

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Pennar Industries Limited Report on the Audit of Standalone Annual Financial Results

Opinion

We have audited the standalone annual financial results of **Pennar Industries Limited** ("the Company") for the year ended March 31, 2026 ("the Statement"), 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 aforesaid Statement:

- (i) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) gives a true and fair view, in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 ("the Act"), read with Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the year ended March 31, 2026.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the standalone annual 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 standalone 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 obtained by us is sufficient and appropriate to provide a basis for our opinion.

Management and Board of Directors' Responsibilities for the Standalone Annual Financial Results

This Statement has been prepared on the basis of the standalone annual financial statements. The Company's Management and Board of Directors are responsible for the preparation and presentation of this Statement that gives a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the applicable Accounting Standards prescribed under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India and is in compliance with the 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 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.



MSK A & Associates LLP

(Formerly known as M S K A & Associates)

Chartered Accountants

In preparing the Statement, the Board of Directors of the Company are responsible for assessing the ability of the Company 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 are also responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results

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 this 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 standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 ability of the Company 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 Statement 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 represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance of the 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.



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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 subject to limited review by us.

Our opinion on the Statement is not modified in respect of the above matter.

For M S K A & Associates LLP

(Formerly known as M S K A & Associates)

Chartered Accountants

ICAI Firm Registration No.105047W/W101187



Prakash Chandra Bhutada

Partner

Membership No. 404621



UDIN: 26404621VTCPBK1107

Place: Hyderabad, India

Date: May 26, 2026

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Pennar Industries Limited Report on the Audit of Consolidated Annual Financial Results

Opinion

We have audited the accompanying consolidated annual financial results of **Pennar Industries Limited** ("the Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as the "Group") and its joint venture for the year ended March 31, 2026 ("the Statement") attached herewith, being submitted by the Holding 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 and based on the consideration of reports of other auditors on separate audited financial statements of the subsidiaries and a joint venture, the aforesaid Statement:

- (i) includes the annual financial results of the Holding Company and the following entities:

Sr. No	Name of the Entity	Relationship with the Holding Company
1	Pennar Global Inc, USA (PGI)	Wholly Owned Subsidiary
2	Pennar GmbH, Germany (Pennar GmbH)	Wholly Owned Subsidiary
3	Enertech Pennar Defense and Engineering Systems Private Limited, India (till September 26, 2025)	Subsidiary
4	Pennar Metals Private Limited	Wholly Owned Subsidiary
5	Pennar Global Metals Inc., USA (PGM)	Step Subsidiary (Subsidiary of PGI)
6	Ascent Buildings LLC., USA (Ascent)	Step Subsidiary (Subsidiary of PGI)
7	Cadnum SARL, France	Step Subsidiary (Subsidiary of Pennar GmbH)
8	Pennar Global Investments LLC	Step Subsidiary (Subsidiary of PGI)
9	Pennar FZCO (w.e.f November 15, 2024)	Wholly Owned Subsidiary
10	ZAP91 Solar India Private Limited (w.e.f December 27, 2024)	Joint Venture
11	Pennar Americas Engineering LLC (w.e.f January 29, 2025)	Step Subsidiary (Subsidiary of PGI)
12	Pennar Americas Hydraulics LLC (w.e.f January 29, 2025)	Step Subsidiary (Subsidiary of PGI)
13	Ascent Structural LLC (w.e.f June 03, 2025) (USA)	Step Subsidiary (Subsidiary of PGI)
14	Pennar Global Investments Alabama, LLC (w.e.f June 16, 2025) (USA)	Step Subsidiary (Subsidiary of PGI)
15	Agile Traders FZCO (w.e.f December 17, 2025)	Step Subsidiary (Subsidiary of Pennar FZCO)

- (ii) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India, of the consolidated net profit and consolidated other comprehensive income and other financial information of the Group and its joint venture for the year ended March 31, 2026.



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Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (“SAs”) specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor’s Responsibilities for the Audit of the consolidated annual financial results section of our report. We are independent of the Group and of its joint venture 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 obtained by us and other auditors in terms of their reports referred to in “Other Matters” paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Management and Board of Directors’ Responsibilities for the Consolidated Annual Financial Results

This Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company’s Management and Board of Directors are responsible for the preparation and presentation of this Statement that gives a true and fair view of the consolidated net profit, and consolidated other comprehensive income and other financial information of the Group including its joint venture in accordance with the recognition and measurement principles laid down in accordance with the applicable Accounting Standards prescribed under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India and is in compliance with the Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group and of its joint venture are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding of the assets of each 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 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, which have been used for the purpose of preparation of the Statement by the Management and Board of Directors of the Holding Company, as aforesaid.

