



GAYATRI SUGARS LIMITED

**THIRTY FIRST ANNUAL REPORT
2025-26**



31st Annual General Meeting

Day : TUESDAY

Date : 29th September 2026

TIME : 11:30 AM

Venue : Through VC/OAVM

THIRTY FIRST ANNUAL REPORT 2025-2026

CORPORATE INFORMATION

BOARD OF DIRECTORS

1. Mrs. T. Indira Reddy	Chairperson / Director	DIN: 00009906
2. Mr. T.V. Sandeep Kumar Reddy	Vice Chairman / Director	DIN: 00005573
3. Mrs. T. Sarita Reddy	Managing Director	DIN: 00017122
4. Mr. P.V. Narayana Rao	Independent Director	DIN: 07378105
5. Mr. C.V. Rayudu	Independent Director	DIN: 03536579
6. Mrs. Sarita Danda (Appointed w.e.f. 21.05.2026)	Independent Director	DIN: 11732470
7. Mr. Raghuraj Suresh Bhalerao (ceased w.e.f. 4th April 2026)	Independent Director	DIN: 07652493

KEY MANAGERIAL PERSONS (KMP) OTHER THAN DIRECTORS

1. Mr. V.R. Prasad	Chief Financial Officer
2. Mrs. D S V R Susmitha	Company Secretary and Compliance Officer

REGISTERED OFFICE

B2, 2nd Floor, 6-3-1090, T.S.R. Towers,
Rajbhavan Road, Somajiguda,
Hyderabad – 500082 INDIA
Phone No: 040-23414823/24/25/26.
Fax No: 23414827.
Email: gayatrisugars@gmail.com

CORPORATE IDENTITY NUMBER

CIN: L15421TG1995PLC020720

REGISTRAR & SHARE TRANSFER AGENTS

M/s. Venture Capital and Corporate
Investments Private Limited
Regd. Office : “Aurum”
D.No. 4-50/P-II/57/4F & 5F, 4th & 5th Floors,
Plot No. 57, Jayabheri Enclave, Phase - II,
Gachibowli, Hyderabad - 500032.
Ph : 040-23818475, 23818476
Email : investor.relations@vccipl.com

AUDITORS

M O S & Associates LLP

Chartered Accountants
Somajiguda, Hyderabad

COST AUDITORS

Narasimha Murthy & Co.,
Cost Accountants,
Hyderabad.

BANKERS

1. Kotak Mahindra Bank Limited

FACTORIES

Kamareddy Unit

Adloor Yellareddy Village,
Sadasivanagar Mandal,
Kamareddy District,
Telangana State - 503145

Nizamsagar Unit

Maagi Village, Nizamsagar Mandal,
Kamareddy District,
Telangana State - 503302

NOTICE OF THE 31st (THIRTY FIRST) ANNUAL GENERAL MEETING

[PURSUANT TO THE SECTION- 101 OF THE COMPANIES ACT, 2013]

NOTICE IS HEREBY GIVEN THAT the 31st (THIRTY-FIRST) ANNUAL GENERAL MEETING of the Members of M/s. GAYATRI SUGARS LIMITED will be held on Tuesday, 29th September 2026 at 11.30 A.M. through Video Conference ("VC") or Other Audit Visual Means (OAVM) to transact the businesses mentioned below.

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the Financial Year ended 31st March, 2026 together with the reports of the Board of Directors and Auditors thereon.

To consider and if, thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT the audited financial statements of the Company for the financial year ended March 31, 2026 and the reports of the Board of Directors and Auditors thereon, as circulated to the Members, be and are hereby received, considered and adopted."

2. To consider and approve the Re-appointment of Mrs. T Indira Reddy (DIN: 00009906) as "Director" liable to retire by rotation, who has offered herself for re-appointment:

To consider and if, thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to the provisions of Section 152 (6) and other applicable provisions of the Companies Act, 2013, the approval of the Shareholders of the Company be and is hereby accorded to the re-appointment of Mrs. T Indira Reddy (DIN: 00009906) as a "Director", who shall be liable to retire by rotation."

SPECIAL BUSINESS

3. To consider and approve the Ratification of Remuneration of M/s. Narasimha Murthy & Co., Cost Accountants, Hyderabad as the "Cost Auditors" of the Company for the Financial Year 2026- 27:

To consider and if, thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, including any amendment, modification or variation thereof, M/S. Narasimha Murthy & Co., Cost Accountants appointed as Cost Auditors by the Board of Directors of the Company to conduct the audit of the cost records of Sugar, Power and Distillery divisions of the Company for the Financial Year 2026-27, for a remuneration of Rs. 2,00,000 (Rupees Two Lakhs) per annum plus applicable taxes and out of pocket expenses that may be incurred, be and is hereby ratified.

RESOLVED FURTHER THAT the Board of Directors (the 'Board' which term includes a duly constituted Committee of the Board of Directors) be and is hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, desirable and expedient for giving effect to this Resolution and/or otherwise considered by them to be in the best interest of

By order of the Board of Directors
For **Gayatri Sugars Limited**

Sd/-

T Sarita Reddy

Managing Director

DIN: 00017122

Place: Hyderabad

Date: August 11, 2026

NOTES:

1. The Ministry of Corporate Affairs ("MCA") vide its General Circular dated May 5, 2020 read with Circulars dated April 8, 2020, April 13, 2020, January 13, 2021, December 14, 2021, May 5, 2022, December 28, 2022, September 25, 2023 and September 19, 2024 (collectively referred to as "MCA Circulars") and SEBI vide its Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020, SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021, SEBI/HO/DDHS/P/CIR/2022/0063 dated May 13, 2022, SEBI/HO/DDHS/DDHSRACPOD1/P/CIR/2023/001 dated January 5, 2023, SEBI/HO/CFD/CFD-PoD-2/P/CIR/2023/167 dated October 7, 2023 and SEBI/HO/CFD/CFD-PoD-2/P/CIR/2024/133 Dated October 3, 2024 has permitted the holding of the Annual General Meeting ("AGM") through Video Conference/Other Audio Visual Means, without the physical presence of the Members at a common venue. Pursuant to the provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with the Circulars issued by MCA and SEBI, 31st AGM of the Company being conducted through Video Conferencing (VC)/ Other Audio-Visual Means (OAVM) herein after called as "e-AGM/AGM". The deemed venue for the AGM shall be the Registered Office of the Company.
2. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being proposed to be held pursuant to the said MCA Circulars through VC/OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Attendance Slip and Proxy Form are not attached to this Notice.
3. In case you are holding the Company's shares in dematerialized form, please contact your depository participant and give suitable instructions to update your bank details in your demat account and to notify any changes with respect to their addresses, email id, ECS mandate etc.
In case you are holding Company's shares in physical form, please contact Company's RTA viz Venture Capital And Corporate Investments Private Limited, "AURUM", Door No. 4-50/P-II/57/4 & 5th Floors, Plot No. 57, Jayabheri Enclave, Phase II, Gachibowli, Seri Lingampally-500032, by writing to them or sending a mail at info@vccipl.com.
4. As per Regulation 40 of the Listing Regulations, as amended, securities of listed companies can be transferred only in dematerialized form with effect from 01st April, 2019, except in case of request received for transmission or transposition of securities. In view of this and

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to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Venture Capital And Corporate Investments Private Limited, "AURUM", Door No. 4-50/P-II/57/4 & 5th Floors, Plot No. 57, Jayabheri Enclave, Phase II, Gachibowli, Seri Lingampally-500032, are the Registrar & Share Transfer Agents (RTA) of the Company. All communications in respect of share transfers dematerialization and change in the address of the members may be communicated to the RTA.

6. Members holding shares in the same name under different Ledger Folios are requested to apply for consolidation of such Folios and send the relevant share certificates to the RTA/ Company.
7. Body Corporates are entitled to appoint authorized representative(s) to attend the AGM through VC and to cast their votes through remote e-voting/ e-voting at the AGM. In this regard, the body Corporates are required to send a latest certified copy of the Board Resolution/ Authorization Letter/ Power of Attorney authorising their representative(s) to attend the meeting and vote on their behalf through e-voting to the company at cs.gsl@gayatri.co.in.
8. Members seeking any information or clarification on the accounts are requested to send their queries to the Company, in writing, at least 10 days before the date of the meeting. Replies will be provided in respect of such written queries at the meeting.
9. Pursuant to the directions/notifications of Securities and Exchange Board of India (SEBI) and Depositories, the demat account holders can operate their accounts if they had already provided Income Tax Permanent Account Number either at the time of opening of the account or at any time subsequently. In case they have not furnished the Income Tax Permanent Account Number to the Depository Participants, such demat account holders are requested to contact their DPs with a photocopy of the PAN Card with original PAN Card for verification, so that the frozen demat accounts would be available for operation and further consequences of non-compliance with the aforesaid directives would be obviated. SEBI, vide Circular ref.no. MRD/Dop/Cir- 05/2009 dated 20th May, 2009 made it mandatory to have PAN particulars for registration of physical share transfer requests. Based on the directive contained in the said circulars, all share transfer requests are therefore to be accompanied with PAN details. Members holding shares in physical form can submit their PAN details to the Company / RTA.
10. The Register of Members and Share Transfer Books of the Company will remain closed from 23rd September, 2026 to 29th September, 2026 (both days inclusive) for the purpose of AGM.
11. Members whose name appears in the Register of Members or in the Register of Beneficial Owners maintained by the depositories as on the cut-off date i.e, 22nd September 2026 shall only be entitled to attend and vote at the AGM. A person who is not a Member as on the cut-off date should treat this Notice of AGM for information purpose only.
12. Members may also note that the Notice of the 31st Annual General Meeting is available on the Company's website: www.gayatrisugars.com. All documents referred to in the accompanying Notice and the Statement pursuant to Section 102(1) of the Companies Act, 2013 shall be open for inspection in electronic mode by the Members by writing an e-mail to the Company Secretary at cs.gsl@gayatri.co.in.

In compliance with the aforesaid MCA Circulars and SEBI Circulars, Notice of the AGM along with Annual Report 2025-26 is being sent only through electronic mode to those

Members whose e-mail addresses are registered with the Company / Depository Participants. Members may note that the Notice and the Annual Report 2025-26 will also be available on the Company's website at www.gayatrisugars.com on the website of the Stock Exchange i.e. BSE Limited at www.bseindia.com and on the website of CDSL www.evotingindia.com.

13. Members attending the AGM through VC/ OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act.
14. Since the AGM will be held through VC/ OAVM, the Route Map is not annexed in this Notice.
15. The Board of Directors has appointed Mr. Y. Koteswara Rao, Practicing Company Secretaries, CP No. 7427 to act as Scrutinizer to scrutinize the voting during the AGM and remote e-voting process in a fair and transparent manner.
The Scrutinizer will submit his report to the Chairman of the Company ('the Chairman') or to any other person authorized by the Chairman after the completion of the scrutiny of the e-voting (votes casted during the AGM and votes casted through remote e-voting), not later than 48 hours from the conclusion of the AGM. The result declared along with the Scrutinizer's report shall be communicated to the stock exchanges, CDSL, and RTA and will also be displayed on the Company's website www.gayatrisugars.com
16. SEBI vide circular nos. SEBI/HO/OIAE/OIAE_IAD- 1/P/CIR/2023/131 dated July 31, 2023 and SEBI/HO/ OIAE/OIAE_IAD-1/P/CIR/2023/135 dated August 4, 2023 read with master circular no. SEBI/HO/ OIAE/OIAE_IAD-1/P/CIR/2023/145 dated August 11, 2023, had issued guidelines towards an additional mechanism for investors to resolve their grievances by way of Online Dispute Resolution ('ODR') through a common ODR portal. Pursuant to above-mentioned circulars, post exhausting the option to resolve their grievance with the Company/its Registrar and Share Transfer Agent directly and through existing SCORES platform, the investors can initiate dispute resolution through the ODR Portal (<https://smartodr.in/login>).
17. SEBI, vide its circular dated 3 November 2021 (subsequently amended by circulars dated 14 December 2021, 16 March 2023 and 17 November 2023) mandated that the security holders (holding securities in physical form), whose folio(s) do not have PAN or Choice of Nomination or Contact Details or Mobile Number or Bank Account Details or Specimen Signature updated, shall be eligible for any dividend payment in respect of such folios, only through electronic mode with effect from 1 April 2024, only upon furnishing the PAN, choice of nomination, contact details including mobile number, bank account details and specimen signature.
Further, relevant FAQs published by SEBI on its website can be viewed at the following link: https://www.sebi.gov.in/sebi_data/faqfiles/jan-2024/1704433843359.pdf
18. Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/ P/CIR/2022/8 dated 25th January 2022 has mandated the Listed Companies to issue securities in demat form only while processing service requests viz. Issue of duplicate securities certificate; claim from Unclaimed Suspense Account; Renewal/Exchange of securities certificate; Endorsement; Sub-division/Splitting of securities certificate; Consolidation of securities certificates/folios; Transmission and Transposition. Accordingly, Shareholders are requested to make service requests by submitting a duly filled and signed Form ISR-4, the format of which is available on the Company's website under Investors Corner and on the website of the Company's RTA. Member may also send email to obtain format by sending an email to cs.gsl@gayatri.co.in or the RTA. It may be noted that any service request can be processed only after the folio is KYC compliant.

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19. As per the provisions of Section 72 of the Act, the facility for making nomination is available to the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. If a Member desires to opt-out or cancel the earlier nomination and record a fresh nomination, the Member may submit the same in Form ISR-3 or Form SH-14, as the case may be. The member may request a copy of the same, if required by sending an email to cs.gsl@gayatri.co.in or the RTA.
20. In case any member is desirous of obtaining hard copy of the Annual Report for the financial year 2025-26 they may send a request from the registered e-mail address to the Company's e-mail address at cs.gsl@gayatri.co.in mentioning their Folio no./ DP ID and Client ID.
21. Additionally, in accordance with Regulation 36(1)(b) of the Listing Regulations, the Company is also sending a letter to members whose e-mail address is not registered with Company/ Depository Participant providing the exact web-link of Company's website from where the Annual Report for financial year 2025-26 can be accessed.
22. Additional information pursuant to Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and pursuant to Secretarial Standards on general meetings, information in respect of the Directors seeking appointment/re- appointment at the Annual General Meeting is furnished in the annexure and forms part of the notice. The Directors have furnished the requisite consent / declaration for their appointment / re-appointment.

E-VOTING

CDSL e-voting System – For e-voting and Joining Virtual meetings

1. The Ministry of Corporate Affairs ("MCA") vide its General Circular dated May 5, 2020 read with Circulars dated April 8, 2020, April 13, 2020, January 13, 2021, December 14, 2021, May 5, 2022, December 28, 2022, September 25, 2023 and September 19, 2024 (collectively referred to as "MCA Circulars") and SEBI vide its Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020, SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021, SEBI/HO/DDHS/P/CIR/2022/0063 dated May 13, 2022, SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/001 dated January 5, 2023, SEBI/HO/CFD/CFD-PoD-2/P/CIR/2023/167 dated October 7, 2023 and SEBI/HO/CFD/CFD-PoD-2/P/CIR/2024/133 Dated October 3, 2024, the 31st AGM of the Company being conducted through Video Conferencing (VC)/ Other Audio-Visual Means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM
2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 8, 2020, April 13, 2020, January 13, 2021, December 14, 2021, May 5, 2022, December 28, 2022, September 25, 2023 and September 19, 2024 (collectively referred to as "MCA Circulars") and SEBI vide its Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020, SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021, SEBI/HO/DDHS/P/CIR/2022/0063 dated May 13, 2022, SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/001 dated January 5, 2023, SEBI/HO/CFD/CFD-PoD-2/P/CIR/2023/167 dated October 7, 2023 and SEBI/HO/CFD/CFD-PoD-2/P/CIR/2024/133 Dated October 3, 2024, the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The

facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.

3. The Members can join the AGM in the VC/ OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/ OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to MCA Circulars read with SEBI Circulars, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.
6. In line with the MCA Circulars read with SEBI Circulars, the Notice calling the AGM has been uploaded on the website of the Company at www.gayatrisugars.com. The Notice can also be accessed from the websites of the Stock Exchange i.e. BSE Limited at www.bseindia.com. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. www.evotingindia.com.
7. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 including MCA Circulars read with SEBI Circulars.

THE INTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

- (i) The voting period begins on 26th September 2026 at 09:00 A.M. and ends on 28th September, 2026 at 05:00 P.M. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 22nd September, 2026 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders,

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by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

- (iv) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for **e-Voting for Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL Depository	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period. Additionally, there is also a link provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e-voting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with NSDL Depository	1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting"

	under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.
Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800225533
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

(v) Login method for Remote e-Voting for **Physical shareholders and shareholders other than individual holding in Demat form.**

1. The shareholders should log on to the e-voting website www.evotingindia.com.
2. Click on "Shareholders" module.
3. Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
4. Next enter the Image Verification as displayed and Click on Login.
5. If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.

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6. If you are a first-time user follow the steps given below:

	For Shareholders holding shares in Demat Form and Physical Form
PAN*	Enter your 10digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Shareholders who have not updated their PAN with the Company/ Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank login. Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in DD/MM/YYYY format) as recorded in your Demat account or in the company records in order to If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

- (vi) After entering these details appropriately, click on "SUBMIT" tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the relevant Gayatri Sugars Limited on which you choose to vote.
- (x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

- (xvi) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.
- (xvii) Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.
- (xvi) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.
- (xvii) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
 - It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - Alternatively Non Individual shareholders are required mandatory to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; cs.gsl@gayatri.co.in (designated email address by company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. 1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact toll free no. 1800 22 55 33

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All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call at toll free no. 1800 22 55 33

EXPLANATORY STATEMENT

[Pursuant to Section 102 of the Companies Act, 2013]

ITEM NO. 03

The Company is required under Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014, as amended from time to time, to have the audit of its cost records for products covered under the Companies (Cost Records and Audit) Rules, 2014 conducted by a Cost Accountant in practice. The Board of Directors of the Company has on the recommendation of the Audit Committee approved the appointment and remuneration of M/s. Narasimha Murthy & Co., Cost Accountants, Cost Accountants (Firm Registration Number: 000042) as the Cost Auditor of the Company for the Financial Year 2026-27.

In accordance with the provisions of Section 148(3) of the Act read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors as recommended by the Audit Committee and approved by the Board of Directors has to be ratified by the Members of the Company.

None of the Directors and Key Managerial Personnel of the Company or their respective relatives is concerned or interested in the Resolution mentioned at Item No. 3 of the Notice.

Accordingly, the consent of the Members is sought for passing an Ordinary Resolution as set out at Item No. 3 of the Notice for ratification of the remuneration payable to the Cost Auditor of the Company for the Financial Year ending March 31, 2027.

The Board recommends the ordinary Resolution set forth in Item No. 3 for the approval of the Members

By order of the Board of Directors
For **Gayatri Sugars Limited**

Sd/-

T Sarita Reddy

Managing Director

DIN: 00017122

Place: Hyderabad

Date: August 11, 2026

Thirty First Annual Report**DETAILS OF THE DIRECTORS RETIRING BY ROTATION/SEEKING RE-APPOINTMENT IN THE FORTHCOMING ANNUAL GENERAL MEETING:**

[Pursuant of the Regulation 26(4) and 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard (SS-2) on General Meeting]

Name of the Director	Mrs. T. Indira Reddy
Director Identification No	00009906
Date of Birth	13.03.1951
Date of First Appointment on the Board	21.07.2005
Relationship between Directors Inter-Se	Mother in Law of Mrs. T. Sarita Reddy and Mother of T.V Sandeep Kumar Reddy
Nature of Expertise in Specific Functional Area	30 years of experience in Construction Industry and Sugar Industry
Directorship in Listed Entities as on date of Notice	Nil
Listed entities from which the appointee director has resigned in the past three years	Gayatri Projects Limited
Membership in Committees of other Listed Companies (includes only Audit Committee and Stakeholders Relationship Committee)	Nil
Details of Remuneration sought to be paid and the remuneration last drawn by such person	NA
Number of Meetings of the Board attended during the year 2026-27	3
Shareholding in the Company as on the date of Notice	37,93,508

For **Gayatri Sugars Limited**

Sd/-

T Sarita Reddy

Managing Director

DIN: 00017122

Place: Hyderabad

Date: August 11, 2026

BOARD'S REPORT

To the Member(s),

Your Directors have pleasure in presenting this 31st (Thirty First) Annual Report of the Company together with the Audited Financial Statements for the year ended 31st March, 2026.

- 1. HIGHLIGHTS OF FINANCIAL PERFORMANCE :** Your Company's financial performance during the Financial Year 2025-26 as compared to that of the previous Financial Year 2024-25 is summarized below:-

(Rupees in Lakhs)		
Particulars	2025-26	2024-25
Revenue from Operations	36,638.30	33,610.84
Other Income	63.49	571.57
Total Revenue	36,701.79	34,182.41
Total Expenditure Before Interest, Depreciation and Exceptional Item	34,442.95	31,680.91
Profit/(Loss) before Interest, Depreciation and Exceptional Items, Prior Period Items & tax	2,258.84	2,501.5
Less: Prior period Items	-	-
Profit/(Loss) Before Interest, Depreciation and Exceptional Item	2,258.84	2,501.5
Finance Charges	1,461.60	1,707.15
Gross Profit/(Loss) before Depreciation and Exceptional Item	797.24	794.35
Provision for Depreciation	696.10	687.10
Net Profit/(Loss) Before Tax and Exceptional Item	101.14	107.25
Net Profit/(Loss) After Tax	101.14	107.25
Re-measurement gains/(losses) on actuarial valuation	4.11	(37.22)
Re-measurement gains/(losses) on Assets	24,005.30	-
Income Tax relating to item that will not reclassified to Profit or Loss	(7,489.65)	-
Total Comprehensive income for the year	16,620.90	70.03

2. REVIEW OF OPERATIONS:

Your Directors are pleased to report that during the year under review, the Company crushed 7.17 lakhs Tons of Sugar cane and 7.85 lakhs Quintals of Sugar was bagged with an average recovery of 10.96% and 33,760 tonnes of Molasses was produced. The distillery unit produced 68.33 lakh litres of Ethanol and Impure Spirit.

The Company registered gross revenue of Rs.36,638.30 lakhs for the year ended 31st March, 2026 against Rs. 33,610.84 Lakhs for the year ended 31st March, 2025. For the year 2025-26, the company earned EBITDA of Rs.2,258.84 lakhs compared to Rs. 2,501.15 lakhs for the previous year 2024-25. The company earned a net profit of Rs. 101.14 lakhs compared

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to the net profit of Rs. 107.24 lakhs of previous year. The Company registered an increase of 9.00% in turnover as compared to previous years.

i) PROSPECTS FOR THE FINANCIAL YEAR 2026-27:

Though it is too early to estimate the sugar production for ensuing Crushing Season relevant to Financial Year 2026-27, because of monsoon and underground water availability, showing reports are indicating good crushing season ahead.

3. TRANSFER TO RESERVES:

Your Directors do not propose to transfer any amount to reserves during the Financial Year ended 31st March, 2026.

4. DIVIDEND:

The Directors did not recommend dividend on Preference Shares and also on Equity Shares for the Financial Year ended 31st March, 2026.

5. TRANSFER OF UNCLAIMED DIVIDEND

There is no Un-claimed dividend to be transferred to IEPF (Investor Education and Protection Fund).

6. CHANGE IN THE NATURE OF BUSINESS, IF ANY:

During the period under review and the date of Board's Report there was no change in the nature of Business of the Company.

7. EXTRACT OF ANNUAL RETURN:

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, the Annual Return as on March 31, 2026 is available on the Company's website on <https://www.gayatrisugars.com/pdf/yrly/AR%20GSL-2025-26.pdf>.

8. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY, HAVING OCCURRED SINCE THE END OF THE YEAR AND TILL THE DATE OF THE REPORT

There were no material changes and commitments affecting the financial position of your Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the Report.

9. INFORMATION ABOUT THE FINANCIAL PERFORMANCE / FINANCIAL POSITION OF THE SUBSIDIARIES / ASSOCIATES/ JOINT VENTURES:

There are no Companies which have become or ceased to be its Subsidiaries, Joint Venture or Associate Companies during the year.

10. KEY MANAGERIAL PERSONNEL AND DIRECTORS:

The following are the Key Managerial Personnel (KMP) of the Company pursuant to the provisions of Section 203 of the Companies Act, 2013, as on 31st March, 2026:-

1. Mrs. T. Sarita Reddy, Managing Director
2. Mr. V. R. Prasad, Chief Financial Officer
3. Mrs. D S V R Susmitha, Company Secretary & Compliance Officer

Independent Directors declaration:

All the Independent Directors of your Company, viz., Mr. P V Narayana Rao, Mr. C V Rayudu and Mrs. Sarita Danda have registered themselves with the databank maintained

by the Indian Institute of Corporate Affairs, in terms of the provisions of amended Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2019 and the Companies (Creation and Maintenance of Databank of Independent Directors) Rules, 2019.

The Company has received the necessary declaration from each Independent Director in accordance with Section 149(7) of the Companies Act, 2013, read with Regulations 16 and 25(8) of the Listing Regulations that he meets the criteria of independence as laid out in Section 149(6) of the Companies Act, 2013 and Regulations 16(1)(b) and 25(8) of the Listing Regulations (LODR), 2015 and the same have been taken on record by the Board after undertaking due assessment of the veracity of the same.

The criteria for determining qualifications, positive attributes and independence of Directors is provided in the Nomination and Remuneration Policy of the Company is available on the website, viz., [http://www.gayatrisugars.com/at the web linkhttp://www.gayatrisugars.com/CorpPolicies.html](http://www.gayatrisugars.com/at%20the%20web%20linkhttp://www.gayatrisugars.com/CorpPolicies.html)

All the Independent Directors of the Company have complied with the Code for Independent Directors prescribed in Schedule IV to the Companies Act, 2013. The details of familiarization programmes attended by the Independent Directors are available on the website of the Company, <http://www.gayatrisugars.com/> at the web link <http://www.gayatrisugars.com/CorpPolicies.html>

Appointments/Re- Appointments:

As per provisions of the Section 152 of the Companies Act, 2013, read with AOA of the company. Mrs. T Indira Reddy, retires by rotation at this ensuing AGM and being eligible offer herself for re-appointment.

The resolution for re-appointment of Mrs. T Indira Reddy forms part of the notice convening the ensuing AGM.

Further based on the recommendation of Nomination and Remuneration Committee, the Board of Directors have appointed Mrs. Sarita Danda (DIN 11732470) as an Additional Director of the company on May 21, 2026. The Company has sent postal ballots for appointing her as a Director of the Company as per the Regulation 17(1A) of SEBI LODR Regulations, 2026.

Further, Mr. Raghuraj Suresh Bhale Rao (DIN: 07652493) ceased to be a Director of the Company with effect from April 4, 2026, consequent upon his demise.

