NILACHAL REFRACTORIES LTD.

CIN: L26939OR1977PLC000735, GSTIN: 21AABCN1241N1ZS
Flat No.23, 3rd Floor, Block 'D' Chowringhee Mansion, 30 J N Road, Kolkata-700016, INDIA
Ph : 033 2249 9511, Email: cs@nilachal.in

To,
BSE Limited
The Department of Corporate Services
PhirozeJeejeebhoy Towers
Floor 25, P.J.Towers D
Dalal Street
Mumbai-40000 1
Scrip Code: 502294

The Calcutta Stock Exchange Limited
Listing Department
7 , Lyons Range
Kolkata -700 001

Scrip Code: 019120

Madam/Sir,

Sub: Outcome of Board Meeting held today i.e., 18th April 2026

Pursuant to provisions of Regulations 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations), this is to inform that the Board of Directors of the Company at its meeting held today i.e., 18th April, 2026, inter alia, considered and:

Approved the Audited Financial Results (Standalone) for the quarter and financial year ended 31st March, 2026 which are enclosed hereto along with the Audit Reports of the Statutory Auditors with modified opinion, in compliance with Regulation 33 of the Listing Regulations. Further, pursuant to Regulation 33(3)(d), we enclose a Statement on Impact of Audit Qualifications (for audit report with modified opinion) as issued by M/s. Jain Saraogi &Co LLP. Chartered accountants, Statutory Auditors accompanied by Audited Financial Results (enclosed as Annexure).

The meeting commenced at 3.00P.M. and concluded at 6.20 PM

The said disclosure is also being made available on the website of the Company at www.nilachal.in.

Kindly take the same on record.

Thanking you,
Yours faithfully,
For Nilachal Refractories Ltd

Vimal Prakash
DIN :00174915

Date: 18th April 2026

JAIN SARAOGI & CO LLP

CHARTERED ACCOUNTANTS

1, Crooked Lane, 1st Floor, Kolkata (WB) 700 069
T: +91-33-22484130 | M : +91-9836184131
E: info@jainsaraogi.com | W: www.jainsaraogi.com

To
The Board of Directors
Nilachal Refractories Limited
P-598/599, Kedarnath Apartment,
Mahabir Nagar Lewis Road
Khordha, Bhubaneswar, Orissa, 751002

Independent Auditor's Report on the Statement of financial results

Qualified Opinion

We have audited the accompanying annual financial results together with the statement of assets and liabilities, statement of cash flow and notes thereon (hereinafter referred to as the "Statement") of **M/s Nilachal Refractories Limited** (the "Company") for the year ended March 31, 2026, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us the statement:

(i) is presented in accordance with the requirements of the Listing Regulations in this regard; and

(ii) except for the possible effect of the matter described in "Basis of Qualified opinion" paragraph and "Material uncertainty Related to Going Concern" paragraph below gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net loss and other comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2026.

Basis for Qualified Opinion

1. The Company has not obtained an actuarial valuation for its employee benefit obligations, as required under Ind AS 19 – Employee Benefits. Instead, retirement benefits are recognised based on the requirements of the applicable legislation. Additionally, these obligations are unfunded. Due to non-availability of actuarial reports, we are unable to determine and quantify the impact on the loss for the year and the related liabilities.

2. The Company has not redeemed its 11% Redeemable Cumulative Preference Shares, which were due for redemption on or before September 2000. No provision has been made for cumulative dividends amounting to ₹73.38 lakhs up to March 31, 2025, and ₹1.65 lakhs for the year ended March 31, 2026. Consequently, the loss for the year is understated by ₹1.65 lakhs, and the reserves and surplus are overstated by ₹75.03 lakhs.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143 (10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

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KOLKATA
18/4/26
CHARTERED ACCOUNTANTS

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of matter

As disclosed in Note 9, the Company had carried out impairment assessment and had recognised an impairment loss of ₹ 1933.88 lakhs on Capital Work in Progress (CWIP) calculated as the difference between the carrying amount and the amount as determined by the government approved valuer and the same was charged to the Profit and Loss Account during the Financial Year ended on 31st March, 2025. Further during the year ended 31st March, 2026 company has carried out a valuation of Plant & Machinery through an IBBI Registered Valuer for Plant & Machinery Asset Class and basis the same has recognised additional impairment loss of ₹ 332.64 lakhs on CWIP on the basis of Fair value determined by the IBBI Registered Valuer under the said valuation report.