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

The respective Board of Directors of the companies included in the Group and of its joint venture are responsible for overseeing the financial reporting process of each company

Auditor’s Responsibilities for the Audit of the Consolidated Annual Financial Results

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 this Statement.



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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 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 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 ability of the Group and of its joint venture 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 Statement 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 and of its joint venture 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 represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Group and of its joint venture entity to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Statement of which we are the independent auditors. For the other entities included in the Statement, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement of which we are the independent auditors 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.

We also performed procedures in accordance with the circular issued by SEBI under Regulation 33(8) of the Listing Regulations, to the extent applicable.



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Other Matters

1. The Statement includes the audited financial statements of thirteen (13) subsidiaries, whose financial statements reflect total assets of Rs. 68,059 lakhs as at March 31, 2026, total revenue of Rs. 95,962 lakhs, total net profit after tax of Rs. 3,773 lakhs, and total comprehensive income of Rs. 3,773 lakhs and net cash inflow of Rs. 817 lakhs for the year ended on that date respectively, as considered in the Statement. This statements also include audited financial statements of a joint venture whose financial statements reflect the Group's share of net loss after tax of Rs. 28 lakhs and total other comprehensive loss of Rs. 28 lakhs for the year ended March 31, 2026, as considered in the Statement, which have been audited by the other auditors.

The other auditors reports on the financial statements of these entities have been furnished to us by the management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these Subsidiaries and joint venture, is based solely on the reports of such other auditors and the procedures performed by us are as stated in paragraph above.

Our opinion is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the other auditors.

2. 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 subject to limited review by us.

For M S K A & Associates LLP

(Formerly known as M S K A & Associates)

Chartered Accountants

ICAI Firm Registration No. 105047W/W101187



Prakash Chandra Bhutada

Partner

Membership No.: 404621

UDIN: 26404621JVEXOG3574

Place: Hyderabad

Date: May 26, 2026



PENMAR INDUSTRIES LIMITED
(CIN: L27109TG1975PLC001919)

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Statement of Consolidated and Standalone Financial Results for the Quarter and Year ended March 31, 2026

