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Anil Fashions Limited

(Formerly known as Sanchem Fabrics Limited)

CIN: U13990GJ1999PLC035368

CONSOLIDATED FINANCIAL STATEMENTS

AUDITORS

B.M Saraf & Company.

Chartered Accountants
201, Swayam Complex,
9-B, Shreyas Colony,
Near Stadium Circle,
Navrangpura, Ahmedabad.
Ph. (079) 26440646

INDEPENDENT AUDITOR'S REPORT

To the Members of Anil Fashions Limited

(formerly known as Sanchem Fabrics Limited)
Ahmedabad

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of Anil Fashions Limited (formerly known as Sanchem Fabrics Limited) ('the Holding Company') and its subsidiary Anil Organic Private Limited (the Holding Company and its subsidiary together referred to as 'the Group'), which comprise the consolidated Balance Sheet as at 31 March 2026, the consolidated Statement of Profit and Loss and the consolidated Cash Flow Statement for the year then ended, and notes to the consolidated financial statements, including a summary of the material accounting policies and other explanatory information (hereinafter referred to as 'the consolidated financial statements').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act:

- (a) in the case of the consolidated Balance Sheet, of the consolidated state of affairs of the Group as at 31 March 2026;
- (b) in the case of the consolidated Statement of Profit and Loss, of the consolidated profit for the year ended on that date; and
- (c) in the case of the consolidated Cash Flow Statement, of the consolidated cash flows for the year ended on that date.

Basis for Opinion

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

Emphasis of Matter

We draw attention to Note A.3 to the consolidated financial statements, which describes that the Holding Company acquired the entire equity share capital of Anil Organic Private Limited on 5 March 2026. Accordingly, the consolidated Statement of Profit and Loss and the consolidated Cash Flow Statement for the year ended 31 March 2026 include the results and cash flows of the subsidiary only for the period from 5 March 2026 to 31



March 2026, while the consolidated Balance Sheet incorporates its assets and liabilities in full as at 31 March 2026. To that extent the figures for the current year are not comparable with those for the previous year, in which the Group comprised the Holding Company alone. Our opinion is not modified in respect of this matter.

We also draw attention to Note 2, which describes the Capital Reserve of Rs. 25,20,204.61 arising on consolidation, being the excess of the Holding Company's share of the net assets of the subsidiary at the date of acquisition over the cost of the investment, determined by reference to book values as required by AS 21. Our opinion is not modified in respect of this matter.

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

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

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of 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 Consolidated Financial Statements

The Holding 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 consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. The respective Boards of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

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



The respective Boards of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

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

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal 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 Holding Company has adequate internal financial controls with reference to consolidated 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, including the allocation of the subsidiary's tax charge for the year between the pre-acquisition and post-acquisition periods.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements.



We communicate with those charged with governance of the Holding Company 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

As required by Section 143(3) of the Act, we report, to the extent applicable, that:

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

(b) In our opinion, proper books of account as required by law relating to the preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.

(c) The consolidated Balance Sheet, the consolidated Statement of Profit and Loss and the consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

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

(e) On the basis of the written representations received from the directors of the Holding Company as on 31 March 2026 and taken on record by its Board of Directors, and the reports of the statutory auditors of the subsidiary company incorporated in India, none of the directors of the Group companies is disqualified as on 31 March 2026 from being appointed as a director in terms of Section 164(2) of the Act.

(f) With respect to the adequacy of the internal financial controls with reference to consolidated financial statements of the Holding Company and the operating effectiveness of such controls, we refer to our separate report in Annexure A.

(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Holding Company to its directors during the year is in accordance with the provisions of Section 197 of the Act. The subsidiary company is a private limited company and Section 197 does not apply to it.

(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, in our opinion and to the best of our information and according to the explanations given to us:



- (i) The Group does not have any pending litigation which would impact its consolidated financial position, other than the disputed statutory dues disclosed in Note 26 to the consolidated financial statements.
- (ii) The Group 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 Holding Company or by the subsidiary company incorporated in India.
- (iv) (a) The respective managements of the Holding Company and its subsidiary have represented that, to the best of their knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested, either from borrowed funds or share premium or any other sources or kind of funds, by the Holding Company or its subsidiary to or in any other person or entity, including a foreign entity ('Intermediaries'), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company or its subsidiary ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (b) The respective managements have represented that, to the best of their knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the Holding Company or its subsidiary from any person or entity, including a foreign entity ('Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Holding Company or its subsidiary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (c) Based on such audit procedures as we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clauses (a) and (b) above contain any material misstatement.
- (v) No dividend has been declared or paid during the year by the Holding Company or by the subsidiary company.
- (vi) Based on our examination, which included test checks, and on the basis of the reports of the statutory auditors of the subsidiary company incorporated in India, the Holding Company and its subsidiary have used accounting software for maintaining their respective books of account which has a feature of recording an audit trail (edit log) facility. That facility has operated throughout the year for all relevant transactions recorded in the software, and we have not come across any instance of the audit trail feature being tampered with. The audit trail has been preserved by the companies as per the statutory requirements for record retention.



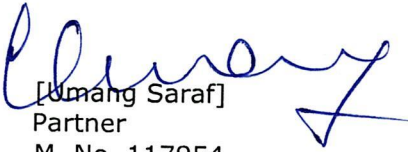
Report on the Companies (Auditor's Report) Order, 2020

As required by paragraph 3(xxi) of the Companies (Auditor's Report) Order, 2020 ('the Order') issued by the Central Government in terms of sub-section (11) of Section 143 of the Act, and according to the information and explanations given to us, we report that there are no qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order reports of the companies included in the consolidated financial statements. The Order is not otherwise applicable to the consolidated financial statements.

Place: Ahmedabad
Date : 24.08.2026



For, B M Saraf & Co.
Chartered Accountants,


[Umang Saraf]
Partner
M. No. 117954
FRN No.109239W

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

*on the Consolidated Financial Statements of Anil Fashions Limited for the year ended
31 March 2026*

*(Referred to in paragraph (f) under 'Report on Other Legal and Regulatory
Requirements' of our report of even date)*

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended 31 March 2026, we have audited the internal financial controls with reference to consolidated financial statements of Anil Fashions Limited ('the Holding Company') and its subsidiary company incorporated in India as of that date.