"Our opinion is not modified in respect of this matter"

Material Uncertainty Related to Going Concern

We draw attention to Note No. 8 of the Financial Statement, regarding preparation of Financial Statements on Going Concern basis for the reasons stated therein. The Company continues to incur losses and there is considerable decline in the level of operations. As at the reporting date, the Company's net worth stands at (-) ₹ 3279.16 Lakh, and its current liabilities exceed its current assets by ₹ 1365.17 Lakhs.

During the year under review, the existing promoters of the Company have entered into a Share Purchase Agreement (SPA) with an incoming investor for transfer of their shareholding, resulting in a proposed change in control of the Company, subject to completion of conditions precedent and applicable regulatory approvals.

However, in view of the factors stated above, including continuing losses and dependence on the proposed support from the incoming investor, there exists a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.

Our opinion is not modified in respect of this matter.

Management's Responsibility for the financial results

The Statement has been prepared on the basis of the annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditors' Responsibility

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 the Statement.

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

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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18/4/26
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Other Matter

The Statement includes the results for the quarter ended March 31, 2026 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2026 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For **JAIN SARAOGI & CO LLP**
Chartered Accountants
Firm Regn. No. 305004E/E300281

Manoj Keshan

Place: Kolkata
Date: 18th April, 2026.

JAIN SARAOGI & CO LLP
KOLKATA
CHARTERED ACCOUNTANTS
18/4/26

Partner: Manoj Keshan
Membership No. 055272
UDIN : 26055272HSWBGW9470

NILACHAL REFRACTORIES LIMITED
CIN : L26939OR1977PLC000735

REGD. OFFICE : Plot No 598/599, Kedar Nath Apartment, Mahabir Nagar, Lewis Road, Bhubaneswar - 751002, Odisha.
Works : Ipitata Nagar, NH-42, Gundichapada, Dhenkanal - 759013, Odisha.

Audited Financial Results For the Quarter and Year Ended 31st March 2026

PART - 1							(Rs. in Lakh)
Sl. No.		Particulars	Current Quarter Ended	Preceeding Quarter Ended	Corresponding Quarter ended	Financial Year Ended	Previous year ended
			31-Mar-26	31-Dec-25	31-Mar-25	31-Mar-26	31-Mar-25
			(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	**Income**						
	(a)	Revenue from Operations	48.85	44.84	36.05	158.22	94.52
	(b)	Other Income	30.35	31.28	9.66	79.77	11.93
	Total Income (net)		**79.20**	**76.12**	**45.71**	**237.99**	**106.45**
2	**Expenses**						
	(a)	Material Consumed / Purchases	8.47	9.63	8.96	31.12	21.36
	(b)	Purchase of Stock - in trades	-	-	-	-	-
	(c)	Changes in inventories of finished goods, work-in-progress and stock -in-trade	24.63	15.42	(1.13)	73.53	15.60
	(d)	Employee benefits expense	11.37	6.21	6.98	28.18	21.58
	(e)	Finance Costs	6.50	12.13	5.77	37.29	22.39
	(f)	Depreciation and Amortisation expense	13.71	13.71	12.39	54.84	54.33
	(g)	Other Expenses	58.15	371.96	2,011.30	505.68	2,181.63
	Total Expenses		**122.83**	**429.06**	**2,044.28**	**730.63**	**2,316.90**
3	**Total profit before exceptional items and tax**		**(43.63)**	**(352.94)**	**(1,998.57)**	**(492.64)**	**(2,210.45)**
4	Exceptional items		-	-	-	-	-
5	**Total profit before tax**		**(43.63)**	**(352.94)**	**(1,998.57)**	**(492.64)**	**(2,210.45)**
6	**Tax Expenses**						
	(a)	Current tax	-			-	-
	(b)	Deferred tax	(7.39)		(5.05)	(7.39)	(8.68)
	Total tax expenses		(7.39)		(5.05)		(8.68)
7	**Profit / (Loss) for the period**		**(36.25)**	**(352.94)**	**(1,993.52)**	**(485.25)**	**(2,201.77)**
8	**Other Comprehensive Income**		-			-	-
	(A) (i)	Items that will not be reclassified to Profit & Loss	-			-	-
	(ii)	Income Tax relating to Items that will not be reclassified to Profit & Loss	-			-	-
	(B) (i)	Items that will be reclassified to Profit & Loss	-			-	-
	(ii)	Income Tax relating to Items that will be reclassified to Profit & Loss	-			-	-
9	**Total Comprehensive Income (7 + 8)**		**(36.25)**	**(352.94)**	**(1,993.52)**	**(485.25)**	**(2,201.77)**
10	Paid-up Equity Share Capital (Face Value Rs. 10/- each)		2,036.14	2,036.14	2,036.14	2,036.14	**2,036.14**
11	Reserves Excluding Revaluation Reserves as per Balance Sheet of previous accounting year		-			-	-
12	(i) Earning Per Share Face Value Rs. 10/-						
	(a) Basic		**(0.18)**	**(1.73)**	**(9.79)**	**(2.38)**	**(10.81)**
	(b) Diluted		**(0.18)**	**(1.73)**	**(9.79)**	**(2.38)**	**(10.81)**