Sl. No	Particulars	Consolidated results						Standalone results					
		Quarter Ended		Year Ended		Quarter Ended		Quarter Ended		Year Ended		Year Ended	
		31-Mar-26 Audited (Refer Note 3)	31-Dec-25 Unaudited	31-Mar-25 Audited (Refer Note 3)	31-Mar-26 Audited	31-Mar-25 Audited	31-Mar-26 Audited (Refer Note 3)	31-Dec-25 Unaudited (Refer Note 3)	31-Mar-25 Audited (Refer Note 3)	31-Mar-26 Audited	31-Mar-25 Audited	31-Mar-26 Audited	31-Mar-25 Audited
1	Income												
	(a) Revenue from operations	92,480	94,306	90,580	3,62,009	3,22,658	67,169	71,571	72,130	2,74,775	2,57,817	2,57,817	2,57,817
	(b) Other income	890	1,596	725	4,623	3,669	769	1,491	822	4,167	2,868	2,868	2,868
	Total Income	93,370	95,902	91,305	3,66,632	3,26,327	67,938	73,062	72,952	2,78,942	2,60,685	2,60,685	2,60,685
2	Expenses												
	(a) Cost of materials consumed	50,690	47,763	52,285	2,10,022	1,93,985	37,265	35,426	42,743	1,61,778	1,59,091	1,59,091	1,59,091
	(b) Purchase of traded goods	2,315	8,029	593	11,269	2,759	1,886	8,059	580	11,310	1,744	1,744	1,744
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(2,812)	420	(618)	(11,777)	(5,155)	(2,392)	864	(913)	(19,457)	(5,047)	(5,047)	(5,047)
	(d) Employee benefits expense	9,630	10,735	8,958	39,211	33,654	3,859	5,088	4,611	18,406	17,710	17,710	17,710
	(e) Finance costs	3,430	3,397	3,361	13,752	11,960	3,135	3,210	3,291	13,228	11,696	11,696	11,696
	(f) Depreciation and amortisation expense	2,452	2,151	1,765	8,423	6,887	1,710	1,528	1,420	6,344	5,570	5,570	5,570
	(g) Other expenses	22,141	19,101	20,192	77,775	66,340	18,645	15,782	17,507	65,374	58,587	58,587	58,587
	Total expenses	87,846	91,596	86,536	3,46,675	3,10,432	64,108	69,957	69,239	2,65,983	2,48,551	2,48,551	2,48,551
3	Profit before tax (1-2)	5,524	4,306	4,769	17,957	15,895	3,830	3,105	3,513	12,959	12,134	12,134	12,134
4	Tax expense												
	(a) Current tax	1,767	1,252	213	5,187	2,618	1,332	979	694	3,908	2,514	2,514	2,514
	(b) Deferred tax charge/ (credit)	(355)	(176)	1,065	(646)	1,413	(358)	(189)	91	(593)	576	576	576
	(c) Tax adjustment relating to earlier years	(140)	(140)	(136)	(495)	(136)	-	(140)	(36)	(495)	(136)	(136)	(136)
	Total tax expense	1,412	936	1,142	4,046	3,895	974	650	749	2,820	2,954	2,954	2,954
5	Net Profit for the period before share in loss of joint venture (3-4)	4,112	3,370	3,627	13,911	12,000	2,856	2,455	2,764	10,139	9,180	9,180	9,180
	Share in loss after tax of joint Venture	(8)	(15)	(55)	(20)	(35)	-	-	-	-	-	-	-
	Profit after tax	4,104	3,355	3,572	13,883	11,945	2,856	2,455	2,764	10,139	9,180	9,180	9,180
	Attributable to:												
	Shareholders of the Company	4,104	3,355	3,557	13,881	11,927	2,856	2,455	2,764	10,139	9,180	9,180	9,180
	Non-controlling interest	-	-	15	2	18	-	-	-	-	-	-	-
6	Other comprehensive income/(loss)												
	Items that will not be reclassified subsequently to profit or loss												
	(a) Remeasurement of the net defined benefit liability	43	-	(332)	43	(332)	43	-	(332)	43	(332)	43	(332)
	(b) Income tax relating to above items	(11)	-	84	(11)	84	(11)	-	84	(11)	84	(11)	84
	Items that will be reclassified subsequently to profit or loss												
	(a) Exchange differences in translation of foreign operations	1,417	313	(16)	2,558	515	-	-	-	-	-	-	-
	(b) Income tax relating to above items	-	-	-	-	-	-	-	-	-	-	-	-
	Attributable to:												
	Shareholders of the Company	1,449	313	(264)	2,590	267	32	-	(248)	32	(248)	32	(248)
	Non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-
7	Total other comprehensive income (5+6)	5,553	3,668	3,308	16,473	12,212	2,888	2,455	2,516	10,171	8,932	8,932	8,932
	Other comprehensive income for the year attributable to:												
	Shareholders of the Company	5,553	3,668	3,293	16,471	12,194	2,888	2,455	2,516	10,171	8,932	8,932	8,932
	Non-controlling interests	-	-	15	2	18	-	-	-	-	-	-	-
8	Paid up equity share capital [Face Value of ₹ 5 per share]	6,747	6,747	6,747	6,747	6,747	6,747	6,747	6,747	6,747	6,747	6,747	6,747
9	Other equity												
10	Earnings Per Share [Face Value of ₹ 5 per share]												
	Basic Earnings Per Share	3.04	2.49	2.64	10.29	8.04	2.11	1.82	2.05	7.51	6.80	6.80	6.80
	Diluted Earnings per share (in ₹)												

