MUKAND SUMI METAL PROCESSING LTD.
Building No 65, Thane Belapur Road,
Village – Dighe, Kalwe, Thane – 400 605, Maharashtra
Tel : +91-22-2172 7524 Fax : +91-22-2172 7132
Email : muksumi@mukand.com
CIN : U27300MH2012PLC234000
GST No : 27AAECT3291P1ZP

Board's Report 2025-26

Dear Members,

Your directors take pleasure in presenting the Fourteenth (14th) Annual Report on the business and operations of the Company along with the audited financial statements for the financial year ended on March 31, 2026.

1. Financial Results

The financial performance of the Company, for the financial year ended March 31, 2026, is summarised below:

Particulars	Rs. in Lakhs	
	2025-26	2024-25
Total Income	**213.73**	6.10
Earnings before Interest, Depreciation & Tax	**(12.11)**	(14.60)
Profit/(Loss) Before Taxation	**(12.56)**	(10.85)
Profit / (Loss) After Taxation	**(12.56)**	(30.65)
Earnings Per Share (Rs.)	**(0.05)**	(0.11)

2. Review of Operations

During the financial year under review, revenue from operations for FY 2025-26 was Rs.204.30 Lakhs whereas the revenue from operations for FY 2024-25 were NIL.

3. Outlook for Financial Year 2026-27

We expect that the markets shall remain steady during FY 2026-27 even though there are some uncertainties due to the War and upsurge in commodity prices and high inflation. The domestic market is expected to grow in line with the GDP growth of the country. The export market shall remain subdued due to various quota restrictions in the EU market.

4. Subsidiaries/ Associates / Joint Venture

The Company do not have any subsidiary, associate and joint ventures.

MUKAND SUMI METAL PROCESSING LTD.
Building No 65, Thane Belapur Road,
Village – Dighe, Kalwe, Thane – 400 605, Maharashtra
Tel : +91-22-2172 7524 Fax : +91-22-2172 7132
Email : muksumi@mukand.com
CIN : U27300MH2012PLC234000
GST No : 27AAECT3291P1ZP

5. Dividend

In view of reduced profits and the need to conserve funds for Capital Expenditure, the Directors have decided not to declare dividend for the year.

6. Transfer to Reserves

No amount has been transferred to Reserves during the year under review.

7. Share Capital

The paid-up Equity Share Capital of the Company was Rs. 2730 Lakhs as on March 31, 2026, which is same as in the previous year as on March 31, 2025.

8. Deposits

The Company has not accepted or renewed any amount falling within the purview of provisions of Section 73 of the Companies Act 2013 ("the Act") read with the Companies (Acceptance of Deposit) Rules, 2014 during the year under review.

9. Material Changes and Commitments

The National Company Law Tribunal, Mumbai Bench, vide its order dated April 29, 2025, sanctioned the Scheme of Demerger of Stainless Steel Cold Finished Bars and Wires Undertaking of Mukand Sumi Metal Processing Limited (Demerged Company), on a going concern basis into Mukand Limited (Holding Company) pursuant to Sections 230 to 232 read with Section 52 and other applicable provisions of the Companies Act, 2013. The said Scheme of Demerger was made effective on May 12, 2025, from Appointed Date i.e. April 01, 2024.

10. Particulars of Loans, Guarantees and Investments

The Company has given neither any loans/guarantees to any other entities during the financial year.

11. Related Party Transactions

There were no related party transactions entered into by the Company during the financial year which attracted the provisions of Section 188 of the Companies Act, 2013 as all related party transactions that were entered into by the Company during the year were on an arm's length basis and were in the ordinary course of the Company's business. Hence there are no transactions which are required to be disclosed in Form AOC-2.

MUKAND SUMI METAL PROCESSING LTD.
Building No 65, Thane Belapur Road,
Village – Dighe, Kalwe, Thane – 400 605, Maharashtra
Tel : +91-22-2172 7524 Fax : +91-22-2172 7132
Email : muksumi@mukand.com
CIN : U27300MH2012PLC234000
GST No : 27AAECT3291P1ZP

12. Director's Responsibility Statement

Pursuant to clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, the Board of Directors of the Company hereby state and confirm that:

i. in the preparation of the annual accounts, the applicable accounting standards have been followed and no material departures have been made there from;

ii. the directors have 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 for the financial year ended as at March 31, 2026, and of the profit of the Company for the said period;

iii. the directors have taken proper and sufficient care for the 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 and detecting fraud and other irregularities;

iv. the directors have prepared the annual accounts on a going concern basis;

v. the Company being an unlisted public company, is not required to lay down internal financial controls to be followed by the Company; and

vi. the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

13. Annual Return

Pursuant to the provisions of Section 134(3)(a) of the Companies Act, 2013, Annual Return for the financial year ended March 31, 2026, is prepared as per the provisions of Section 92(3) of the Act, and Rule 12 of Companies (Management and Administration) Rules, 2014. The Company is required to host a copy of annual return on the website, if any of the Company and a web link of the same to be given in the Directors' Report. Since the company doesn't have any website hence the Company is not required to host the same.

14. Board of Directors & Key Managerial Personnel

A. Board of Directors:

The Board of Directors of the Company consisted of Four (4) directors. The composition of Board of Directors on March 31, 2026, is as given in the table below.

Sr. No.	Name of the Director	Category
1	Mr. Arvind M. Kulkarni	Director & Chief Executive Officer
2	Mr. Vipul M. Mashruwala	Non-Executive Director
3	Mr. R. Sankaran	Independent Director
4	Mrs. Meeta Khalsa	Non-Executive Director

Mr. Vipul M. Mashruwala retires by rotation and, being eligible, offers himself for reappointment. The Board recommends his reappointment.

B. Key Managerial Personnel:

Mr. Arvind M. Kulkarni, Chief Executive Officer, is not drawing up remuneration from the Company.

Mr. Dhanesh K Goradia is Chief Financial Officer and Mr. Rajendra Sawant is the Company Secretary of the Company.

Non- Executive Directors of the Company does not draw any remuneration from the Company. The sitting fees payable to the Directors for attending the meetings is as tabled below :-

Sr. No.	Nature of Meeting	Sitting Fee per meeting (Rs.)
1	Board Meeting	40,000/-
3	Meeting of Independent Directors	10,000/-

15. Declaration of Independence

The Independent Directors of the Company have submitted their Declaration of Independence, as required under the provisions of Section 149(7) of the Companies Act, 2013 stating that they meet the criteria of independence as provided in Section 149(6) of the said Act.

16. Board Meetings

The Board of Directors of the Company met 5 times during the year under review on May 15, 2025, August 7, 2025, November 11, 2025, and February 11, 2026. All the Directors attended all the meetings. The time gap between two Board Meetings was not more than the time prescribed by the law i.e. 120 days.

17. Corporate Social Responsibility (CSR)

Dissolution/Disbanding of Corporate Social Responsibility Committee:

Pursuant to the provisions of section 135(9) of the Companies Act, 2013(the Act), inserted vide Companies (Amendment) Act, 2020 effective from January 22, 2021, where the amount to be spent by a Company under sub-section (5) does not exceed fifty lakh rupees, the requirement under sub-section (1) for constitution of the Corporate Social Responsibility(CSR) Committee shall not be applicable and the functions of such Committee provided under aforesaid section shall, in such cases, be discharged by the Board of Directors of such Company.

Due to Losses incurred during the previous years, there was no requirement for CSR expenditure for FY2025-26.

