R P R & Co.
Chartered Accountants

9001, World Trade Center, Near Udhna Darwaja, Ring Road, Surat - 395002
Email: rpr@rprandco.com, Ph: 0261-3591630

AUDITOR'S REPORT

We have audited the accompanying financial statements of **M/S RICON INDUSTRIES** ("the Firm') which comprises the Balance Sheet as at **March 31, 2026**, the Statement of Profit and Loss for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements:

Management is responsible for the preparation of these financial statements in accordance with the Income Tax Act of India, 1961. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
The Financial statement of the Firm has been prepared as per the guidelines on financial statement of Non-Corporate Entities issued by ICAI.
An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. 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. In making those risk assessments; the auditor considers internal control relevant to the Enterprise's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion:

In our opinion and to the best of our information and according to the explanations given to us, the financial statements of **M/S RICON INDUSTRIES** for the year ended **March 31, 2026** are prepared, in all material respects, in accordance with Income Tax Act of India, 1961.

For R P R & CO
Chartered Accountants.

Place: Surat
Date: 29/05/2026

Raunaq Kankaria
(Partner)
FRN. 131964W
Mem: No: 138361
PAN: AANFR3923J
UDIN: 26138361UCKYQS4551

M/S RICON INDUSTRIES

SCHEDULE "A1"

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FOR THE YEAR ENDED ON 31.03.2026

ENTITY INFORMATION: RICON INDUSTRIES is a partnership firm incorporated on 30/06/2014 under the provision of Partnership Act 1932 and is engaged in the business of manufacturing of yarn and Windmill.

(A) SIGNIFICANT ACCOUNTINGS POLICIES:

1. BASIS OF PREPARATION OF FINANCIAL STATEMENTS:
   a) The financial statements are prepared on the historical cost convention; materially comply with the mandatory accounting standard issued by the Institute of Chartered Accountants of India.
   b) Accounting policies not specifically referred to otherwise are consistent with generally accepted accounting principles followed by the firm.

2. METHOD OF ACCOUNTING:
   The books of account have been maintained on mercantile method of accounting and recognized income and expenditures on accrual basis except in case of significant uncertainties relating to the income; however, some petty expenses have been recorded on payment basis which does not have material effect on the profit of the company for the year.

3. REVENUE RECOGNITION:
   Revenue from sale of goods is recognized on completion of sale of goods and service and is recorded net of trade discount, rebates and taxes. Accounts are maintained as per exclusive method of accounting and GST does not pass through profit and loss account, unless booked as expenses.

4. INVENTORIES:
   Inventory has been taken as valued, taken and certified by the partners. As reported to us inventory has been valued at the lower of Cost or Net Realizable value on FIFO Basis.

5. PROPERTY, PLANT & EQUIPMENT:
   Fixed assets have been valued at cost less depreciation. The depreciation has been calculated at the rates specified under Income Tax Act.

6. CONTINGENT LIABILITY:
   No Contingent liability has been recorded during the year.

(B) NOTES ON ACCOUNTS:

a) Balances of Loans, Advances, Creditors, Debtors and Banks are subject to confirmation and reconciliation.

b) Expenditure of Personal nature: -
   Prima facie it appears from the records of the assessee and according to information and explanations given to us, no personal expenses have been charged to revenue account other than those payable under contractual obligation or in accordance with generally accepted business practice.

c) Particular of payments made to persons specified under section 40(A) (2) (b) is given as reported and submitted by the assessee.

d) Particulars stated in form 3CD are given as reported and submitted by the assessee.

e) Our report is based on the observations, information and explanation as provided to us and as appears from the books of accounts of the concern audited by us only.



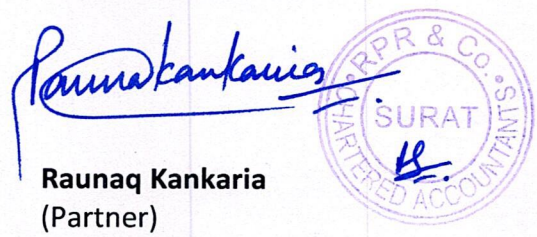
f) Disclosure under Sec 22 of the Micro, Small and Medium Enterprises Development Act,2006 (MSMED):

The principal amount and the interest thereon due to any supplier as at the year end	The amount of payment made to the supplier beyond the appointed day and the interest thereon, during the year	The amount of interest due and payable for the period of delay in making payment	The amount of interest accrued and remaining unpaid at the end of the year	The amount of further interest remaining due and payable in the succeeding year
57,61,857	NIL	NIL	NIL	NIL

Dues to the Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information by the management. This has been relied upon by the auditors.

For R P R & CO
Chartered Accountants.

Place: Surat
Date: 29/05/2026



Raunaq Kankaria
(Partner)
FRN. 131964W
Mem: No: 138361
PAN: AANFR3923J
UDIN: 26138361UCKVQ54551

RICON INDUSTRIES

Block No. 372, NH No. 08, Moje Dhamod, Near DGVCL Substation, Tal Mangrol, Surat, Gujarat - 394125.

STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2026

(Rs. in Lakhs)

SR. NO.	PARTICULARS	NOTE NO.	As at March 31, 2026	As at March 31, 2025
I.	**Equity & Liabilities**			
(1)	**Owners' Fund**			
	(a) Owners Capital Account	1		
	(i) Partner's Capital Account		238.00	238.00
	(ii) Partner's Current Account		8,954.17	5,956.24
	Total Owners' Fund		**9,192.17**	**6,194.24**
(2)	**Non-Current Liabilities**			
	(a) Long-Term Borrowings	2	356.08	551.97
	(b) Deferred Tax Liabilities (Net)		-	-
	(c) Other Long-Term Liabilities		-	-
	(d) Long-Term Provisions	3	26.32	-
	Total Non-Current Liabilities		**382.40**	**551.97**
(3)	**Current Liabilities**			
	(a) Short-Term Borrowings	2	2,033.87	3,516.98
	(b) Trade Payables	4		
	(i) total outstanding dues of micro and small enterprises; and		57.62	108.78
	(ii) total outstanding dues of creditors other than micro and small enterprises.		1,137.02	369.50
	(c) Other Current Liabilities	5	102.12	159.11
	(d) Short-Term Provisions	3	0.42	-
	Total Current Liabilities		**3,331.05**	**4,154.37**
	Total Equity & Liabilities		**12,905.62**	**10,900.58**
II.	**Assets**			
(1)	**Non-Current Assets**			
	(a) Property, Plant and Equipment & Intangible Assets			
	(i) Property, Plant and Equipment	6	3,491.00	3,034.32
	(ii) Intangible Assets	7	0.11	0.13
	(iii) Capital work-in-progress	8	378.43	528.86
	(b) Non-Current Investments	9	232.60	112.35
	(c) Deferred Tax Assets (Net)	10	9.34	(0.60)
	(d) Long-Term Loans and Advances		-	-
	(e) Other Non-Current Assets	11	473.84	357.32
	Total Non-Current Assets		**4,585.32**	**4,032.39**

RPR & Co. SURAT CHARTERED ACCOUNTANTS

SR. NO.	PARTICULARS	NOTE NO.	As at March 31, 2026	As at March 31, 2025
(2)	**Current Assets**			
	(a) Current Investments	9	997.85	-
	(b) Inventories	12	3,782.60	2,298.39
	(c) Trade Receivables	13	2,792.09	3,485.53
	(d) Cash and cash equivalents	14	7.38	50.36
	(e) Bank Balances other than (d) above	15	40.15	303.88
	(f) Short-Term Loans and Advances	16	0.37	5.50
	(g) Other Current Assets	17	634.51	715.07
	(h) Current Tax Assets (Net)	18	65.35	9.47
	Total Current Assets		**8,320.30**	**6,868.19**
	Total Assets		**12,905.62**	**10,900.58**
	Summary of significant accounting policies	A1		

The accompanying notes form an integral part of these Standalone Financial Statements.

As per our report of even date

For RPR & Co.
Chartered Accountants
Firm Reg. No.: 131964W

Raunaq Kankaria
Partner
Membership no.: 138361

Date: 29-05-2026
Place: Surat

For and on behalf of
RICON INDUSTRIES

Amit Dalmia
Partner

Rajkumar Borana
Partner

Date: 29-05-2026
Place: Surat

RICON INDUSTRIES
Block No. 372, NH No. 08, Moje Dhamod, Near DGVCL Substation, Tal Mangrol, Surat, Gujarat - 394125.

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

(Rs. in Lakhs)

SR. NO.	PARTICULARS	Note	As at March 31, 2026	As at March 31, 2025
A.	**Continuing Operations :**			
I	Revenue from operations	19	22,154.15	20,904.71
II	Other Income	20	524.20	516.50
III	**Total Income (I+II)**		**22,678.35**	**21,421.21**
IV	**Expenses:**			
	(a) Cost of materials consumed	21	18,391.47	17,143.77
	(b) Purchases of Stock-in-Trade		-	-
	(c) Changes in inventories of Finished Goods and Work-in-Progress	22	105.38	(147.40)
	(d) Employee benefit expenses	23	785.46	789.29
	(e) Finance Costs	24	761.38	682.64
	(f) Depreciation and Amortization Expenses	25	704.46	623.83
	(g) Other Expenses	26	1,546.49	1,510.06
	Total expenses		**22,294.64**	**20,602.18**
V	**Profit/(loss) before exceptional and extraordinary items, partners' remuneration and tax (III- IV)**		**383.71**	**819.03**
VI	Exceptional & Extraordinary items		-	-
VII	**Profit before, prior period items & partners' remuneration and tax (VII-VIII)**		**383.71**	**819.03**
VIII	Priod Period Item	27	-	(13.60)
IX	Partners' remuneration	23	108.00	108.00
X	**Profit before tax (VII- VIII-IX)**		**275.71**	**724.64**
XI	Tax expense:	28		
	(1) Current Year Tax		100.51	255.51
	(2) Deferred Tax		(9.94)	3.59
	(3) Earlier Year Tax		2.98	(0.28)
			93.55	**258.83**
XII	**Profit/(Loss) for the period from continuing operations (X-XI)**		**182.16**	**465.81**
XIII	**Discontinuing Operations:**			
	Profit/(loss) from discontinuing operations		-	-
	Tax expense of discontinuing operations		-	-
	Profit/(loss) from discontinuing operations (after tax)		-	-
XIV	**Profit/(Loss) for the year (XIII+XIVI)**		**182.16**	**465.81**

The accompanying notes are an integral part of the financial statements

As per our report of even date

For RPR & Co.
Chartered Accountants
Firm Reg. No.: 131964W

Raunaq Kankaria
Partner
Membership no.: 138361

Date: 29-05-2026
Place: Surat

For and on behalf of
RICON INDUSTRIES

Amit Dalmia
Partner

Rajkumar Borana
Partner

Date: 29-05-2026
Place: Surat

RICON INDUSTRIES
Block No 372, NH No 08, Moje Dhamod, Near DGVCL Substation, Tal Mangrol, Surat, Gujarat - 394125