Management's Responsibility for Internal Financial Controls

The respective Boards of Directors of the Holding Company and its subsidiary company incorporated in India are responsible for establishing and maintaining internal financial controls based on the internal control with reference to consolidated financial statements criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ('the Guidance Note'). 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 business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to consolidated financial statements were established and maintained and whether such controls operated effectively in all material respects.

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



Meaning of Internal Financial Controls with reference to Consolidated Financial Statements

A company's internal financial control with reference to consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. It 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 Consolidated Financial Statements

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

Opinion

In our opinion, the Holding Company and its subsidiary company incorporated in India have, in all material respects, an adequate internal financial controls system with reference to consolidated financial statements and such internal financial controls were operating effectively as at 31 March 2026, based on the internal control with reference to consolidated financial statements criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Ahmedabad
Date : 24.08.2026



For, B M Saraf & Co.
Chartered Accountants,

A handwritten signature in blue ink, appearing to read 'Umang Saraf', with a stylized flourish at the end.

[Umang Saraf]
Partner
M. No. 117954
FRN No.109239W

Anil Fashions Limited
(Formerly known as Sanchem Fabrics Limited)
Ahmedabad
CIN: U13990GJ1999PLC035368

Balance Sheet As At 31st March, 2026

(Amount in 'Lakh)

Particulars	Sch.	As At 31.03.2026
EQUITY & LIABILITIES :		
1. Shareholders Funds		
a) Share Capital	1	90.06
b) Reserve & Surplus	2	2767.01
		2857.07
2. Non-Current Liabilities		
a) Long Term Borrowings	3	1169.58
b) Deferred Tax liability		12.19
		1181.76
3. Current Liabilities		
a) Trade Payables	4	1582.71
b) Other Current Liabilities	5	103.15
c) Short Term Borrowing	6	2870.60
d) Short Term Provision	7	421.91
		4978.36
		9017.19
ASSETS :		
1. Non-Current Assets		
a) Property Plant And Equipment and Intangible Assets		
(i) Tangible assets	8	1219.24
b) Other Non Current Aseets	9	203.01
c) Long Term Investment	10	5.03
		1427.27
2. Current Assets		
a) Inventories	11	2995.82
b) Trade Receivables	12	4062.44
c) Cash & Cash Equivalents	13	11.89
d) Short Term Loans & Advances	14	519.76
		7589.92
		9017.19

*Figures for previous year are not provided as the shares were acquired during the year on 05.03.2026. The period for consolidation of subsidiary has been taken from 05.03.2026 to 31.03.2026 and the year end balances.

As per our Report of even date

For and on behalf of Board

For, B. M. Saraf & Company
Chartered Accountants,

[Signature]
[Umang Saraf]
Partner
M. No. 117954
FRN : 109239W



[Signature] *[Signature]*
[Ashok Agarwal] [Navin Agarwal]
Director Director
DIN : 01790639 DIN : 00790629

[Signature]
[Pratik Navin Agarwal]
CFO

Place : Ahmedabad
Date : 24.08.2026

Place : Ahmedabad
Date : 24.08.2026

Anil Fashions Limited
(Formerly known as Sanchem Fabrics Limited)
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CIN: U13990GJ1999PLC035368

Statement of Profit & Loss For The Year Ended On 31st March, 2026

(Amount in 'Lakh except Earning Per Share)

Particulars	Sch.	For The Year Ended On 31.03.2026
I. Revenue From Operations	15	13087.22
II. Indirect Income	16	13087.22 200.77
III. Total INCOME (I+II)		13287.99
IV. Expenses		
Purchases of Stock in Trade	17	4526.56
Cost of Material Consumed	18	6885.20
Changes in Inventories of Goods	19	(1453.84)
Employee Benefit Expenses	20	109.11
Depreciation	8	179.86
Financial Costs	21	303.38
Other Expenses	22	1335.04
		11885.32
V. Net Profit / (Loss) Before Exceptional & Extraordinary Items & Tax		1402.67
VI. Exceptional Items		
Shortfall/(Excess) Provision of Tax		13.01
VII. Profit before Tax (V-VI)		1389.66
VIII. Tax Expense		
i) Current Tax		382.29
ii) Deferred Tax Expense/(Income)		(8.38)
IX. Profit / (Loss) for the Period		1015.74
<u>Earnings per Equity Share of face value of Rs. 10 each</u>		
Basic and Diluted (in Rs.)	23	112.79
Notes on Accounts	24	

*Figures for previous year are not provided as the shares were acquired during the year on 05.03.2026. The period for consolidation of subsidiary has been taken from 05.03.2026 to 31.03.2026 and the year end balances.

As per our Report of even date

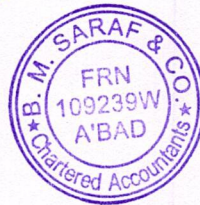
For and on behalf of Board

For, B. M. Saraf & Company

Chartered Accountants,

[Signature]
[Umang Saraf]
Partner

M. No. 117954
FRN : 109239W



[Signature] *[Signature]*
[Ashok Agarwal] [Navin Agarwal]
Director Director

DIN : 01790639 DIN : 00790629

[Signature]
[Pratik Navin Agarwal]
CFO

Place : Ahmedabad
Date : 24.08.2026

Place : Ahmedabad
Date : 24.08.2026

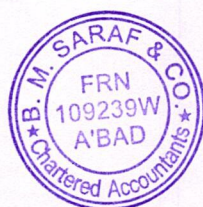
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d) Shareholders holding more than 5% shares :

		As at 31.03.2026	
S. NO	Promoter Name	% of Shareholding	No. of Shares
1	Navin Agarwal	11.04%	99388
2	Ashok Agarwal	14.47%	130339
3	Poonam Agarwal	8.16%	73478
4	Neelam Anup Agarwal	8.62%	77650
5	Anup Ramniwas Agarwal	8.82%	79389
6	Priti Navin Agarwal	8.43%	75924
7	Anup Agarwal & Sons HUF	8.93%	80447
8	Navin Agarwal HUF	7.39%	66564
9	Ramniwas Agarwal & Sons HUF	6.78%	61098
10	Ashok Kumar Agarwal HUF	7.39%	66561

e) Shares held by promoters at the end of year

		As at 31.03.2026		
S. NO	Promoter Name	No of Shares	% of Total Share	% of Change
1	Navin Agarwal	99388	11.04%	0.00
2	Ashok Agarwal	130339	14.47%	0.00
3	Neelam Anup Agarwal	77650	8.62%	0.00
4	Poonam Ashok Agarwal	73478	8.16%	0.00
5	Anup Ramniwas Agarwal	79389	8.82%	0.00
6	Priti Navin Agarwal	75924	8.43%	0.00
7	Anup Agarwal & Sons HUF	80447	8.93%	0.00
8	Navin Agarwal HUF	66564	7.39%	0.00
9	Ashok Agarwal HUF	66561	7.39%	0.00
10	Ritesh Anup Agarwal	2269	0.25%	0.00
11	Pratik Navin Agarwal	8224	0.91%	0.00
12	Deepesh Anup Agarwal	40589	4.51%	0.00
13	Sakshi Ashok Agarwal	11000	1.22%	0.00
14	Hitika Navin Agarwal	7117	0.79%	0.00
15	Ramniws Agarwal & Sons HUF	61098	6.78%	0.00
16	Prachi Prerak Agarwal	8385	0.93%	0.00
17	Deepesh Agarwal HUF	12135	1.35%	0.00
Total		900557	100.00%	



