BOARD OF DIRECTORS	:	Premnath Srinivas Kudva, Chairman & Managing Director Venkatesh Pai Mangalore Voderbet Mahesh Kamath
AUDITORS	:	A. Umanath Rao & Co.
Company Secretaries	:	Chethan Nayak & Associates
Registrar & Share Transfer Agent	:	BgSE Financials Ltd., 51, Stock Exchange Towers, 1st Cross, J. C. Road Bangalore - 560 027. Phone : 080 - 41405259, 41329661 E-mail : cs_rta@bfsl.co.in / avp_rta@bfsl.co.in
BANKERS	:	State Bank of India Canara Bank
REGISTERED OFFICE	:	V. S. Kudva Road, Maroli, Mangalore - 575 005. Phone : 0824-2211649 0824-2213402 E-mail : investor@canarasprings.com canarasprings@gmail.com Web : www.canarasprings.in
CIN	:	U51909KA1943PLC001075

NOTICE

NOTICE IS HEREBY GIVEN THAT THE 83RD ANNUAL GENERAL MEETING OF THE CANARA WORKSHOPS LIMITED WILL BE HELD ON WEDNESDAY, 30TH DAY SEPTEMBER, 2026 AT 10:00 A.M. AT THE REGISTERED OFFICE OF THE COMPANY SITUATED AT V.S. KUDVA ROAD, MAROLI, MANGALORE - 575005 TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

1. To receive and adopt the Audited Financial Statement of accounts for the year ended 31st March, 2026 together with the Reports of Board of Directors & Auditor's.
2. To appoint a Director in place of Sri. Venkatesh Pai Mangalore (DIN: 00126551) who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS

3. TO APPOINT MR. VIJAYAKUMAR KURUVANKANDY, (DIN: 11874454) AS A DIRECTOR:

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

"RESOLVED THAT pursuant to provisions of Section 152 of the Companies Act 2013 and Rule 8 of Companies (Appointment and Qualification of Directors) Rules 2014, Mr. Vijayakumar Kuruvankandy (DIN: 11874454) be and is hereby appointed as a Director of the Company".

"RESOLVED FURTHER THAT pursuant to provisions of Section 170 (2) of the Companies Act 2013 and Rule 17 and 18 of Companies (Appointment and Qualification of Directors) Rules 2014, any of the existing Directors of the Company be and are hereby authorized to file online DIR–12, with the Registrar of Companies, Karnataka to intimate about such appointment and also to update Register of Directors and to do all such acts, deeds, things which are necessary to give effect to this resolution".

By Order of the Board Directors

Sd/-

PREMNATH SRINIVAS KUDVA

CHAIRMAN & MANAGING DIRECTOR

DIN: 00126024

Place: Mangaluru

Date: 14.08.2026

NOTES:-

1. 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 the MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020, 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 e-voting system on the date of the AGM will be provided by CDSL.
2. A Member entitled to attend and vote at the Annual General Meeting (AGM) is entitled to appoint a proxy to attend and vote instead of himself/herself and the proxy need not be a Member of the Company. The instrument appointing the proxy, in order to be effective, must be deposited at the Company's Registered Office, duly completed and signed, not less than FORTY-EIGHT HOURS before the meeting. Proxies submitted on behalf of limited companies, societies, etc., must be supported by appropriate resolutions/authority, as applicable. In case a proxy is proposed to be appointed by a Member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.
3. In case of joint holders attending the meeting, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote.
4. Shareholders are required to intimate changes in their addresses, if any.
5. Shareholders are requested to register their E mail ID with the company to enable the company to send all communications including notice of the meetings electronically.
6. The members, holding shares in physical form, are requested to intimate any change in their addresses or bank details to the Company's Registrar- BgSE Financials Limited, Stock Exchange Towers, No.51, 1st Cross, J.C.Road, Bangalore- 560027. Ph. No. 080 41329661. E-mail: cs_rta@bfsl.co.in or vp-rta@bfsl.co.in. Those holding shares in dematerialized form may intimate any change in their addresses or bank details/ mandates to the concerned Depository Participants.
7. As per Rule 9A of the Companies (Prospectus and Allotment of Securities) Rules, 2014, the shares of the company should be held in DEMAT form. The ISIN of the company is INE02US01015. Share holders are requested to dematerialize the shares held by them.
8. The Notice calling the AGM has been uploaded on the website of the Company at www.canarasprings.in. 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.
9. The Board has appointed Mr. Chethan Nayak K (FCS 4736, CP 3140) and failing him, Mrs. Ujala Rani (FCS: 11570, CP: 11814) of Chethan Nayak & Associates, Practising Company Secretaries, to act as the Scrutinizer, to scrutinize the entire e-voting process in a fair and transparent manner.
10. E-voting cut-off date: The members may cast their votes on electronic voting system from place other than the venue of the meeting (remote e-voting). The remote e-voting period will commence at 9:00

