fresh Issue will be utilised for the purposes that shall be disclosed in the draft red herring prospectus to be filed with the Securities and Exchange Board of India in connection with the Offer. The Board has the authority to modify the objects on the basis of the requirements of the Company, subject to applicable laws. The Selling Shareholder(s) shall be entitled to the entire proceeds of the Offer for Sale after deducting the Offer expenses and relevant taxes thereon. The Company shall not receive any proceeds from the Offer for Sale.

(iv) *Intention of Directors/Key management personnel to subscribe to the Offer*:

The Company has not made and will not make an offer of Equity Shares to any of the directors or key management personnel. However, the directors or the key management personnel may apply for the Equity Shares in the various categories under the Offer in accordance with applicable law, including the SEBI ICDR Regulations.

Other than through their participation in the Offer as mentioned above, none of the directors and key managerial personnel of the Company and their relatives of (as defined in the Companies Act) are concerned or interested in the proposed resolution.

(v) *Whether a change in control is intended or expected*:

No change in control of the Company or its management is intended or expected pursuant to the Offer.

(vi) Pre-Offer and post-Offer shareholding pattern

The pre-Offer and post-Offer shareholding pattern (to the extent applicable) shall be as disclosed in the Offer Documents filed in connection with the Offer.

The Equity Shares are proposed to be listed on the BSE Limited, the National Stock Exchange of India Limited and any other stock exchange as determined by the Board at its absolute discretion and the Company will be required to enter into listing agreements with each of the Stock Exchanges.

The Board recommends the resolution for approval of the members of the Company as Special Resolution.

DETAILS OF DIRECTOR SEEKING APPOINTMENT / RE-APPOINTMENT AT THE SEVENTIETH (18TH) ANNUAL GENERAL MEETING OF THE COMPANY

[Pursuant to Secretarial Standards on General Meeting]

BRIEF PROFILE OF DIRECTORS

Name of Director & DIN	ABHISHEK AMIT THATTE (DIN 10790254)
Brief Resume	Passionate about traffic safety, formulations and traffic data analysis to design solutions to enhance the safety and efficiency of the roads globally. Part of the Emerging Leaders Forum for the Road marking Industry Association of Australia
Date of Birth / Age	09-10-2002 / 23 Years
Date of First Appointment	30-09-2024
Expertise in specific functional area	Traffic safety, formulations and traffic data analysis to design solutions to enhance the safety
Qualification	B.B.A.
Shareholding in the Company	100 Equity Shares
Relationship with other Director, Manager and other Key Managerial Personnel of the Company	Promoter- related to Mrs. Ketaki Thatte, Mr. Amit Thatte
No. of Board Meeting attended during the Financial Year 2025-2026	7/7
Name of the other Companies / LLP in which Director/Partner	- Kataline Construction Technologies Private Limited - Kataline Australia PTY LTD
Chairman / Member of the Committee of Board of Directors of the Company or of Other Listed Company	Stakeholders' Relationship Committee - Member CSR Committee - Member IPO Committee - Member

Boards' Report
of
M/s Kataline Limited
(CIN - U24222MH2008PLC183728)

To,
The Members,
Kataline Limited

Your Directors' are pleased to present the **18th Annual Report** together with the Audited Statements of Accounts of the Company for the Financial Year 2025-2026 year ended 31st March, 2026.

FINANCIAL RESULTS AND OPERATIONS:

The Company's financial and operational performance (Standalone) for the financial year ended 31st March, 2026 is summarized below:

Particulars	For the FY 25-26 (₹ In Lakhs)	For the FY 24-25 (₹ In Lakhs)
Revenue from Operation	22058.02	15893.21
Other Income	342.11	61.10
Total Income	**22400.13**	**15954.31**
Cost of material consumed	13211.71	10161.65
Change in inventories	(75.55)	(649.17)
Employee Benefits Expenses	1382.19	1433.36
Finance Costs	27.75	4.09
depreciation and amortization of expenses	422.35	270.81
Other Expenses	3959.88	2513.77
Total Expenditure	**18928.33**	**13734.51**
Profit/(Loss) before Tax	**3471.80**	**22219.80**
Less: Current Tax	812	541.00
Less: Deferred Tax	23.62	26.50
Profit/(Loss) after Tax	**2636.18**	**1652.30**
Earnings per Equity		
Basic (Rs.)	**9.62**	**6.03**
Diluted (Rs.)	**9.62**	**6.03**

Standalone

During FY 2025-26, the Company recorded substantial growth in revenue and profitability. Revenue increased to approximately ₹220.58 crore from ₹158.93 crore in FY 2024-25, representing growth of approximately 38.79%. The increase was driven by both product sales and project execution services.

- Product sales increased by approximately ₹30.11 crore, or 24.11%, to ₹155.01 crore.
- Project execution services increased by approximately ₹31.54 crore, or 92.68%, to ₹65.57 crore.
- Hot-applied thermoplastics accounted for approximately 84.82% of FY26 revenue.
- Sales through distributors represented approximately 49.39% of FY26 revenue

The Directors note that the Company's performance continued to be influenced by road and highway construction and maintenance activity, government and EPC-led infrastructure spending, project execution cycles and seasonality associated with the monsoon.

COMPANY AFFAIRS / BUSINESS REVIEW:

The Company is engaged in the business of manufacturing road safety marking products and providing integrated traffic safety solutions and project execution services. Its activities include road and highway markings, road safety products, application services and related traffic-safety solutions.

The Company's product portfolio includes hot-applied thermoplastics, cold plastics, water-based and solvent-based paints, reflective paints, primers, glass beads and related road-safety products. The Company also undertakes project execution/application work on roads, highways, expressways and other infrastructure projects.

During FY 2025-26, the Company was converted from a private company into a public company pursuant to the relevant corporate approvals and certificate dated 20th June 2025. The Company's name was subsequently changed from Kataline Infra-Products Limited to Kataline Limited with effect from 1 August 2025.

There was no change in the principal line of business of the Company. The conversion into a public company and preparations for the proposed initial public offering represented significant corporate developments during the year.

DIVIDEND:

In view of the Company's growth plans, working-capital requirements and proposed expansion, the Board of Directors does not recommend any dividend for FY 2025-26.

RESERVES AND SURPLUS:

The Company has not transferred any amount to the reserves during the Financial Year ended 31st March, 2026.

SHARE CAPITAL:

Duri g the period under review, there was change in the Authorized and Paid-up Share Capital of the Company.

Authorized Share Capital of Company as on 31st March,2026

Particulars	No of Shares	Face Value	Total Value
Equity Shares	3,75,00,000	10	37,50,00,000
Preference Shares	--	--	--
Total Authorized Share Capital			**37,50,00,000**

Paid-up Share Capital of Company as on 31st March,2026

Particulars	No of Shares	Face Value	Total Value
Equity Shares	2,74,05,000	10/-	27,40,50,000
Preference Shares	--	--	--
Total Paid-up Share Capital			**27,40,50,000**

ISSUE OF SHARES AND DEBENTURES AND BUYBACK OF SHARES:

The Company has neither issued any debentures nor undertaken any buy-back of its securities during the year under review.

CHANGE(S) IN THE NATURE OF BUSINESS:

There has been no material change(s) in the nature of business of the Company during the financial year under review.

COMPOSITION OF DIRECTORS AND KEY MANAGEMENT PERSONNEL:

The Company is committed to ensuring a balanced and effective Board structure with an appropriate mix of Executive, Non-Executive, and Independent Directors, aligned with the principles of sound corporate governance and the provisions of the Companies Act, 2013.

During the period under review, Board of Directors and Key Manegerial Personnels of the Company comprised of following persons.

BOARD OF DIRECTORS

1. Mr. Amit Arvind Thatte – Managing Director w.e.f. 26.08.2025 (Category – Promoter)

2. Mrs. Ketaki Amit Thatte – Whole-time Director w.e.f. 26.08.2025 (Category – Promoter)
3. Mr. Abhishek Amit Thatte – Whole-time Director w.e.f. 26.08.2025 (Category – Promoter)
4. Mr. Satish Madhav Shenoy – Independent Director w.e.f. 21.06.2025
5. Mr. Kurian Pallathuseril Chandy - Independent Director w.e.f. 21.06.2025
6. Ms. Apurva Joshi - Independent Director w.e.f. 08.07.2025

KEY MANEGERIAL PERSONNELS

1. Mr. CS Milind Suryakant Rao (Appointed as Company Secretary w.e.f.24.03.2025)
2. Mr. Sanket Gunjikar (Appointed as Chief Financial Officer w.e.f. 21.06.2025)

CHANGES AMONGST THE PROMOTER DIRECTOR/S

Mr. Amit Arvind Thatte, (DIN - 01525877), was appointed as the Managing Director (Category - Promoter & Executive), designated Key Managerial Personnel, of the Company, for a period of Five (5) st years effective 26.08.2025.

Mrs. Ketaki Amit Thatte, (DIN - 01525878), was appointed as the Whole-time Director (Category - Promoter & Executive) liable to retire by rotation, designated Key Managerial Personnel, of the Company, for a period of Five (5) st years effective 26.08.2025.

Mr. Abhishek Amit Thatte, (DIN - 10790254), was appointed as the Whole-time Director (Category - Promoter & Executive) liable to retire by rotation, designated Key Managerial Personnel, of the Company, for a period of Five (5) st years effective 26.08.2025.

CHANGES AMONSGT THE INDEPENDENT DIRECTOR/S

Mr. Satish Madhav Shenoy (DIN - 00230711) effective 21 June 2025, Mr. Kurian Pallathuseril Chandy (DIN - 00855226) effective 21 June 2025 and Ms. Apurva Joshi, (DIN - 06608172) effective 8 July 2025, were appointed as an Additional Director [Category – Non-executive, Independent], of the Company, by the Board of Directors, in terms of provisions of Section 161 of the Companies Act, 2013 read with the rules made there under, and who holds such office up to the conclusion of this Seventieth (17) Annual General Meeting of the Company

DIRECTOR RETIREMENT BY ROTATION

Pursuant to Section 152 of Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 (as amended), Mrs. Abhishek Amit Thatte, (DIN - 10790254), [Category – Promoter & Executive], of the Company, retires by rotation and being eligible, offers himself for re-appointment. The Board recommends his re-appointment as a Director of the Company, in the interest of the Company

PROPOSED CHANGES AMONGST DIRECTOR/S PLACED BEFORE THE MEMBERS FOR THEIR APPROVAL

a)

The information (details) of Director/s of seeking appointment / re-appointment at the 18th Annual General Meeting of the Company, pursuant to Secretarial Standards on General Meetings (SS-2) is annexed to the Notice convening the 18th Annual General Meeting of the Company].

DECLARATION BY INDEPENDENT DIRECTOR/S

The Company has duly complied with the definition of 'Independence' according to the provisions of Section 149(6) of, read with Schedule IV - Code of Independent Directors to, the Companies Act, 2013. All the Independent Director/s, have submitted a declaration that he/she meets the criteria of independence and submits the declaration regarding the status of holding other directorship and membership as provided under law.

COMMITTEES OF THE BOARD:

In accordance with the provisions of the Companies Act, 2013, the relevant rules made thereunder, the Board of Directors of the Company has duly constituted the following Committees to facilitate focused oversight on specific areas and to ensure effective governance practices:

i. Audit Committee
ii. Nomination and Remuneration Committee
iii. Stakeholders Relationship Committee
iv. Corporate Social Responsibility (CSR) Committee
v. IPO Committee

These Committees operate within defined terms of reference and play a vital role in ensuring that the Board's supervisory role is well executed across critical functional areas.

The following are the Composition of the Committees of the Board formed:

Name of the Committee	Composition
Corporate Social Responsibility Committee	1. Mr. Amit Thatte, Managing Director (Chairman) 2. Ms. Apurva Joshi, Independent Director (Member) 3. Mr. Abhishek Thatte, Whole-time Director, (Member) 4. Mrs. Ketaki Amit Thatte, Whole-time Director (Member)
Audit Committee	1. Mr Satish Shenoy, Independent Director (Chairperson) 2. Mr Kurian Chandy, Independent Director (Member) 3. Ms Apurva Joshi (Member) 4. Mr Amit Thatte, Managing Director (Member)

Nomination and Remuneration Committee	1. Mr Kurian Chandy, Independent Director (Chairperson) 2. Ms Apurva Joshi, Independent Director (Member) 3. Mr Satish Shenoy, Independent Director (Member)
Stakeholders' Relationship Committee	. Mr. Kurian Chandy, Independent Director (Chairman) 2. Mr Satish Shenoy, Independent Director (Member) 3. Mr Abhishek Thatte, Whole-time Director (Member)
IPO Committee	1. Mr Amit Arvind Thatte (Chairman) 2. Mr. Kurian Chandy. (Member) 3. Mrs. Ketaki Amit Thatte (Member) 4. Mr. Abhishek Amit Thatte (Member)

Evaluation of the Board's Performance

During the financial year 2025-2026, the Board continued with a formal mechanism for evaluating its performance as well as that of its Committees and individual Director/s, including the Chairman of the Board. The exercise was carried out through a structured evaluation process covering various aspects of the Board functioning such as composition of the Board and its Committee/s, experience and competencies, performance of specific duties and obligations, governance issues, etc. Separate exercise was carried out to evaluate the performance of individual Director/s including the Chairman of the Board, who were evaluated on parameters such as attendance, contribution at the meetings, independent judgment, safeguarding of minority shareholders interest, etc.

The outcome of the evaluation confirmed that the Board and its Committees are functioning effectively and collectively possess an appropriate mix of skills, experience, and expertise necessary for the Company's governance and strategic direction.

COMPLIANCE OF SECRETARIAL STANDARDS ISSUED BY THE INSTITUTE OF COMPANIES SECRETARIES OF INDIA:

The Company complies with Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) issued by the Institute of Company Secretaries of India.

COST AUDITORS AND COST AUDIT REPORT:

In compliance with section 148 (3) of the Companies Act, 2013 and rule 6 (2) of the Companies (Cost records and Audit Rules) 2014, the Board at its meeting held on 21st June, 2025, has approved the reappointment of M/s. V. K. Dubey & Co., (Firm Registration No. 000343), as Cost Auditors of the Company for FY 2025-26.

The remuneration is subject to the ratification of the Members in terms of Section 148 read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014 and is being accordingly placed before the Members for ratification.

The cost audit report does not contain any observation or qualification requiring explanation or comments from the Board under Section 134(3) of the Companies Act, 2013.

The Company has received consent from M/s. V. K. Dubey & Co., (Firm Registration No. 000343), as Cost Auditors, for appointment as Cost Auditors of the Company for FY 2026-27 which was approved by the Board of Directors in their meeting held on 22 September, 2026.

NUMBER OF BOARD MEETINGS AND ANNUAL GENERAL MEETING / EXTRA-ORDINARY GENERAL MEETING HELD DURING THE FINANCIAL YEAR 2025-2026:

During the Financial Year 01, April 2025 to 31, March, 2026, (7) Seven Board Meetings were held in compliance with the provisions of the Companies Act, 2013 read with Secretarial Standard 1 issued by The Institute of Companies Secretaries of India (ICSI). The Board confirm that the gap between the two consecutive Board meetings did not exceed the maximum number of days as specified in the Companies Act, 2013. The details of Board Meeting held during the year are below:

Sr. No.	Date of Board Meeting
1.	18.04.2025
2.	06.06.2025
3.	21.06.2025
4.	08.07.2025
5.	26.08.2025
6.	19.12.2025
7.	30.03.2026

The Extra-Ordinary General Meeting of the Company held during the year are below-

Sr. No.	Date of General Meeting
1.	07.06.2025
2.	09.07.2025

The Annual General Meeting of the Company for the period ended 31st March, 2025 was held on 26h August, 2025.

The details of Director's attendance at Board Meeting and in AGM are given below:

Name of Director	DIN	Board Meeting Attended		Whether present at AGM held on 26th August 2025
		No. of Board meeting held	No. of Board meeting attended	
Mr. Amit Arvind Thatte	01525877	7	8	Yes
Mrs. Ketaki Amit Thatte	01525878	7	8	Yes
Mr. Abhishek Amit Thatte	10790254	7	5	Yes
Mr. Satish Madhav Shenoy (w.e.f. 21.06.2025)	00230711	5	4	Yes
Mr. Kurian Pallathuseril Chandy (w.e.f. 21.06.2025)	00855226	5	4	Yes
Ms. Apurva Joshi (w.e.f. 08.07.2025)	06608172	4	4	Yes

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

No material changes and commitments affecting the financial position of the Company occurred between the ends of the financial year to which this financial statement relate on the date of this report

SUBSIDIARIES, JOINT VENTURE AND ASSOCIATE COMPANIES:

The Company has a subsidiary, the details of which form part of the notes to the financial statements but does not have any joint venture or associated enterprise. **("Annexure A")**

Sr. No.	Name and Address of Company	CIN / GLN	Holding / Subsidiary / Associate	% of shares holding
1.	Kataline Australia Pty Ltd	--	Subsidiary	100

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF COMPANIES ACT, 2013:

During the financial year under review, the Company has not provided any loan, guarantee or made any investment under Section 186 of the Companies Act, 2013.

THE COMPANIES (ACCEPTANCE OF DEPOSITS) RULES, 2014

The Company has not accepted Public Deposits within the purview of Section 73 to 76 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

AUDITOR'S AND AUDITOR'S REPORT

The Shareholders (Members) of the Company, at their 16th Annual General Meeting of the Company held on 30th September 2024, were appointed M/s C. N. Patel & CO., Chartered Accountants, Nagpur [ICAI Firm Registration No. 112552W], as the Statutory Auditors of the Company to hold office from the conclusion of 17th Annual General Meeting held for the financial year 2024-25 ended 31st March 2025 till the conclusion of 2th Annual General Meeting of the Company to be held for the financial year 2028-2029 ending 31st March 2029.

M/s C. N. Patel & CO., Chartered Accountants, Nagpur [ICAI Firm Registration No. 112552W] have confirmed their eligibility under Sections 139, 141 and other applicable provisions of the Companies Act, 2013 and the rules framed thereunder.

The Notes on Financial Statements referred to in the Auditors' Report are self-explanatory and do not call for any further comments. There are no qualifications, reservations or adverse remarks or disclaimers made by Statutory Auditors, in their report.

DISCLOSURE OF FRAUDS IN THE BOARD'S REPORT UNDER SECTION 143 OF THE COMPANIES ACT, 2013:

There have been no instances of fraud reported by the Auditors under Section 143(12) of the Companies Act, 2013.

DESIGNATED PERSON

Mr. Amit Arvind Thatte Managing Director of the Company is designated person for furnishing, and extending co-operation for providing, information to the Registrar or any other authorised officer with respect to beneficial interest in shares of the company pursuant to rule 9, sub-rule (5) of Companies (Management and Administration), Rule 2014, Second Amendment Rules, 2023.

ANNUAL RETURN:

In accordance with the requirements of Section 92(3) of the Companies Act, 2013 and Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return in the prescribed Format proposed to be submitted to the Registrar of Companies for the financial year ended March 31, 2026 is available on the Company's website at https://www.katalineindia.com.

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

(a) CONSERVATION OF ENERGY:

The Company has been giving utmost priority to conservation of various forms of energy used in the manufacturing process. The major conservation measures implemented so far are optimization of utility output to match process requirement thereby reducing wasteful running of equipment and timely replacement or servicing wherever required.

(b) TECHNOLOGY ABSORPTION:

The Company continues to use the latest technology for improving the productivity and quality of its services and products.

(c) FOREIGN EXCHANGE EARNINGS AND OUTGO:

Particulars	Financial year 2025-26 (Amount in lakhs)	Financial year 2024-25 (Amount in lakhs)
Earnings	66.87	414.70
Outgo	8600.19	6481.85

CORPORATE SOCIAL RESPONSIBILITY (CSR):

The Company discharges its Corporate Social Responsibility obligations through towards supporting projects as prescribed under Schedule VII of the Companies Act, 2013, in line with the Corporate Social Responsibility Policy of the Company.

The Board of Directors has approved the CSR Policy of the Company as formulated and recommended by the CSR Committee, which is available on the website of the Company at www.katalineindia.com.

Further, CSR activities, for the year under review, is **("Annexure C")**

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

During the financial year under review, all Related Party Transactions entered into with Related Parties were at arm's length in the ordinary course of the business and are disclosed in notes to accounts. There were no materially significant related party transactions entered into by the Company with any Related Parties which require Board of Directors and Shareholders' approval. AOC-2 Annexed to this Report as "(**Annexure B"**).

SECRETARIAL AUDIT REPORT:

The Company is not required to obtain a Secretarial Audit Report under the provisions of the Act.

POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION UNDER SECTION 178 (3):

The Company being a private Company is not required to constitute Nomination and Remuneration Committee under the provisions of the Companies Act, 2013.

The requirement to formulate a policy under Section 178(3) of the Companies Act, 2013 is not applicable to the Company.

DEVELOPMENT & IMPLEMENTATION OF RISK MANAGEMENT POLICY:

Risk is an inherent aspect of business, especially in a dynamic economic scenario. The Company's risk management philosophy is to ensure that the Company has an effective risk management system in place comprising strategies, processes and reporting procedures necessary to continuously identify, measure, monitor, manage and report risks to which the Company is or could be exposed to as well as their interdependencies.

Pursuant to section 134 (3) (n) of the Companies Act, 2013, the Company has Risk Management Policy to identify the elements of risk, if any which in the opinion of Board may threaten the existence of the Company.

During the financial year under review the Board of Directors did not come across any potential risks which may threaten the existence of the Company.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 134(3) (c) read with Section 134(5) of the Companies Act, 2013, the Directors hereby confirm that:

a. In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
b. the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view

of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that year;

c. the Directors had taken proper and sufficient care for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing frauds and other irregularities;

d. the Directors had prepared the annual accounts on a going concern basis;

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

ADEQUACY OF INTERNAL FINANCIAL CONTROL:

The Company has internal financial control system in place which is commensurate with its size and nature of business to ensure efficiency of operations, including adherence to company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records and timely preparation and reporting of reliable financial information.

DETAILS OF SIGNIFICANT MATERIAL ORDERS PASSED BY THE REGULATORS / COURTS / TRIBUNAL IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATION IN FUTURE:

There are no significant material orders passed by the Regulators / Courts / Tribunal which would impact the going concern status of the Company and its future operations. Hence, disclosure pursuant to Rule 8 (5) (vii) of Companies (Accounts) Rules, 2014 is not required.

PARTICULARS OF EMPLOYEES:

There were no such employees of the Company for which the information required to be disclosed pursuant to Section 197 (12) read with Rule 5 (2) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

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

The Company has formed Internal Complaints Committee and Sexual Harassment Policy in accordance with the provisions of "The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013". Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

We would like to further add that the Company provides a conducive work environment in terms of sexual harassment for the women employees and has sufficient checks to provide protection against sexual harassment of women at workplace.

Details of Sexual Harassment cases are following:

Sr. No.	Particulars	Details
1.	Number of Sexual Harassment Complaints received	Nil
2.	Number of Sexual Harassment Complaints disposed off	Nil
3.	Number of Sexual Harassment Complaints pending beyond 90 days.	Nil

HUMAN RESOURCES:

The Company considers its employees as most important resources and asset. The Company follows a policy of building strong teams of talented professionals. The Company continues to build on its capabilities in getting the right talent to support different products and geographies and is taking effective steps to retain the talent. It has built an open, transparent and meritocratic culture to nurture this asset. The Company ensures that safe working conditions are provided in the offices of the Company.

The Company has kept a sharp focus on Employee Engagement. The Company's Human Resources is commensurate with the size, nature and operations of the Company. The overall industrial relations in the Company have been cordial.

Following is details of number of employees in Company as on closure of financial year:

Sr. No.	Category	Number of Employees
1.	Male	135
2.	Female	7
3.	Transgender	0

MATERNITY BENEFIT ACT:

The Company is committed to ensuring a safe, inclusive, and supportive work environment for all employees. The Company has complied with the provisions of the Maternity Benefit Act, 1961, and extends all benefits and protections under the Act to eligible employees. Adequate internal policies and procedures are in place to uphold the rights and welfare of women employees in accordance with the applicable laws.

DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 DURING THE YEAR ALONG WITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR

There is no application made or any Proceeding pending against the Company under the Insolvency and Bankruptcy Code, 2016 during the financial year.

DETAILS OF DIFFERENCE BETWEEN AMOUNT OF VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM BANKS OR FINANCIAL INSTITUTIONS WITH THE REASON THERE OF.

There are no instances of one-time settlement during the financial year.

COMPLIANCES:

The Company has complied and continues to comply with all the applicable regulations, circulars and guidelines issued by the Ministry of Corporate Affairs (MCA).

To best of knowledge and information available to the Directors, the Company has complied with all the applicable provisions of the Companies Act, 1956 (to the extent applicable), Companies Act, 2013, Foreign Exchange Management Act, 1999, Income Tax Act, 1961, Finance Act, 1994, all the Labour Laws and other applicable laws, rules/regulations/guidelines issued by the Regulatory Authorities from time to time.

ACKNOWLEDGEMENTS:

The Directors would like to place on record and express their sincere thanks for the assistance and co-operation received from our bankers, employees, auditors and consultants during the financial year under review. The Directors sincerely appreciate the high degree of professionalism, commitment and dedication displayed by employees all levels. The Directors also place on records their gratitude to the members for their continued support and confidence.

FOR AND ON BEHALF OF THE BOARD,
KATALINE LIMITED

Kataline Limited Nagpur

AMIT ARVIND THATTE
MANAGING DIRECTOR
DIN: 01525877

KETAKI ARVIND THATE
WHOLE-TIME DIRECTOR
DIN: 01525878

Date: NAGPUR
Place: 22.09.2026

("Annexure-A")

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries / associate companies / joint ventures

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in AUD)

Sr	Particulars		
1	Certificate of Incorporation	**Australian Company Number 684 460 919**	
2	Name of the Subsidiary	**KATALINE AUSTRALIA PTY LTD**	
3	The date since when subsidiary was acquired	13.02.2025	
4	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	NA	
5	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	$AUD	
6	Share Capital	AUD	100
7	Reserves and surplus (Retained Earnings)	AUD	(12,389)
8	Total assets	AUD	(12,289)
9	Total liabilities	AUD	(12,289)
10	Investments	AUD	-
11	Turnover / Revenue	AUD	-
12	Profit before taxation	AUD	(12,389)
13	Provision for taxation	AUD	-
14	Profit/(-)loss after taxation	AUD	(12,389)
15	Proposed Dividend	-	
16	Extent of Shareholding (in percentage)	100%	

Part "B": Associates and Joint Ventures

Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Sr. No.	Name of Associates/Joint Ventures	Name1
1.	Latest audited Balance Sheet Date	NA
2.	Date on which the Associate or Joint Venture was associated or acquired	NA
3.	Shares of Associate or Joint Ventures held by the company on the year end	NA
	No.	NA
	Amount of Investment in Associates or Joint Venture	NA
	Extent of Holding (%)	NA
4.	Description of how there is significant influence	NA
5.	Reason why the associate / joint venture is not consolidated	NA
6.	Net worth attributable to shareholding as per latest audited Balance Sheet	NA
7.	Profit or Loss for the year	NA
i.	Considered in Consolidation	NA
ii.	Not Considered in Consolidation	NA

Number of Associates or Joint Ventures which are yet to commence operations.

CIN	*NA*
Names of Associates and Joint Ventures which are yet to commence operations	*NA*

Number of Associates or Joint Ventures which have been liquidated or have ceased to be Associates or Joint Venture during the year.

CIN	*NA*
Names of Associates and Joint Ventures	*NA*

FOR AND ON BEHALF OF THE BOARD,
KATALINE LIMITED

AMIT ARVIND THATTE
MANAGING DIRECTOR
DIN: 01525877

Kataline Limited Nagpur

KETAKI ARVIND THATE
WHOLE-TIME DIRECTOR
DIN: 01525878

("Annexure - B")

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis

a.	Name(s) of the related party and nature of relationship	--
b.	Nature of contracts / arrangements / transactions	--
c.	duration of the contracts / arrangements / transactions	--
d.	Salient terms of the contracts or arrangements or transactions including the value, if any	--
e.	Justification for entering into such contracts or arrangements or transactions	--
f.	date(s) of approval by the Board	--
g.	Amount paid as advances, if any:	--
h.	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	--
i.	SRN of MGT-14	--

2. Details of material contracts or arrangement or transactions at arm's length basis

a.	Name(s) of the related party and nature of relationship	Amit Arvind Thatte	Amit Arvind Thatte	Kataline Construction Technologies Private Limited
b.	Nature of contracts / arrangements / transactions	Purchase of Immoveable Property	Purchase of Intellectual Property	Purchase of Intellectual Property
c.	duration of the contracts / arrangements/transactions	One-time	One-time	One-time

d.	Salient terms of the contracts or arrangements or transactions including the value, if any	Rs. 3.00 Crore	Rs. 25 Lakhs	Rs. 1.65 Lakhs
e.	Justification for entering into such contracts or arrangements or transactions	Immoveable land for factory premise	Intellectual Properties are critical part in business	Intellectual Properties are critical part in business
f.	date(s) of approval by the Board	24.03.2025	19.11.2025	19.11.2025
g.	Amount paid as advances, if any:	--	--	--
h.	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	NA	NA	NA

FOR AND ON BEHALF OF THE BOARD,
KATALINE LIMITED

Kataline Limited Nagpur

AMIT ARVIND THATTE
MANAGING DIRECTOR
DIN: 01525877

KETAKI ARVIND THATE
WHOLE-TIME DIRECTOR
DIN: 01525878

Date: NAGPUR
Place: 22.09.2026

("Annexure-C")

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

1. A brief outline of the Company's CSR policy:

The Board of Directors has developed and implemented its Corporate Social Responsibility (CSR) Policy in Board Meeting of the Company.