18. Risk Management Policy

The process of identification and evaluation of various risks inherent in the business environment and the operations of the Company and initiation of appropriate measures for prevention and/or mitigation of the same are dealt with by the operational heads concerned under the overall supervision of the Board of Directors of the Company. Key business risks and their mitigation are considered in the annual/strategic business plans and in periodic management reviews, adequacy of which has periodically been assessed by the Board of Directors.

19. Adequacy of Internal Financial Controls

Adequate systems for internal controls provide assurances on the efficiency of operations, security of assets, statutory compliance, appropriate authorization, reporting and recording transactions. The scope of the audit activity is broadly guided by the annual audit plan approved by the top management. The Internal Auditor prepares regular reports on the review of the systems and procedures and monitors the actions to be taken.

20. Performance Evaluation of the Board

Pursuant to the provisions of the Companies Act, 2013, a separate exercise was carried out to evaluate the performance of individual directors, including the Chairman of the Board who were evaluated on parameters such as level of engagement, contribution, openness to new ideas, risk management compliances, independence of judgement, and safeguarding the interests of the Company. The performance evaluation of independent directors was carried out by the entire Board. The performance evaluation of the Chairman and Non-Independent Directors was carried out by the Independent Director. The directors have expressed satisfaction with the evaluation process.

21. A. Conservation of Energy, Technology Absorption and Foreign Exchange Earnings & Outgo

Information relating to energy conservation and technology absorption and foreign exchange, as required to be disclosed under Section 134(3)(m) of the Companies Act, 2013 read with the Rule 8 (3) of the Companies (Accounts) Rules, 2014 for the financial year ended March 31, 2026, is as under:

a) **Energy Consumption:**

The major manufacturing of the company is vendored out to Mukand Ltd. Hence, there is nothing to report in this clause.

b) **Technology Absorption:**

Nil.

c) **Foreign Exchange:**

Nil.

B. Particulars of Employees

During the year under review provisions of Section 197 of the Companies Act, 2013 read with Rule 5(2) and rule 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 were not applicable to the Company.

22. Presentation of Financial Results

The financial results of the Company for the financial year ended March 31, 2026, have been disclosed as per Schedule III to the Companies Act, 2013.

The Company adopted Indian Accounting Standards (Ind-AS) from April 1, 2017.

23. Auditors

A. Cost Auditors:

During the period under review, provisions related to appointment of Cost Auditor were not applicable to the Company.

B. Secretarial Auditor:

During the period under review, provisions related to appointment of Secretarial Auditor were not applicable to the Company.

C. Statutory Auditors:

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the rules made there under, the current auditors of the Company, M/s. DHC & Co. LLP, Chartered Accountants (Firm Registration No. 103525W) were appointed by the shareholders at the 10th Annual General Meeting held on August 09, 2022, to hold office until the conclusion of the 15th AGM.

The Statutory Auditors in their Report does not contain any qualification, reservation or adverse remark or disclaimer made by the Statutory Auditor.

24. Significant and Material orders passed by the Regulators or Courts:

There are no significant and material passed by the Regulators or Courts against the Company during the year under review.

25. Disclosure as per Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

The Company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

During the year under review, no complaints were received by the Committee formed under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

26. Confirmation of Compliance of Secretarial Standards:

The Company has complied with applicable Secretarial Standards during the year under review.

27. Details in Respect of Frauds Reported by Auditors Pursuant to Section 143(12) of the Companies Act, 2013

During the year under report there were no incidences of fraud against the Company reported by Auditors.

28. Details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016

During the year under report there was no application made or any proceeding pending against the Company under the Insolvency and Bankruptcy Code, 2016.

29. Compliance with the provisions relating to the Maternity Benefit Act 1961

The Company has complied with the provisions relating to the Maternity Benefit Act 1961, during the year under review.

30. Details of difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof

MUKAND SUMI METAL PROCESSING LTD.
Building No 65, Thane Belapur Road,
Village – Dighe, Kalwe, Thane – 400 605, Maharashtra
Tel : +91-22-2172 7524 Fax : +91-22-2172 7132
Email : muksumi@mukand.com
CIN : U27300MH2012PLC234000
GST No : 27AAECT3291P1ZP

During the year under review the Company has not done any one time settlement for the loans taken from the Banks or Financial Institutions.

31. Acknowledgement:

The Board of Directors thanks the Banks, Central and State Government Authorities, Shareholders, Customers, Suppliers, Employees and Business Associates for their continued co-operation and support to the Company.

For and on behalf of the Board of Directors

	Sd/-	Sd/-
	Arvind M. Kulkarni	Sankaran Radhakrishnan
Date: May 13, 2026	Director & CEO	Director
Place: Mumbai	DIN: 01656086	DIN: 00381139

INDEPENDENT AUDITOR'S REPORT

To the Members of Mukand Sumi Metal Processing Limited

Report on the Audit of the Financial Statements

Opinion

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

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

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the 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 opinion on the financial statements.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's report, but does not include the financial statements and our auditor's report thereon.

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

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

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

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Ind AS prescribed under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

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

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

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

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

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

Report on Other Legal and Regulatory Requirements

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

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

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

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

c. The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this report are in agreement with the books of account

d. In our opinion, the aforesaid financial statements comply with the Ind AS prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;

e. On the basis of the written representations received from the directors as on March 31, 2026, and 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 financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure 2";

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

In our opinion and to the best of our information and according to the explanations given to us, no remuneration is paid by the company to its directors during the year. Hence, the provisions of section 197 of the Act related to the managerial remuneration is not applicable.

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

(i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 27 on Contingent Liabilities to the financial statements;

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

(iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company;

(iv) (a) The Management has represented that, to the best of its knowledge and belief, no funds 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;

(iv) (b) The management has represented that, to the best of its knowledge and belief, and 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;

(iv) (c) Based on the audit procedures that are considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(v) The Company has neither declared nor paid any dividend during the year. Hence, reporting under the compliance with section 123 of the Act is not applicable.

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

Chartered Accountants
ICAI Firm Registration No.103525W

Pradhan Dass

Partner

Membership No.219962

UDIN: 26219962WFWXQV7162

Place: Bengaluru
Date: May 13, 2026

ANNEXURE 1 TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section in the Independent Auditor's Report of even date to the members of Mukand Sumi Metal Processing Limited ("the Company") on the financial statements for the year ended March 31, 2026

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information, explanations and written representation given to us by the management and the books of account and other records examined by us in the normal course of audit, we report that:

(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment

(a) (B) The Company does not have any Intangible Assets and accordingly, reporting under clause (i)(a)(B) of paragraph 3 of the Order is not applicable.

(b) During the year, the Property, Plant and Equipment of the Company have been physically verified by the management and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) The Company does not have any immovable property and accordingly, reporting under clause (i)(c) of paragraph 3 of the Order is not applicable.

(d) The Company has not revalued its Property, Plant and Equipment during the year. Accordingly, reporting under clause (i)(d) of paragraph 3 of the Order is not applicable.

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

(ii) (a) The Company is engaged in the business of trading. However, no inventory was held by the Company as at March 31, 2026. Accordingly, the provisions of Clause 3(ii)(a) of the Companies (Auditor's Report) Order, 2020 relating to physical verification of inventory are not applicable to the Company.

(b) The Company has not obtained any sanctioned working capital limit during the year, from banks and/or financial institutions, on the basis of security of current assets. Therefore, reporting under clause (ii)(b) of paragraph 3 of the Order is not applicable.

(iii) During the year, the Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, reporting under clause (iii) of paragraph 3 of the Order is not applicable.

(iv) The provisions of section 185 and 186 of the act are not applicable to the company as the company has not granted any loan, made any investment or provided any guarantee or security during the year.

(v) In our opinion, the Company has not accepted any deposits or amounts which are deemed to be deposits. Accordingly, reporting under clause (v) of paragraph 3 of the Order is not applicable.