₹ in Lakhs



Particulars	Consolidated		Standalone	
	Audited		Audited	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
ASSETS				
Non-current assets				
Property, plant and equipment	93,753	83,307	71,417	75,198
Capital work-in-progress	13,552	5,314	12,289	3,557
Investment Property	8,754	2,410	8,754	2,410
Right-of-use assets	7,852	8,181	4,010	4,581
Goodwill (Refer Note 6)	116	-	-	-
Other intangible assets	674	787	608	707
Investments accounted for using the equity method	1,566	589	-	-
Financial assets				
(a) Investments	987	464	12,994	9,561
(b) Trade receivables	-	41	-	41
(c) Other financial assets	1,462	1,703	1,367	1,285
Income tax assets (net)	470	331	377	236
Deferred tax asset (net)	134	92	-	-
Other non-current assets	1,295	1,598	1,295	1,598
Total Non-current assets (1)	1,30,615	1,04,817	1,13,111	99,174
Current assets				
Inventories	1,01,041	93,533	95,841	90,770
Financial assets				
(a) Investments	153	148	153	149
(b) Trade receivables	73,146	58,038	61,386	52,721
(c) Cash and cash equivalents	20,557	14,137	7,233	1,661
(d) Other bank balances	6,436	4,817	6,436	4,817
(e) Loans	-	-	1,798	193
(f) Other financial assets	7,236	8,482	8,306	9,378
Other current assets	15,875	11,447	13,013	10,837
Total Current assets (2)	2,24,444	1,90,602	1,94,166	1,70,526
Total assets (1+2)	3,55,059	2,95,419	3,07,277	2,69,700
EQUITY AND LIABILITIES				
EQUITY				
Equity share capital	6,747	6,747	6,747	6,747
Other equity	1,09,568	93,098	91,173	81,002
Equity attributable to Shareholders of the Company	1,16,315	99,845	97,920	87,749
Non-controlling interests (Refer Note 4)	-	115	-	-
Total Equity (1)	1,16,315	99,960	97,920	87,749
LIABILITIES				
Non-current liabilities				
Financial liabilities				
(a) Borrowings	32,699	20,586	26,754	20,538
(a.i) Lease Liabilities	1,109	1,912	1,109	1,912
(b) Other financial liabilities	1,712	282	292	282
Provisions	3,687	3,164	3,687	3,164
Deferred tax liabilities (net)	1,170	1,687	203	785
Other non-current liabilities	28	36	28	36
Total Non-current liabilities (2)	40,405	27,667	32,073	26,717
Current liabilities				
Financial liabilities				
(a) Borrowings	81,453	56,926	74,456	56,871
(a.i) Lease Liabilities	922	1,792	922	1,144
(b) Trade payables				
(i) total outstanding dues of micro enterprises and small enterprises	1,923	1,261	1,858	1,261
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	87,989	86,482	81,098	82,057
(c) Other financial liabilities	6,930	5,573	1,936	2,974
Other current liabilities	15,358	13,069	14,249	8,541
Provisions	477	841	477	841
Income tax liabilities (net)	3,287	1,848	2,288	1,545
Total Current liabilities (3)	1,98,339	1,67,792	1,77,284	1,55,234
Total Liabilities (2+3)	2,38,744	1,95,459	2,09,357	1,81,951
Total Equity and Liabilities (1+2+3)	3,55,059	2,95,419	3,07,277	2,69,700



Statement of Cash flows for the year ended March 31,2026

(₹ in Lakhs)