2. Composition of CSR Committee:

Sr. No.	Name of the member	Designation	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Amit Arvind Thatte	Chairman	1	1
2.	Ketaki Amit Thatte	Member	1	1
3.	Abhishek Amit Thatte	Member	1	1
4.	Apurva Joshi	Member	1	1

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

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

5. a) Average net profit of the Company as per section 135(5) for last three financial years: Rs. 2198.43 lakhs
   b) Two percent of average net profit of the company as per sub-section (5) of section 135: Rs.43.97 Lakhs
   c) Surplus arising out of the CSR projects or program's or activities of the previous financial years: NIL
   d) Amount required to be set off for the financial year, if any: NIL
   e) Total CSR obligation for the financial year [(b)+(c)-(d)]: 43.97 Lakhs

6. a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project): Details of CSR amount spent on ongoing projects during the financial year 2025-26 as follows: Nil

DETAILS OF CSR AMOUNT SPENT AGAINST ONGOING PROJECTS FOR THE FINANCIAL YEAR 2025-26:

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

(b) Amount spent in Administrative Overheads: Nil

(c) Amount spent on Impact Assessment, if applicable: Nil

(d) Total amount spent for the Financial Year [(a)+(b)+(c)]:Rs. 40.00 Lakh

(e) CSR amount ~~spent or~~ unspent for the financial year: Rs. 3.97 Lakh

Total Amount Spent for the Financial Year	Amount Unspent (₹ In Lakhs)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
40.00	Nil	Nil	PMCare Fund	3.97	22.09.2026

(f) Excess amount for set off, if any

Sr. No.	Particular	Amount (₹ In Lakhs)
(i)	Two percent of average net profit of the company as per section 135(5)	Not Applicable
(ii)	Total amount spent for the Financial Year	
(iii)	Excess amount spent for the financial year [(ii)-(i)]	
(iv)	Surplus arising out of the CSR projects or programs or activities of the previous financial years, if any	
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	

7. Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6)	Amount spent in the reporting Financial Year	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding financial years (₹ In Lakhs)
				Name of the Fund	(₹ In Lakhs)	Date of transfer.	
1.	2024-25	--	16.00	PMCare Fund	23.65	22.09.2026	--
2.	2023-24	--	1.00	PMCare Fund	28.55	22.09.2026	--
3.	2022-23	--	2.36	PMCare Fund	16.66	22.09.2026	--

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: Nil

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year: Nil

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): Company was exploring suitable project in and around factory area.

FOR AND ON BEHALF OF THE BOARD,
KATALINE LIMITED

Kataline Limited * Nagpur *

AMIT ARVIND THATTE
MANAGING DIRECTOR
DIN: 01525877

KETAKI ARVIND THATE
WHOLE-TIME DIRECTOR
DIN: 01525878

Date: NAGPUR
Place: 22.09.2026

C. N. PATEL & CO. LLP
Chartered Accountants

Plot No. 12, Aradhana, State Bank Colony,
Opp. Tidke Vidyalaya, Katol Road, Nagpur - 440013.
Tel. No. +91 712 2584800, 9922584800
Email ID : info@cnpca.in : www.cnpca.in

Independent Auditor's Report

To,
The Members of
Kataline Limited ("Company")
(formerly known as Kataline Infra Products Private Limited)
39/A, Sai Rudra, Panchal Layout,
Near Wasudeo Nagar Metro Station,
Hingna Road, Nagpur – 440 016,
Maharashtra, India

Report on the Audit of the Standalone Financial Statements

Opinion

1. We have audited the accompanying Standalone financial statements of **Kataline Limited** (Earlier known as Kataline Infra Products Private Limited,) ("the Company"), which comprise the Standalone Balance Sheet as at March 31, 2026, and the Standalone Statement of Profit and Loss (including other comprehensive income), the Standalone statement of cash flows and the Standalone statement of changes in Equity for the year ended on that date, and notes to the Standalone financial statements including summary of material accounting policies and other explanatory information.

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

Basis for opinion

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

Key audit matters

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole and in forming our opinion there on, and we do not provide a separate opinion on these matters.
   Reporting of the key audit matters as per SA701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

C. N. PATEL & CO. LLP NAGPUR FRN 112552W/W101272 Chartered Accountants

Information other than the financial statements and auditors' report thereon

5. The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Director's Report but does not include the standalone financial statements and our auditor's report thereon. Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the 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 during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Financial Statements

6. The Company's board of Directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

7. In preparing the standalone financial statements, management and Board of Directors are 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 Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's responsibilities for the audit of the Standalone Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast

C.N. PATEL & CO. LLP NAGPUR FRN: 112552W/W101272 Chartered Accountants

significant doubt on the Company's ability to continue as a going concern. If we conclude that material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

11. 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 financial control that we identify during our audit.

12. 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.

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

Report on other legal and regulatory requirements

14. 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.

15. 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 (including other comprehensive income), the Statement of Cash Flows and Statement of Changes in Equity dealt with by this report are in agreement with the books of account;

(d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under section 133 of the Act;

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

(f) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to standalone financial statements;

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

C.N. PATEL & CO. LLP NAGPUR FRN:112552W/W101272 Chartered Accountants

The Company, being a Private Limited Company, the provisions of Section 197 read with Schedule V to the Act are not applicable to the Company and hence reporting under Section 197 (16) is not required.

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

i. The Company has no pending litigations and consequent impact on its financial position in its standalone financial statements- Refer to Note No. 32 to the financial statement;

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

iii. The company did not have any amount which was required to be transferred to the Investor Education and Protection Fund by the Company as at 31st March, 2026.

iv.

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

b) The management has represented, that, to the best of its 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 in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and.

c) Based on audit procedures which we 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 (a) and (b) contain any material mis-statement.

v. The company has not declared or paid any dividend during the year and hence compliance with provision of section 123 of the Act is not applicable.

vi. The Company has unspent Corporate Social Responsibility (CSR) amount of ₹94.14 Lakhs pertaining to previous financial years, which was not transferred within the prescribed period to a fund specified in Schedule VII of the Companies Act, 2013, and was belatedly transferred on 22nd September 2026.

vii. Based on our examination, which included test checks, the Company has used accounting software systems for maintaining its books of account for the financial year ended March 31, 2026, which have the feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software systems. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For and on behalf of
C. N. Patel & Co. LLP
Chartered Accountants
Firm Registration No: 112552W/W101272



CA. Amit Kurani
Partner
Membership No.: 111132
UDIN: 26111132QEUNBH2951
Date: September 22, 2026
Place: Nagpur

Annexure "A" to the Independent Auditor's Report

(Referred to paragraph 1 under 'Report on other legal and regulatory requirements' section of our Independent Auditor's Report to the members of the Kataline Limited (earlier known as Kataline Infra Products Private Limited, of even date)

In terms of the information and explanations sought by us and given by the Company and the books of accounts and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

i. In respect of the Company's property plant and equipment:

(a) A. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment, Capital work in progress and relevant details of right of use assets.

B. The Company has maintained proper records showing full particulars of intangible assets.

(b) The Company has a programme of physical verification of Property, Plant and Equipment, Capital Work-in-Progress and Right-of-Use assets. In our opinion, the programme provides for verification of all such assets at reasonable intervals, having regard to the size of the Company and the nature of its operations. During the year, certain assets were physically verified by the Management in accordance with the said programme, and according to the information and explanations provided to us, no material discrepancies were observed on such verification.

(c) The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreement is duly executed in favour of the lessee) as disclosed in the financial statement are held in the name of the Company.

In respect of immovable properties of land and building that have been taken on lease and disclosed as fixed assets in the financial statements, the lease agreements are in the name of the Company.

(d) The Company has not revalued any of its Property, Plant and Equipment (including Right of Use assets) or intangible assets during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at 31 March 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

ii. In respect of company's stock:

(b) The inventories were physically verified during the year by the Management at reasonable intervals. In our opinion and according to the information and explanations given to us, the coverage and procedure of such verification by the Management is appropriate having regard to the size of the Company and the nature of its operations. On such physical verification, no discrepancies of 10% or more in the aggregate for each class of inventory were noticed when compared with the books of account.

(c) According to the information and explanations given to us, during any point of time of the year, the Company has been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, from banks or financial institutions on the basis of security of current assets of the Company. The Company records closing inventory in the books of account only at the year-end and not at the interim period ends. For the purpose of submission of returns/ statements with the banks or financial institutions, the Company prepares and maintains workings of value of closing inventory derived from separate records which is not integrated into financial records for respective interim periods. In absence of details for the interim period, we are unable to comment on variances in the amount as reported to the bank. From the information made available to us for the quarter ended March-26, there is variation in the amount as mentioned below:



For the quarter ended	Sanctioned amount to which discrepancy relates	Nature of current asset	Nature of discrepancy	As per quarterly returns and statements	As per audited books of account	Difference	Remarks (including subsequent rectification, if any)
March-26	14 Crore	Stock	Lower stock submitted to bank	36.90 Cr	37.09 Cr	0.19 Cr	Due to updation of records.
March-26	14 Crore	Trade Receivable	Higher Trade Receivable submitted to bank	82.12 Cr	76.96 Cr	5.16 Cr	Due to updation of records.
March-26	14 Crore	Creditors	Lower Creditor submitted to bank	28.54 Cr	29.95 Cr	1.41 Cr.	Due to updation of records.

iii.

a) The company has made investments in mutual funds and deposits with financial institutions. Except for loans given below, the company has not made investments in, or provide guarantee or security or granted loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year.

Particulars	Loans Granted during the year	Closing Balance as at 31st March 2026
Loan to Company in which KMP is interested	229.14	229.14
Loan to Employees	64.84	64.84

b) On the basis of our examination of the records of the Company, the terms and conditions of the grant of loans to employees are not prejudicial to the Company's Interest.

c) In respect of loans given to employees, no schedule for repayment of principle and payment of interest has been stipulated by the Company. Therefore, in the absence of stipulation of repayment terms, we are unable to comment on the regularity of repayment of principle and payment of interest In case of loan given to Company in which KMP is interested , schedule of repayment of principal and payment of interest has been stipulated. Bullet repayment is defined in this case.

d) In respect of loans given to employees, since no schedule for repayment of principle and payment of interest has been stipulated by the Company, there is no amount which is overdue for more than ninety days. In case of loan given to subsidiary, the repayment of principal and payment of interest has been regular and no amount overdue for more than ninety days.

e) There is no loan or advance in the nature of loan granted, that has fallen due during the year, which has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.

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

iv. The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans, making investments and providing guarantees and securities, as applicable.

v. In our opinion and according to the information and explanations given to us, the company has not accepted any deposits or amounts which are deemed to be deposits. Hence reporting under clause 3(v) of the order is not applicable.

vi. The Central Government has prescribed the maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 for the products manufactured by the company (Paints). We have broadly reviewed such records maintained by the company and are of the opinion that, prima facie, the prescribed accounts and records

PATEL & Co. LLP NAGPUR FRN:112552W/W101272 Chartered Accountants

have been made and maintained. Further, we report that cost audit has been carried out for the year and the cost auditor's report is available for our verification.

vii. In respect of statutory dues:

(a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally regularly deposited during the year by the company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2026 for a period of more than six months from the date they became payable.

(b) According to the information and explanation given to us, there are no dues outstanding in respect of Income-tax, VAT, Excise duty, Service tax, Custom duty, Goods and Service tax, Cess or/and any other material statutory dues wherever applicable, which have not been deposited on account of any dispute, except the following;

Name of the Statute	Nature of dues	Tax Amt. /(Deposit) (In Rs. lakhs)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income tax dues	24.57	2017-18	Under CIT Appeal
Income Tax Act, 1961	Income tax dues	66.74	2022-23	Under CIT Appeal

Amount shown as outstanding is including interest as per the assessment order.

viii. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.

ix. In respect of borrowings:

a. In our opinion, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.

b. The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

c. The Company has not availed any term loan during the year and hence reporting under clause xi(b) is not required.

d. On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima-facie, not been used during the year for long-term purposes by the Company.

e. On an overall examination of the standalone financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries or associates.

f. The Company has not raised any loans during the year and hence reporting on clause (ix)(f) of the Order is not applicable.

x.

a. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year and hence, reporting under clause x (a) of paragraph 3 of the Order are not applicable to the Company for the year under audit.

b. During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause (x)(b) of the Order is not applicable to the Company.

C.N. PATEL & CO. LLP NAGPUR FRN:112552W/W101272 Chartered Accountants

xi. In respect of Frauds:

a. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.

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

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

xii. The Company is not a Nidhi Company and accordingly, paragraph 3(xii) of the order is not applicable to the Company.

xiii. According to the information and explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.

xiv. a) The company has an internal audit system commensurate with the size and nature of its business.

b) We have considered the reports of the internal auditors issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

xv. According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into non-cash transactions with directors or person connected with them. Accordingly, paragraph 3(xv) of the order is not applicable.

xvi. According to the information and explanations given to us and based on our examination of the records of the company, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Hence, reporting under clause (xvi)(a), (b) and (c) of the Order is not applicable.

The Group does not have any CIC as part of the group and accordingly reporting under clause (xvi)(d) of the Order is not applicable.

xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

xviii. There has been no resignation of the statutory auditors of the Company during the year.

xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, (Asset Liability Maturity (ALM) pattern) other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. (a) According to the information and explanations given to us and based on our examination of records, in respect of amounts required to be spent by the Company under sub-section (5) of section 135 of the Companies Act, 2013, we report that the Company has not fully spent the required amount during the year on CSR activities and has not transferred the unspent amount of ₹ 94.14 Lakhs relating to such activities to a Fund specified in Schedule VII within a period of six months of the expiry of the financial year, in compliance with the second proviso to sub-section (5) of section 135 of the Act. The said amount was subsequently transferred belatedly on 22nd September 2026.

(b) As there are no ongoing CSR projects, the provisions of sub-section (6) of Section 135 of the Companies Act, 2013 relating to transfer of unspent amounts to a special "Unspent CSR Account" are not applicable.



xxi. The reporting under clause 3(xxi) of the Order is not appliable in respect of audit of standalone financial statements. Accordingly, no comment in respect of the said clause has been included in this report.

For and on behalf of
C. N. Patel & Co. LLP
Chartered Accountants
Firm Registration No: 112552W/W101272





CA. Amit Kurani
Partner
Membership No.: 111132
UDIN: 26111132QEUNBH2951
Date: September 22, 2026
Place: Nagpur

Annexure "B" to the Independent Auditor's Report

(Referred to in paragraph 2 (f) under 'Report on other legal and regulatory requirements' section of our report to the Members of Kataline Limited (Earlier known as Kataline Infra Products Private Limited of even date)

Report on the internal financial controls over financial reporting 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 Kataline Limited (Earlier known as Kataline Infra Products Private Limited) ("the Company") as at March 31, 2026, in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's responsibility for internal financial controls

The board of directors of the Company 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. 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, 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 internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the standards on auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those standards and the guidance note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls 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 in 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 control 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 (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.



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 of 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 in adequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

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

For and on behalf of
C. N. Patel & Co. LLP
Chartered Accountants
Firm Registration No: 112552W/W101272

CA. Amit Kurani
Partner
Membership No.: 111132
UDIN: 26111132QEUNBH2951
Date: September 22, 2026
Place: Nagpur

Kataline Limited
(Formerly known as Kataline Infra-Products Private Limited)
CIN: U24222MH2008PLC183728
Standalone Balance Sheet as at March 31, 2026
All amounts are ₹ in lakhs unless otherwise stated

Particulars	Note no.	As at March 31, 2026	As at March 31, 2025
ASSETS			
1) Non-current assets			
a) Property, Plant and Equipment	4	2,827.28	2,167.72
b) Capital Work in Progress	5	114.74	-
c) Other Intangible assets	4	72.15	68.26
d) Right of Use Asset	4	49.99	-
e) Financial assets			
i) Trade receivables	11	342.34	134.61
ii) Other financial assets	7	250.29	416.67
iii) Investments	6	0.07	-
f) Deferred tax assets (net)	8	73.40	97.47
g) Other assets	9	17.66	-
Total non-current assets		**3,747.92**	**2,884.73**
2) Current Assets			
a) Inventories	10	3,709.43	2,662.39
b) Financial assets			
i) Investments	6	-	169.02
ii) Trade receivables	11	7,353.58	5,020.14
iii) Cash & cash equivalents	12	13.27	743.97
iv) Other financial assets	7	204.88	204.11
c) Other assets	9	301.49	286.51
Total current assets		**11,582.65**	**9,086.14**
Total assets		**15,330.57**	**11,970.87**
EQUITY & LIABILITIES			
Equity			
a) Equity share capital	13	2,740.50	2,740.50
b) Other equity	14	8,821.20	6,183.68
Total equity		**11,561.70**	**8,924.18**
Liabilities			
1) Non-current liabilities			
a) Provisions	15	142.45	110.05
b) Lease liabilities	16	29.22	-
Total non-current liabilities		**171.67**	**110.05**
2) Current liabilities			
a) Financial liabilities			
i) Borrowings	17	40.98	-
ii) Lease liabilities	16	21.81	-
iii) Trade payables	18		
(a) Total outstanding dues of micro and small enterprises		147.79	532.29
(b) Total outstanding dues of creditors other than micro and small enterprises		2,847.21	1,862.39
iv) Other financial liabilities	19	79.10	30.89
b) Provisions	15	14.80	11.39
c) Current tax liabilities (net)	20	110.02	191.03
d) Other current liabilities	21	335.49	308.65
Total current liabilities		**3,597.20**	**2,936.64**
Total equity and liabilities		**15,330.57**	**11,970.87**
The accompanying material accounting policies and notes form an integral part of the Financial statement.	1-47		

In terms of our report attached of even date
For C. N. Patel & Co. LLP
Chartered Accountants
(FRN- 112552W/W101272)

CA Amit Kurani
Partner
(M. No.: 111132)
Nagpur : September 22, 2026
UDIN :- 26111132BEUNBH2951

C. N. PATEL & Co. LLP NAGPUR FRN: 112552W/W101272 Chartered Accountants

For and on behalf of Board of Directors of Kataline Limited

Amit Arvind Thatte	Ketaki Amit Thatte	Sanket Gunjikar	Milind Rao
Managing Director	Whole Time Director	CFO	CS
(DIN 1525877)	(DIN 1525878)	(ACA:132468)	(ACS:48012)

Nagpur : September 22, 2026

Kataline Limited * Nagpur *

Kataline Limited
(Formerly known as Kataline Infra-Products Private Limited)
CIN: U24222MH2008PLC183728
Standalone Profit and Loss for the year ended March 31, 2026
All amounts are ₹ in lakhs unless otherwise stated

	Particulars	Note no.	For the year ended March 31, 2026	For the year ended March 31, 2025
	Income			
I.	Revenue From operations	22	22,058.02	15,893.21
II.	Other income	23	342.11	61.10
III.	**Total Revenue (I+II)**		**22,400.13**	**15,954.31**
IV.	**Expenditure**			
	(a) Cost of materials consumed	24	13,211.71	10,161.65
	(b) Changes in inventories of finished goods & semi finished goods	25	(75.55)	(649.17)
	(c) Employee benefit expense	26	1,382.19	1,433.36
	(d) Finance costs	27	27.75	4.09
	(e) Depreciation and amortisation expense	28	422.35	270.81
	(f) Other expenses	29	3,959.88	2,513.77
	Total expenditure		**18,928.33**	**13,734.51**
V.	**Profit before tax (III-IV)**		**3,471.80**	**2,219.80**
VI.	**Tax expenses**	30		
	(a) Current tax		812.00	541.00
	(b) Deferred tax charge / (credit)		23.62	26.50
	Total tax expenses		**835.62**	**567.50**
VII.	**Profit after tax (V-VI)**		**2,636.18**	**1,652.30**
VIII.	**Other comprehensive income / (loss)**			
	Items that will not be reclassified subsequently to profit or loss:			
	i) Remeasurement of net defined benefit liability		1.78	(7.39)
	ii) Income tax relating to above		(0.45)	1.86
	Other comprehensive income for the year, net of tax		**1.33**	**(5.53)**
	Total comprehensive income for the year (VII+VIII)		**2,637.51**	**1,646.77**
IX.	**Earning per share of face value of ₹ 10/- each ***	31		
	Basic (in ₹)		9.62	6.03
	Diluted (in ₹)		9.62	6.03
	The accompanying material accounting policies and notes form an integral part of the Financial statement.	1-47		

In terms of our report attached of even date
For C. N. Patel & Co. LLP
Chartered Accountants
(FRN- 112552W/W101272)

CA Amit Kurani
Partner
(M. No.: 111132)
Nagpur : September 22, 2026
UDIN:26111132BEUNBH2951

C. N. PATEL & Co. LLP NAGPUR FRN: 112552W/W101272 Chartered Accountants

For and on behalf of Board of Directors of Kataline Limited

Amit Arvind Thatte
Managing Director
(DIN 1525877)

Ketaki Amit Thatte
Whole Time Director
(DIN 1525878)

Sanket Gunjikar
CFO
(ACA:132468)

Milind Rao
CS
(ACS:48012)

Nagpur : September 22, 2026

Kataline Limited * Nagpur *

Kataline Limited
(Formerly known as Kataline Infra-Products Private Limited)
CIN: U24222MH2008PLC183728
Standalone Statement of Cash Flow for the year ended March 31, 2026
All amounts are ₹ in lakhs unless otherwise stated

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Cash flows from / (used in) operating activities		
Profit before tax	3,471.80	2,219.80
Adjustments to reconcile profit before tax to net cash flows from operating activities:		
Depreciation and amortization expense	422.35	270.81
Sundry balances written off	46.11	18.98
Sundry credit balances written back	(14.86)	-
Other expenses	-	
Interest income	-	-
Finance cost	27.75	4.09
Foreign exchanges loss/(gain) net	92.55	74.92
Gratuity provision	38.85	19.88
Allowance for bad and doubtful debts / written back	(269.98)	30.89
Allowance for bad and doubtful debts - Deposits	15.85	7.47
Interest income	(20.33)	(44.51)
Fund raising expenses on financial liabilities measured at amortised cost		
Gain on sale of mutual fund	(12.65)	
Gain on sale of land	(19.47)	-
Gain on fair valuation of mutual fund	-	(8.97)
Operating profit before working capital changes	**3,777.97**	**2,593.36**
Movements in working capital:		
Decrease/ (Increase) in trade receivables	(2,259.52)	(646.39)
Decrease/ (Increase) in other assets	(70.32)	(75.34)
Decrease/ (Increase) in other financials assets	(14.48)	6.86
(Increase)/ Decrease in inventories	(1,047.04)	(1,681.89)
(Decrease)/Increase in trade payables	646.56	924.49
(Decrease)/Increase in financial liabilities	(2.13)	5.83
(Decrease)/ Increase in other liabilities	(117.19)	(203.22)
(Decrease)/ Increase in provisions	(1.26)	0.01
Cash generated from operations	**912.59**	**923.71**
Income taxes paid	(893.01)	(549.88)
Net cash inflow / (outflow) from operating activities (A)	**19.58**	**373.83**
Cash flows from / (used in) investing activities		
Purchase of property, plant and equipment including capital advances	(1,104.43)	(611.38)
Purchase of intangible assets	(26.65)	-
Proceeds from sale of land	19.55	-
Investment in Subsidiary / Associate Concern	0.07	
Interest income	30.11	94.39
(Investment in) / Proceeds from Mutual Fund	181.67	(160.05)
(Investment in) / Proceeds from bank deposits (net)	449.34	582.00
Net cash (outflow) / inflow from investing activities (B)	**(450.34)**	**(95.04)**
Cash flows from / (used in) financing activities		
Expenses incurred on issue of equity shares	-	-
Borrowings from Bank	40.98	-
Loan to Related Party Concern / Employees	(293.98)	
Loan repaid to Directors	-	(9.25)
Interest paid	(27.75)	(0.18)
Repayment of lease liabilities	(19.19)	
Net cash (outflow) / inflow from financing activities (C)	**(299.94)**	**(9.43)**
Net (decrease) / increase in cash and cash equivalents (A+B+C)	**(730.70)**	**269.36**
Cash and cash equivalents at the beginning of the year	743.97	474.61
Cash and cash equivalents at the end of the year	**13.27**	**743.97**
Components of cash and cash equivalents		
Cash on hand	12.54	11.69
Bank Balance in current accounts	0.73	53.40
Bank Balance in CC account	-	678.88
Balance as per statement of cash flows	**13.27**	**743.97**

C. N. PATEL & CO. LLP NAGPUR FRN: 112552W/W101272 Chartered Accountants

Kataline Limited Nagpur

Kataline Limited
(Formerly known as Kataline Infra-Products Private Limited)
CIN: U24222MH2008PLC183728

Standalone Statement of Cash Flow for the year ended March 31, 2026
All amounts are ₹ in lakhs unless otherwise stated
Reconciliation of the borrowings outstanding at the beginning and end of the year

Particulars	As at March 31, 2026	As at March 31, 2025
Balance as at the beginning of the year	-	9.25
(a) Financing cash flows		
Loans taken	62.45	0.18
Loans repaid	-	(9.25)
Interest paid	(21.47)	(0.18)
Net financing cash flows	40.98	(9.25)
(b) Non-cash changes		
- Interest accruals on account of amortisation	-	-
Balance as at the end of the year	40.98	-

Note :- The Standalone Statement of Cash flow has been prepared under the indirect method as set out in Ind AS -7 specified under section 133 of the act.

The accompanying material accounting policies and notes form an integral part of the Financial statement.

In terms of our report attached of even date
For C. N. Patel & Co. LLP
Chartered Accountants
(FRN- 112552W/W101272)

C. N. PATEL & Co. LLP NAGPUR FRN: 112552W/W101272 Chartered Accountants

CA Amit Kurani
Partner
(M. No.: 111132)
Nagpur : September 22, 2026
UDIN: 26111132QEUNBH2951

For and on behalf of Board of Directors of Kataline Limited

Amit Arvind Thatte	Ketaki Amit Thatte	Sanket Gunjikar	Milind Rao
Managing Director	Whole Time Director	CFO	CS
(DIN 1525877)	(DIN 1525878)	(ACA:132468)	(ACS:48012)

Nagpur : September 22, 2026

Kataline Limited * Nagpur *

Kataline Limited
(Formerly known as Kataline Infra-Products Private Limited)
CIN: U24222MH2008PLC183728
Standalone Statement of Changes in equity for the period ended 31st March 2026
All amounts are ₹ in lakhs unless otherwise stated

A) Equity share capital

For the year ended March 31, 2026				
Balance as at April 1, 2025	Changes in equity share capital due to prior period errors	Balance at April 1, 2025	Changes in equity share capital during the year	Balance as at March 31, 2026
2,740.50	-	2,740.50	-	**2,740.50**

For the year ended March 31, 2025				
Balance as at April 1, 2024	Changes in equity share capital due to prior period errors	Restated balance at April 1, 2024	Changes in equity share capital during the year	Balance as at March 31, 2025
94.50	-	94.50	2,646.00	**2,740.50**

B) Other equity

Particulars	Retained earnings	Other Comprehensive income	Total
Balance as at April 01, 2024	7,188.87	(5.96)	7,182.91
Profit for the year	1,652.30	-	1,652.30
Less: Issue of bonus shares	(2,646.00)	-	(2,646.00)
Remeasurement of net defined benefit liability (net of tax)	-	(5.53)	(5.53)
Total Comprehensive Income for the year	6,195.17	(11.49)	6,183.68
Balance as at March 31, 2025	**6,195.17**	**(11.49)**	**6,183.68**
Balance as at April 01, 2025	6,195.17	(11.49)	6,183.68
Profit for the year	2,636.18	-	2,636.18
Less: Issue of bonus shares		-	-
Remeasurement of net defined benefit liability (net of tax)	-	1.33	1.33
Total Comprehensive Income for the year	8,831.35	(10.16)	8,821.20
Balance as at March 31, 2026	**8,831.35**	**(10.16)**	**8,821.20**

The accompanying material accounting policies and notes form an integral part of the Financial statement.

In terms of our report attached of even date
For C. N. Patel & Co. LLP
Chartered Accountants
(FRN- 112552W/W101272)

CA Amit Kurani
Partner
(M. No.: 111132)
Nagpur : September 22, 2026
UDIN: 26111132QEUNBH2951

C. N. PATEL & CO. LLP NAGPUR FRN: 112552W/W101272 Chartered Accountants

For and on behalf of Board of Directors of Kataline Limited

Amit Arvind Thatte
Managing Director
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Whole Time Director
(DIN 1525878)

Sanket Gunjikar
CFO
(ACA:132468)

Milind Rao
CS
(ACS:48012)

Nagpur : September 22, 2026

Kataline Limited * Nagpur *

1. Corporate Information

Kataline Limited (Earlier known as Kataline Infra-Products Private Limited) ('The Company') was incorporated on June 19, 2008, with Company Identification No: U24222MH2008PLC183728. The registered office of the Company is located at 39/A, Hingna Road, Wasudeo Nagar, Panchal Layout, Nagpur – 440016. The Company is engaged in the business of manufacturing , trading and application of "Paint products" namely paints, varnishes and similar coating products.

2. Change in Legal Status of the Company

The Company changed its legal status from a Private Limited Company to a Public Limited Company. The name of the Company was changed from **Kataline Infra-Products Private Limited** to **Kataline Infra-Products Limited**, effective from **20/06/2025**, pursuant to approval from the Registrar of Companies, Mumbai.

The Corporate Identification Number (CIN) of the Company has been changed from U24222MH2008PTC183728 to U24222MH2008PLC183728.

Further, the name of the Company was changed from **Kataline Infra-Products Limited** to **Kataline Limited**, effective from **01/08/2025**, pursuant to approval from the Registrar of Companies, Mumbai.

3. Basis of preparation, measurement and material accounting policies

3.1. Basis of preparation

a) Statement of compliance

These Financial Statements as at and for the period ended March 31, 2026 have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") as prescribed under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules as amended from time to time.

b) Current versus non-current classification

The Company presents assets and liabilities in the Statement of Assets and Liabilities based on current/ non-current classification.

An asset is treated as current when it is:

I. Expected to be realized or intended to be sold or consumed in a normal operating cycle.

II. Held primarily for the purpose of trading.

III. Expected to be realized within twelve months after the reporting period, or

IV. Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. All other assets are classified as non-current.

A liability is current when:

I. It is expected to be settled in normal operating cycle.

II. It is held primarily for the purpose of trading

III. It is due to be settled within twelve months after the reporting period, or

IV. There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

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Kataline Limited Nagpur

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

c) Operating cycle

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act 2013. Based on the nature of services and the time taken between acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of the classification of assets and liabilities into current and non-current.