Notes forming part of the Financial Statements for the year ended 31 March, 2026

1 Partners' Capital Account

(a) Fixed Capital Account

(Rs. in Lakhs)

Sr. No.	Name of Partner/ Proprietor/ Owner	Share of profit/ (loss) (%)	As at 1st April 2025 (Opening Balance)	Capital Introduced/contributed during the year	Remuneration for the year	Interest for the year	Withdrawals during the year	Share of Profit / Loss for the year	As at 31st March 2026 (Closing Balance)
1	Amitkumar Dalmia	11.67%	23.32	-	-	-	-	-	23.32
2	Deepakkumar Dalmia	11.66%	23.34	-	-	-	-	-	23.34
3	Rajkumar Borana	11.67%	23.32	-	-	-	-	-	23.32
4	Ankur Borana	11.66%	23.34	-	-	-	-	-	23.34
5	Kapil Hojiwala	14.34%	66.68	-	-	-	-	-	66.68
6	R & B Denims Limited	20.00%	40.00	-	-	-	-	-	40.00
7	Hojiwala Fabrics Private Limited	19.00%	38.00	-	-	-	-	-	38.00
	Total		**238.00**	-	-	-	-	-	**238.00**
	Previous Year		4,613.30	38.00			(4,413.30)		238.00

(Rs. in Lakhs)

(b) Current Capital Account

Sr. No.	Name of Partner/ Proprietor/ Owner	Share of profit/ (loss) (%)	As at 1st April 2025 (Opening Balance)	Capital Introduced/contributed during the year	Remuneration for the year	Interest for the year	Withdrawals during the year	Share of Profit / Loss for the year	As at 31st March 2026 (Closing Balance)
1	Amitkumar Dalmia	11.67%	127.92	70.90	-	-	(125.30)	21.26	94.77
2	Deepakkumar Dalmia	11.66%	106.50	67.87	36.00	6.20	(195.70)	21.24	42.10
3	Rajkumar Borana	11.67%	188.34	-	-	-	-	21.24	209.58
4	Ankur Borana	11.66%	75.69	-	36.00	-	(69.69)	21.26	63.25
5	Kapil Hojiwala	14.34%	115.86	-	36.00	-	(69.69)	26.12	108.29
6	R & B Denims Limited	20.00%	4,678.43	286.75	-	433.66	(54.37)	34.61	5,379.09
7	Hojiwala Fabrics Private Limited	19.00%	663.50	2,300.00	-	63.51	(6.35)	36.43	3,057.09
	Total		**5,956.24**	**2,725.52**	**108.00**	**503.36**	**(521.10)**	**182.16**	**8,954.17**
	Previous Year		94.35	10,524.91	108.00	346.83	(5,583.67)	465.81	5,956.24

RPR & Co. CHARTERED ACCOUNTANTS SURAT

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

(Rs. in Lakhs)

2 Borrowings

	PARTICULARS	As at March 31, 2026	As at March 31, 2025
A.	**Non-Current Borrowings**		
	(a) Unsecured Borrowings		
	(i) Loans from related parties	36.08	551.97
	(ii) Loan from other party	320.00	-
	Total Non-Current Borrowings	**356.08**	**551.97**
B.	**Current Borrowings**		
	(a) Secured Borrowings		
	(i) Loans repayable on demand:		
	(1) Cash Credits	2,033.87	3,516.98
	(ii) Current maturities of Term Borrowings	-	-
	Total Current Borrowings	**2,033.87**	**3,516.98**

Repayment terms of loans and security details:

(1) Cash Credit of Rs 3500.00 lakhs sanctioned from Axis Bank Ltd at Repo rate + 2.00% = 8.50% p.a. The loan is repayable on demand. The loan is secured against hypothecation of entire current assets and movable fixed assets both present and future. Registered mortgage of Industrial property situated at Khata No 436,438,451, Survey No 549/1, 549/2,549/3, Block No 371,372,& 373,ricon industries,dhamdod mangrod,surat-bharuch-Gujarat, personal guarantee of Amit Dalmia, Deepak Dalmia, Ankur Mangilal Borana, Rajkumar M. Borana and Kapil Hojiwala.

(2) Cash Credit of Rs 1500.00 lakhs sanctioned from Cosmos Bank Ltd at 9.25% p.a. The loan is repayable on demand. The loan is secured by Factory Land & Building – Block No.372 & 373 i.e Consolidated Block No.372, Survey No.549/2 & 549/1 of Village Dhamlod, Tal.Mangrol, Dist.Surat & Industrial Open Land, Block No.371, Survey No.549/3 of Village, Dhamlod, Tal.Mangrol, Dist.Surat. Personal guarantee of Amit Dalmia, Deepak Dalmia, Ankur Mangilal Borana, Rajkumar M. Borana and Kapil Hojiwala.

(3) **Unsecured loans:**
Loan from related parties and other parties represents loans received by the firm at the interest rate of 9% p.a.and is repayable on demand.

3 Provisions

	PARTICULARS	As at March 31, 2026	As at March 31, 2025
A.	**Non-Current Provisions:**		
	(a) Provision for Employee Benefits	26.32	-
	Total	**26.32**	**-**
B.	**Current Provisions:**		
	(a) Provision for Employee Benefits	0.42	-
	Total	**0.42**	**-**

4 Trade Payables

PARTICULARS	As at March 31, 2026	As at March 31, 2025
(i) total outstanding dues of micro and small enterprises	57.62	108.78
(ii) total outstanding dues creditors other than micro and small enterprises	1,137.02	369.50
	1,194.64	478.28
Total Payables	**1,194.64**	**478.28**

Notes:

(1) Trade payables are non-interest bearing.