Anil Fashions Limited
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Notes Forming Part Of Financial Statement For The Year Ended 31st March, 2026
(Amount in 'Lakh)

Particulars	As At 31.03.2026
1. Share Capital	
a) <u>Authorised</u>	
2700000 Equity Shares of Rs. 10/- each (P.Y. 2700000 Equity Shares of Rs. 10/- Each)	270.00
	270.00
b) <u>Issued, Subscribed & Paid-Up</u>	
900557 Equity Shares of Rs. 10/- Each Fully paid up in cash (P.Y. 900557 Equity Shares of Rs. 10/- Each)	90.06
	90.06
The Company has only one class of Equity Shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. In the unlikely event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, in proportion to the number of equity shares held by the shareholders.	
c) <u>Reconciliation of the Shares Outstanding at the beginning and end of the reporting period :</u>	No of Shares
Shares outstanding at the beginning of the period	900557
Add : Issued during the year	0
Less : Forefeited during the year	0
Shares outstanding at the end of the period	900557



Anil Fashions Limited
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Notes Forming Part Of Financial Statement For The Year Ended 31st March, 2026
(Amount in 'Lakh)

Particulars	As At 31.03.2026
2. Reserve & Surplus	
a) Security Premium Account - Opening Balance	406.35
Add : Receipt during the year	0.00
	406.35
b) <u>Profit & Loss Account</u>	
Opening Balance	1274.37
Add : Net Profit after Tax transferred from Statement of Profit and Loss for Current Yr	1015.74
	2290.11
c) <u>General Reserve</u>	(1.38)
	(1.38)
d) <u>Capital Reserve</u>	46.73
Add : Capital Reserve on account of Consolidation	25.20
	71.94
	2767.01
3. Long-Term Borrowings	
<u>Secured</u>	
Term Loan from Scheduled Bank and Financial Institution (Repayment Terms and Security as per Schedule Enclosed)	387.47
<u>Unsecured</u>	
From Directors & concerns in which directors are interested	776.10
From Corporates	6.00
	1169.58
4. Trade Payables	
Creditors for Goods	1582.71
	1582.71
5. Other Current Liabilities	
Creditors for Expenses	62.68
TDS & TCS Payable	12.13
Other Current Liabilities	28.33
	103.15
6. Short-Term Borrowings	
Cash Credit from Bank & Financial Institution (Secured by hypothecation of Book Debts & Personal Guarantee of Directors)	2784.62
Current Maturities of Long Term Borrowings	85.98
	2870.60
7. Short-Term Provisions	
Provision For Income Tax	396.75
Provision For Gratuity	16.22
Provision for Expenses	8.93
	421.91
9. Other Non Current Assets	
Fixed Deposit	91.59
(Secured for Bank Guarantee for Capital Goods and Electricity)	86.61
Pre paid Exp	18.54
Security Deposit	6.27
Other Non Current Asstes	
	203.01



Anil Fashions Limited
(Formerly known as Sanchem Fabrics Limited)
Ahmedabad

CIN: U13990GJ1999PLC035368

Note No. 8 : Property Plant And Equipment and Intangible Assets

As at Year ending on 31.03.2026		Gross Block					Depreciation		Net Block		(Amount in 'Lakh)	
Particulars	Opening Balance Rs.	Add. During the Year Rs.	Deduc. During the Year Rs.	Total Upto 31.03.2026 Rs.	Op. Balance of Depre. Rs.	For the Year Rs.	Deduction Rs.	Total 31.03.2026 Rs.	As on 31.03.2026 Rs.	As on 31.03.2025 Rs.		
i) Tangible Assets												
Plot at Gokuldham	16.49	0.00	0.00	16.49	0.00	0.00	0.00	0.00	16.49	16.49		
Computer	14.77	0.46	0.00	15.23	13.81	0.04	0.00	13.85	01.38	0.96		
Air Condition	10.08	0.00	0.00	10.08	7.47	0.14	0.00	7.61	2.46	2.60		
Furniture	18.04	0.00	0.00	18.04	14.48	0.31	0.00	14.79	3.25	3.56		
Office Equipment	57.87	2.28	0.00	60.15	48.43	1.81	0.00	50.24	9.92	9.44		
Car	115.95	34.02	126.33	23.64	56.79	11.35	68.03	0.11	23.53	59.16		
Plant & Machinery	2892.85	18.06	05.30	2905.61	2210.68	123.40	0.00	2334.08	571.53	682.17		
Refrigerator	0.96	0.00	0.00	0.96	0.91	0.00	0.00	0.91	0.05	0.05		
Two Wheeler	04.83	0.00	0.00	04.83	03.36	0.08	0.00	03.44	01.40	01.48		
Solar	263.77	0.00	0.00	263.77	27.85	42.70	0.00	70.55	193.22	235.92		
Electric Fitting	19.30	0.00	0.00	19.30	17.79	0.02	0.00	17.81	1.49	1.51		
Work in Progress	12.70	394.53	12.70	394.53	0.00	0.00	0.00	0.00	394.53	12.70		
ii) Intangible Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
Total	3427.61	449.35	144.33	3732.63	2401.57	179.86	68.03	2513.39	1219.24	1026.05		

*Ageing Schedule of CWIP is as follows:-

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	394.53	0.00	0.00	0.00	394.53
Projects temporarily suspended	0.00	0.00	0.00	0.00	0.00



Anil Fashions Limited
(Formerly known as Sanchem Fabrics Limited)
Ahmedabad

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Notes Forming Part Of Financial Statement For The Year Ended 31st March, 2026
(Amount in 'Lakh)