3.2. Basis of measurement

a) Basis of accounting

The Company maintains its accounts on an accrual basis following historical cost convention, except for certain assets and liabilities that are measured at fair value in accordance with Ind AS. Fair value measurements are categorized as below based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety:

I. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at a measurement date.

II. Level 2 inputs are inputs, other than quoted prices included in level 1, that are observable for the asset or liability, either directly or indirectly; and

III. Level 3 inputs are unobservable inputs for the valuation of assets or liabilities.

Above levels of fair value hierarchy are applied consistently and generally, there are no transfers between the levels of the fair value hierarchy unless the circumstances change warranting such transfer.

Further information about the assumptions made in measuring fair values is included in the following notes:
- Financial instruments

b) Use of estimates and judgements

In preparing these Financial Statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively in the Statement of Profit and Loss in the year in which the estimates are revised and in any future periods affected.

The areas involving critical estimates or judgements are:

i. Determination of useful lives of property, plant and equipment and intangibles
ii. Impairment test of non-financial assets
iii. Recognition of deferred tax assets
iv. Recognition and measurement of provisions and contingencies





v. Fair value of financial instruments

vi. Impairment of financial assets

vii. Measurement of defined benefit obligations

viii. Revenue recognition

ix. Provision for expected credit losses of trade receivable

3.3. Material accounting policies

a) Property, Plant and Equipment:

Recognition and measurement:

Items of property, plant and equipment, are measured at cost less accumulated depreciation and any accumulated impairment losses.

The cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes (after deducting trade discounts and rebates), any directly attributable costs of bringing the asset to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on derecognition of an item of property, plant and equipment is included in the Statement of Profit and Loss when the item is derecognized.

Subsequent expenditure:

Subsequent costs are included in the assets carrying amount or recognized as a separate asset, as appropriate only if it is probable that the future economic benefits associated with the item will flow to the Company and that the cost of the item can be reliably measured.

The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to the Statement of Profit and Loss during the reporting year in which they are incurred.

Depreciation:

Depreciation on property, plant and equipment, is provided under the written down value method in the manner prescribed under Schedule II of the Act.

For certain items of Property, Plant and Equipment, the Company depreciates over estimated useful life which are different from the useful lives prescribed under Schedule II to the Companies Act, 2013 which is based upon management estimate. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used. The estimated useful lives, residual values, and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

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Category of property, plant and equipment	Estimated useful life of property, plant and equipment (Years)
Factory Building	30 Years
Office equipment	15 Years
Furniture & fixtures	10 Years
Plant and Machinery	15 Years
Commercial vehicles	08 Years
Motor Car	10 Years
Computers	03 Years

Depreciation on property, plant and equipment which are added / disposed of during the year, is provided on pro-rata basis with reference to the date of addition / deletion.

b) Capital work in progress and Capital advances:

Cost of assets not ready for intended use, as on the end of the reporting period, is shown as capital work in progress. Advances given towards acquisition of property, plant and equipment outstanding at end of each reporting period are disclosed as other non-current assets.

c) Intangible Assets:

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortization and accumulated impairment losses. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses. Internally generated intangibles, excluding eligible development costs are not capitalized and the related expenditure is reflected in the profit and loss in the period in which the expenditure is incurred.

Amortization:

Amortization is recognized on a Straight line depreciation basis over their estimated useful lives. The estimated useful life and amortization methods are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.
The estimated useful lives as mentioned below:

Category of property, plant and equipment	Estimated useful life (Years)
Software	4 Years
IPR	Infinite life

Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.

d) Intangible Assets under Development

Expenditure on intangible assets eligible for capitalization are carried as intangible assets under development where such assets are not yet ready for their intended use.

e) Impairment of non-financial assets:

At each reporting date, the Company reviews the carrying amounts of its property, plant and equipment, and intangible

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Kataline Limited Nagpur

assets to determine whether there is any indication that those assets have suffered an Impairment loss. If any such indication exists, the recoverable amount of the asset is estimated to determine the extent of the impairment loss (if any). Where the asset does not generate cash flows that are independent from other assets, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest Company of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognized immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease and to the extent that the impairment loss is greater than the related revaluation surplus, the excess impairment loss is recognized in profit or loss.

Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss to the extent that it eliminates the impairment loss which has been recognized for the asset in prior years. Any increase in excess of this amount is treated as a revaluation increase.

f) Inventories:

Inventories are stated at the lower of cost and net realizable value. Cost comprises of all expenses that have been incurred in bringing the inventories to their present location and condition. Cost is calculated using the First In First Out method. Net realizable value represents the estimated selling price less all estimated costs to be incurred in marketing, selling and distribution.

g) Cash and cash equivalents:

Cash and cash equivalent in the Statement of Assets and Liabilities and Statement of Cash Flows comprise cash at banks, cash on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

h) Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments also include derivative contracts.

Financial assets

Initial recognition and measurement

Financial assets are initially recognized when the Company becomes a party to the contractual provisions of the instrument. All financial assets are recognized initially at fair value, plus in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. However, trade receivables that do not contain a significant financing component are measured at transaction price.

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Subsequent measurement:

For the purpose of subsequent measurement, financial assets are classified in the following categories:

- Amortized cost,
- Fair value through profit or loss (FVTPL)
- Fair value through other comprehensive income (FVTOCI)

on the basis of its business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

Amortized cost:

A financial instrument is measured at the Amortized cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method.

Financial assets - Equity Investment in subsidiary:

The Company has accounted for its equity investment in subsidiary at cost.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognized (i.e., removed from the Company's statement of financial position) when:

a) The rights to receive cash flows from the asset have expired, or
b) The Company has transferred its rights to receive cash flow from the asset.

Impairment of financial assets

In accordance with Ind-AS 109, the Company applies Expected Credit Loss ("ECL") model for measurement and recognition of impairment loss on the financial assets measured at Amortized cost and debt instruments measured at FVOCI.

Loss allowances on trade receivables are measured following the 'simplified approach' at an amount equal to the lifetime ECL at each reporting date. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analyzed. In respect of other financial assets, the loss allowance is measured at 12-month ECL only if there is no significant deterioration in the credit risk since initial recognition of the asset or asset is determined to have a low credit risk at the reporting date.

Financial liabilities

Initial recognition and measurement:

Financial liabilities are initially recognized when the Company becomes a party to the contractual provisions of the instrument.

Financial liability is initially measured at fair value plus, for an item not at fair value through profit and loss, transaction costs that are directly attributable to its acquisition or issue.

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Subsequent measurement:

Subsequent measurement is determined with reference to the classification of the respective financial liabilities.

Financial Liabilities at Fair Value through Profit or Loss (FVTPL):

A financial liability is classified as Fair Value through Profit or Loss (FVTPL) if it is classified as held-for trading or is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and changes therein, including any interest expense, are recognized in the Statement of Profit and Loss.

Financial Liabilities at Amortized cost:

After initial recognition, financial liabilities other than those which are classified as FVTPL are subsequently measured at Amortized cost using the effective interest rate ("EIR") method.

Amortized cost is calculated by taking into account any discount or premium and fees or costs that are an integral part of the EIR. The Amortization done using the EIR method is included as finance costs in the Statement of Profit and Loss.

Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the Statement of Profit or Loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset, and the net amount is reported in the Statement of Assets and Liabilities if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

i) Provisions, Contingent Liabilities, Contingent Assets and Commitments

A provision is recognized when the enterprise has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows specific to the liability. The unwinding of the discount is recognized as finance cost.

Contingent liabilities are disclosed in respect of possible obligations that arise from past events, but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. Contingent assets are not recognized till the realization of the income is virtually certain. However, the same are disclosed in the Financial Statements where an inflow of economic benefit is probable.

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Chartered Accountants

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j) Warranty

Provision is estimated for expected warranty claim in respect of products sold during the year based on past experience regarding defective claim of products and cost of rectification or replacement. It is expected that most of this cost will be incurred over next 12 months which is as per warranty terms.

k) Revenue recognition

Sale of goods and Services

The Company derives revenues primarily from sale of Paint Products comprising of paint, varnish and other coating products.

The Company recognizes revenue when it satisfies a performance obligation in accordance with the provisions of contract with the customer. This is achieved when control of the product has been transferred to the customer, which is generally determined when title, ownership, risk of obsolescence and loss pass to the customer and the Company has the present right to payment, all of which occurs at a point in time upon shipment or delivery of the product.

The Company considers shipping and handling activities as costs to fulfil the promise to transfer the related products and the customer payments for shipping and handling costs are recorded as a component of revenue. In certain customer contracts, shipping and handling services are treated as a distinct separate performance obligation and the Company recognizes revenue for such services when the performance obligation is completed.

The Company considers the terms of the contract in determining the transaction price. The transaction price is based upon the amount the entity expects to be entitled to in exchange for transferring of promised goods and services to the customer after deducting incentive programs, included but not limited to discounts, volume rebates etc.

For incentives offered to customers, the Company makes estimates related to customer performance and sales volume to determine the total amounts earned and to be recorded as deductions. The estimate is made in such a manner, which ensures that it is highly probable that a significant reversal in the amount of cumulative revenue recognized will not occur. The actual amounts may differ from these estimates and are accounted for prospectively.

No element of significant financing is deemed present as the sales are made with a credit term, which is consistent with market practice.

Revenue from rendering of services is recognized over the time by measuring the progress towards complete satisfaction of performance obligations at the reporting period.

Contract balances

Trade receivables:

A receivable represents the Company's right to an amount of consideration that is unconditional.

Contract liabilities:

A contract liability is the obligation to transfer goods or services to a customer for which the Company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Company transfers goods or services to the customer, a contract liability is recognized when the payment is made. Contract liabilities are recognized as revenue when the Company performs under the contract.

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Assets and liabilities arising from right to return

The Company has contracts with customers which entitles them the unconditional right to return certain merchandise.

l) Other Income

Interest Income

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

m) Borrowing costs

Borrowing costs consist of interest and other costs that the Company incurs in connection with the borrowing of funds. Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are charged to Statement of Profit and Loss.

n) Foreign currency

Foreign currency transactions:

Foreign currency transactions are recorded on initial recognition in the functional currency using the exchange rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date.

Exchange differences arising on the settlement or translation of monetary items are recognized in Statement of Profit and Loss in the year in which they arise.

o) Employee Benefits

Short-term Employee benefits

Liabilities for wages and salaries, bonus and ex gratia including non-monetary benefits that are expected to be settled wholly within twelve months after the end of the period in which the employees render the related service are classified as short-term employee benefits and are recognized as an expense in the Statement of Profit and Loss as the related service is provided.

Certain employees of the Company are entitled to compensated absences as per applicable statutory provisions. The Company records an obligation for compensated absences in the period in which the employee renders the services that increases this entitlement.

A liability is recognized for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

Post-Employment Benefits

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Defined Contribution Plans:

A defined contribution plan is a post-employment benefit plan under which a Company pays specified contributions to a separate entity and has no obligation to pay any further amounts. The Company makes contribution to provident fund in accordance with Employees Provident Fund and Miscellaneous Provisions Act, 1952 and Employee State Insurance. Contribution paid or payable in respect of defined contribution plan is recognized as an expense in the year in which services are rendered by the employee.

Defined Benefit Plans:

The Company's gratuity benefit scheme is a defined benefit plan. The liability is recognized in the Statement of Assets and Liabilities in respect of gratuity is the present value of the defined benefit/obligation at the balance sheet date less the fair value of plan assets, together with adjustments for unrecognized actuarial gain losses and past service costs. The defined benefit/obligation are calculated at balance sheet date by an independent actuary using the projected unit credit method.

Re-measurement of the net defined benefit liability, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognized immediately in other comprehensive income (OCI).

p) Taxation

Income tax expense /income comprises current tax expense /income and deferred tax expense /income. It is recognized in profit or loss except to the extent that it relates to items recognized directly in equity or in other comprehensive income. In which case, the tax is also recognized directly in equity or other comprehensive income, respectively.

Current tax

Current tax comprises the expected tax payable or recoverable on the taxable profit or loss for the year and any adjustment to the tax payable or recoverable in respect of previous years. It is measured at the amount expected to be paid to (recovered from) the taxation authorities using the applicable tax rates and tax laws.

Current tax assets and liabilities are offset only if,

- the Company has a legally enforceable right to set off the recognized amounts; and
- intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Deferred tax

Deferred tax is recognized in respect of temporary differences between the carrying amount of assets and liabilities for financial reporting purpose and the amount considered for tax purpose.

Deferred tax assets are recognized for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or all of that deferred tax asset to be utilized such reductions are reversed when it becomes probable that sufficient taxable profits will be available.

Unrecognized deferred tax assets are reassessed at each reporting date and recognized to the extent that it has become probable that future taxable profits will be available against which they can be recovered.

Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted by the end of the reporting year.

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The measurement of deferred tax assets and liabilities reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset only if:

- the entity has a legally enforceable right to set off current tax assets against current tax liabilities; and
- the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on the same taxable entity.

q) Earnings per share:

Basic earnings per share is computed using the net profit or loss for the year attributable to the shareholders' and weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders of the company and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

r) Fair value measurement

The Company measures financial instruments at fair value at each balance sheet date.
Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

I. In the principal market for the asset or liability, or
II. In the absence of a principal market, in the most advantageous market for the asset or liability.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

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

s) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) for the period is adjusted for the effects of

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transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. Cash flows for the year are classified by operating, investing and financing activities.

t) Segment reporting

The chief operating decision maker examines the Company's performance as a single unit. The Company is principally engaged in the business of manufacturing paints, coatings and allied products in India with similar risk, returns and internal business reporting system. Accordingly, there are no reportable segment(s) other than "Paints", which singly or in aggregate qualify for separate disclosure as per provisions of Ind AS 108 "operating segments"..

u) Corporate Social Responsibility (CSR)

CSR Expenditure as per provisions of section 135 of the Act read with rules issued thereunder, is charged to the statement of profit and loss as an expense.

v) Leases:

As a Lessee:

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

I. the contact involves the use of an identified asset

II. the Company has substantially all of the economic benefits from use of the asset through the period of the lease and

III. the Company has the right to direct the use of the asset.

The Company recognises a right-of-use asset and a corresponding lease liability with respect to all lease agreements in which it is the lessee, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low value assets. For these leases, the Company recognises the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed.

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

The lease liability is initially measured at amortised cost at the present value of the lease payments that are not paid at the commencement date, discounted by using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rate.

Lease payments included in the measurement of the lease liability comprise:

I. fixed lease payments (including in substance fixed payments), less any lease incentives;

II. variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;

III. the amount expected to be payable by the lessee under residual value guarantees;

IV. the exercise price of purchase options, if the lessee is reasonably certain to exercise the options; and

V. payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

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The lease liability is presented as a separate line in the Standalone Balance Sheet. The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using the effective interest method) and by reducing the carrying amount to reflect the lease payments made.

The Company remeasures the lease liability (and makes a corresponding adjustment to the related right-of-use asset) whenever:

I. the lease term has changed or there is a change in the assessment of exercise of a purchase option, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate.

II. the lease payments change due to changes in an index or rate or a change in expected payment under a guaranteed residual value, in which cases the lease liability is remeasured by discounting the revised lease payments using the initial discount rate (unless the lease payments change is due to a change in a floating interest rate, in which case a revised discount rate is used).

III. a lease contract is modified, and the lease modification is not accounted for as a separate lease, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate.

The right-of-use assets are presented as a separate line in the Standalone Balance Sheet. The right-of-use assets are initially recognised at cost which comprises of the initial measurement of the corresponding lease liability, lease payments made at or before the commencement day and any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses. Whenever the Company incurs an obligation for costs to dismantle and remove a leased asset, restore the site on which it is located or restore the underlying asset to the condition required by the terms and conditions of the lease, a provision is recognized and measured. The costs are included in the related right-of-use asset, unless those costs are incurred to produce inventories.

Right-of-use assets are depreciated over the shorter period of lease term and useful life of the underlying asset. If a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Company expects to exercise a purchase option, the related right-of-use asset is depreciated over the useful life of the underlying asset. The depreciation starts at the commencement date of the lease.

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Kataline Limited
(Formerly known as Kataline Infra-Products Private Limited)
CIN: U24222MH2008PLC183728
Notes to the Standalone Financial statements for the year ended 31st March 2026
All amounts are ₹ in lakhs unless otherwise stated

4 Property, plant & equipment

Particulars	Freehold Land	Building & Sheds	Plant and Machinery	Furniture and Fixtures	Vehicles	Office equipment	Total
I. Cost/Deemed cost							
Balance as at April 01, 2024	**144.41**	**669.31**	**735.57**	**63.08**	**136.97**	**25.62**	**1,774.96**
Additions	-	469.14	281.38	4.20	60.97	7.32	**823.00**
Disposals, transfers and adjustments	-	-	-	-	-	-	-
Balance as at March 31, 2025	**144.41**	**1,138.45**	**1,016.95**	**67.28**	**197.94**	**32.94**	**2,597.96**
Balance as at April 01, 2025	**144.41**	**1,138.45**	**1,016.95**	**67.28**	**197.94**	**32.94**	**2,597.97**
Additions	315.30	173.06	241.06	3.49	288.71	18.41	**1,040.03**
Disposals, transfers and adjustments	-0.08	-	-	-	-	-	**-0.08**
Balance as at March 31, 2026	**459.63**	**1,311.51**	**1,258.01**	**70.77**	**486.65**	**51.35**	**3,637.92**
II. Accumulated depreciation							
Balance as at April 01, 2024	-	**45.97**	**96.73**	**5.16**	**27.59**	**6.74**	**182.19**
Depreciation expense for the year	-	60.92	123.74	14.84	41.76	6.79	**248.05**
Disposals, transfers and adjustments	-	-	-	-	-	-	-
Balance as at March 31, 2025	-	**106.89**	**220.47**	**20.00**	**69.35**	**13.53**	**430.24**
Balance as at April 01, 2025	-	**106.89**	**220.47**	**20.00**	**69.35**	**13.53**	**430.24**
Depreciation expense for the year	-	100.28	156.39	12.57	100.18	10.98	**380.40**
Disposals, transfers and adjustments		-	-	-	-	-	-
Balance as at March 31, 2026	-	**207.17**	**376.86**	**32.57**	**169.53**	**24.51**	**810.64**
III. Net carrying amount (I-II)							
Balance as at March 31, 2025	**144.41**	**1,031.56**	**796.48**	**47.28**	**128.59**	**19.41**	**2,167.72**
Balance as at March 31, 2026	**459.63**	**1,104.34**	**881.15**	**38.20**	**317.12**	**26.84**	**2,827.28**

Other Intangible Assets:

Particulars	Software	IPR	Total
I. Cost/Deemed cost			
Balance as at March 31, 2024	-	-	-
Additions	91.02	-	91.02
Disposals, transfers and adjustments	-	-	-
Balance as at March 31, 2025	**91.02**	-	**91.02**
Balance as at March 31, 2025	**91.02**		**91.02**
Additions	-	26.65	26.65
Disposals, transfers and adjustments	-	-	-
Balance as at March 31, 2026	**91.02**	**26.65**	**117.67**
II. Amortisation			
Balance as at March 31, 2024			-
Amortisation expense for the year	22.76	-	22.76
Disposals, transfers and adjustments	-	-	-
Balance as at March 31, 2025	**22.76**	-	**22.76**
Balance as at March 31, 2025	**22.76**	-	**22.76**
Amortisation expense for the year	22.76	-	22.76
Disposals, transfers and adjustments	-	-	-
Balance as at March 31, 2026	**45.52**	-	**45.52**
III. Net carrying amount (I-II)			
Balance as at March 31, 2025	**68.26**	-	**68.26**
Balance as at March 31, 2026	**45.50**	**26.65**	**72.15**





Details of Right of Use:

Particulars	ROU
I. Cost/Deemed cost	
Balance as at March 31, 2025	-
Additions	69.18
Disposal	-
Balance as at March 31, 2026	**69.18**
II. Accumulated depreciation	
Balance as at March 31, 2025	-
Depreciation expense for the year	19.19
Disposal	-
Balance as at March 31, 2025	**19.19**
III. Net carrying amount (I-II)	
Balance as at March 31, 2025	-
Balance as at March 31, 2026	**49.99**

4.1 The Company has not revalued its property, plant and equipment and intangible assets as on each reporting period and therefore Schedule III disclosure requirements with respect to fair value details is not applicable.

4.2 The title deeds of immovable properties (other than properties where the Company is a lessee and the lease arrangement are duly executed in the favour of the lessee) are held in the name of the Company.

4.3 Refer note 3.3 (a) for first time adoption options availed by the Company on the transition to Ind AS.

5 Capital work-in-progress

Particulars	Factory Building	Plant and Machinery	Commercial Vehicle	Total
I. Cost/Deemed cost				
Balance as at March 31, 2024	**244.08**	**27.57**	-	**271.65**
Additions	156.61	-		156.61
Transfers	(400.69)	(27.57)	-	(428.26)
Balance as at March 31, 2025	-	-	-	-
Balance as at March 31, 2025	-	-	-	-
Additions	101.43	-	13.31	114.74
Transfers	-	-	-	-
Balance as at March 31, 2026	**101.43**	-	**13.31**	**114.74**

5.1 **CWIP ageing schedule is as below:**

As at March 31, 2026

Particulars	Amount in Capital-work-in-progress for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress					
- Commercial Vehicle	13.31	-	-	-	**13.31**
- Factory Building	101.43	-	-	-	**101.43**

As at March 31, 2025

There are no capital work in progress as at March 31, 2025, hence ageing is not provided.

5.2 There are no projects as on each reporting year where activity had been suspended. Also there are no projects as on the reporting year which has exceeded cost as compared to its original plan or where completion is overdue.

5.3 **Intangible assets under development**

Particulars	Computer Software	Total
I. Cost/Deemed cost		
Balance as at April 1, 2024	**91.02**	**91.02**
Additions	-	-
Disposals, transfers and adjustments	(91.02)	(91.02)
Balance as at March 31, 2025	-	-

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6 Investments

Particulars	As at March 31, 2026	As at March 31, 2025
Non Current		
Unquoted investments		
Investments in Equity Instruments		
Investment in Subsidiary		
100 Shares of Kataline Australia Pty Ltd at Australian Dollar 1/- each (Refer note no. 47)	0.07	-
Total	**0.07**	**-**
Current		
Quoted investments		
Investments in Mutual Funds		
Measured at fair value through profit and loss account		
Invesco India Arbitrage Fund-Growth (Qty: CY.:-Nil, (PY 178990.86 units)	-	56.23
Kotak Equity Arbitrage Fund Regular-Growth (Qty: CY.:-Nil (PY 152513.76 units)	-	56.25
ICICI Prudential Savings Fund-Growth (Qty: CY.-Nil (PY 10617.74 units)	-	56.54
Total current investments	**-**	**169.02**
Total Investments	**0.07**	**169.02**

6.1 Aggregate amount of investments and market value thereof:

Particulars	As at March 31, 2026	As as March 31, 2025
Aggregate carrying value of unquoted investments	0.07	-
Aggregate amount of market value of unquoted investments	0.07	-
Aggregate carrying value of quoted investments	-	169.02
Aggregate amount of market value of quoted investments	-	169.02
Aggregate amount of impairment in value of investments	-	-

7 Other financial assets

Particulars	As at March 31, 2026	As at March 31, 2025
Non-current - unsecured, considered good unless otherwise stated		
Bank Deposits with remaining maturity more than 12 months (Refer note 7.1)	4.12	400.84
Security deposits	17.03	15.83
Loans to related party (Refer note 7.2)	229.14	-
Total	**250.29**	**416.67**
Current - unsecured, considered good unless otherwise stated		
Bank Deposits with remaining maturity less than 12 months (Refer note 7.1)	65.07	117.70
Security deposits	72.24	73.90
Loans to employees	64.84	-
Interest accrued	2.73	12.51
Total	**204.88**	**204.11**
Current - unsecured, considered doubtful		
Security deposits	7.47	7.47
Less: Provision for doubtful deposits	-7.47	-7.47
Total	**-**	**-**
Total	**204.88**	**204.11**

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7.1 Deposits with bank (current and non-current) as on March 31 2026: Rs. 69.19 Lakhs (as on March 31, 2025: Rs. 141.94 Lakhs) represent fixed deposits liened against Bank Gaurantee.

7.2 Loans to Related Party:

Kataline Construction Technologies Private Limited	229.14	-

During the year, the Company has converted amount due from related party (Enterprise owned by KMP) as loan of ₹229.14 lakhs to Kataline Construction Technologies Private Limited @8.00% p.a., repayable in full after two years from 31.03.2026, by way of a bullet payment. The same was classified under Receivables in previous year.

8 Deferred tax asset (net)

8.1 Deferred tax assets/(liabilities) in relation to the year ended March 31, 2026

Particulars	Opening Balance as on April 1, 2025	Recognised in Profit or loss (expense)/ credit	Recognised in Other comprehensive income	Recognised directly in Equity	Closing Balance as on March 31, 2026
Property, plant and equipment	(38.56)	36.78	-	-	(1.78)
Provision for Gratuity	30.57	9.78	(0.45)	-	39.90
Disallowances under section 43B of Income Tax Act, 1961	4.23	(4.23)	-	-	(0.00)
Fair value gain on Investments	(2.26)	2.26	-	-	(0.00)
Lease liabilities	-	(0.26)	-	-	(0.26)
Expected credit allowances	103.49	(67.95)	-	-	35.54
Total	97.47	(23.62)	(0.45)	-	73.40

8.2 Deferred tax assets/(liabilities) in relation to the year ended March 31, 2025

Particulars	Opening Balance as on April 1, 2024	Recognised in Profit or loss (expense)/ credit	Recognised in Other comprehensive income	Recognised directly in Equity	Closing balance as on March 31, 2025
Property, plant and equipment	2.69	(41.25)	-	-	(38.56)
Provision for Gratuity	23.71	5.00	1.86	-	30.57
Disallowances under section 43B of Income Tax Act, 1961	-	4.23	-	-	4.23
Fair value gain on Investments	-	(2.26)	-	-	(2.26)
Expected credit allowances	95.71	7.77	-	-	103.49
Total	122.10	(26.50)	1.86	-	97.47

9 Other assets

Particulars	As at March 31, 2026	As at March 31, 2025
Non-current - Unsecured, considered good unless otherwise stated		
Capital advances	17.66	-
Total	17.66	-
Current - Unsecured, considered good unless otherwise stated		
Advances to suppliers & employees	190.52	182.09
Balances with government authorities (other than income taxes)	-	15.85
Prepaid expenses	110.97	88.57
Total	301.49	286.51
Current - Unsecured, considered doubtful		
Balances with government authorities (other than income taxes)	15.85	-
Less: Provision for doubtful deposits	(15.85)	-
Total	-	-

9.1 Prepaid expenses as on 31.03.2026 & 31.03.2025 include an amount of Rs. 46.25 lakhs that is pertaining to IPO related expenses.

10 Inventories

Particulars	As at March 31, 2026	As at March 31, 2025
At lower of cost or net realisable value		
Raw materials & Packing Material	2,704.49	1,735.76
Semi-finished goods	2.76	-
Finished goods (includes stock in trade)	580.91	408.18
Project WIP	421.27	518.45
Total	3,709.43	2,662.39

10.1 The mode of valuation of inventories has been stated in note 3.3 (f).

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11 Trade receivables

Particulars	As at March 31, 2026	As at March 31, 2025
Non Current		
Trade receivables		
Unsecured, considered good	342.34	134.61
Unsecured, credit Impaired	32.69	18.69
	375.03	153.30
Less: Expected credit loss allowance	(32.69)	(18.69)
Total	342.34	134.61
Current		
Trade receivables		
Unsecured, considered good	7,353.58	5,020.14
Unsecured, credit Impaired	108.52	392.50
	7,462.10	5,412.64
Less: Expected credit loss allowance	(108.52)	(392.50)
Total	7,353.58	5,020.14

11.1 Amount receivable from related party

Kataline Construction Technologies Private Limited	-	239.14

11.2 The average credit period on sales of goods is around 90 days.

11.3 The Company has used a practical expedient for computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and adjusted for forward-looking information. The expected credit loss allowance is based on the ageing of the days the receivables are due and the rates as given in the provision matrix.

11.4 Movement in the expected credit loss allowance

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Balance at beginning of the year	411.19	380.30
Movement in expected credit loss allowance	-269.98	30.89
Balance at end of the year	141.21	411.19

11.5 Trade receivables with carrying value of ₹ 7,695.92 lakhs (for the year ended March 31, 2025: ₹ 5,154.75 lakhs) are hypothecated against cash credit facilities availed by the Company amounting to ₹ 1400 lakhs (₹ 800 lakhs for the year ended March 31, 2025).

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11.6 Ageing of receivables

As at March 31, 2026

Particulars	Not due	Outstanding for following periods from due date of invoice					Total
		Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	
Undisputed							
- considered good	3,227.93	3,812.86	302.07	182.97	59.01	111.09	7,695.92
- credit impaired	8.09	9.21	13.37	17.27	10.41	82.86	141.21
Disputed							
- considered good	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-	-
	3,236.02	3,822.07	315.44	200.24	69.42	193.95	7,837.13
Less: Allowance for doubtful debts	(8.09)	(9.21)	(13.37)	(17.27)	(10.41)	(82.86)	(141.21)
Total	3,227.93	3,812.86	302.07	182.97	59.01	111.09	7,695.92

As on March 31, 2025

Particulars	Not due	Outstanding for following periods from due date of invoice					Total
		Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	
Undisputed							
- considered good	-	4,573.30	139.34	158.36	67.33	216.42	5,154.75
- credit impaired	-	240.16	7.33	14.51	11.88	137.31	411.19
Disputed							
- considered good	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-	-
	-	4,813.46	146.67	172.87	79.21	353.73	5,565.94
Less: Allowance for doubtful debts	-	(240.16)	(7.33)	(14.51)	(11.88)	(137.31)	(411.19)
Total	-	4,573.30	139.34	158.36	67.33	216.42	5,154.75

11.7 There are no unbilled trade receivables, hence the same are not disclosed in the ageing schedule.

12 Cash and cash equivalents

Particulars	As at March 31, 2026	As at March 31, 2025
Cash on hand	12.54	11.69
Balances with banks		
- In current accounts	0.73	53.40
- In CC accounts (refer note 17.1 (A))	-	678.88
Total	13.27	743.97

13 Equity share capital

Particulars	As at March 31, 2026		As at March 31, 2025	
	No. of Shares	Amount	No. of Shares	Amount
Authorised capital				
Equity Shares of ₹ 10/- (Previous year Rs. 10/-) each	37,500,000	3,750.00	37,500,000	3,750.00
	37,500,000	3,750.00	37,500,000	3,750.00
Issued, subscribed and fully paid up				
Equity Shares of ₹ 10/- (Previous year Rs. 10/-) each	27,405,000	2,740.50	27,405,000	2,740.50
	27,405,000	2,740.50	27,405,000	2,740.50

13.1 Rights, preferences and restrictions attached to equity shares

The Company has one class of equity shares with face value of ₹ 10 each. Each shareholder has a voting right in proportion to his holding of the paid-up equity share capital of the Company. Where dividend is proposed by the board of directors, it is subject to the approval of the shareholders in the annual general meeting (AGM).