The profile and particulars of experience, attributes and skills of the Directors, recommendations to the shareholders are forming part of the notice convening the AGM.

11. SECRETARIAL STANDARDS:

The Company has in place proper system to ensure compliance with provisions of the applicable Secretarial Standards issued by The Institute of Company Secretary of India and such system are adequate and operating effectively.

12. BOARD MEETINGS:

During the Financial Year ended 31st March, 2026, The Board of Directors of your Company met 4 (Four) times on 29th May 2025, 6th August 2025, 14th November 2025 and 10th February 2026. The details of Board Meetings and the attendance of the Directors thereat

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are provided in the Corporate Governance Report. The intervening time gap between two consecutive Meetings was within the prescribed period of 120 days as specified under the provisions of Section 173 of the Companies Act, 2013 read with relevant notifications and Listing Regulations.

13. SHARE CAPITAL:

- Total Number of Equity Shares: 7,43,03,640 and
- Total Number of Preference Shares: 3,01,47,023.

During the year under review, the Company has re-classified the Authorised share capital and also increase the authorised share capital of the Company. Due to this the Authorised share capital has been increased from Rs. 145,00,00,000/- (Rupees One Hundred Forty-Five Crores only) Comprising of Rs. 114,00,00,000/- (Rupees One Hundred Fourteen Crores Only) divided into 11,40,00,00,000 (Eleven Crores Forty Lakhs) Equity Shares of Rs. 10/- each and Rs. 31,00,00,000/- (Rupees Thirty One Crores Only) divided into 3,10,00,000 (Three Crores Ten Lakhs Lakhs) Preference Shares of Rs.10 each to Rs. 165,00,00,000 (Rupees One Hundred Sixty Five Crores only) divided into Rs.134,00,00,000 (Rupee One Hundred Thirty Four Crores Only) divided into 13,40,00,000 (Thirteen Crores Forty Lakhs) equity shares of Rs. 10/- each, and Rs. 31,00,00,000 (Rupees Thirty One Crores Only) divided into 3,10,00,000 (Three Crores Ten Lakhs) Preference Shares of Rs.10 each.

Further, during the year there were no changes in the share capital of the Company. The Issued Capital is Rs. 74,30,36,400/- and Subscribed and Paid-Up Capital of the Company is stands at Rs. 74,29,10,900/-.

Issue of equity shares with differential rights:

During the period under review, the Company hadn't issued equity shares with differential rights.

Issue of Sweat Equity Shares

During the period under review, the Company hadn't issued sweat equity shares.

Details of Employee Stock Options

During the period under review, the Company hadn't issued stock options to the employees of the Company.

14. COMMITTEES OF BOARD:

Pursuant to requirement under Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, the Board of Directors has constituted various committees of Board such as Audit Committee, Nomination and Remuneration Committee, Stakeholders Relationship Committee, Corporate Social Responsibility Committee and Management committee. The details of Composition and terms of reference of these committees are mentioned in the Corporate Governance Report and available on company website also.

15. POLICY LAID DOWN BY THE NOMINATION AND REMUNERATION COMMITTEE FOR REMUNERATION OF DIRECTORS, KMP & OTHER EMPLOYEES:

The Board, on the recommendations of the Nomination and Remuneration Committee, determines the characteristics, skills and other attributes required for appointment and removal of Directors. For this, the Company has Nomination and Remuneration policy, which is performance driven and is structured to motivate Directors and Employees, recognize their merits and achievements and promote excellence in their performance.

The salient features of the policy are:

- a) To guide the Board in relation to appointment and removal of Directors, Key Managerial Personnel and Senior Management.
- b) To evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation.
- c) To recommend to the Board on Remuneration payable to the Directors, Key Managerial Personnel and Senior Management.
- d) Ensure that level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets appropriate performance benchmarks.

The above Policy is available on the website of the Company www.gayatrisugars.com/ at the web link <http://www.gayatrisugars.com/CorpPolicies.html>

Manner in Which Formal Annual Evaluation has been made by the Board of its Own Performance and that of its Committees and Individual Directors:

Pursuant to the provisions of the Companies Act 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Board has carried out evaluation of (i) its own performance, (ii) the directors individually and (iii) working of its Committees. The manner in which the evaluation was carried out as detailed below:

- (a) **Nomination & Remuneration Committee:** Pursuant to the provisions of the Companies Act 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Nomination and Remuneration Committee has formulated the criteria for evaluation of directors and evaluated every director. A structured questionnaire was prepared after taking into consideration of various parameters such as attendance and participation in meetings, monitoring corporate governance practices, independence of judgment, safeguarding the interests of the Company etc., and accordingly the evaluation was made. The Members of the Committee evaluated the individual directors at its meeting held on 14.02.2026.
- (b) **Separate Meeting of Independent Directors:** The Independent directors of the Company at its meeting held on 10.02.2026 (a) reviewed the performance of the Non-Independent directors and Board, (b) reviewed the performance of the Chairperson of the Company and (c) assessed the quality, quantity and timeliness of flow of information between the Company management and the Board etc. All the Independent Directors attended the meeting.

The Independent Directors decided that since the performance of the Non-Independent Directors (including Managing Director and Non- Executive Directors) is satisfactory, the term of their appointment be continued.

The Independent Directors after review of the performance of the Chairperson decided that the Chairperson has good experience, knowledge and understanding of the Board's functioning and her performance is excellent. The Independent Directors decided that the information flow between the Company's Management and the Board is excellent.

- (c) **Evaluation by Board:** The Board has carried out the annual performance evaluation of its own performance, the Directors individually (excluding the director being evaluated) as well as the evaluation of the working of its Committees. A structured questionnaire was prepared after taking into consideration various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, effectiveness in developing Corporate Governance structure to fulfil its responsibilities, execution and performance of specific duties etc. The Board decided that the performance of individual directors, its own performance and working of the committees is excellent.

16. DIRECTOR'S RESPONSIBILITY STATEMENT:

In pursuance of section 134 (5) of the Companies Act, 2013, the Directors hereby confirm that:

- (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the Company for that period;
- (c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) The directors had prepared the annual accounts on a going concern basis;
- (e) The directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively except for the material weakness/deficiency; and
- (f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

17. STATUTORY AUDITORS AND THEIR REPORT:

Members are aware that the Company has re-appointed M/s. MOS & Associates LLP, Chartered Accountants as Statutory Auditors of the Company at the 27th Annual General Meeting held on to hold office for a term of five consecutive years from the conclusion of 27th Annual General Meeting [AGM] till the conclusion of 32nd Annual General Meeting. The Statutory Auditors have confirmed that they are not disqualified from continuing as Auditors of the Company.

The Auditors Report to the members of the Company on the financial statements for the financial Year ended March 31, 2026 forming part of this report contains a qualified opinion on estimating the Electricity duty amounting to Rs. 283.99 Lakhs as a Contingent Liability

and on internal financial control over the financial reporting as per note No. 29.2 forming part of the financial statements. In the event of an un-favourable verdict/outcome in this matter, the Management based on the Supreme Court's interim orders and considering the inherent uncertainty in predicting the final outcome of the above litigation estimates the impact of the potential liability to be Rs. 170 lakhs.

18. INTERNAL AUDITORS

As per the provisions of Section 138 of the Companies Act, 2013 read with the rules made there under, the Company has appointed M/s. PPKG & Associates as internal auditors to conduct the audit for the FY 2025-26. The Internal Auditor shall present the report to Audit Committee directly.

19. SECRETARIAL AUDIT:

As per the provisions of the Section 204(1) of the Companies Act, 2013, the Company has appointed Mrs. T Durga Pallavi, Practicing Company Secretary to conduct Secretarial Audit of the records and documents of the Company for a period of 5 years at the thirtieth annual general meeting. The Secretarial Audit Report for the Financial Year ended March 31, 2026 in Form No MR-3 is annexed to the Directors Report as **Annexure - I** and forms part of this Report. The Secretarial Auditors' Report to the Members of the Company for the Financial Year ended March 31, 2026 does not contain any qualification(s) or adverse observations.

20. DISCLOSURE ABOUT COST AUDIT:

As per section 148 of the Companies Act, 2013 and rule 14 of the Companies (Audit and Auditors) Rules, 2014, Company is required to appoint Cost Auditor. The Board of directors and the Audit Committee of the Board has approved the appointment of M/s. Narasimha Murthy & Co., as Cost Auditor to audit the cost records of Sugar, Power and Distillery division of the Company for the financial year 2026-27 and the remuneration payable to them for the Financial Year 2026-27 is subject to ratification by the shareholders of the Company.

Further as per section 148(1) of the Companies Act, 2013 read with Companies (Accounts) Amendment Rules, 2018, maintenance of cost records as specified by the Central Government under sub section (1) of the Companies Act, 2013, is required by the Company and accordingly such accounts and records are made and maintained.

21. REPORTING OF FRAUDS:

During the year under review, there have been no frauds reported by the Statutory Auditors of the Company under sub-section (12) of Section 143 of the Act.

22. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO:

The required information as per Sec. 134(3)(m) of the Companies Act 2013 and Rule 8(3) of Companies (Accounts) Rules, 2014 is provided hereunder:

A. Conservation of Energy:**i) The steps taken or impact on conservation of energy:**

The Company has already installed the required energy conservation equipments and hence no additions were made during the year.

ii) Step taken by the Company for utilizing alternate source of energy:

The company doesn't have alternative source of Energy, since the Company has Co-gen power facility.

iii) Capital investment on energy conservation equipments:

During the year no investment was made towards energy conservation equipments.

B. Technology Absorption:

i) Efforts made towards Technology Absorption:

Certain modification were undertaken to reduce power Consumption in earlier financial year. In the current year no such requirement was there.

ii) The benefit derived like product improvement, cost reduction, product development or import substitution, etc.

The benefit derived is same as the earlier year.

iii) Details of Technology imported during the last 3 years reckoned from the beginning of the financial year:

During the period of last three years, there was no import of Technology.

iv) Expenditure incurred on Research & Development:

There was no expenditure incurred on Research and Development.

C. Foreign Exchange Earnings and Out Go:

Foreign Exchange Earnings : NIL

Foreign Exchange Outgo : NIL

23. DETAILS OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS:

The Company's internal control system is aimed at proper utilisation and safeguarding of the Company's resources and promoting operational efficiency. The internal audit process reviews the in-system checks, covering significant operational areas regularly.

The Company's Audit Committee is responsible for reviewing the Audit Report submitted by the Internal Auditors. Suggestions for improvements are considered and the Audit Committee follows up on the implementation of corrective actions. The Audit Committee also invites the Statutory and Internal Auditors for regular meetings to ascertain their views on the adequacy of internal control systems and keeps the Board of Directors informed of its observations from time to time.

The statutory auditors had a qualified opinion on the Internal financial controls over the financial reporting stating that material weakness has been identified as at March 31, 2026 in the Company relating to deficiency in internal financial controls over financial reporting in respect of management assessment of estimating potential liability relating to disputed matter as per Note No. 29.16 forming part of financial statements.

The Management conducted an assessment of the effectiveness of the internal control over financial reporting using the criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

Based on this assessment, Management is of the view that based on Supreme Court's interim orders and considering the inherent uncertainty in predicting the final outcome of the above litigations estimates the impact of potential liability to be Rs. 170.00 Lakhs.

24. PARTICULARS OF LOANS GIVEN, INVESTMENTS MADE, GUARANTEES GIVEN AND SECURITIES PROVIDED:

Particulars of loans, guarantees given and investments made during the year under review in accordance with section 186 of the Companies Act, 2013 is annexed to this report **Annexure - II.**

25. MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

The Management Discussion and Analysis Report for the Financial Year under review, as stipulated under Regulation 34(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, forms a part of the Annual Report as **Annexure –III.**

26. RISK MANAGEMENT POLICY:

The Company has been addressing various risks impacting the Company and developed risk policy and procedures to inform Board members about the risk assessment and minimization procedures.

27. WHISTLE BLOWER POLICY/VIGIL MECHANISM:

Pursuant to Section 177 of the Companies Act, 2013 and the Rules framed there under and pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company has established a mechanism through which all the stakeholders can report the suspected frauds and genuine grievances to the appropriate authority. The Whistle Blower Policy which has been approved by the Board of Directors of the Company has been hosted on the website of the Company at <http://www.gayatrisugars.com/Investors/CorporateGovernance/Policies>

24. DISCLOSURE AS PER SECTION 22 OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

Pursuant to the requirements of Section 22 of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 read with Rules there under, the Company has not received any complaint of sexual harassment during the year under review.

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

29. CORPORATE SOCIAL RESPONSIBILITY ("CSR"):

Pursuant to Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, as amended, read with schedule VII, The Board of Directors constituted Corporate Social Responsibility Committee at Board Meeting held on August 14, 2017. The details of the Committee are given in Corporate Governance Report (**Annexure V**). The CSR policy is available on the website of the Company www.gayatrisugars.com. The details on CSR policy and activities is presented in the **Annexure-IV.**

30. SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS:

Demand of Rs. 1,38,81,669/- was raised by the Commissioner of Customs, Central Excise & Service Tax, Hyderabad-1 Commissionerate, being the amount equal to 10% or 5% of the value of Exempted goods i.e. Electricity sold by the company for the period Nov-2006 to Dec-2010 in the case of Kamareddy Unit of Rs. 58.53 Lakhs and for the period Mar-2006 to Mar-2012 in the case of Nizamsagar Unit of Rs. 80.29 Lakhs both put together Rs 138.82 Lakhs.

The Customs, Excise and Service Tax Appellate Tribunal, Regional Bench at Hyderabad has set aside the impugned order for Excise Duty demand of Rs. 58.53 Lakhs relating to Kamareddy Unit of the Company.

The Customs, Excise and Service Tax Appellate Tribunal, Regional Bench at Hyderabad yet to hear relating to Nizamsagar Unit Demand of Rs 80.29 Lakhs.

31. DETAILS OF REVISION OF FINANCIAL STATEMENT OR THE REPORT

During the period under review, there was no revision of financial statement or the Report

32. CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

The policy on dealing with Related Party Transactions is disseminated on the website of the company at <http://www.gayatrisugars.com/CorpPolicies.html>

All the related party transactions by the Company during the year 2025-26 were on an arms' length basis and were in the ordinary course of business and as such the provisions of section 188 are not attracted. There are no materially significant Related Party Transactions with Promoters, Directors, Key Managerial Persons or other designated persons during the year.

The details of Related Party Transactions entered by the Company in the ordinary course of Business at arm's length basis are detailed in the notes forming part of the financial statements.

33. DEPOSIT:

During the year, your Company has not accepted any deposits, within the meaning of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014. No amount on account of principal or interest on deposits from public was outstanding as on Balance Sheet date. Further, the Company has received an amount of Rs. 898.08 lakhs from related parties which are exempted from the definition of Deposit. The outstanding Secured and unsecured loan balances which were exempted from the definition of Deposit as on 31st March 2026 is Rs.111,12.47 lakhs.

34. REGISTRAR AND SHARE TRANSFER AGENT:

During the year under review, M/s. Venture Capital and Corporate Investments Private Limited is the Registrar and Transfer Agent of the Company.

35. DOWN STREAM INVESTMENT

The Company neither have any Foreign Direct Investment (FDI) nor invested as any Down Stream Investment in any other Company in India

36. CORPORATE GOVERNANCE AND SHAREHOLDERS INFORMATION:

Your Company has taken adequate steps to adhere to all the stipulations laid down in Regulation 34 read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. A report on Corporate Governance is included as a part

of this Annual Report as Annexure -V. Certificate from the practicing Company Secretary confirming the compliance with the conditions of Corporate Governance as stipulated under aforesaid regulations is attached to this report.

37. PARTICULARS OF EMPLOYEES:

Details in respect of remuneration paid to employees as required under Section 197 (12) of the Companies Act, 2013, read with Rule 5(2) & (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended forms part of this report. In terms of Section 136 of the Companies Act, 2013 the same is open for inspection at the Registered Office of the Company. Copies of this statement may be obtained by the members by writing to the Company Secretary at the Registered Office of the Company.

The ratio of the remuneration of each Director to the median employee's remuneration and other details in terms of Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are enclosed in **Annexure – VI** and forms part of this Report.

38. LISTING WITH STOCK EXCHANGES:

The Company confirms that it has paid the Annual Listing Fees for the year 2024-25 to BSE Limited where the Company's Shares are listed.

39. FRAUD REPORTING:

There have been no instances of frauds reported by the Auditors under Section 143(12) of the Companies Act, 2013 and the Rules framed there under, either to the Company or to the Central Government.

40. DEPOSITORY SYSTEM:

Your Company's Equity Shares are available for dematerialization through National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

41. STATEMENT OF DEVIATION OR VARIATION

During the year, the Company successfully raised funds from the public through private placement and preferential issue basis. The funds were raised in accordance with the provisions of the Companies Act, 2013 and SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018.

All proceeds from these issuances were utilized strictly for the purposes outlined in the Notice and Private Placement Offer Letter that was circulated to the Allottees prior to the issuance. The Company has ensured that the funds were deployed in line with the objectives stated, maintaining full compliance with regulatory requirements and commitment to transparency with its stakeholders. The utilization of funds has been closely monitored and reviewed by the Board of Directors to ensure adherence to the planned objectives.

42. COMPLIANCE WITH THE MATERNITY BENEFIT ACT, 1961

The Company has complied with the provisions of the Maternity Benefit Act, 1961, including all applicable amendments and rules framed there under. The Company is committed to ensuring a safe, inclusive, and supportive workplace for women employees. All eligible women employees are provided with maternity benefits as prescribed under the Maternity Benefit Act, 1961, including paid maternity leave, nursing breaks, and protection from dismissal during maternity leave.

The Company also ensures that no discrimination is made in recruitment or service conditions on the grounds of maternity. Necessary internal systems and HR policies are in place to uphold the spirit and letter of the legislation.

43. GENDER-WISE COMPOSITION OF EMPLOYEES

In alignment with the principles of diversity, equity, and inclusion (DEI), the Company discloses below the gender composition of its workforce as on the March 31, 2026.

Male Employees: 648

Female Employees: 6

Transgender Employees: —

This disclosure reinforces the Company's efforts to promote an inclusive work place culture and equal opportunity for all individuals, regardless of gender.

44. AWARDS AND ACCOLADES:

The company bagged the following Awards from South India Sugar Cane and Sugar Technologists Association (SISSTA) for the past years from 2012-13 onwards:

Year	Category	Award
2025-26	Best Sugar Cane Development (Nizamsagar Unit)	Platinum Award
2025-26	Best Co-Generation (Nizamsagar Unit)	Platinum Award
2025-26	Best Distillery (Kamareddy Unit)	Gold Award
2024-25	Best Technical Efficiency (Nizamsagar Unit)	Platinum Award
2024-25	Best Sugar Cane Development (Nizamsagar Unit)	Gold Award
2024-25	Best Co-Generation (Nizamsagar Unit)	Gold Award
2024-25	Best Sugar Cane Development (Kamareddy Unit)	Silver Award
2023-24	Best Sugar Cane Development	Gold Award
2023-24	Best Co-Generation	Platinum Award
2023-24	Best Technical Efficiency	Gold Award
2022-23	Best Sugar Cane Development	Gold Award
2022-23	Best Co-Generation	Platinum Award
2022-23	Best Technical Efficiency	Gold Award
2021-22	Best Sugar Cane Development	Gold Award
2021-22	Best Co-Generation (Kamareddy Unit)	Gold Award
2021-22	Best Technical Efficiency	Silver Award
2021-22	Best Distillery Performance	Silver Award
2021-22	Best Co-Generation (Nizamsagar Unit)	Silver Award
2018-19	Best Technical Efficiency	Platinum Award
2018-19	Best Sugar Cane Development	Platinum Award
2018-19	Best Co-Generation	Gold Award
2017-18	Best Cogeneration	Platinum Award
2017-18	Best Technical Efficiency	Gold Award
2015-16	Best Cogeneration	Platinum Award
2014-15	Best Cogeneration	Platinum Award
2014-15	Best Technical Efficiency	Silver Award
2014-15	Best Sugarcane Development	Silver Award
2012-13	Best Cogeneration	Platinum Award
2012-13	Best Sugarcane Development	Gold Award
2012-13	Best Technical Efficiency	Silver Award

45. Other Disclosures:

- a. There are no proceedings initiated/pending against Your Company under the Insolvency and Bankruptcy Code, 2016 which materially impact the business of the Company.
- b. There were no instances where Your Company required the valuation for onetime settlement or while taking the loan from the Banks or Financial institutions.
- c. There were no failure instances occurred to implement corporate actions
- d. No delay in holding the annual general meeting
- e. The shares of the Company have been listed and traded on the BSE Limited. The securities of Company have not been suspended from trading on BSE Limited.

46. ACKNOWLEDGEMENTS:

Your Directors would like to acknowledge and place on record their sincere appreciation to all stakeholders, clients, Banks, Central and State Governments, the Companies' valued investors and all other business partners for their continued co-operation and excellent support received during the year.

Yours Directors recognize and appreciate the efforts and hard work of all the employees of the Company and their continued contribution to its progress.

For and on behalf of the Board of Directors

sd/-

(T. SARITA REDDY)
Managing Director
DIN: 00017122

sd/-

(T.V. SANDEEP KUMAR REDDY)
Vice Chairman & Director
DIN: 00005573

Place: Hyderabad
Date: August 11, 2026

ANNEXURE –I

FORM NO. MR-3 SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED MARCH 31, 2026

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
M/s. Gayatri Sugars Limited
Hyderabad, Telangana

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. Gayatri Sugars Limited (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we, hereby report that in our opinion, the company has, during the audit period ended on 31st March, 2026 ('Audit Period') generally complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial ended on 31st March, 2026 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable to the Company:-
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, as amended from time to time;
 - c. The Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018;
 - d. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with clients;
 - e. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; (Not Applicable during the audit period);
 - f. The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; (Not Applicable during the audit period);
 - g. The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; (Not Applicable during the audit period);
 - h. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; (Not Applicable during the audit period) and;
 - i. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; (Not Applicable during the audit period);

- vi. We report that, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof on test check basis, the Company has complied with the following laws applicable specifically to the Industry to which the Company belongs, as identified by the management, that is to say;
- a) Sugar Cess Act, 1982
 - b) Food Safety and Standards Act, 2006
 - c) Essential Commodities Act, 1955
 - d) Boilers Act, 1923
 - e) Export (Quality Control and Inspection) Act, 1963 (as intimated by the Company, not applicable to it during the audit period under review)
 - f) Agricultural and Processed Food Products Export Act, 1986 (as intimated by the Company, not applicable to it during the audit period under review)

We have also examined compliance with the applicable clauses of the following:

- i. Secretarial Standards issued by The Institute of Company Secretaries of India.
- ii. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We report that, during the period under review, the Company has duly complied with the provisions of the Companies Act, 2013, the Regulations of SEBI, and other acts, as specified above, applicable to the industry of the Company.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all Directors at least seven days in advance to schedule the Board Meetings. Agenda and detailed notes on agenda were sent in advance except when board meetings were called by giving less than seven days' notice in accordance with the provisions of section 173 of the act and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at the Board Meetings and Committee Meetings are carried out and are recorded in the minutes of the meeting of the Board of Directors or Committee of the Board as the case may be and majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

We further report that as far as possible, there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

Place: Hyderabad
Date: 08.08.2026

Sd/-
T DURGA PALLAVI
Practicing Company Secretary
Membership No. 23864
C P No. 19724
UDIN: A023864H001100005
Peer Review No. 3876/2023

Note: This report is to be read with my letter of even date which is annexed as Annexure – A and forms an integral part of this report.

ANNEXURE –II

Particulars of Loans, Guarantees or Investments
[Pursuant to Section 186 of the Companies Act, 2013]

Amount Outstanding as on March 31, 2026

(Rs. in Lakhs)

Particulars	Amount
Loans Given	0
Guarantee Given	0
Investments made	0

Loans, Guarantees given or Investments made during the Financial Year 2025-26

Sl. No.	Name of Entity	Relation	Amount Rupees	Particulars of Loan, Guarantees made or Investments made	Purpose
Nil					

For and on behalf of the Board of Directors

sd/-

(T. SARITA REDDY)
Managing Director
DIN :00017122

sd/-

(T.V. SANDEEP KUMAR REDDY)
Vice Chairman & Director
DIN: 00005573

Place: Hyderabad
Date : August 11, 2026

ANNEXURE - III

MANAGEMENT DISCUSSION AND ANALYSIS

INDUSTRY STRUCTURE AND DEVELOPMENTS

GLOBAL ECONOMIC OUTLOOK

The growth of Global Economy is expected to continue grow at 3.0% for 2026 and 3.4% in 2027. As of July 2026, the global economy looks resilient but unusually exposed to energy shocks, geopolitical conflict, trade fragmentation, high public debt, and financial-market re-pricing. At the same time, the AI investment boom is providing an important counterweight. For the Fiscal year 2026, IMF forecasts Growth is being restrained by the energy shock, geopolitical uncertainty and still-high interest rates. For the year 2027, IMF expects growth to accelerate to 3.4%, helped by normalization of energy conditions and continued technology investment. Growth will be highly uneven: economies integrated into AI/technology supply chains are doing considerably better than energy-dependent economies with little technology exposure.

INDIAN ECONOMY OUTLOOK

World Economic Forum of IMF estimates India's growth at 6.4% in the Year 2026 and 7.4% for the year 2027. The IMF highlights strong private consumption, which has been a major growth driver, Resilient services activity, Continued domestic investment and public infrastructure spending and highlights that India's position as an important engine of global growth

FICCI, the Federation of Indian Chambers of Commerce and Industry's survey attributed the relatively resilient outlook to strong domestic fundamentals, improving rural demand, consumer sentiment, and continued services-sector momentum. FICCI's latest available Economic Outlook Survey had projected India's GDP growth at 6.3% for FY2025–26. FICCI's Economic Outlook Survey, which includes responses from leading economists, indicates this growth is expected to be driven by a combination of factors including increased consumer spending, government-led infrastructure investments, and modest growth in the industrial and services

The Reserve Bank of India (RBI) Monetary Policy Committee, by considering all factors into account, the projection for real GDP growth of India for FY 2026–27 to 6.7%, from 6.6% in its June 2026 projection. The RBI's assessment is supported by resilient domestic economic activity, strengthening industrial production, and continued services-sector momentum. Recent RBI data also show strong merchandise export growth and robust non-food bank credit economies despite significant global uncertainties. The domestic growth remains resilient and is broadly progressing in line with the RBI's assessment. Private consumption, aided by strong rural demand, and fixed investment, supported by buoyant government capital expenditure, continue to drive economic activity.