(vi) The Central Government has not prescribed the maintenance of cost records for any of the products of the Company under sub-section (1) of section 148 of the Act and the rules framed there under..

(vii)

(a) The Company is generally regular in depositing with the appropriate authorities, undisputed statutory dues including Goods and Services tax (GST), provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other material statutory dues applicable to it, though there has been a slight delay in a few cases. During the year 2017-18, sales tax, value added tax, service tax and duty of excise subsumed in GST and are accordingly reported under GST.

No undisputed amounts payable in respect of income tax, GST, customs duty, cess and any other material statutory dues applicable to it, were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) The dues outstanding with respect to provident fund, employees' state insurance, income tax, GST, sales tax, service tax, value added tax, customs duty, excise duty and cess, on account of any dispute, are as follows:

Statement of Disputed Dues

Name of the statute	Nature of the dues	Amount	Period to which the amount relates	Forum where dispute is pending
Finance Act 1994	Service Tax	Rs.18 lakhs	April 2015 to June 2017	Commissioner of GST

sd/-

(viii) We have not come across any transactions which were previously not recorded in the books of accounts of the Company that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

(ix)

(a) The Company has not taken any loans or other borrowings from any lender. Accordingly, reporting under clause (ix)(a) of paragraph 3 of the Order is not applicable.

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

(c) The Company did not obtain any money by way of term loans during the year and there were no outstanding term loans at the beginning of the year. Accordingly, reporting under clause (ix)(c) of paragraph 3 of the Order is not applicable.

(d) On an overall examination of the financial statements of the Company, no funds raised on short-term basis have, been used for long-term purposes by the Company.

(e) The company does not have any subsidiaries, associates or joint ventures, as defined under the act, accordingly reporting under clause ix(e) of paragraph 3 of the order is not applicable

(f) The Company does not have subsidiaries, joint ventures or associate companies, as defined under the Act. Hence reporting under clause IX (f) of paragraph 3 of the order is not applicable

(x) (a) The Company has not raised money by way of initial public issue offer / further public offer (including debt instruments) during the year. Therefore, reporting under clause (x)(a) of paragraph 3 of the Order is not applicable.

(b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Therefore, reporting under clause (x)(b) of paragraph 3 of the Order is not applicable.

(xi) (a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company nor any fraud on the Company has been noticed or reported during the year, nor have we been informed of any such instance by the management.

Sd/-

(b) No report under section 143(12) of the Act has been filed with the Central Government by the auditors of the Company in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014, during the year or up to the date of this report.

(c) There are no whistle blower complaints received by the Company during the year and up to the date of this report.

(xii) In our opinion, the Company is not a Nidhi Company. Therefore, reporting under clause (xii) of paragraph 3 of the Order is not applicable.

(xiii) All transactions entered into by the Company with the related parties are in compliance with sections 177 and 188 of the Act, where applicable and the details have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) In our opinion, the Company does not have an internal audit system and is not required to have an internal audit system as per the provisions of the Act. Hence, reporting under clause (xiv) of paragraph 3 of the Order is not applicable.

(xv) The Company has not entered into any non-cash transactions with its directors or persons connected with them during the year and hence, provisions of section 192 of the Act are not applicable to the Company.

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

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

(c) As informed by the Company, the Group to which the Company belongs has twenty (20) CIC as part of the Group (including the CICs exempt from registration and CICs not registered).

(xvii) The Company has incurred cash losses for the current and the immediately preceding financial year amounting to Rs. 21.54 lakhs and Rs. 31.08 lakhs lakhs respectively.

(xviii) There has been no resignation of the statutory auditors during the year and accordingly, reporting under clause (xviii) of paragraph 3 of the Order is not applicable.

(xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which cause us to believe that any material uncertainty exists as on the date of this audit report and that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to 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) The provisions of section 135 of the Act are not applicable to the Company. Hence, reporting under clause (xx) of paragraph 3 of the Order is not applicable.

For **DHC & Co.**
Chartered Accountants
ICAI Firm Registration No.103525W

Pradhan Dass
Partner
Membership No.219962
UDIN: 26219962WFWXQV7162
Place: Bengaluru
Date: May 13, 2026

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section in our Independent Auditor's Report of even date to the members of Mukand Sumi Metal Processing Limited on the financial statements for the year ended March 31 2026.

Report on the Internal Financial Controls with reference to Financial Statements under clause (f) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act")

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing specified 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 financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness.

Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal controls based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls with reference to Financial Statements

A company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2026, based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal controls stated in the Guidance Note issued by the ICAI.

For **DHC & Co**
Chartered Accountants
ICAI Firm Registration No.103525W

Pradhan Dass
Partner
Membership No:.219962
UDIN: 26219962WFWXQV7162
Place: Bengaluru
Date: May 13, 2026

Mukand Sumi Metal Processing Limited
(CIN - U27300MH2012PLC234000)

Balance Sheet as at March 31, 2026

(Rs. in Lakhs)

Particulars	Note No.	As at March 31, 2026	As at March 31, 2025
I ASSETS			
1 Non-current assets			
(a) Property, plant and equipment	2	1.15	1.61
(b) Financial Assets			
i) Others	3	0.98	-
(c) Income Tax Assets (Net)	4	4.66	8.95
		6.80	**10.56**
2 Current Assets			
(a) Financial Assets			
i) Investments	5	180.67	119.77
ii) Trade receivables	6	36.91	-
iii) Cash and cash equivalents	7	31.18	-
iv) Bank Balance other than (i) above	7	-	5.77
(b) Other current assets	8	21.04	92.73
		269.79	**218.27**
Total Assets		**276.59**	**228.83**
II EQUITY AND LIABILITIES			
1 Equity			
(a) Share capital	9	2,730.00	2,730.00
(b) Other equity	10	(2,518.99)	(2,506.43)
		211.01	**223.57**
2 LIABILITIES			
(A) Non-Current Liabilities			
(a) Long Term Provisions	11	5.23	2.74
		5.23	**2.74**
(B) Current liabilities			
(a) Financial liabilities			
i) Borrowings		-	-
i) Trade payables due to			
- Micro Enterprises and Small Enterprises	12	4.38	-
- Other than Micro Enterprises and Small Enterprises	12	54.62	-
ii) Other financial liabilities	13	-	0.82
(b) Other current liabilities	14	1.36	0.46
(c) Short term Provisions	11	-	1.22
		60.36	**2.52**
Total Equity and Liabilities		**276.59**	**228.83**
Statement of material accounting policies and notes forming a part of financial statements	1 to 35		

As per our attached report of even date

For DHC & Co.
Chartered Accountants
Firm Registration No. 103525W

Pradhan Dass
Partner
Membership No: 219962
Place: Bengaluru
Date : May 13, 2026

For and on behalf of Board of Directors of Mukand Sumi Metal Processing Limited

R Sankaran
Independent Director
DIN: 00381139
Place: Mumbai
Date : May 13, 2026

Vipul M Mashruwala
Director
DIN: 00337914
Place: Mumbai
Date : May 13, 2026

Dhanesh K Goradia
Chief Financial Officer
Place: Mumbai
Date : May 13, 2026

Rajendra Sawant
Company Secretary
Place: Mumbai
Date : May 13, 2026

MUKAND SUMI METAL PROCESSING
Kalwa, Thane
400 605

Mukand Sumi Metal Processing Limited
(CIN - U27300MH2012PLC234000)

Statement of Profit & Loss for the year ended March 31, 2026

(Rs. in Lakhs)