13.2 Authorised share capital

(a) The Authorised Share Capital of the Company was increased to ₹ 35,00,00,000/-, divided into 35,00,000 equity shares of ₹ 100/- each in the extra ordinary general meeting of the members held on October 22, 2024.

(b) The Authorised Share Capital of the Company was further increased to ₹ 37,50,00,000/-, divided into 3,75,00,000 equity shares of ₹ 10/- each in the extra ordinary general meeting of the members held on March 20, 2025.





13.3 Reconciliation of the number of equity shares outstanding at the beginning and at the end of the reporting year

Particulars	As at March 31, 2026		As at March 31, 2025	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the relevant year	27,405,000	2,740.50	94,500	94.50
Add: Sub-division of shares on 22nd October, 2024	-	-	850,500	-
Add: Issue of Bonus shares on 24th March, 2025	-	-	26,460,000	2,646.00
Additions during the year	-	-	-	-
Deductions during the year	-	-	-	-
At the end of the year	27,405,000	2,740.50	27,405,000	2,740.50

13.4 Details of shares held by each shareholder holding more than 5% shares:

Name of shareholder	As at March 31, 2026		As at March 31, 2025	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Mr. Amit Arvind Thatte	23,779,500	86.77%	23,780,000	86.77%
Mrs. Ketaki Amit Thatte	3,625,000	13.23%	3,625,000	13.23%

13.5 Details of Change in % holding of the Promoters

Promoter Name	As at March 31, 2026		% Change during the year	As at March 31, 2025		% Change during the year
	Number of shares held	% of total shares		Number of shares held	% of total shares	
Mr. Amit Arvind Thatte	23,779,500	86.7700%	-0.0025%	23,780,000	86.7725%	0.0000%
Mrs. Ketaki Amit Thatte	3,625,000	13.2300%	0.0000%	3,625,000	13.2300%	0.0000%
Mr. Abhishek Amit Thatte	100	0.0004%	0.0004%	-	0.0000%	0.0000%

13.6 During the period of five years immediately preceeding the date as at which the Balance Sheet is prepared:
(a) No class of shares were alloted as fully paid up pursuant to contract without payment being received in cash except for the item mentioned in note no. 14.1(c).
(b) Sub-division of shares
During the financial year 2024–25, the Company has sub-divided its equity shares of face value ₹100 each into equity shares of face value ₹10 each, in accordance with the resolution passed by the shareholders at the Extraordinary General Meeting held on 22/10/2024. Accordingly, each equity share of ₹100 has been split into 10 equity shares of ₹10 each.

The number of equity shares increased from 94,500 to 9,45,000 while the aggregate share capital remained unchanged at ₹94.50 Lakhs.

Consequently, the comparative figures for the number of shares, earnings per share (EPS), and other relevant disclosures for previous periods have been restated to reflect the effect of the share split.

(c) Issue of Bonus Shares
During the financial year 2024–25, the Company has issued bonus shares in the ratio 28:1 i.e., 28 bonus equity share(s) for every 1 existing equity share(s) held by capitalising ₹ 2646.00 Lakhs from the Retained Earnings.

The bonus issue was approved by the shareholders in the Extraordinary General Meeting held on 20.03.2025, and the allotment of bonus shares was made on 24.03.2025.

The number of equity shares increased from 9,45,000 to 2,74,05,000, and accordingly, the basic and diluted earnings per share (EPS) for the previous period(s) presented have been adjusted to reflect the effect of the bonus issue in accordance with Ind AS 33 — Earnings per Share.

13.7 There are no calls unpaid.

13.8 There are no forfeited shares.

14 Other equity

Particulars	As at March 31, 2026	As at March 31, 2025
Retained earnings	8,831.35	6,195.17
Other Comprehensive Income	(10.16)	(11.49)
Total	8,821.20	6,183.68

14.1 Retained earnings

Particulars	As at March 31, 2026	As at March 31, 2025
Balance at beginning of the year	6,195.17	7,188.87
Add: Profit for the year	2,636.18	1,652.30
Less: Issue of bonus shares	-	(2,646.00)
Balance at end of the year	8,831.35	6,195.17

Retained earnings are the profits that the Company has earned till date less any transfers to General Reserve, dividends or other distributions to shareholders.
Retained earnings is a free reserve available to the Company.

14.2 Items of Other Comprehensive Income

Particulars	As at March 31, 2026	As at March 31, 2025
Remeasurement of defined benefit plan		
Balance at beginning of the year	(11.49)	(5.96)
Remeasurement of defined benefit obligation	1.78	(7.39)
Income tax on above	(0.45)	1.86
Balance at end of the year	(10.16)	(11.49)

Includes re-measurement (loss)/gain on defined benefit plans, net of taxes that will not be reclassified to statement of profit and loss.

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15 Provisions

Particulars	As at March 31, 2026	As at March 31, 2025
Non-current		
Provision for employee benefits		
- Gratuity (Refer note 34)	142.45	110.05
Total	142.45	110.05
Current		
Provision for employee benefits		
- Gratuity (Refer note 34)	14.80	11.39
Total	14.80	11.39

16 Lease Liability

Particulars	As at March 31, 2026	As at March 31, 2025
Non-current		
Lease liability (Refer note no. 45)	29.22	-
Total	29.22	-
Current		
Lease liability (Refer note no. 45)	21.81	-
Total	21.81	-

17 Borrowings

Particulars	As at March 31, 2026	As at March 31, 2025
Current borrowings		
Secured:		
Cash Credit loan from bank (refer note 17.1) at amortised cost	40.98	-
Total	40.98	-

17.1 Summary of borrowing arrangements

(A) Cash Credit

Particulars	As at March 31, 2026	As at March 31, 2025
HDFC Bank Rate of interest: 8.00% p.a Terms of repayment: Cash Credit limit: Rs. 1400 lakhs (PY 800 lakhs) Security: 1. Hypothecation of stock less sundry creditors and of debtors 2. First and exclusive charge on following: a) Equitable/Legal Mortgage charge on Residential/Commercial Building at Plot No 23, Layout of Nelco Gruh Nirman Sahkari Sanstha, Corp. House No. 1993/23, Kh. No 63 to 69 & 71, CS. No. 1130/23, Mouza Parsodi, Tq. & Dist. Nagpur owned by Mr. Amit Thatte and Mrs. Ketaki Thatte. b) Addl. Equitable/Legal Mortgage Charge on Cushion available on Factory Land & Building available at Survey No 25/2, Mouza Shirpur, Nagpur (Gramin)-Nagpur owned by Mr. Amit Thatte. c) Plot at Survey No 313/1, Near Ring Road, On Hingna-Kanholibara Road, Mouza Hingna, Dist Nagpur owned by Kataline Constructions and Technologies Private Limited & M/s Kataline Limited. Director - Mr. Amit Thatte 3. Personal Guarantee of Mr. Amit Thatte and Ketaki Thatte and Corporate guarantee of M/s Kataline Construction Technologies Pvt Ltd.	40.98	(678.88)

17.2 There were no defaults in repayment of borrowings during the current and previous year.

18 Trade payables

Particulars	As at March 31, 2026	As at March 31, 2025
(a) Total outstanding dues of micro and small enterprises	147.79	532.29
(b) Total outstanding dues of creditors other than micro and small enterprises	2,847.21	1,862.39
Total	2,995.00	2,394.68

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18.1 Trade payables are non-interest bearing and generally have a payment term of 30 days to 90 days.

18.2 For explanations on the Company's liquidity risk management processes refer note 36.3.

18.3 Trade payables from related parties are disclosed separately under note 35.

18.4 **Disclosures as required under section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act):**
The amounts due to Micro and Small Enterprises as defined in the 'The Micro, Small and Medium Enterprises Development Act, 2006' has been determined to the extent such parties have been identified on the basis of information available with the Company.

Particulars	As at March 31, 2026	As at March 31, 2025
(a) Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at period ended:	147.79	532.29
(b) Interest due to suppliers registered under the MSMED Act and remaining unpaid as at period ended:	1.61	0.16
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the period	-	-
(c) Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the period	-	-
(d) Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the period	-	-
(e) Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	0.16
(f) Further interest remaining due and payable for earlier periods	1.61	-

18.5 Ageing of trade payables

As at March 31, 2026

Particulars	Not due	Outstanding for following periods from due date of invoice				Total
		Less than 1 year	1-2 Years	2-3 years	More than 3 years	
Undisputed dues						
- MSME	147.79	-	-	-	-	147.79
- Others	2,808.89	36.20	0.67	1.45	-	2,847.21
Disputed dues						
- MSME						-
- Others						-
Total	2,956.68	36.20	0.67	1.45	-	2,995.00

As on March 31, 2025

Particulars	Not due	Outstanding for following periods from due date of invoice				Total
		Less than 1 year	1-2 Years	2-3 years	More than 3 years	
Undisputed dues						
- MSME	-	526.92	5.37	-	-	532.29
- Others	-	1,860.94	1.45	-	-	1,862.39
Disputed dues						
- MSME		-	-	-	-	-
- Others		-	-	-	-	-
Total	-	2,387.86	6.82	-	-	2,394.68

19 Other financial liabilities

Particulars	As at March 31, 2026	As at March 31, 2025
Current		
Financial liabilities at amortised cost:		
Creditors for capital supplies/services	67.82	17.48
Security deposits payable	11.28	13.41
Total	79.10	30.89

19.1 Details of fair value of the liabilities carried at amortised cost is disclosed in note 37.

20 Current tax liabilities (net of advance tax)

Particulars	As at March 31, 2026	As at March 31, 2025
Income tax payable (net of advance tax)	110.02	191.03
Total	110.02	191.03

21 Other current liabilities

Particulars	As at March 31, 2026	As at March 31, 2025
Statutory remittances	4.44	136.48
Advance from customers	36.69	25.02
Unspent CSR amount	94.14	36.16
Expenses Payable	200.22	110.99
Total	335.49	308.65

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22 Revenue from Operations

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Sale of products	15,501.12	12,490.23
Sale of services	6,556.90	3,402.98
Total	22,058.02	15,893.21

22.1 Information of Disaggregation of Revenue

	For the year ended March 31, 2026	For the year ended March 31, 2025
Products and Service wise revenue		
Sale of products	15,501.12	12,490.23
Sale of services	6,556.90	3,402.98
Total	22,058.02	15,893.21
Geographical markets		
Within India	21,991.15	15,478.51
Outside India	66.87	414.70
Total	22,058.02	15,893.21
External revenue by timing of revenue		
Goods transferred at a point in time	15,501.12	12,490.23
Services transferred over a period of time	6,556.90	3,402.98
Total	22,058.02	15,893.21

22.2 Contract balances

Refer details of trade receivables in note 11 and contract liabilities (advance from customer) in note 21.

22.3 The Company receives payments from customers based upon contractual billing schedules. Accounts receivable are recorded when the right to consideration becomes unconditional.

22.4 Reconciliation of revenue recognised in the statement of profit and loss with the contracted price:

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Contracted price with the customers	22,472.91	16,042.66
Reduction towards variables considerations (Discounts, rebates, refunds, credits, price concessions)	414.89	149.45
Revenue from contracts with customers (as per statement of profit and loss)	22,058.02	15,893.21

22.5 There are no performance obligations that are unsatisfied or partially unsatisfied during the year ended March 31, 2026.

22.6 Revenue from customers individually contributing more than 10% of the Company's revenue aggregates to Rs. 2930.58 lakhs (year ended

22.7 In the following table, revenue is disclosed for major product type:

Period	For the year ended March 31, 2026	For the year ended March 31, 2025
Product Type		
Hot applied thermoplastic marking materials	18,708.78	13,192.71

23 Other income

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest income on financial assets measured at amortised cost		
- Bank deposits	19.49	44.51
- Other deposits	0.84	-
	20.33	44.51
Income on financial assets measured at FVTPL		
- Gain on sale of mutual funds	12.65	-
- Gain on fair valuation of investment in mutual funds	-	8.97
	12.65	8.97
Other non-operating income		
- Other income	4.82	7.62
- Gain on sale of land	19.47	-
- Allowance for doubtful debts	269.98	-
- Sundry balances written back	14.86	-
	309.13	7.62
Total	342.11	61.10

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24 Cost of materials consumed

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Opening stock of Raw Material & Packing Material	1,735.76	703.04
Add - Purchases including other direct expenses	14,180.44	11,194.37
Less - Closing stock of Raw Material & Packing Material	(2,704.49)	(1,735.76)
Total	13,211.71	10,161.65

25 Changes in inventories of finished goods & semi finished goods

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Opening balance		
Finished goods	408.18	277.46
Project WIP	518.45	-
	926.63	277.46
Closing balance		
Finished goods	(580.91)	(408.18)
Project WIP	(421.27)	(518.45)
	(1,002.18)	(926.63)
Total	(75.55)	(649.17)

26 Employee benefit expense

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Salaries and wages	1,321.18	1,396.93
Contributions to provident and other funds (Refer note 34)	17.59	10.24
Gratuity (Refer note 34)	38.85	19.88
Staff welfare expenses	4.57	6.31
Total	1,382.19	1,433.36

27 Finance cost

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest and finance charges on financial liabilities carried at amortised cost		
- Bank loan	21.47	0.18
- Lease Liability	3.86	-
- Delayed payment of taxes/others	2.42	3.91
Total	27.75	4.09

28 Depreciation and amortisation expenses

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Depreciation of property, plant and equipment (Refer note 4)	380.40	248.05
Amortisation of intangible assets (Refer note 4)	22.76	22.76
Depreciation expense - Right of Use	19.19	-
Total	422.35	270.81

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Kataline Limited
(Formerly known as Kataline Infra-Products Private Limited)
CIN: U24222MH2008PLC183728
Notes to the Standalone Financial statements for the year ended 31st March 2026
All amounts are ₹ in lakhs unless otherwise stated

29 Other Expenses

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Advertisement & Business Promotion Expenses	192.17	234.62
Allowance for doubtful debts	-	30.89
Allowance for doubtful deposit	15.85	7.47
Bank and other charges	22.34	13.90
Carriage outward	161.11	232.63
Consumption of stores and spares	28.52	-
Corporate social responsibility (Refer Note 29.2)	43.97	52.16
Short CSR provision in earlier years	54.00	-
Electricity expenses	43.28	44.82
Other Site expenses	300.80	236.06
Net loss on Foreign Exchange Fluctuation (net)	92.55	74.92
Insurance	54.72	29.01
Labour/jobwork charges	2,025.48	725.44
Legal & professional charges	220.36	164.26
Membership & subscription	30.26	56.26
Office expenses	8.75	20.93
Payment to auditors (Refer Note 29.1)	3.00	6.00
Postage & telegram expenses	11.51	5.51
Printing & stationery	16.94	10.17
Rates & taxes	7.91	8.43
Rent	14.49	20.21
Repairs & maintenance	142.92	104.92
Sales commission	13.76	85.08
Selling and disctribution expenses	3.72	59.11
Sundry balances w/off	46.11	18.98
Telephone expenses	37.72	13.22
Travelling & conveyance	345.98	232.85
Testing Charges	16.59	13.05
Miscellaneous expenses	5.07	12.87
Total	3,959.88	2,513.77

29.1 Auditors remuneration and out-of-pocket expenses:

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Audit fees		
- Statutory audit	3.00	3.00
- Tax audit & Other matters	2.21	3.00
Total	5.21	6.00

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29.2 Expenses on corporate social responsibility

No.	Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
1	Amount required to be spent by the Company during the year (under Section 135 of the Companies Act, 2013) (Refer note (a) below)	43.97	52.16
2	Amount of expenditure incurred		
	(i) Construction/acquisition of any asset	-	-
	(ii) On purposes other than (i) above	40.00	16.00
3	Amount not spent during the year (Refer note (b) below)		
	(i) Construction/acquisition of any asset	-	-
	(ii) On purposes other than (i) above	3.97	36.16
4	Shortfall at the end of the year	3.97	36.16
5	Amount required to be set-off for the financial year	-	-
6	Total of previous years shortfall (Refer note 29.2 (b))	36.16	-
7	Correction for short provision in earlier years	54.00	-
7	Reason for shortfall	The Company was exploring opportunities to contribute meaningfully to the social sector.	The Company was exploring opportunities to contribute meaningfully to the social sector.
8	Amount yet to be spent/paid	94.13	36.16
9	Details of Related party transactions	Nil	Nil
10	Liability incurred by entering into contractual obligations	Nil	Nil
11	Nature of CSR activities:	Education & Healthcare	i) Children Education & health ii) Development of tribals iii)Protection of art & culture

a. Details of (excess)/unspent amount spent under Section 135 of the Companies Act, 2013

Particulars	For the year ended March 31, 2026	For the year ended March 31,
Opening balance	36.16	-
Correction for short provision in earlier years	54.00	-
Amount required to be spent during the year	43.97	52.16
Amount spent during the year	(40.00)	(16.00)
Closing balance (Excess) / Unspent	94.13	36.16

b. Net Short provision of Rs. 33.81 lakhs for earlier years is provided for in current year.

30 Current Tax and Deferred Tax

30.1 Income Tax Expense recognised in statement of profit and loss

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Current Tax:		
In respect of current year	812.00	541.00
	812.00	541.00
Deferred Tax expense/ (credit)		
In respect of current year	23.62	26.50
	23.62	26.50
Total tax expense recognised in the reporting year	835.62	567.50

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30.2 Income Tax recognised in other Comprehensive Income

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
(i) Deferred tax		
Remeasurement gain/(loss) on defined benefit plans	(0.45)	1.86
Total	(0.45)	1.86

30.3 Reconciliation of income tax expense and the accounting profit multiplied by Company's domestic tax rate:

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Profit before tax	3,471.80	2,219.80
Less: Income taxed at different tax rate	-	-
Profit before tax at normal rate	3,471.80	2,219.80
Tax rate	25.17%	25.17%
Income Tax using the Company's domestic Tax rate #	873.78	558.68
Effect of items that are deductible in determining taxable profit	26.01	137.10
Effect of items that are not deductible in determining taxable profit	(63.90)	(128.28)
Income tax expense recognised in Statement of Profit or Loss	835.89	567.50

The tax rate used for the reconciliations above is the corporate tax rate plus surcharge (as applicable) on corporate tax, education cess and secondary and higher education cess on corporate tax, payable by corporate entities in India on taxable profits under Income Tax Act, 1961.

In pursuance of Section 115BAA of the Income Tax Act, 1961 announced by the Government of India through Taxation Laws (Amendment) Tax rate to confirm Ordinance, 2019, the Company has opted for irrevocable option of shifting to lower tax rate w.e.f FY 21-22 i.e 25.17%.

30.4 The Company does not have any transaction which is not recorded in the books of account that has been surrendered or disclosed as income during any of the above years in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

31 Earnings per Equity Share

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
(a) Profit for the year	2,636.18	1,652.30
(b) Weighted average number of Ordinary shares outstanding for the purpose of basic earnings per share (numbers)	27,405,000	27,405,000
(c) Effect of potential ordinary shares (numbers)	-	-
(d) Adjusted average number of ordinary shares in computing earnings per share [(b) + (c)]/2 (numbers)	27,405,000	27,405,000
(e) Earnings per share on Profit for the year (Face Value ₹ 10/- per share)		
– Basic [(a)/(b)] (₹)	9.62	6.03
– Diluted [(a)/(d)] (₹)	9.62	6.03

32 Contingent liabilities and commitments

Particulars	As at March 31, 2026	As at March 31, 2025
(i) Contingent Liabilities		
- Guarantees extended by the Company	400.69	349.92
- Income Tax Liability	91.31	92.24
(ii) Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	1,038.12	-

32.1 The Company did not expect any outflow of economic resources in respect of the above and therefore no provision was made in respect thereof.

33 Segment information

The chief operating decision maker examines the Company's performance as a single unit. The Company is principally engaged in the business of manufacturing paints, coatings and allied products in India with similar risk, returns and internal business reporting system. Accordingly, there are no reportable segment(s) other than "Paints", which singly or in aggregate qualify for separate disclosure as per provisions of Ind AS 108 "operating segments".

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34 Employee benefit plans

34.1 Defined contribution plans:

The Company participates in Provident fund as defined contribution plans on behalf of relevant personnel. Any expense recognised in relation to provident fund represents the value of contributions payable during the period by the Company at rates specified by the rules of provident fund. The only amounts included in the balance sheet are those relating to the prior months contributions that were not paid until after the end of the reporting period.

(a) Provident fund and pension

In accordance with the Employee's Provident Fund and Miscellaneous Provisions Act, 1952, eligible employees of the Company are entitled to receive benefits in respect of provident fund, a defined contribution plan, in which both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary. The contributions, as specified under the law, are made to the provident fund administered and managed by Government of India (GOI). The Company has no further obligations under the fund managed by the GOI beyond its monthly contributions which are charged to the statement of Profit and Loss in the period they are incurred. The benefits are paid to employees on their retirement or resignation from the Company.

Contribution to defined contribution plans, recognised in the statement of profit and loss for the year under employee benefits expense, are as under:

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
i) Employer's contribution to provident fund and pension	17.59	10.24
Total	17.59	10.24

(b) Defined benefit plans:

Gratuity

The Company has an obligation towards gratuity, a non funded defined benefit retirement plan covering all employees. The plan provides for lump sum payment to vested employees at retirement or at death while in employment or on termination of the employment of an amount equivalent to 15 days salary, as applicable, payable for each completed year of service. Vesting occurs upon completion of five years of service. The Company accounts for the liability for gratuity benefits payable in the future based on an actuarial valuation. The Company has made provision for gratuity liability in the books of accounts based on the actural valuation done.

The most recent actuarial valuation of the present value of the defined benefit obligation was carried out for the period ended March 31, 2026 by an independent actuary. The present value of the defined benefit obligation, and the related current service cost and past service cost, were measured using the projected unit credit method.

(A) Through its defined benefit plans, the Company is exposed to a number of risks, the most significant of which are detailed below:

(1) Salary risk:

The present value of the defined benefit plan liability is calculated by reference to the future salaries of members. As such, an increase in the salary of the members more than assumed level will increase the plan's liability.

(2) Interest rate risk

A fall in the discount rate which is linked to the G.Sec. Rate will increase the present value of the liability requiring higher provision. A fall in the discount rate generally increases the mark to market value of the assets depending on the duration of asset.

(3) Investment risk:

The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. If the return on plan asset is below this rate, it will create a plan deficit. Currently, for the plan in India, it has a relatively balanced mix of investments in government securities, and other debt instruments.

(4) Mortality risk:

Since the benefits under the plan is not payable for life time and payable till retirement age only, plan does not have any longevity risk.

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(B) Principal actuarial assumptions used:

The principal assumptions used for the purposes of the actuarial valuations were as follows.

Particulars	As at March 31, 2026	As at March 31, 2025
1. Discount rate	7.25%	6.65%
2. Salary escalation	10.00%	10.00%
3. Expected return of Assets	NA	NA
4. Rate of employee turnover	10.00%	10.00%
5. Mortality rate	Indian Assured Lives Mortality (2012-14) Table	

(C) Expenses recognised in profit and loss

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Current service cost	18.16	13.52
Past service cost	12.99	-
Expected return on plan assets	-	-
Interest on net defined benefit liability / (asset)	7.70	6.36
(Gains) / losses on settlement	-	-
Components of defined benefit cost recognised in profit or loss (Refer note 26)	**38.85**	**19.88**

The current service cost and the net interest expenses for the year are included in the 'Employee benefit expense' line item in the Statement of profit and loss.

(D) Expenses recognized in the Other Comprehensive Income (OCI)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Actuarial (gains)/losses on obligation for the year		
- Due to changes in demographic assumptions	-	-
- Due to changes in financial assumptions	(6.65)	4.73
- Due to experience adjustment	4.87	2.66
Return on plan assets, excluding interest income		-
Net (income)/expense for the year recognized in OCI	(1.78)	7.39

(E) Amount recognised in the balance sheet

Particulars	As at March 31, 2026	As at March 31, 2025
Present value of funded defined benefit obligation	157.25	121.44
Fair value of plan assets	-	-
Net liability / (Asset) arising from defined benefit obligation	157.25	121.44

(F) Net liability recognised in the balance sheet

Recognised under:	As at March 31, 2026	As at March 31, 2025
Long term provision	142.45	110.05
Short term provision	14.80	11.39
Total	157.25	121.44

(G) Movements in the present value of defined benefit obligation are as follows:

Particulars	As at March 31, 2026	For the year ended March 31, 2025
Opening defined benefit obligation	121.44	94.17
Transfer in/(out) obligation	-	-
Current service cost	18.16	13.52
Due to Change in financial assumptions	(6.65)	4.73
Past service cost	-	-
Interest cost	7.70	6.36
Due to experience adjustments	4.87	2.66
Past service cost	12.99	-
Benefits paid from the fund	(1.26)	-
Closing defined benefit obligation	157.25	121.44

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(H) Maturity profile of defined benefit obligation:

Projected benefits payable in future years from the date of reporting	As at March 31, 2026	As at March 31, 2025
Year 1 cashflow	14.80	11.39
Year 2 cashflow	14.55	9.85
Year 3 cashflow	13.93	10.66
Year 4 cashflow	30.39	10.20
Year 5 cashflow	14.97	21.67
Year 6 to year 10 cashflow	68.61	57.67

(I) Sensitivity analysis

The Sensitivity analysis below has been determined based on reasonably possible change of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant. These sensitivities show the hypothetical impact of a change in each of the ified assumptions in isolation. While each of these sensitivities holds all other assumptions constant, in practice such assumptions rarely change in isolation and the asset value changes may offset the impact to some extent. For presenting the sensitivities, the present value of the Defined Benefit Obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the Defined Benefit Obligation presented above. There was no change in the methods and assumptions used in the preparation of the Sensitivity Analysis from previous year.

Projected benefits payable in future years from the date of reporting	As at March 31, 2026	For the year ended March 31, 2025
Projected benefit obligation on current assumptions		
Rate of discounting		
Impact of +0.5% change	152.06	117.13
(% change)	(3.30%)	(3.55%)
Impact of -0.5% change	162.76	126.03
(% change)	3.50%	3.78%
Rate of salary increase		
Impact of +0.5% change	161.29	125.06
(% change)	2.57%	2.98%
Impact of -0.5% change	153.44	117.99
(% change)	(2.43%)	(2.84%)
Withdrawal rate (W.R.) Sensitivity		
W.R. x 110%	156.55	120.27
(% change)	(0.45%)	(0.96%)
W.R. x 90%	157.75	122.64
(% change)	0.32%	0.99%

(L) Other disclosures

The weighted average duration of the obligations as at March 31, 2026 is 7.13 years (March 31, 2025 is 7.31 years).
The Company's best estimate of the contributions expected to be paid to the plan during the next year is Rs. 11.39 Lakhs.

35 Related party disclosures

35.1 Details of related parties

Description of relationship	Name of the related party
Key management personnel	
-Managing Director (w.e.f. 26th August 2025, formerly Executive Director)	Mr. Amit Thatte
-Whole Time Director (w.e.f. 26th August 2025, formerly Executive Director)	Mrs. Ketaki Thatte
-Whole Time Director (w.e.f. 26th August 2025, formerly Executive Director)	Mr. Abhishek Thatte
-Independent Director (w.e.f. 21st June 2025)	Mr. Kurian Chandy
-Independent Director (w.e.f. 21st June 2025)	Mr. Satish Shenoy
-Independent Director (w.e.f. 08th July 2025)	Ms. Apurva Joshi
-Chief Financial Officer (w.e.f. 21st June 2025)	Mr. Sanket Gunjikar
-Company Secretary (w.e.f. 24th March 2025)	Mr. Milind Rao
Relative of Directors	Ms. Niharika Amit Thatte
Enterprises owned by the KMP	Kataline Construction Technologies Private Limited
Foreign Subsidiary (w.e.f. 13th February 2025) (refer note no. 47)	Kataline Australia Pty Ltd





35.2 Transactions during the year with related parties

S. No.	Particulars	As at March 31, 2026	For the year ended March 31, 2025
A	**Loans repaid**		
I	**Key Managerial Personnel**		
	Mrs Ketaki Thatte	-	9.25
B	**Rent paid**		
I	**Key Managerial Personnel**		
	Mr Amit Thatte	-	0.15
C	**Short-term employee benefits paid**		
I	**Relative of Directors**		
	Ms Niharika Amit Thatte	18.00	18.00
II	**Key management personnel of the Company**		
	Land Purchased from Mr. Amit Thatte	300.00	-
	IPR Purchased from Mr. Amit Thatte	25.00	-
III	**Enterprises owned by the KMP**		
	Debtor converted to loan	229.14	-
	IPR Purchased from Kataline Construction Technologies Private Limited	1.65	-
D	**Foreign Subsidiary (w.e.f. 13th February 2025)(refer note no. 47)**		
	Payment made towards Share Capital (AUD 100)	0.07	-

The transactions with related parties are made in the normal course of business and on terms equivalent to those that prevail in arm's length transactions. All the related party transactions are reviewed and approved by board of directors.