GLOBAL SUGAR SCENARIO

Currently, about 110 countries produce sugar from either cane or beet, and eight countries produce sugar from both cane and beet. Sugar Production from sugarcane, on average, accounts for nearly 80% of global sugar production. The global sugar market is experiencing a dynamic interplay of factors, including production levels, weather patterns, policy decisions, and evolving consumer trends. The Global Sugar Market influences economies worldwide, with production occurring in 108 countries through both cane and beet cultivation. Sugar consumption is universal, spanning food manufacturing and retail (table-top) use, with per capita consumption varying significantly based on cultural practices and product accessibility.

For the Sugar Year 2026-27, Global sugar production is forecast 192 million Tons with higher production in Brazil and India expected to more than offset lower European Union production. Exports are down with lower shipments expected from the European Union and Thailand. The global consumption is estimated at 182 million Tons with a surplus of 10million Tons. This increase in production for this season is mainly due to weather conditions in Centre-South Brazil, allowing mills to continue crushing cane.

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INDIAN SUGAR INDUSTRY SCENARIO

Sugar Production and Consumption :

India is the second largest sugar producer next to Brazil. In India Uttar Pradesh is the major producer of Sugar followed by Maharashtra, Karnataka and Telangana. Sugar industry is the most important Agro based industry and impact on the lively hood of Rural India.

India's 2026 sugar market has recently seen a dramatic price rally, but the industry says it is largely speculation rather than an actual physical shortage. India produced about 27.9 MT in the current marketing year, with roughly 3 MT diverted to ethanol and around 0.8 MT exported so far. Opening stocks for the next season are estimated around 0.5 MT, versus about 5 MT previously.

The outlook for the Indian sugar industry is cautiously optimistic, supported by strong policy backing, technological advancements, and evolving market dynamics. The government's continued emphasis on ethanol blending, with a target of 20% blending is expected to provide a stable revenue stream and reduce the industry's dependence on sugar alone.

Price –Sugarcane:

For the Sugar Crushing Season 2026-27, the Department of Food and Public Distribution, Ministry of Consumer Affairs, Food and Public Distribution, increased the FRP for sugarcane at Rs.365/- per quintal with higher of 2.81% from Rs 355/- of previous year, for a basic recovery of 10.25% and a premium of Rs.3.56 Ps for every 0.1% increase in the recovery rate, as recommended by the Commission of Agricultural Costs and Prices (CACP).

With a view to protect the interest of Sugar Cane farmers, with sugar mills having recoveries lower than 9.5%, the Government decided that there shall not be any deduction in case where recovery is below 9.5%; such farmers will get Rs.338.30 per quintal for sugarcane in the current sugar Season.

Fair and Remunerative Pricing (FRP) fixed by Central Government over the last four years and for the ensuing 2026-27 season as under:

Basic details of Cane Price	Crushing Year				
	2022-23	2023-24	2024-25	2025-26	2026-27
Basic Price Linked to Recovery	10%	10.25%	10.25%	10.25%	10.25%
Cane Price per Quintal	305	Rs 315	Rs 340/-	Rs 355/-	Rs 365/-
Premium: for every 0.1 percentage point increase in recovery above 10/10.25%	Rs Rs. 3.05 Quintal	Rs Rs. 3.05 Quintal	Rs Rs. 3.07 Quintal	Rs Rs. 3.32 Quintal	Rs 3.46 Quintal

Price – Sugar:

For the first time, the Ministry of Consumer Affairs, Food and Public Distribution, Govt of India, fixed the Minimum Selling Price (MSP) of Sugar at Rs 2900/- per quintal in June, 2018 and increased to Rs 3100/- per quintal in Feb 2019. However, since, the MSP is not matching with cost of production, the Indian Sugar Mills & Bio-Energy Manufacturers Association represented the Ministry of Consumer Affairs, Food and Public Distribution for increase of MSP. The Central Government yet to take a decision.

Government Policies towards Sugar Industry:

1. Increase of FRP of Sugar Cane.
2. Increase of Ethanol price produced from C Heavy Molasses
3. Encourage Sugar Mills to establish integrated Potash Derived from Molasses granulation Units

4. Compulsory use of jute bags for packing of Sugar under the Jute Packaging Act 1987
5. Amendment to Energy Conservation Act, 2001, designating Sugar as an Energy Intensive Industry
6. Central Procurement of Sugar by Army Purchase Organisation from 2025-26

Indian Bio Fuel Sector Overview:

Molasses is one of the by-product obtained from raw sugar during the manufacturing process. The ethanol can be produced in three different ways i.e. from Juice/ Syrup, B- heavy Molasses and C- Heavy Molasses.

The Government of India is keen on encouraging low carbon and environment friendly vehicles and imposed compulsory blending of Ethanol. Ethanol which is a bio fuel and blending with petrol will curb on vehicular pollution and on other hand also saves foreign exchange required for import of crude oil by reducing country's dependence on import of crude oil.

The Central Government targeted for blending of Ethanol with Petrol by advancing the targets from 10% to 20% by 2025-26 (which was earlier targeted by 2030), along with improved pricing for Ethanol Supply to Oil Marketing Companies (OMCs). To achieve the targets, Government of India encouraging by giving directions to Commercial Banks to advance Term Loans and Soft loans on interest subvention for establishment of new ethanol produce units and for expansion of capacity of existing units.

The OMCs fixed the price of Ethanol from C Molasses fixed at Rs 57.97 per Lt with an increase of Rs 1.69 paise per litre from previous price of 56.28 Per Lt, from B heavy Molasses Rs 60.73 ps per Litre and Rs 65.61 ps from Sugar Cane Juice and a price of ₹71.86 a litre for maize and ₹64/- per litre for ethanol made from damaged foodgrains.

The OMCs have invited bids for the supply of approximately 50 crore liters of ethanol for the fourth quarter (August to October) of the Ethanol Supply Year 2026-27. This tender is part of the ongoing effort to increase ethanol blending in petrol. The ethanol will be procured at the prevailing rates for ESY 2026-27.

COMPANY FUTURE OUTLOOK

The Sustainability of Sugar Industry depends upon availability of quality cane, which is a major concern. To overcome this, your Company constantly encourages the farmers by giving subsidy per acre and supplying quality seed, technical assistance, expert opinion and scientific methods of cultivation, ratoon management and other resources like facilitating harvesting labour, mechanised harvesting and transport facility of harvested cane to mill.

Availability of Cane:

Availability of Cane is the main concern of the Company. For the Crushing season 2026-27, the company targeted to crush 7.5 lakh tons of Cane.

Ethanol Production:

The company estimates production of 80 lakh litres of Ethanol from C-Heavy Molasses.

Power :

Another by product of sugar industry is Bagasse which is used for generation of green power. The company has signed Power Purchase Agreement with the Government of Telangana for supplying power to the grid. The Company has 25mw of power and after using 9 mw for captive consumption, exports the excess power to state Grid,

SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE DURING THE FINANCIAL YEAR 2025-26:**Sugar :**

During the Financial Year 2025-26 under review, the crushing operations for the crushing season 2025-26 at Kamareddy unit were commenced on 15th November, 2025 and closed operations on 26th

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February, 2026 and total number of days operated were 104 days (previous year operations commenced on 8th November, 2024 and closed on 1st March, 2025 and total number days operated were 114 days)

The crushing operations for the crushing season 2025-26 at Nizamsagar unit were commenced on 10th November, 2025 and closed operations on 5th March, 2026 and total number of days operated were 116 days (previous year operations were commenced on 6th November, 2024 and closed on 23rd February, 2025 and total number days operated were 110 days) .

During the Crushing Season 2025-26, at both the units 7.17 Lakh Tonnes of Sugar Cane was crushed and 7.85 Lakh Quintals of sugar was bagged with an average recovery of 10.96% comparing to the previous season 2024-25 crushing of 6.83 Lakh Tonnes of Sugar Cane and Sugar of 7.44 Lakh Quintals with an average recovery of 10.90%. In detail, at Kamareddy Unit, 3.21 Lakh Tonnes of Sugar Cane was crushed (Previous Season 3.17 Lakh Tonnes) and produced sugar of 3.50 Lakhs Quintals (Previous Season 3.46 Lakh Quintals) with an Average Recovery of 10.90% (Previous Season 10.90%) and at Nizamsagar Unit 3.95 Lakh Tonnes (Previous Season 3.65 Lakh Tonnes) of Sugar Cane crushed and produced sugar of 4.35 Lakhs Quintals (Previous Season 3.98 Lakh Quintals) with an Average Recovery of 10.90% (Previous Season 11.10%).

Distillery:

During the Financial Year 2025-26, the Distillery unit produced Ethanol of 67.88 Lakh Litres and Impure Spirit (IS) 0.42 Lakh Litres totalling to 68.33 lakh Litres (compared to the previous year of Ethanol of 81.89 lakh Litres and Impure Spirit (IS) 0.22 Lakhs, totalling to 82.11 lakh Litres).

Power:

The Export of Power during the crushing season 2024-25 was to the extent of 269.10 kh kwh (Kamareddy Unit 39.39 Lakh kwh and Nizamsagar Unit 229.71 lakh kwh) as compared to the previous year season of 277.71 Lakh kwh (Kamareddy Unit 40.94 Lakh kwh and Nizamsagar Unit 236.77lakh kwh).

Manufacturing:

The Company is continuously implementing better manufacturing methods to increase operational efficiencies and to eliminate process losses.

RISK AND CONCERNS

As explained above, the major risk is availability of cane, Company is continuously focusing on implementation of various measures as discussed in company future outlook section. Company is continuously improving on operational efficiency and is best in terms of efficiency in the southern region of India.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has well-established processes and clearly-defined roles and responsibilities for people at various levels. The control mechanism also involves well documented policies, authorisation guidelines commensurate with the level of responsibility and Standard Operating procedures (SOP) specific to the respective businesses. Adherence to these processes is ensured through frequent internal audits and adequate and effective internal audit system that employs periodic checks on on-going process. The internal audits conducted are reviewed by the Audit Committee and requisite guidelines and procedures augment the internal controls. The internal control system is designed to ensure that financial and other records are reliable for preparing financial statements and other information which ensures that all transactions are properly reported and classified in the financial records.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

The Financial Statements of the Company for the year 2024-25 has been prepared in accordance with the Accounting Principles Generally Accepted in India, including the Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with Companies (Accounting Standards) Rules 2015 (as amended).

During the Financial Year 2024-25, the Overall performance of the Company is as under

Production:

Details	Financial Year 2024-25	Financial Year 2023-24
Total Cane Crushed	7,16,818 Tones	6,82,947 Tones
Sugar Production	7,85,305 Quintals	7,43,610 Quintals
Recovery	10.96 %	10.90%
Molasses production	33,760 Tones	31,957 Tones
Power Exported	289.82 lakh Units	269.10 lakh Units
Distillery Unit: Ethanol Impure Spirit (IS) Production	67.88 lakh Litres 0.42 lakh Litres	81.89 lakh Litres 0.22 lakh Litres

Financial Review:

Capital:

During the year under review, the Company has re-classified the authorised share capital and also increase the authorised share capital of the Company. Due to this the Authorised share capital has been increased from Rs. 145,00,00,000/- (Rupees One Hundred Forty-Five Crores only) Comprising of Rs. 114,00,00,000/- (Rupees One Hundred Fourteen Crores Only) divided into 11,40,00,00,000 (Eleven Crores Forty Lakhs) Equity Shares of Rs. 10/- each and Rs. 31,00,00,000/- (Rupees Thirty One Crores Only) divided into 3,10,00,00,000 (Three Crores Ten Lakhs Lakhs) Preference Shares of Rs.10 each to Rs. 165,00,00,000 (Rupees One Hundred Sixty Five Crores only) divided into Rs.134,00,00,000 (Rupee One Hundred Thirty Four Crores Only) divided into 13,40,00,00,000 (Thirteen Crores Forty Lakhs) equity shares of Rs. 10/- each, and Rs. 31,00,00,000 (Rupees Thirty One Crores Only) divided into 3,10,00,00,000 (Three Crores Ten Lakhs) Preference Shares of Rs.10 each.

Further, during the year there were no changes in the share capital of the Company. The Issued Capital is Rs. 74,30,36,400/- and Subscribed and Paid-Up Capital of the Company is stands at Rs. 74,29,10,900/-.

Net Worth:

The net worth of the Company as on 31.03.2026 was Rs. 8149.01 lakhs.

Long Term Debt:

The long Term Borrowings from Banks including current maturities of the Company decreased from Rs. 111,78.61 lakhs to Rs.85,70.61 lakhs with a decrease of Rs 2608.00 for the Financial Year 2025-26. The decrease was due to repayment of Loans.

Working Capital:

During the current financial year, the working capital facility of Rs 2760.35 lakhs was renewed.

Gross Block of Assets:

During the current financial year, the Company has adopted the revaluation model for land under the class of Property, Plant and Equipment in accordance with Ind AS 16. The revaluation was carried out by an independent registered valuer possessing appropriate qualifications and experience in valuation of properties. Accordingly, land is carried at revalued amount, being its fair value as at the date of revaluation. The resultant revaluation gain amounting to Rs. 24,005.30 Lakhs has been recognised in Other Comprehensive Income and accumulated under Revaluation Surplus in equity. Further, Deferred tax liability has been recognised on the revaluation surplus relating to freehold land in accordance with Ind AS 12.

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The gross block of the Company, during the Fin Year 2025-26, was increased from Rs. 30,529.02 lakhs to Rs. 32,8779.42 lakhs because of capital expenditure incurred on sugar plant. During the year, the Company provided depreciation and amortization of Rs. 696.10 lakhs as per the provisions of Schedule II of the Companies Act, 2013.

Inventories:

Value of inventories stood at Rs. 6616.25 lakhs as at 31st March, 2026.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES / INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED

In a challenging and competitive environment, the Company believes that people are the key to success and continues to focus on people capabilities by leveraging technology and creating a learning environment. The Human Resources function proactively develops innovative and business focused methods to attract, develop, motivate and retain talent. Human resources strategy is closely aligned to key business and stems from the organisation purpose which is – “To build Credible, Reliable & Capable Human Capital to deliver superior Individual and Business performance”. This vision is delivered by a high level of policy deployment initiatives and contemporary HR practices focusing key imperatives such as Capability Development, Talent Management, Employee Engagement, Productivity & Cost and HR excellence.

During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Details of Key Financial Ratios:

Sl No	Details	2025-26
1	Debtors Turnover	2.26
2	Inventory Turnover	4.44
3	Interest Coverage Ratio	1.55
4	Current Ratio	0.61
5	Debt Equity Ratio	(1.33)
6	Operating Profit Margin (%)	6.19
7	Net Profit Margin (%)	0.28%

CAUTIONARY STATEMENT

The management discussion and analysis report containing your Company's objectives, projections, estimates and expectation may constitute certain statements, which are forward looking within the meaning of applicable laws and regulations. Actual results may differ materially from those expressed or implied in the statement. Your Company's operation may inter-alia be affected by the supply and demand situations, input price and the availability, changes in the government regulations, tax laws and other factors. The Company cannot guarantee the accuracy of the assumptions and perceived performance of the Company in future.

For and on behalf of the Board of Directors

sd/-

(T. SARITA REDDY)

Managing Director

DIN :00017122

sd/-

(T.V. SANDEEP KUMAR REDDY)

Vice Chairman & Director

DIN: 00005573

Place: Hyderabad

Date : August 11, 2026

ANNEXURE - IV

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR)

ACTIVITIES for FY 2025-26

(Pursuant to Rule 8 of Companies [Corporate Social Responsibility Policy] Rules, 2014)

1.	Brief outline on CSR Policy of the Company		
	Our CSR initiatives are guided by our CSR Policy ('Policy'). Our CSR activities focus on hunger, poverty, education, gender equality, environmental sustainability, rural development projects,ecological balance and are in alignment with our CSR Policy.		
2	Composition of CSR Committee		
	a	Mr. R S Bhalerao	Chairperson
	b	Mr. T. V. Sandeep Kumar Reddy	Member of the Committee
	c	Mrs. T. Sarita Reddy	Member of the Committee
3	The web-link(s) where Composition of CSR committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the company: The composition of the CSR Committee: http://www.gayatrisugars.com/compositionofcommittees.html CSR Policy: http://www.gayatrisugars.com/pdf/CG/Corporate_Social_Responsibility_Policy.pdf CSR Projects as approved by the Board: www.gayatrisugars.com		
4	Details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable: Not Applicable		
5	Details of the amount available for set-off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set-off for the financial year, if any:		
	S No	Financial year	Amount available for set-off from preceding financial years (Rs. in lakhs)
			Amount required to be set-off for the financial year, if any
	Not Applicable		
6	a.	Average net profit/(loss) of the company as per section 135(5) (Rs. In Lakhs)	Nil
7	a.	Two percent of average net profit of the company as per section 135(5)	Nil
	b.	Surplus arising out of the CSR projects or programs or activities of the previous financial years	Nil
	c.	Amount required to be set-off for the financial year, if any	Nil
	d.	Unspent CSR Amount Carried Forward from the FY 2024-25	Nil
	e.	Total CSR obligation for the financial year ((b)+(c)-(d))	Nil

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8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (₹ in Lakhs)		Amount Unspent (₹ in Lakhs)						
		Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)				
				Amount	Date of transfer.	Name of the Fund	Amount	Date of transfer
6.62		NA	NA	NA	NA	NA	NA	NA
f.		Excess amount for set-off if any						
		Sl. No.	Particular				Amount (₹ in Lakhs)	
		(i)	Two percent of average net profit of the company as per section 135(5)				Nil	
		(ii)	Total amount spent for the Financial Year				6.62	
		(iii)	Excess amount spent for the financial year [(ii)-(i)]				Nil	
		(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any				Nil	
		(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]				Nil	
7		Details of Unspent Corporate Social Responsibility amount for the preceding three financial years						
Sl. No.		Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6), (₹ in lakhs)	Balance Amount spent in the reporting Financial Year (₹ in Lakhs)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (₹ in Lakhs)
					Name of the Fund	Amount (₹ Lakhs)	Date of transfer.	
		NA						
8		Whether any capital assets have been created or acquired through corporate social responsibility amount spent in the financial year:						
		No						
9		Specify the reason(s), if the company has failed to spend two percent of the average net profit as per section 135(5).						
		Not applicable.						

Details of CSR amount spent against ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/ No).	Location of the project.		Project duration	Amount allocated for the project (₹ in Lakhs).	Amount spent in the current financial Year (₹ in lakhs)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (₹ in lakhs)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration Number
Not Applicable												

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Amount spent for the project (₹ in lakhs)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District			Name	CSR Registration Number
1.	Public Health	Fogging in Villages	Yes	Telangna	Kamareddy	Not Applicable	0.68	NA	NA
2.	Public Health	Drinking Water Supply	Yes	Telangna	Kamareddy	Not Applicable	2.30	NA	NA
3.	Public Utility	Sports Play Ground Development	Yes	Telangna	Kamareddy	Not Applicable	0.50	NA	NA
4.	Public Utility	Providing of Infrastructure in Government School	Yes	Telangna	Kamareddy	Not Applicable	3.14	NA	NA
		TOTAL					6.62		

(b) Amount spent in Administrative Overheads: Rs. Nil

(c) Amount spent on Impact Assessment, if applicable: Nil

(d) Total amount spent for the Financial Year (8b+8c+8d+8e): ₹6.62 Lakhs

(e) Excess amount for set off, if any : Nil

RESPONSIBILITY STATEMENT

The CSR Committee of the Company hereby confirms that the implementation and monitoring of CSR Policy is in compliance with the CSR objective and policy of the Company.

sd/-

C.V. Rayudu

Chairman CSR Committee

DIN : 03536579

sd/-

T. Sarita Reddy

Managing Director

DIN :00017122

Place: Hyderabad

Date : August 11, 2026

ANNEXURE - V**CORPORATE GOVERNANCE REPORT**

(As required by Regulation 34 read with Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015)

A. MANDATORY REQUIREMENTS**1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE**

The Company is a firm believer in core values of Corporate Governance Code. The Company fully understands the rights of its shareholders to have information on the performance of the company and considers itself a trustee of its shareholders. The Company is committed to good corporate governance, adherence to Statutory and regulatory prescriptions, care for environment and social responsibility. Before making any business decision, we take into account stakeholders' interest.

Company has adopted Code of Conduct which articulates the values, ethics and business principles and serves as a guide to the Company, its directors and employees supplemented with an appropriate mechanism to report any concern pertaining to non-adherence to the said Code. The Company is in full compliance with the requirements of Corporate Governance under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The code of conduct is available on the website of the company at www.gayatrisugars.com

2. BOARD OF DIRECTORS ("Board")

The composition of the Board is well balanced with expertise drawn from Industry, Management, Financial and Agriculture. The Company has Non executive Chairperson.

i) Composition and category of directors as on 31st March, 2026

Category	No. of Directors
Executive Directors	1
Promoter Non Executive & Non Independent Directors	2
Non Executive & Independent Directors	3

Independent Directors are non-executive directors as defined under Regulation 16(1)(b) of the Listing Regulations read with Section 149(6) of the Companies Act along with rules framed there under. In terms of Regulation 25(8) of Listing Regulations, they have confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties. Based on the declarations received from the Independent Directors, the Board of Directors has confirmed that they meet the criteria of independence as mentioned under Section 149 of the Companies Act, 2013 and Regulation 16(1) (b) of the Listing Regulations and that they are independent of the management.

The Company has issued formal letter of appointment to the Independent Directors. As required under Regulation 46 of the Listing Regulations, as amended, the terms and conditions of appointment of IDs including their role, responsibility and duties are available on the website of the company www.gayatrisugars.com

- ii) Attendance of each Director at the Board Meetings held during the year and at the last Annual General Meeting and the Number of other Boards / Board committees in which the Directors are either Member or Chairperson.

Key information pertaining to Directors as on 31st March, 2026

Name of the Director	Category	No. of Board Meetings attended / held	Whether Attended fast AGM held on September 19, 2025	No of Directorship in other Companies#		No of Committee Position held in other Companies*		Directorship in other Listed Entity	Number of shares held
				Chairman	Members	Chairman	Members		
Mrs. T. Indira Reddy	Chairperson and Promoter Director	4/4	No	Nil	13	Nil	1	Nil	37,93,508
Mrs. T. Sarita Reddy	Managing Director	4/4	Yes	Nil	7	Nil	3	Nil	
Mr. T. V. Sandeep Kumar Reddy	Non- Executive Director	4/4	Yes	Nil	15	1	4	1. Gayatri Bioorganic Limited (Non-Executive, Non-Independent Director) 2. Gayatri projects Limited (Executive, Non-Independent Director)	67,63,031
Mr. P.V. Narayana Rao	Non-Executive Independent Director	4/4	Yes	Nil	3	1	3	1. Gayatri Bioorganic Limited (Non-Executive, Independent Director)	
Mr. Raghuraj Suresh Bhalerao	Non-Executive Independent Director	4/4	YES	Nil	Nil	Nil	Nil	Nil	
Mr. C.V. Rayudu	Non-Executive Independent Director	3/4	YES	Nil	Nil	Nil	1	Nil	

- iii) Details of the familiarization programmes imparted to Independent Directors are disclosed in the company's website: <http://www.gayatrisugars.com>.

iv) Director qualifications, skills, expertise, competencies and attributes desirable In Company's business and sector in which it functions-

Skills/Expertise/Attributes	Description
Adhering to Company Values and Culture	Appreciative of Company core values and maintain integrity in functioning.
Understanding of Industry and Operations	Knowledge of operations, business environment and challenges in manufacturing industry
Knowledge of Law and Corporate Governance	Awareness about the regulatory compliances and internal controls, regulatory eco system in which company operates

v) BOARD MEETINGS:

Our Secretarial Department in consultation with the Key Managerial Personnel, Managing Director and with Board decided the dates on Board Meetings, the schedule of Board Meetings and Board Committee Meetings are communicated in advance to all the Directors to enable them to schedule their meetings.

Our Board met 4 (Four) times in the Financial Year 2025–26 on 29th May 2025, 6th August 2025, 14th November 2025 and 10th February 2026.

The Company Secretary/Chief Financial Officer prepares the Agenda and Explanatory notes, in consultation with the Chairperson and Managing Director for each meeting and circulates the same in advance as per the rules and regulation to the Directors. A tentative annual calendar for the meetings of the Board and Audit Committee to be held in each quarter has been circulated to facilitate and assist the Directors to plan their schedules for the meetings for meaningful, informed and focused decisions. Every Director is free to suggest the inclusion of items on the agenda. The Board meets at least once in every quarter to review the quarterly results and other items on the agenda. The Board is given presentation covering industry environment, project implementation, project financing and operations of the Company. Additional meetings are held, when necessary. The draft minutes of the proceedings of the Board of Directors are circulated in advance and the comments, if any, received from the Directors are incorporated in the minutes in consultation with the Chairperson. Senior executives are invited to provide additional inputs at the Board Meeting for the items being discussed by the Board of Directors, as and when necessary.

The Company has an effective post meetings follow up, review and reporting process mechanism for the decisions taken by the Board/Committees. Action taken report on decisions of the previous meeting(s) is placed at the immediately succeeding meeting of the Board/Committee for noting by the members.

The Company Secretary while preparing the agenda notes, minutes etc., of the meeting is responsible for and is required to ensure adherence to all applicable laws, rules, regulations including the Companies Act, 2013 read with rules made there under.

Mr. Raghuraj Suresh Bhalerao ceased as an Independent Director due to demise on April 4, 2026.

3) AUDIT COMMITTEE

The Audit Committee of the Company is constituted in line with the Regulations 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Section 177 of the Companies Act, 2013.

i) Powers of Audit Committee:

The Audit Committee shall have powers, which should include the following:

1. To investigate any activity within its terms of reference.
2. To seek information from any employee.
3. To obtain an outside legal or other professional advice.
4. To secure attendance of outsiders with relevant expertise, if it considers necessary.

ii) Role of Audit Committee:

The role of the Audit Committee shall include the following:

1. Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
2. Recommendation for appointment, remuneration and terms of appointment of auditors of the Company.
3. Approval of payment to the statutory auditors for any other services rendered by the statutory auditors
4. Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
 - a. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of section 134 of the Companies Act, 2013.
 - b. Changes, if any, in accounting policies and practices and reasons for the same.
 - c. Major accounting entries involving estimates based on the exercise of judgment by Management.
 - d. Significant adjustments made in the financial statements arising out of audit findings.
 - e. Compliance with listing and other legal requirements relating to financial statements.
 - f. Disclosure of any related party transactions.
 - g. Qualifications in the draft audit report.
5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval.

6. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter.
7. Review and monitor the auditor's independence and performance, and effectiveness of audit process.
8. Approval or any subsequent modification of transactions of the Company with related parties.
9. Scrutiny of inter-corporate loans and investments;
10. Valuation of undertakings or assets of the Company, wherever it is necessary;
11. Evaluation of internal financial controls and risk management systems;
12. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
14. Discussion with internal auditors of any significant findings and follow up there on;
15. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
16. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
18. To review the functioning of the Whistle Blower mechanism;
19. Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience and background, etc. of the candidate;
20. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

iii) Review of information by Audit Committee:

The Audit Committee shall mandatorily review the following information:

1. Management discussion and analysis of financial condition and results of operations;
2. Statement of significant related party transactions (as defined by the Audit Committee) submitted by management;

3. Management letters / letters of internal control weaknesses issued by the statutory auditors;
4. Internal audit reports relating to internal control weaknesses; and
5. The appointment, removal and terms of remuneration of the Chief internal auditor shall be subject to review by the Audit Committee.

iv) The previous Annual General Meeting of the Company was held on 19.09.2025 and the Chairman of Audit Committee was present at the 30th AGM of Company.

v) The composition of the Audit Committee and the attendance of each member of the Audit Committee are given below:

Four Audit Committee Meetings were held during the year. The dates on which the said meetings were held are as follows: 2025-26 on 29th May 2025, 6th August 2025, 14th November 2025 and 10th February 2026. Quorum was present at all the meetings of the Audit Committee.

The maximum gap between any two meetings is not more than 4 months.

Audit Committee Meetings and Attendance:

Name	Designation	Category	No. of Audit Committee meetings	
			Held	Attended
Mr. Raghuraj Suresh Bhalerao	Chairman	Non-Executive Independent Director	4	4
Mrs. T. Sarita Reddy	Member	Managing Director	4	4
Mr. P.V. Narayanah Rao	Member	Non-Executive Independent Director	4	4

The necessary quorum was presenting at all the meetings. The Chairman of Audit Committee was presented at the 30th AGM of the Company.

4) NOMINATION AND REMUNERATION COMMITTEE

The board terms of reference of the Nomination and Remuneration Committee are as under:

- a) To ensure that the level and composition of remuneration is reasonably and sufficient, relationship of remuneration to performance is clear and meets performance benchmarks, and involves a balance between fixed and incentive pay.
- b) The Nomination and Remuneration Committee shall formulate the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration for the directors, key managerial personnel and other employees
- c) To identify persons who may be appointed in senior management in accordance with the criteria laid down.

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- d) To carry out evaluation of every director's performance and recommend to the board his/her appointment and removal based on the performance.

Nomination and Remuneration Committee – Composition and Attendance:

Name	Designation	Category	No. of Nomination and Remuneration Committee Meetings	
			Held	Attended
Mr. Raghuraj Suresh Bhalerao	Chairman	Non Executive Independent Director	1	1
Mrs. T. Indira Reddy	Member	Non Executive, Non Independent Director	1	1
Mr. C V Rayudu	Member	Non Executive, Independent Director	1	1

During the financial year 2025-26, one meeting of Nomination and Remuneration Committee was held on 6th August 2025. The Chairman of Nomination and Remuneration Committee was presented at the 30th AGM of the Company.

The remuneration policy and the criteria for making payments to Non-Executive Directors is available on our website www.gayatrisugars.com. The Committee coordinates and oversees the annual self-evaluation of the performance of the Board, Committees and of individual Directors.

Remuneration and sitting fees paid to the Directors during 2025-2026

Name of the Director	Category	Remuneration payable /paid	
		Salary & Perks (Rs. Lakhs)	Sitting fees (Rs. in Lakhs)
Mrs. T. Indira Reddy	Non Executive Chairperson	—	0.20
Mr. T.V. Sandeep Kumar Reddy	Non-Executive Vice Chairman	—	0.20
Mrs. T. Sarita Reddy	Managing Director	60.00	—
Mr. Raghuraj Suresh Bhalerao	Non Executive/ Independent		0.24
Mr. P.V. Narayana Rao	Non Executive/ Independent	—	0.24
Mr. C V Rayudu	Non Executive/ Independent		0.20

Performance Evaluation Criteria for Independent Directors

The Nomination and Remuneration Committee lays down the criteria for Evaluation of Independent Directors. The Board has carried out the annual performance evaluation of Independent Directors individually based on the criteria approved by the Nomination and

Remuneration Committee. A structured questionnaire was prepared after taking into consideration various aspects such as adequacy of the composition of the Independent Directors, effectiveness in developing corporate governance structure to fulfil its responsibilities, execution and performance of specific duties etc. The Board decided that the performance of independent directors is excellent.

5) STAKEHOLDERS RELATIONSHIP COMMITTEE

a) A Stakeholders Relationship Committee of Directors reviews the following:

- Transfer/transmission of shares / debentures
- Issue of duplicate share certificates
- Review of shares dematerialized and all other relevant matters
- Monitors expeditious redressal of investor's grievances
- Non receipt of Annual Reports and declared dividend
- All other matters related to shares/debentures

The Constitution of Stakeholders Relationship Committee is as follows:

Name	Designation	Category	No. of Stakeholders Relationship Committee Meetings	
			Held	Attended
Mr. Raghuraj Suresh Bhalerao	Chairman	Non-Executive Independent Director Member	1	1
Mr. T. V. Sandeep Kumar Reddy	Member	Non-Executive Non Independent Director Member	1	1
Mrs. T. Sarita Reddy	Member	Non-Executive Director Member	1	1

The Stakeholders Relationship Committee meeting was held during the financial year 2025-26 on 10th February 2026.

b) Name and Address of Compliance Officer

CS DSVR SUSMITHA

Company Secretary & Compliance Officer

B2, 2nd Floor, TSR Towers,

Raj Bhavan Road, Somajiguda,

Hyderabad – 500 082.

Tel: +91 40 2341 4823 Fax: +91 40 2341 4827

E-Mail: cs.gsl@gayatri.co.in

Thirty First Annual Report**c) Details of complaints/requests received and redressed:**

Opening Balance	Received during the year	Resolved during the year	Closing Balance
NIL	NIL	NIL	NIL

6. The Composition and Meetings of Corporate Social Responsibility is as follows:

Name	Designation	Category	No. of Corporate Social Responsibility Committee Meetings	
			Held	Attended
Mr. Raghuraj Suresh Bhalerao	Chairman	Non-Executive Independent Director	0	0
Mr. T. V. Sandeep Kumar Reddy	Member	Non-Executive Director	0	0
Mrs. T. Sarita Reddy	Member	Managing Director	0	0

The Companies Act, 2013, the Company has spent an amount of Rs.6,62,457/- for the good-selves of the people.

7. MEETING OF INDEPENDENT DIRECTORS:

The Independent Directors of the Company had met during the year on 14th February 2026 to review the performance of Non-Independent Directors and the Board as a whole, review the performance of the Chairperson of the Company and had accessed the quality, quantity and timeliness of flow of information between the company management and the Board.

The Company had also further during the year, conducted Familiarization programme for Independent Directors of the Company and the details of such familiarization programmes are disseminated on the website of the Company.

(http://www.gayatrisugars.com/pdf/CG/Familiarization_Programme_for_Independent_Directors-New.pdf).

8. General Body Meetings

(a) Annual General Meeting

(i) Location, date and time of last three Annual General Meetings (AGMs) and Special Resolutions passed there at:

Year	Venue	Day and Date	Time	Special Resolution passed
2024-25	At the Registered Office of the Company via two-way Video conference / other Audio-Visual Means only- in accordance with the General Circular issued by the Ministry of Corporate Affairs dated May 5, 2020 read with General Circulars dated April 8, 2020 and April 13, 2020 and SEBI Circular dated May 12, 2020.	Friday September 19, 2025	11.30 AM	1. To consider and approve the continuation of Mrs. T Indira Reddy (DIN: 00009906), who is attaining age of 75 years Director on the board of the company.
2023-24	At the Registered Office of the Company via two-way Video conference / other Audio-Visual Means only- in accordance with the General Circular issued by the Ministry of Corporate Affairs dated May 5, 2020 read with General Circulars dated April 8, 2020 and April 13, 2020 and SEBI Circular dated May 12, 2020.	Friday September 27, 2024	11.30 AM	1. To consider and give approval for Re-appointment of Mrs. T. Sarita Reddy (DIN: 00017122), as a Managing Director of the Company. 2. Appointment of Mr. Venkata Rayudu Chintalapudi (DIN: 03536579) as an "Independent Director" of the Company. 3. Re-Appointment of Mr. Venkata Narayana Rao Paluri (DIN : 07378105) as an Independent Director of the company for a second term of the consecutive years.
2022-23	At the Registered Office of the Company via two-way Video conference / other Audio-Visual Means only- in accordance with the General Circular issued by the Ministry of Corporate Affairs dated May 5, 2020 read with General Circulars dated April 8, 2020 and April 13, 2020 and SEBI Circular dated May 12, 2020.	Wednesday, September 27, 2023	11.00 AM	1. To consider and give approval for increasing in remuneration to Mrs. T. Sarita Reddy, Managing Director

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2021-22	At the Registered Office of the Company via two-way Video conference / other Audio-Visual Means only- in accordance with the General Circular issued by the Ministry of Corporate Affairs dated May 5, 2020 read with General Circulars dated April 8, 2020 and April 13, 2020 and SEBI Circular dated May 12, 2020.	Monday, September 26, 2022	3.30 PM	Nil
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All the Special Resolutions placed before the shareholders at the above meetings were approved.

The Company had not conducted any postal ballot during the financial year 2025-26.

There management is not proposing any Special Resolutions to be conducted in the ensuing 31st AGM

b. Disclosures**i) Disclosures on materially significant related party transactions**

There have been no materially significant related party transactions with the Company's Promoters and Directors, the Management, their subsidiaries or relatives which may have potential conflict with the interests of the Company. The necessary disclosures regarding the transactions with Related Parties are given in the Notes to the Accounts.

Registers under Section 188/189 of the Companies Act, 2013 are maintained and particulars of transactions are entered in the Register, wherever applicable.

ii) Details Details of non-compliance by the Company, penalties, and strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years.

The company has complied with all the requirements of the listing agreement and SEBI (LODR) Regulations, 2015 with the stock exchanges as well as regulations and guidelines of SEBI. No penalties or strictures imposed by SEBI, Stock Exchanges or any Statutory Authorities on matters relating to the capital markets during the last three years.

iii) Disclosure relating to Whistle Blower policy and affirmation that no personnel have been denied access to the Audit Committee.

Company has established a Vigil Mechanism System/Whistle blower policy for directors and employees to report concerns about unethical behaviour, actual or suspected fraud or violation of the company's code of conduct or ethics policy. Further, as per the provisions of the Companies Act, 2013 the Audit Committee of the company oversees the Vigil Mechanism System/ Whistle blower policy in the company and no personnel has been denied access to the Audit Committee. The said policy is available on website of the company at <http://www.gayatrisugars.com/CorpPolicies.html>

iv) Details of compliance with mandatory requirements and adoption of the non-mandatory requirements of this clause.

The Company has complied with all the mandatory requirements of corporate governance and are being reviewed from time to time.

v) Web link for policy on dealing with related party transactions.

<http://www.gayatrisugars.com/CorpPolicies.html>

vi) Risk Management

The Risk Management Committee has formed to identify risks and then manage threats that could severely impact or bring down the organization and identifying potential threats to the organization and the likelihood of their occurrence, and then taking appropriate actions to address the most likely threats.

The company has constituted a Risk Management Committee with the following directors:

- | | |
|--|---------------|
| 1. T. Sarita Reddy, Managing Director | - Chairperson |
| 2. T. V. Sandeep Kumar Reddy, Director | - Member |
| 3. R. S. Bhalerao, Independent, Director | - Member |
| 4. V. R. Prasad, Chief Financial Officer | - Member |

Term of Reference:

- To consider the Company's risk management strategies
- To consider, review and approve risk management policies and guidelines
- To decide on risk levels, risk appetite and related resource allocation
- To approve major decisions affecting the Company's risk profile or exposure and give such directions as it considers appropriate
- To approve major risk management activities such as hedging transactions
- To review the Company's approach to risk management and approve changes or improvements to key elements of its processes and procedures
- Provide any information/reports as and when required by the Board
- And any other matters as per the risk policy of the Company

vii) Means of Communication

The quarterly, half yearly un-audited financial results and the annual audited financial results are published in leading News Papers namely, Financial Express and Manam/ ManaTelangana. The results are also displayed on the Company's website www.gayatrisugars.com and Official news releases, presentations made to media, if any, are also displayed on the Company's website.

viii) Compliance of Insider Trading Norms

The Company has adopted the code of internal procedures and conduct for Listed Companies notified by the Securities Exchange Board of India prohibiting insider trading.

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ix) GENERAL SHAREHOLDERS' INFORMATION

a) Date, Time and Venue of Annual General Meeting:

Financial Year	2025-26
Day, Date and Time	Tuesday, 29th September, 2026 at 11.30 AM
Venue	Through Video Conferencing (e- AGM)

b) Financial Calendar (tentative): Financial Year 1st April, 2026 to 31st March, 2027

Quarter Ending	Release of Results
June 30, 2026	On or before August 14, 2026
September 30, 2026	On or before November 14, 2026
December 31, 2026	On or before February 14, 2027
March 31, 2026	On or before May 30, 2027

c) Date of Book closure : 23rd September, 2026 to 29th September, 2026 (Both days inclusive)

d) Dividend Payment date : Not Applicable.

e) Listing on Stock Exchanges : BSE Ltd. PJ Towers, Dalal Street, Fort, Mumbai 400001.

f) Scrip ID and code : 532183 & GAYATRI

g) Depository for Equity Shares : NSDL and CDSL

h) Demat ISIN Number : INE622E01023

The Annual Listing fee for the year 2026-27 has been paid to the Stock Exchange.

i) Share transfer system:

Transfer of shares held on Dematerialized form are done through the depositories with No involvement of the Company. As regards transfer of shares held in physical form, the transfer documents can be lodged with the Registrars at the above mentioned addresses. Transfers of shares in physical form are normally processed within 15 days from the date of receipt, if the documents are complete in all respects. The Directors, the Chief Finance Officer and the Company Secretary are severally empowered to approve transfers.

Further, Shareholders may note that SEBI and MCA has mandated that existing Members of the Company who hold securities in physical form and intend to transfer their securities after April 01, 2019, can do so only in dematerialized form. We request you to dematerialize your physical shares for ease of transfer.

j) Categories of shareholders as on March 31, 2026:

Shareholders	As on 31.03.2026		As on 31.03.2025	
	No. of Shares	%	No. of Shares	%
Promoters	3,48,77,281	46.94	3,48,77,281	53.82
Financial Institutions and Banks	-	-	-	-
corporate bodies	29,60,664	3.98	51,16,749	8.03
Indian Public	3,51,77,920	47.35	3,42,14,142	38.03
NRI/OCB/other including trusts	12,81,500	1.73	95,468	0.12
Total	7,43,03,640	100.00	6,48,00,305	100.00

k) Distribution of Shareholding as on March 31, 2026:

Shareholding	Total no of shareholders	% to total shareholders	Total No of shares	% to total capital
Upto - 500	30,418	86.8	28,64,002	3.85
501 - 1000	2,039	5.82	16,20,177	2.18
1001 - 2000	1,119	3.19	16,84,974	2.27
2001 - 3000	386	1.1	97,79,971	1.32
3001 - 4000	209	0.6	7,57,105	1.02
4001 - 5000	188	0.54	8,88,349	1.2
5001 - 10000	320	0.91	24,06,642	3.24
10001 and above	365	1.04	6,31,02,420	84.93
Total	35,044	100	7,43,03,640	100

l) Dematerialization of shares and liquidity:

Shares of the Company can be held and traded in electronic form. As stipulated by SEBI, the shares of the Company are accepted in the Stock Exchanges for delivery only in dematerialized form.

Status of Dematerialization of shares as on March 31, 2026

Held in NDSL: 4,23,50,842 shares (57.00% in total share capital of the Company)

Held in CDSL: 3,19,27,441 shares (42.97% in total share capital of the Company)

Held in Physical: 25,357 shares (0.03% in total share capital of the Company)

Dematerialization mandatory for effecting share transfers

SEBI has vide proviso to Regulation 40(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, mandated that requests for effecting transfer of securities shall not be processed unless the securities are held in the dematerialized form with a depository. In view of the same, the Company shall not process any requests for transfer of shares in physical mode. Shareholders who desire to demat their shares can get in touch with any Depository Participant having registration with SEBI to open a demat account and follow the procedure for share transfers.

Bank Details

Shareholders holding shares in the physical form are requested to advise the Registrar Transfer Agent of change in their address / mandate / bank details to facilitate better servicing. Shareholders are advised that their bank details, or where such details are not available, their addresses, as furnished by them to the Company or to the Depository participant, will be printed on the dividend warrants as required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as a measure of protection against fraudulent encashment.

Permanent Account Number (PAN)

Shareholders holding shares in the physical form are mandatorily required to furnish copy of PAN Card in the following transactions:

- i. Transfer of shares – Transferee and Transferor
- ii. Transmission of shares - Legal heirs' or Nominees'
- iii. Transposition of shares - Joint holders' and
- iv. In case of decease of shareholder - Surviving joint holders'

As on March 31, 2026 the company did not have any outstanding GDRs / ADRs / Warrants or any convertible instruments.

m) ADR's / GDR's:

As on date, the Company has not issued GDRs, ADRs or any other Convertible Instruments and as such, there is no impact on the Equity share capital of the Company.

n) Commodity price risk or foreign exchange risk and hedging activities: Nil

o) Registrar and Transfer Agents: (RTA)

Physical and Demat Share Transfer Agents and Registrars

Venture Capital and Corporate Investments Private Limited

Unit: Gayatri Sugars Limited

Regd. Office : "Aurum", D.No. 4-50/P-II/57/4F & 5F, 4th & 5th Floors,

Plot No. 57, Jayabheri Enclave, Phase - II, Gachibowli, Hyderabad - 500032.

Ph: 23818475, 23818476

E-mail : info@vccipl.com

p) Plant Locations:**Kamareddy Unit**

Adloor Yellareddy Village,

Sadasivanagar Mandal,

Nizamabad District,

Telangana

Phone : (08468) 203331

Nizamsagar Unit

Maagi Village,

Nizamsagar Mandal,

Nizamabad District,

Telangana.

Phone : (08465) 275577

Fax No : (08465) 275800

q) Address for correspondence and contact persons for investor queries:**Registered Office:**

Gayatri Sugars Limited

B2, 2nd Floor, 6-3-1090, TSR Towers,

Rajbhvan Road, Somajiguda,

Hyderabad – 500 082.

Contact Person:

Mr. V.R. Prasad, Chief Financial Officer

Phone: 23414823, Fax: 23414827

Email: cs.gsl@gayatri.co.in

r) SEBI Complaints Redress System (SCORES)

The investor complaints are processed in a centralised web based complaints redressal system. The salient features of this system are centralized database of all complaints, online upload of Action Taken Reports (ATRs) by the concerned companies and online viewing by investors of actions taken on the complaint and its current status.

Your Company has been registered on SCORES and makes every effort to resolve all investor complaints received through SCORES or otherwise within the statutory time limit from the receipt of the complaint. The Company has not received any complaint via scores portal during the Financial Year 2025-26.

s) During the year, the Company successfully raised funds from the public through private placement and preferential issue basis. The funds were raised in accordance with the provisions of the Companies Act, 2013 and SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018.

All proceeds from these issuances were utilized strictly for the purposes outlined in the Notice and Private Placement Offer Letter that was circulated to the Allottees prior to the issuance. The Company has ensured that the funds were deployed in line with the objectives stated, maintaining full compliance with regulatory requirements and commitment to transparency with its stakeholders. The utilization of funds has been closely monitored and

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reviewed by the Board of Directors to ensure adherence to the planned objectives.

x) Disclosures as per the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The disclosure regarding the complaints of sexual harassment is given in the Board's Report.

xi) Consolidated Fees paid to Statutory Auditors

During the Financial Year 2025-26, the total fees for all services paid by the Company and its subsidiaries, on a consolidated basis, to MOS & Associates, Statutory Auditors of the Company is as under:

Consolidated fees paid to statutory auditors:

(Rs. in lakhs)

Particulars	Amount
Services as statutory auditors	8.00
Total	8.00

xii) Reconciliation of Share Capital Audit:

As stipulated by SEBI, a Reconciliation of Share Capital Audit is carried out by an Independent Practicing Company Secretary on quarterly basis to confirm reconciliation of the issued and listed capital, shares held in dematerialised and physical mode and the status of the register of members.

B. COMPLIANCE REPORT ON DISCRETIONARY REQUIREMENTS

1. The Board - Chairperson's Office:

The Chairperson of Gayatri Sugars is a Non-Executive Promoter Director and is not maintaining any office and has not incurred any expenses during the year.

2. Shareholders Rights:

We display our quarterly and half yearly/annual results on our website www.gayatrisugars.com and also publish our results in widely circulated newspapers. We did not send half yearly results to each household of the shareholders in the financial year 2025-26.

3. Audit Qualifications:

The Board has duly reviewed the Statutory Auditor's Report on the Accounts for the year ended March 31, 2026 and the qualifications have been addressed in Board's

Report.

4. Reporting of Internal Auditor:

The Internal Auditor of the company directly reports to the Audit Committee.

5. CEO and CFO Certification :

As required by Regulation 17(8) read with Schedule II Part B of the Listing Regulations, the Managing Director and Chief Financial Officer have given appropriate certifications to the Board of Directors.

6. Details of Corporate Policies

Particulars	Website Details/link
Composition and Profile of the Board of Directors	http://www.gayatrisugars.com/BoardofDirectors.html
Terms and conditions of appointment of Independent Directors	http://www.gayatrisugars.com/BoardofDirectors.html
Code of Conduct	http://www.gayatrisugars.com/pdf/CG/Code_Of_Conduct.pdf
Nomination, Remuneration and Evaluation Policy	http://www.gayatrisugars.com/pdf/CG/NominationRemunerationAndEvaluationPolicy.pdf
Familiarization Programme for Independent Directors	http://www.gayatrisugars.com/pdf/CG/FamiliarizationProgrammeforIndependentDirectors-New.pdf
Code of Practices and Procedures for fair disclosure of UPSI	http://www.gayatrisugars.com/pdf/CG/Code_of_Practices_and_Procedures_for_fair_disclosure_of_UPSI.pdf
Policy on Materiality of Related Party Transactions and On Dealings with Related Party Transactions	http://www.gayatrisugars.com/pdf/CG/Related_Party_Transaction_Policy.pdf
Policy On Determining Materiality Of Events Policy	http://www.gayatrisugars.com/pdf/CG/PolicyOnDeterminingMaterialityOfEventsPolicy.pdf
Corporate Social Responsibility Policy	http://www.gayatrisugars.com/pdf/CG/Corporate_Social_Responsibility_Policy.pdf
Risk Policy and Procedures	http://www.gayatrisugars.com/pdf/CG/RiskPolicyAndProcedures.pdf
Whistle Blower Policy	http://www.gayatrisugars.com/pdf/CG/WhistleBlowerPolicy.pdf
Archival Policy	http://www.gayatrisugars.com/pdf/CG/ArchivalPolicy.pdf

Place: Hyderabad
Date : August 11, 2026

sd/-
T. Sarita Reddy
Managing Director
DIN : 00017122

sd/-
T.V. Sandeep Kumar Reddy
Vice Chairman & Director
DIN : 00005573

**DECLARATION REGARDING COMPLIANCE BY BOARD
MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH
THE COMPANY'S CODE OF CONDUCT**

To
The Members
M/s. Gayatri Sugars Limited

As required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, I hereby confirm that the Company has adopted a Code of Conduct for all Board Members and Senior Management and the same has been placed on the Company's website. All Board Members and Senior Management personnel have affirmed compliance with the Code of Conduct in respect of the financial year ended 31st March, 2026.

For Gayatri Sugars Limited

Place: Hyderabad
Date: August 11, 2026

Sd/-
T. Sarita Reddy
Managing Director
DIN : 00017122

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(As per clause C of Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015 read with regulation 34(3) of the said Listing Regulations).

To
The Members
M/s. Gayatri Sugars Limited

This certificate is issued pursuant to clause 10(i) of the Part C of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended vide circular dated May 9, 2018 of the Securities and Exchange Board of India.

We have examined the compliance of provisions of the aforesaid clause 10(i) of the Part C of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and to the best of our information and according to the explanations given to us by the Company, and the declarations made by the Directors, we certify that none of the directors of Gayatri Sugars Limited ('the Company') CIN L15421TG1995PLC020720 having its registered office at B2, 2nd Floor, TSR Towers, Somajiguda, Raj Bhavan Road, Hyderabad - 500082 have been debarred or disqualified as on March 31, 2026 from being appointed or continuing as directors of the Company by SEBI/Ministry of Corporate Affairs or any other statutory authority.

S.No.	Name	DIN	Date of Appointment	Date of Resignation
1.	VENKATA SANDEEP KUMAR REDDY TIKKAVARAPU	00005573	15/06/1995	-
2.	THIKKAVARAPU INDIRA REDDY	00009906	21/07/2005	-
3.	TIKKAVARAPU SARITA REDDY	00017122	21/07/2005	-
4.	RAGHURAJ SURESH BHALERAU	07652493	11/11/2016	-
5.	VENKATA NARAYANA RAO PALURI	07378105	11/02/2020	-
6.	VENKATA RAYUDU CHINTALAPUDI	03536579	07/08/2024	-

Ensuring the eligibility of the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: Hyderabad
Date: August 8, 2026

Sd/-
T. Durga Pallavi
Practicing Company Secretary
Membership No. 23864
C P No. 19724
Peer Review No. 3876/2023
UDIN: A023864H001100051

Certificate on Compliance of Corporate Governance

To
The Members
M/s. Gayatri Sugars Limited

We have examined the compliance of the conditions of Corporate Governance by Gayatri Sugars Limited ('the Company') for the year ended on March 31, 2026, as stipulated under Regulations 17 to 27, clauses (b) to (i) of sub-regulation (2) of Regulation 46 and para C, D & E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations').

The compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the review of procedures and implementation thereof, as adopted by the Company for ensuring compliance with conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and the representations made by the Directors and the management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations for the year ended on March 31, 2026.