Particulars	Note No.	For the year ended March 31, 2026	For the year ended March 31, 2026
I. Revenue from operations	15	204.30	-
II. Other income	16	9.43	6.10
III. **Total Revenue (I + II)**		**213.73**	**6.10**
IV. **Expenses:**			
Purchases of Stock-in-Trade	17	200.21	-
Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade		-	-
Employee benefits expense	18	13.20	12.24
Depreciation and amortization expense	19	0.45	0.45
Other Expenses	20	12.43	4.25
Total expenses		**226.29**	**16.94**
V. **Profit/(loss) before exceptional items and tax (III-IV)**		(12.56)	(10.85)
VI. **Exceptional Items**		-	-
VII. **Profit/(loss) before tax (V-VI)**		**(12.56)**	**(10.85)**
VIII. **Tax expense:**			
Current tax		-	-
Tax Expenses of earlier year	21	-	(19.80)
Deferred tax expense / (income)		-	-
Total		-	**(19.80)**
IX. **Profit/(loss) for the period (VII - VIII)**		**(12.56)**	**(30.65)**
X. **Other Comprehensive Income**			
(i) Items that will not be reclassified to profit or loss			
(a) Remeasurement of Defined Benefit scheme		-	-
(b) Deferred Tax on above		-	-
Total		-	-
XI. **Total comprehensive income for the year (IX+X)**		**(12.56)**	**(30.65)**
XII. **Earnings per equity share**	22		
(i) Basic		(0.05)	(0.11)
(ii) Diluted		(0.05)	(0.11)
Statement of Material Accounting Policies adopted by the Company and Notes forming part of the Financial	1 to 35		

As per our attached report of even date

For **DHC & Co.**
Chartered Accountants
Firm Registration No. 103525W

For and on behalf of Board of Directors of Mukand Sumi Metal Processing Limited

Pradhan Dass
Partner
Membership No: 219962
Place: Bengaluru
Date : May 13, 2026

R Sankaran
Independent Director
DIN: 00381139
Place: Mumbai
Date : May 13, 2026

Vipul M Mashruwala
Director
DIN: 00337914
Place: Mumbai
Date : May 13, 2026

Dhanesh K Goradia
Chief Financial Officer
Place: Mumbai
Date : May 13, 2026

Rajendra Sawant
Company Secretary
Place: Mumbai
Date : May 13, 2026

Mukand Sumi Metal Processing Ltd. Kalwa, Thane 400 605

Mukand Sumi Metal Processing Limited
(CIN - U27300MH2012PLC234000)

Statement of Cash Flows for the year ended March 31, 2025

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Profit before income tax	(12.56)	(10.85)
Adjustments for:		
Depreciation and amortisation expense	0.45	0.45
Interest Income	(0.53)	(3.32)
Other Non-cash Expenditure / (Income) - (net)	-	
Net gains on Fair value changes/Disposal of Mutual Funds	(8.90)	(2.78)
Acturial (Loss) / Gain on defined benefit obligation	1.26	1.46
Operating profit before working capital changes	**(20.28)**	**(15.04)**
(Increase) / Decrease in trade receivables	(36.91)	-
(Increase) / Decrease in inventories	-	-
(Increase) / Decrease in other financial assets	(57.59)	70.28
(Increase) / Decrease in other current assets	71.69	(89.02)
Increase / (Decrease) in trade payables	58.99	(1.25)
Increase / (Decrease) in other financial liabilities	(0.82)	0.21
Increase / (Decrease) in other current liabilities	0.90	0.29
Increase / (Decrease) in provisions	-	-
Cash generated from operations	**15.98**	**(34.53)**
Income taxes (paid) / refund - net	-	(19.80)
Net cash inflow / (outflow) from operating activities	**15.98**	**(54.33)**
Cash flows from investing activities		
Purchase of property, plant and equipment (including CWIP)	-	-
Gain on Fair Value of Investments in Mutual Funds	8.90	-
Fixed Deposits	5.77	-
Interest income on fixed deposit	0.53	3.32
Net cash inflow / (outflow) from investing activities	**15.19**	**3.32**
Cash flows from financing activities		
Proceeds / (repayment) of borrowings (net)	-	-
Interest paid	-	-
Net cash inflow / (outflow) from financing activities	**-**	**-**
Net increase / (decrease) in cash and cash equivalents	**31.17**	**(51.00)**
Cash and cash equivalents at the beginning of the financial year	(0.00)	51.00
Cash and cash equivalents at end of the year (Refer Note 5)	**31.17**	**(0.00)**

Note:
1. All figures in bracket are outflow.
2. The above cash flow statement has been prepared under the 'Indirect Method' as set out in Ind AS 7 - Statement of Cash Flows.

Statement of material Accounting Policies adopted by the Company and Notes forming part of the Financial — 1 to 35

As per our attached report of even date

For DHC & Co.
Chartered Accountants
Firm Registration No. 103525W

Pradhan Dass
Partner
Membership No: 219962
Place: Bengaluru
Date : May 13, 2026

For and on behalf of Board of Directors of
Mukand Sumi Metal Processing Limited

R Sankaran
Independent Director
DIN: 00381139
Place: Mumbai
Date : May 13, 2026

Vipul M Mashruwala
Director
DIN: 00337914
Place: Mumbai
Date : May 13, 2026

Dhanesh K Goradia
Chief Financial Officer
Place: Mumbai
Date : May 13, 2026

Rajendra Sawant
Company Secretary
Place: Mumbai
Date : May 13, 2026

MUKAND SUMI METAL PROCESSING LTD.
Kalwa, Thane
400 605

Mukand Sumi Metal Processing Limited
(CIN - U27300MH2012PLC234000)

Statement of Changes in Equity for the year ended March 31, 2026

A. Equity Share Capital

As at March 31, 2026 **(Rs. in Lakhs)**

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
2,730.00	-	2,730.00	-	2,730.00

As at March 31, 2025 **(Rs. in Lakhs)**

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
2,730.00	-	2,730.00	-	2,730.00

B. Other Equity

(Rs. in Lakhs)

Particulars	Reserves and Surplus		Remeasurement of Defined Benefit Obligation	Total
	Securities Premium Reserve	Retained Earnings		
Balance as at March 31, 2024	8,469.07	(3,530.21)	14.94	**4,953.80**
(Loss) for the year	-	(30.63)	-	**(30.63)**
Other Comprehensive Income for the year	-	-	-	-
Movement during the year (Merger Effect)	(7,429.59)	-	-	(7,429.59)
Balance as at March 31, 2025	**1,039.48**	**(3,560.84)**	**14.94**	**(2,506.43)**
Balance as at March 31, 2025	**1,039.48**	**(3,560.84)**	**14.94**	**(2,506.43)**
(Loss) for the year	-	(12.56)	-	(12.56)
Other Comprehensive Income for the year	-	-	-	-
Movement during the year (Merger Effect)	-	-	-	-
Balance as at March 31, 2026	**1,039.48**	**(3,573.41)**	**14.94**	**(2,518.99)**

As per our attached report of even date

For **DHC & Co.**
Chartered Accountants
Firm Registration No. 103525W

Pradhan Dass
Partner
Membership No: 219962
Place: Bengaluru
Date : May 13, 2026

For and on behalf of Board of Directors of
Mukand Sumi Metal Processing Limited

R Sankaran
Independent Director
DIN: 00381139
Place: Mumbai
Date : May 13, 2026

Mashruwala

Vipul M Mashruwala
Director
DIN: 00337914
Place: Mumbai
Date : May 13, 2026

Dhanesh Goradia
Chief Financial Officer
Place: Mumbai
Date : May 13, 2026

Rajendra Sawant
Company Secretary
Place: Mumbai
Date : May 13, 2026

MUKAND SUMI METAL PROCESSING LTD.
Kalwa, Thane
400 605

Mukand Sumi Metal Processing Limited
Notes forming part of the Financial Statements