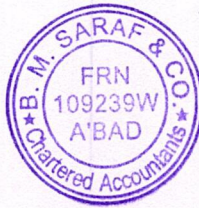
Particulars	As At 31.03.2026
10. Long Term Investment	
<u>Investment in Co-op Bank (Unquoted, At Cost)</u>	
Nutan Nagrik Sahkari Bank Ltd	5.03
(20100 Fully Paid Equity Shares of Rs. 25 Each P.Y. - NA)	
	5.03
11. Inventories (Valued at FIFO basis at Lower of Cost or NRV)	
Raw Material	1048.47
Work in Progress	688.35
Finished Goods	1259.00
	2995.82
12. Trade Receivables	
Sundry Debtors	4062.44
	4062.44
13. Cash & Cash Equivalents	
a. Cash on Hand	7.10
b. Balance with Scheduled Bank in	
Current Account with PNB	4.79
	11.89
14. Short Term Loans & Advances	
(Unsecured, Unconfirmed, Considered Good)	
Advance Tax & TDS & TCS Receivable	167.06
Prepaid Expenses	3.22
Interest Subsidy	17.56
Income Tax Refundable SFL	1.10
GST Receivable	330.22
Rodtep Receivable	0.61
	519.76
15. Revenue from Operation	
<u>Trading Sales</u>	
Chemical	2806.59
Textile	2573.04
	5379.63
<u>Manufacturing Sales</u>	
Manufacturing Sales	8666.09
	8666.09
	0.00
	14045.72
	958.51
	13087.22
Less: GST	
Net Sales	
16. Indirect Income	
GST Refund / Duty Drawback/RODTEP	134.57
Discount	0.00
Interest Received	66.20
	200.77
17. Purchase of Traded Goods	
Chemical Purchase	2052.41
Fabric Purchase	2284.44
	4336.85



Anil Fashions Limited
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Notes Forming Part Of Financial Statement For The Year Ended 31st March, 2026
(Amount in 'Lakh)

Particulars	As At 31.03.2026
18. Cost of Material Consumed	
Opening stock	833.80
Add : Purchase	7099.88
	7933.67
Less: Sales	0.00
Less: Closing stock	1048.47
Consumption of Raw Material	6885.20
19. Change in Inventories of Goods	
Opening Stock	212.23
Add : Stock of Subsidiary as on Acquisition Date	281.29
Less : Closing Stock	1947.35
	(1453.84)
20. Employee Benefit Expenses	
Bonus	11.36
Conveyance	3.54
Director's Remuneration	25.20
ESIC	0.06
Gratuity	16.22
Salary	52.73
	109.11
21. Financial Costs	
Bank Commission & Charges	9.39
Bank Interest	175.13
Franking & Document Charges	6.42
Interest	112.44
	303.38



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Notes Forming Part Of Financial Statement For The Year Ended 31st March, 2026
(Amount in 'Lakh)

Particulars	As At 31.03.2026
22. Other Expenses	
<u>Direct Expenses</u>	
Freight	12.44
Job Charges	762.27
Manufacturing Expense	38.50
Wages	76.30
Electricity Expenses	207.47
Consumable & Spare Part Expenses	33.89
Packing Material Charges	41.25
Mending & Folding Charges	25.66
Cartage	46.52
Export Shipping & Documentation	0.00
	1244.29
<u>Other Expenses</u>	
Audit Fees	0.60
Advertisement Exp.	0.15
Commission	9.14
Computer Exp.	0.13
Club Exp.	0.05
Designing & Sampling Exp.	3.92
Donation	0.11
Exhibition Exp.	1.56
Professional Tax	0.10
General Expenses	3.44
Insurance Expenses	5.40
Interest on TDS	12.85
Internet Exp.	0.74
Legal & Professional Charges	13.18
Loss on Sale of Fixed Assets	3.61
Knotting Expenses	0.00
Municipal Tax	2.20
Repair and Maintenance Charges	2.60
Membership Fees	0.10
Office Expenses	0.73
Other Exp	5.14
Postage Expenses	0.25
Rent Exp	1.45
ROC Filing Fees	4.16
Sales Promotion	1.06
Stationery & Printing	0.76
Solar Maintenance	0.85
Travelling Exp	3.83
Telephone Expenses	0.70
Vehicle Expenses	11.96
	90.75
	1335.04
23. Earning Per Share has been computed as under:	
Net Profit (a) (Amount in 'Lakh)	1015.74
Weighted Average Number of Equity Shares outstanding (b)	9.01
Earning Per Share - Basic & Diluted (a/b) (in Rs)	112.79



Anil Fashions Limited
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Repayment Terms of Long Term Borrowings

(Amount in 'Lakh)

Nature of Loan	Security	Bankers	Rate of Interest	Outstanding Installments (in Months)	Outstanding Loan Amt (in Rs.)
Term Loan	Roof Top Solar	SIDBI	8.85	38	101.97
Term Loan	Solar Plant	Punjab National Bank	7.75	108	256.52
Term Loan	Car & Personal Guarantee of Director	Nutan Nagarik Bank	7.80	84	1972496
Working Capital Term Loan	Stock & Book Debts	Nutan Nagarik Bank	7.80	18	926427



Anil Fashions Limited
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Contingent Liabilities		(in Lakhs)
SI	Particulars	For the year ended 31.03.2026
i)	<u>Contingent Liabilities</u>	
a	Liabilities neither provided for Claims against the Company nor acknowledged as debts	0.00
b	Guarantees	62.46
c	Disputed Statutory Dues	59.49
ii)	<u>Commitments</u>	0.00
		121.95

Details of Bank Guarantee		(in Lakhs)
SI	Particulars	For the year ended 31.03.2026
i)	Bank Guarantee to Torrent Power*	10.00
ii)	Bank Guarantee to Torrent Power*	06.50
iii)	Bank Guarantee to Torrent Power*	17.50
iv)	Bank Guarantee to Torrent Power*	08.25
v)	Bank Guarantee to UGVCL*	20.21
	* All the Bank Guarantee has been issued by Punjab National Bank	
		62.46

Details of Statutory Dues				(in Lakhs)
Name of Statute	Nature of Dues	Amount of Demand	Period to which demand relates	Forum where Dispute Pending
Income Tax Act	Tax Demand	50.98	AY 2018-19	CIT (Appeals)
GST Act	Interest Demand	05.88	FY 2019-20	Commissioner (Appeals)
GST Act	Penalty	02.64	FY 2019-20	Commissioner (Appeals)