We further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: Hyderabad
Date: August 8, 2026

Sd/-
T. Durga Pallavi
Practicing Company Secretary
Membership No. 23864
C P No. 19724
Peer Review No. 3876/2023
UDIN: A023864H001100051

MANAGING DIRECTOR AND CHIEF FINANCIAL OFFICER (CFO) CERTIFICATION

To
The Board of Directors,
Gayatri Sugars Limited

We, T Sarita Reddy, Managing Director and V R Prasad, Chief Financial Officer of the Company, to the best of our knowledge and belief, certify that:

- a. We have reviewed the financial statements including cash flow statement (standalone and consolidated) for the financial year ended 31 st March, 2026 and to the best of our knowledge and belief:
 - i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
 - ii. these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws, and regulations.
- b. There are, to the best of our knowledge and belief, no transactions entered by the Company during the year, which are fraudulent, illegal or violate of the Company's code of conduct.
- c. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to address these deficiencies.
- d. We have indicated, wherever applicable, to the auditors and the Audit Committee:
 - i. that there are no significant changes in the internal control over financial reporting during the year;
 - ii. that there are no Significant changes in the accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - iii. that there are no instances of significant fraud of which they have become aware of and involvement therein of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Place: Hyderabad
Date: May 21, 2026

For Gayatri Sugars Limited

Sd/-
T Sarita Reddy
Managing Director
DIN: 00017122

Sd/-
V R Prasad
Chief Financial Officer

ANNEXURE - VI
REPORT ON REMUNERATION TO DIRECTORS AND EMPLOYEES IN TERMS OF RULE 5(1)
OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL
PERSONNEL) RULES 2014

a) Managerial Remuneration:

- (i) The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year;

Sl.	Name of the Director	Remuneration for Financial Year (Rs. In Lakhs)		% increase in Remuneration	Ratio of the Remuneration to the median Remuneration of the employees
	Managing Director/KMP	2025-26	2024-25		
1	Mrs. T. Sarita Reddy	60.00	60.00	Nil	-
2	Mr. V. R. Prasad	32.03	30.33	5.60	-
3	Mrs. D S V R Susmitha	6.00	6.00	Nil	-

- (ii) The percentage increase in the median remuneration of employees in the financial year 2025-26 : 0.60%

- (iii) The number of permanent employees on the rolls of company March 31, 2026:654

- (iv) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;

- Average percentile increase in the salaries of the employees other than the managerial personnel in the last financial year is 4.52% and there was increase in the managerial remuneration during the last financial year.

- (v) The key parameters for any variable component of remuneration availed by the directors:
Nil

- (vi) Affirmation that the remuneration is as per the remuneration policy of the company: **Yes**

- (vii) There are no Employees drawing remuneration more than Rs. 1,02,00,000/- per annum if employed throughout the financial year and Rs. 8,50,000/- per month, if employed for the part of the financial year during the year.

b) Top 10 Employees in terms of remuneration drawn during the year:

Sl. No.	Employee Name	Designation	Remuneration 25-26 (in Rs.)	Age	Educational Qualification	Date of joining	Last Employment held	Experience (in years)
1	V.R. Prasad	CFO	32,03,200	69	M.Com, PG Diploma in BM, CS	09/05/2012	Gayatri Projects Limited	45
2	B.Sankara Rao	President	25,93,900	55	Diploma CE, AMIE, MBA	16/08/1995	--	31
3	T. Venugopal Rao	Vice President	25,92,388	66	B.Sc (Agriculture)	23/09/1998	Ponni Sugars Ltd	40
4	S.Murali Krishna	DGM(PP&A)	22,52,956	46	B.Sc(MPC)	14/07/2008	Matrix Agri Sciences Private Limited	22
5	P.Malakondaiah	Chief General Manager (F&A)	19,93,444	74	M.Com, PG Diploma in FA	18/10/2004	Shree Vaani Sugars Ltd, Punganuru	49
6	V.Vengal Reddy	GM(Cane)	15,42,640	63	B.Sc	09/06/2016	Rayalseema Sugar Energy Private Limited	39
7	D. Veeraraju	Sr. GM(ENGG)	14,87,888	72	Diploma Mechanical Engineering BOE	30/08/2013	Prudential Sugars Limited, Puttur	48
8	Pulimi Srinadha Reddy	GM(ENGG)	14,60,000	56	Diploma Mechanical Engineering	11/12/2021	Global Sugarcane Services	36
9	A. Narasimhaa Rao	AGM (Fin & Accts)	14,24,640	45	B.Com	16/04/2008	Hermes Chemical Co. Pvt. Ltd.	25
10	M. RAJA BABU	Sr. GM(ENGG)	14,05,080	71	Diploma Mechanical Engineering	16/11/2012	NSL Sugars Ltd	45

*None of the employees mentioned above except Mrs. T. Sarita Reddy, who is spouse of Mr. T. V. Sandeep Kumar Reddy (Non-Executive Director) and daughter in law of Mrs. T. Indira Reddy (Non-Executive Director), is a relative of any Director of the Company or Manager of the Company.

* Mrs. T. Sarita Reddy does not hold any shares in the Company. Her spouse Mr. T. V. Sandeep Kumar Reddy holds 10.44% of the total Equity Shares.

For and on behalf of the Board of Directors

sd/- (T. SARITA REDDY) Managing Director
DIN: 00017122

sd/- (T.V. SANDEEP KUMAR REDDY) Vice Chairman & Director
DIN: 00005573

Place: Hyderabad
Date : August 11, 2026

INDEPENDENT AUDITORS' REPORT

To the Members of Gayatri Sugars Limited

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the Financial Statements of Gayatri Sugars Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2026, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the Financial Statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Financial Statements").

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

Basis for Qualified Opinion

As stated in note 29.16 to the accompanying Financial Statements, regarding the High Court dismissing the writ petition filed by the Company challenging the levy of electricity duty by the State Government on the consumption of electricity by captive generating units, the subsequent dismissal of special leave petition by the Honorable Supreme Court and the pending matter before the Board for Industrial and Financial Reconstruction being abated. As stated in the said note, the Company has treated the estimated duty amount aggregating to ₹ 283.99 Lakhs as a contingent liability and no provision has been made in respect of the same.

In view of the above, we are unable to comment on the ultimate outcome of the matter and the consequential impact if any on these Financial Statements.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Companies Act, 2013 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 qualified audit opinion on the Financial Statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Ind AS financial statements of the current period. These matters were addressed in the context of our audit of the Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matter	Auditor's Response
Accounting and Disclosure of Revaluation of Land in accordance with Ind AS 16: As stated in Note No. 29.14, during the year ended 31 March 2026, the Company changed its accounting policy for land classified under Property, Plant and Equipment from the cost model to the revaluation model in accordance with Ind AS 16 "Property, Plant and Equipment." The revaluation, conducted by an independent registered valuer, resulted in a revaluation gain of Rs. 24,005.30 Lakhs recognised in Other Comprehensive Income (OCI) and accumulated as Revaluation Surplus within equity. A corresponding deferred tax liability has been recognised on the revaluation surplus in accordance with Ind AS 12 "Income Taxes." We identified the revaluation of land as a key audit matter due to: • The significance of the carrying amount of land to the Company's financial statements. • The inherent subjectivity involved in determining fair value, which requires significant judgement and estimation by management and the valuer regarding valuation methodology, market data inputs, and key assumptions. • The first-time adoption of the revaluation model, requiring evaluation of the appropriateness of the change in accounting policy and its application.	How the matter was addressed in the audit: Our audit procedures included but were not limited to: We assessed the Company's determinations of fair value of asset i.e. land classified under Property, Plant and Equipment by: • Reading the valuation report prepared by the appointed external valuation specialists. • Evaluating the competence, objectivity and integrity of the appointed external valuation specialists. • Expert Evaluation: Evaluated the competence, capabilities, and objectivity of the independent registered valuer engaged by management. • Testing the mathematical accuracy of the underlying valuation workings and calculations. • Evaluating appropriateness of adequate disclosures in accordance with the applicable accounting standards.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and analysis, Boards Report including annexures to Board's Report, Business Responsibility Report, Corporate Governance, and Shareholder's Information, but does not include the Financial Statements and our auditor's report thereon.

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

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

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

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for the safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation, and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

- 1) As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- 2) As required by Section 143(3) of the Act, we report that:
 - a) We have sought and except for the possible effects of the matter described in the Basis of Qualified Opinion Paragraph Above, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) Except for the possible effects of the matter described in the Basis of Qualified Opinion Paragraph above, in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) Except for the possible effects of the matter described in the Basis of Qualified Opinion Paragraph above, the Balance Sheet, the Statement of Profit and Loss including other Comprehensive Income, the Statement of Changes in Equity and the statement of Cash Flow dealt with by this Report are in agreement with the books of account.
 - d) Except for the possible effects of the matter described in the Basis of Qualified Opinion Paragraph above, in our opinion, the aforesaid Financial Statements comply with Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

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- e) On the basis of the written representations received from the directors as on 31st March 2026 taken on record by the Board of Directors, none of the directors is disqualified as on 31st 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 over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- g) 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. As stated in Note No. 29.2 of the Financial Statements, the Company has disclosed the impact of pending litigations on its financial position in its financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. (a) The management has represented that, to the best of its knowledge and belief, 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 company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to the notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.
- v. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.
- vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

- 3) The Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.

For **M O S & Associates LLP**
Chartered Accountants
Firm's Registration No.001975S/S200020

Sd/-
Oommen Mani
Partner
Membership No. 234119
UDIN: 26234119WDQDTI7381

Place : Hyderabad
Date : 21st May, 2026

ANNEXURE "A" TO THE AUDITORS' REPORT

The Annexure referred to in the Independent Auditors' Report to the members of the Company on the Financial Statements for the year ended 31st March 2026, we report that:

- (i) In respect of Property Plant and Equipment and Intangible Assets:
 - a. (A) In our opinion and as per the information and explanations given to us, the Company has maintained proper records showing particulars, including quantitative details and the situation of Property, Plant, and Equipment;
(B) In our opinion and as per the information and explanations given to us, the company is maintaining proper records showing full particulars of intangible assets.
 - b. The management of the company has verified the Property, Plant and Equipment at reasonable intervals during the year. According to the information and explanations given to us, no material discrepancies were noticed in such physical verification.
 - c. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties disclosed in the financial statements are held in the name of the Company.
 - d. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has revalued its land during the year based on the valuation report issued by a Registered Valuer as defined under Rule 2 of the Companies (Registered Valuers and Valuation) Rules, 2017. The revaluation resulted in a change of more than 10% in the aggregate carrying value of such land. Consequent to such revaluation, the net increase of Rs. 24,005.30 Lakhs and Deferred tax of Rs. 7,489.65 Lakhs has been recognized in Other Comprehensive Income and accumulated under Revaluation Surplus Account under Other Equity;
 - e. In our opinion and as per the information and explanations given to us, no proceedings have been initiated or are pending against the company for holding any Benami property under the "Benami Transactions (Prohibition) Act, 1988 and Rules made thereunder;
- (ii) In respect of inventories
 - a. According to the information and explanations given to us, the inventories have been physically verified during the year by the management. In our opinion, the coverage and procedure of such verification by the management are appropriate. The discrepancies noticed on the physical verification of inventories as compared to the book records, which in our opinion were not material, have been properly dealt with.
 - b. According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of Rs. 5 crores from the banks on the basis of security of current assets; the quarterly returns or statements filed by the Company with such bank are in agreement with the books of accounts of the Company as stated in Note no. 12.7.
- (iii) According to the information and explanation given to us, during the year the Company has not made investments in, provided guarantee or security, or granted loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnership or any other parties. Accordingly, the provisions of clauses (iii)(a), (iii)(b), and (iii)(c) of the order are not applicable.
- (iv) According to information and explanations given to us and in our opinion, The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees, and securities provided, as applicable.

- (v) According to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended) during the year. Accordingly, the provisions of clause (v) of the Order are not applicable to the Company.
- (vi) We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended and prescribed by the Central Government under section 148(1) of the Companies Act, 2013, and are of the opinion that, prima facie, the prescribed cost records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- (vii) In respect of statutory dues
- According to the information and explanations given to us, and based on our examination of records of the Company, amounts deducted/ accrued in the books of accounts in respect of statutory dues including Goods and Services Tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable have been regularly deposited during the year by the Company with appropriate statutory authorities though there has been a slight delay in a few cases. According to the information and explanations are given to us, there were no undisputed amounts payable in respect of Goods and Service Tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at 31st March 2026 for a period of more than six months from the date they became payable.
 - According to the information and explanation given to us, Details of statutory dues referred to in sub-clause (a) above which have not been deposited as on 31st March 2026 on account of disputes are given below:

Name of the Statute	Nature of Dues	Forum where the dispute is pending	Period to which the amount relates	The amount involved (₹ in lakhs)
Central Excise Act, 1944	Excise Duty (excluding interest and penalty)	Customs Excise and Service Tax Appellate Tribunal	Various periods covering the period 2008 to 2013	80.28
Andhra Pradesh Tax on Entry of Goods into Local Areas Act, 2001	Entry Tax	Hon'ble High Court for the State of Telangana	Various periods Act, 2001 covering the period 2011 to 2017	14.17
Central GST Act	GST dues	Commissioner (Appeals) GST Central	FY 2018-19	18.73
Central GST Act	GST dues	Addl. Commissioner (Appeals) GST Central	FY 2020-21	99.82

- (viii) According to the information and explanations given to us, and based on our examination of records of the Company, there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- (ix) a. According to the information and explanations given to us and on the basis of our audit procedures, we are of the opinion that the Company has not defaulted in repayment of loans or borrowings to financial institutions, banks, or Government as on the Balance Sheet date.
- b. According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared a Wilful Defaulter by any bank or financial institution or government or any government authority.
- c. According to the information and explanations given to us, to the best of our knowledge and belief, in our opinion, term loans availed by the Company were, applied by the Company during the year for the purposes for which the loans were obtained.
- d. According to the information and explanations given to us, the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on a short-term basis have been used for long-term purposes by the company.
- e. In our opinion and according to the information and explanations given to us and the procedures performed by us, we report that the Company did not have any subsidiaries, associates, or joint ventures during the year. Accordingly, the provisions of clauses (ix)(e) of the order are not applicable.
- f. In our opinion and according to the information and explanations given to us and the procedures performed by us, we report that the Company did not have any subsidiaries, associates, or joint ventures during the year. Accordingly, the provisions of clauses (ix)(f) of the order are not applicable.
- (x) a. According to information and explanations given to us, The Company has not raised any money by way of an initial public offer or further public offer (including debt instruments) during the year. Accordingly, the reporting under clause (x)(a) of the Order is not applicable to the Company.
- b. During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially, or optionally convertible) during the year and hence reporting under clause (x)(b) of Order is not applicable.
- (xi) a. During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations are given to us, we have neither come across any instance of material fraud by the company or on the company by its officers or employees, noticed or reported during the year, nor we have been informed of any such case by the management.
- b. During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, a report under Section 143(12) of the Act in Form ADT-4, as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 was not required to be filed with the Central Government. Accordingly, the reporting under clause (xi)(b) of the Order is not applicable to the Company.
- c. During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, and

according to the information and explanations given to us, there are no whistle-blower complaints received by the company during the year, accordingly, the reporting under clause (xi)(c) of the Order is not applicable to the Company.

- (xii) As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it and hence reporting under clause (xii) of Order is not applicable
- (xiii) According to the information and explanations given to us and based on examination of records of the Company, transactions with related parties are in compliance of Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable Accounting Standards.
- (xiv)a. In our opinion and according to the information and explanation given to us, the company has an internal audit system commensurate with the size and nature of its business.
 - b. We have considered the internal audit reports for the year under audit, issued to the company, in determining the nature, timing, and extent of our audit procedures.
- (xv) The company has not entered into any non-cash transactions with directors or persons connected with its directors and accordingly, the reporting on compliance with the provisions of Section 192 of the Act under Clause (xv) of the Order is not applicable to the Company.
- (xvi)a. In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of Clause (xvi)(a) of the Order are not applicable to the Company.
 - b. The Company has not conducted non-banking financial / housing finance activities during the year. Accordingly, the reporting under Clause (xvi)(b) of the Order is not applicable to the Company.
 - c. In our opinion, the Company is not a Core Investment Company (CIC) as defined under the Regulations by the Reserve Bank of India, and accordingly reporting under clause (xvi)(c) of the Order is not applicable.
 - d. Based on the information and explanations provided by the management of the Company, the group don't any Core Investment Company (CIC) and accordingly reporting under clause (xvi)(d) of the Order is not applicable.
- (xvii) The Company has not incurred cash losses during the current Financial Year and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly, the reporting under Clause (xviii) of the Order is not applicable to the Company.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, we state that there is no material uncertainty exists as on the date of the audit report indicating that the Company is not capable of meeting its liabilities existing at the date of the balance sheet as and when they fall due within a period of one year from the balance sheet date.
- (xx) The provisions of Section 135 of the Companies Act, 2013 relating to Corporate Social Responsibility are not applicable to the Company during the year. Accordingly, the reporting requirements under clause 3(xx)(a) and 3(xx)(b) of the Companies (Auditor's Report) Order, 2020 are not applicable.

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(xxi)The reporting under Clause (xxi) of the Order is not applicable in respect of the audit of standalone financial statements. Accordingly, no comment in respect of the said clause has been included in this report.

For **M O S & Associates LLP**
Chartered Accountants
Firm's Registration No.001975S/S200020

Sd/-

Oommen Mani

Partner

Membership No. 234119

UDIN: 26234119WDQDTI7381

Place : Hyderabad
Date : 21st May, 2026

ANNEXURE “B” TO THE AUDITOR’S REPORT**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)****Qualified Opinion**

We have audited the internal financial controls over financial reporting of Gayatri Sugars Limited (“the Company”) as of 31st March, 2026 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

In our opinion, to the best of our information and according to the explanations given to us, except for the possible effects of the material weaknesses described in Basis for Qualified Opinion paragraph below on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of 31st March, 2026, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the financial statements of the Company for the year ended 31st March, 2026, and these material weaknesses did not affect our opinion on the said financial statements of the Company, except in respect of the qualification relating to the Management’s assessment of estimating potential liability relating to a disputed matter, in respect of which, we have issued a qualified opinion on the financial statements of the Company.

Basis for Qualified Opinion

According to the information and explanations given to us and based on our audit, material weakness have been identified as at March 2026 relating to Managements assessment of estimating potential liability relating to a disputed matter as described in note no. 29.16 to the Financial Statements. A “material weakness” is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company’s annual or interim financial statements will not be prevented or detected on a timely basis.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (‘ICAI’). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance

Thirty First Annual Report

Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A Company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting 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 authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For **M O S & Associates LLP**
Chartered Accountants
Firm’s Registration No.001975S/S200020

Sd/-
Oommen Mani
Partner
Membership No. 234119
UDIN: 26234119WDQDTI7381

Place : Hyderabad
Date : 21st May, 2026

BALANCE SHEET AS AT 31st MARCH, 2026

Particulars	Note No.	As at 31st March, 2026 ₹ in lakhs	As at 31st March, 2025 ₹ in lakhs
ASSETS			
(1) Non Current Assets			
(a) Property, plant and equipment	2	32,877.49	9,104.79
(b) Capital work in progress	2	14.65	10.05
(c) Financial Asset			
(i) Other financial assets	3	141.16	142.16
(d) Other non-current assets	4	2,418.12	1,687.31
Total non-current assets		35,451.42	10,944.31
(2) Current assets			
(a) Inventories	5	6,616.25	5,788.95
(b) Financial Assets			
(i) Trade receivables	6	617.52	782.42
(ii) Cash and cash equivalents	7	6.68	329.08
(c) Income Tax Assets (Net)	8	90.21	100.55
(d) Other current assets	9	2,982.40	3,063.16
Total current assets		10,313.06	10,064.16
TOTAL ASSETS		45,764.48	21,008.47
EQUITY AND LIABILITIES			
(3) Equity			
(a) Share capital	10	7,430.05	7,430.05
(b) Other equity	11	718.96	(15,901.94)
Total equity		8,149.01	(8,471.89)
Liabilities			
(4) Non-Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	12	6,666.51	9,274.51
(b) Other non-current liabilities	13	5,928.50	6,393.89
(c) Provisions	14	761.15	740.68
(d) Deferred tax liabilities (Net)	15	7,489.65	-
Total non-current liabilities		20,845.81	16,409.08
(5) Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	16	4,445.96	5,149.03
(ii) Trade payables			
(A) total outstanding dues of micro-enterprises and small enterprises; and	17	364.66	457.53
(B) total outstanding dues of creditors other than micro-enterprises and small enterprises.		7,033.80	4,961.67
(iii) Other financial liabilities	18	235.22	571.26
(b) Other current liabilities	19	4,435.37	1,726.13
(c) Provisions	20	254.65	205.66
Total current liabilities		16,769.66	13,071.28
TOTAL EQUITY AND LIABILITIES		45,764.48	21,008.47
Corporate information and Significant accounting policies	1		
Other notes forming part of the Financial Statements	29		

As per our report attached

For M O S & Associates LLP

Chartered Accountants

Sd/-

Oommen Mani

Partner

Membership No. 234119

Place : Hyderabad

Date : May 21, 2026

For and on behalf of the Board of Directors

Sd/-

T. Sarita Reddy

Managing Director

DIN No : 00017122

Sd/-

V.R. Prasad

Chief Financial Officer

Sd/-

T.V. Sandeep Kumar Reddy

Vice Chairman & Director

DIN No : 00005573

Sd/-

D.S.V.R. Susmitha

Company Secretary

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

Particulars	Note No.	For the Year Ended 31st March, 2026 ₹ in lakhs	For the Year Ended 31st March, 2025 ₹ in lakhs
I Revenue from operations	21	36,638.30	33,610.84
II Other income	22	63.49	571.57
III Total Income (I+II)		36,701.79	34,182.41
IV Expenses			
(a) Cost of materials consumed	23	27,821.02	25,493.53
(b) Purchases of stock-in-trade	24	379.25	444.04
(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	25	(630.45)	(990.41)
(d) Employee benefits expense	26	2,530.51	2,398.85
(e) Finance costs	27	1,461.60	1,707.15
(f) Depreciation and amortisation expense	2	696.10	687.10
(g) Other expenses	28	4,342.62	4,334.90
Total expenses (IV)		36,600.65	34,075.16
V Profit/(Loss) before Exceptional items and Tax (III-IV)		101.14	107.25
VI Exceptional items		—	—
VII Profit / (Loss) before tax (V-VI)		101.14	107.25
VIII Tax expense		—	—
IX Profit / (Loss) for the year (VII-VIII)		101.14	107.25
X Other Comprehensive Income (OCI)			
Items that will not be reclassified to profit or loss :			
i) Re-measurement gains/(losses) on actuarial valuation of Post Employment defined benefits		4.11	(37.22)
ii) Re-measurement gains/(losses) on assets (Refer Note 29.14)		24,005.30	—
iii) Income tax relating to Items that will not be reclassified to profit or loss		(7,489.65)	—
Total Other Comprehensive Income (X)		16,519.76	(37.22)
XI Total Comprehensive Income for the Year (IX+X)		16,620.90	70.03
XII Earnings per equity share (of ₹ 10/- each)			
Basic (₹)	29.9A	0.14	0.16
Diluted (₹)	29.9B	0.10	0.11
Corporate information and Significant accounting policies	1		
Other notes forming part of the Financial Statements	29		

As per our report attached

For M O S & Associates LLP

Chartered Accountants

Sd/-

Oommen Mani

Partner

Membership No. 234119

Place : Hyderabad

Date : May 21, 2026

For and on behalf of the Board of Directors

Sd/-

T. Sarita Reddy

Managing Director

DIN No : 00017122

Sd/-

V.R. Prasad

Chief Financial Officer

Sd/-

T.V. Sandeep Kumar Reddy

Vice Chairman & Director

DIN No : 00005573

Sd/-

D.S.V.R. Susmitha

Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2026

Particulars	For the Year Ended 31st March, 2026 ₹ in lakhs	For the Year Ended 31st March, 2025 ₹ in lakhs
Cash flow from operating activities:		
Profit before tax	101.14	107.25
Adjustments for :		
Depreciation and amortization expenses	696.10	687.10
Finance costs	1,461.60	1,707.15
Interest on Income tax refund	(1.19)	(2.07)
Interest income	(46.04)	(3.98)
Operating profit before working capital changes	2,211.61	2,495.45
Adjustments for:		
(Increase) / Decrease in Trade Receivables	164.90	876.84
(Increase) / Decrease in non-current financial asset	1.00	(9.20)
(Increase) / Decrease in non-current asset	(730.81)	(890.96)
(Increase) / Decrease in Other current assets	80.76	(1,102.04)
(Increase) / Decrease in Inventory	(827.30)	(750.05)
Increase / (Decrease) in non-current financial liabilities	—	(458.05)
Increase / (Decrease) in current financial liabilities	—	(1,535.60)
Increase / (Decrease) in other non current liabilities	(465.39)	3,598.89
Increase / (Decrease) in other current liabilities	2,709.24	133.49
Increase / (Decrease) in provisions	73.57	69.60
Increase / (Decrease) in Trade Payables	1,979.26	(1,810.44)
Cash generated from operations	5,196.84	617.93
Direct tax paid (net of refunds)	11.53	13.03
Net cash flow from/ (used in) operating activities (A)	5,208.37	630.96
Cash flow from investing activities		
Capital expenditure on fixed assets	(468.10)	(635.61)
(Investment)/withdraw in Fixed Deposits	—	—
Interest received	46.04	3.98
Net cash used in investing activities (B)	(422.06)	(631.63)
Cash flow from financing activities		
Proceeds from issue of Equity Shares/Share Warrants (Net)	—	642.07
Proceeds/(Repayment) of long-term borrowings (Net)	(2,608.00)	(262.96)
Proceeds/(Repayment) from short-term borrowings	(703.07)	1,543.54
Interest and other borrowing cost paid	(1,797.64)	(1,692.41)
Net cash (used in)/ flow from financing activities (C)	(5,108.71)	230.24
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	(322.40)	229.57
Cash and Cash equivalents at the beginning of the year	329.08	99.51
Cash and Cash equivalents as at the end of year	6.68	329.08

Note:

Figures in brackets represent cash outflows.
See accompanying notes forming part of the financial statements.