a.m. on Sunday, 27th day of September, 2026 and will end at 5:00 p.m. on Tuesday, 29th day of September, 2026. The e-voting module shall be disabled by CDSL for voting thereafter.

11. The Members, whose names appear in the Register of Members/ list of Beneficial Owners as on Thursday, 24thday of September, 2026are entitled to vote on the Resolution set forth in this notice.

12. Members joining the meeting physically, who have not already cast their vote by means of remote e-voting, shall be able to exercise their right to vote through e-voting at the AGM. The Members who have cast their vote by remote e-voting prior to the AGM may also join the AGM but shall not be entitled to cast their vote again

13. The Members desiring to vote through electronic mode/ remote e-voting may refer to the detailed procedure on e-voting given hereinafter.

THE INTRUCTIONS TO SHAREHOLDERS FOR E-VOTING ARE AS UNDER:

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(i) The voting period begins on 9:00 a.m. on Sunday, 27th day of September, 2026 and will end at 5:00 p.m. on Tuesday, 29th day of September, 2026. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off dateThursday, 24th day of 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**, **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.

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

(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 e-mail ID in their demat accounts in order to access e-Voting facility.

Pursuant to above said 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 users to login to Easi / Easiest are requested to visit cdsl website www.cdslindia.com and click on login icon & My Easi New (Token) Tab. 2) After successful login the Easi/ Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting 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 or voting during the meeting.Additionally, there is also links provided to access the system of all e-Voting Service Providers, 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 cdsl website www.cdslindia.com and click on login &My Easi New (Token)Tab and then click on registration option. 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. 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 evoting 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 or voting during the meeting. 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 or voting during the meeting 4) For OTP based login you can click on https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp. You will have to enter your 8-digit DP ID,8-digit Client Id, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/mobile number and click on login. 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 re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or voting during the meeting.
Individual Shareholders (holding securities in demat mode) login through their **Depository Participants**	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 or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at above mentioned 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. 1800 2109911
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 022 - 4886 7000 and 022 - 2499 7000

Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(v) Login method for 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.

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

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit 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 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 login. 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 “The CANARA WORKSHOPS 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.**

- 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; canarasprings@gmail.com / investor@canarasprings.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM PHYSICALLY & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
2. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
3. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 10 days prior to meeting mentioning their name, demat account number/folio number, e-mail ID, mobile number at canarasprings@gmail.com / investor@canarasprings.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **10 days prior to meeting** mentioning their name, demat account number/folio number, e-mail ID, mobile number at canarasprings@gmail.com / investor@canarasprings.com. These queries will be replied to by the company suitably by e-mail.
4. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
5. Only those shareholders, who are present in the AGM and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
6. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

PROCESS FOR THOSE SHAREHOLDERS WHOSE E-MAIL ID/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/ DEPOSITORIES

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), Aadhaar (self attested scanned copy of Aadhaar Card) by e-mail to **Company at** canarasprings@gmail.com / investor@canarasprings.com / **RTA at** cs_rta@bfsl.co.in or vp-rta@bfsl.co.in .

2. For Demat shareholders - Please update your e-mail ID & mobile no. with your respective Depository Participant (DP)

3. For Individual Demat shareholders - Please update your e-mail 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 attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 2109911.

   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 Future, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 2109911.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT 2013:

ITEM NO.3

TO APPOINT MR. VIJAYAKUMAR KURUVANKANDY, (DIN: 11874454) AS A DIRECTOR:

The Company has received a Notice in writing under Section 160 of the Companies Act, 2013 from Mr. Premnath Srinivas Kudva, (DIN: 00126024) Managing Director of the Company, proposing the candidature of Mr. Vijayakumar Kuruvankandy (DIN: 11874454) for the office of Director of the Company.