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Notes Forming Part Of Financial Statement For The Year Ended 31st March, 2026

DISCLOSURE AS REQUIRED BY ACCOUNTING STANDARD (AS-18) 'RELATED PARTY

The names of related parties where control exists and /or with whom transactions have taken place during the year and description of relationship as identified and certified by the management are :

A. List of Related Parties and Relationship :

a) Associates :

- 1 Pratik Enterprise
- 2 Ritesh Enterprise

b) Key Management Personnel :

- 1 Ashok Ramniwas Agarwal - (Director)
- 2 Navin Agarwal - (Director)
- 3 Neelam Anup Agarwal (Director)

c) Relatives of Key Management Personnel :

- 1 Navin Agarwal HUF
- 2 Ashok Agarwal HUF
- 3 Sakshi Agarwal
- 4 Anup Agarwal
- 5 Anup Agarwal & Sons HUF
- 6 Deepesh Agarwal
- 7 Hitika Agarwal
- 8 Poonam Agarwal
- 9 Priti Agarwal
- 10 Sanchit Agarwal
- 11 Pratik Agarwal
- 12 Ritesh Agarwal
- 13 Ramniwas Agarwal & Sons HUF
- 17 Poonam M Agarwal
- 18 Ashok Agarwal HUF
- 19 Anup Agarwal & Sons HUF
- 20 Ramniwas Agarwal & Sons HUF



- 21 Sakshi Ashok Agarwal
22 Hitika Navin Agarwal
23 Navin Agarwal HUF
24 Sanchit Ashok Agarwal
25 Deesh Agarwal HUF
26 Neelam Anup Agarwal

B. Transaction with Related Parties :

Sr. No.		Description	Associates		Key Management		Relatives	
			Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
i) Sales of Goods/Services								
1	Ritesh Enterprise		1.97	0.42	0.00	0.00	0.00	0.00
2	Anil Organic Pvt Ltd		0.00	3.23	0.00	0.00	0.00	0.00
ii) Purchase								
1	Ritesh Enterprise		51.40	0.00	0.00	0.00	0.00	0.00
2	Pratik Enterprise		54.10	0.00	0.00	0.00	0.00	0.00
4	Anil Organic Pvt Ltd		0.48	0.00	0.00	0.00	0.00	0.00
iii) Remuneration								
1	Neelam Agarwal		0.00	0.00	6.00	6.00	0.00	0.00
2	Navin Agarwal		0.00	0.00	6.60	6.60	0.00	0.00
3	Anup Ramniwas Agarwal		0.00	0.00	4.40	6.60	0.00	0.00
4	Deepesh Agarwal		0.00	0.00	0.00	0.00	0.00	6.60
5	Pratik Navin agarwal		0.00	0.00	0.00	0.00	0.80	1.18
6	Ashok Ramniwas Agarwal		0.00	0.00	1.00	0.00	0.00	6.60
7	Poonam Agarwal		0.00	0.00	1.00	0.00	0.00	6.60
8	Priti Agarwal		0.00	0.00	1.00	0.00	0.00	1.18



vi)	Assets Sold at Book Value (net off Liabilities)								
1	Ashok Agarwal	0.00	0.00	(2.02)	0.00	0.00	0.00	0.00	0.00
2	Navin Agarwal	0.00	0.00	(3.64)	0.00	0.00	0.00	0.00	0.00
3	Neelam Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	(5.02)	0.00
vii)	Interest on Loans								
1	Ashok Agarwal	0.00	0.00	16.65	10.29	0.00	0.00	0.00	0.00
2	Navin Agarwal	0.00	0.00	14.85	11.38	0.00	0.00	0.00	0.00
3	Neelam Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	6.92	6.47
4	Anup Agarwal	0.00	0.00	11.39	12.15	0.00	0.00	9.98	12.15
5	Deepesh Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	2.61	4.02
6	Poonam Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	5.80	6.76
7	Priti Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	1.30	8.40
8	Poonam Manish Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3.27
9	Pratik Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	4.42	5.97
10	Ritesh Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	2.71	1.79
11	Pratik Enterprise	2.67	21.54	0.00	0.00	0.00	0.00	0.00	0.00
12	Ritesh Enterprise	11.18	12.43	0.00	0.00	0.00	0.00	0.00	0.00
13	Ashok Agarwal HUF	0.00	0.00	0.00	0.00	0.00	0.00	0.07	0.54
14	Anup Agarwal & Sons HUF	0.00	0.00	0.00	0.00	0.00	0.00	0.15	0.22
15	Rajkumar Rameshkumar	0.00	0.00	0.00	0.00	0.00	0.00	0.00	8.01
16	Ramniwas Agarwal & Sons HUF	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.19
17	Sakshi Ashok Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	0.128	1.70
18	Hitika Navin Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	0.66	0.04
19	Navin Agarwal HUF	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.41
20	Sanchit Ashok Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	0.57	1.76
21	Devkinandan Bhimsaria	0.00	0.00	0.00	0.00	0.00	0.00	0.25	0.00
22	Deesh Agarwal HUF	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.64



viii) Purchase of Eq. Shares of Anil Organics Private									
1	Ashok Agarwal	0.00	0.00	28.40	0.00	0.00	0.00	0.00	0.00
2	Navin Agarwal	0.00	0.00	22.93	0.00	0.00	0.00	0.00	0.00
3	Neelam Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	27.69	0.00
4	Anup Agarwal	0.00	0.00	28.54	0.00	0.00	0.00	0.00	0.00
5	Deepesh Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	0.07	0.00
6	Poonam Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	26.27	0.00
7	Priti Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	19.38	0.00
8	Prachi Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	0.07	0.00
9	Pratik Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	0.71	0.00
10	Ritesh Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	2.49	0.00
11	Navin Agarwal HUF	0.00	0.00	0.00	0.00	0.00	0.00	0.14	0.00
12	Sakshi Ashok Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	0.07	0.00
13	Sanchit Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	0.78	0.00
14	Ashok Agarwal HUF	0.00	0.00	0.00	0.00	0.00	0.00	0.07	0.00
15	Anup Agarwal & Sons HUF	0.00	0.00	0.00	0.00	0.00	0.00	0.07	0.00
16	Hitika Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	9.16	0.00
17	Ramniwas Agarwal & Sons HUF	0.00	0.00	0.00	0.00	0.00	0.00	14.84	0.00
ix) Closing Balance									
1	Ashok Agarwal	0.00	0.00	200.71	103.69	0.00	0.00	0.00	0.00
2	Navin Agarwal	0.00	0.00	199.23	140.00	0.00	0.00	0.00	0.00
3	Neelam Agarwal	0.00	0.00	150.02	118.78	0.00	0.00	0.00	0.00
4	Anup Agarwal	0.00	0.00	0.00	0.00	83.73	0.00	42.35	0.00
5	Poonam Manish Agarwal	0.00	0.00	0.00	0.00	17.00	0.00	32.19	0.00
6	Deepesh Agarwal	0.00	0.00	0.00	0.00	0.00	0.00	2.98	0.00
7	Pratik Agarwal	0.00	0.00	0.00	0.00	1.00	0.00	1.00	0.00