For and on behalf of the Board
For Nilachal Refractories Ltd.

(Vimal Prakash)
(Director)
(DIN : 00551970)

JAIN SARAOGI & CO LLP
KOLKATA
CHARTERED ACCOUNTANTS
18/4/26

Place : Kolkata
Date : 18th April, 2026

NILACHAL REFRACTORIES LIMITED
CIN : L26939OR1977PLC000735

REGD. OFFICE : Plot No 598/599, Kedar Nath Apartment, Mahabir Nagar, Lewis Road, Bhubaneswar - 751002, Odisha.
Works : Ipitata Nagar, NH-42, Gundichapada, Dhenkanal - 759013, Odisha.

Notes :-

1 The above results have been taken on record in the meeting of the Board of Directors of the Company held on 18.04.2026

2 The above results were considered by the Audit Committee on 18.04.2026

3 These financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules 2015 (IND AS) Prescribed under section 133 of the Companies Act 2013.

4 During the quarter ended 31.03.2026, total 3 (three) nos of investors' complaints were received which were addressed during the quarter itself.

5 There was no complaint pending at the beginning or at the end of the quarter.

6 The figures for the quarter ended March 31, 2026 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of that financial year.

7 Figures for the previous period are re-classified / re-arranged / re-grouped, wherever necessary, to correspond with the current year classification / disclosure.

8 **Assessment of Going Concern**

The Company has incurred losses during the current quarter/year-to-date period and in previous periods. As at the reporting date, the Company's net worth stands at (-) ₹ 3279.16 Lakh, and its current liabilities exceed its current assets by ₹ 1365.17 Lakhs .
During the period, the existing promoters of the Company have entered into a Share Purchase Agreement (SPA) with an incoming investor for transfer of their entire shareholding, resulting in a proposed change in control of the Company, subject to completion of conditions precedent and applicable regulatory approvals.
The management has evaluated the going concern assumption based on the expected completion of the aforesaid transaction and the proposed financial and operational support from the incoming investor. The management is confident that the investor would provide necessary financial support and that the Company will be able to meet its obligations as they fall due and continue its operations in the foreseeable future.
Accordingly, these financial results have been prepared on a going concern basis.

9 **Disclosure as per Ind AS for Impairment**
During the Financial Year ended on 31st March, 2025 the company had recognised an impairment loss of ₹ 1933.88 lakhs on Capital Work in Progress (CWIP) calculated as the difference between the carrying amount and the amount as determied by the government approved valuer and the same was charged to the Profit and Loss Account. Further during the quarter ended 31st December, 2025 company has carried out a valuation of Plant & Machinery through an IBBI Registered Valuer for Plant & Machinery Asset Class and basis the same has recognised additional impairment loss of ₹ 332.64 lakhs on CWIP on the basis of Fair value determined by the IBBI Registered Valuer under the said valuation report.

For and on behalf of the Board
For Nilachal Refractories Ltd.

(Vimal Prakash)
(Director)
(DIN : 00551970)

Place : Kolkata
Date : 18th April, 2026

JAIN SARAOGI & CO LLP
CHARTERED ACCOUNTANTS
KOLKATA
18/4/26

NILACHAL REFRACTORIES LIMITED

CIN : L26939OR1977PLC000735

Statement of Assets & Liabilities

(Rs. In Lakh)