(2) Refer note 4.1 for ageing schedule for outstanding trade payable.

RPR & Co. CHARTERED ACCOUNTANTS SURAT

Ageing schedule for outstanding trade Payables:

(Rs. in Lakhs)

4.1 Ageing Schedule as at March 31, 2026:

Particulars	Not Due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed:						
(a) MSME	-	57.62	-	-	-	57.62
(b) Others	-	1,136.71	0.21	0.02	0.08	1,137.02
Disputed:						
(a) MSME	-	-	-	-	-	-
(b) Others	-	-	-	-	-	-
Total	-	1,194.33	0.21	0.02	0.08	1,194.64

Ageing Schedule as at March 31, 2025:

Particulars	Not Due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed:						
(a) MSME	-	108.66	0.12	-	-	108.78
(b) Others	-	369.28	0.13	-	0.08	369.50
Disputed:						
(a) MSME	-	-	-	-	-	-
(b) Others	-	-	-	-	-	-
Total	-	477.94	0.26	-	0.08	478.28

RPR & Co. SURAT CHARTERED ACCOUNTANTS

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

5 Other Current Liabilities

PARTICULARS		As at March 31, 2026	As at March 31, 2025
(a)	Statutory dues payables		
	(i) Employee benefit dues payable	1.58	68.03
	(i) Other Statutory dues payable		
	TDS / TCS Payable	19.10	5.19
(b)	Other payables		
	Advances from customer	0.62	0.67
	Employee benefit dues payable	64.77	15.97
	Audit Fees Payable	5.40	5.94
	Electricity Exp Payable	-	40.53
	Other Payables	3.50	3.82
	Interest payable to bank	7.16	18.97
Total		**102.12**	**159.11**

RPR & Co. CHARTERED ACCOUNTANTS SURAT

6 Property, Plant and Equipment

(Rs. in Lakhs)

PARTICULARS		FREEHOLD LAND	BUILDINGS	PLANT & MACHINERY	COMPUTER	FURNITURE & FITTINGS	TOTAL
GROSS CARRYING VALUE							
Balance as at March 31, 2024		**226.01**	**309.86**	**3,852.61**	**3.29**	**8.72**	**4,400.50**
Adj.:	Additions during the year	-	-	83.39	-	0.27	83.66
	Deletions during the year	-	-	-	-	-	-
	Other Adjustments	-	-	-	-	-	-
Balance as at March 31, 2025		**226.01**	**309.86**	**3,936.00**	**3.29**	**8.99**	**4,484.15**
Adj.:	Additions during the year		5.75	1,154.96	0.41	-	1,161.11
	Deletions during the year	-	-	-	-	-	-
	Other Adjustments	-	-	-	-	-	-
Balance as at March 31, 2026		**226.01**	**315.61**	**5,090.96**	**3.69**	**8.99**	**5,645.27**
ACCUMULATED DEPRECIATION							-
Balance as at March 31, 2024		-	**30.99**	**792.87**	**1.31**	**0.87**	**826.05**
Adj.:	Depreciation charged for the year	-	27.89	594.31	0.79	0.80	623.78
	Disposals made during the year	-	-	-	-	-	-
	Other Adjustments	-	-	-	-	-	-
Balance as at March 31, 2025		**-**	**58.87**	**1,387.18**	**2.10**	**1.67**	**1,449.83**
Adj.:	Depreciation charged for the year		25.67	677.39	0.64	0.73	704.43
	Disposals made during the year	-	-	-	-	-	-
	Other Adjustments	-	-	-	-	-	-
Balance as at March 31, 2026		**-**	**84.55**	**2,064.57**	**2.74**	**2.40**	**2,154.26**
NET CARRYING VALUE							-
Balance as at March 31, 2026		**226.01**	**231.07**	**3,026.38**	**0.95**	**6.59**	**3,491.00**
As at March 31, 2025		226.01	250.99	2,548.82	1.18	7.32	3,034.32

(1) Vehicles and moveable fixed assets are hypothecated against the borrowings.

RPR & CO. CHARTERED ACCOUNTANTS SURAT

(Rs. in Lakhs)

7 Other Intangible Assets

Particulars		Trade Mark
GROSS CARRYING VALUE		
Balance as at March 31, 2024		**0.23**
Adj.:	Additions during the year	-
	Deletions during the year	-
	Other Adjustments	-
Balance as at March 31, 2025		**0.23**
Adj.:	Additions during the year	-
	Deletions during the year	-
	Other Adjustments	-
Balance as at March 31, 2026		**0.23**
ACCUMULATED DEPRECIATION		
Balance as at March 31, 2024		**0.06**
Adj.:	Amortization charged for the year	0.04
	Disposals made during the year	-
	Other Adjustments	-
Balance as at March 31, 2025		**0.10**
Adj.:	Amortization charged for the year	0.02
	Disposals made during the year	-
	Other Adjustments	-
Balance as at March 31, 2026		**0.13**
NET CARRYING VALUE		
Balance as at March 31, 2026		**0.11**
As at March 31, 2025		0.13

Notes:

(1) The Entity has not revalued its intangible assets.