Anil Fashions Limited
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Notes Forming Part Of Financial Statement For The Year Ended 31st March, 2026

(Amount in 'Lakh)

Annexure A

Particulars		Trade Payables ageing schedule				
		As at March 31, 2026				
		Outstanding for following period from due date of payment				Total
		Not due for payment	less than 1 year	1-2 years	2-3 years	More than 3 years
(i) MSME		0.00	0.00	0.00	0.00	0.00
(ii) Others		1308.09	274.62	0.00	0.00	1582.71
(iii) Disputed dues MSME		0.00	0.00	0.00	0.00	0.00
(iv) Disputed dues Others		0.00	0.00	0.00	0.00	0.00
		1308.09	274.62	0.00	0.00	1582.71

The information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company. As per the information and explanation given to us that the Company has asked its Suppliers to furnish to it, details so as to facilitate the Company in classifying them as Micro, Small & Medium Enterprise (MSMEs) but, due to lack of availability of any such information from its Suppliers, the Company is unable to state the dues outstanding to micro and small enterprise for more than 45 days as on the Balance Sheet date.



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Notes Forming Part Of Financial Statement For The Year Ended 31st March, 2026

Annexure B

(Amount in 'Lakh)

Trade Receivable ageing schedule		As at March 31, 2026				
Particulars	Not due for payment	Outstanding for following periods from due date of payment				Total
		less than 6 months	6 months- 1 year	1-2 years	2 to 3 years	
(i) Undisputed Trade Receivable considered Good	2443.08	1014.46	478.90	24.00	43.06	58.93
(ii) Undisputed Trade Receivable considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00
(iii) Disputed Trade Receivable considered Good	0.00	0.00	0.00	0.00	0.00	0.00
(iv) Disputed Trade Receivable considered doubtful	0.00	0.00	0.00	0.00	0.00	0.00
	2443.08	1014.46	478.90	24.00	43.06	58.93
						4062.44



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Notes Forming Part Of Financial Statement For The Year Ended 31st March, 2026

Annexure -C to the Notes on Accounts = Solvency Ratios

Sr. No	Ratio	Numerator	Denominator	Current Period	Previous Period	% of Variance	Reason for Variance
(Amount in 'Lakh)							
[a]	Current Ratio (Current Asset/ Current Liability)	7589.92	4978.36	1.52	1.68	9.52%	-
[b]	Debt Equity Ratio (Total Debt / Shareholder Equity)	4040.18	90.06	44.86	26.08	72.01%	Remark 1
[c]	Debt Service Coverage Ratio (EBIT / Total Principal Repayment and Interest Expenses of Long Term Loans)	1857.09	(279.66)	(6.64)	0.00	0.00%	Remark 1
[d]	Return on Equity Ratio (PAT - Preference Dividend (if any) / Average Shareholder's Fund)	1015.74	90.06	11.28	3.77	199.20%	Remark 1
[e]	Inventory Turnover Ratio (Sales / Average Inventory)	13087.22	2020.93	6.48	7.77	16.60%	-
[f]	Trade Receivable Turnover Ratio (Net Sales / Average Accounts Receivables)	13087.22	3361.64	3.89	4.41	11.79%	-
[g]	Trade Payable Turnover Ratio (Net Purchase / Average Trade Payables)	11626.44	1126.59	10.32	9.82	5.09%	-
[h]	Net Capital Turnover Ratio (Net Sales / Average Working Capital)	13087.22	2829.25	4.63	9.36	50.53%	Remark 1
[i]	Net Profit Ratio (Net Profit / Net Sales)	1015.74	13087.22	0.08	0.02	300.00%	Remark 1
[j]	Return on Capital Employed (EBIT / Average Capital Employed i.e. shareholder's fund)	1857.09	90.06	20.62	13.39	54.00%	Remark 1
[k]	Return on Investment (Income pertains to Investment / Current and Non Current Investment)	-	5.03	0.00	0.00	0.00%	-

Reason for Variance

Remark 1 "The figures for the current reporting period include the effects of the amalgamation of Anil Fashions Pvt Ltd and Gray Solutions Pvt Ltd with the Company, effective from 01/04/2024. Consequently, the financial ratios for the current year reflect the combined operations. Therefore, the current year's ratios are not strictly comparable with those of the previous year."



ANIL FASHIONS LIMITED
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**MATERIAL ACCOUNTING POLICIES FORMING PART OF THE
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
2026**

(Note A referred to on the face of the consolidated Balance Sheet and the consolidated Statement of Profit and Loss)

1. CORPORATE INFORMATION

1.1 The Holding Company

Anil Fashions Limited ('the Holding Company') is a public limited company incorporated in India, having its registered office at Survey No. 169, Piplej Pirana Road, Opp. Bharwad Vaas, Piplej, Ahmedabad, Gujarat 382405. The Holding Company is engaged in the manufacture of textile products and in the trading of chemicals and textile products.

Pursuant to a Scheme of Amalgamation under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013, sanctioned by the Hon'ble National Company Law Tribunal, Ahmedabad Bench, by order dated 20 November 2025, Anil Fashions Private Limited and Gray Solutions Private Limited were amalgamated in the nature of merger with Sanchem Fabrics Limited with effect from the appointed date of 1 April 2024. The amalgamation was accounted for under the Pooling of Interests Method prescribed by AS 14, the assets, liabilities and reserves of the transferor companies having been recorded at their existing book values and the identity of their reserves preserved. Consequent to the Scheme, the name of the Company was changed from Sanchem Fabrics Limited to Anil Fashions Limited with effect from 20 February 2026.