35.3 Amounts outstanding with related parties

S. No.	Particulars	As at March 31, 2026	As at March 31, 2025
A	**Loans & Advances**		
I	**Enterprises owned by the KMP**		
	Kataline Construction Technologies Private Limited	229.14	-
		229.14	-
A	**Trade Receivables**		
I	**Enterprises owned by the KMP**		
	Kataline Construction Technologies Private Limited	-	239.14
		-	239.14

During the year, the Company has converted amount due from associate concern as loan of ₹229.14 lakhs to Kataline Construction Technologies Private Limited @8.00% p.a., repayable in full after two years from 31.03.2026, by way of a bullet payment. The same was classified under Receivables in previous year.

35.4 **Compensation of key managerial personnel**

The remuneration of the key management personnel of the Group, is set out below in aggregate for each of the categories specified in Ind AS 24:

Particulars	As at March 31, 2026	For the year ended March 31, 2025
Directors remuneration		
Mr Amit Thatte	360.00	540.00
Mrs Ketaki Thatte	120.00	180.00
Mr Abhishek Thatte	18.00	18.00
Sitting fees		
Mr. Kurian Chandy	1.40	-
Mr. Satish Shenoy	1.40	-
Ms. Apurva Joshi	1.40	-
Salary		
Mr Sanket Gunjikar	28.07	-
Mr Milind Rao	13.66	2.00
Post-employment benefits	-	-
Total	543.93	740.00

(a) The remuneration to the key managerial personnel does not include the provisions made for gratuity, as they are determined on an actuarial basis for the Company as a whole.

(b) All decisions relating to the remuneration of the Directors are taken by the Board of Directors of the Company, in accordance with shareholders' approval, wherever necessary.

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36 Financial instruments and risk management

36.1 Capital risk management

The Company manages its capital to ensure that it will be able to continue as going concern while maximising the return to stakeholders through the optimisation of the debt and equity balance. The capital structure of the Company consists of net debt offset by cash and bank balances and total equity of the Company.

Particulars	As at March 31, 2026	As at March 31, 2025
Long term debts	-	-
Short term debts	40.98	-
Lease liabilities	51.03	
Less: Cash and cash equivalents	(13.27)	(743.97)
Net debt	78.74	(743.97)
Total Equity	11,561.70	8,924.18
Net debt to equity ratio	0.01	(0.08)
Debt to equity ratio	0.01	0.00

The Company has not defaulted on any loans payable, and there has been no breach of any loan covenants.
No changes were made in the objectives, policies or processes for managing capital during the year ended March 31, 2026 and March 31, 2025.

36.2 Categories of financial instruments

The following table provides categorisation of all financial instruments

Particulars	As at March 31, 2026	As at March 31, 2025
Financial assets		
Measured at FVTPL		
(a) Investments in Mutual Funds	-	169.02
Measured at amortised cost		
(a) Trade Receivable	7,695.92	5,154.75
(b) Cash and cash equivalent	13.27	743.97
(c) Other financial assets	455.17	620.78
(d) Investment in Shares	0.07	-
Total financial assets	8,164.43	6,519.50
Financial liabilities		
Measured at amortised cost		
(a) Borrowings	40.98	-
(b) Trade payables	2,995.00	2,394.68
(c) Other financial liabilities	108.32	30.89
Total financial liabilities	3,144.30	2,425.57

36.3 Financial risk management objectives

The Company's principal financial liabilities comprise borrowings, trade and other payables. The main purpose of these financial liabilities is to finance and support the Company's operations. The Company's principal financial assets comprise cash and bank balance, trade and other receivables that derive directly from its operations.

The Company is exposed to various financial risks such as market risk, credit risk and liquidity risk. The Company's senior management team oversees the management of these risks. The Board of Directors review and agree policies for managing each of these risks, which are summarised below:

(i) Market risk

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

The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at March 31, 2026 and March 31, 2025.

(a) Interest rate risk:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long term and short term debt obligations with floating interest rates. Interest rate risk is measured by using the cash flow sensitivity for changes in variable interest rate.The Company manages its interest rate risk by having fixed and variable rate loans and borrowings.

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Interest Rate Sensitivity Analysis

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings taken at floating rates. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	Interest rate sensitivity analysis	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Impact on Profit/(Loss) before tax for the year		
0.50% increase in Basis Point (%)	-1.34	0.00
0.50% decrease in Basis Point (%)	1.34	0.00

The assumed movement in basis points for the interest rate sensitivity analysis is based on the currently observable market environment, showing a significantly higher volatility than in the prior years.

(b) Foreign currency risk:

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities denominated in foreign currency and thus the risk of changes in foreign exchange rates relates primarily to trade payables and advances.
The year end unhedged foreign currency exposures are given below:

Particulars of unhedged foreign currency exposure as at the reporting date (in respective currency):

Particulars	As at March 31, 2026	As at March 31, 2025
(a). Trade payables:		
In USD	1,288,819.00	488,881.00
Equivalent in ₹ Lacs	1,222.25	418.85
In CNY	1,012,620.00	7,389,522.00
Equivalent in ₹ Lacs	138.86	869.75
In EURO	89,380.00	206,492.00
Equivalent in ₹ Lacs	97.42	190.99
(b). Advances: (to suppliers)		
In USD	49,495.00	-
Equivalent in ₹ Lacs	46.94	-
In AED	-	-
Equivalent in ₹ Lacs	-	-
In EURO	-	55,845.00
Equivalent in ₹ Lacs	-	51.65
(c). Trade receivables:		
In USD	-	13,325.00
Equivalent in ₹ Lacs	-	11.42
(d) Advances: (From Customer)		
In USD	-	3,837.00
Equivalent in ₹ Lacs	-	3.29





Foreign currency sensitivity

The following table demonstrate the sensitivity to a reasonable possible change in exchange rate, with all other variables held constant. The impact on the Company's profit before tax due to changes in the fair value of monetary assets and liabilities is as follows:

Impact on Profit/(Loss) before tax for the year

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
(a). Trade payables:		
USD currency:		
0.50% increase (%)	(6.11)	(2.09)
0.50% decrease (%)	6.11	2.09
CNY currency:		
0.50% increase (%)	0.69	(4.35)
0.50% decrease (%)	(0.69)	4.35
EURO currency:		
0.50% increase (%)	(0.49)	(0.95)
0.50% decrease (%)	0.49	0.95
(b). Advances: (to suppliers)		
USD currency:		
0.50% increase (%)	0.23	-
0.50% decrease (%)	(0.23)	-
AED currency:		
0.50% increase (%)	-	-
0.50% decrease (%)	-	-
EURO currency:		
0.50% increase (%)	-	0.26
0.50% decrease (%)	-	(0.26)
(c). Trade receivables:		
USD currency:		
0.50% increase (%)	-	(0.06)
0.50% decrease (%)	-	0.06
(d) Advances: (From Customer)		
0.50% increase (%)	-	(0.02)
0.50% decrease (%)	-	0.02

(c) Product price risk

In a potentially inflationary economy, the Company expects periodical price increases across its product lines. Product price increases which are not in line with the levels of customers' discretionary spends, may affect the business/ sales volumes. In such a scenario, the risk is managed by offering judicious product discounts to customers to sustain volumes. The Company negotiates with its vendors for purchase price rebates such that the rebates substantially absorb the product discounts offered to the customers. This helps the Company to protect itself from significant product margin losses. This mechanism also works in case of a downturn in the retail sector, although overall volumes would get affected.

(ii). Credit risk management

Credit risk is the risk that counterpany will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables).

(a) Trade receivables

The Company has adopted a policy of only dealing with counterparties that have sufficient credit rating. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business. On account of adoption of Ind AS 109, the Company uses expected credit loss model to assess the impairmen loss or gain. The Company has applied a simplified approach under Expected Credit Loss (ECL) model for measurement and recognition of impairment losses on trade receivables.

(b) Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Company's in accordance with the Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are reviewed by the Company's Board of Directors on an annual basis and may be updated throughout the year subject to approval of the Company's Finance Committee. The limits are set to minimize the concentration of risks and therefore mitigate financial loss through a counterparty's potential failure to make payments.

(c) Financial guarantees

Financial guarantees have been provided as corporate guarantees to financial institutions and banks that have extended credit facilities to the Company's related party/subsidiary. In this regard, the Company does not foresee any significant credit risk exposure.

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(iii). Liquidity risk management

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. Cash flow from operating activities provides the funds to service the financial liabilities on a day-to-day basis. The Company regularly monitors the rolling forecasts to ensure it has sufficient cash on an on-going basis to meet operational needs.

Liquidity risk table

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

Particulars	Upto 1 year	1-5 years
March 31, 2026		
Borrowings	40.98	-
Trade payables	2,992.88	2.12
Other financial liabilities including lease liabilities	130.13	-
Total	3,163.99	2.12
March 31, 2025		
Borrowings	-	-
Trade payables	2,387.86	6.82
Other financial liabilities	26.51	4.38
Total	2,414.37	11.20

The above table details the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The amount disclosed in the tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay.

37 Fair Value Measurement

37.1 Fair value of the financial assets that are measured at fair value on a recurring basis

Financial assets/ financial liabilities measured at fair value	Fair value as at	
	As at March 31, 2026	March 31, 2025
A) Financial assets i) Investments in mutual funds (quoted) Fair Value Hierarchy - Level 1 Valuation technique(s) and key input(s) - The mutual funds are valued using the closing NAV.	-	169.02

The carrying amounts of trade receivables, trade payables, capital creditors, cash and cash equivalents and other bank balances are considered to be the same as their fair values, due to their short term nature.

37.2 Fair value of financial assets and financial liabilities that are measured at amortised cost:

The management believes the carrying amounts of financial assets and financial liabilities measured at amortised cost approximate their fair values.

38 Additional regulatory information as required by Schedule III to the Companies Act, 2013

a. The Company does not have any benami property, where any proceeding has been initiated or pending against the Company for holding any benami property.

b. The Company has not traded or invested in Crypto currency or Virtual Currency during each reporting period.

c. There were no Scheme of Arrangements entered by the Company during each reporting period, which required approval from the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

d. The Company did not have any transactions with Companies struck off under Companies Act, 2013 or Companies Act, 1956.

e. The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

f The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the group shall:
a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
b provide any guarantee, security or the like on behalf of the ultimate beneficiaries

g. The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

h. The Company has complied with the number of layers prescribed under the Companies Act, 2013, read with the Companies (Restriction on number of Layers) Rules, 2017.

i. The Company does not have any Loans or advances to promoters, directors, KMPs and related parties , either severally or jointly with any other person, that are
(a) repayable on demand or
(b) without specifying any terms or period of repayment

j. There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

k. The Company has been sanctioned working capital limits in excess of ₹5 crore from HDFC Bank on the basis of security of current assets, and files monthly statements with the Bank.The statements submitted to the bank are in agreement with the books of accounts except for the following difference in March 2026:

Rs. Lakhs

Particulars	As per Statement submitted to bank	As per Books of account	Difference
Inventory	3689.72	3709.43	19.71
Trade Receivables	8211.69	7695.92	-515.77
Creditors	2854.38	2995	140.62

39 Disclosure as per Section 186 of the Companies Act, 2013

The Company has not entered into any transactions requiring disclosures in respect of details of loans, guarantees and investments under Section 186 of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014.

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40 Ratio Analysis and its elements

Where any one or both the components of ratios are extracted from statement of profit and loss, the ratios are provided for the year ended March 31, 2026 and March 31, 2025.

a) Current Ratio = current assets divided by current liabilities

Particulars	As at March 31, 2026	As at March 31, 2025
Current assets	11,582.65	9,086.14
Current liabilities	3,597.20	2,936.64
Ratio (In times)	3.22	3.09
% Change from previous year	4.21%	

b) Return on Equity Ratio = Net profit after tax divided by average equity

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025	Remarks
Net profit after tax	2,636.18	1,652.30	The increase is mainly
Average equity*	10,242.94	8,100.80	driven by an increase in
Ratio	0.26	0.20	turnover and some increase
% Change from previous year	26.18%		in net profit.

*Average equity represents the average of opening and closing total equity.

c) Inventory Turnover Ratio = Cost of goods sold divided by average inventory

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Cost of goods sold	13,136.16	9,512.48
Average Inventory *	3,185.91	1,821.45
Ratio (In times)	4.12	5.22
% Change from previous year	-21.05%	

*Average inventory represents the average of opening and closing total inventory.

d) Trade Receivables turnover ratio = Credit Sales divided by average trade receivables

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Credit Sales*	22,058.02	15,893.21
Average Trade Receivables #	6,425.34	4,893.58
Ratio (In times)	3.43	3.25
% Change from previous year	5.70%	

* Credit sales includes sale of products, services and scrap sales.

Average Trade receivables represents the average of opening and closing trade receivables.

e) Trade payables turnover ratio = Credit purchases divided by average trade payables

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Credit Purchases	14,180.44	11,194.37
Average Trade Payables #	2,694.84	1,936.98
Ratio (In times)	5.26	5.78
% Change from previous year	-9.83%	

Average Trade payables represents the average of opening and closing trade payables.

f) Net Capital Turnover Ratio = Sales divided by Net Working capital

Particulars	For the year ended	For the year ended
Sales (A)	22,058.02	15,893.21
Current Assets (B)	11,582.65	9,086.14
Current Liabilities (C)	3,597.20	2,936.64
Net Working Capital (D = B - C)	7,985.45	6,149.50
Ratio (In times) (E = A / D)	2.76	2.58
% Change from previous year	6.88%	

g) Net profit ratio = Net profit after tax divided by Sales

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Net profit after tax	2,636.18	1,652.30
Sales	22,058.02	15,893.21
Ratio	11.95%	10.40%
% Change from previous year	14.96%	

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h) Return on Capital employed (pre -tax) = Earnings before interest and taxes (EBIT) divided by average Capital

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Profit before tax (A)	3,471.80	2,219.80
Finance cost (B)	27.75	4.09
EBIT (C) = (A) + (B)	3,499.55	2,223.89
Tangible net worth (D)*	11,488.29	8,826.71
Total debt (E)	92.01	-
Deferred tax liability (F)	-	-
Capital Employed (G) = (D) + (E) + (F)	11,580.30	8,826.71
Ratio (In %) (H) = (C) / (G)	34.30%	27.91%
% Change from previous year	22.90%	

*Tangible net worth = Net worth (Shareholder's fund) less Deferred Tax Assets

i) Debt Equity ratio = Total debts divided by Total Equity

Particulars	As at March 31, 2026	As at March 31, 2025
Total Debts	92.01	-
Shareholder's funds	11,561.70	8,924.18
Ratio (In times)	0.01	0.00
% Change from previous year	100.00%	

Reason for change more than 25%:
During the FY 2025-26, the cash credit debt is utilised to the extent of Rs. 40.98 lakhs in comparison to Nil as on year ended 31.03.2025.

j) Debt service coverage ratio= Earnings available for debt services divided by total interest and principal repayments.

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Profit after tax (A)	2,636.18	1,652.30
Add: Non cash operating expenses and finance cost		
- Depreciation and amortization (B)	422.35	270.81
- Finance cost (C)	27.75	4.09
- Profit on sale of property, plant and equipment (D)	19.47	-
Total Non-cash operating expenses and finance cost (Pre-tax) (E= B+C+D)	469.57	274.90
Total Non-cash operating expenses and finance cost (Post-tax) (F = E (1-Tax rate))	351.39	205.71
Earnings available for debt services (G = A+F)	2,987.57	1,858.01
Debt service		
Interest (G)	21.47	0.18
Lease payments (H)	-	-
Principal repayments (I)	-	9.25
Total Interest and principal repayments (J = G + H + I)	21.47	9.43
Ratio (In times) (J = F/ I)	139.15	197.03
% Change from previous year	-29.38%	

Reason for change more than 25%:
Due to increase in profit.

k) Return on Investment = Profit divided by cost of investment
This ratio is not applicable since the Company does not have any projects/investments other than current operations.

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41 Warranty costs are charged to expenses as and when claims are filed. Management does not account for warranty provision in the books as the claims received historically have been immaterial.

42 No significant adjusting event occurred between the balance sheet date and date of the approval of these financial statements by the Board of Directors of the Company requiring adjustment or disclosure.

43 Audit Trail

The Company uses SAP S/4 HANA as its accounting software for maintaining its books of account which has feature of recording audit trail of each and every transaction, creating an edit log of each change made in books of account along with the date when such changes were made and ensuring that the audit trail cannot be disabled, throughout the year as required by proviso to sub rule (1) of rule 3 of The Companies (Accounts) Rules, 2014 known as the Companies (Accounts) Amendment Rules, 2021.
Further, the Company has been maintaining daily backup of books of accounts and other records, on servers physically located in India

44 Previous year's figures have been regrouped/reclassed wherever necessary to correspond with the current year's classification/disclosure.

45 Leases:

Information on leases as per Ind AS 116 on "Leases":
The Group has lease contracts for warehouses and office premises.

a. Following are the changes in the carrying value of right of use assets :

Particulars	As at March 31, 2026	As at March 31, 2025
Opening Balance	-	-
Additions	69.18	-
Deletions/ Adjustments	-	-
Depreciation	-19.19	-
Closing Balance	49.99	-

b. The following is the break-up of current and non-current lease liabilities:

Particulars	As at March 31, 2026	As at March 31, 2025
Total	51.03	-
Current	21.81	-
Non-Current	29.22	-

c. Lease expenses recognised in statement of profit & loss not included in the measurement of lease liabilities:

Particulars	As at March 31, 2026	As at March 31, 2025
Total	37.54	20.21
Expense relating to short-term leases (included in other expenses)	14.49	20.21
Amortisation expense - Right of Use	19.19	-
Interest Expenses on Lease liability	3.86	-

46 The financial statements were approved by the Board of Directors in their meeting held on September 22, 2026.

47 The Company has formed a foreign subsidiary on 13th February 2025, having Australian Company Number 684460919. As per the incorporation certificate, it is a proprietory company limited by shares. Registered office of the Company is 'C/- Bentleys NSW Pty Ltd, Level 14, 60 Margaret Street, Sydney, NSW 2000'. The Company has made this payment towards share capital in FY 2025-26 as per Deferred Payment Agreement between Kataline Limited and Kataline Australia Pty Limited dated 13th February 2025.

In terms of our report attached of even date
For C. N. Patel & Co. LLP

CA Amit Kurani
Partner
(M. No.: 111132)
Nagpur : September 22, 2026

For and on behalf of Board of Directors of Kataline Limited

Amit Arvind Thatte	Ketaki Amit Thatte	Sanket Gunjikar	Milind Rao
Managing Director	Whole Time Director	CFO	CS
(DIN 1525877)	(DIN 1525878)	(ACA:132468)	(ACS:48012)

Nagpur : September 22, 2026

C. N. PATEL & Co. LLP NAGPUR FRN: 112552W/W101272 Chartered Accountants

Kataline Limited * Nagpur *

C. N. PATEL & CO. LLP
Chartered Accountants

Plot No. 12, Aradhana, State Bank Colony,
Opp. Tidke Vidyalaya, Katol Road, Nagpur - 440013.
Tel. No. +91 712 2584800, 9922584800
Email ID : info@cnpca.in : www.cnpca.in

Independent Auditor's Report

To,
The Members of
Kataline Limited ("Company")
(formerly known as Kataline Infra Products Private Limited)
39/A, Sai Rudra, Panchal Layout,
Near Wasudeo Nagar Metro Station,
Hingna Road, Nagpur – 440 016,
Maharashtra, India

Report on the Audit of the Consolidated Financial Statements

Opinion

1. We have audited the accompanying consolidated financial statements of **Kataline Limited (Earlier known as Kataline Infra Products Private Limited)** ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2026, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity for the year ended on that date, and notes to the consolidated financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the consolidated audited financial statements").

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

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made 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 audit opinion on the consolidated financial statements.

Key Audit Matters

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

Reporting of key audit matters under SA 701 is not applicable to the Group, as it is an unlisted company.

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

5. The Parent's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Director's Report but does not include the consolidated financial statements and our auditor's report thereon. Our opinion on the consolidated financial statements does not cover the other information, and we do not express any form of assurance conclusion thereon. In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

6. The Parent's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated cash flows and consolidated changes in equity of the Group in accordance with the accounting principles generally accepted in India, including the Ind AS specified under Section 133 of the Act. The respective Board of Directors / management of the Parent and of its subsidiary are responsible for maintenance of adequate accounting records for safeguarding the assets of the Group 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 the 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Parent, as aforesaid.

7. In preparing the consolidated financial statements, the respective Board of Directors / management of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless the respective Board of Directors / management either intends to liquidate the respective entities or to cease operations, or has no realistic alternative but to do so.

8. The respective Board of Directors / management of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

Other Matters

9. We did not audit the financial statements and other financial information of the subsidiary, whose financial statements and other financial information reflect total assets of Rs. 0.06 lakhs as at March 31, 2026, total revenue of Rs. Nil and net cash inflows of Rs. 0.07 lakhs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors and their report has been furnished to us by the Company's Management. Our opinion, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the other auditors. The report of the other auditors on the financial statements of the subsidiary was unmodified. This subsidiary, Kataline Australia Pty Ltd is located outside India whose financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in its respective country and which have been audited by other auditors under generally accepted auditing standards applicable in their respective country. The Company's Management has converted the financial statements of such Subsidiary located outside India from accounting principles generally accepted in their respective country to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Company's Management. Our opinion in so far as it relates to the balances and affairs of such subsidiary located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Company and audited by us.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

10. Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in

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accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

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

    - Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

    - Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Parent has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls, to the extent applicable to companies incorporated in India, as further explained in Annexure B to this report.

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

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

    - Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

13. 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.

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

Report on Other Legal and Regulatory Requirements

15. As required by Section 143(3) of the Act, based on our audit, and on the consideration of the unaudited financial statements and other unaudited financial information of the subsidiary furnished by the Management and referred to in the Other Matters paragraph above, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements;

(b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books, and the unaudited financial information furnished to us by the Management in respect of the subsidiary incorporated outside India;

(c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity dealt with by this report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements;

(d) In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act;

(e) On the basis of the written representations received from the directors of the Parent as on March 31, 2026, taken on record by the Board of Directors of the Parent, none of the directors of the Parent is disqualified as on March 31, 2026, from being appointed as a director in terms of Section 164(2) of the Act. The subsidiary, being incorporated outside India, is not governed by the provisions of Section 164(2) of the Act, and accordingly no reporting is required in that regard in respect of its directors;

(f) With respect to the adequacy of the internal financial controls with reference to consolidated financial statements of the Parent and the operating effectiveness of such controls, refer to our separate report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Parent's internal financial controls with reference to consolidated financial statements, this reporting requirement not extending to the subsidiary, being a company incorporated outside India, for the reasons stated therein;

(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended: the Group, being a Private Limited Company, the provisions of Section 197 read with Schedule V to the Act are not applicable, and hence reporting under Section 197(16) is not required;

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

i. The Group has no pending litigations and consequent impact on its financial position in its standalone financial statements- Refer to Note No. 32 to the financial statement;

ii. The Group did not have any long-term contracts, including derivative contracts, for which there were any material foreseeable losses; and

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Parent during the year ended March 31, 2026. This clause is not applicable to the subsidiary, being incorporated outside India;

iv. (a) The respective Managements of the Parent and its subsidiary incorporated outside India have represented to us that, to the best of their 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 Parent or the subsidiary 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 Parent or the subsidiary ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The respective Managements of the Parent and its subsidiary incorporated outside India have represented to us that, to the best of their knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the Parent or the subsidiary from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Parent or the subsidiary shall, whether directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

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(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, and the representation furnished to us by the Management of the subsidiary incorporated outside India, which has been relied upon being unaudited, nothing has come to our notice that has caused us to believe that the representations under sub-clauses (a) and (b) above contain any material misstatement;

v. The Parent has not declared or paid any dividend during the year and, on the basis of the representation received from the Management of the subsidiary incorporated outside India, the subsidiary has also not declared or paid any dividend during the year; hence, compliance with the provisions of Section 123 of the Act is not applicable;

vi. The Parent has unspent Corporate Social Responsibility (CSR) amount of ₹94.14 Lakhs pertaining to previous financial years, which was not transferred within the prescribed period to a fund specified in Schedule VII of the Companies Act, 2013, and was belatedly transferred on 22nd September 2026.

vii. Based on our examination, which included test checks, the Parent has used accounting software systems for maintaining its books of account for the financial year ended March 31, 2026, which have the feature of recording an audit trail (edit log) facility, and the same has operated throughout the year for all relevant transactions recorded in the software systems. Further, during the course of our audit, we did not come across any instance of the audit trail feature being tampered with, and the audit trail has been preserved by the Parent as per the statutory requirements for record retention. This reporting requirement does not extend to the subsidiary, being a company incorporated outside India; and

viii. With respect to the matters specified in clause (xxi) of paragraph 3 and paragraph 4 of the Companies (Auditor's Report) Order, 2020 ("CARO"/"the Order") issued by the Central Government in terms of Section 143(11) of the Act, according to the information and explanations given to us and based on the CARO report issued by us in respect of the Parent, being the only company to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in the said report. The requirements of CARO do not extend to the subsidiary, being a company incorporated outside India.

For and on behalf of
C. N. Patel & Co. LLP
Chartered Accountants
Firm Registration No: 112552W/W101272

CA. Amit Kurani
Partner
Membership No.: 111132
UDIN: 26111132RJZTZV5272

C. N. PATEL & Co. LLP
NAGPUR
FRN: 112552W/W101272
Chartered Accountants

Date: September 22, 2026
Place: Nagpur

Annexure "A" to the Independent Auditor's Report

(Referred to in paragraph 2 (f) under 'Report on other legal and regulatory requirements' section of our report to the Members of Kataline Limited (Earlier known as Kataline Infra Products Private Limited of even date)

Report on the internal financial controls over financial reporting under clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of Kataline Limited (Earlier known as Kataline Infra Products Private Limited) (hereinafter referred to as "the Parent") and its subsidiary as at and for the year ended March 31, 2026, we have audited the internal financial controls with reference to consolidated financial statements of the Parent, which is a company incorporated in India, as of that date.

Management's responsibility for internal financial controls

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

Auditors' responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statements included obtaining an understanding of such internal financial controls, 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 internal financial controls with reference to consolidated financial statements of the Parent.

Meaning of internal financial controls with reference to consolidated financial statements

A company's internal financial control with reference to consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to consolidated financial statements includes those policies and procedures that (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

C. N. PATEL & Co. LLP
NAGPUR
FRN: 112552W/W101272
Chartered Accountants

Inherent limitations of internal financial controls with reference to consolidated financial statements

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

Opinion

In our opinion, the Parent has, in all material respects, an adequate internal financial controls system with reference to consolidated financial statements and such internal financial controls were operating effectively as at March 31, 2026, based on the internal control over financial reporting criteria established by the Parent 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.

Other matters

The Parent's consolidated financial statements also include the financial results of one subsidiary, which is a company incorporated outside India ("the foreign subsidiary"). The provisions of Section 143(3)(i) of the Act, read with the Guidance Note, requiring reporting on the adequacy and operating effectiveness of the internal financial controls with reference to financial statements are, in terms of their applicability, restricted to companies incorporated in India. Accordingly, our reporting under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to consolidated financial statements insofar as it relates to the said foreign subsidiary is not applicable, and we have not audited or reported on the internal financial controls with reference to financial statements of the foreign subsidiary. Our opinion is not modified in respect of this matter.