RPR & Co. CHARTERED ACCOUNTANTS SURAT

(Rs. in Lakhs)

8 Capital Work-in-Progress

PARTICULARS	As at March 31, 2026	As at March 31, 2025
Balance at the beginning of the year	528.86	1.10
Adj.: Additions during the year	378.43	527.76
Assets capitalised during the year	(528.86)	-
Balance at the end of the year	**378.43**	**528.86**

a Capital work-in-progress ageing schedule:

CWIP as at March 31, 2026

PARTICULARS	As at March 31, 2026	As at March 31, 2025
A. Projects in progress:		
Less than 1 year	378.43	527.76
1 - 2 years	-	1.10
2 - 3 years	-	-
More than 3 years	-	-

RPR & Co. CHARTERED ACCOUNTANTS SURAT

PARTICULARS	As at March 31, 2026	As at March 31, 2025
B. Suspended projects:		
Less than 1 year	-	-
1 - 2 years	-	-
2 - 3 years	-	-
More than 3 years	-	-
Total	**378.43**	**528.86**

CWIP as at March 31, 2025

PARTICULARS	As at March 31, 2025	As at March 31, 2024
A. Projects in progress:		
Less than 1 year	527.76	1.10
1 - 2 years	1.10	-
2 - 3 years	-	-
More than 3 years	-	-
B. Suspended projects:		
Less than 1 year	-	-
1 - 2 years	-	-
2 - 3 years	-	-
More than 3 years	-	-
Total	**528.86**	**1.10**

(1) There are no projects under capital work-in-progress, whose completion is either overdue or has exceeded its cost compared to its original plan as on 31st March, 2026 and 31st March, 2025.

RPR & Co. SURAT CHARTERED ACCOUNTANTS

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

(Rs. in Lakhs)

9 Investments

PARTICULARS	As at March 31, 2026	As at March 31, 2025
(a) ***Quoted Investments:***		
(i) Equity Instruments	997.85	-
(b) ***Other Investments:***		
(i) Fixed Deposit	232.60	112.35
Total	1,230.45	112.35
(Less): Provision for diminution in value of Investments	-	-
Total Investments	**1,230.45**	**112.35**
Current Investments	997.85	-
Non-Current Investments	232.60	112.35

Notes:

(1) Fixed Deposits are lien marked against the bank guarantees availed by the firm .

10 Deferred Tax Asset / (Liabilities) (Net)

PARTICULARS	As at March 31, 2026	As at March 31, 2025
(a) Opening Balance	(0.60)	2.99
Total	**(0.60)**	**2.99**
(b) Recognised in Profit and Loss/ Retained Earnings	9.94	3.59
Total	**9.94**	**3.59**
(c) Closing Balance	9.34	(0.60)
Total	**9.34**	**(0.60)**

11 Other Non-Current Assets

PARTICULARS	As at March 31, 2026	As at March 31, 2025
(a) GST receivable -appeal	7.32	0.72
(b) Capital Advances	434.94	325.02
(c) Deposit DGVCL	31.32	31.32
(d) Sales tax deposit	0.25	0.25
Total	**473.84**	**357.32**

(1) Advances are interest and non-interest bearing and are generally due upto 180 days.

12 Inventories

Total	As at March 31, 2026	As at March 31, 2025
(a) Raw material	3,187.65	1,612.85
(b) Finished Fabrics	248.36	391.92
(c) Work in Progress	238.56	200.39
(d) Stores & Packing Material	108.03	93.23
Total	**3,782.60**	**2,298.39**

Notes:

(1) Inventory has been hypothecated against borrowings (Refer note 2).

RPR & Co. SURAT CHARTERED ACCOUNTANTS

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

(Rs. in Lakhs)

13 Trade Receivables

PARTICULARS	As at March 31, 2026	As at March 31, 2025
Secured Receivables - Considered good	-	-
Unsecured Receivables - Considered good	2,792.09	3,485.53
Receivables having significant increase in Credit Risk	-	-
Credit Impaired Receivables	-	-
	2,792.09	**3,485.53**
Less: Allowance for expected credit loss (using Simplified Approach)	-	-
Total	**2,792.09**	**3,485.53**
Current Trade Receivables	2,792.09	3,485.53
Non-Current Trade Receivables	-	-
Total	**2,792.09**	**3,485.53**

Notes:

(1) Trade receivables are non-interest bearing and are generally due upto 60 days.

(2) Refer note **13.1** for ageing schedule for outstanding trade receivables.

14 Cash and Cash Equivalents

PARTICULARS	As at March 31, 2026	As at March 31, 2025
(a) Cash on hand	5.27	0.06
(b) Balances with Banks	-	23.04
(c) Fixed deposit(remaining maturity less than 3 months)	2.11	27.26
Total	**7.38**	**50.36**

Notes:

(1) Fixed Deposits are lien marked against the bank guarantees availed by the firm .

15 Bank Balance other than Cash and Cash Equivalents

PARTICULARS	As at March 31, 2026	As at March 31, 2025
(a) Fixed Deposits with Banks (remaining maturity less than 12 months)	40.15	303.88
Total	**40.15**	**303.88**

Notes:

(1) Fixed Deposits are lien marked against the bank guarantees availed by the Company.