Particulars	Consolidated		Standalone	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
A. Cash flow from operating activities:				
Profit before tax	17,957	15,895	12,959	12,134
Adjustments for:				
Depreciation and amortisation expense	8,423	6,889	6,344	5,570
Loss/(gain) on disposal of subsidiary	2	-	(119)	-
Loss on sale/scrap of property, plant and equipments (net)	41	5	41	5
Profit on sale of investments(net)	(423)	(223)	(423)	(223)
Net gain arising from financial instruments designated as FVTPL	(6)	(10)	(6)	(10)
Unrealised exchange differences (net)	(936)	164	(936)	(276)
Liabilities no longer required written back	(1,397)	(567)	(1,397)	(567)
Provision for / write back of provision for credit impaired trade receivables	1,762	(769)	1,762	(1,013)
Credit impaired trade receivables written off	73	522	30	231
Provision for credit impaired advances, deposits and contract assets	1,488	320	1,488	320
Finance costs	13,752	11,960	13,228	11,696
Interest Income	(821)	(419)	(608)	(423)
Share of profit of joint venture accounted using the equity method	(28)	(55)	-	-
Operating profit before working capital changes:	39,887	33,712	32,363	27,444
Changes in working capital:				
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables	3,663	9,187	8,010	10,045
Other liabilities	4,674	7,779	(1,926)	3,406
Provisions	159	650	202	642
Adjustments for (increase) / decrease in operating assets:				
Trade receivables	(12,199)	(6,507)	(9,401)	(5,330)
Inventories	(7,508)	(11,016)	(5,071)	(11,396)
Other assets	(4,577)	(4,380)	(2,799)	(4,672)
Cash generated from operations	24,099	29,425	21,378	20,139
Direct taxes paid (net of refunds)	(3,887)	(3,827)	(2,811)	(3,196)
Net cash flow from operating activities (A)	20,212	25,598	18,567	16,943
B. Cash flows from investing activities:				
Purchase of property, plant and equipments, including capital work-in-progress and capital advances	(32,827)	(12,615)	(17,137)	(10,746)
Proceeds from sale of property, plant and equipments	22	1	22	1
Purchase of long-term investments	(643)	(123)	(523)	(178)
Investment in/Acquisition of subsidiary	(116)	-	(1,904)	(670)
Investment in joint Venture	(1,006)	(644)	(1,006)	(644)
Proceeds from disposal of a subsidiary	120	-	120	-
Purchase of current investments	(36,864)	(6,904)	(36,864)	(6,904)
Proceeds from sale of current investments	37,284	8,862	37,289	8,861
Inter-corporate deposits/ loans (net)	-	-	(1,587)	2,725
Movement in other bank balances (net)	(1,619)	439	(1,619)	439
Interest received	719	487	483	496
Net cash used in investing activities (B)	(34,930)	(10,497)	(22,726)	(6,620)
C. Cash flow from financing activities:				
Proceeds from long-term borrowings	21,051	14,575	14,420	14,575
Repayment of long-term borrowings	(8,179)	(7,095)	(7,440)	(7,095)
Proceed from short-term borrowings(net)	23,768	(3,445)	16,821	(3,406)
Finance costs paid	(13,266)	(11,281)	(12,860)	(11,229)
Interest on lease liabilities	(321)	(456)	(284)	(384)
Repayment of lease liability	(1,946)	(2,337)	(926)	(1,663)
Net cash flow from/(used in) financing activities (C)	21,107	(10,039)	9,731	(9,202)
Net increase/(decrease) in cash and cash equivalents (A + B + C)	6,389	5,062	5,572	1,121
Cash and cash equivalents at the beginning of the year/period	14,137	8,978	1,661	540
Effect of exchange differences on translation of foreign currency cash and cash equivalents	31	97	-	-
Cash and cash equivalents at the end of the year	20,557	14,137	7,233	1,661

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NOTES:

1. The consolidated and standalone financial results of the Company have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").
2. The above consolidated and standalone financial results were reviewed and recommended by the Audit Committee at their meeting held on May 26, 2026 and approved by the Board of Directors at their meeting held on May 26, 2026. The Statutory Auditors have issued an unmodified audit opinion on the financial results for the year ended March 31, 2026 and have issued an unmodified conclusion in respect of the limited review for the quarter ended March 31, 2026.
3. The figures for the quarter ended March 31, 2026 and March 31, 2025 are the balancing figures between the audited figures in respect of the full financial year and unaudited figures up to nine months of the relevant financial year.

4. The consolidated financial results include the results of the following group companies:

Name of the Company	Country of Incorporation	Nature of relationship	% Holding
Enertech Pennar Defence and Engineering Systems Private Limited (Till 26 September 2025) (refer note 5)	India	Subsidiary	51%
Pennar GmbH	Germany	Subsidiary	100%
Pennar Global Inc.	USA	Subsidiary	100%
Pennar Metals Private Limited	India	Subsidiary	100%
Pennar FZCO (refer note 6)	U.A.E	Subsidiary	100%
Pennar Global Metals, LLC	USA	Step-down Subsidiary	100%
Ascent Buildings, LLC	USA	Step-down Subsidiary	100%
Cadnum SARL	France	Step-down Subsidiary	100%
Pennar Global Investments LLC	USA	Step-down Subsidiary	100%
Pennar Americas Engineering LLC (Formerly Pennar Global Engineering LLC)	USA	Step-down Subsidiary	100%
Pennar Americas Hydraulics LLC (Formerly Pennar Global Hydraulics LLC)	USA	Step-down Subsidiary	100%
Ascent Structural, LLC (w.e.f June 03, 2025)	USA	Step-down Subsidiary	100%
Pennar Global Investments Alabama, LLC (w.e.f June 16, 2025)	USA	Step-down Subsidiary	100%
Agile Traders FZCO (w.e.f December 17, 2025) (Refer Note 6)	U.A.E	Step-down Subsidiary	100%
ZAP91 Solar India Private Limited	India	Joint Venture (Non controlling interest)	45%

5. On September 26, 2025, Pennar Industries Limited executed a Share Purchase Agreement (SPA) with M/S Chennamallu Media Works Private Limited ("Purchaser") for the sale of its entire equity holding (i.e. 51% of the share capital) in one of the subsidiaries Enertech Pennar Defence and Engineering Systems Private Limited (Subsidiary Company). The sale of shares comprising 5,100 shares of ₹10 each, was concluded on September 26, 2025 for a total consideration of ₹120 Lakhs and all rights and ownership were deemed transferred to the purchaser. Accordingly, the Company derecognised the investment and recorded a net profit of ₹119 Lakhs in the standalone unaudited financial results for the quarter ended September 30, 2025.