For and on behalf of
C. N. Patel & Co. LLP
Chartered Accountants
Firm Registration No: 112552W/W101272

CA. Amit Kurani
Partner
Membership No.: 111132
UDIN: 26111132RJZTZV5272

Date: September 22, 2026
Place: Nagpur

Kataline Limited
(Formerly known as Kataline Infra-Products Private Limited)
CIN: U24222MH2008PLC183728
Consolidated Balance Sheet as at March 31, 2026
All amounts are ₹ in lakhs unless otherwise stated

Particulars	Note no.	As at March 31, 2026	As at March 31, 2025
ASSETS			
1) Non-current assets			
a) Property, Plant and Equipment	4	2,827.28	2,167.73
b) Capital Work in Progress	5	114.74	-
c) Other Intangible assets	4	72.15	68.26
d) Right of Use Asset	4	49.99	-
e) Financial assets			
i) Trade receivables	11	342.34	134.61
ii) Other financial assets	7	250.29	416.67
iii) Investments	6	-	-
f) Deferred tax assets (net)	8	73.57	97.47
g) Other assets	9	17.66	-
Total non-current assets		3,748.02	2,884.73
2) Current Assets			
a) Inventories	10	3,709.43	2,662.39
b) Financial assets			
i) Investments	6	-	169.02
ii) Trade receivables	11	7,353.58	5,020.14
iii) Cash & cash equivalents	12	13.33	743.97
iv) Other financial assets	7	204.88	204.11
c) Other assets	9	301.49	286.51
Total current assets		11,582.71	9,086.14
Total assets		15,330.73	11,970.87
EQUITY & LIABILITIES			
Equity			
a) Equity share capital	13	2,740.50	2,740.50
b) Other equity	14	8,813.34	6,183.68
Total equity		11,553.84	8,924.18
Liabilities			
1) Non-current liabilities			
a) Provisions	15	142.45	110.05
b) Lease liabilities	16	29.22	-
Total non-current liabilities		171.67	110.05
2) Current liabilities			
a) Financial liabilities			
i) Borrowings	17	40.98	-
ii) Lease liabilities	16	21.81	
iii) Trade payables	18		
(a) Total outstanding dues of micro and small enterprises		147.79	532.29
(b) Total outstanding dues of creditors other than micro and small enterprises		2,855.23	1,862.39
iv) Other financial liabilities	19	79.10	30.89
b) Provisions	15	14.80	11.39
c) Current tax liabilities (net)	20	110.02	191.03
d) Other current liabilities	21	335.49	308.65
Total current liabilities		3,605.22	2,936.64
Total equity and liabilities		15,330.73	11,970.87
The accompanying material accounting policies and notes form an integral part of the Financial statement.	1-46		

In terms of our report attached of even date
For C. N. Patel & Co. LLP
Chartered Accountants
(FRN- 112552W/W101272)

CA Amit Kurani
Partner
(M. No.: 111132)
Nagpur : September 22, 2026
UDIN:-26111132RJZT2V5872

For and on behalf of Board of Directors of Kataline Limited

Amit Arvind Thatte
Managing Director
(DIN 1525877)

Ketaki Amit Thatte
Whole Time Director
(DIN 1525878)

Nagpur : September 22, 2026

Sanket Gunjikar
CFO
(ACA:132468)

Milind Rao
CS
(ACS:48012)

Kataline Limited
(Formerly known as Kataline Infra-Products Private Limited)
CIN: U24222MH2008PLC183728
Consolidated Profit and Loss for the year ended March 31, 2026
All amounts are ₹ in lakhs unless otherwise stated

	Particulars	Note no.	For the year ended March 31, 2026	For the year ended March 31, 2025
	Income			
I.	Revenue From operations	22	22,058.02	15,893.21
II.	Other income	23	342.11	61.10
III.	**Total Revenue (I+II)**		**22,400.13**	**15,954.31**
IV.	**Expenditure**			
	(a) Cost of materials consumed	24	13,211.71	10,161.65
	(b) Changes in inventories of finished goods & semi finished goods	25	(75.55)	(649.17)
	(c) Employee benefit expense	26	1,382.19	1,433.36
	(d) Finance costs	27	27.75	4.09
	(e) Depreciation and amortisation expense	28	422.35	270.81
	(f) Other expenses	29	3,967.23	2,513.77
	Total expenditure		**18,935.68**	**13,734.51**
V.	**Profit before tax (III-IV)**		**3,464.45**	**2,219.80**
VI.	**Tax expenses**	30		
	(a) Current tax		812.00	541.00
	(b) Deferred tax charge / (credit)		23.62	26.50
	Total tax expenses		**835.62**	**567.50**
VII.	**Profit after tax (V-VI)**		**2,628.83**	**1,652.30**
VIII.	**Other comprehensive income / (loss)**			
	Items that will not be reclassified subsequently to profit or loss:			
	ia) Remeasurement of net defined benefit liability		1.78	(7.39)
	ib) Income tax relating to ia		(0.45)	1.86
	iia) Exchange differences in translating the financial statements of a foreign operation		(0.67)	-
	iib) Income tax relating to iia		0.17	-
	Other comprehensive income for the year, net of tax		**0.83**	**(5.53)**
	Total comprehensive income for the year (VII+VIII)		**2,629.66**	**1,646.77**
IX.	**Earning per share of face value of ₹ 10/- each ***	31		
	Basic (in ₹)		9.59	6.03
	Diluted (in ₹)		9.59	6.03
	The accompanying material accounting policies and notes form an integral part of the Financial statement.	1-46		

In terms of our report attached of even date
For C. N. Patel & Co. LLP
Chartered Accountants
(FRN- 112552W/W101 272)

CA Amit Kurani
Partner
(M. No.: 111132)
Nagpur : September 22, 2026
UDIN: 26111132RJZT2V5272

C. N. PATEL & Co. LLP NAGPUR FRN: 112552W/W101272 Chartered Accountants

For and on behalf of Board of Directors of Kataline Limited

Amit Arvind Thatte
Managing Director
(DIN 1525877)

Ketaki Amit Thatte
Whole Time Director
(DIN 1525878)

Nagpur : September 22, 2026

Sanket Gunjikar
CFO
(ACA:132468)

Milind Rao
CS
(ACS:48012)

Kataline Limited Nagpur

Kataline Limited
(Formerly known as Kataline Infra-Products Private Limited)
CIN: U24222MH2008PLC183728
Consolidated Statement of Cash Flow for the year ended March 31, 2026
All amounts are ₹ in lakhs unless otherwise stated

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Cash flows from operating activities		
Profit before tax	3,464.45	2,219.80
Adjustments for:		
Depreciation and amortization expense	422.35	270.81
Sundry balances written off	46.11	18.98
Sundry credit balances written back	(14.86)	-
Other expenses	-	
Interest income	-	-
Finance cost	27.75	4.09
Foreign exchanges loss/(gain) net	92.54	74.92
Gratuity provision	38.85	19.88
Allowance for bad and doubtful debts / written back	(269.98)	30.89
Allowance for bad and doubtful debts - Deposits	15.85	7.47
Interest income	(20.33)	(44.51)
Fund raising expenses on financial liabilities measured at amortised cost		
Gain on sale of mutual fund	(12.65)	
Gain on sale of land	(19.47)	-
Gain on fair valuation of mutual fund	-	(8.97)
Operating profit before working capital changes	**3,770.61**	**2,593.36**
Movements in working capital:		
Decrease/ (Increase) in trade receivables	(2,259.52)	(646.39)
Decrease/ (Increase) in other assets	(70.32)	(75.34)
Decrease/ (Increase) in other financials assets	(14.48)	6.86
(Increase)/ Decrease in inventories	(1,047.04)	(1,681.89)
(Decrease)/Increase in trade payables	654.58	924.49
(Decrease)/Increase in financial liabilities	(2.13)	5.83
(Decrease)/ Increase in other liabilities	(117.72)	(203.22)
(Decrease)/ Increase in provisions	(1.26)	0.01
Cash generated from operations	**912.72**	**923.71**
Income taxes paid	(893.01)	(549.88)
Net cash inflow / (outflow) from operating activities (A)	**19.71**	**373.83**
Cash flows from investing activities		
Purchase of property, plant and equipment including capital advances	(1,104.43)	(611.38)
Purchase of intangible assets	(26.65)	-
Proceeds from sale of land	19.55	-
Interest income	30.11	94.39
(Investment in) / Proceeds from Mutual Fund	181.67	(160.05)
(Investment in) / Proceeds from bank deposits (net)	449.34	582.00
Net cash (outflow) / inflow from investing activities (B)	**(450.41)**	**(95.04)**
Cash flows from financing activities		
Expenses incurred on issue of equity shares	-	-
Borrowings from Bank	40.98	-
Loan to Related Party Concern / Employees	(293.98)	
Loan repaid to Directors	-	(9.25)
Interest paid	(27.75)	(0.18)
Repayment of lease liabilities	(19.19)	
Net cash (outflow) / inflow from financing activities (C)	**(299.94)**	**(9.43)**
Net (decrease) / increase in cash and cash equivalents (A+B+C)	**(730.64)**	**269.36**
Cash and cash equivalents at the beginning of the year	743.97	474.61
Cash and cash equivalents at the end of the year	**13.33**	**743.97**
Components of cash and cash equivalents		
Cash on hand	12.54	11.69
Bank Balance in current accounts	0.79	732.28
Balance as per statement of cash flows	**13.33**	**743.97**

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Kataline Limited Nagpur

Kataline Limited
(Formerly known as Kataline Infra-Products Private Limited)
CIN: U24222MH2008PLC183728
Consolidated Statement of Cash Flow for the year ended March 31, 2026
All amounts are ₹ in lakhs unless otherwise stated
Reconciliation of the borrowings outstanding at the beginning and end of the year

Particulars	As at March 31, 2026	As at March 31, 2025
Balance as at the beginning of the year	-	9.25
(a) Financing cash flows		
Loans taken	62.45	0.18
Loans repaid	-	(9.25)
Interest paid	(21.47)	(0.18)
Net financing cash flows	40.98	(9.25)
(b) Non-cash changes		
- Interest accruals on account of amortisation	-	-
Balance as at the end of the year	40.98	-

Note :- The Standalone Statement of Cash flow has been prepared under the indirect method as set out in Ind AS -7 specified under section 133 of the act.

The accompanying material accounting policies and notes form an integral part of the Financial statement.

In terms of our report attached of even date
For C. N. Patel & Co. LLP
Chartered Accountants
(FRN- 112552W/W101272)

For and on behalf of Board of Directors of Kataline Limited

C. N. PATEL & Co. LLP NAGPUR FRN: 112552W/W101272 Chartered Accountants

CA Amit Kurani
Partner
(M. No.: 111132)
Nagpur : September 22, 2026
UDIN:-26111132RJ2TZV5272

Amit Arvind Thatte
Managing Director
(DIN 1525877)

Ketaki Amit Thatte
Whole Time Director
(DIN 1525878)

Nagpur : September 22, 2026

Sanket Gunjikar
CFO
(ACA:132468)

Milind Rao
CS
(ACS:48012)

Kataline Limited Nagpur

Kataline Limited
(Formerly known as Kataline Infra-Products Private Limited)
CIN: U24222MH2008PLC183728
Consolidated Statement of Changes in equity for the period ended 31st March 2026
All amounts are ₹ in lakhs unless otherwise stated

A) Equity share capital

For the year ended March 31, 2026				
Balance as at April 1, 2025	Changes in equity share capital due to prior period errors	Balance at April 1, 2025	Changes in equity share capital during the year	Balance as at March 31, 2026
2,740.50	-	2,740.50	-	**2,740.50**

For the year ended March 31, 2025				
Balance as at April 1, 2024	Changes in equity share capital due to prior period errors	Restated balance at April 1, 2024	Changes in equity share capital during the year	Balance as at March 31, 2025
94.50	-	94.50	2,646.00	**2,740.50**

B) Other equity

	Reserves & Surplus	Items of Other Comprehensive income		Total Other Equity attributable to the owners of the group
Particulars	**Retained earnings**	**Foreign Currency Translation Reserve**	**Remeasurement of Defined Benefit Plan**	**Total Other Equity attributable to the owners of the group**
Balance as at April 01, 2024	7,188.87		(5.96)	7,182.91
Profit for the year	1,652.30	-	-	1,652.30
Less: Issue of bonus shares	(2,646.00)	-	-	(2,646.00)
Remeasurement of net defined benefit liability (net of tax)	-		(5.53)	(5.53)
Balance as at March 31, 2025	6,195.17	-	(11.49)	6,183.68
Balance as at April 01, 2025	**6,195.17**	-	**(11.49)**	**6,183.68**
Profit for the year	2,628.83	-	-	2,628.83
Less: Issue of bonus shares		-	-	-
Exchange difference on translation of foreign operations (Net of Tax)				
	-	(0.50)	0	(0.50)
Remeasurement of net defined benefit liability (net of tax)	-	-	1.33	1.33
Balance as at March 31, 2026	**8,824.01**	**(0.50)**	**(10.16)**	**8,813.34**

The accompanying material accounting policies and notes form an integral part of the Financial statement.

In terms of our report attached of even date
For C. N. Patel & Co. LLP
Chartered Accountants
(FRN- 112552W/W101272)

CA Amit Kurani
Partner
(M. No.: 111132)
Nagpur : September 22, 2026
UDIN:- 26111132RJZT2VS272

For and on behalf of Board of Directors of Kataline Limited

Amit Arvind Thatte	Ketaki Amit Thatte	Sanket Gunjikar	Milind Rao
Managing Director	**Whole Time Director**	**CFO**	**CS**
(DIN 1525877)	**(DIN 1525878)**	**(ACA:132468)**	**(ACS:48012)**

Nagpur : September 22, 2026

1. Corporate Information

Kataline Limited (Earlier known as Kataline Infra-Products Private Limited) ('The Company') was incorporated on June 19, 2008, with Company Identification No: U24222MH2008PLC183728. The registered office of the Company is located at 39/A, Hingna Road, Wasudeo Nagar, Panchal Layout, Nagpur – 440016. The Consolidated financial statements comprise the financial statement of Kataline Limited (the Company) and its subsidiary, (collectively, "the Group") for the year ended 31st March, 2026.

The Group is engaged in the business of manufacturing , trading and application of "Paint products" namely paints, varnishes and similar coating products.

2. Change in Legal Status of the Parent Company

The Parent Company changed its legal status from a Private Limited Company to a Public Limited Company. The name of the Company was changed from **Kataline Infra-Products Private Limited** to **Kataline Infra-Products Limited**, effective from **20/06/2025**, pursuant to approval from the Registrar of Companies, Mumbai.

The Corporate Identification Number (CIN) of the Company has been changed from U24222MH2008PTC183728 to U24222MH2008PLC183728.

Further, the name of the Company was changed from **Kataline Infra-Products Limited** to **Kataline Limited**, effective from **01/08/2025**, pursuant to approval from the Registrar of Companies, Mumbai.

3. Basis of preparation, measurement and material accounting policies

3.1. Basis of preparation

a) Statement of compliance

The Consolidated Financial Statements comprise the financial statements of Kataline Limited ("the holding Company") and its subsidiary ("the holding Company and its subsidiary together referred as the Group"). The consolidated financial statement of the group is prepared in accordance with the Indian Accounting Standards (Ind AS) to comply with the section 133 of the Companies Act 2013 ("the Act"), and read with rule 3 of the Companies (Indian Accounting Standards) Rules 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III, to the Companies Act, 2013 as amended time to time (Ind AS compliance schedule III) as applicable to consolidated finance statement.

All the assets and liabilities have been classified as current or non-current as per the Group's normal operating cycle and other criteria set out in Schedule III to the Act. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalent, the Group has ascertained the operating cycle to be 12 months.

The Group has prepared consolidated financial statement on the basis that it will continue to operate as a going concern.

b) Principles of Consolidation:

The Consolidated Financial Statements comprise the financial statements of Kataline Limited ("the holding Company") and its subsidiary ("the holding Company and its subsidiary together referred as the Group").

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Kataline Limited Nagpur

Subsidiaries

The financial statements of subsidiaries are included in these consolidated financial statements from the date that control commences until the date that control ceases. The financial statements of the Company and its subsidiaries have been consolidated using uniform accounting policies for like transactions and other events in similar circumstances as mentioned in those policies.

Upon loss of control, the Group derecognises the assets and liabilities of the subsidiary, any non-controlling interests and the other components of equity related to the subsidiary. Any surplus or deficit arising on the loss of control is recognised in the Consolidated Statement of Profit and Loss. If the Company retains any interest in the previous subsidiary, then such interest is measured at fair value at the date that control is lost. Subsequently, it is accounted for as an equity accounted investee depending on the level of influence retained.

The financial statements of the subsidiary used for the purpose of consolidation are drawn upto the same reporting date as that of the Holding Company, i.e. 31st March, 2026.

The Subsidiary Company considered in the consolidated financial statements is:

Name of the Company	Country of Incorporation	% of Ownership
Subsidiary:		
Kataline Australia Pty Ltd	Australia	100%

Functional and presentation currency

These consolidated financial statements are presented in Indian rupees in lakhs, which is the Holding Company's functional currency. All amounts have been rounded off to two decimal places to the nearest lakh, unless otherwise indicated.

The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances.

c) Current versus non-current classification

The Group presents assets and liabilities in the Statement of Assets and Liabilities based on current/ non-current classification.

An asset is treated as current when it is:

I. Expected to be realized or intended to be sold or consumed in a normal operating cycle.

II. Held primarily for the purpose of trading.

III. Expected to be realized within twelve months after the reporting period, or

IV. Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. All other assets are classified as non-current.

A liability is current when:

I. It is expected to be settled in normal operating cycle.

II. It is held primarily for the purpose of trading

III. It is due to be settled within twelve months after the reporting period, or

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Kataline Limited Nagpur

IV. There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

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

d) Operating cycle

All assets and liabilities have been classified as current or non-current as per the Group's normal operating cycle and other criteria set out in the Schedule III to the Companies Act 2013. Based on the nature of services and the time taken between acquisition of assets for processing and their realization in cash and cash equivalents, the Group has ascertained its operating cycle as twelve months for the purpose of the classification of assets and liabilities into current and non-current.

3.2. Basis of measurement

a) Basis of accounting

The Group maintains its accounts on an accrual basis following historical cost convention, except for certain assets and liabilities that are measured at fair value in accordance with Ind AS. Fair value measurements are categorized as below based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety:

I. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at a measurement date.

II. Level 2 inputs are inputs, other than quoted prices included in level 1, that are observable for the asset or liability, either directly or indirectly; and

III. Level 3 inputs are unobservable inputs for the valuation of assets or liabilities.

Above levels of fair value hierarchy are applied consistently and generally, there are no transfers between the levels of the fair value hierarchy unless the circumstances change warranting such transfer.

Further information about the assumptions made in measuring fair values is included in the following notes:
- Financial instruments

b) Use of estimates and judgements

In preparing these Consolidated Financial Statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively in the Statement of Profit and Loss in the year in which the estimates are revised and in any future periods affected.

The areas involving critical estimates or judgements are:

i. Determination of useful lives of property, plant and equipment and intangibles
ii. Impairment test of non-financial assets
iii. Recognition of deferred tax assets

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iv. Recognition and measurement of provisions and contingencies

v. Fair value of financial instruments

vi. Impairment of financial assets

vii. Measurement of defined benefit obligations

viii. Revenue recognition

ix. Provision for expected credit losses of trade receivable

3.3. Material accounting policies

a) Property, Plant and Equipment:

Recognition and measurement:

Items of property, plant and equipment, are measured at cost less accumulated depreciation and any accumulated impairment losses.

The cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes (after deducting trade discounts and rebates), any directly attributable costs of bringing the asset to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on derecognition of an item of property, plant and equipment is included in the Statement of Profit and Loss when the item is derecognized.

Subsequent expenditure:

Subsequent costs are included in the assets carrying amount or recognized as a separate asset, as appropriate, if it is probable that the future economic benefits associated with the item will flow to the Group and that the cost of the item can be reliably measured.

The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to the Statement of Profit and Loss during the reporting year in which they are incurred.

Depreciation:

Depreciation on property, plant and equipment, is provided under the written down value method in the manner prescribed under Schedule II of the Act.

For certain items of Property, Plant and Equipment, the Company depreciates over estimated useful life which are different from the useful lives prescribed under Schedule II to the Companies Act, 2013 which is based upon management estimate. The management believes that these estimated useful lives are realistic and reflect fair approximation of the period over which the assets are likely to be used. The estimated useful lives, residual values, and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

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Category of property, plant and equipment	Estimated useful life of property, plant and equipment (Years)
Factory Building	30 Years
Office equipment	15 Years
Furniture & fixtures	10 Years
Plant and Machinery	15 Years
Commercial vehicles	08 Years
Motor Car	10 Years
Computers	03 Years

Depreciation on property, plant and equipment which are added / disposed of during the year, is provided on pro-rata basis with reference to the date of addition / deletion.

b) Capital work in progress and Capital advances:

Cost of assets not ready for intended use, as on the end of the reporting period, is shown as capital work in progress. Advances given towards acquisition of property, plant and equipment outstanding at end of each reporting period are disclosed as other non-current assets.

c) Intangible Assets:

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortization and accumulated impairment losses. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses. Internally generated intangibles, excluding eligible development costs are not capitalized and the related expenditure is reflected in the profit and loss in the period in which the expenditure is incurred.

Amortization:

Amortization is recognized on a Straight-line basis over their estimated useful lives. The estimated useful life and amortization methods are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

The estimated useful lives as mentioned below:

Category of property, plant and equipment	Estimated useful life (Years)
Software	4 Years
Intellectual Property Rights (IPR)	Infinite life

Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is derecognized.

d) Intangible Assets under Development

Expenditure on intangible assets eligible for capitalization are carried as intangible assets under development where such assets are not yet ready for their intended use.

e) Impairment of non-financial assets:

At each reporting date, the Group reviews the carrying amounts of its property, plant and equipment, and intangible assets to determine whether there is any indication that those assets have suffered an Impairment loss. If any such indication exists, the recoverable amount of the asset is estimated to determine the extent of the impairment loss (if

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any). Where the asset does not generate cash flows that are independent from other assets, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest Group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognized immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease and to the extent that the impairment loss is greater than the related revaluation surplus, the excess impairment loss is recognized in profit or loss.

Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss to the extent that it eliminates the impairment loss which has been recognized for the asset in prior years. Any increase in excess of this amount is treated as a revaluation increase.

f) Inventories:

Inventories are stated at the lower of cost and net realizable value. Cost comprises of all expenses that have been incurred in bringing the inventories to their present location and condition. Cost is calculated using the First In First Out method. Net realizable value represents the estimated selling price less all estimated costs to be incurred in marketing, selling and distribution.

g) Cash and cash equivalents:

Cash and cash equivalent in the Statement of Assets and Liabilities and Statement of Cash Flows comprise cash at banks, cash on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

h) Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments also include derivative contracts.

Financial assets

Initial recognition and measurement

Financial assets are initially recognized when the Group becomes a party to the contractual provisions of the instrument. All financial assets are recognized initially at fair value, plus in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. However, trade receivables that do not contain a significant financing component are measured at transaction price.

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Subsequent measurement:

For the purpose of subsequent measurement, financial assets are classified in the following categories:

- Amortized cost,
- Fair value through profit or loss (FVTPL)
- Fair value through other comprehensive income (FVTOCI)

on the basis of its business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

Amortized cost:

A financial instrument is measured at the Amortized cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method.

Financial assets - Equity Investment in subsidiaries:

The Group has accounted for its equity investment in subsidiaries at cost.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a Group of similar financial assets) is primarily derecognized (i.e., removed from the Group's statement of financial position) when:

a) The rights to receive cash flows from the asset have expired, or
b) The Group has transferred its rights to receive cash flow from the asset.

Impairment of financial assets

In accordance with Ind-AS 109, the Group applies Expected Credit Loss ("ECL") model for measurement and recognition of impairment loss on the financial assets measured at Amortized cost and debt instruments measured at FVOCI.

Loss allowances on trade receivables are measured following the 'simplified approach' at an amount equal to the lifetime ECL at each reporting date. The Group uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analyzed. In respect of other financial assets, the loss allowance is measured at 12-month ECL only if there is no significant deterioration in the credit risk since initial recognition of the asset or asset is determined to have a low credit risk at the reporting date.

Financial liabilities

Initial recognition and measurement:

Financial liabilities are initially recognized when the Group becomes a party to the contractual provisions of the instrument.

Financial liability is initially measured at fair value plus, for an item not at fair value through profit and loss, transaction costs that are directly attributable to its acquisition or issue.

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Subsequent measurement:

Subsequent measurement is determined with reference to the classification of the respective financial liabilities.

Financial Liabilities at Fair Value through Profit or Loss (FVTPL):

A financial liability is classified as Fair Value through Profit or Loss (FVTPL) if it is classified as held-for trading or is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and changes therein, including any interest expense, are recognized in the Statement of Profit and Loss.

Financial Liabilities at Amortized cost:

After initial recognition, financial liabilities other than those which are classified as FVTPL are subsequently measured at Amortized cost using the effective interest rate ("EIR") method.

Amortized cost is calculated by taking into account any discount or premium and fees or costs that are an integral part of the EIR. The Amortization done using the EIR method is included as finance costs in the Statement of Profit and Loss.

Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the Statement of Profit or Loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset, and the net amount is reported in the Statement of Assets and Liabilities if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

i) Provisions, Contingent Liabilities, Contingent Assets and Commitments

A provision is recognized when the enterprise has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current management estimates.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows specific to the liability. The unwinding of the discount is recognized as finance cost.

Contingent liabilities are disclosed in respect of possible obligations that arise from past events, but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group.

A contingent asset is a possible asset that arises from past events and whose existence will be confirmed only by the

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occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. Contingent assets are not recognized till the realization of the income is virtually certain. However, the same are disclosed in the Financial Statements where an inflow of economic benefit is probable.

j) Warranty

Provision is estimated for expected warranty claim in respect of products sold/ services provided during the year based on past experience regarding defective claim of products/service and cost of rectification or replacement. It is expected that most of this cost will be incurred over next 12 months which is as per warranty terms.

k) Revenue recognition

Sale of goods and Services

The Group derives revenues primarily from sale & application of Paint Products comprising of paint, varnish and other coating products.

The Group recognizes revenue when it satisfies a performance obligation in accordance with the provisions of contract with the customer. This is achieved when control of the product has been transferred to the customer, which is generally determined when title, ownership, risk of obsolescence and loss pass to the customer and the Group has the present right to payment, all of which occurs at a point in time upon shipment or delivery of the product.

The Group considers the terms of the contract in determining the transaction price. The transaction price is based upon the amount the entity expects to be entitled to in exchange for transferring of promised goods and services to the customer after deducting incentive programs, included but not limited to discounts, volume rebates etc.

For incentives offered to customers, the Group makes estimates related to customer performance and sales volume to determine the total amounts earned and to be recorded as deductions. The estimate is made in such a manner, which ensures that it is highly probable that a significant reversal in the amount of cumulative revenue recognized will not occur. The actual amounts may differ from these estimates and are accounted for prospectively.

No element of significant financing is deemed present as the sales are made with a credit term, which is consistent with market practice.

Revenue from rendering of services is recognized over the time by measuring the progress towards complete satisfaction of performance obligations at the reporting period.

Contract balances

Trade receivables:

A receivable represents the Group's right to an amount of consideration that is unconditional.

Contract liabilities:

A contract liability is the obligation to transfer goods or services to a customer for which the Group has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the Group transfers goods or services to the customer, a contract liability is recognized when the payment is made. Contract liabilities are recognized as revenue when the Group performs under the contract.

l) Other Income

Interest Income

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference

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to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

m) Borrowing costs

Borrowing costs consist of interest and other costs that the Group incurs in connection with the borrowing of funds. Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are charged to Statement of Profit and Loss.

n) Foreign currency

Foreign currency transactions:

Foreign currency transactions are recorded on initial recognition in the functional currency using the exchange rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date.

Exchange differences arising on the settlement or translation of monetary items are recognized in Statement of Profit and Loss in the year in which they arise.

Translation of financial statements of foreign entities

On consolidation, the assets and liabilities of foreign operations are translated into ` (Indian Rupees) at the exchange rate prevailing at the reporting date and their statements of profit and loss are translated at exchange rates prevailing at the dates of the transactions. For practical reasons, the group uses monthly closing rate to translate income and expense items, if the average rate approximates the exchange rates at the dates of the transactions. The exchange differences arising on translation for consolidation are recognised in Foreign Currency Translation Reserve. On disposal of a foreign operation, the component of Foreign Currency Translation Reserve relating to that particular foreign operation is reclassified to Consolidated Statement of Profit and Loss.

o) Employee Benefits

Short-term Employee benefits

Liabilities for wages and salaries, bonus and ex gratia including non-monetary benefits that are expected to be settled wholly within twelve months after the end of the period in which the employees render the related service are classified as short-term employee benefits and are recognized as an expense in the Statement of Profit and Loss as the related service is provided.

Certain employees of the Group are entitled to compensated absences as per applicable statutory provisions. The Group records an obligation for compensated absences in the period in which the employee renders the services that increases this entitlement.

A liability is recognized for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

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Post-Employment Benefits

Defined Contribution Plans:

A defined contribution plan is a post-employment benefit plan under which a Group pays specified contributions to a separate entity and has no obligation to pay any further amounts. The Group makes contribution to provident fund in accordance with Employees Provident Fund and Miscellaneous Provisions Act, 1952 and Employee State Insurance. Contribution paid or payable in respect of defined contribution plan is recognized as an expense in the year in which services are rendered by the employee.

Defined Benefit Plans:

The Group's gratuity benefit scheme is a defined benefit plan. The liability is recognized in the Statement of Assets and Liabilities in respect of gratuity is the present value of the defined benefit/obligation at the balance sheet date less the fair value of plan assets, together with adjustments for unrecognized actuarial gain losses and past service costs. The defined benefit/obligation are calculated at balance sheet date by an independent actuary using the projected unit credit method.

Re-measurement of the net defined benefit liability, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognized immediately in other comprehensive income (OCI).

p) Taxation

Income tax expense /income comprises current tax expense /income and deferred tax expense /income. It is recognized in profit or loss except to the extent that it relates to items recognized directly in equity or in other comprehensive income. In which case, the tax is also recognized directly in equity or other comprehensive income, respectively.

Current tax

Current tax comprises the expected tax payable or recoverable on the taxable profit or loss for the year and any adjustment to the tax payable or recoverable in respect of previous years. It is measured at the amount expected to be paid to (recovered from) the taxation authorities using the applicable tax rates and tax laws.

Current tax assets and liabilities are offset only if,

- the Group has a legally enforceable right to set off the recognized amounts; and
- intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Deferred tax

Deferred tax is recognized in respect of temporary differences between the carrying amount of assets and liabilities for financial reporting purpose and the amount considered for tax purpose.

Deferred tax assets are recognized for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or all of that deferred tax asset to be utilized such reductions are reversed when it becomes probable that sufficient taxable profits will be available.

Unrecognized deferred tax assets are reassessed at each reporting date and recognized to the extent that it has become probable that future taxable profits will be available against which they can be recovered.

Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse,

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using tax rates enacted or substantively enacted by the end of the reporting year.

The measurement of deferred tax assets and liabilities reflects the tax consequences that would follow from the manner in which the Group expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset only if:

- the entity has a legally enforceable right to set off current tax assets against current tax liabilities; and
- the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on the same taxable entity.

q) Earnings per share:

Basic earnings per share is computed using the net profit or loss for the year attributable to the shareholders' and weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders of the Group and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

r) Fair value measurement

The Group measures financial instruments at fair value at each balance sheet date.
Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

I. In the principal market for the asset or liability, or
II. In the absence of a principal market, in the most advantageous market for the asset or liability.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.
All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

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

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s) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. Cash flows for the year are classified by operating, investing and financing activities.

t) Segment reporting

The chief operating decision maker examines the Company's performance as a single unit. The Company is principally engaged in the business of manufacturing paints, coatings and allied products in India with similar risk, returns and internal business reporting system. Accordingly, there are no reportable segment(s) other than "Paints", which singly or in aggregate qualify for separate disclosure as per provisions of Ind AS 108 "operating segments".

u) Corporate Social Responsibility (CSR)

CSR Expenditure as per provisions of section 135 of the Act read with rules issued thereunder, is charged to the statement of profit and loss as an expense.

v) Leases:

As a Lessee:

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

I. the contact involves the use of an identified asset

II. the Group has substantially all of the economic benefits from use of the asset through the period of the lease and

III. the Group has the right to direct the use of the asset.

The Group recognises a right-of-use asset and a corresponding lease liability with respect to all lease agreements in which it is the lessee, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low value assets. For these leases, the Group recognises the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed.

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

The lease liability is initially measured at amortised cost at the present value of the lease payments that are not paid at the commencement date, discounted by using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rate.

Lease payments included in the measurement of the lease liability comprise:

I. fixed lease payments (including in substance fixed payments), less any lease incentives;

II. variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;

III. the amount expected to be payable by the lessee under residual value guarantees;

IV. the exercise price of purchase options, if the lessee is reasonably certain to exercise the options; and

V. payments of penalties for terminating the lease, if the lease term reflects the exercise

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of an option to terminate the lease.