16 Loans

PARTICULARS	As at March 31, 2026	As at March 31, 2025
(a) *Unsecured Loans, Considered Good*		
Loan to employees	0.37	5.50
	0.37	5.50
Less: Allowance for bad and doubtful debts	-	-
Sub-Total (b)	**0.37**	**5.50**
Total Current Loans and Advances	**0.37**	**5.50**

RPR & Co. CHARTERED ACCOUNTANTS SURAT

Ageing schedule for outstanding trade receivables:

(Rs. in Lakhs)

13.1 Ageing Schedule as at March 31, 2026:

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed:							
(a) Considered Good	-	2,792.09		-			2,792.09
(b) Having significant Credit Risk	-	-	-	-	-	-	-
(c) Credit Impaired	-	-	-	-	-	-	-
Disputed:							
(a) Considered Good	-	-	-	-	-	-	-
(b) Having significant Credit Risk	-	-	-	-	-	-	-
(c) Credit Impaired	-	-	-	-	-	-	-
Total	-	2,792.09	-	-	-	-	2,792.09
Less: Provision for ECL	-	-	-	-	-	-	-
Net Trade Receivables	-	2,792.09	-	-	-	-	2,792.09

Ageing Schedule as at March 31, 2025:

Particulars	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed:							
(a) Considered Good	-	3,485.53	-	-	-	-	3,485.53
(b) Having significant Credit Risk	-	-	-	-	-	-	-
(c) Credit Impaired	-	-	-	-	-	-	-
Disputed:							
(a) Considered Good	-	-	-	-	-	-	-
(b) Having significant Credit Risk	-	-	-	-	-	-	-
(c) Credit Impaired	-	-	-	-	-	-	-
Total	-	3,485.53	-	-	-	-	3,485.53
Less: Provision for ECL	-	-	-	-	-	-	-
Net Trade Receivables	-	3,485.53	-	-	-	-	3,485.53

PPR & Co. SURAT CHARTERED ACCOUNTANTS

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

(Rs. in Lakhs)

17 Other Current Assets

PARTICULARS		As at March 31, 2026	As at March 31, 2025
(a)	Advance to Suppliers, Unsecured Considered Good	46.75	19.80
(b)	Balance with Government Authorities		
	SGST subsidy receivable	303.59	478.37
	DGVCL - wm units receivable	58.45	66.11
	GST input credit receivable	203.42	129.30
(c)	Prepaid Expenses	21.58	21.22
(d)	Other deposits	0.71	0.27
Total		**634.51**	**715.07**

18 Current Tax Assets / (Liabilities) (Net)

PARTICULARS	As at March 31, 2026	As at March 31, 2025
Advance Tax paid	140.00	235.00
TDS / TCS receivable for current period	25.86	29.42
	165.86	264.42
Less: Provision for Tax for the period	(100.51)	(254.96)
Total	**65.35**	**9.47**

RPR & Co. CHARTERED ACCOUNTANTS SURAT

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

(Rs. in Lakhs)

19 Revenue from Operations

PARTICULARS		As ar March 31, 2026	As at March 31, 2025
(a)	**Sales of goods (Net of Claim, Discount and Returns):**		
	(i) Yarn Sale	21,640.99	20,904.71
(b)	**Other operating revenue:**		
	(i) Sale of scrap	513.16	-
Total Revenue from Operations		**22,154.15**	**20,904.71**

20 Other Income

PARTICULARS		As ar March 31, 2026	As at March 31, 2025
(a)	**Interest Income:**		
	(i) Interest Income		
	(1) Interest on Bank Deposits	17.52	20.23
	(2) Interest on Other Deposits	2.10	1.72
	(3) Interest on Loans	-	11.29
	(ii) Interest received from customers	10.85	-
(b)	**Other Gains:**		
	(i) Foreign Exchange Fluctuations	0.03	-
	(ii) Insurance claim received	15.58	-
	(iii) SGST Subsidy	475.30	478.37
	(iv) Rent income	2.83	-
(c)	**Dividend Income**	-	4.90
Total Other Income		**524.20**	**516.50**

21 Cost of materials consumed

PARTICULARS		As ar March 31, 2026	As at March 31, 2025
(a)	**Yarn:**		
	Stock at the beginning of period	1,612.85	2,877.05
	Add: Purchases during the period (net of returns, claims and discounts)	19,966.27	15,879.57
		21,579.12	**18,756.62**
	Less: Stock at the end of period	3,187.65	1,612.85
	Consumption of Yarn	**18,391.47**	**17,143.77**
Total		**18,391.47**	**17,143.77**

RPR & Co. CHARTERED ACCOUNTANTS SURAT

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

(Rs. in Lakhs)

22 Changes in inventories of Finished Goods and Work-in-Progress

PARTICULARS		As ar March 31, 2026	As at March 31, 2025
a	**Inventories at the beginning of the period**		
	(i) Finished Goods	391.92	307.41
	(ii) Work-in-Progress	200.39	137.50
		592.31	**444.91**
b	**Inventories at the end of the period**		
	(i) Finished Goods	248.36	391.92
	(ii) Work-in-Progress	238.56	200.39
		486.93	**592.31**
Net Changes in Inventory		**105.38**	**(147.40)**

23 Employee benefit expenses

PARTICULARS		As ar March 31, 2026	As at March 31, 2025
(a)	Salaries and wages	681.65	618.70
(b)	Bonus Expenses	31.88	121.35
(c)	Leave Wages	29.75	18.91
(d)	Gratuity	11.93	6.24
(e)	Contribution to provident and other funds	8.57	8.39
(f)	Partner's remuneration	108.00	108.00
(g)	Staff welfare expenses	21.69	15.70
Total		**893.46**	**897.29**