Note 2: Property, Plant and Equipment

A. Property, Plant and Equipment

(Rs. in Lakhs)

Particulars	Office Equipment	Total
Gross Carrying Value		
Cost as at April 01, 2025	2.07	2.07
Additions	-	-
Disposals	-	-
Gross carrying value as at March 31, 2026	**2.07**	**2.07**
Accumulated Depreciation		
Accumulated depreciation as at April 01, 2025	0.47	0.47
Depreciation charge during the year	0.45	0.45
Disposals	-	-
Accumulated depreciation as at March 31, 2026	**0.92**	**0.92**
Net carrying value as at March 31, 2026	**1.15**	**1.15**

(Rs. in Lakhs)

Particulars	Office Equipment	Total
Gross Carrying Value		
Cost as at April 01, 2024	2.07	2.07
Additions	-	-
Disposals	-	-
Gross carrying value as at March 31, 2025	**2.07**	**2.07**
Accumulated Depreciation		
Accumulated depreciation as at April 01, 2024	0.13	0.13
Depreciation charge during the year	0.33	0.33
Disposals	-	-
Accumulated depreciation as at March 31, 2025	**0.46**	**0.46**
Net carrying value as at March 31, 2025	**1.61**	**1.61**

There was no capital work in progress as at March 31 2026 and March 31 2025

Note 2(a): Property, Plant and Equipment are free from any encumbrances.

Note 2(b): The Company do not have any Benami property and there are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.

Note 2(c): There are no immovable properties which are not held in the name of the Company.

Note 2(d): The Company has not revalued its Property, Plant and Equipment during the year ended March 31, 2026

MUKAND SUMI METAL PROCESSING LTD. Kalwa, Thane 400 605

Mukand Sumi Metal Processing Limited
Notes forming part of the Financial Statements

Note 3: Other Non-Current Financial Assets

(Rs. in Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Security Deposit	0.98	-
Total	**0.98**	**-**

Note 4: Income Tax (Net)

(Rs. in Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Advance tax (net of provision)	4.66	8.95
Total	**4.66**	**8.95**

Note 5: Current Investments

(Rs. in Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Investment in Mutual Funds 3339.567 units (PY 2351.43 Units) in HDFC Liquid DP - Growth Mutual Funds)*	180.67	119.77
Total	**180.67**	**119.77**
*Cost of the Investments in Mutual Funds	**171.77**	**117.00**

Investments in Mutual Funds represent investments in units of HDFC Liquid DP - Growth measured at fair value through profit or loss (FVTPL) in accordance with applicable Ind AS. The carrying value of investments as at 31 March 2026 is ₹180 lakhs (Previous Year: ₹119 lakhs).

Note 6: Trade Receivables

(Rs. in Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Unsecured Considered Good	-	-
Less _ Provision for Doubtful Debts	-	-
Trade Receivables	36.91	-
Total	**36.91**	**-**

Ageing as at 31st March,2026

(Rs. in Lakhs)

Particulars	Outstanding for following periods from due date of payment *				
	Less than 6 months	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade Receivables - considered good	36.91	-	-	-	36.91
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-
Total	**36.91**	**-**	**-**	**-**	36.91

There is no unbilled revenue as at March 31 2026

MUKAND SUMI METAL PROCESSING LTD. Kalwa, Thane 400 605

Note 7: Cash and cash equivalents and other bank balances

(Rs. in Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Cash and cash equivalents:		
Balances with banks in current accounts	31.18	-
Fixed Deposits with orignal maturity of more than 3 months but less than 12 months	-	5.77
Total	**31.18**	**5.77**

The Fixed deposit has been kept as margin money against zero balance current account with ICICI Bank.

There are no repatriation, restriction with regard to Cash and cash equivalents as at the end of the reporting period and prior periods.

Note 8: Other current assets

(Rs. in Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
(Unsecured, considered good unless otherwise stated)		
Prepaid Expenses	8.95	1.01
Balances with statutory/government authorities	1.45	
Others #	10.64	91.72
Total	**21.04**	**92.73**

represents consideration receivable from Mukand Limited, the holding company, on account of Business transfer.

Mukand Sumi Metal Processing Limited
Notes forming part of the Financial Statements

Note 9: Equity Share Capital

(a) Share capital:

(Rs. in Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Authorised Share Capital		
3,00,00,000 equity shares of Rs. 10 each	3,000.00	3,000.00
Issued, Subscribed and Fully Paid-up capital		
2,73,00,000 equity shares of Rs. 10 each fully paid up	2,730.00	2,730.00
Total	**2,730.00**	**2,730.00**

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

Particulars	As at March 31, 2026		As at March 31, 2025	
	No. of shares	Amount (in Lakhs)	No. of shares	Amount (in Lakhs)
Balance as at the beginning of the year	2,73,00,000	2,730.00	2,73,00,000	2,730.00
Movement during the year	-	-	-	-
Balance as at the end of the year	**2,73,00,000**	**2,730.00**	**2,73,00,000**	**2,730.00**

(c) Details of shareholders holding more than 5% shares in the Company:

Particulars	As at March 31, 2026		As at March 31, 2025	
	No. of shares	% of Total Shares	No. of shares	% of Total Shares
Mukand Limited	2,73,00,000	100.00%	2,73,00,000	100.00%
Total	**2,73,00,000**	**100.00%**	**2,73,00,000**	**100.00%**

(d) Number of shares held by the holding company:

Name of the company	As at March 31, 2026	As at March 31, 2025
Mukand Limited	2,73,00,000	2,73,00,000

(e) Disclosure of Shareholding of Promoters
Disclosure of Shareholding of Promoters is as follows :

Promoter Name	As at March 31, 2026		As at March 31, 2025		% Change during the year
	No. of Shares	% of Total Shares	No. of Shares	% of Total Shares	
Mukand Limited (along with its Nominees)	2,73,00,000	100.00%	2,73,00,000	100.00%	0.00%
Total	**2,73,00,000**	**100.00%**	**2,73,00,000**	**100.00%**	0.00%

(f) Terms and rights attached to equity shares
The Company has only one class of equity share having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per equity share. They are entitled to receive dividend proposed by the Board of Directors and approved by shareholders in General Meeting and right to get new shares proportionately in case of issuance of additional shares by the Company.

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

(g) There are no bonus shares issued and shares bought back since inception.
(h) There are no shares reserved for issue under options and contracts / commitments for sale of shares/disinvestment.
(i) There are no unpaid calls from any Director and officer.
(j) No Dividend has been declared for the year ended March 31, 2026 (March 31, 2025: Nil).