As per our report attached

For M O S & Associates LLP

Chartered Accountants

Sd/-

Oommen Mani

Partner

Membership No. 234119

Place : Hyderabad

Date : May 21, 2026

For and on behalf of the Board of Directors

Sd/-

T. Sarita Reddy

Managing Director

DIN No : 00017122

Sd/-

V.R. Prasad

Chief Financial Officer

Sd/-

T.V. Sandeep Kumar Reddy

Vice Chairman & Director

DIN No : 00005573

Sd/-

D.S.V.R. Susmitha

Company Secretary

Thirty First Annual Report

GAYATRI SUGARS LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2026

A. Equity Share Capital	No. of shares	(₹ in Lakhs)
Balance as at April 1, 2024	64,800,305	6,479.72
Changes in equity share capital due to prior period errors	—	—
Restated balance as at April 1, 2024	64,800,305	6,479.72
Changes in equity share capital during the year	9,503,335	950.33
Balance as at March 31, 2025	74,303,640	7,430.05
Balance as at April 1, 2025	74,303,640	7,430.05
Changes in equity share capital due to prior period errors	—	—
Restated balance as at April 1, 2025	74,303,640	7,430.05
Changes in equity share capital during the year	—	—
Balance as at March 31, 2026	74,303,640	7,430.05

B. Other Equity								(₹ in Lakhs)	
Particulars	Share application money pending allotments	Equity Component of compounded financial instrument	Reserves and surplus			Other Comprehensive Income		Money Received against share Warrants	Total Other Equity
			Capital Reserve	Securities Premium Account	Retained earnings	Re-measurement gains/(losses) on defined benefits	Revaluation Surplus		
As at April 1, 2024	40.00	186.67	-	207.78	(16,388.67)	(296.50)	-	582.58	(15,668.14)
Changes in accounting policy /prior period errors	-	-	-	-	-	-	-	-	-
Restated balance as at April 1, 2024	40.00	186.67	-	207.78	(16,388.67)	(296.50)	-	582.58	(15,668.14)
Surplus / (Deficit) for the year	-	-	-	-	107.25	-	-	-	107.25
Add: Changes/issued during the year	(40.00)	-	355.00	(36.25)	-	-	-	-	278.75
Add: Subscription amount towards share warrants	-	-	-	-	-	-	-	367.75	367.75
Less: Issue of equity shares	-	-	-	-	-	-	-	(950.33)	(950.33)
Other comprehensive income	-	-	-	-	-	(37.22)	-	-	(37.22)
As at March 31, 2025	-	186.67	355.00	171.53	(16,281.42)	(333.72)	-	-	(15,901.94)
As at April 1, 2025	-	186.67	355.00	171.53	(16,281.42)	(333.72)	-	-	(15,901.94)
Changes in accounting policy /prior period errors	-	-	-	-	-	-	-	-	-
Restated balance as at April 1, 2025	-	186.67	355.00	171.53	(16,281.42)	(333.72)	-	-	(15,901.94)
Surplus / (Deficit) for the year	-	-	-	-	101.14	-	-	-	101.14
Add: Changes/issued during the year (refer note 29.14)	-	-	-	-	-	-	16,515.65	-	16,515.65
Other comprehensive income	-	-	-	-	-	4.11	-	-	4.11
As at March 31, 2026	-	186.67	355.00	171.53	(16,180.28)	(329.61)	16,515.65	-	718.96

As per our report attached

For M O S & Associates LLP

Chartered Accountants

Sd/-

Oommen Mani

Partner

Membership No. 234119

Place : Hyderabad

Date : May 21, 2026

For and on behalf of the Board of Directors

Sd/-

T. Sarita Reddy

Managing Director

DIN No : 00017122

Sd/-

V.R. Prasad

Chief Financial Officer

Sd/-

T.V. Sandeep Kumar Reddy

Vice Chairman & Director

DIN No : 00005573

Sd/-

D.S.V.R. Susmitha

Company Secretary

Annexure – I

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

Statement on Impact of Audit Qualifications for the Financial Year Ended 31st March 2026

(See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016 ₹ in Lakhs

I	Sl. No	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1	Turnover / Total income	36,701.79	34,182.41
	2	Total Expenditure	36,600.65	36,770.65
	3	Net Profit/(Loss)#	101.14	(68.86)
	4	Earnings Per Share Basic (₹) Diluted (₹) (* Anti-Dilutive)	0.14 0.10	(0.09) *(0.09)
	5	Total Assets	45,764.48	45,764.48
	6	Total Liabilities	37,615.47	37,785.47
	7	Net Worth	8,149.01	7,979.01
	8	Any other financial item(s) (as felt appropriate by the management)	Nil	Nil
	impact (as quantified by Management) of qualification considered in Total Expenditure as an exceptional item			
	#Net profit after exceptional items.			
II	Audit Qualification: a. Details of Audit Qualification: i) As stated in note 4 to the accompanying Audited Financial Results, regarding the High Court dismissing the writ petition filed by the Company challenging the levy of electricity duty by the State Government on the consumption of electricity by captive generating units, the subsequent dismissal of special leave petition by the Honorable Supreme Court and the pending matter before the Board for Industrial and Financial Reconstruction being abated. As stated in the said note, the Company has treated the estimated duty amount aggregating to Rs. 283.99 Lakhs as a contingent liability and no provision has been made in respect of the same. In view of the above, we are unable to comment on the ultimate outcome of the matter and the consequential impact if any on these Audited Financial Results.			
	b. Type of Audit Qualification: Qualified Opinion/ Disclaimer of Opinion/ Adverse Opinion:			
	c. Frequency of Qualification: Whether appeared first time/Repetitive/ Since how long continuing: Appearing since the Annual Audited Results of FY 2016-17			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: -Not Applicable-			
	e. For Audit Qualification(s) where the impact is not quantified by the auditor: (i) Management's estimation on the impact of audit qualification: Refer Note 3 of the Financial Results: Impact of Qualification - ₹ 170 Lakhs debit to the Statement of Profit and Loss for the year ended 31st March 2026 which is to be disclosed as an Exceptional Item (Refer Note below). Accordingly, the liabilities as at 31st March 2026 will increase and the net worth as at 31st March 2026 shall reduce by the corresponding amount.			

Thirty First Annual Report

	Note: In the event of an unfavorable verdict in this matter, the Management based on the Supreme Court's interim orders and considering the inherent uncertainty in predicting the final outcome of the above litigation, estimates the impact of the potential liability to be ₹ 170 Lakhs. (ii) If management is unable to estimate the impact, reasons for the same: - Not Applicable-	
	(iii) Auditors' Comments on (i) or (ii) above: No further comments	
	III. Signatories:	
	Managing Director	Sd/-
	CFO	Sd/-
	Audit Committee Chairman	Sd/-
	Statutory Auditor	Sd/-

Place : Hyderabad

Date: May 21, 2026

NOTES FORMING PART OF THE FINANCIAL STATEMENTS**CORPORATE INFORMATION:**

Gayatri Sugars Limited was established in the year 1995 and its registered office is located at B2, 2nd Floor, 6-3-1090, TSR Towers, Rajbhavan Road, Somajiguda, Hyderabad – 500 082. The company is registered with Bombay Stock Exchange (BSE).

The Company is into manufacture of sugar and allied products and it also operates a power generation unit, the output of which is captively used and also exported to the grid. The Company's products include sugar, distillery products like Ethanol, Impure spirit and by-products like Molasses and Bagasse.

1. Significant Accounting Policies:**1.1. Compliance with Indian Accounting Standards (Ind AS)**

The Company's Financial statements have been prepared to comply with generally accepted accounting principles in accordance with the Indian Accounting Standards (herein after referred to as "Ind AS") as notified by the Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act 2013 ("the Act") read with rule 3 of the Companies (Indian Accounting Standards) Rules 2015 and Companies (Indian Accounting Standards) Amendments rules 2016.

1.2. Basis of Preparation and Presentation of Financial Statements

The Financial statements are prepared on accrual basis following the historical cost convention except in case of certain financial instruments which are measured at fair values. The Balance Sheet and the Statement of Profit and Loss are prepared and presented in the format prescribed under Schedule III to the Act. The Statement of Cash Flows has been prepared and presented as per the requirements of Indian Accounting Standard (Ind AS) - 7 on "Statement of Cash Flows". The disclosure requirements with respect to items in the Balance Sheet and Statement of Profit and Loss, as prescribed in the Schedule III to the Act, are presented by way of notes forming part of the financial statements along with other notes required to be disclosed under the notified Ind AS and the Listing Agreement. Further, the guidance notes/announcements issued by the Institute of Chartered Accountants of India (ICAI) are also considered, wherever applicable except to the extent where compliance with other statutory promulgations viz. SEBI guidelines override the same requiring a different treatment. Accounting Policies have been consistently applied 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 used previously.

Fair value for measurement adopted in these financial statements is determined on such a basis, except leasing transactions that are within the scope of Ind AS 17, Net Realizable value as per Ind AS 2 or value in use in Ind AS 36. Fair value measurements under Ind AS are categorized as below based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or Liability.

1.3. Use of Estimates

The preparation of financial statements in conformity with Ind AS requires the management of the Company to make estimates and assumptions that affect the reported amounts of income and expenses of the period, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as on the date of the financial statements. Actual results may differ from these estimates. The Company evaluates these estimations and assumptions on a continuous basis based on the historical experience and other factors including expectation of future events believed to be reasonable. Examples of such estimates include the useful lives of tangible and intangible fixed assets, allowance for doubtful debts/advances, future obligations in respect of retirement benefit plans, estimation of costs as a proportion to the total costs, etc., Difference, if any, between the actual results and estimates is recognized in the period in which the results are known/materialized. Changes in estimates are reflected in the financial statements in the period in which changes are made and if material, are disclosed in the Notes to Account.

1.4 Inventories

- (a) Raw materials, Stock-in-trade, Stores and Spares and Consumables are valued at lower of cost or net realizable value. However, materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on a First-in-First out basis and Cost includes applicable taxes, duties, transport and handling costs.
- (b) Finished goods are valued at lower of cost or net realizable value. Cost is average cost and includes all material costs, direct and indirect expenditure.
- (c) Work-in-progress is valued at lower of cost up to estimated stage of process and net realisable value. Net realisable value represents the estimated selling price for inventories less all estimated costs of completion and costs necessary to make the sale.
- (d) By-products are valued at estimated net realisable value as the cost is not ascertainable.

1.5 Statement of Cash Flows

Statement of Cash Flows is prepared segregating the cash flows from operating, investing and financing activities. Cash flow from operating activities is reported using indirect method. Under the indirect method, whereby the profit before extraordinary items and tax is adjusted for the effects of:

- i. transactions of a non-cash nature; and
- ii. any deferrals or accruals of past or future operating cash receipts or payments.

Items of income or expense associated from investing or financing cash flows of the company are segregated based on the available information.

Items of income or expense associated from investing or financing cash flows of the company are segregated based on the available information.

Cash and cash equivalents (including bank balances) are reflected as such in the Statement of Cash Flows.

Cash and cash equivalents, comprise cash on hand, balances in current, Cheque-on-hand pending to be presented in Bank and demand deposits with banks. Cash equivalents are

short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

1.6 Depreciation and amortization

In respect of Property, Plant and Equipment (other than Land and Capital Work in Progress) depreciation is charged on a straight-line basis over the useful lives as specified in Schedule II to the Companies Act 2013.

Software is amortised over a period of 3 years.

Individual assets costing less than ` 5,000/- are fully depreciated in the year of acquisition.

The Company has elected to consider the carrying values for all property, plant and equipment as deemed cost at the date of the transition i.e on 01st April, 2016.

1.7 Revenue Recognition :**1 Revenue from Operations****(a) Sale of products**

Revenue is recognised to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue from sale of goods is recognised when the significant risks and rewards of ownership of the goods are transferred to the customer and is stated net of trade discounts, sales returns, Goods and Service Tax but inclusive of excise duty.

(b) Sale of power

Revenue from sale of power is recognised when the units generated are transmitted to the pooling station, in accordance with the terms and conditions of the power purchase agreement entered into by the Company with the purchasing party.

1 Other income

(i) Interest Income is recognised on a time proportionate method using underlying Effective interest rates.

(ii) Insurance and other claims/refunds are accounted for as and when admitted by appropriate authorities.

(iii) Harvesting income is recognized when the sugar cane growers have utilized the harvesting machinery in the respective fields and the sugar cane is been supplied to the factory.

1.8 Functional and presentation currency and Foreign Currency Transactions:

(a) The reporting currency of the company is Indian Rupee. Foreign Currency Transactions are translated at the functional currency spot rates prevailing on the date of transactions. Initial recognition.

(b) Monetary assets and current liabilities related to foreign currency transactions remaining unsettled are translated at the functional currency spot rates prevailing on the balance sheet date. The difference in translation of monetary assets and liabilities and realized gains and losses on foreign exchange transactions are recognized in the Statement of Profit and Loss.

(c) Non-monetary foreign currency items are carried at historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction.

1.9. Property, Plant and Equipment:

(a) Tangible and Intangible:

Property Plant and Equipment are stated at cost of acquisition, less accumulated depreciation thereon. Expenditure which are capital in nature are capitalized at cost, which comprise of purchase price (net of rebates and discounts), import duties, levies, financing costs and all other expenditure directly attributable to bringing the asset to its working condition for its intended use. Freehold land is not depreciated.

An item of property, plant and equipment is de-recognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortization and accumulated impairment losses. Amortization is recognised on a straight-line basis over their estimated useful lives. The estimated useful life and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

(b) Capital Work in Progress :

Properties in the course of construction for production, supply or administrative purposes are carried at cost, less any recognised impairment loss. Cost includes professional fees and, for qualifying assets, borrowing costs capitalized in accordance with the Company's accounting policy. Such properties are classified to the appropriate categories of property, plant and equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

1.10 Employee Benefits

Liability for employee benefits, both short and long term, for present and past service which are due as per the terms of employment are recorded in accordance with Indian Accounting Standard 19 "Employee Benefits" issued by the Companies (Accounting Standard) Rules, 2015. Re-measurement gains /losses on post-employment defined benefits comprising gains/ losses is reflected immediately in the balance sheet with a charge or credit to other comprehensive income in the period in which it arises.

Defined benefit costs are categorized as follows:

- 1 Service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- 1 net interest expense or income; and
- 1 Re-measurement

The company presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expense'.

Past service cost is recognised in profit or loss in the period of a plan amendment.

Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset.

Re-measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected

immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Re-measurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss.

(a) Gratuity

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each balance sheet date. The plan provides for a lump sum payment to vested employees at retirement, death while in employment or on termination of employment. Vesting occurs upon completion of five years of service.

(b) Provident Fund

In accordance with applicable local laws, eligible employees of the Company are entitled to receive benefits under the provident fund, a defined contribution plan to which both the employee and employer contributes monthly at a determined rate (currently up to 12% of an employee's salary). These contributions are either made to the respective Regional Provident Fund Commissioner, or the Central Provident Fund under the State Pension Scheme, and are recognized as expenses incurred.

(c) Compensated absences

The employees of the Company are entitled to compensated absences which are both accumulating and non-accumulating in nature. The expected cost of accumulating compensated absences is determined by actuarial valuation based on the additional amount expected to be paid as a result of the unused entitlement that has accumulated at the balance sheet date. Expense on non-accumulating compensated absences is recognised in the period in which the absences occur.

1.11 Borrowing Cost

Borrowing costs net of any investment income from the temporary investment of related borrowings that are attributable to the acquisition or construction of a qualifying asset are capitalized as part of cost of such asset till such time the asset is ready for its intended use or sale. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale. All other borrowing costs are charged to the Statement of Profit and Loss in the period in which they are incurred.

Borrowing costs include interest expense calculated using the effective interest method, finance charges in respect of assets acquired on finance lease and exchange differences arising on foreign currency borrowings to the extent they are regarded as an adjustment to interest costs.

1.12 Leases

The Company evaluates if an arrangement qualifies to be a lease as per the requirements of Ind AS 116. Identification of a lease requires significant judgment. There are no leases entered by the company.

1.13 Segment reporting

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organization and management structure. The operating segments

are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the executive Management in deciding how to allocate resources and in assessing performance.

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

- Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.
- Inter-segment revenue is accounted on the basis of transactions which are primarily determined based on market / fair value factors.
- Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on reasonable basis have been included under "unallocated revenue / expenses / assets / liabilities".

1.14 Earnings Per Share

The Company presents basic and diluted earnings per share ("EPS") data for its equity shares. The basic earnings per share ("EPS") are calculated by dividing the profit / (loss) after tax by the weighted average number of Equity Shares outstanding. Diluted earnings per share is computed by dividing net profits for the year, adjusted for the effects of dilutive potential equity shares, attributable to the Equity Shareholders by the weighted average number of the equity shares and dilutive potential equity shares outstanding during the year except where the results are anti-dilutive. Dilutive potential equity shares are deemed to be converted as of the beginning of the year, unless they have been issued at a later date.

1.15 Taxes on Income

(a) Current Tax

Provision for Current tax is made based on the liability computed in accordance with the relevant tax rates and provisions of Income Tax Act, 1961 as at the balance sheet date and any adjustments to taxes in respect of the previous years, penalties if any related to income tax are included in the current tax expense.

(b) Minimum Alternate Tax

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.

(c) Deferred Tax

Deferred Tax is the tax expected to be payable or recoverable on differences between the carrying amount of the assets and liabilities for financial reporting purpose and the corresponding tax bases used in computation of taxable profit. Deferred tax assets are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such Deferred Tax Assets can be realized.

Current and deferred liability has been recognised in profit or loss, except to the extent that it related to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

1.16 Impairment of Non-Financial Assets

As at each Balance Sheet date, the Company assesses whether there is an indication that a non-financial asset may be impaired and also whether there is an indication of reversal of impairment loss recognized in the previous periods. If any indication exists, or when annual impairment testing for an asset is required, the Company determines the recoverable amount and impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount.

Recoverable amount is determined:

- In case of an individual asset, at the higher of the Assets' fair value less cost to sell and value in use; and
- In case of cash generating unit (a group of assets that generates identified, independent cash flows), at the higher of cash generating unit's fair value less cost to sell and value in use.
- In assessing Value in Use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specified with the asset. In determining fair value less cost to sell, recent market transactions are taken into account. If no such transaction can be identified, an appropriate valuation model is used.

Impairment losses of continuing operations, including impairment on inventories, are recognised in the Statement of Profit and Loss, except for properties previously revalued with the revaluation taken to Other Comprehensive Income (OCI). For such properties, the impairment is recognised in OCI up to the amount of any previous revaluation. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, then the previously recognized impairment loss is reversed through the Statement of Profit and Loss.

1.17 Financial Instruments

Financial Assets and Financial Liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial Assets and Financial Liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of Financial Assets and Financial Liabilities (other than Financial Assets and Financial Liabilities at fair value through profit or loss) are added to or deducted from the fair value of the Financial Assets or Financial Liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

1.18 Financial Assets

Financial Asset is any Asset that is -

- (a) Cash

- (b) Equity Instrument of another Entity,
- (c) Contractual right to -
 - i. receive Cash / another Financial Asset from another Entity, or
 - ii. exchange Financial Assets or Financial Liabilities with another Entity under conditions that are potentially favourable to the Entity.
- (d) a contract that will or may be settled in the entity's own equity instruments and is:
 - i. a non-derivative for which the entity is or may be obliged to receive a variable number of the entity's own equity instruments; or
 - ii. a derivative that will or may be settled other than by the exchange of a fixed amount of cash or another financial asset for a fixed number of the entity's own equity instruments.

Impairment of Financial Assets

In accordance with Ind AS 109, the Company applies the expected credit loss ("ECL") model for measurement and recognition of impairment loss on financial assets and credit risk exposures. The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. Simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECL at each reporting date, right from its initial recognition. For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognizing impairment loss allowance based on 12-month ECL. ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date. ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/ expense in the Statement of Profit and Loss.

Financial Liabilities

Financial liabilities are recognized at fair value net of transaction costs and are subsequently held at amortized cost using the effective interest rate method. Financial liabilities carried at fair value through profit and loss are measured at fair value with changes in fair value recognized in the profit and loss account. Interest bearing bank loans are initially measured at fair value and subsequently measured at amortized cost using the effective interest rate method.

For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate the fair value due to the short maturity of these instruments.

De-recognition of Financial Instruments

A Financial Asset is derecognized when the rights to receive cash flows from the asset have expired or the company has transferred substantially all the risks and rewards or the right to receive the cash flows under a contractual arrangement or has transferred the asset.

A Financial Liability is derecognized when the obligation under the liability is discharged or cancelled or expires. In the case where the existing liability is replaced by another liability either from the same lender or otherwise such an exchange is treated as de-recognition of the original liability and recognition of a new liability. Any change in the carrying amount of a liability is recognized in the Statement of Profit and Loss.

1.19 Provisions and Contingencies

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources to settle the obligation in respect of which reliable estimate can be made as on the balance sheet date. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

Contingent Liabilities are present obligations arising from a past event, when it is not probable / probability is remote that an outflow of resources will be required to settle the obligation and they are not recognized but are disclosed in the notes.

Contingent Assets are neither recognized nor disclosed in the financial statements except where it has become virtually certain that an inflow of economic benefit will arise, the asset and the related income are recognized in financial statements of the period in which the change occurs. Provisions for Contingent Liabilities and Contingent Assets are reviewed at the end of Balance Sheet date.

1.20 Operating cycle

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

1.21 Exceptional items

Items of income and expenditure within profit and loss from ordinary activities are of such size, nature or incidence that their disclosure is relevant to explain the performance of the enterprise for the period, the nature and amount of such items are disclosed separately as Exceptional Items.

1.22 Commitments

- (a) Commitments are future liabilities for contractual expenditure.
- (b) Commitments are classified and disclosed as follows:
 - Estimated amount of contracts remaining to be executed on capital account and not provided for;
 - Uncalled liability on shares and other investments partly paid;
 - Funding related commitment to subsidiary, associate and joint venture companies and
 - Other non-cancellable commitments, if any, to the extent they are considered material and relevant in the opinion of management.
- (c) Other commitments related to sales/procurements made in the normal course of business are not disclosed to avoid excessive details.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

2. Property, Plant and Equipment, Capital Work In Progress and Intangible Assets

₹ in lakhs)

Freehold	Particulars	Property, Plant and Equipment			Intangible Assets			Capital work in Progress
		Buildings	Plant and equipment	Vehicles and fixtures	Computers	Total (A)	Total (B)	
As at 31st March, 2026								
Cost as at 1st April 2025		449.58	3,702.35	26,097.68	160.02	98.73	30,529.02	30,531.09
Additions		-	-	462.16	0.89	0.45	463.50	463.50
Revaluation of assets (refer note 29.1.4)		24,005.30	-	-	-	-	24,005.30	24,005.30
Deletions/Capitalised		-	-	-	-	-	-	-
Cost as at 31st March 2026		24,454.88	3,702.35	26,559.84	160.91	99.18	54,997.82	54,999.89
Accumulated depreciation as at 1st April 2025		-	2,516.67	18,684.71	105.89	96.40	21,424.23	21,426.30
Eliminated on disposals/adjustments		-	-	-	-	-	-	-
Depreciation expense		-	100.56	587.28	7.52	0.74	696.10	696.10
Accumulated depreciation as at 31st March 2026		-	2,617.23	19,271.99	113.41	97.14	22,120.33	22,122.40
Net carrying Value as at 31st March 2026		24,454.88	1,085.12	7,287.85	47.50	2.04	32,877.49	32,877.49
As at 31st March, 2025								
Cost as at 1st April 2024		445.53	3,698.58	25,490.88	155.42	98.73	29,909.80	29,911.87
Additions		4.05	3.77	606.80	4.60	-	619.22	619.22
Deletions/Capitalised		-	-	-	-	-	-	-
Cost as at 31st March 2025		449.58	3,702.35	26,097.68	160.02	98.73	30,529.02	30,531.09
Accumulated depreciation as at 1st April 2024		-	2,416.28	18,106.35	99.05	94.89	20,737.13	20,739.20
Eliminated on disposals		-	-	-	-	-	-	-
Depreciation expense		-	100.39	578.36	6.84	1.51	687.10	687.10
Accumulated depreciation as at 31st March 2025		-	2,516.67	18,684.71	105.89	96.40	21,424.23	21,426.30
Net carrying Value as at 31st March 2025		449.58	1,185.68	7,412.97	54.13	2.33	9,104.79	9,104.79

2(C)(i) Ageing of capital work-in-progress is as below

Particulars	As at March 31, 2026			As at March 31, 2025		
	Amount in Capital work in progress for period of			Amount in Capital work in progress for period of		
	Less than 1 Year	1-2 years	More than 2 Years	Less than 1 Year	1-2 years	More than 2 Years
Work in Progress	460	1005	-	1035	-	-
Total	460	1005	-	1035	-	-

During the current financial year, the Company has adopted the revaluation model for land under the class of Property, Plant and Equipment in accordance with Ind AS 16. The revaluation was carried out by an independent registered valuer possessing appropriate qualifications and experience in valuation of properties. Accordingly, land is carried at revalued amount, being its fair value as at the date of revaluation. The resultant revaluation gain amounting to Rs. 24,005.30 Lakhs has been recognised in Other Comprehensive Income and accumulated under Revaluation Surplus in equity. Further, Deferred tax liability has been recognised on the revaluation surplus relating to freehold land in accordance with Ind AS 12.

Financial Assets

(₹ in lakhs)

3 Other financial assets - Non Current Assets

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
a.	Security Deposits - Considered good - Unsecured Deposits with Govt. Depts and others	110.77	113.27
b.	Earmarked deposits with banks	30.39	28.89
	Total	141.16	142.16
(i) Security deposits are primarily in relation to public utility services and rental agreements.			
(ii) Non-current earmarked deposits with banks represent, deposits not due for realisation within 12 months from the balance sheet date. These are primarily placed as 100% margin money against the bank guarantees availed by the company.			
(iii) During the financial year 2023-24, the company has made a fixed deposit of ₹ 14.00 Lakhs with Kotak Mahindra Bank Limited in favour of Sugar Development Fund (SDF) - Govt. of India as security for a period of 7 years 6 Months which shall be released after completion of registration of mortgage on agriculture land held by the company or on closure of SDF Loan by the company.			

4 Other Non-Current Assets

(₹ in Lakhs)

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
a.	Other Advances (Cane Development Activity)	2,418.12	1,687.31
	Total	2,418.12	1,687.31
(i) Other advances consist of advances given for cane development activity by the company to encourage farmers for plantation of sugarcane and supply the cane to the Company without any disruption the upcoming seasons. Such incentives are determined based on contractual arrangements agreed with the farmers against supplies.			

5 Inventories

(₹ in Lakhs)

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
a.	Finished goods	3,463.45	3,556.40
b.	Stock-in-trade	83.31	42.45
c.	Stores and spares	788.64	591.79
d.	By-Products	2,280.85	1,598.31
	Total	6,616.25	5,788.95
(i) Finished goods			
a.	Sugar	1,145.30	1,575.78
b.	Rectified spirits and ethanol	2,318.15	1,980.62
	Total	3,463.45	3,556.40
(ii) By products			
a.	Molasses	1,606.39	843.06
b.	Molasses in distillery	405.43	481.05
c.	Bagasse	185.28	177.55
d.	Filter cake	65.69	56.32
e.	Ash	18.06	40.33
	Total	2,280.85	1,598.31

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Financial Assets

6 Trade Receivables (₹ in Lakhs)

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
a.	Unsecured and considered good	617.52	782.42
	Total	617.52	782.42

6(i) Ageing of trade receivables (₹ in Lakhs)

Outstanding for following periods from due date of payment	As at 31st March, 2026	As at 31st March, 2025
	Undisputed	considered good
Not Due	—	—
Less than 6 Months	615.08	779.90
6 Months - 1 Year	—	0.14
1 Year - 2 Year	0.16	2.21
More than 2 years	2.28	0.17
Total	617.52	782.42

6(ii) There are no outstanding receivables due from directors or other officers of the Company

6(iii) Refer Note 12.1A for information on charges of Trade receivables by the Company.