24 Finance Costs

PARTICULARS		As ar March 31, 2026	As at March 31, 2025
(a)	Interest Expense		
	(i) Interest on Term Borrowings & Cash Credit Facilities	213.15	227.25
	(ii) Interest on Capital	503.36	346.83
	(iii) Interest on Unsecured loans	37.33	73.68
(b)	Bank Charges	5.51	31.06
(c)	Bank Guarantee and LC Charges	2.02	3.49
(d)	Interest on TDS	0.01	0.31
Total		**761.38**	**682.64**

25 Depreciation and Amortization Expenses

PARTICULARS		As ar March 31, 2026	As at March 31, 2025
(a)	Depreciation on Property, Plant and Equipment	704.43	623.78
(b)	Amortization on Intangible Assets	0.02	0.04
Total		**704.46**	**623.83**

a Refer Note 6&7

RPR & Co. CHARTERED ACCOUNTANTS SURAT

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

(Rs. in Lakhs)

26 Other Expenses

PARTICULARS		As ar March 31, 2026	As at March 31, 2025
(a)	**Manufacturing Expenses:**		
(i)	Consumption of Packing material ,Spares &Stores	449.48	381.90
(ii)	Power & Fuel Expense (Net of credits attributable to energy generated from Solar Panels and Wind Mills)	566.14	671.20
(iii)	Laboratory Expense	0.01	1.45
(iv)	Other Factory Expenses	5.61	10.95
(v)	Repair and Maintenance Expense (Plant & Machinery)	3.78	8.00
(vi)	Repair and Maintenance Expense (electrical)	41.40	16.86
(viii)	Repair and Maintenance Expense (Wind mill)	34.59	19.16
(ix)	Insurance Exp	25.04	18.93
(x)	Transmission charges (GETCO)	46.79	44.16
(xi)	Rent for Godown	96.00	96.00
(b)	**Other Administrative Expenses:**		
(i)	Audit Expenses ((refer note (i) below)	5.00	5.00
(ii)	Donation	0.02	0.02
(iii)	Fees & Taxes	1.46	-
(iv)	GST Expenses	-	4.24
(v)	Insurance Expense	8.72	8.63
(vi)	Legal, professional & consultancy charges	51.32	25.91
(vii)	Office Expenses	3.25	0.13
(viii)	Postage & Courier Expense	0.52	0.42
(ix)	Printing & Stationery Expenses	1.61	1.22
(x)	Rent	0.53	-
(xi)	Repair & Maintenance (Other)	9.65	0.52
(xii)	Demat Charges	0.00	-
(xiii)	Pollution Control Expenses	0.11	-
(xiv)	Telephone Exp	0.05	0.07
(xv)	Forecasting & Scheduling Charges	5.60	3.06
(xvi)	Certification Charges	0.27	0.27
(xvii)	Computer expense	3.53	2.64
(xviii)	Insurance(vehicle)	3.13	2.68
(xix)	Miscellaneous Exps	7.81	0.93
(c)	**Selling and Distribution Expense:**		
(i)	Brokerage & Commission	56.30	56.39
(ii)	Clearing & Fowarding Charges	0.16	-
(iii)	Freight & Transportation Expense	65.36	76.46
(iv)	Loading & Unloading Expense	44.14	40.69
(v)	Memberships & Subscriptions	2.55	2.62
(vi)	Tour & Travel Expense	3.03	5.81
(vii)	Insurance (Marine)	3.57	3.73
(viii)	Written off balances	(0.04)	0.01
Total		**1,546.49**	**1,510.06**

RPR & Co. CHARTERED ACCOUNTANTS SURAT

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

(Rs. in Lakhs)

27 Exceptional and Extraordinary items

PARTICULARS		As ar March 31, 2026	As at March 31, 2025
(a)	Prior Period Income	-	(13.60)
Total		**-**	**(13.60)**

28 Tax Expense:

PARTICULARS		As ar March 31, 2026	As at March 31, 2025
(a)	Current Year Tax	100.51	255.51
(b)	Deferred Tax	(9.94)	3.59
(c)	Earlier Year Tax	2.98	(0.28)
Total Tax Expenses		**93.55**	**258.83**

RPR & Co. CHARTERED ACCOUNTANTS SURAT

M/s RICON INDUSTRIES

Block No 372, NH No 08, Moje Dhamod, Near DGVCL Substation, Tal Mangrol, Surat, Gujarat – 394125

Management Representation Letter for Audit

To
M/s R P R & Co.
Chartered Accountants
9001, World Trade Centre,
Ring Road, Surat 395002
Dear Sir/Madam,

This representation letter is provided in connection with our audit of the financial statements of **RICON INDUSTRIES** for the year ended **31st March, 2026** for the purpose of expressing an opinion as to whether the financial statements give a true and fair view and the results of operation for the year then ended. We acknowledge our responsibility for the preparation of financial statements in accordance with the requirements of the present applicable laws in force viz. Income Tax Act, 1961 and recognized accounting policies and practices, including the Accounting Standards issued by the Institute of Chartered Accountants of India.

1. List of all branches including head office

Sr. No.	Name	Address	Nature of Work
-------NIL-------			

2. List of all fixed assets summary branch wise
   Name of Head / Branch office:(WDV Value)

Sr. no	Assets Details	Quantity/no.	Amount (Rs)
As per the Chart attached with the balance sheet			

3. We have verified respective assets physically as per the chart given above personally or through our senior staff on a yearly basis and found that all the fixed assets are intact as per the book of accounts.