1.2 The Subsidiary

Anil Organic Private Limited ('the Subsidiary') is a private limited company incorporated in India, having its registered office at Survey No. 169, Piplej Pirana Road, Opp. Bharwad Vaas, Piplej, Ahmedabad, Gujarat 382405 and bearing CIN U31300GJ1997PTC032371. The Subsidiary is engaged in the trading of chemicals and textile products.

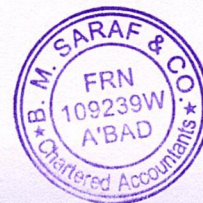
1.3 The Group

On 5 March 2026 the Holding Company acquired the entire equity share capital of the Subsidiary for a cash consideration of Rs. 1,81,76,000. These consolidated financial statements comprise the Holding Company and the Subsidiary, together referred to as 'the Group'. This is the first year in which consolidated financial statements have been prepared, the Holding Company having had no subsidiary in the preceding year.

2. BASIS OF PREPARATION AND PRESENTATION

These consolidated financial statements have been prepared in accordance with Section 129(3) of the Companies Act, 2013 ('the Act') read with Rule 6 of the Companies (Accounts) Rules, 2014, to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2021 and with the presentation and disclosure requirements of Division I of Schedule III to the Act, as amended from time to time.

The Holding Company is an unlisted company whose net worth does not exceed Rs. 250 crore. Accordingly the Indian Accounting Standards notified under the Companies (Indian Accounting Standards) Rules, 2015 do not apply to the Group, and these consolidated financial statements are prepared under Accounting Standard 21 'Consolidated Financial Statements'.



Accounting policies have been applied consistently, except where a newly issued Accounting Standard is initially adopted or a revision to an existing Accounting Standard requires a change in the accounting policy hitherto in use. The consolidated financial statements are presented in Indian Rupees, which is also the functional currency of both companies in the Group, and all values are stated in Rupees unless otherwise indicated.

The financial statements are prepared under the historical cost convention and on the accrual basis of accounting.

3. BASIS OF CONSOLIDATION

3.1 Method of consolidation

The financial statements of the Holding Company and the Subsidiary have been combined on a line by line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra-group balances, intra-group transactions and any unrealised profits arising on them, in accordance with AS 21.

3.2 Period consolidated

The results of the Subsidiary are included in the consolidated Statement of Profit and Loss and the consolidated Cash Flow Statement only from 5 March 2026, being the date on which the parent-subsidiary relationship came into existence, in accordance with paragraph 12 of AS 21. The results of the Subsidiary for the period 1 April 2025 to 4 March 2026 are pre-acquisition and have been taken into account in determining the cost of control. The consolidated Balance Sheet incorporates the assets and liabilities of the Subsidiary in full as at 31 March 2026.

3.3 Cost of control

The excess of the Holding Company's share in the equity of the Subsidiary as at the date of acquisition over the cost of the investment has been recognised as a Capital Reserve on consolidation, and any shortfall would have been recognised as goodwill. The comparison is made against the book value of the net assets acquired; AS 21 does not require the net assets acquired to be measured at fair value, and no purchase price allocation has therefore been carried out. The Capital Reserve so arising is presented within Reserves and Surplus and is neither amortised nor credited to the Statement of Profit and Loss.

3.4 Minority interest

The Subsidiary is wholly owned and accordingly no minority interest arises. Of the 2,56,000 equity shares of the Subsidiary, 2,55,999 stand in the name of the Holding Company and one share is held by Mr. Ashok Agarwal in his capacity as nominee of the Holding Company in order to meet the minimum membership requirement under the Act; the beneficial interest in that share vests with the Holding Company.

3.5 Uniformity of accounting policies and reporting dates

The consolidated financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented, to the extent possible, in the same manner as the Holding Company's separate financial statements. Both companies draw up their financial statements to 31 March, so no adjustment under paragraphs 18 and 19 of AS 21 is required. A comparison of the accounting policies of the two companies, and the policy adopted for the Group where they were not stated in identical terms, is set out in the Appendix to this note.

4. USE OF ESTIMATES

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities as at the date of the financial statements, and the reported amounts



of income and expenses during the reporting period. Actual results could differ from those estimates, and any revision to an accounting estimate is recognised prospectively in the period in which it is revised.

In particular, the allocation of the Subsidiary's tax charge for the year between the pre-acquisition and post-acquisition periods, made in proportion to the profit before tax of each period, is an estimate. The choice of basis affects the split between the Capital Reserve on consolidation and consolidated reserves; it does not affect consolidated net worth.

5. PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

Property, plant and equipment and intangible assets are stated at cost, including direct incidental expenses relating to acquisition and installation, less accumulated depreciation and amortisation. Capital work in progress is stated at cost and comprises expenditure incurred on assets which are not yet ready for their intended use.

Assets acquired on the acquisition of the Subsidiary are recorded at their carrying amounts in the books of the Subsidiary on the date of acquisition, and depreciation on them is charged from that date.

6. DEPRECIATION AND AMORTISATION

Depreciation on property, plant and equipment is provided on the written down value method under Section 123(2) of the Act at the rates derived from the useful lives specified in Schedule II to the Act. On assets acquired or sold during the year, depreciation is provided on a pro rata basis with reference to the month of addition or deduction.

7. INVESTMENTS

Investments intended to be held for more than twelve months are classified as long-term investments; all other investments are classified as current investments. Long-term investments are stated at cost, and a provision for diminution in value is made only where, in the opinion of management, the decline is other than temporary. Current investments are stated at the lower of cost and fair value.

The Holding Company's investment in the Subsidiary is eliminated in full on consolidation against the Subsidiary's equity as at the date of acquisition.

8. INVENTORIES

Inventories are valued at the lower of cost and net realisable value. The cost of raw materials, work in progress, stock-in-trade and finished goods is determined on a first-in, first-out basis. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

The inventory of the Subsidiary as at the date of acquisition has been treated as opening stock of the Group for the post-acquisition period in computing the changes in inventories charged to the consolidated Statement of Profit and Loss.

9. REVENUE RECOGNITION

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership pass to the buyer. Sales are accounted for net of returns, discount, rebate and rate difference, and are stated net of goods and services tax.

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the applicable interest rate, and is included under the head 'other income' in the Statement of Profit and Loss. Dividend income is recognised when the right to receive payment is established.



10. BORROWING COSTS

Borrowing costs that are attributable to the acquisition or construction of a qualifying asset are capitalised as part of the cost of that asset until such time as the asset is ready for its intended use. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are recognised as an expense in the period in which they are incurred.