The lease liability is presented as a separate line in the Standalone Balance Sheet. The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using the effective interest method) and by reducing the carrying amount to reflect the lease payments made.

The Group remeasures the lease liability (and makes a corresponding adjustment to the related right-of-use asset) whenever:

I. the lease term has changed or there is a change in the assessment of exercise of a purchase option, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate.

II. the lease payments change due to changes in an index or rate or a change in expected payment under a guaranteed residual value, in which cases the lease liability is remeasured by discounting the revised lease payments using the initial discount rate (unless the lease payments change is due to a change in a floating interest rate, in which case a revised discount rate is used).

III. a lease contract is modified, and the lease modification is not accounted for as a separate lease, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate.

The right-of-use assets are presented as a separate line in the Standalone Balance Sheet. The right-of-use assets are initially recognised at cost which comprises of the initial measurement of the corresponding lease liability, lease payments made at or before the commencement day and any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses. Whenever the Group incurs an obligation for costs to dismantle and remove a leased asset, restore the site on which it is located or restore the underlying asset to the condition required by the terms and conditions of the lease, a provision is recognized and measured. The costs are included in the related right-of-use asset, unless those costs are incurred to produce inventories.

Right-of-use assets are depreciated over the shorter period of lease term and useful life of the underlying asset. If a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Group expects to exercise a purchase option, the related right-of-use asset is depreciated over the useful life of the underlying asset. The depreciation starts at the commencement date of the lease.

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4 Property, plant & equipment

Particulars	Freehold Land	Building & Sheds	Plant and Machinery	Furniture and Fixtures	Vehicles	Office equipment	Total
I. Cost/Deemed cost							
Balance as at April 01, 2024	**144.41**	**669.31**	**735.57**	**63.08**	**136.97**	**25.62**	**1,774.96**
Additions	-	469.14	281.38	4.20	60.97	7.32	**823.01**
Disposals, transfers and adjustments	-	-	-	-	-	-	-
Balance as at March 31, 2025	**144.41**	**1,138.45**	**1,016.95**	**67.28**	**197.94**	**32.94**	**2,597.97**
Balance as at April 01, 2025	**144.41**	**1,138.45**	**1,016.95**	**67.28**	**197.94**	**32.94**	**2,597.97**
Additions	315.30	173.06	241.06	3.49	288.71	18.41	**1,040.03**
Disposals, transfers and adjustments	-0.08	-	-	-	-	-	**-0.08**
Balance as at March 31, 2026	**459.63**	**1,311.51**	**1,258.01**	**70.77**	**486.65**	**51.35**	**3,637.92**
II. Accumulated depreciation							
Balance as at April 01, 2024	-	**45.97**	**96.73**	**5.16**	**27.59**	**6.74**	**182.19**
Depreciation expense for the year	-	60.92	123.74	14.84	41.76	6.79	**248.05**
Disposals, transfers and adjustments	-	-	-	-	-	-	-
Balance as at March 31, 2025	-	**106.89**	**220.47**	**20.00**	**69.35**	**13.53**	**430.24**
Balance as at April 01, 2025	-	**106.89**	**220.47**	**20.00**	**69.35**	**13.53**	**430.24**
Depreciation expense for the year	-	100.28	156.39	12.57	100.18	10.98	**380.40**
Disposals, transfers and adjustments		-	-	-	-	-	-
Balance as at March 31, 2026	-	**207.17**	**376.86**	**32.57**	**169.53**	**24.51**	**810.64**
III. Net carrying amount (I-II)							
Balance as at March 31, 2025	**144.41**	**1,031.56**	**796.48**	**47.28**	**128.59**	**19.41**	**2,167.73**
Balance as at March 31, 2026	**459.63**	**1,104.34**	**881.15**	**38.20**	**317.12**	**26.84**	**2,827.28**

Other Intangible Assets:

Particulars	Software	IPR	Total
I. Cost/Deemed cost			
Balance as at March 31, 2024	-	-	-
Additions	91.02	-	91.02
Disposals, transfers and adjustments	-	-	-
Balance as at March 31, 2025	**91.02**	-	**91.02**
Balance as at March 31, 2025	**91.02**		**91.02**
Additions	-	26.65	26.65
Disposals, transfers and adjustments	-	-	-
Balance as at March 31, 2026	**91.02**	**26.65**	**117.67**
II. Amortisation			
Balance as at March 31, 2024			-
Amortisation expense for the period	22.76	-	22.76
Disposals, transfers and adjustments	-	-	-
Balance as at March 31, 2025	**22.76**	-	**22.76**
Balance as at March 31, 2025	**22.76**	-	**22.76**
Amortisation expense for the period	22.76	-	22.76
Disposals, transfers and adjustments	-	-	-
Balance as at March 31, 2026	**45.52**	-	**45.52**
III. Net carrying amount (I-II)			
Balance as at March 31, 2025	**68.26**	-	**68.26**
Balance as at March 31, 2026	**45.50**	**26.65**	**72.15**

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Details of Right of Use:

Particulars	ROU
I. Cost/Deemed cost	
Balance as at March 31, 2025	-
Additions	69.18
Disposal	-
Balance as at March 31, 2026	**69.18**
II. Accumulated depreciation	
Balance as at March 31, 2025	-
Depreciation expense for the period	19.19
Disposal	-
Balance as at March 31, 2025	**19.19**
III. Net carrying amount (I-II)	
Balance as at March 31, 2025	**-**
Balance as at March 31, 2026	**49.99**

4.1 The Company has not revalued its property, plant and equipment and intangible assets as on each reporting period and therefore Schedule III disclosure requirements with respect to fair value details is not applicable.

4.2 The title deeds of immovable properties (other than properties where the Company is a lessee and the lease arrangement are duly executed in the favour of the lessee) are held in the name of the Company.

4.3 Refer note 3.3 (a) for first time adoption options availed by the Company on the transition to Ind AS.

5 Capital work-in-progress

Particulars	Factory Building	Plant and Machinery	Commercial Vehicle	Total
I. Cost/Deemed cost				
Balance as at March 31, 2024	**244.08**	**27.57**	**-**	**271.65**
Additions	156.61	-		156.61
Transfers	(400.69)	(27.57)	-	(428.26)
Balance as at March 31, 2025	-	-	-	-
Balance as at March 31, 2025	-	-	-	-
Additions	101.43	-	13.31	114.74
Transfers	-	-	-	-
Balance as at March 31, 2026	**101.43**	**-**	**13.31**	**114.74**

5.1 CWIP ageing schedule is as below:

As at March 31, 2026

Particulars	Amount in Capital-work-in-progress for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress					
- Commercial Vehicle	13.31	-	-	-	**13.31**
- Factory Building	101.43	-	-	-	**101.43**

As at March 31, 2025

There are no capital work in progress as at March 31, 2025, hence ageing is not provided.

5.2 There are no projects as on each reporting year where activity had been suspended. Also there are no projects as on the reporting year which has exceeded cost as compared to its original plan or where completion is overdue.

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5.3 Intangible assets under development

Particulars	Computer Software	Total
I. Cost/Deemed cost		
Balance as at April 1, 2024	91.02	91.02
Additions	-	-
Disposals, transfers and adjustments	(91.02)	(91.02)
Balance as at March 31, 2025	-	-

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6 Investments

Particulars	As at March 31, 2026	As at March 31, 2025
Non Current		
Unquoted investments		
Investments in Equity Instruments	-	-
Investment in Subsidiary		
100 Shares of Kataline Australia Pty Ltd at Australian Dollar 1/- each (Refer note no. 46)	-	-
Total	-	-
Current		
Quoted investments		
Investments in Mutual Funds		
Measured at fair value through profit and loss account		
Invesco India Arbitrage Fund-Growth (Qty: CY.:-Nil, (PY 178990.86 units)	-	56.22
Kotak Equity Arbitrage Fund Regular-Growth (Qty: CY.:-Nil (PY 152513.76 units)	-	56.25
ICICI Prudential Savings Fund-Growth (Qty: CY.-Nil (PY 10617.74 units)	-	56.54
Total current investments	-	169.02
Total Investments	-	169.02

6.1 Aggregate amount of investments and market value thereof:

Particulars	As at March 31, 2026	As as March 31, 2025
Aggregate carrying value of unquoted investments	-	-
Aggregate amount of market value of unquoted investments	-	-
Aggregate carrying value of quoted investments	-	169.02
Aggregate amount of market value of quoted investments	-	169.02
Aggregate amount of impairment in value of investments	-	-

7 Other financial assets

Particulars	As at March 31, 2026	As at March 31, 2025
Non-current - unsecured, considered good unless otherwise stated		
Bank Deposits with remaining maturity more than 12 months (Refer note 7.1)	4.12	400.84
Security deposits	17.03	15.83
Loans to related party (Refer note 7.2)	229.14	-
Total	250.29	416.67
Current - unsecured, considered good unless otherwise stated		
Bank Deposits with remaining maturity less than 12 months (Refer note 7.1)	65.07	117.70
Security deposits	72.24	73.90
Loans to employees	64.84	-
Interest accrued	2.73	12.51
Total	204.88	204.11
Current - unsecured, considered doubtful		
Security deposits	7.47	7.47
Less. Provision for doubtful deposits	-7.47	-7.47
Total	-	-
Total	204.88	204.11

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7.1 Deposits with bank (current and non-current) as on March 31 2026: Rs. 69.19 Lakhs (as on March 31, 2025: Rs. 141.94 Lakhs) represent fixed deposits lienedagainst Bank Gaurantee.

7.2 Loans to Related Party:

Kataline Construction Technologies Private Limited	229.14	-

During the year, the Company has converted amount due from related party (Enterprise owned by KMP) as loan of ₹229.14 lakhs to Kataline Construction Technologies Private Limited @8.00% p.a., repayable in full after two years from 31.03.2026, by way of a bullet payment. The same was classified under Receivables in previous year.

8 Deferred tax asset (net)

8.1 Deferred tax assets/(liabilities) in relation to the year ended March 31, 2026

Particulars	Opening Balance as on April 1, 2025	Recognised in Profit or loss (expense)/ credit	Recognised in Other comprehensive income	Recognised directly in Equity	Closing Balance as on March 31, 2026
Property, plant and equipment	(38.56)	36.79	-	-	(1.77)
Provision for Gratuity	30.57	9.73	(0.45)	-	39.90
Disallowances under section 43B of Income Tax Act, 1961	4.23	(4.23)	-	-	(0.00)
Fair value gain on Investments	(2.26)	2.26	-	-	(0.00)
Lease liabilities	-	(0.26)	-	-	(0.26)
Exchange differences in translating the financial statements of a foreign operation	-	-	0.17	-	0.17
Expected credit allowances	103.49	(67.95)	-	-	35.54
Total	97.47	(23.62)	(0.28)	-	73.57

8.2 Deferred tax assets/(liabilities) in relation to the year ended March 31, 2025

Particulars	Opening Balance as on April 1, 2024	Recognised in Profit or loss (expense)/ credit	Recognised in Other comprehensive income	Recognised directly in Equity	Closing balance as on March 31, 2025
Property, plant and equipment	2.69	(41.25)	-	-	(38.56)
Provision for Gratuity	23.70	5.00	1.86	-	30.56
Disallowances under section 43B of Income Tax Act, 1961	-	4.23	-	-	4.23
Fair value gain on Investments	-	(2.26)	-	-	(2.26)
Expected credit allowances	95.71	7.77	-	-	103.49
Total	122.10	(26.50)	1.86	-	97.47

9 Other assets

Particulars	As at March 31, 2026	As at March 31, 2025
Non-current - Unsecured, considered good unless otherwise stated		
Capital advances	17.66	-
Total	17.66	-
Current - Unsecured, considered good unless otherwise stated		
Advances to suppliers & employees	190.52	182.09
Balances with government authorities (other than income taxes)	-	15.85
Prepaid expenses	110.97	88.57
Total	301.49	286.51
Current - Unsecured, considered doubtful		
Balances with government authorities (other than income taxes)	15.85	-
Less: Provision for doubtful deposits	(15.85)	-
Total	-	-

9.1 Prepaid expenses as on 31.03.2026 & 31.03.2025 include an amount of Rs. 46.25 lakhs that is pertaining to IPO related expenses.

10 Inventories

Particulars	As at March 31, 2026	As at March 31, 2025
At lower of cost or net realisable value		
Raw materials & Packing Material	2,704.49	1,735.76
Semi-finished goods	2.76	-
Finished goods (includes stock in trade)	580.91	408.18
Project WIP	421.27	518.45
Total	3,709.43	2,662.39

10.1 The mode of valuation of inventories has been stated in note 3.3 (f).

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11 Trade receivables

Particulars	As at March 31, 2026	As at March 31, 2025
Non Current		
Trade receivables		
Unsecured, considered good	342.34	134.61
Unsecured, credit Impaired	32.69	18.69
	375.03	153.30
Less. Expected credit loss allowance	(32.69)	(18.69)
Total	342.34	134.61
Current		
Trade receivables		
Unsecured, considered good	7,353.58	5,020.14
Unsecured, credit impaired	108.52	392.50
	7,462.10	5,412.64
Less: Expected credit loss allowance	(108.52)	(392.50)
Total	7,353.58	5,020.14

11.1 Amount receivable from related party

Kataline Construction Technologies Private Limited	-	239.14

11.2 The average credit period on sales of goods is around 90 days.

11.3 The Company has used a practical expedient for computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and adjusted for forward-looking information. The expected credit loss allowance is based on the ageing of the days the receivables are due and the rates as given in the provision matrix.

11.4 Movement in the expected credit loss allowance

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Balance at beginning of the year	411.19	380.30
Movement in expected credit loss allowance	-269.98	30.89
Balance at end of the year	141.21	411.19

11.5 Trade receivables with carrying value of ₹ 7,695.92 lakhs (for the year ended March 31, 2025: ₹ 5,154.75 lakhs) are hypothecated against cash credit facilities availed by the Company amounting to ₹ 1400 lakhs (₹ 800 lakhs for the year ended March 31, 2025).

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11.6 Ageing of receivables

As at March 31, 2026

Particulars	Not due	Outstanding for following periods from due date of invoice					Total
		Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	
Undisputed							
- considered good	3,227.93	3,812.86	302.06	182.97	59.01	111.10	7,695.92
- credit impaired	8.09	9.21	13.37	17.27	10.41	82.85	141.21
Disputed							
- considered good	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-	-
	3,236.02	3,822.07	315.44	200.24	69.42	193.94	7,837.13
Less: Allowance for doubtful debts	(8.09)	(9.21)	(13.37)	(17.27)	(10.41)	(82.85)	(141.21)
Total	3,227.93	3,812.86	302.06	182.97	59.01	111.10	7,695.92

As on March 31, 2025

Particulars	Not due	Outstanding for following periods from due date of invoice					Total
		Less than 6 months	6 months -1 year	1-2 Years	2-3 years	More than 3 years	
Undisputed							
- considered good	-	4,573.30	139.34	158.36	67.33	216.42	5,154.75
- credit impaired	-	240.16	7.33	14.51	11.88	137.31	411.19
Disputed							
- considered good	-	-	-	-	-	-	-
- credit impaired	-	-	-	-	-	-	-
	-	4,813.46	146.67	172.87	79.21	353.73	5,565.94
Less: Allowance for doubtful debts	-	(240.16)	(7.33)	(14.51)	(11.88)	(137.31)	(411.19)
Total	-	4,573.30	139.34	158.36	67.33	216.42	5,154.75

11.7 There are no unbilled trade receivables, hence the same are not disclosed in the ageing schedule.

12 Cash and cash equivalents

Particulars	As at March 31, 2026	As at March 31, 2025
Cash on hand	12.54	11.69
Balances with banks		
- In current accounts	0.79	53.40
- In CC accounts (refer note 17.1 (A))	-	678.88
Total	13.33	743.97

13 Equity share capital

Particulars	As at March 31, 2026		As at March 31, 2025	
	No. of Shares	Amount	No. of Shares	Amount
Authorised capital				
Equity Shares of ₹ 10/- (Previous year Rs. 10/-) each	37,500,000	3,750.00	37,500,000	3,750.00
	37,500,000	3,750.00	37,500,000	3,750.00
Issued, subscribed and fully paid up				
Equity Shares of ₹ 10/- (Previous year Rs. 10/-) each	27,405,000	2,740.50	27,405,000	2,740.50
	27,405,000	2,740.50	27,405,000	2,740.50

13.1 Rights, preferences and restrictions attached to equity shares

The Company has one class of equity shares with face value of ₹ 10 each. Each shareholder has a voting right in proportion to his holding of the paid-up equity share capital of the Company. Where dividend is proposed by the board of directors, it is subject to the approval of the shareholders in the annual general meeting (AGM).

13.2 Authorised share capital

(a) The Authorised Share Capital of the Company was increased to ₹ 35,00,00,000/-, divided into 35,00,000 equity shares of ₹ 100/- each in the extra ordinary general meeting of the members held on October 22, 2024.

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13.3 Reconciliation of the number of equity shares outstanding at the beginning and at the end of the reporting year

Particulars	As at March 31, 2026		As at March 31, 2025	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the relevant year	27,405,000	2,740.50	94,500	94.50
Add: Sub-division of shares on 22nd October, 2024	-	-	850,500	-
Add: Issue of Bonus shares on 24th March, 2025	-	-	26,460,000	2,646.00
Additions during the year	-	-	-	-
Deductions during the year	-	-	-	-
At the end of the year	27,405,000	2,740.50	27,405,000	2,740.50

13.4 Details of shares held by each shareholder holding more than 5% shares:

Name of shareholder	As at March 31, 2026		As at March 31, 2025	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Mr. Amit Arvind Thatte	23,779,500	86.77%	23,780,000	86.77%
Mrs. Ketaki Amit Thatte	3,625,000	13.23%	3,625,000	13.23%

13.5 Details of Change in % holding of the Promoters

Promoter Name	As at March 31, 2026		% Change during the year	As at March 31, 2025		% Change during the year
	Number of shares held	% of total shares		Number of shares held	% of total shares	
Mr. Amit Arvind Thatte	23,779,500	86.7700%	-0.0025%	23,780,000	86.7725%	0.0000%
Mrs. Ketaki Amit Thatte	3,625,000	13.2300%	0.0000%	3,625,000	13.2300%	0.0000%
Mr. Abhishek Amit Thatte	100	0.0004%	0.0004%	-	0.0000%	0.0000%

13.6 **During the period of five years immediately preceeding the date as at which the Balance Sheet is prepared:**

(a) No class of shares were alloted as fully paid up pursuant to contract without payment being received in cash except for the item mentioned in note no. 14.1(c).

(b) Sub-division of shares

During the financial year 2024–25, the Company has sub-divided its equity shares of face value ₹100 each into equity shares of face value ₹10 each, in accordance with the resolution passed by the shareholders at the Extraordinary General Meeting held on 22/10/2024. Accordingly, each equity share of ₹100 has been split into 10 equity shares of ₹10 each.

The number of equity shares increased from 94,500 to 9,45,000 while the aggregate share capital remained unchanged at ₹94.50 Lakhs.

Consequently, the comparative figures for the number of shares, earnings per share (EPS), and other relevant disclosures for previous periods have been restated to reflect the effect of the share split.

(c) Issue of Bonus Shares

During the financial year 2024–25, the Company has issued bonus shares in the ratio 28:1 i.e., 28 bonus equity share(s) for every 1 existing equity share(s) held by capitalising ₹ 2646.00 Lakhs from the Retained Earnings.

The bonus issue was approved by the shareholders in the Extraordinary General Meeting held on 20.03.2025, and the allotment of bonus shares was made on 24.03.2025.

The number of equity shares increased from 9,45,000 to 2,74,05,000, and accordingly, the basic and diluted earnings per share (EPS) for the previous period(s) presented have been adjusted to reflect the effect of the bonus issue in accordance with Ind AS 33 — Earnings per Share.

13.7 There are no calls unpaid

13.8 There are no forfeited shares.

14 Other equity

Particulars	As at March 31, 2026	As at March 31, 2025
Retained earnings	8,824.01	6,195.17
Remeasurement of defined benefit plan	(10.16)	(11.49)
Foreign Currency Transalation Reserve	(0.50)	-
Total	8,813.34	6,183.68

14.1 Retained earnings

Particulars	As at March 31, 2026	As at March 31, 2025
Balance at beginning of the year	6,195.17	7,188.87
Add: Profit for the period	2,628.83	1,652.30
Less: Issue of bonus shares	-	(2,646.00)
Balance at end of the period	8,824.01	6,195.17

Retained earnings are the profits that the Company has earned till date less any transfers to General Reserve, dividends or other distributions to shareholders. Retained earnings is a free reserve available to the Company.

14.2 Remeasurement of defined benefit plan

Particulars	As at March 31, 2026	As at March 31, 2025
Balance at beginning of the year	(11.49)	(5.96)
Remeasurement of defined benefit obligation	1.78	(7.39)
Income tax on above	(0.45)	1.86
Balance at end of the period	(10.16)	(11.49)

Includes re-measurement (loss)/gain on defined benefit plans, net of taxes that will not be reclassified to statement of profit and loss.

14.3 Foreign Currency Transalation Reserve

Particulars	As at March 31, 2026	As at March 31, 2025
Balance at beginning of the year	-	-
Exchange Difference on translation of foreign operations	(0.67)	-
Income tax on above	0.17	-
Balance at end of the period	(0.50)	-

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15 Provisions

Particulars	As at March 31, 2026	As at March 31, 2025
Non-current		
Provision for employee benefits		
- Gratuity (Refer note 34)	142.45	110.05
Total	142.45	110.05
Current		
Provision for employee benefits		
- Gratuity (Refer note 34)	14.80	11.39
Total	14.80	11.39

16 Lease Liability

Particulars	As at March 31, 2026	As at March 31, 2025
Non-current		
Lease liability (Refer note no. 44)	29.22	-
Total	29.22	-
Current		
Lease liability (Refer note no. 44)	21.81	-
Total	21.81	-

17 Borrowings

Particulars	As at March 31, 2026	As at March 31, 2025
Current borrowings		
Secured:		
Cash Credit loan from bank (refer note 17.1) at amortised cost	40.98	-
Total	40.98	-

17.1 Summary of borrowing arrangements

(A) Cash Credit

Particulars	As at March 31, 2026	As at March 31, 2025
HDFC Bank Rate of interest: 8.00% p.a Cash Credit limit: Rs. 1400 lakhs (PY 800 lakhs) Terms of repayment: Security: 1. Hypothecation of stock less sundry creditors and of debtors 2. First and exclusive charge on following: a) Equitable/Legal Mortgage charge on Residential/Commercial Building at Plot No 23, Layout of Nelco Gruh Nirman Sahkari Sanstha, Corp. House No. 1993/23, Kh. No 63 to 69 & 71, CS. No. 1130/23, Mouza Parrodi, Tq. & Dist. Nagpur owned by Mr Amit Thatte and Mrs. Ketaki Thatte. b) Addl. Equitable/Legal Mortgage Charge on Cushion available on Factory Land & Building available at Survey No 25/2, Mouza Shirpur, Nagpur (Gramin)-Nagpur owned by Mr. Amit Thatte. c) Plot at Survey No 313/1. Near Ring Road, On Hingna-Kanholibara Road, Mouza Hingna, Dist Nagpur owned by Kataline Constructions and Technologies Private Limited & M/s Kataline Limited. Director - Mr. Amit Thatte 3. Personal Guarantee of Mr. Amit Thatte and Ketaki Thatte and Corporate guarantee of M/s Kataline Construction Technologies Pvt Ltd.	40.98	(678.88)

17.2 There were no defaults in repayment of borrowings during the current period and previous year.

18 Trade payables

Particulars	As at March 31, 2026	As at March 31, 2025
(a) Total outstanding dues of micro and small enterprises	147.79	532.29
(b) Total outstanding dues of creditors other than micro and small enterprises	2,855.23	1,862.39
Total	3,003.02	2,394.68

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18.1 Trade payables are non-interest bearing and generally have a payment term of 30 days to 90 days.

18.2 For explanations on the Company's liquidity risk management processes refer note 36.3.

18.3 Trade payables from related parties are disclosed separately under note 35.

18.4 **Disclosures as required under section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act):**
The amounts due to Micro and Small Enterprises as defined in the 'The Micro, Small and Medium Enterprises Development Act, 2006' has been determined to the extent such parties have been identified on the basis of information available with the Company.

Particulars	As at March 31, 2026	As at March 31, 2025
(a) Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at period ended:	147.79	532.29
(b) Interest due to suppliers registered under the MSMED Act and remaining unpaid as at period ended:	1.61	0.16
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the period	-	-
(c) Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the period	-	-
(d) Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the period	-	-
(e) Interest due and payable towards suppliers registered under MSMED Act, for payments already made	-	0.16
(f) Further interest remaining due and payable for earlier periods	1.61	-

18.5 **Ageing of trade payables**

As at March 31, 2026

Particulars	Not due	Outstanding for following periods from due date of invoice				Total
		Less than 1 year	1-2 Years	2-3 years	More than 3 years	
Undisputed dues						
- MSME	147.79	-	-	-	-	147.79
- Others	2,808.89	44.22	0.67	1.45	-	2,855.22
Disputed dues						
- MSME	-					-
- Others	-					-
Total	2,956.68	44.22	0.67	1.45	-	3,003.02

As on March 31, 2025

Particulars	Not due	Outstanding for following periods from due date of invoice				Total
		Less than 1 year	1-2 Years	2-3 years	More than 3 years	
Undisputed dues						
- MSME	-	526.92	5.37	-	-	532.29
- Others	-	1,860.94	1.45	-	-	1,862.39
Disputed dues						
- MSME	-	-	-	-	-	-
- Others	-	-	-	-	-	-
Total	-	2,387.86	6.82	-	-	2,394.68

19 **Other financial liabilities**

Particulars	As at March 31, 2026	As at March 31, 2025
Current		
Financial liabilities at amortised cost:		
Creditors for capital supplies/services	67.82	17.48
Security deposits payable	11.28	13.41
Total	79.10	30.89

19.1 Details of fair value of the liabilities carried at amortised cost is disclosed in note 37.

20 **Current tax liabilities (net of advance tax)**

Particulars	As at March 31, 2026	As at March 31, 2025
Income tax payable (net of advance tax)	110.02	191.03
Total	110.02	191.03

21 **Other current liabilities**

Particulars	As at March 31, 2026	As at March 31, 2025
Statutory remittances	4.44	136.48
Advance from customers	36.69	25.02
Unspent CSR amount	94.13	36.16
Expenses Payable	200.23	110.99
Total	335.49	308.65

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22 Revenue from Operations

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Sale of products	15,501.12	12,490.23
Sale of services	6,556.90	3,402.98
Total	22,058.02	15,893.21

22.1 Information of Disaggregation of Revenue

	For the year ended March 31, 2026	For the year ended March 31, 2025
Products and Service wise revenue		
Sale of products	15,501.12	12,490.23
Sale of services	6,556.90	3,402.98
Total	22,058.02	15,893.21
Geographical markets		
Within India	21,991.15	15,478.51
Outside India	66.87	414.70
Total	22,058.02	15,893.21
External revenue by timing of revenue		
Goods transferred at a point in time	15,501.12	12,490.23
Services transferred over a period of time	6,556.90	3,402.98
Total	22,058.02	15,893.21

22.2 Contract balances
Refer details of trade receivables in note 11 and contract liabilities (advance from customer) in note 21.

22.3 The Company receives payments from customers based upon contractual billing schedules. Accounts receivable are recorded when the right to consideration becomes unconditional.

22.4 Reconciliation of revenue recognised in the statement of profit and loss with the contracted price:

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Contracted price with the customers	22,472.91	16,042.66
Reduction towards variables considerations (Discounts, rebates, refunds, credits, price concessions)	414.89	149.45
Revenue from contracts with customers (as per statement of profit and loss)	22,058.02	15,893.21

22.5 There are no performance obligations that are unsatisfied or partially unsatisfied during the year ended March 31, 2026.