Mr. Vijayakumar Kuruvankandy (DIN: 11874454) has showed his willingness and has given his consent to be appointed as director of the company. Hence it is recommended to appoint Mr. Vijayakumar Kuruvankandy (DIN: 11874454) as a Director of the Company. Section 152(4) of the companies act, 2013 requires that every director shall be appointed in the general meeting and shall furnish a declaration that he is not disqualified to become a director. The company has received a consent and a declaration from Mr. Vijayakumar Kuruvankandy (DIN: 11874454) that he is not disqualified to become a director. As required under section 152(2) the appointment of Mr. Vijayakumar Kuruvankandy (DIN: 11874454) as a director needs to be approved and appointed by the members.

The Board of Directors of your company recommends passing of this resolution as Ordinary resolution. None of the Directors and Shareholders are interested in the said resolution financially or otherwise. Details of Director seeking Appointment at the General Meeting as per requirements of Secretarial Standard 2 (SS 2)

Particulars	**Information**
Name	Vijayakumar Kuruvankandy
Age	63 Years
Qualification	B.E Civil
Experience	41 years
Terms and conditions of appointment	As set out in the resolution

Remuneration sought to be paid	As set out in the resolution
Remuneration last drawn	Not Applicable
Date of first appointment on the board	Not Applicable
Shareholding in the company	-
Relationship with other Directors, Manager and other Key Managerial Personnel of the Company	-
Number of Meetings of the Board attended during the year	Nil
Other Directorships, Membership/ Chairmanship of Committees of other Boards	

By Order of the Board Directors

Sd/-

PREMNATH SRINIVAS KUDVA

CHAIRMAN & MANAGING DIRECTOR

DIN: 00126024

Place: Mangaluru

Date: 14.08.2026

DIRECTORS REPORT

To,

The Members,

Your Directors have pleasure in presenting their 83Rd Annual Report together with Audited Financial Statements of Accounts for the Financial Year ended March 31st, 2026.

1. Performance and Operations of the Company

During the financial year 2025-26, the Company continues to follow the pull-based production and supply system, as outlined in the previous year's Directors' Report. Under this system, production was aligned with the actual requirements of the branches, thereby minimizing inventory levels and avoiding excess stock.

The implementation of this system resulted in a reduction in the Company's working capital requirements, improved inventory turnover, and enhanced cash flow management. The Directors' believe that this strategy has contributed to more efficient utilization of resources and has strengthened the Company's overall financial position.

b. Working of the Company during the year:

Inspite of the price increases and others set-backs, we have maintained a cash flow and were able to make all statutory payments on time, apart from meeting our customer's requirements on time.

c. **Financial summary or highlights (In Rupees- In Hundred)**

Sl No.	Particulars	2025-2026	2024-2025
1.	Gross Revenue	19,17,117.46	18,42,684.76
2.	Profit/ (Loss) Before Finance Costs and Depreciation	(28,725.75)	(84,528.96)
3.	Finance Costs	1,66,414.30	1,52,653.88
4.	Profit/ (Loss) after Finance Costs before depreciation	(1,95,140.05)	(2,37,182.84)
5.	Provision for Depreciation	15,648.49	18,350.05
6.	Net Profit/ (Loss) Before Tax	(2,10,788.54)	(2,55,532.89)
7.	Tax Expenses/ (deferred tax)	5,815.93	3352.55
8.	Net Profit/ (Loss)After Tax	(2,16,604.47)	(2,58,885.44)

2. Details Of Subsidiary, Joint Venture Or Associate Companies

The Company does not have any Subsidiary, Joint Venture or Associate Company.

3. Dividend

Your directors regret their inability to recommend any dividend for the year due to loss.

4. Reserves

For the financial year ended 31st March, 2026, the Company has not transferred any sum to Reserves.

5. Brief description of the Company's working during the year/State of Company's affair

Widening of product mix, meeting new introductions in time, catering to specialty segment and keeping up the regular supplies on schedule. Inventory control both at input area and finished goods area ensured smooth supplies to customers.

6. Change in the nature of business, if any

There is no change in the nature of business of the Company during the year under review.