ASSETS			As at 31.03.2026		As at 31.03.2025	
(1)	**Non-current assets**					
	(a)	Property, Plant and Equipment		293.64		345.49
	(b)	Capital work-in-progress		606.63		939.27
	(c)	Right to use Asset		156.11		159.62
	(d)	Financial Assets				
		- Other Financial Assets		26.19		26.15
	(e)	Deferred tax assets (net)		5.09		-
	(f)	Other non-current assets		0.62		0.62
		Total Non Current Assets		1,088.28		1,471.15
(2)	**Current assets**					
	(a)	Inventories		338.10		412.72
	(b)	Financial Assets				
		(i) Trade receivables	5.72		7.35	
		(ii) Cash and cash equivalents	1.94		5.20	
		(iii) Bank balances other than (iii) above	-		-	
		(iv) Other Financial Assets	1.00	8.66	0.50	13.05
	{c)	Current Tax Assets		3.10		0.12
	{d)	Other current assets		24.23		21.97
		Total Current Assets		374.10		447.86
		Toal Assets		1,462.38		1,919.00
EQUITY AND LIABILITIES						
	Equity					
	(a)	Equity Share capital		2,036.15		2,036.15
	(b)	Other Equity		(5,315.31)		(4,830.06)
		Total Equity		(3,279.16)		(2,793.91)
	Liabilities					
(1)	Non-current liabilities					
	(a) Financial Liabilities					
		(i) Borrowings- Preference Shares	2,837.17		2,837.17	
		(ii) Lease Liabilities	146.46	2,983.63	145.54	2,982.71
	(b)	Other non-current liabilities		0.75		0.75
	(c)	Provisions		17.88		22.21
	(d)	Deferred tax Liabilities (net)		-		2.30
		Total Non-Current Liabilities		3,002.26		3,007.97
(2)	**Current liabilities**					
	(a)	Financial Liabilities				
		(i) Borrowings	1,597.24		1,459.26	
		(ii) Lease Liabilities	13.38		13.38	
		(iii) Trade payables	-		-	
		(a) Dues of small enterprises and micro enterprises	-		-	
		(b) Dues of creditors other than small and micro enterprises	37.60		120.12	
		(iv) Other financial liabilities	-	1,648.23	-	1,592.76
	(b)	Other current liabilities		91.05		112.17
		Total Current Liabilities		1,739.28		1,704.93
		Total Equity and Liabilities		1,462.38		1,919.00

For and on behalf of the Board

For Nilachal Refractories Ltd.

(Vimal Prakash)

(Director)

(DIN : 00174915

Place : Kolkata

Date : 18th April, 2026

JAIN SARAOGI & CO LLP
KOLKATA
CHARTERED ACCOUNTANTS
18/4/26

NILACHAL REFRACTORIES LIMITED
CIN : L26939OR1977PLC000735
Cash Flow Statement for the Year Ended March 31, 2026

		For the year ended on	
		31-03-2026	31-03-2025
A	Cash flow from operating activities		
	Profit/(loss) before tax	(492.64)	(2,210.45)
	Adjusted for :-	-	-
	- Depreciation and amortisation expenses	54.84	54.33
	- Interest income	(32.49)	(1.86)
	- Profit on Sales of Fixed Assets	(2.96)	-
	- Loss on Sales of CWIP	-	93.88
	- Impairement Loss	332.64	1,933.88
	- Finance cost	37.29	22.39
	Operating profit/(loss) before working capital changes	(103.32)	(107.83)
	Adjusted for :		
	- (Increase)/Decrease in trade receivables	1.63	20.90
	- (Increase)/Decrease in inventories	74.61	26.41
	- (Increase)/Decrease in other assets	(2.27)	9.76
	- Increase/(Decrease) in trade payables	(82.52)	(71.07)
	- Increase/(Decrease) in other liabilities & Provisions	(25.45)	6.02
	Cash generated from operations	(137.30)	(115.80)
	Net Income taxes (paid) / refunds	(2.99)	0.61
	Net cash from operating activities	**(140.30)**	**(115.19)**
B	Cash flow from investing activities		
	Capital expenditure on property, plant and equipments including capital advances	(0.13)	(22.46)
	Sale of property, plant and equipments	3.60	-
	Sales of Capital Work In Progress	-	180.00
	Change in other Financial Assests	(0.54)	(0.59)
	Interest received	32.49	1.86
	Net cash used in investing activities	**35.43**	**158.81**
C	Cash flow from financing activities		
	Proceeds from short-term borrowings	137.98	(18.33)
	Difference in Lease liability	0.92	
	Interest and finance charges paid	(37.29)	(22.39)
	Issue of Preference Shares	-	-
	Net cash used in financing activities	**101.61**	**(40.72)**
	Net (decrease) / increase in cash and cash equivalents	(3.26)	2.90
	Cash and cash equivalents as at the beginning of the year	5.20	2.30
	Cash and cash equivalents as at the end of the year	1.94	5.20

For and on behalf of the Board
For Nilachal Refractories Ltd.