4. The firm has verified the physical stock periodically and no discrepancies have been noticed.

5. In our firm we have a proper internal control system as regards to the size of our firm, all the vouchers, inventory, fixed assets, sales, purchases, and other transactions are recorded as per the predefined system in our firm. Regularly update in our control system is made after proper verification by a partner or senior staff or consultant as per needs.

6. Cost record is not applicable to the firm.

7. Declaration Under MSME Act, 2006:
   We are in process of identifying our supplier who falls under the defined category in section 17 of MSME Act, 2006. As per the information available with us as given by our suppliers we declare as under:

   1. The principal amount due as at the end of each accounting year on account of Principal – Rs. 57,61,857 and Interest due thereon – Rs. NIL
   2. Total interest paid on all delayed payments during the year under the provisions of the Act - Rs. NIL
   3. Interest due on principal amounts paid beyond the due date during the year but without the interest amounts under this Act – Rs. NIL
   4. Interest accrued but not due – Rs. NIL (Represents interest accrued as at the end of the year but not due as interest is computed at monthly rests from the due date)
   5. Total Interest Due but not paid – Rs. NIL (Represents all interest amounts remaining due together with that from prior year(s) until such date when the interest was actually paid to the small enterprises. Mainly to ascertain the amount of interest disallowable for income tax purposes)

8. We have fulfilled our responsibilities for the preparation and presentation of the financial statements as set out in the terms of the audit engagement and, in particular, the financial statements have fairly presented the true and fair view of Income, expenditure, assets and liabilities of the concern for the year under audit. We certify the following:

1.	The value of Trade Receivable as of 31.03.2026 was Rs. 27,92,09,039/-
2.	The value of the Closing Stock as of 31.03.2026 was Rs. 37,82,60,160 /-
3.	The closing Cash on Hand as of 31.03.2026 was Rs. 5,27,448.75/-
4.	We have recorded all known liabilities in the financial statements.

M/s RICON INDUSTRIES

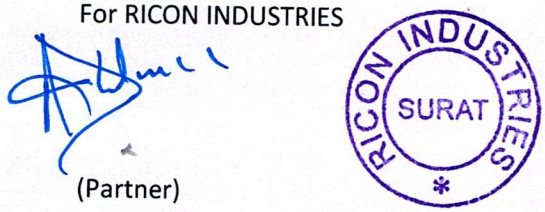
Block No 372, NH No 08, Moje Dhamod, Near DGVCL Substation, Tal Mangrol, Surat, Gujarat – 394125

9. We authorize your firm to use the digital signature of our Partner on behalf of our firm to upload the income tax return of the firm on the portal of the Income Tax Department.

Thanking You,

Yours faithfully,

For RICON INDUSTRIES



(Partner)

M/s RICON INDUSTRIES

Block No 372, NH No 08, Moje Dhamod, Near DGVCL Substation, Tal Mangrol, Surat, Gujarat – 394125

To
M/s R P R & Co.
Chartered Accountants
9001, World Trade Centre,
Ring Road, Surat 395002
Dear Sir/Madam,

This representation letter is provided in connection with your audit of the financial statements of **RICON INDUSTRIES** for the year ended **31st March 2026** for the purpose of expressing an opinion as to whether the financial statements give a true and fair view of the financial position of **RICON INDUSTRIES** as of **31st March 2026** and of the results of operation for the year then ended. We acknowledge our responsibility for the preparation of financial statements in accordance with the requirements of the present applicable laws in force viz. Income Tax Act, 1961, and recognized accounting policies and practices, including the Accounting Standards issued by the Institute of Chartered Accountants of India.

Further, for the purpose of expressing an opinion as required under different Clauses of Form No. 3CD of the Income Tax Act 1961, We hereby certify: -

1. That all the payments in excess of Rs. 10,000/- as covered under section 40(A)(3) of the Income Tax Act 1961, have been paid either by account payee cheques or by account payee demand drafts.

2. That all the Loans in excess of the amount specified in section 269SS and 269T of the Income Tax Act 1961 have been accepted or repaid by account payee cheque or bank draft.

3. Breakup of the total expenditure of entities registered or not registered under the GST for the F.Y. 2025-26 attached herewith.

4. That all dues to Micro and Small Enterprises (MSE) have been paid within the due dates as per the terms agreed upon with the respective MSE creditors. The identification and classification of Micro, Small and Medium Enterprises (MSME) have been done accurately based on the information provided by the creditors and our internal records, in accordance with the criteria set forth by the Micro, Small and Medium Enterprise Development (MSMED) Act, 2006. Due to the limitations in our internal systems and records, and the absence of external confirmations, we understand that you may be unable to independently verify the timely payment to MSE Creditors and the bifurcation of MSME Creditors and Non-MSME Creditors. We confirm that we have complied with all relevant laws and regulations related to MSME Creditors, including accurate classification and timely payment of dues to MSE Creditors.

Trade Payables ageing schedule:

Amount (Rs.)

As at March 31, 2026	Outstanding for following periods from due date of payment					
	Not due	Less Than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total
(i) MSME	57,61,857.00	-	-	-	-	57,61,857.00
(ii) Others	11,36,70,897.90	21,208.00	1,960.00	7,956.00	-	11,37,02,021.90
(iii) Disputed Dues- MSME	-	-	-	-	-	-
(iv) Disputed Dues- Others	-	-	-	-	-	-
TOTAL	11,94,32,754.90	21,208.00	1,960.00	7,956.00	-	11,94,63,878.90

Thanking You,
Yours faithfully,

For RICON INDUSTRIES

(Partner)

RICON INDUSTRIES SURAT