7. Material changes and commitments, if any, affecting the financial position of the 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

No material changes and commitments affecting the financial position of the company have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report.

8. Details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future

There were no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

9. Deposits

During the period under review the company has not accepted any deposits from the members. The details relating to deposits

a. Existing deposits at the beginning of the year - NIL

b. Accepted During the year - NIL

c. Repaid During the year - NIL

d. Remained unpaid (Outstanding) as at the end of the year including interest - NIL

e. Whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so, number of such cases and the total amount involved:

   i. at the beginning of the year-Nil

   ii. maximum during the year-Nil

   iii. at the end of the year;-Nil

However, the Company has borrowed unsecured loan of Rs. 3,00,000/- from Sri. Venkatesh Pai Mangalore (DIN:00126551), director of the company during the year under review.

10. Statutory Auditors

M/s. A. Umanath Rao & Co, Chartered Accountants, Mangalore (Firm Reg No: 004454S), who are the statutory auditors of the Company, hold office until the conclusion of the Annual General Meeting to be held in the year 2027. Members appointed them in the Annual General Meeting held on 28.09.2022 to hold office till the conclusion of the Annual General Meeting to be held in the year 2027.

11. Explanations or comments by the board on qualifications, reservations or adverse remarks or disclaimer Audit Reports

Auditors' Report

The observations of the auditors in their report are self-explanatory and therefore, in the opinion of the Directors, do not call for further comments. There is no major Qualified Opinion in the Auditor's Report which requires comments.

12. Details in respect of frauds reported by auditors under sub-section (12) of section 143 other than those which are reportable to the Central Government

During the year under review, the Statutory Auditor in their report have not reported any instances of frauds committed in the Company by its Officers or Employees under section 143(12) of the Companies Act, 2013.

13. Annual return

The draft Annual Return of the Company can be viewed on the Company's website at the following web link www.canarasprings.in.

14. Conservation of energy, technology absorption and foreign exchange earnings and outgo

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

i. **Conservation of energy, technology absorption**

As required in terms of Section 134 of the Companies Act, 2013, a statement showing the required particulars has been annexed hereto and forms part of this report.

ii. **Foreign exchange earnings and Outgo:**

There has been no Foreign Exchange Earnings and expenditure during the current year

15. Directors:

As on March 31st 2026, the strength of the Board of Directors was Three

(a) The composition of the Board as on March 31st 2026, is as under:

Name of the Director	Designation	Date of appointment
Sri Premnath Srinivas Kudva	Chairman and Managing Director	09/06/1992
Sri Venkatesh Pai Mangalore	Director	30/07/2002
Sri Voderbet Mahesh Kamath	Director	30/07/2004

b) **Changes in the Board of Directors during 2025-2026.**

During the year under review, Sri. Premnath Srinivas Kudva (DIN:00126024) was reappointed as a Chairman and Managing Director of the Company for a further period of 5 Years from 31st October 2025 vide board resolution dated 30.08.2025 and was further reappointed as a Chairman and Managing Director of the Company in the annual general meeting dated 30th September 2025 vide Special Resolution.

During the year, The Board Proposed the Appointment of Mr. Vijayakumar Kuruvankandy (DIN: 11874454) as a director of the company. Accordingly the Board Recommends the appointment of Mr. Vijayakumar Kuruvankandy (DIN: 11874454) as a director of the company in the ensuing Annual General Meeting to be held on 30th September 2026.

c) **Proposed re-appointment of Director by rotation**

Sri. Venkatesh Pai Mangalore (DIN: 00126551) Director of the company retiring by rotation at the ensuing Annual General Meeting, being eligible, offers himself for re-appointment. Your Board recommends his re-appointment.