6(iv) Refer Note 29.5(iii) for information on credit risk of receivables.

7 Cash and cash equivalents (₹ in Lakhs)

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
a.	Cash on hand	2.48	2.29
b.	Balances with bank		
	- In current accounts	4.20	21.99
	- In fixed deposit	—	304.80
	Total	6.68	329.08

8 Income Tax Assets (Net) (₹ in Lakhs)

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
	Income Tax Refund	90.21	100.55
	Total	90.21	100.55

9 Other current assets
(₹ in Lakhs)

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
a. Advances to growers, harvestors, suppliers and others			
Considered good - Unsecured		839.67	625.20
b. Loans and advances to employees - Considered good - Unsecured		50.24	35.54
c. Others - Considered good - Unsecured			
GST credit receivable		9.78	40.22
Deposits with Govt departments		2.40	2.40
Prepaid expenses		140.30	184.83
Security deposit		22.97	22.97
Other deposit		10.08	10.08
Interest and Other Receivable		11.21	19.07
Other Advances (Cane Development Activity) (Refer note no. 4(i))		1,895.75	2,122.85
Total		2,982.40	3,063.16

10 Equity Share capital

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	Number of shares	₹ in lakhs	Number of shares	₹ in lakhs
Details of authorised, issued, subscribed and paid up capital :				
(i) Authorised Share Capital				
Equity shares of ₹10/- each	13,40,00,000	13,400.00	10,00,00,000	10,000.00
	13,40,00,000	13,400.00	10,00,00,000	10,000.00
(ii) Issued Share Capital				
Equity shares of ₹10/- each	7,43,03,640	7,430.36	7,43,03,640	7,430.36
	7,43,03,640	7,430.36	7,43,03,640	7,430.36
(iii) Subscribed and fully paid up				
Equity shares of ₹10/- each	7,42,97,365	7,429.74	7,42,97,365	7,429.74
	7,42,97,365	7,429.74	7,42,97,365	7,429.74
(iv) Subscribed but not fully paid up				
Equity shares of ₹ 10/- each (₹ 5 Paid up)	6,275	0.31	6,275	0.31
	6,275	0.31	6,275	0.31
Total		7,430.05		7,430.05

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting year:

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	Number of shares	₹ in lakhs	Number of shares	₹ in lakhs
Equity shares				
At the Beginning of period	7,43,03,640	7,430.05	6,48,00,305	6,479.72
Issued during the year	-	-	95,03,335	950.33
Converted from 6% Optionally Convertible Redeemable Preference Shares to Equity shares	-	-	-	-
Balance at the end of the year	7,43,03,640	7,430.05	7,43,03,640	7,430.05

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(ii) Rights, preferences and restrictions attached to equity shares:

The Company has one class of equity shares having a par value of ₹10 each. Each equity shareholder is entitled to one vote per share held. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to number of equity shares held by the shareholders.

(iii) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of share holder	As at 31st March, 2026		As at 31st March, 2025	
	Number of shares held	% holding	Number of shares held	% holding
Equity shares				
T.S.R.Holdings Private Limited	1,21,85,268	16.40%	1,21,85,268	16.40%
Gayatri Fin-Holdings Private Limited	88,79,660	11.95%	88,79,660	11.95%
T.V. Sandeep Kumar Reddy	67,63,031	9.10%	67,63,031	9.10%
T. Indira Reddy	37,93,508	5.11%	37,93,508	5.11%
T. Subbarami Reddy	32,55,814	4.38%	32,55,814	4.38%
Mohan Project Contractors Private Limited	24,46,285	3.29%	46,98,257	6.32%

(iv) Details of Promoters shareholding percentage in the Company:

Particulars	As at 31st March, 2026		% change during the year as compared to 31st March, 2025
	Number of shares held	% holding	
Name of Promoter			
T. Subbarami Reddy	3,255,814	4.38%	0.00%
T.V. Sandeep Kumar Reddy	6,763,031	9.10%	0.00%
T. Indira Reddy	3,793,508	5.11%	0.00%
Name of Promoter Group			
Gayatri Fin-Holdings Private Limited	8,879,660	11.95%	0.00%
T.S.R.Holdings Private Limited	12,185,268	16.40%	0.00%

Particulars	As at 31st March, 2025		% change during the year as compared to 31st March, 2024
	Number of shares held	% holding	
Name of Promoter			
T. Subbarami Reddy	32,55,814	4.38%	-0.64%
T.V. Sandeep Kumar Reddy	67,63,031	9.10%	-1.33%
T. Indira Reddy	37,93,508	5.11%	-0.75%
Name of Promoter Group			
Gayatri Fin-Holdings Private Limited	88,79,660	11.95%	1.75%
T.S.R.Holdings Private Limited	1,21,85,268	16.40%	-2.41%

* No change in the share held by the promoters, but there is decrease on % in holding on account of fresh issue of shares.

(v) Aggregate number and class of shares allotted as fully paid up pursuant to contracts without payment being received in cash:

a) Equity shares: Issued 12,829,043 shares pursuant to scheme of amalgamation between Gayatri Sugars Limited and GSR Sugars Private Limited vide order dated 18th February 2011 of Hon'ble High Court of Andhra Pradesh at Hyderabad.

(vi) Details of calls unpaid on equity shares

	As at 31st March, 2026	As at 31st March, 2025
- Number of shares	6,275	6,275
- Unpaid amount (₹)	31,375	31,375

10A. Preference share capital

(₹ in Lakhs)

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	Number of shares	₹ in lakhs	Number of shares	₹ in lakhs
Details of authorised, issued, subscribed and paid-up capital				
(i) Authorised Share Capital				
Preference Shares of ₹10/- each	3,10,00,000	3,100.00	4,50,00,000	4,500.00
(ii) Issued, Subscribed and fully Paid up:				
6% Optionally convertible redeemable preference shares of ₹10/- each	3,01,47,023	3,014.70	3,01,47,023	3,014.70
	<u>3,01,47,023</u>	<u>3,014.70</u>	<u>3,01,47,023</u>	<u>3,014.70</u>
Total		<u>3,014.70</u>		<u>3,014.70</u>

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting year:

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	Number of shares	₹ in lakhs	Number of shares	₹ in lakhs
6% Optionally Convertible redeemable preference shares of ₹10/- each				
At the Beginning of period	3,01,47,023	3,014.70	3,01,47,023	3,014.70
Issued during the year - Modification in terms	-	-	-	-
Converted to Equity shared - During the year	-	-	-	-
Balance at the end of the year	<u>3,01,47,023</u>	<u>3,014.70</u>	<u>3,01,47,023</u>	<u>3,014.70</u>

(ii) Rights, preferences and restrictions attached to Preference share capital:

The Company has only one class of 6% Optionally Convertible Redeemable Preference Shares having a par value of Rs. 10 per share issued on 7th March 2023. Each holder of preference shares is entitled to one vote per share.

- 2,99,00,000 - 6% Optionally Convertible Redeemable preference shares are due for redemption on or before 1st April, 2029 with an early redemption right to the Company by giving 30 days notice.
- 2,47,023 - 6% Optionally Convertible Redeemable Preference Shares of Rs.10/- each which are due for redemption on 1st April, 2029 with an early redemption right to the Company by giving 30 days notice.

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(iii) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31st March, 2026		As at 31st March, 2025	
	Number of shares held	% of holding	Number of shares held	% of holding
6% Optionally convertible redeemable preference shares of ₹ 10/- each				
Mohan Project Contractors Private Limited	2,99,00,000	99.18%	2,99,00,000	99.18%
T.S.R.Holdings Private Limited	2,47,023	0.82%	2,47,023	0.82%

(iv) Details of Promoters shareholding percentage in the Company:

Particulars	As at 31st March, 2026		% change during the year as compared to 31st March, 2025
	Number of shares held	% holding	
Name of Promoter Group			
6% Optionally Convertible redeemable preference shares of ₹ 10/- each			
T.S.R.Holdings Private Limited	2,47,023	0.82%	0%
Particulars	As at 31st March, 2025	%	% change during the year as compared to 31st March, 2025
	Number of shares held	holding	
Name of Promoter Group			
6% Cumulative redeemable preference shares of ₹ 10/- each			
T.S.R.Holdings Private Limited	2,47,023	0.82%	0%

11 Other Equity

(₹ in Lakhs)

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
a.	Share application money pending allotment		
	Opening balance	—	40.00
	Add: Amount received during the year	—	—
	Less: Shares issued / Amount returned	—	(40.00)
	Closing balance	—	—
b.	Equity Component of compounded financial instrument		
	Opening balance	186.67	186.67
	Add: Change in value	—	—
	Less: Conversion into equity	—	—
	Closing balance	186.67	186.67
c.	Capital Reserve		
	Opening balance	355.00	—
	Add: Shares Forfeited during the year	—	355.00
	Closing balance	355.00	355.00
d.	Securities Premium Account		
	Opening balance	171.53	207.78
	Add: Premium received on Shares issued	—	—
	Less: Adjustment of Expenses in relation to shares issue	—	(36.25)
	Closing balance	171.53	171.53
e.	Retained earnings		
	Opening balance	(16,281.42)	(16,388.67)
	Add : Surplus / (Deficit) for the year	101.14	107.25
	Closing balance	(16,180.28)	(16,281.42)

f. Other Comprehensive Income (OCI)

i) Re-measurement gains/(losses) on defined benefits

Opening balance	(333.72)	(296.50)
Add : Movement in OCI (Net) during the year	4.11	(37.22)
Closing balance	<u>(329.61)</u>	<u>(333.72)</u>

ii) Revaluation Surplus (OCI)

Opening balance	-	-
Add : Movement in OCI (Net) during the year	16,515.65	-
Closing Balance	<u>16,515.65</u>	<u>-</u>
Closing balance	<u>16,186.04</u>	<u>(333.72)</u>

g. Money Received against Share Warrants

Opening Balance	—	582.58
Add : Issued during the year	—	950.33
Add: Subscription amount received/ Shared issued against the share warrants	—	(367.75)
Closing balance	<u>—</u>	<u>—</u>
Total (a+b+c+d+e+f+g)	718.96	(15.901.94)

a. Share application money pending allotment

This contains Share application money received, pending for allotment.

b. Equity Component of Compounded Financial Instrument

This contains the equity portion of the 6% Optionally convertible preference shares.

c. Securities Premium Account

Securities premium is used to record the premium received on the issue of shares. The reserve is utilised in accordance with the provisions of the Companies Act, 2013.

d. Retained Earnings

Retained Earnings are the profits/ (Losses) that the Company has earned till date, less any transfer to general reserve, dividends or other distributions paid to shareholders.

e. Re-measurement gains/(losses) on defined benefits

The Company recognises remeasurement gain / (loss) on defined benefit plans in Other Comprehensive Income. These changes are accumulated within the equity under "Remeasurement gain / (loss) on defined benefit plans" reserve within equity.

f. Money Received against Share Warrants

Represents amounts received towards subscription of compulsorily convertible warrants

g. Revaluation Surplus

During the current quarter of the financial year, the Company has adopted the revaluation model for land under the class of Property, Plant and Equipment in accordance with Ind AS 16. The revaluation was carried out as at 15/03/2026 by an independent registered valuer possessing appropriate qualifications and experience in valuation of properties. Accordingly, land is carried at revalued amount, being its fair value as at the date of revaluation. The resultant revaluation gain amounting to Rs. 24,005.30 Lakhs has been recognised in Other Comprehensive Income and accumulated under Revaluation Surplus in equity. Further, Deferred tax liability has been recognised on the revaluation surplus relating to freehold land in accordance with Ind AS 12.

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Financial Liabilities

(₹ in Lakhs)

12 Borrowings

S.No.	Particulars	As at 31st March, 2026		As at 31st March, 2025	
		Non-Current	Current*	Non-Current	Current*
	Carried at amortised cost				
	Secured				
a.	From Banks				
	Working Capital Term Loan	1,107.05	1107.05	2,214.10	1107.05
b.	From Sugar Development Fund (SDF)				
	Term Loan	1,726.96	797.05	2,524.01	797.05
	Unsecured				
a.	Liability Component of Optionally convertible redeemable preference shares	2,828.03	—	2,828.03	—
b.	Loans from related Parties	1,004.47	—	250.02	—
c.	Loans from others	—	—	1,458.35	—
	Total	6,666.51	1,904.10	9,274.51	1,904.10

* Current maturities are included in note 16 - Borrowings - Current

12.1 Working Capital Term Loan and Demand loan:

A Primary Security

First and Exclusive charge on entire Current Assets and un-encumbered Fixed Assets both present and future.

First Charge on immovable properties and Fixed assets of Sugar Unit and Distillery Unit at Kamareddy.

Second Charge on immovable properties and Fixed assets of Sugar Unit at Nizamsagar.

Extension of Charge on current rentals and future rentals of received/receivable by Gayatri Hotels & Theatres Pvt Ltd (i.e. Company in which KMP/Relatives of KMP are interested).

B Collateral Security

1 148.50 Acres Land along with structures owned by Gayatri Sugars Ltd, Kamareddy Unit, located at Adloor Yellareddy Village, Sadasiva Nagar Mandal, Kamareddy District, Telangana.

2 Second charge on 86.90 Acres Land along with several structures owned by Gayatri Sugars Ltd, Nizamsagar Unit, located at Maagi Village, Gorgal Village and Waddepally village, Nizamsagar Mandal, Kamareddy District, Telangana.

3 Mortgage of Agricultural Land owned by Gayatri Sugars Ltd admeasuring Ac. 3.00 Gts situated at Sy No.161/A Tekriyal Village, Kamareddy Mandal, Kamareddy District on pari-passu basis

4 Mortgage of Agricultural Land owned by Gayatri Sugars Ltd admeasuring Ac 0.10 Gts situated at Sy No.98/A Tekriyal Village, Kamareddy Mandal, Kamareddy District on pari-passu basis

5 Maheshwari Parameshwari Mall & Multiplex situated at Kachiguda Chowrasta, Sultan Bazar, owned by Gayatri Hotels & Theatres Pvt Ltd and Mrs. Apama Reddy.

6 Pledge of 79 lacs of shares of M/s Gayatri Sugars Ltd belonging to Smt. T. Indira Reddy and Sri T. V. Sandeep Kumar Reddy.

C Rate of interest

The rate of Interest is K-MCLR 6M, presently 12.85%

D Gurantees

1 Personal guarantee of Shri T.V. Sandeep Kumar Reddy, Smt. T Indira Reddy and Smt. T. Sarita Reddy; Directors of the Company.

2 Corporate guarantees given by M/s. Gayatri Fin-Holdings Private Limited, M/s TSR Holdings Private Limited and M/s. Gayatri Hotels and Theaters Private Limited

12.2 Term Loan from Sugar Development Fund (SDF)

A Primary Security

First charge on movable and immovable fixed assets of sugar unit situated at Maagi Village, Nizamsagar Mandal, Kamareddy District, Telangana.

B Terms of Repayment

- i The SDF term loan was restructured on 20.05.2022 by capitalising the accrued outstanding interest due of Rs. 1,654.15 Lakhs to the principal amount of the term loan.
- ii The restructured SDF Term Loan carries a moratorium period of 24 Months from the date of restructuring. During the Moratorium period interest shall continue to accrue.
- iii Post the Moratorium period, the SDF term Loan including accrued simple interest till 20.06.2024 shall be paid in 60 Equal Monthly Instalments.
- iv The restructured SDF Term Loan Carries a interest rate of 4.65% Per Annum.

12.3 Rights, preferences and restrictions attached to preference shares - Refer note no. 10A(ii)

12.4 Unsecured Loan - From Related Parties

- a The loan from related parties is interest free and shall be repaid by 01.04.2030. Further, the lender has an option to convert the said loan in full or part into Equity or Preferential shares at any time during the tenure of the loan. As at 31.03.2026 the lenders has not exercised the option to convert the loan.
- B The loan from Gayatri Estates (Entity where KMP/Relative of KMP are interested) is interest free and shall be repaid by 01.04.2030.

12.5 Maturity Profile of borrowings including current maturities and interest is as below :

(₹ in Lakhs)

Particulars	As at 31st March, 2026		As at 31st March, 2025	
Not later than one year or on-demand/CC Facility	2026-27	4,445.96	2025-26	5,149.03
Later than one year but not two years	2027-28	1,904.11	2026-27	1,987.73
Later than two years but not three years	2028-29	797.05	2027-28	3,528.85
Later than three years but not four years	2029-30	3,147.54	2028-29	797.05
Later than four years but not five years	2030-31	1,004.47	2029-30	3,147.54
More than five years	after 31.03.2031	-	after 31.03.2030	-
Total		11,299.13		14,610.21

12.6 The Company has not defaulted in repayment of loans and interest as at 31st March 2026 and 31st March 2025.

12.7 As Stated in note No. 29.4 the Company has filed quarterly returns or statements with the banks in lieu of the sanctioned working capital facilities, which are in agreement with the books of account other than stated in said notes.

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13 Other Non-Current Liabilities (₹ in Lakhs)

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
	Secured Deposits from Customers	5,928.50	6,393.89
	Total	5,928.50	6,393.89

14 Provisions - Non-Current (₹ in Lakhs)

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
	Provision for employee benefits (Refer Note No. 29.7)	761.15	740.68
	Total	761.15	740.68

15 Deferred tax (Liabilities)/Asset (₹ in Lakhs)

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
	Deferred tax Liabilities in relation to		
	Other Comprehensive Income - Revaluation of Asset	7,489.65	—
	Property, plant and equipment	1,497.18	1,438.03
	Tax effect of items constituting deferred tax liability	8,986.83	1,438.03
	Deferred tax Assets in relation to		
	Provision for compensated absences, gratuity and other employee benefits	(316.93)	(292.42)
	Unabsorbed depreciation carried forward	(1,180.25)	(1,145.61)
	Tax effect of items constituting deferred tax assets	(1,497.18)	(1,438.03)
	Net deferred tax (liability) / asset	7,489.65	—

16 Borrowings - Current (₹ in Lakhs)

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
	Secured		
a.	Loan repayable on demand from banks (Refer Note No. 12.1)	2,541.86	3,244.93
b.	Current Maturities - Secured Borrowings		
	Current maturities of long-term debt	1,904.10	1,904.10
	Total	4,445.96	5,149.03

Notes:

Loans repayable on demand from banks:

Kotak Mahindra Bank Ltd

Total

2,541.86 3,244.93

2,541.86 3,244.93

17 Trade payables (₹ in Lakhs)

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
	Total outstanding dues of micro and small enterprises*	364.66	457.53
	Total outstanding dues of creditors other than micro and small enterprises	7,033.80	4,961.67
	Total	7,398.46	5,419.20

*The dues to enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 which is on the basis of such parties having been identified by the management and relied upon by the auditors.

17(i) Ageing of trade payables as below:

(₹ in Lakhs)

Outstanding for following periods from due date of payment	As at 31st March, 2026	As at 31st March, 2025
Not Due		
(i) MSME parties		
Less than 1 Year	360.95	457.53
1 - 2 Years	3.03	—
2 - 3 Years	0.68	—
More than 3 years	—	—
Total	364.66	457.53
(ii) Others		
Less than 1 Year	6,998.67	4,923.40
1 - 2 Years	18.30	22.30
2 - 3 Years	8.90	2.75
More than 3 years	7.93	13.22
Total	7,033.80	4,961.67

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18 Other financial liabilities - current

(₹ in Lakhs)

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
a.	Interest accrued but not due	235.22	571.26
	Total	235.22	571.26

19 Other current liabilities

(₹ in Lakhs)

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
a.	Statutory payables	650.16	338.81
b.	Advances from customers	2,775.53	885.41
c.	Other payables	658.39	501.91
d.	Secured Deposits from Customers	351.29	—
	Total	4,435.37	1,726.13

20 Provisions - Current

(₹ in Lakhs)

S.No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
a.	Provision for employee benefits (Refer Note No. 29.7)	254.65	205.66
	Total	254.65	205.66

21 Revenue from operations

(₹ in Lakhs)

S.No.	Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
a.	Sale of products (Refer Note (i) below)	36,310.83	33,535.88
b.	Other operating revenues (Refer Note (ii) below)	327.47	74.96
	Total	36,638.30	33,610.84

Notes:

(i) Sale of products comprises

Manufactured goods

Sugar	29,912.41	26,127.10
Ethanol	4,458.67	5,461.55
Impured spirit	15.22	11.34
Power	1,579.27	1,388.09
Bio Methenated Powder	—	0.55
Bagasse	2.22	24.15

Traded goods

Fertilizers	339.00	522.13
Acetone	0.15	0.09
Methanol	3.89	0.88
Total sale of products	36,310.83	33,535.88

iii) Other operating revenues comprise:

Sale of scrap	84.76	21.41
Sale of ash	9.29	7.46
Sale of filter cake	44.24	46.09
Sugar Export Licence	189.18	—
Total	327.47	74.96

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

22 Other income (₹ in Lakhs)

S.No.	Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
a.	Interest income		
	On fixed deposits with banks	2.20	2.03
	On electricity deposits	2.33	1.95
	On income tax refund	1.19	2.07
	On growers loan	41.51	—
b.	Harvesting machine receipts	16.26	53.68
c.	Insurance claim received	—	106.68
d.	Other	—	405.16
	Total	63.49	571.57

23 Cost of materials consumed (₹ in Lakhs)

S.No.	Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
a.	Sugar cane	27,736.79	25,185.93
b.	Molasses	—	210.01
c.	Others	84.23	97.59
	Total	27,821.02	25,493.53

24 Purchases of Stock-in-Trade (₹ in Lakhs)

S.No.	Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
a.	Fertilizers	379.25	444.04
	Total	379.25	444.04

25 Changes in inventories of finished goods, work-in-process and Stock in Trade (₹ in Lakhs)

S.No.	Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
a.	Opening stock		
	Finished goods (including by products)	5,154.71	4,320.33
	Fertilizers	42.45	112.45
		5,197.16	4,432.78
	Less : Stock (Molasses) Damage	-	226.03
	Net Opening Stock	5,197.16	4,206.75
b.	Closing Stock		
	Finished goods (including by products)	5,744.30	5,154.71
	Fertilizers	83.31	42.45
		5,827.61	5,197.16
	(Increase) / Decrease in stock	(630.45)	(990.41)

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NOTES FORMING PART OF THE FINANCIAL STATEMENTS

26 Employee benefits expense

(₹ in Lakhs)

S.No.	Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
a.	Salaries and wages	2,235.27	2,121.37
b.	Contributions to provident and other funds	116.29	116.32
c.	Gratuity	113.06	99.75
d.	Staff welfare expenses	65.89	61.41
	Total	2,530.51	2,398.85

27 Finance costs

(₹ in Lakhs)

S.No.	Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
	Interest expense on:		
a.	Term Loan	362.98	315.29
b.	Cash Credit	356.40	379.55
c.	Sugar Development Fund	124.71	158.09
d.	Others:		
	Crop loans	—	10.58
e.	Other borrowing costs	610.08	829.35
f.	Interest on MSME	7.43	14.29
	Total	1,461.60	1,707.15

28 Other expenses

(₹ in Lakhs)

S.No.	Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
a.	Consumption of stores and spare parts	1,414.79	1,278.14
b.	Transportation charges	779.93	860.43
c.	Distillery expenses	42.37	41.37
d.	Handling charges	187.14	183.75
e.	Power and fuel	263.92	305.52
f.	Rent	24.88	24.64
g.	Repairs and maintenance	574.27	501.53
h.	Vehicle Maintenance	53.43	51.58
i.	Insurance	90.32	71.17
j.	Rates and taxes	99.66	68.79
k.	Communication	10.64	10.97
l.	Travelling and conveyance	33.41	18.26
m.	Printing and stationery	2.95	4.06
n.	Sales commission	526.51	550.57
o.	Legal and professional	27.95	25.64
p.	Payments to auditors (Refer Note: 29.11)	8.00	9.45
q.	Bad debts written off	0.01	0.82
r.	Loss of Raw Material Stock (Molasses Damage)	—	226.03
s.	CSR Expenses	6.62	5.75
t.	Miscellaneous expenses	195.82	96.43
	Total	4,342.62	4,334.90

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
29 Other notes forming part of the financial statements
29.1 Disclosure under Indian Accounting Standard - 116 "Leases", issued by the Institute of Chartered Accountants of India.

There are no leases entered by the company.

29.2 Contingent liabilities and commitments (₹ in Lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
(i) Contingent liability		
a) Excise Duty	80.28	80.28
(b) Bonus payable for 2014-15	38.48	38.48
(c) Electricity duty on captive consumption	283.99	283.99
(d) Entry Tax - Telangana VAT Act.	14.17	14.17
(e) Central Tax and State Tax under GST Act	18.73	18.73
(f) Central Tax and State Tax under GST Act	99.82	99.82
(ii) Commitments		
(a) Other commitments - for cane purchase agreements for the upcoming crushing season.	28,294.12	26,424.30

29.3 Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the Company. The Company's capital management is intended to maximise the return to shareholders for meeting the long-term and short-term goals of the Company through the optimization of the debt and equity balance. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may return capital to shareholders, issue new shares or adjust the dividend payment to shareholders (if permitted). Consistent with other entities in the industry, the Company monitors its capital using the gearing ratio which is net debt divided by total equity.

(₹ in Lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
A Debt		
(i) Non-Current Borrowings	6,666.51	9,274.51
(ii) Current / Short term Borrowings	4,445.96	5,149.03
(iii) Less: Cash and Cash Equivalents	(6.68)	(329.08)
Net Debt (A)	11,105.79	14,094.46
B Equity		
(i) Equity Share Capital	7,430.05	7,430.05
(ii) Other Equity	(15,796.69)	(15,901.94)
Total Equity (B)	(8,366.64)	(8,471.89)
Net Debt to Equity ratio (Gearing Ratio) (A/B)	(1.33)	(1.66)

29.4	Quarter Ended	Name of the Banks and aggregate working capital limits sanctioned	Net Current Assets amounts disclosed as per quarterly return / statement (A)	Net Current Assets amount as per books of account (B)	Difference (A-B)
	June - 25		6,583.41	4,971.44	1,611.97
	Sep - 25	Kotak Mahindra Bank	7,621.47	4,861.51	2,759.96
	Dec - 25	Limited	10,349.50	1,601.22	8,748.28
	Mar - 26		6,366.18	(204.80)	6,570.98

The difference between the amount reported in Quarterly returns and books of account of account is majorly on account of submission of quarterly returns by the company considering payables related to transport charges harvesting expenses, electricity charges, packing expenses, security deposits received, salaries, OT, Bonus etc., as non trade and consideration of advances given in current and non current asset for calculation of drawing power.