MUKAND SUMI METAL PROCESSING LTD. ★ Kalwa, Thane 400 605

Mukand Sumi Metal Processing Limited
Notes forming part of the Financial Statements

Note 10: Other Equity

(Rs. in Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Securities Premium	1,039.48	1,039.48
Retained Earnings	(3,573.41)	(3,560.85)
Remeasurement of Defined Benefit Obligation through OCI	14.94	14.94
Total	**(2,518.99)**	**(2,506.43)**

Movement in Reserves

(i) Securities Premium

(Rs. in Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Balance at the beginning of the year	1,039.48	8,469.07
Movement during the year - Demerger Effect	-	(7,429.59)
Balance at the end of the year	**1,039.48**	**1,039.48**

(ii) Retained Earnings

(Rs. in Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Balance at the beginning of the year	(3,560.85)	(3,530.22)
Loss during the year	(12.56)	(30.65)
Balance at the end of the year	**(3,573.41)**	**(3,560.85)**

(iii) Remeasurement of Defined Benefit Obligation through OCI

(Rs. in Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Balance at the beginning of the year	14.94	14.94
For the Year	-	-
Balance at the end of the year	**14.94**	**14.94**

Mukand Sumi Metal Processing Ltd. * Kalwa, Thane 400 605

Mukand Sumi Metal Processing Limited
Notes forming part of the Financial Statements

Note 11: Provisions

(Rs. in Lakhs)

Particulars	As at March 31, 2026		As at March 31, 2025	
	Current	Non-Current	Current	Non-Current
Provision for Employee Benefits - Gratuity (Refer Note 25)	-	2.03	0.26	1.41
Provision for Employee Benefits - Leave	-	3.20	0.97	1.33
Total	-	5.23	1.22	2.74

Note 12: Trade Payables

(Rs. in Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Trade Payables		
Total Outstanding dues of Micro and Small Enterprises	4.38	-
Total Outstanding dues of Creditors Other than Micro and Small Enterprises	54.62	-
Total	58.99	-

Note (a): For payables due to related parties, refer Note26

Note (b): Ageing of Trade Payables is as given below:

As at March 31, 2026: (Rs. in Lakhs)

Particulars	Not due	Outstanding for following periods from due date of Payment				
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
(i) Undisputed Dues - Micro and Small	4.38	-	-	-	-	4.38
(ii) Undisputed Dues - Others	54.62	-	-	-	-	54.62
(iii) Disputed Dues - Micro and Small	-	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-	-
Total	58.99	-	-	-	-	58.99

As at March 31, 2025: (Rs. in Lakhs)

Particulars	Not due	Outstanding for following periods from due date of Payment				
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
(i) Undisputed Dues - Micro and Small	-	-	-	-	-	-
(ii) Undisputed Dues - Others	-	-	-	-	-	-
(iii) Disputed Dues - Micro and Small	-	-	-	-	-	-
(iv) Disputed Dues - Others	-	-	-	-	-	-
Less:-Liabilities to be Transferred under Scheme (Refe note 31(	-	-	-	-	-	-
Total	-	-	-	-	-	-

Note (c): Disclosure in respect of creditors registered under Micro, Small and Medium Enterprises Development Act, 2006 (MSMEDA) is as under:

(Rs. in Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
The principal amount and the interest due thereon remaining unpaid to suppliers		
(a) (i) Principal	4.38	-
(ii) Interest due thereon	-	-
(b) (i) Interest actually paid under section 16 of the MSMED Act	-	-
(ii) Amount of payment made to suppliers beyond the appointed day	-	-
(c) Amount of interest due and payable for the period of delay in making payment (which have been paid and beyond the appointed day during the year) but without adding interest under MSMED Act	-	-
(d) Amount of interest accrued and remaining unpaid	-	-
(e) Amount of further interest remaining due and payable even in the succeeding years, until such dates when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under MSMED Act	-	-

The disclosure above is based on the information available with Company regarding the status of the suppliers under the MSME.

MUKAND SUMI METAL PROCESSING LTD. ★ Kalwa, Thane 400 605

Mukand Sumi Metal Processing Limited
Notes forming part of the Financial Statements

Note 13: Other current financial liabilities

(Rs. in Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Employee related liabilities	-	0.82
Total	**-**	**0.82**

Note 14: Other current liabilities

(Rs. in Lakhs)

Particulars	As at March 31, 2026	As at March 31, 2025
Statutory dues payables	1.36	0.46
Total	**1.36**	**0.46**

Note 15: Revenue from Operation

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Sale of Traded Goods	204.30	-
Total	**204.30**	**-**

For transactions with related parties, refer Note 26

Note 16: Other Income

(Rs. in La

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest Income:		
- On Income tax Refund	0.53	2.46
- On Fixed Deposit & others	-	0.86
Gain on Fair Value of Investments in Mutual Funds	8.90	2.77
Total	**9.43**	**6.10**

MUKAND SUMI METAL PROCESSING LTD.
Kalwa, Thane
400 605

Mukand Sumi Metal Processing Limited
Notes forming part of the Financial Statements

Note 17: Purchases of Stock-in-Trade

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Purchase of Traded goods	200.21	-
Total	**200.21**	**-**

Note 18: Employee benefits expense

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Salaries and wages including bonus	12.09	11.25
Gratuity expense (Refer Note 25)	0.36	0.26
Leave expenses (Refer Note 25)	0.74	0.72
Total	**13.20**	**12.24**

Note 19: Depreciation and amortization expense

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Depreciation of Property, Plant and Equipment (Refer Note 2)	0.45	0.45
Total	**0.45**	**0.45**

Note 20: Other Expenses

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Repairs and maintenance - Plant and Machinery	0.20	-
Auditors remuneration [Refer Note 20(a)]	6.25	4.25
Legal and professional Fees	5.61	-
Travelling and conveyance	0.01	-
Printing and stationery	0.19	-
Miscellaneous expenses	0.02	-
Rent, Rates and Taxes	0.14	-
Total	**12.43**	**4.25**

Note 20(a): Payment to Auditors

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
(i) As Statutory audit	4.38	4.25
(ii) For Taxation Matters- Tax Audit		
(iii) For Other Servies	1.88	-
(iv) Out of Pocket Expenses		
Total	**6.25**	**4.25**

Note 20(b): CSR Expenditure

The average net profit for the last three financial years is negative calculated in accordance with the provisions of Section 198 of the Act. Therefore, the Company is not required to spend any amount towards CSR activities for the financial year 2025-26

MUKAND SUMI METAL PROCESSING LTD. Kalwa, Thane 400 605

Mukand Sumi Metal Processing Limited
Notes forming part of the Financial Statements

Note 21: Income tax expense

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
(a) Current Tax		
Current tax on profits for the year	-	-
Short (excess) provision of tax for earlier years	-	19.80
Total current tax expense	**-**	**19.80**
(b) Deferred tax expense / (income)		
(Increase) / Decrease in deferred tax assets	-	-
	-	**-**
Total Tax Expense / (Income) (a+b)	**-**	**19.80**

Reconciliation of tax expense and the accounting profit multiplied by India's tax rate:

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Profit / (Loss) before income tax expense	(12.56)	(10.85)
Tax using enacted income tax rate in India applicable to the Company 26.00%	-	-
Tax effect of:		
Tax on OCI	-	-
Others	-	-
Income tax expense	**-**	**-**

Current Tax:
The Company does not envisage any liability for income tax for the current year in absence of any taxable income.

Amounts recognised directly in equity:
No aggregate amounts of current and deferred tax have arisen in the reporting period which have been recognised in equity and not in Statement of Profit and Loss or Other Comprehensive Income.

MUKAND SUMI METAL PROCESSING LTD. ★ Kalwa, Thane 400 605

Mukand Sumi Metal Processing Limited
Notes forming part of the Financial Statements

Note 22: Earnings per share

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
A. Profit attributable to the equity holders of the company (Rs. in Lakhs)	(12.56)	(30.65)
B. Weighted average number of shares for Basic EPS (Nos. in Lakhs)	273.00	273.00
C. Adjustments for calculation of Diluted EPS (Nos.in Lakhs)	-	-
D. Weighted average number of shares for Diluted EPS (B+C) (Nos.in Lakhs)	273.00	273.00
(a) Basic EPS (in Rs.) (A / B)	(0.05)	(0.11)
(b) Diluted EPS (in Rs.) (A / D)	(0.05)	(0.11)

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

Note 23: Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a ratio of 'adjusted net debt' to equity. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing loans and borrowings less cash

The company's adjusted net debt to equity ratio are as follows -

(Rs. in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Long term and Short term borrowings	-	-
Less: Cash and cash equivalents	-	-
Net debt	-	-
Total Equity	**211.01**	**223.57**
Net Debt to Equity ratio	**0.00%**	**0.00%**

MUKAND SUMI METAL PROCESSING LTD. Kalwa, Thane 400 605

Mukand Sumi Metal Processing Limited
Notes forming part of the Financial Statements

Note 24: Segment Reporting

The Company is engaged in the business of trading in stainless steel bars and wire rods , which is the only reportable segment.