22.6 Revenue from customers individually contributing more than 10% of the Company's revenue aggregates to Rs. 2930.58 lakhs (year ended

22.7 In the following table, revenue is disclosed for major product type:

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Product Type		
Hot applied thermoplastic marking materials	18,708.78	13,192.71

23 Other income

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest income on financial assets measured at amortised cost		
- Bank deposits	19.49	44.51
- Other deposits	0.84	-
	20.33	44.51
Income on financial assets measured at FVTPL		
- Gain on sale of mutual funds	12.65	0
- Gain on fair valuation of investment in mutual funds	-	8.97
	12.65	8.97
Other non-operating income		
- Other income	4.82	7.62
- Gain on sale of land	19.47	-
- Allowance for doubtful debts	269.98	-
- Sundry balances written back	14.86	-
	309.13	7.62
Total	342.11	61.10

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24 Cost of materials consumed

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Opening stock of Raw Material & Packing Material	1,735.76	703.04
Add - Purchases including other direct expenses	14,180.44	11,194.37
Less - Closing stock of Raw Material & Packing Material	(2,704.49)	(1,735.76)
Total	13,211.71	10,161.65

25 Changes in inventories of finished goods & semi finished goods

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Opening balance		
Finished goods	408.18	277.46
Project WIP	518.45	-
	926.63	277.46
Closing balance		
Finished goods	(580.91)	(408.18)
Project WIP	(421.27)	(518.45)
	(1,002.18)	(926.63)
Total	(75.55)	(649.17)

26 Employee benefit expense

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Salaries and wages	1,321.18	1,396.93
Contributions to provident and other funds (Refer note 34)	17.59	10.24
Gratuity (Refer note 34)	38.85	19.88
Staff welfare expenses	4.57	6.31
Total	1,382.19	1,433.36

27 Finance cost

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest and finance charges on financial liabilities carried at amortised cost		
- Bank loan	21.47	0.18
- Lease Liability	3.86	-
- Delayed payment of taxes/others	2.42	3.91
Total	27.75	4.09

28 Depreciation and amortisation expenses

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Depreciation of property, plant and equipment (Refer note 4)	380.40	248.05
Amortisation of intangible assets (Refer note 4)	22.76	22.76
Depreciation expense - Right of Use	19.19	-
Total	422.35	270.81

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29 Other Expenses

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Advertisement & Business Promotion Expenses	192.17	234.62
Allowance for doubtful debts	-	30.89
Allowance for doubtful deposit	15.85	7.47
Bank and other charges	22.34	13.90
Carriage outward	161.11	232.63
Consumption of stores and spares	28.52	-
Corporate social responsibility (Refer Note 29.2)	43.97	52.16
Short CSR provision in earlier years	54.00	-
Electricity expenses	43.28	44.82
Other Site expenses	300.80	236.06
Net loss on Foreign Exchange Fluctuation (net)	92.54	74.92
Insurance	54.72	29.01
Labour/jobwork charges	2,025.48	725.44
Legal & professional charges	226.75	164.26
Membership & subscription	30.26	56.26
Office expenses	8.75	20.93
Payment to auditors (Refer Note 29.1)	3.97	6.00
Postage & telegram expenses	11.51	5.51
Printing & stationery	16.94	10.17
Rates & taxes	7.91	8.43
Rent	14.49	20.21
Repairs & maintenance	142.92	104.92
Sales commission	13.76	85.08
Selling and disctribution expenses	3.72	59.11
Sundry balances w/off	46.11	18.98
Telephone expenses	37.72	13.22
Travelling & conveyance	345.98	232.85
Testing Charges	16.59	13.05
Miscellaneous expenses	5.07	12.87
Total	3,967.23	2,513.77

29.1 Auditors remuneration and out-of-pocket expenses:

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Audit fees		
- Statutory audit	3.97	3.00
- Tax audit & Other matters	2.21	3.00
Total	6.18	6.00

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29.2 Expenses on corporate social responsibility

No.	Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
1	Amount required to be spent by the Company during the year (under Section 135 of the Companies Act, 2013) (Refer note (a) below)	43.97	52.16
2	**Amount of expenditure incurred**		
	(i) Construction/acquisition of any asset	-	-
	(ii) On purposes other than (i) above	40.00	16.00
3	**Amount not spent during the period/year** (Refer note (b) below)		
	(i) Construction/acquisition of any asset	-	-
	(ii) On purposes other than (i) above	3.97	36.16
4	Shortfall at the end of the year	3.97	36.16
5	Amount required to be set-off for the financial year	-	-
6	Total of previous years shortfall (Refer note 29.2 (b))	36.16	-
7	Correction for excess provision in earlier years	54.00	-
7	Reason for shortfall	The Company was exploring opportunities to contribute meaningfully to the social sector.	The Company was exploring opportunities to contribute meaningfully to the social sector.
8	Amount yet to be spent/paid	94.13	36.16
9	Details of Related party transactions	Nil	Nil
10	Liability incurred by entering into contractual obligations	Nil	Nil
11	Nature of CSR activities:	Education & Healthcare	i) Children Education & health ii) Development of tribals iii)Protection of art & culture

a. Details of (excess)/unspent amount spent under Section 135 of the Companies Act, 2013

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Opening balance	36.16	-
Correction for excess provision in earlier years	54.00	-
Amount required to be spent during the year	43.97	52.16
Amount spent during the year	(40.00)	(16.00)
Closing balance (Excess) / Unspent	94.13	36.16

b. Net Short provision of Rs. 33.81 lakhs for earlier years is provided for in current year.

30 Current Tax and Deferred Tax

30.1 Income Tax Expense recognised in statement of profit and loss

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Current Tax:		
In respect of current year	812.00	541.00
	812.00	541.00
Deferred Tax expense/ (credit)		
In respect of current year	23.62	26.50
	23.62	26.50
Total tax expense recognised in the reporting year	835.62	567.50

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30.2 Income Tax recognised in other Comprehensive Income

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
i) Deferred tax		
Remeasurement gain/(loss) on defined benefit plans	(0.28)	1.86
Total	(0.28)	1.86

30.3 Reconciliation of income tax expense and the accounting profit multiplied by Company's domestic tax rate:

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Profit before tax	3,464.45	2,219.80
Less: Income taxed at different tax rate	-	-
Profit before tax at normal rate	3,464.45	2,219.80
Tax rate	25.17%	25.17%
Income Tax using the Company's domestic Tax rate #	871.93	558.68
Effect of items that are deductible in determining taxable profit	26.00	137.10
Effect of items that are not deductible in determining taxable profit	(62.31)	(128.28)
Income tax expense recognised in Statement of Profit or Loss	835.62	567.50

The tax rate used for the reconciliations above is the corporate tax rate plus surcharge (as applicable) on corporate tax, education cess and secondary and higher education cess on corporate tax, payable by corporate entities in India on taxable profits under Income Tax Act, 1961.

In pursuance of Section 115BAA of the Income Tax Act, 1961 announced by the Government of India through Taxation Laws (Amendment) Ordinance, 2019, the Company has opted for irrevocable option of shifting to lower tax rate w.e.f FY 21-22 i.e 25.17%.

30.4 The Company does not have any transaction which is not recorded in the books of account that has been surrendered or disclosed as income during any of the above periods/years in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

31 Earnings per Equity Share

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
(a) Profit for the year	2,628.83	1,652.30
(b) Weighted average number of Ordinary shares outstanding for the purpose of basic earnings per share (numbers)	27,405,000	27,405,000
(c) Effect of potential ordinary shares (numbers)	-	-
(d) Adjusted average number of ordinary shares in computing earnings per share [(b) + (c)]/2 (numbers)	27,405,000	27,405,000
(e) Earnings per share on Profit for the year (Face Value ₹ 10/- per share)		
– Basic [(a)/(b)] (₹)	9.59	6.03
– Diluted [(a)/(d)] (₹)	9.59	6.03

32 Contingent liabilities and commitments

Particulars	As at March 31, 2026	As at March 31, 2025
(i) Contingent Liabilities		
- Guarantees extended by the Company	400.69	349.92
- Income Tax Liability	91.31	92.24
(ii) Commitments		
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	1,038.12	-

32.1 The Company did not expect any outflow of economic resources in respect of the above and therefore no provision was made in respect thereof.

33 Segment information

The chief operating decision maker examines the Company's performance as a single unit. The Company is principally engaged in the business of manufacturing paints, coatings and allied products in India with similar risk, returns and internal business reporting system. Accordingly, there are no reportable segment(s) other than "Paints", which singly or in aggregate qualify for separate disclosure as per provisions of Ind AS 108 "operating segments".

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34 Employee benefit plans

34.1 Defined contribution plans:

The Company participates in Provident fund as defined contribution plans on behalf of relevant personnel. Any expense recognised in relation to provident fund represents the value of contributions payable during the period by the Company at rates specified by the rules of provident fund. The only amounts included in the balance sheet are those relating to the prior months contributions that were not paid until after the end of the reporting period.

(a) Provident fund and pension

In accordance with the Employee's Provident Fund and Miscellaneous Provisions Act, 1952, eligible employees of the Company are entitled to receive benefits in respect of provident fund, a defined contribution plan, in which both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary. The contributions, as specified under the law, are made to the provident fund administered and managed by Government of India (GOI). The Company has no further obligations under the fund managed by the GOI beyond its monthly contributions which are charged to the statement of Profit and Loss in the period they are incurred. The benefits are paid to employees on their retirement or resignation from the Company.

Contribution to defined contribution plans, recognised in the statement of profit and loss for the year under employee benefits expense, are as under:

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
i) Employer's contribution to provident fund and pension	17.59	10.24
Total	17.59	10.24

(b) Defined benefit plans:

Gratuity

The Company has an obligation towards gratuity, a non funded defined benefit retirement plan covering all employees. The plan provides for lump sum payment to vested employees at retirement or at death while in employment or on termination of the employment of an amount equivalent to 15 days salary, as applicable, payable for each completed year of service. Vesting occurs upon completion of five years of service. The Company accounts for the liability for gratuity benefits payable in the future based on an actuarial valuation. The Company has made provision for gratuity liability in the books of accounts based on the actural valuation done.

The most recent actuarial valuation of the present value of the defined benefit obligation was carried out for the period ended March 31, 2026 by an independent actuary. The present value of the defined benefit obligation, and the related current service cost and past service cost, were measured using the projected unit credit method.

(A) Through its defined benefit plans, the Company is exposed to a number of risks, the most significant of which are detailed below:

(1) Salary risk:

The present value of the defined benefit plan liability is calculated by reference to the future salaries of members. As such, an increase in the salary of the members more than assumed level will increase the plan's liability.

(2) Interest rate risk

A fall in the discount rate which is linked to the G.Sec. Rate will increase the present value of the liability requiring higher provision. A fall in the discount rate generally increases the mark to market value of the assets depending on the duration of asset.

(3) Investment risk:

The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. If the return on plan asset is below this rate, it will create a plan deficit. Currently, for the plan in India, it has a relatively balanced mix of investments in government securities, and other debt instruments.

(4) Mortality risk.

Since the benefits under the plan is not payable for life time and payable till retirement age only, plan does not have any longevity risk.

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(B) Principal actuarial assumptions used:

The principal assumptions used for the purposes of the actuarial valuations were as follows

Particulars	As at March 31, 2026	As at March 31, 2025
1. Discount rate	7.25%	6.65%
2. Salary escalation	10.00%	10.00%
3. Expected return of Assets	NA	NA
4. Rate of employee turnover	10.00%	10.00%
5. Mortality rate	Indian Assured Lives Mortality (2012-14) Table	

(C) Expenses recognised in profit and loss

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Current service cost	18.16	13.52
Past service cost	12.99	-
Expected return on plan assets	-	-
Interest on net defined benefit liability / (asset)	7.70	6.36
(Gains) / losses on settlement		-
Components of defined benefit cost recognised in profit or loss (Refer note 26)	38.85	19.88

The current service cost and the net interest expenses for the year are included in the 'Employee benefit expense' line item in the Statement of profit and loss.

(D) Expenses recognized in the Other Comprehensive Income (OCI)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Actuarial (gains)/losses on obligation for the year		
- Due to changes in demographic assumptions	-	-
- Due to changes in financial assumptions	(6.65)	4.73
- Due to experience adjustment	4.87	2.66
Return on plan assets, excluding interest income		-
Net (income)/expense for the period recognized in OCI	(1.78)	7.39

(E) Amount recognised in the balance sheet

Particulars	As at March 31, 2026	As at March 31, 2025
Present value of funded defined benefit obligation	157.25	121.44
Fair value of plan assets	-	-
Net liability / (Asset) arising from defined benefit obligation	157.25	121.44

(F) Net liability recognised in the balance sheet

Recognised under:	As at March 31, 2026	As at March 31, 2025
Long term provision	142.45	110.05
Short term provision	14.80	11.39
Total	157.25	121.44

(G) Movements in the present value of defined benefit obligation are as follows:

Particulars	As at March 31, 2026	For the year ended March 31, 2025
Opening defined benefit obligation	121.44	94.17
Transfer in/(out) obligation	-	-
Current service cost	18.16	13.52
Due to Change in financial assumptions	(6.65)	4.73
Past service cost	-	-
Interest cost	7.70	6.36
Due to experience adjustments	4.87	2.66
Past service cost	12.99	-
Benefits paid from the fund	(1.26)	-
Closing defined benefit obligation	157.25	121.44

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(H) Maturity profile of defined benefit obligation:

Projected benefits payable in future years from the date of reporting	As at March 31, 2026	As at March 31, 2025
Year 1 cashflow	14.80	11.39
Year 2 cashflow	14.55	9.85
Year 3 cashflow	13.93	10.66
Year 4 cashflow	30.39	10.20
Year 5 cashflow	14.97	21.67
Year 6 to year 10 cashflow	68.61	57.67

(I) Sensitivity analysis

The Sensitivity analysis below has been determined based on reasonably possible change of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant. These sensitivities show the hypothetical impact of a change in each of the tied assumptions in isolation. While each of these sensitivities holds all other assumptions constant, in practice such assumptions rarely change in isolation and the asset value changes may offset the impact to some extent. For presenting the sensitivities, the present value of the Defined Benefit Obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the Defined Benefit Obligation presented above. There was no change in the methods and assumptions used in the preparation of the Sensitivity Analysis from previous year.

Projected benefits payable in future years from the date of reporting	As at March 31, 2026	For the year ended March 31, 2025
Projected benefit obligation on current assumptions		
Rate of discounting		
Impact of +0.5% change	152.06	117.13
(% change)	(3.30%)	(3.55%)
Impact of -0.5% change	162.76	126.03
(% change)	3.50%	3.78%
Rate of salary increase		
Impact of +0.5% change	161.29	125.06
(% change)	2.57%	2.98%
Impact of -0.5% change	153.44	117.99
(% change)	(2.43%)	(2.84%)
Withdrawal rate (W.R.) Sensitivity		
W.R. x 110%	156.55	120.27
(% change)	(0.45%)	(0.96%)
W.R. x 90%	157.75	122.64
(% change)	0.32%	0.99%

(J) Other disclosures

The weighted average duration of the obligations as at March 31, 2026 is 7.13 years (March 31, 2025 is 7.31 years).

The Company's best estimate of the contributions expected to be paid to the plan during the next year is Rs. 11.39 Lakhs.

35 Related party disclosures

35.1 Details of related parties

Description of relationship	Name of the related party
Key management personnel	
-Managing Director (w.e.f. 26th August 2025, formerly Executive Director)	Mr. Amit Thatte
-Whole Time Director (w.e.f. 26th August 2025, formerly Executive Director)	Mrs. Ketaki Thatte
-Whole Time Director (w.e.f. 26th August 2025, formerly Executive Director)	Mr. Abhishek Thatte
-Independent Director (w.e.f. 21st June 2025)	Mr. Kurian Chandy
-Independent Director (w.e.f. 21st June 2025)	Mr. Satish Shenoy
-Independent Director (w.e.f. 08th July 2025)	Ms. Apurva Joshi
-Chief Financial Officer (w.e.f. 21st June 2025)	Mr. Sanket Gunjikar
-Company Secretary (w.e.f. 24th March 2025)	Mr. Milind Rao
Relative of Directors	Ms. Niharika Amit Thatte
Enterprises owned by the KMP	Kataline Construction Technologies Private Limited
Foreign Subsidiary (w.e.f. 13th February 2025) (refer note no. 46)	Kataline Australia Pty Ltd

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35.2 Transactions during the year with related parties

S. No.	Particulars	As at March 31, 2026	For the year ended March 31, 2025
A	**Loans repaid**		
I	**Key Managerial Personnel**		
	Mrs Ketaki Thatte	-	9.25
		-	9.25
B	**Rent paid**		
I	**Key Managerial Personnel**		
	Mr Amit Thatte	-	0.15
C	**Short-term employee benefits paid**		
I	**Relative of Directors**		
	Ms Niharika Amit Thatte	18.00	18.00
II	**Key management personnel of the Company**		
	Land purchased from Mr. Amit Thatte	300.00	-
	IPR Purchased from Mr. Amit Thatte	25.00	-
III	**Enterprises owned by the KMP**		
	Debtor converted to loan	229.14	-
	IPR Purchased from Kataline Construction Technologies Private Limited	1.65	-

The transactions with related parties are made in the normal course of business and on terms equivalent to those that prevail in arm's length transactions. All the related party transactions are reviewed and approved by board of directors.

35.3 Amounts outstanding with related parties

S. No.	Particulars	As at March 31, 2026	As at March 31, 2025
A	**Loans & Advances**		
I	**Enterprises owned by the KMP**		
	Kataline Construction Technologies Private Limited	229.14	-
		229.14	-
A	**Trade Receivables**		
I	**Enterprises owned by the KMP**		
	Kataline Construction Technologies Private Limited	-	239.14
		-	239.14

During the year, the Company has converted amount due from associate concern as loan of ₹229.14 lakhs to Kataline Construction Technologies Private Limited @8.00% p.a., repayable in full after two years from 31.03.2026, by way of a bullet payment. The same was classified under Receivables in previous year.

35.4 Compensation of key managerial personnel

The remuneration of the key management personnel of the Group, is set out below in aggregate for each of the categories specified in Ind AS 24:

Particulars	As at March 31, 2026	For the year ended March 31, 2025
Directors remuneration		
Mr Amit Thatte	360.00	540.00
Mrs Ketaki Thatte	120.00	180.00
Mr Abhishek Thatte	18.00	18.00
Sitting fees		
Mr. Kurian Chandy	1.40	-
Mr. Satish Shenoy	1.40	-
Ms. Apurva Joshi	1.40	-
Salary		
Mr Sanket Gunjikar	28.07	-
Mr Milind Rao	13.66	2.00
Post-employment benefits	-	-
Total	543.93	740.00

(a) The remuneration to the key managerial personnel does not include the provisions made for gratuity, as they are determined on an actuarial basis for the Company as a whole.

(b) All decisions relating to the remuneration of the Directors are taken by the Board of Directors of the Company, in accordance with shareholders' approval, wherever necessary.

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Kataline Limited
(Formerly known as Kataline Infra-Products Private Limited)
CIN: U24222MH2008PLC183728
Notes to the Consolidated Financial statements for the period ended 31st March 2026
All amounts are ₹ in lakhs unless otherwise stated

35.5 Information as at and for the year ended March 31, 2026

Name of the Entity in the Group	Net Assets i.e. Total Assets Minus Liabilities		Share in Profit / (Loss)		Share in Other Comprehensive Income		Share in Total Comprehensive Income	
	As % of Consolidated net Assets	Amount	As % of Share in Profit / (Loss)	Amount	As % of Other Comprehensive Income	Amount	As % of Total Comprehensive Income	Amount
Kataline Limited - Holding	100.07%	11,561.70	100.28%	2,636.18	202.12%	1.33	100.31%	2,637.51
Kataline Australia Pty. Ltd. - Subsidiary	-0.07%	-7.92	-0.28%	-7.36	-102.12%	-0.67	-0.31%	-8.03
Total	100.00%	11,553.78	100.00%	2,628.82	100.00%	0.66	100.00%	2,629.48
Inter-Company eliminations and consolidation adjustments		0.07		-		0.17		0.17
Total		11,553.85		2,628.82		0.83		2,629.65





36 Financial instruments and risk management

36.1 Capital risk management

The Company manages its capital to ensure that it will be able to continue as going concern while maximising the return to stakeholders through the optimisation of the debt and equity balance. The capital structure of the Company consists of net debt offset by cash and bank balances and total equity of the Company.

Particulars	As at March 31, 2026	As at March 31, 2025
Long term debts	-	-
Short term debts	40.98	-
Lease liabilities	51.03	-
Less: Cash and cash equivalents	(13.33)	(743.97)
Net debt	78.68	(743.97)
Total Equity	11,553.84	8,924.18
Net debt to equity ratio	0.01	(0.08)
Debt to equity ratio	0.01	0.00

The Company has not defaulted on any loans payable, and there has been no breach of any loan covenants.
No changes were made in the objectives, policies or processes for managing capital during the period ended March 31, 2026 and March 31, 2025.

36.2 Categories of financial instruments

The following table provides categorisation of all financial instruments

Particulars	As at March 31, 2026	As at March 31, 2025
Financial assets		
Measured at FVTPL		
(a) Investments in Mutual Funds	-	169.02
	-	169.02
Measured at amortised cost		
(a) Trade Receivable	7,695.92	5,154.75
(b) Cash and cash equivalent	13.33	743.97
(c) Other financial assets	455.17	620.78
Total financial assets	8,164.42	6,519.50
Financial liabilities		
Measured at amortised cost		
(a) Borrowings	40.98	-
(b) Trade payables	3,003.02	2,394.68
(c) Other financial liabilities	108.32	30.89
Total financial liabilities	3,152.32	2,425.57

36.3 Financial risk management objectives

The Company's principal financial liabilities comprise borrowings, trade and other payables. The main purpose of these financial liabilities is to finance and support the Company's operations. The Company's principal financial assets comprise cash and bank balance, trade and other receivables that derive directly from its operations.

The Company is exposed to various financial risks such as market risk, credit risk and liquidity risk. The Company's senior management team oversees the management of these risks. The Board of Directors review and agree policies for managing each of these risks, which are summarised below:

(i) Market risk

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

The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at March 31, 2026 and March 31, 2025.

(a) Interest rate risk:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long term and short term debt obligations with floating interest rates. Interest rate risk is measured by using the cash flow sensitivity for changes in variable interest rate. The Company manages its interest rate risk by having fixed and variable rate loans and borrowings.

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Interest Rate Sensitivity Analysis

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings taken at floating rates. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	Interest rate sensitivity analysis	
	For the year ended March 31, 2026	For the year ended March 31, 2025
Impact on Profit/(Loss) before tax for the year		
0.50% increase in Basis Point (%)	-1.34	0.00
0.50% decrease in Basis Point (%)	1.34	0.00

The assumed movement in basis points for the interest rate sensitivity analysis is based on the currently observable market environment, showing a significantly higher volatility than in the prior years.

(b) **Foreign currency risk:**

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities denominated in foreign currency and thus the risk of changes in foreign exchange rates relates primarily to trade payables and advances.
The year end unhedged foreign currency exposures are given below:

Particulars of unhedged foreign currency exposure as at the reporting date (in respective currency):

Particulars	As at March 31, 2026	As at March 31, 2025
(a). Trade payables:		
In USD	1,288,819.00	488,881.00
Equivalent in ₹ Lacs	1,222.25	418.85
In CNY	1,012,620.00	7,389,522.00
Equivalent in ₹ Lacs	138.86	869.75
In EURO	89,380.00	206,492.00
Equivalent in ₹ Lacs	97.42	190.99
(b). Advances: (to suppliers)		
In USD	49,495.00	-
Equivalent in ₹ Lacs	46.94	-
In AED	-	-
Equivalent in ₹ Lacs	-	-
In EURO	-	55,845.00
Equivalent in ₹ Lacs	-	51.65
(c). Trade receivables:		
In USD	-	13,325.00
Equivalent in ₹ Lacs	-	11.42
(d) Advances: (From Customer)		
In USD	-	3,837.00
Equivalent in ₹ Lacs	-	3.29

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Foreign currency sensitivity

The following table demonstrate the sensitivity to a reasonable possible change in exchange rate, with all other variables held constant. The impact on the Company's profit before tax due to changes in the fair value of monetary assets and liabilities is as follows:

Impact on Profit/(Loss) before tax for the year

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
(a). Trade payables:		
USD currency:		
0.50% increase (%)	(6.11)	(2.09)
0.50% decrease (%)	6.11	2.09
CNY currency:		
0.50% increase (%)	0.69	(4.35)
0.50% decrease (%)	(0.69)	4.35
EURO currency:		
0.50% increase (%)	(0.49)	(0.95)
0.50% decrease (%)	0.49	0.95
(b). Advances: (to suppliers)		
USD currency:		
0.50% increase (%)	0.23	-
0.50% decrease (%)	(0.23)	-
AED currency:		
0.50% increase (%)	-	-
0.50% decrease (%)	-	-
EURO currency:		
0.50% increase (%)	-	0.26
0.50% decrease (%)	-	(0.26)
(c). Trade receivables:		
USD currency:		
0.50% increase (%)	-	(0.06)
0.50% decrease (%)	-	0.06
(d) Advances: (From Customer)		
0.50% increase (%)	-	(0.02)
0.50% decrease (%)	-	0.02

(c) Product price risk

In a potentially inflationary economy, the Company expects periodical price increases across its product lines. Product price increases which are not in line with the levels of customers' discretionary spends, may affect the business/ sales volumes. In such a scenario, the risk is managed by offering judicious product discounts to customers to sustain volumes. The Company negotiates with its vendors for purchase price rebates such that the rebates substantially absorb the product discounts offered to the customers. This helps the Company to protect itself from significant product margin losses. This mechanism also works in case of a downturn in the retail sector, although overall volumes would get affected.

(ii). Credit risk management

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables).

(a) Trade receivables

The Company has adopted a policy of only dealing with counterparties that have sufficient credit rating. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the credit worthiness of customers to which the Company grants credit terms in the normal course of business. On account of adoption of Ind AS 109, the Company uses expected credit loss model to assess the impairment loss or gain. The Company has applied a simplified approach under Expected Credit Loss (ECL) model for measurement and recognition of impairment losses on trade receivables.

(b) Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Company's in accordance with the Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are reviewed by the Company's Board of Directors on an annual basis and may be updated throughout the year subject to approval of the Company's Finance Committee. The limits are set to minimize the concentration of risks and therefore mitigate financial loss through a counterparty's potential failure to make payments.

(c) Financial guarantees

Financial guarantees have been provided as corporate guarantees to financial institutions and banks that have extended credit facilities to the Company's related party/subsidiary. In this regard, the Company does not foresee any significant credit risk exposure.

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(iii). Liquidity risk management

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. Cash flow from operating activities provides the funds to service the financial liabilities on a day-to-day basis. The Company regularly monitors the rolling forecasts to ensure it has sufficient cash on an on-going basis to meet operational needs.

Liquidity risk table

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

Particulars	Upto 1 year	1-5 years
March 31, 2026		
Borrowings	40.98	-
Trade payables	3,000.90	2.12
Other financial liabilities	130.13	-
Total	3,172.01	2.12
March 31, 2025		
Borrowings	-	-
Trade payables	2,387.86	6.82
Other financial liabilities	26.51	4.38
Total	2,414.37	11.20

The above table details the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The amount disclosed in the tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay.

37 Fair Value Measurement

37.1 Fair value of the financial assets that are measured at fair value on a recurring basis

Financial assets/ financial liabilities measured at fair value	Fair value as at	
	As at March 31, 2026	March 31, 2025
A) Financial assets		
i) Investments in mutual funds (quoted)	-	169.02
Fair Value Hierarchy - Level 1		
Valuation technique(s) and key input(s) - The mutual funds are valued using the closing NAV.		

The carrying amounts of trade receivables, trade payables, capital creditors, cash and cash equivalents and other bank balances are considered to be the same as their fair values, due to their short term nature.

37.2 Fair value of financial assets and financial liabilities that are measured at amortised cost:

The management believes the carrying amounts of financial assets and financial liabilities measured at amortised cost approximate their fair values.

38 Additional regulatory information as required by Schedule III to the Companies Act, 2013

a. The Company does not have any benami property, where any proceeding has been initiated or pending against the Company for holding any benami property.

b. The Company has not traded or invested in Crypto currency or Virtual Currency during each reporting period.

c. There were no Scheme of Arrangements entered by the Company during each reporting period, which required approval from the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

d. The Company did not have any transactions with Companies struck off under Companies Act, 2013 or Companies Act, 1956.

e. The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

f. The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the group shall:
a. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
b. provide any guarantee, security or the like on behalf of the ultimate beneficiaries

g. The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

h. The Company has complied with the number of layers prescribed under the Companies Act, 2013, read with the Companies (Restriction on number of Layers) Rules, 2017.

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i. The Company does not have any Loans or advances to promoters, directors, KMPs and related parties , either severally or jointly with any other person, that are
(a) repayable on demand or
(b) without specifying any terms or period of repayment

j. There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

k. The Company has been sanctioned working capital limits in excess of ₹5 crore from HDFC Bank on the basis of security of current assets, and

Rs. Lakhs

Particulars	As per Statement	As per Books of	Difference
Inventory	3689.72	3709.43	19.71
Trade Receivables	8211.69	7695.92	-515.77
Creditors	2854.38	2995	140.62

39 Disclosure as per Section 186 of the Companies Act, 2013
The Company has not entered into any transactions requiring disclosures in respect of details of loans, guarantees and investments under Section 186 of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014.

40 Warranty costs are charged to expenses as and when claims are filed. Management does not account for warranty provision in the books as the claims received historically have been immaterial.

41 No significant adjusting event occurred between the balance sheet date and date of the approval of these financial statements by the Board of Directors of the Company requiring adjustment or disclosure.

42 Audit Trail
The Company uses SAP S/4 HANA as its accounting software for maintaining its books of account which has feature of recording audit trail of each and every transaction, creating an edit log of each change made in books of account along with the date when such changes were made and ensuring that the audit trail cannot be disabled, throughout the year as required by proviso to sub rule (1) of rule 3 of The Companies (Accounts) Rules, 2014 known as the Companies (Accounts) Amendment Rules, 2021.
Further, the Company has been maintaining daily backup of books of accounts and other records, on servers physically located in India

43 Previous year's figures have been regrouped/reclassed wherever necessary to correspond with the current year's classification/disclosure.

44 Leases:
Information on leases as per Ind AS 116 on "Leases":
The Group has lease contracts for warehouses and office premises.

a. Following are the changes in the carrying value of right of use assets :

Particulars	As at March 31, 2026	As at March 31, 2025
Opening Balance	-	-
Additions	69.18	-
Deletions/ Adjustments	-	-
Depreciation	-19.19	-
Closing Balance	49.99	-

b. The following is the break-up of current and non-current lease liabilities:

Particulars	As at March 31, 2026	As at March 31, 2025
Total	51.03	-
Current	21.81	-
Non-Current	29.22	-

c. **Lease expenses recognised in statement of profit & loss not included in the measurement of lease liabilities:**

Particulars	As at March 31, 2026	As at March 31, 2025
Total	37.54	20.21
Expense relating to short-term leases (included in other expenses)	14.49	20.21
Amortisation expense - Right of Use	19.19	-
Interest Expenses on Lease liability	3.86	-

45 The financial statements were approved by the Board of Directors in their meeting held on September 22, 2026.

46 The Company has formed a foreign subsidiary on 13th February 2025, having Australian Company Number 684460919. As per the incorporation certificate, it is a proprietory company limited by shares. Registered office of the Company is 'C/- Bentleys NSW Pty Ltd, Level 14, 60 Margaret Street, Sydney, NSW 2000'. The Company has made this payment towards share capital in FY 2025-26 as per Deferred Payment Agreement between Kataline Limited and Kataline Australia Pty Limited dated 13th February 2025.

In terms of our report attached of even date
For C. N. Patel & Co. LLP
Chartered Accountants
(FRN- 112552W/W1011272)

CA Amit Kurani
Partner
(M. No.: 111132)
Nagpur : September 22, 2026

For and on behalf of Board of Directors of Kataline Limited

Amit Arvind Thatte	Ketaki Amit Thatte	Sanket Gunjikar	Milind Rao
Managing Director	Whole Time Director	CFO	CS
(DIN 1525877)	(DIN 1525878)	(ACA:132468)	(ACS:48012)

Nagpur : September 22, 2026

C. N. PATEL & Co. LLP NAGPUR FRN:112552W/W101272 Chartered Accountants

Kataline Limited Nagpur