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NOTES FORMING PART OF THE FINANCIAL STATEMENTS

29.5 Financial Instruments

A. Categories of financial instruments (₹ in Lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
a. Financial Assets		
Measured at Amortised cost		
Other Financial Assets	141.16	142.16
Cash and Cash Equivalents	6.68	329.08
b. Financial Liabilities		
Measured at Amortised cost		
Borrowings	11,112.47	14,423.54

B. Fair value hierarchy

Level 1, inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2 inputs are other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and

Level 3 inputs are unobservable inputs for the asset or Liability.

Certain Financial Assets and Financial Liabilities that are not measured at Fair Value but Fair value disclosures are required:

Particulars	As at 31st March, 2026 (Carrying Value & Fair Value (Level 2))	As at 31st March, 2025 (Carrying Value & Fair Value (Level 2))
Fair Value Hierarchy		
Financial Assets:		
Other Financial Assets	141.16	142.16
Trade Receivables	617.52	782.42
Cash and Cash Equivalents	6.68	329.08
Other Bank Balances	—	—
Financial Liabilities		
Borrowings	11,112.47	14,423.54
Other Financial Liabilities	235.22	571.26
Trade payables	7,033.80	4,961.67

The Company's land is categorized within Level 3 of the fair value hierarchy as the valuation model relies on significant unobservable inputs.

Asset Class	Fair Value as at 31 March 2026 (Revaluation Model)	As at 31 March 2026 (Historical Cost Model)	Valuation Technique
Land - Property			Market
Plant and Equipment	24,454.88	449.58	Comparable approach
Deferred Tax Component	Balance as at 01 April 2025	Recognized in OCI	Balance as at 31 March 2026
Land - Property			
Plant and Equipment	—	7,489.65	7,489.65

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

29.5 Financial Instruments (contd...)

In accordance with Ind AS 12, a deferred tax liability has been recognized on the taxable temporary difference arising from the revaluation of land. Since the revaluation gain is recognized in Other Comprehensive Income (OCI), the corresponding deferred tax expense is also recognized directly in OCI and accumulated in equity under the revaluation surplus.

Financial risk management objectives and policies

The Company's activities expose it to a variety of financial risks like market risk, credit risk and liquidity risks. The Company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

(i) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices.

a. Interest rate risk

The company's exposure to the risk of changes in market interest rate relates to the floating rate debt obligations.

Interest rate exposure

Particulars	As at 31st March, 2026	As at 31st March, 2025
Borrowings		
Non-Current - Floating*	2,214.10	3,321.15
Non-Current - Fixed*	6,356.51	7,857.46
Current	2,541.86	3,244.93

*(Includes Current Maturities)

b. Foreign Currency Risk

Foreign Currency Risk is the risk that the Fair Value or Future Cash Flows of an exposure will fluctuate because of changes in foreign currency rates. Exposures can arise on account of the various assets and liabilities which are denominated in currencies other than Indian Rupee. There is no Foreign Currency Risk as the Company doesn't have exposure in currencies other than Indian Rupee.

c. Equity Price Risks:

Since the Company has not invested in equity investments, the changes of equity securities price would not have a effect on the profit or loss of the Company.

(ii) Commodity Price Risk

Commodity price risk arises due to fluctuation in prices of Sugar Cane, other raw material and products. Cost of Sugar cane is depend on Government policy on fixation of Fair and Remunerative Price (FRP) which is the major cost of production. The company has a risk management framework aimed at prudently managing the risk arising from the volatility in commodity prices and freight costs. The company's commodity risk is managed centrally through well-established trading policies and control processes.

(iii) Credit Risk Management

Credit risk is the risk that a customer or counterparty to a financial instrument fails to perform or pay the amounts due causing financial loss to the company. The company has a prudent and conservative process for managing its credit risk arising in the course of its business activities.

The maximum exposure of the assets is contributed by trade receivables, cash and cash equivalents and other bank balances. Credit risk on trade receivables is limited as the customers of the Company mainly consist of the amount to be received from state government entities with respective sale of sugar and power. The company takes into account ageing of accounts

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29.5 Financial Instruments (contd...)

receivables and the company's historical experience of the customers and financial conditions of the customers.

(iv) Liquidity Risk:

Liquidity Risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. The Company's management and finance department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by the senior management.

The following are the details regarding contractual maturities of Significant Financial Liabilities:

a) As at 31st March, 2026

(₹ in Lakhs)

Particulars	Borrowings	Trade Paybles	Interest accrued	Other Financial Liabilities
On demand/due	2,541.86	7,398.46	—	—
Less than 1 year	1,904.10	—	235.22	—
1-5 Years	6,853.17	—	—	—
More than 5 years	—	—	—	—
Total	11,299.13	7,398.46	235.22	—

b) As at 31st March, 2025

Particulars	Borrowings	Trade Paybles	Interest accrued	Other Financial Liabilities
On demand/due	3,244.93	5,419.20	—	—
Less than 1 year	1,904.10	—	571.26	—
1-5 Years	9,461.18	—	—	—
More than 5 years	—	—	—	—
Total	14,610.21	5,419.20	571.26	—

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 29.6 Related party disclosures

(i) Names of the related parties and their relationship:

Description of relationship	Names of related parties
Key Management Personnel (KMP)	Smt. T. Indira Reddy - Chairperson Shri. T.V Sandeep Kumar Reddy - Vice Chairman Smt. T. Sarita Reddy - Managing Director Shri. V. R. Prasad - Chief Financial Officer Ms D.V.S.R.Susmita- Company Secretary
Relatives of KMP	Shri. T.Subbarami Reddy Shri. T.Rajiv Reddy Shri. T.Anirudh Reddy
Enterprises in which KMP / Relatives of KMP are interested	Gayatri Projects Limited TSR Holdings Private Limited Deep Corporation Private Limited Gayatri Fin-Holdings Private Limited Gayatri Hi-tech Hotels Limited Gayatri Energy Ventures Private Limited Bhandara Thermal Power Corporation Limited Yamne Power Projects Limited Gayatri Capital Ltd Gayatri Leasefin Private Ltd T.Gayatri Engg.Co.Private Ltd Maheswari Hotels &Theatres Private Limited Maheswari Film Productions Private Limited Parameswari Land Holdings Private Limited Gayatri Property Ventures Private Limited Maheswari Townships Private Limited Indira Constructions Private Limited Gayatri Hotel Ventures Private Limited Rajiv Realtors Private Limited Gayatri TSR Infra Private Limited Gayatri Bio Organics Limited Gayatri Highways Limited (formerly Indira Energy Holdings Private Limited Gayatri Hotels & Theaters Private Limited Gayatri Aero Systems Private Limited
Trust under Common Management	TSR Foundation

Note: Related parties have been identified by the Management.

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NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 29.6 Related party disclosures (contd...)

(ii) Transactions with the related parties

₹ in lakhs

S.no.	Particulars	Relation/ Desigation	Nature of Transaction	2025-26	2024-25
	Transactions with the related parties				
1	Smt. T. Sarita Reddy	Managing Director	Remuneration and reimbursement	60.00	60.00
			Unsecured loan received	59.24	—
			Un-secured loan paid	59.24	—
2	Shri. V.R.Prasad	Chief Financial Officer	Remuneration	32.03	30.33
3	Ms. D.S.V.R.Susmita	Company Secretary	Remuneration	6.00	6.00
4	Smt. T. Indira Reddy	Chairperson	Sitting Fees	0.20	0.20
5	Shri.T.V Sandeep Kumar Reddy	Vice Chairman	Sitting Fees	0.20	0.20
			Un-secured loan received	4,190.00	—
			Un-secured loan Repaid (Net)	2,273.63	20.43
			Interest expenses incurred being reimbursed	1,101.92	—
			Interest on Unsecured Loan paid	—	12.81
6	M/s. Deep Corporation Private Limited	Enterprises in which KMP / Relatives of KMP are interested	Rent and Electricity charges	18.51	17.75
			Rent Deposit	—	10.08
			Interest on Unsecured Loan Payable waived	—	8.76
7	M/s. Gayatri Hi-Tech Hotels Limited	Enterprises in which KMP / Relatives of KMP are interested	Services	8.56	5.21
			Accommodation	—	—
8	M/s. Rajiv Realtors Private Limited	Enterprises in which KMP / Relatives of KMP are interested	Unsecured loan received	—	—
			Interest on Unsecured Loan paid	—	0.09
			Interest on Unsecured Loan payable waived	—	11.47
9	Gayatri Estates	Enterprises in which KMP / Relatives of KMP are interested	Un-Secured Loan Received (Net)	—	—
			Un-Secured Loan Repaid	60.00	(350.77)
10	TSR Holdings Pvt Ltd	Enterprises in which KMP / Relatives of KMP are interested	GST on Corporate Guarantee Provided	12.24	—
11	Gayatri Hotels and Theaters Pvt Ltd	Enterprises in which KMP / Relatives of KMP are interested	GST on Corporate Guarantee Provided	12.24	—
12	Gayatri Aero Systems Pvt Ltd	Enterprises in which KMP / Relatives of KMP are interested	Purchases/Services	16.63	0.91

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 29.6 Related party disclosures (contd...)

(ii) Transactions with the related parties

Related Party Balances

(₹ in Lakhs)

S.no.	Particulars	Relation/ Desigation	Nature of Transaction	2025-26	2024-25
1	M/s. Deep Corporation Private Limited	Enterprises in which KMP / Relatives of KMP are interested	Rent Payables	1.16	1.95
			Rent Deposit	10.08	10.08
			Unsecured loan	33.85	33.85
2	ShriT.V Sandeep Kumar Reddy	Vice Chairman	Unsecured loan	898.08	83.62
3	Gayatri Estates	Enterprises in which KMP / Relatives of KMP are interested	Un-secured Loan	9.23	69.23
4	M/s. Rajiv Realtors Private Limited	Enterprises in which KMP / Relatives of KMP are interested	Un-Secured Loan	63.31	63.31
5	TSR Holdings Pvt Ltd	Enterprises in which KMP / Relatives of KMP are interested	GST on Corporate Guarantee Provided	12.24	—
6	Gayatri Aero Systems Pvt Ltd	Enterprises in which KMP / Relatives of KMP are interested	Payable against Services	—	0.90

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Notes forming part of the Financial Statements

Disclosures pursuant to Indian Accounting Standards (Ind AS) - 19 "Employee's Benefits":

29.7 Employee benefit plans

(a) Defined contribution plans

The Company makes provident fund to defined contribution plans for qualifying employees. Under the schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised ₹116.29 lakhs (31st March 2025: ₹116.32 lakhs) for provident fund contributions in the Statement of Profit and Loss. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.

(b) Defined benefit plans

The Company offers the following employee benefit schemes to its employees:

- i. Gratuity (Unfunded)
- ii. Compensated Absences

The following table sets out the status of the defined benefit schemes and the amount recognised in the financial statements:

(₹ in Lakhs)

Particulars	For the Year ended			
	31st March, 2026		31st March, 2025	
	Gratuity	Compensated Absences	Gratuity	Compensated Absences
Present Value of obligations at the beginning of the year	772.60	173.74	709.97	166.76
Current service cost	51.82	14.32	50.52	14.35
Past service cost	10.01	3.92	-	-
Interest cost	51.23	10.79	49.23	10.66
Actuarial losses				
Remeasurements - Due to Financial Assumptions	(20.22)	(2.83)	16.28	2.14
Remeasurements - Due to Experience Adjustments	(6.25)	25.19	1.02	17.78
Benefits paid	(38.40)	(30.12)	(54.42)	(37.95)
Present Value of obligations at the end of the year	820.79	195.01	772.60	173.74
Components of defined benefit cost recognised in profit or loss				
Current service cost	51.82	14.32	50.52	14.35
Past service cost	10.01	3.92	-	-
Interest cost	51.23	10.79	49.23	10.66
Net cost in profit or loss	113.06	29.03	99.75	25.01
Components of defined benefit cost recognised in Other Comprehensive income				
Re-measurement on the net defined benefit liability:				
Actuarial gains and losses arising from change in financial assumption	(20.22)	(2.83)	16.28	2.14
Actuarial gains and losses arising from experience adjustment	(6.25)	25.19	1.02	17.78
Net Cost in Other Comprehensive Income	(26.47)	22.36	17.30	19.92
Actuarial assumptions				
Discount rate	7.29%	7.29%	6.80%	6.80%
Salary escalation	4.00%	4.00%	4.00%	4.00%
Attrition	5.00%	5.00%	5.00%	5.00%
Normal Retirement Age	58 years	58 years	58 years	58 years
Mortality Rate as % of	IALM (2012-14)Ultimate Mortality table			

- (c) The entire present value of funded obligation at the year-end is unfued and hence, fair value of assets is not furnished.

(d) Sensitivity analysis

Significant actuarial assumptions for the determination of the defined obligation are discount rate and expected salary increase. The sensitivity analysis below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The table below outlines the effect on gratuity obligation in the event of a decrease/increase of 1% in the assumptions used.

(₹ in Lakhs)

Assumptions	Gratuity	For the Year ended		
		31st March, 2026 Compensated Absences	31st March, 2025 Gratuity	31st March, 2025 Compensated Absences
Discount rate increase by 1%	Decrease by 4.65%	Decrease by 2.80%	Decrease by 4.98%	Decrease 2.90%
Discount rate decrease by 1%	Increase by 5.17%	Increase by 3.00%	Increase by 5.59%	Increase by 3.20%
Expected salary growth increase by 1%	Increase by 5.14%	Increase by 3.10%	Increase by 5.52%	Increase by 3.20%
Expected salary growth decrease by 1%	Decrease by 4.70%	Decrease by 2.90%	Decrease by 5.03%	Decrease by 3.00%

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated. Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the Balance Sheet.

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NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTE 29.8 SEGMENT REPORTING

The Company's reportable segments under Ind AS 108 on "Operating Segments" are Sugar and Distillery, for the purposes of resource allocation and assessment of segment performance focuses on the types of goods or services delivered or provided, and in respect of the following segments tabulated below.

Particulars	For the year ended 31 March, 2026			Total	For the year ended 31 March, 2025			Total
	Operating Segments				Operating Segments			
	Sugar	Distillery	Eliminations		Sugar	Distillery	Eliminations	
Revenue	32,160.37	4,477.93	-	36,638.30	28,136.43	5,474.41	-	33,610.84
Inter-segment revenue	3,566.70	-	3,566.70	-	3,769.93	-	3,769.93	-
Total	35,727.07	4,477.93	3,566.70	36,638.30	31,906.36	5,474.41	3,769.93	33,610.84
Segment result	1,173.92	325.33	-	1,499.25	1,137.95	104.88	-	1,242.83
Finance cost @	1,461.60	-	-	1,461.60	1,707.15	-	-	1,707.15
Operating income	(287.68)	325.33	-	37.65	(569.20)	104.88	-	(464.32)
Exceptional Item	-	-	-	-	-	-	-	-
Other unallocable income (net)	-	-	-	63.49	-	-	-	571.57
Profit/(Loss) before taxes	-	-	-	101.14	-	-	-	107.25
Tax expense	-	-	-	-	-	-	-	-
Profit/ (Loss) for the year	-	-	-	101.14	-	-	-	107.25
Segment assets	41,737.55	3,934.32	-	45,671.87	17,192.26	3,713.26	-	20,905.52
Unallocable assets	-	-	-	92.61	-	-	-	102.95
Total assets	-	-	-	45,764.48	-	-	-	21,008.47
Segment liabilities	37,546.12	69.35	-	37,615.47	29,379.85	100.51	-	29,480.36
Unallocable liabilities	-	-	-	-	-	-	-	-
Total liabilities	-	-	-	37,615.47	-	-	-	29,480.36
Net Assets	-	-	-	8,149.01	-	-	-	(8,471.89)

* Includes sale of power Rs. 1,579.27 lakhs (31 March, 2025: Rs. 1,388.09 lakhs), as the Product has not satisfied the condition of 10% of total revenue as stated in Ind AS-108, the same has been included in Revenue of Sugar Segment.

@ Finance costs adjusted to Sugar results

During the current financial year, the Company has adopted the revaluation model for land under the class of Property, Plant and Equipment in accordance with Ind AS 16. The revaluation was carried out by an independent registered valuer possessing appropriate qualifications and experience in valuation of properties. Accordingly, land is carried at revalued amount, being its fair value as at the date of revaluation. The resultant revaluation gain amounting to Rs. 24,005.30 Lakhs has been recognised in Other Comprehensive Income and accumulated under Revaluation Surplus in equity. Further, Deferred tax liability has been recognised on the revaluation surplus relating to freehold land in accordance with Ind AS 12.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
29.9 Earnings per share (₹ in Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
A. Earnings per share (Basic and diluted)		
Net Profit for the year	101.14	107.25
Less: Preference dividend and tax thereon	-	-
Net Profit for the year attributable to the equity shareholders	101.14	107.25
Weighted average number of equity shares	743.04	681.34
Par value per share (₹)	10.00	10.00
Earnings per share - Basic (₹)	0.14	0.16
B. Earnings per share (Diluted)		
Net Profit for the year attributable to the equity shareholders	101.14	107.25
Add: Dividend Expenses on Optionally Convertible Preference Shares	-	-
Net Profit for the year attributable to the equity shareholders on dilution	101.14	107.25
Weighted average number of equity shares for Basic EPS	743.04	681.34
Add: Effect of convertible un-secured loan which is dilutive	301.47	301.47
Weighted average number of equity shares - for Diluted EPS	1,044.51	982.81
Par value per share (₹)	10.00	10.00
Earnings per share Diluted (₹)	0.10	0.11

29.10 Details of Consumption of imported and indigenous items
(₹ in Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Raw materials		
Imported	—	—
Indigenous	27,821.02	25,493.53
	27,821.02	25,493.53
% Consumption		
Imported	—	—
Indigenous	100.00	100.00
	100.00	100.00
Spares & consumables		
Imported	—	—
Indigenous	1,414.79	1,278.14
	1,414.79	1,278.14
% Consumption		
Imported	—	—
Indigenous	100.00	100.00

29.11 Auditors remuneration (₹ in Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Audit fee	5.00	5.00
Limited Review	3.00	3.00
Other Services	0.25	1.45
Total	8.25	9.45

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29.12 Deferred tax (Liabilities) / Asset

(₹ in Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Deferred tax liability in relation to		
Other Comprehensive Income - Revaluation of Asset	(7,489.65)	
Property, plant and equipment	(1,438.03)	(1,438.03)
Tax effect of items constituting deferred tax liability	(8,927.68)	(1,438.03)
Deferred tax Assets in relation to		
Provision for compensated absences, gratuity and other employee benefits	—	292.42
Unabsorbed depreciation carried forward	1,438.03	1,145.61
Tax effect of items constituting deferred tax assets	1,438.06	1,438.03
Net deferred tax (liability) / asset	(7,489.65)	—

Note: Deferred tax liability has been recognised on revaluation of land in accordance with Ind AS 12 Income Taxes. Deferred tax assets in respect of carried forward business losses have not been recognised, in absence reasonable certainty that sufficient future taxable income will be available against which such Deferred Tax Assets, the Company has recognised deferred tax asset on unabsorbed depreciation to the extent of the corresponding deferred tax liability on the difference between the tax base of assets as per books and as per Income Tax.

29.13 There are no derivative contracts taken during the year and outstanding as at the year-end. Further, there are no foreign currency exposures as at the year-end.

29.14 During the current financial year, the Company has adopted the revaluation model for land under the class of Property, Plant and Equipment in accordance with Ind AS 16. The revaluation was carried out by an independent registered valuer possessing appropriate qualifications and experience in valuation of properties. Accordingly, land is carried at revalued amount, being its fair value as at the date of revaluation. The resultant revaluation gain amounting to Rs. 24,005.30 Lakhs has been recognised in Other Comprehensive Income and accumulated under Revaluation Surplus in equity. Further, Deferred tax liability has been recognised on the revaluation surplus relating to freehold land in accordance with Ind AS 12.

29.15 The managerial remuneration paid to Managing director for the financial year 2025-26 of ₹ 60 lakhs was approved by the Share holders at the Annual General Meeting held on 27/09/2023 as per requirement of Section 197 read with schedule V of the Companies Act, 2013.

29.16 The Hon'ble High Court of Judicature at Hyderabad for the State of Telangana and the State of Andhra Pradesh dismissed the Company's writ petition (along with the other petitions on the same matter filed by other companies) vide its common order dated May 19, 2016 ('the Order') in which it upheld the validity of levy of Electricity Duty @ 25 paise per unit by the State Government on consumption of electricity by captive generating units relating to earlier years. In the year 2016-17, the Company filed a Special Leave Petition (SLP) in the Hon'ble Supreme Court which dismissed the SLP vide order dated September 27, 2016 on the grounds that these matters were pending before the Board for Industrial and Financial Reconstruction (BIFR), and unless payments were being made by the petitioners as directed in its interim orders @ 15 paise per unit. The Hon'ble Supreme Court also granted liberty to the petitioners to revive the petitions after the decision is given by the BIFR. Currently, the case filed before BIFR stands abated and the Company has not initiated any proceedings before the NCLT.

The management is of the view that as the case filed before BIFR stands abated and no demand notices were received thereafter for the payment, the Company has treated the estimated duty amount aggregating ₹ 283.99 lakhs as a Contingent Liability and no provision has been made in respect of the same. In the event of an unfavourable verdict/outcome in this matter, the Management based on the Supreme Court's interim orders and considering the inherent uncertainty in predicting the final outcome of the above litigation estimates the impact of the potential liability to be ₹ 170 lakhs.

In view of the above, the auditors have made a Qualified Opinion in their Audit Report about their inability to comment on the ultimate outcome of this matter and the consequential impact, if any, on these financial statements.

29.17 Ratios:

Particulars	2025-26	2024-25	Variance percent
Current ratio (times)	0.61	0.77	(20.13)
Debt-equity ratio (times)	(1.33)	(1.70)	(21.87)
Debt service coverage ratio (times)	0.34	1.72	(80.33)
Return on equity ratio (%)	1.36%	1.00%	36.12
Inventory turnover ratio (in days)	4.44	4.61	(3.58)
Trade receivables turnover ratio (in days)	6.97	13.26	(47.40)
Trade payables turnover ratio (in days)	82.95	89.00	(6.80)
Net capital turnover ratio (in days)	(64.32)	(32.66)	96.97
Net profit ratio (%)	0.28%	0.32%	(13.73)
Return on capital employed (%)	12.52%	23.00%	(45.55)
Return on investment (%)	NA	NA	NA

S.No.	Ratios	Numerator	Denominator
(a)	Current ratio	Total current assets	Total current liabilities
(b)	Debt-equity ratio	Total Gross Debt	Average shareholder's
(c)	Debt service coverage ratio	Earnings for Debt service (Profit after tax + Finance cost + Depreciation and amortisation + Other non-cash expenditure)	Debt service = (interest + Principal Repayments)
(d)	Return on equity ratio	Profit after tax	Average shareholder's equity
(e)	Inventory turnover ratio	Average inventory * 365	Total revenue from operations
(f)	Trade receivables turnover ratio	Average trade receivables * 365	Total revenue from operations
(g)	Trade payables turnover ratio	Average trade payables * 365	Cost of materials and services consumed or used
(h)	Net capital turnover ratio	"Average working capital = Current assets (-) Current liabilities *365"	Total revenue from operations
(i)	Net profit ratio	Profit after tax	Total revenue from operations
(j)	Return on capital employed	Earnings before interest and taxes (Profit before taxes + Finance cost)	Average Capital employed Capital employed = Total equity + Borrowings
(k)	Return on investment	Income generated from investments	Time-weighted average investments in mutual funds

Note for Variance in ratios

- 1 Debt Service Coverage Ratio: DSCR has decreased due to lower earnings before interest and Tax.
- 2 Return on Equity Ratio: Due to decrease in earnings
- 3 Trade receivables turnover ratio: Due to increase in turnover and decrease in trade receivables.
- 4 Net Capital Turnover Ratio: Due to decrease in current liabilities and also due to decrease in current assets
- 5 Return on Capital Employed: Due to change in total equity, revaluation reserve.

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29.18 Additional Regulatory Information as required by Schedule III of the Companies Act, 2013:

- a No proceedings have been initiated or are pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
- b No charges are pending for registration with Registrar of Companies (ROC) beyond the statutory period.
- c During the current financial year, to the best knowledge of the company, it didn't have any relationship with Struck-off Companies.
- d The Company has not traded or invested in Crypto Currency or Virtual Currency during the current or previous year.
- e The Company is not been declared as a Wilful Defaulter by any Bank, Financial Institution or other lenders.
- f There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.
- g The Company has not entered into any Scheme of Arrangement in terms of sections 230 to 237 of the Companies Act, 2013. Hence there will be no accounting impact on the current or previous financial year.
- h During the year the Company has not raised any funds through the Issue of Securities and during the previous year has raised funds through private placement of Equity Share Warrants.
- i (A) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall: -
 - a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by on or behalf of the company (Ultimate Beneficiaries) or
 - b) Provide any guarantee, security, or the like to or on behalf of the ultimate beneficiaries.(ii)(B) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall.
 - a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries), or
 - b) Provide any guarantee, security, or the like to or on behalf of the ultimate beneficiaries.
- j The Company has revalued its property during the current year (Refer Note 29.14).
- k The provisions of Corporate Social Responsibility Under Section 135 of Companies Act 2013 is not applicable to the Company.
- l The Company does not have any Immovable Properties where title deeds are not held in the name of the Company.
- m The Company has not made any investment and do not have subsidiaries, therefore clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017, is not applicable.

29.19 The Government of India has consolidated various labour laws into four labour codes, namely the Code on Wages, 2019, the Code on Social Security, 2020, the Industrial Relations Code, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020, which have been made effective from November 21, 2025.

Based on the information available and in accordance with the guidance issued by the Institute of Chartered Accountants of India, the Company has assessed the impact of the implementation of the labour codes and concluded that the same is not material. The Company will evaluate the impact, if any, on employee benefit obligations upon notification of the relevant Central and State Rules and account for the same in accordance with applicable Ind AS."

29.20 Previous years figures have been regrouped / reclassified wherever considered necessary to correspond with the current year classification/ disclosures.

29.21 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006.

Based on the information available with the Company, there are dues/interest outstanding to micro and small enterprises, as defined under Micro, Small and Medium Enterprises Development Act, 2006, as at 31 March, 2026. Rs. 364.66 lakhs) (As at March, 2025 Rs. 457.53 lakhs)

29.22 The financial statements were approved for issue by the Board of Directors on 21-05-2026

As per our report attached
For M O S & Associates LLP
Chartered Accountants

Sd/-
Oommen Mani
Partner
Membership No. 234119

Place : Hyderabad
Date : May 21, 2026

For and on behalf of the Board of Directors

Sd/-
T. Sarita Reddy
Managing Director
DIN No : 00017122
Sd/-
V.R. Prasad
Chief Financial Officer

Sd/-
T.V. Sandeep Kumar Reddy
Vice Chairman & Director
DIN No : 00005573
Sd/-
D.S.V.R. Susmitha
Company Secretary