The chief operating decision maker monitors the operating results of its stainless steel bars and wire rods as a whole for the purpose of making decisions about resource allocation and performance assessment.

The accounting policies adopted for segment reporting are in line with the accounting policy of the Company with following

additional policies for segment reporting.

a) Revenue and Expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and Expenses which relate to enterprise as a whole and are not allocable to a segment on reasonable basis have
been disclosed as "Unallocable".

Geographical Segment Information **(Rs. in Lakhs)**

Particulars	**For the year ended March 31, 2026**	**For the year ended March 31, 2025**
1 Segment Revenue – External Turnover		
Within India	**204.300**	-
Outside India	-	-
Total	**204.300**	-
2 Non-Current Assets		
Within India	**6.81**	-
Outside India	-	-
Total	**6.81**	-

Note 25: Employee Benefits

(a) Long term employee benefit obligations
The leave obligations cover the Company's liability for sick and earned leave.

The compensated absences credit for the year ended March 31, 2026, based on Companies policy, is Rs. 0.74 Lakhs (PY: Rs. 0.60 Lakhs as been charged to the Statement of Profit and Loss).

(b) Gratuity

The Company has provided for gratuity liability based on management's estimate considering eligible employees, years of service, and applicable provisions of the Payment of Gratuity Act, 1972. An independent actuarial valuation has not been obtained as at the reporting date. Management believes that the provision so determined is reasonable and not materially different from the liability that would have been determined through an actuarial valuation.

Gratuity expense recogenised in the statement of Profit & loss is Rs.0.36 laklhs (previous year Rs.0.26 lakhs)

Mukand Sumi Metal Processing Limited
Notes forming part of the Financial Statements

Note 26: Related Party Disclosures

a. Details of related parties:

Name of the related party	Description of Relationship
Mukand Limited	Parent Company
Mukand Heavy Engineering Limited	Fellow Subsidiary
Mukand Sumi Special Steel Limited	Other related parties
Bombay Forging Limited	Other related parties
Mr. Arvind M. Kulkarni	Director & CEO
Mr. Vipul M. Mashruwala	Director
Mr. R. Sankaran	Independent Director
Mr. Dhanesh Goradia	Chief Financial Officer

b. Details of related party transactions: (Rs. in Lakhs)

Name of the related party	Nature of Transaction	For the year ended March 31, 2026	For the year ended March 31, 2025
Mukand Limited	Purchase of Traded Goods	200.21	-
Non-executive Directors	Directors Sitting Fees	2.40	-

c. Details of balances outstanding for related party transactions: (Rs. in Lakhs)

Name of the related party	Nature of Transaction	As at March 31, 2026	As at March 31, 2025
Mukand Limited	Trade Payable*	42.35	-
	Consideration receivable from Mukand Limited, the holding company, on account of Business transfer	10.63	91.72

d. Terms and conditions of transactions with related parties:

The transactions with related parties are in the ordinary course of business made on terms equivalent to those that prevail in arm's length transactions.
Outstanding balances at the year end are unsecured and interest free, and the settlement occurs in cash. Further, all transactions and closing balances with related parties are reconciled by management.

There are no transactions between Company and Related Parties during the year other than purchases from Mukand Limited disclosed above, which are more than 1% of Revenue

e. There are no commitments with related parties.

Note 27: Contingent Liabilities and Commitments

There are no contingent liabilities or commitments as on March 31 2026 (Previous year Nil)
Contingent liabilites that existed as on March 31, 2024 have been transferred under the scheme

MUKAND SUMI METAL PROCESSING LTD
Kalwa, Thane
400 605

Mukand Sumi Metal Processing Limited
Notes forming part of the Financial Statements

Note 28: Fair Value Measurements

Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

As at March 31, 2026	Carrying Amount				Fair Value			
	FVTPL	FVTOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial Assets: Current								
Cash and cash equivalents	-	-	31.18	31.18	-	-	-	-
Trade Receivable	-	-	36.91	36.91	-	-	-	-
Investments	180.67	-	-	180.67	180.67	-	-	180.67
Other Non Current Financial Assets	-	-	0.98	0.98	-	-	-	-
Total	**180.67**	-	**69.08**	**249.74**	-	-	-	**180.67**
Financial Liabilities: Current								
Trade Payables	-	-	58.99	58.99	-	-	-	-
Other Financial Liabilities	-	-		-	-	-	-	-
Total	-	-	**58.99**	**58.99**	-	-	-	-

As at March 31, 2025	Carrying Amount				Fair Value			
	FVTPL	FVTOCI	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Financial Assets: Non-current								
Other Financial Assets	-	-	-	-	-	-	-	-
Trade Receivable	-	-	-	-	-	-	-	-
Cash and cash equivalents	-	-	5.77	5.77	-	-	-	-
Investments	119.77	-	-	119.77	119.77	-	-	119.77
Total	**119.77**	-	**5.77**	**125.54**	**119.77**	-	-	**119.77**
Financial Liabilities: Current								
Short term borrowings	-	-	-	-	-	-	-	-
Trade Payables	-	-	-	-	-	-	-	-
Other Financial Liabilities	-	-	0.82	0.82	-	-	-	-
Total	-	-	**0.82**	**0.82**	-	-	-	-

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Measurement of Fare value

i. The carrying amounts of trade receivables , trade payabels, deposits other receivcabne;s , cash & cash equavalent including other curent bank balances and other laibilities etc are considered to be the same as their fair values m due to current and short term naure of such balances

2. Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for expected losses of these receivables.

ii. The fair vlue of investments in mutual fund units is based in the net asset value (NAV) as stated by the issuers of these mutual fund units in the pulished statennts as at balance sheet date.
NAV represents the price at which the issuer will issue further units of mutual funds and the price at which the issuer will redeeme such units from the inverters

Fair Value Hierarchy

The fair value of financial instruments as referred to above have been classified into three categories depending on the inputs used in the valuation technique. The hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and lowest priority to unobservable inputs (Level 3 measurements).

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments, traded bonds and mutual funds that have quoted price. The fair value of all equity instruments which are traded in the stock exchanges is valued using the closing price as at the reporting period.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

Mukand Sumi Metal Processing Limited
Notes forming part of the Financial Statements

Note 29: Financial Risk Management

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's approach to addressing risks is comprehensive and includes periodic review of such risks and a framework for mitigating and reporting mechanism of such risks. The risk management framework is reviewed periodically by the Board. The Company's financial risk management is an integral part of how to plan and execute its business strategies.

The Company has exposure to the following risks arising from financial instruments:
- Credit risk;
- Liquidity risk; and

(A) Credit Risk:
Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its

i. Trade and Other receivables
An impairment analysis is performed at each reporting date. The expected credit loss (ECL) over lifetime of the asset are estimated by adopting the simplified approach using a provision matrix.

The Company's policy is to deal only with creditworthy counterparties. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls. The Company management considers that all the Financial Assets are of good credit quality, including those that are past due. Majority of Customer have been

ii. Cash and bank balances
The Company held cash and bank balance of Rs. 31.18 Lakhs at March 31, 2026 (March 31, 2025: Rs.5.77 Lakhs). The same are held with bank and financial institution counterparties with good credit rating. Also, company invests its short term surplus funds, if any, in bank fixed deposit which carry no market risks for short duration, therefore does not expose the company to credit risk.

iii. Others
Other than trade receivables reported above, the Company has no other financial assets which carries any significant credit risk.