(Vimal Prakash)
(Director)
(DIN : 00174915)

JAIN SARAOGI & CO LLP
KOLKATA
CHARTERED ACCOUNTANTS
18/4/26

Place : Kolkata
Date : 18th April, 2026

ANNEXURE I

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Standalone Audited Financial Results

<table>
<tr><th colspan="5"><u>Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2026</u>
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]</th></tr>
<tr><th>I.</th><th>Sl. No.</th><th>Particulars</th><th>Audited Figures (as reported before adjusting for qualifications)</th><th>Adjusted Figures (audited figures after adjusting for qualifications)</th></tr>
<tr><td></td><td>1.</td><td>Turnover / Total income</td><td>237.99</td><td>237.99</td></tr>
<tr><td></td><td>2.</td><td>Total Expenditure</td><td>730.63</td><td>732.28</td></tr>
<tr><td></td><td>3.</td><td>Net Profit/(Loss) after tax</td><td>(485.25)</td><td>(486.90)</td></tr>
<tr><td></td><td>4.</td><td>Earnings Per Share (Basic)</td><td>(2.38)</td><td>(2.39)</td></tr>
<tr><td></td><td>5.</td><td>Total Assets</td><td>1462.38</td><td>1462.38</td></tr>
<tr><td></td><td>6.</td><td>Total Liabilities</td><td>4714.54</td><td>4816.57</td></tr>
<tr><td></td><td>7.</td><td>Net Worth</td><td>(3279.16)</td><td>(3354.19)</td></tr>
<tr><td></td><td>8.</td><td>Any other financial item(s) (as felt appropriate by the management)</td><td>-</td><td>-</td></tr>
<tr><td>II.</td><td colspan="4"><u>Audit Qualification (each audit qualification separately):</u></td></tr>
<tr><td></td><td colspan="4">a. Details of Audit Qualification:

1. The Company has not obtained an actuarial valuation for its employee benefit obligations, as required under Ind AS 19 – Employee Benefits. Instead, retirement benefits are recognised based on the requirements of the applicable legislation. Additionally, these obligations are unfunded. Due to non-availability of actuarial reports, we are unable to determine and quantify the impact on the loss for the year and the related liabilities.

2. The Company has not redeemed its 11% Redeemable Cumulative Preference Shares, which were due for redemption on or before September 2000. No provision has been made for cumulative dividends amounting to ₹73.38 lakhs up to March 31, 2025, and ₹1.65 lakhs for the year ended March 31, 2026. Consequently, the loss for the year is understated by ₹1.65 lakhs, and the reserves and surplus are overstated by ₹75.03 lakhs.</td></tr>
<tr><td></td><td colspan="4">b. Type of Audit Qualification : Qualified Opinion</td></tr>
<tr><td></td><td colspan="4">c. Frequency of qualification: Subsequent</td></tr>
<tr><td></td><td colspan="4">d. For Audit Qualification(s) where the impact is quantified by the auditor,

Management's Views:

1) The Company has not redeemed the preference shares and has not provided for cumulative dividends due to financial constraints. The Company is assessing its financial position and exploring options for compliance with the applicable requirements.</td></tr>
<tr><td></td><td colspan="4">e. For Audit Qualification(s) where the impact is not quantified by the auditor :Refer</td></tr>
</table>

	Audit Report
	(i) **Management's estimation on the impact of audit qualification:** The Company has not obtained an actuarial valuation as required under Ind AS 19. The obligations have been recognised based on statutory requirements. The Company is evaluating obtaining an actuarial valuation, and the impact, if any, will be accounted for upon completion of the same.
	(ii) **If management is unable to estimate the impact, reasons for the same: Same as above**
	(iii) **Auditors' Comments on (i) or (ii) above: Refer Qualification stated in Para II (a) above .**
III.	**Signatories:**
	• **Manager –** NILACHAL REFRACTORIES LTD. KOL-16
	• **CFO –** NILACHAL REFRACTORIES LTD. KOL-16
	• **Audit Committee Chairman –** NILACHAL REFRACTORIES LTD. KOL-16
	• **Statutory Auditor-** For JAIN SARAOGI & CO LLP Chartered Accountants Firm Regn. No. 305004E/E300281 Manoj Keshan 18/4/26. [PARTNER] MANOJ KESHAN M. No.: 056272
	Place: KOLKATA
	Date: : April 18, 2026