11. EMPLOYEE BENEFITS

11.1 Short-term employee benefits

Short-term employee benefits are recognised as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered by the employee. These benefits include salaries, wages, bonus, performance incentives and short-term compensated absences.

11.2 Post-employment benefits — defined contribution plans

Contributions to defined contribution schemes, including employees' state insurance and superannuation schemes, are recognised as an expense in the Statement of Profit and Loss when employees have rendered the service entitling them to the contribution. The Group has no obligation beyond its periodic fixed contributions to these funds. The Holding Company has applied for registration under the Employees' Provident Funds and Miscellaneous Provisions Act, 1952 and will make contributions on receipt of that registration.

11.3 Post-employment benefits — defined benefit plans

The obligation towards gratuity, being a defined benefit plan, is determined by actuarial valuation carried out at each balance sheet date, and the resulting liability is provided for in the financial statements.

12. FOREIGN CURRENCY TRANSACTIONS

The consolidated financial statements are presented in Indian Rupees, which is the functional and presentation currency of the Group. Foreign currency transactions are recorded at the exchange rate prevailing on the date of the transaction. Foreign currency monetary assets and liabilities outstanding at the balance sheet date are restated at the closing rate. Non-monetary items measured at historical cost in a foreign currency are not retranslated. Exchange differences arising on settlement and on restatement are recognised in the Statement of Profit and Loss.

13. TAXATION

Provision for current tax is made on the assessable income of each company in the Group at the tax rate applicable to the relevant assessment year under the Income-tax Act, 1961.

Deferred tax is recognised, subject to the consideration of prudence, on timing differences, being the differences between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods, measured using the tax rates and laws enacted or substantively enacted as at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty, or in the case of unabsorbed depreciation and carried forward losses virtual certainty supported by convincing evidence, that sufficient future taxable income will be available against which they can be realised.



Deferred tax assets and liabilities of the companies in the Group are not set off against each other in these consolidated financial statements unless the Group has a legally enforceable right of set-off and they relate to taxes on income levied by the same governing taxation laws on the same taxable entity.

14. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions in respect of present obligations arising out of past events are recognised in the accounts when it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

A contingent liability is disclosed where there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group, or a present obligation arising from past events where it is either not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or a reliable estimate of the amount cannot be made. Contingent assets are neither recognised nor disclosed.

15. EARNINGS PER SHARE

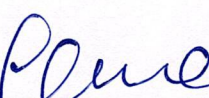
Basic and diluted earnings per share are computed by dividing the consolidated profit for the year attributable to the owners of the Holding Company by the weighted average number of equity shares of the Holding Company outstanding during the year. The Holding Company has no potential dilutive equity shares.

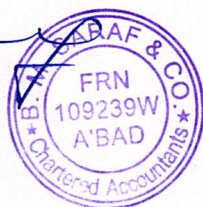
16. CASH FLOW STATEMENT

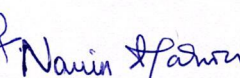
The consolidated Cash Flow Statement is prepared under the indirect method set out in AS 3, whereby the consolidated profit before tax is adjusted for the effects of non-cash items and of items of income or expense associated with investing or financing cash flows. Cash and cash equivalents comprise cash on hand and balances with banks in current accounts. Fixed deposits held as security against bank guarantees are not available for general use and are not treated as cash equivalents. The consideration paid for the acquisition of the Subsidiary, net of cash and cash equivalents acquired, is presented as a single line within investing activities, and movements in assets and liabilities are stated after excluding the amounts acquired on that acquisition.

As per our Report of even date
For, B. M. Saraf & Co
Chartered Accountants,

For and on Behalf of Board


[Umang Saraf]
Partner
M.No. 117954
FRN: 109239W



  
[Ashok Agarwal] [Navin Agarwal] [Pratik Navin Agarwal]
Director Director CFO
DIN: 01790639 DIN: 00790629

Place: Ahmedabad
Date: 24.08.2026

Place: Ahmedabad
Date: 24.08.2026

Anil Fashions Limited
(Formerly known as Sanchem Fabrics Limited)
Ahmedabad
CIN: U13990GJ1999PLC035368

Statement of Cash Flow For the year ended 31st March 2026

Statement of Cash Flows	For the year ended 31.03.2026
Cash flows from operating activities	
Profit before taxation	1402.67
Adjustments for:	
Depreciation	179.86
Preliminary exp	0.00
Loss on the sale of property, plant & equipment	3.61
Financial costs	303.38
Interest Income	(66.20)
Total A	1823.31
Working capital changes:	
(Increase) / Decrease in inventories	(1668.51)
(Increase) / Decrease in trade receivables	(202.83)
(Increase) / Decrease in short term loans & advances	(49.69)
Increase / (Decrease) in trade payables	355.25
Increase / (Decrease) in current liabilities	0.33
Increase / (Decrease) in Short term provision	24.71
(Increase) / Decrease in Other Current Assets	0.00
Duties & taxes	0.00
Deposits	0.00
Income taxes paid	(229.18)
Total B	(1769.92)
Net cash from operating activities (A + B)	53.39
Cash flows from investing activities	
Business acquisitions, net of cash acquired	0.00
Purchase of property, plant and equipment	(413.92)
Proceeds from sale of equipment and plant	72.69
Purchase of non-current investments	(0.03)
Acquisition of portfolio investments	(260.37)
Fixed deposits with banks	36.56
Interest received	66.20
Unreconciled movement in property, plant and equipment	(0.00)
Investment	0.00
Net cash used in investing activities	(498.86)
Cash flows from financing activities	
Proceeds from issue of share capital (including Premium)	0.00
Proceeds from secured loan	0.00
Proceeds from unsecured loan	0.00
Payment of long-term borrowings	(113.03)
Short term borrowing	869.08
Finance Costs Paid	(303.38)
Net cash used in financing activities	452.67
Net increase in cash and cash equivalents	7.20
Cash and cash equivalents at beginning of period	4.68
Cash and cash equivalents at end of period	11.89

As per our Report of even date
For, B. M. Saraf & Company
Chartered Accountants,

[Signature]
[Umang Saraf]
Partner
M. No. 117954
FRN : 109239W



For and on behalf of Board

A. Ashok Agarwal Navin Agarwal
[Ashok Agarwal] [Navin Agarwal]
Director Director
DIN : 01790639 DIN : 00790629

[Signature]
[Pratik Navin Agarwal]
CFO

Place : Ahmedabad
Date : 24.08.2026

Place : Ahmedabad
Date : 24.08.2026