(B) Liquidity Risk:
Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows.

(Rs. in

Contractual maturities of financial liabilities as at March 31, 2025	1 year or less	1-5 years	More than 5 years	Total
Non-Derivative				
Working Capital Facility from bank	-	-	-	-
Trade payables	-	-	-	-
Other financial liabilities	0.82	-	-	0.82
Total non-derivative liabilities	**0.82**	**-**	**-**	**0.82**
Derivative				
Forward Contracts	-	-	-	-
Total derivative liabilities	**-**	**-**	**-**	**-**

There are no Contractual maturities of financial liabilities as at March 31,2026

MUKAND SUMI METAL PROCESSING LTD. Kalwa, Thane 400 605

Mukand Sumi Metal Processing Limited
Notes forming part of the Financial Statements

Note 30: Ratios

Sr. No.	Ratio	Numerator	Denominator	For year ended March 31, 2026	For year ended March 31, 2025	% Change in Ratio	Remarks
1	Current Ratio (in times)	Total Current Assets	Total Current Liabilities	4.47	86.62	-0.95	Refer note (a) below
2	Debt-Equity Ratio (in times)	Debt consists of borrowings	Total Equity	-	-	-	Not Applicable as there is no debt
3	Debt Service Coverage Ratio (in times)	Earnings for Debt Service = Net Profit after taxes + Non Cash Operating Expenses + Interest + Other Non Cash Adjustments	Debt Service = Interest and lease payments + Principal Repayments	-	-	-	Not Applicable as there is no debt
4	Return on Equity Ratio (in %)	Profit for the year less preference dividend (if any)	Average Total Equity	5.95%	13.71%	-56.58%	Refer note (a) below
5	Inventory Turnover Ratio (in times)	Cost of Goods Sold	Average Inventory	-	-	0.00%	Refer note (a) below
6	Trade Receivables Turnover Ratio (in times)	Revenue from Operations	Average Trade Receivables	11.07	-	-	Refer note (a) below
7	Trade Payables Turnover Ratio (in times)	Net Credit Purchases	Average Trade Payables	6.79	-	-	Refer note (a) below
8	Net Capital Turnover Ratio (in times)	Revenue from Operations	Average Working Capital i.e. Total Current Assets less Total Current Liabilities	0.92	-0.01	-18102%	Refer note (a) below
9	Net Profit Ratio (in %)	Profit for the year	Revenue from Operations	-6.15%	-	-	Refer note (a) below
10	Return on Capital Employed (in %)	Profit before tax and finance cost	Capital Employed = Tangible Net worth + Total Debt + Deferred Tax Liabilities	-5.95%	-13.71%	-56.58%	Refer note (a) below

Notes:

(a) Since there has been transfer of business (Refer Note 32(1)) from the Company to Mukand Limited, the Parent Company, during the FY 2024-25, the ratio's for the two years are not comparable.

MUKAND SUMI METAL PROCESSING LTD. ★ Kalwa, Thane 400 605

Mukand Sumi Metal Processing Limited
Notes forming part of the Financial Statements

Note 31:

1. Demerger Scheme

The Board of Directors of the Company and Mukand Limited ('ML'), the holding company, had approved demerger of Stainless Steel Cold Finished Bars and Wires division of the Company into ML as a going concern pursuant to a proposed Scheme of Arrangement amongst the Company, ML and their respective shareholders and creditors under Sections 230 to 232 read with Section 52 and other applicable provisions of the Companies Act, 2013. The Scheme has been approved by the Board of Directors of the Company in their meeting held on February 07, 2024, with appointed date of the scheme being 01.04.2024.

According to the arrangement prescribed in the Scheme, all the assets and liabilities as listed below of the Stainless Steel Cold Finished Bars and

According to the arrangment prescribed in the Scheme, all the assets and libilites as listed below of Stainless Steel Cold Finished Bars and Wires division of the company will be transferred to and vseted in ML.

The Scheme has been approved by the National Company Law Tribunal ("NCLT") vide its order dated April 29, 2025 and a certified copy of the order has been filed with the Registrar of Companies, Mumbai Maharashtra, on May 12, 2025. Pursuant to the arrangement prescribed by the Scheme, all the related assets and liabilities of the Company as listed below were transferred to and vested in the ML with effect from April 01, 2024 ("the Appointed Date").

Since Company is wholly owned subsidiary of the Mukand Limited, no additional shares are issued pursuant to the Sheme.

(Rs. in Lakhs)

Particulars	Amount
A. Non-Current Assets	
Property, plant and Equipment	1,070.10
Goodwill	277.55
Financial Assets	-
- Other Financial Assets	10.44
Non-Current Tax Assets	-
Deferred Tax Assets	1,025.03
Total [A]	**2,383.12**
B. Current Assets	
Inventories	10,031.84
Trade Receivables	2,929.42
Cash and cash Equivalents	112.97
Other Financial Assets	5.23
Other Current Assets	1,460.77
Total [B]	**14,540.23**
Total Assets [A+B]	**16,923.35**
C. Non Current Liabilities	
Other Financial Liabilities	
Long- term provisions	1.59
Total [C]	**1.59**
D. Current Liabilities	
Trade payables	9,462.72
Other financial liabilities	9.91
Other current liabilities	19.05
Provisions	0.49
Total [D]	**9,492.17**
Total Liabilities [C+D]	**9,493.76**

The difference between book value of the assets and liabilities transferred under this scheme has been adjusted from Securities Premium.

2. Relationship with Struck off Companies

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

3. Loans & Advances in which Directors/ Promoters/ KMPs are interested

No Loans or Advances in the nature of loans are granted to promoters, Directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person.

MUKAND SUMI METAL PROCESSING LTD. Kalwa, Thane 400 605

4. Utilization of Borrowed funds

No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds by the Company to or in any other person or entity, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

5. Undisclosed Income

The Company has no such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act,

6. Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in Crypto currency or Virtual Currency during the current year or previous year.

7. Compliance with number of layers of companies

The Company does not have any subsidiary and hence the provisions of Section 2(87) of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017 are not applicable to the Company.

32. In view of the aggrigate losses as calculated in accordence with Section 135 and Section 198 of the Companies Act 2013, during the last 3 years

33.Due to the implementationof the New Labour Codes,2025, ,no additional liability was recognized for the employees as their wages structure was already meeting the requirements of New Labour Codes , 2025.

34. Previous year figures have been regrouped / reclassified wherever necessary to conform to current year presentation.

35. National Company Law Tribunal ("NCLT") vide its order dated April 29, 2025 approved the Scheme of demerger of Stainless Steel Cold Finished Bars and Wires business of MSMPL into Mukand Ltd. with effect from April 01,2024.

As per our attached report of even date.

For DHC & Co.
Chartered Accountants
Firm Registration No. 103525W

Pradhan Dass
Partner
Membership No: 219962
Place: Bengaluru
Date : May 13, 2026

For and on behalf of Board of Directors of Mukand Sumi Metal Processing Limited

R Sankaran
Independent Director
DIN: 00381139
Place: Mumbai
Date : May 13, 2026

Vipul M Mashruwala
Director
DIN: 00337914
Place: Mumbai
Date : May 13, 2026

Dhanesh K Goradia
Chief Financial Officer
Place: Mumbai
Date : May 13, 2026

Rajendra Sawant
Company Secretary
Place: Mumbai
Date : May 13, 2026

SUMI METAL PROCESSING LTD. ★ MUKAND
Kalwa, Thane
400 605