Consequently, the parent Company recognised its loss of control in the subsidiary and recognised the loss of ₹2 Lakhs in the statement of consolidated unaudited financial results for the quarter ended September 30, 2025.

6. During the quarter ended Pennar FZCO completed acquisition of Agile Traders FZCO for a consideration of ₹110 lakhs as on December 17, 2025. The transaction was accounted in accordance with Ind AS 103- Business Combinations ("Ind AS 103") and the initial accounting was provisionally determined as at December 31, 2025.

7. On November 21, 2025, the Government of India notified the four Labour Codes - the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020 - consolidating 29 existing labour laws. The Ministry of Labour & Employment published draft Central Rules and FAQs to enable assessment of the financial impact due to changes in regulations. The Company has considered the impact of the changes, consistent with the Labour Codes, draft rules, FAQs and legal opinion. The Company continues to monitor the finalisation of Central / State Rules and clarifications from the Government on other aspects of the Labour Code and would provide appropriate accounting effect on the basis of such developments as needed.

8. Subsequent to the quarter ended March 31, 2026, the Board of directors of the Company, at its meeting held on April 10, 2026, approved the proposal for the issue of 30,00,000 convertible equity warrants to one of the promoter of the Company on preferential basis at a price of ₹ 168 per warrant, aggregating to approximately ₹ 5,040 lakhs. This proposal was subsequently approved by the shareholders at the Extraordinary General Meeting held on May 08, 2026. The Company has applied for in principal approval from stock exchanges, which is currently awaited.

9. The figures for the previous period have been regrouped / reclassified wherever necessary to confirm to current period presentation.

10. The EPS for quarters has not been annualised



11. SEGMENT REPORTING:

Particulars	Quarter Ended		Year Ended	
	31-Mar-26 (Refer Note 3)	31-Dec-25 Unaudited	31-Mar-25 Audited	31-Mar-25 Audited
Segment revenue				
Diversified engineering	42,954	52,202	46,624	1,87,177
Custom designed building solutions & auxiliaries	51,680	44,113	46,006	1,83,560
Total	94,634	96,315	92,630	3,70,737
Less: Inter segment revenue	2,162	2,109	2,050	8,728
Revenue from operations	92,480	94,306	90,580	3,62,009
Segment results				
Diversified engineering	6,086	5,582	5,550	22,304
Custom designed building solutions & auxiliaries	5,320	4,272	4,290	17,828
Total	11,406	9,854	9,840	40,132
Less:				
Depreciation and amortisation expense	2,452	2,151	1,765	8,423
Finance costs	3,430	3,397	3,361	13,752
Profit before tax	5,524	4,306	4,714	17,957
			As at	15,840
Capital employed (Segment assets - Segment liabilities) (See notes below)			31-Mar-26 Audited	31-Dec-25 Unaudited
Segment assets				
Diversified engineering			2,42,247	2,38,089
Custom designed building solutions & auxiliaries			1,12,812	1,05,903
Total Segment Assets			3,55,059	3,43,992
Segment liabilities				
Diversified engineering			1,47,949	1,45,841
Custom designed building solutions & auxiliaries			90,795	87,288
Total Segment Liabilities			2,38,744	2,33,129
				1,95,459

Notes:

i. Segment information is presented for the "consolidated financial results" as permitted under the Ind AS 108 - "Operating Segments".
ii. The Company is focused on two business segments: Diversified engineering and Custom designed building solutions & auxiliaries. Based on the "management approach" as defined in Ind AS 108 - "Operating Segments", the Chief Operating Decision Maker evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along these business segments. The accounting principles used in the preparation of the financial results are consistently applied to record revenue and expenditure in individual segments.

Place : Hyderabad
Date : May 26, 2026



By order of the Board
for Pennar Industries Limited
CIN: L27109TG1975PLC001919
Asha V Rao
Vice Chairman & Managing Director
(DIN: 01007343)

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