16. Number of meetings of the Board of Directors:

The Board of Directors met Five times in the financial year 2025-2026 which is on 03.05.2025, 31.07.2025, 30.08.2025, 03.11.2025 and 31.01.2026. The maximum interval between any two meetings did not exceed 120 days as specified under sub-section (1) of section 173 of the Companies Act 2013. The details are tabled as follows:

Board meetings

Sl. No.	Date of meeting	Total Number of directors as on the date of meeting	Attendance	
			Number of director attended	% of attendance
1.	03.05.2025	3	3	100%
2.	31.07.2025	3	3	100%
3.	30.08.2025	3	3	100%
4.	03.11.2025	3	3	100%
5.	31.01.2026	3	3	100%

17. Details of establishment of Vigil Mechanism for directors and employees

Establishment of Vigil Mechanism is not applicable to the Company as it does not satisfy the criteria laid down in Section 177 of Companies Act, 2013, read with Rule 7 of The Companies (Meetings of Board and its Powers) Rules, 2014

18. Particulars of loans, guarantees or investments under section 186

No loans, guarantees or investments were made by the company under Section 186 of the Companies Act, 2013 during the year under review.

19. Particulars of contracts or arrangements with related parties:

During the period under review there are no contracts or arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013.

20. Particulars of Employees:

None of the employees have received remuneration exceeding the limit as stated in Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

21. Risk management policy

Company is regularly reviewing the overall business conditions as well as industrial scenario to cover the risk pertaining to the current business of the company.

22. Directors' Responsibility Statement

The Directors' Responsibility Statement referred to in clause (*c*) of sub-section (*3*) of Section 134 of the Companies Act, 2013, state 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; and

(e) 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.

23. Compliance under Secretarial Standard

The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively.

24. Cost Records

The company was not required to maintain the cost records as required under sub-section (1) of section 148 of the Companies Act, 2013

25. Disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

Your Company has always believed in providing a safe and harassment free workplace for every individual working in the Company's premises through various interventions and practices. The Company endeavors to create and provide an environment that is free from discrimination and harassment including sexual harassment.

The Company has in place a robust policy on prevention of sexual harassment at workplace. The policy aims at prevention of harassment of employees as well as contract/indirect employees and lays down the guidelines for identification, reporting and prevention of sexual harassment. There is an Internal Complaints Committee (ICC) which is responsible for redressal of complaints related to sexual harassment and follows the guidelines provided in the policy.

During the year ended 31st March, 2026 the Internal Complaints Committee have not received any complaints pertaining to sexual harassment.

Details of Sexual Harassment Complaints received:

Particulars	Number
(i) Number of Sexual Harassment Complaints received	NIL
(ii) Number of Sexual Harassment Complaints disposed off	NIL
(iii) Number of Sexual Harassment Complaints pending beyond 90 days.	NIL

Number of employees as on the closure of financial year:

Particulars	Number
Male	119
Female	8
Transgender	0

26. Internal Financial Control over financial statements (IFCFR)

The company has adequate internal financial controls with reference to financial statements (IFCFR) that commensurate with the size and operations of the company.

27. The details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year along with their status as at the end of the financial year.

There are no applications made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year under review.

28. The details of difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof.

There was no one time settlement done during the year under review. Hence no valuation was required to be done.

29. Statement that company has complied with Maternity Benefit Act, 1961

The Company has duly complied with the provisions of the Maternity Benefit Act, 1961 and the amendments thereto, wherever applicable. The Company is committed to promoting a safe and supportive work environment and has implemented all necessary measures to ensure that the benefits and protections mandated under the Act are extended to eligible women employees, including maternity leave, nursing breaks, and other prescribed entitlements.

30. Acknowledgements

The Directors wish to place on record their appreciation to the wholehearted help, co-operation and hard work, the Company has received from the stakeholders of the Company.

For and on behalf of the Board of Directors

Place: Mangalore
Date: 14.08.2026

Sd/-	Sd/-
Chairman & Managing Director	Director
PREMNATH SRINIVAS KUDVA	VENKATESH PAI MANGALORE
DIN: 00126024	DIN: 00126551

ANNEXURE TO DIRECTORS REPORT

Statement containing particulars pursuant to Section 134 (3) (m) of the Companies Act, 2013 and forming part of Directors' Report

A. CONSERVATION OF ENERGY

We had introduced the use of LPG in the year 2012 for heating as mentioned earlier the result of which is reflected in the figures below:

	2026	2025
1. ELECTRICITY		
(A) Purchased (KWH in Lakhs)	4.65	4.81
Total Amount (Rs in Lakhs)	51.34	54.51
Rate/KWH (in Rs)	11.04	11.33
(B) Own Generation		
i. Through Diesel Generator		-
Units (in Lakhs)	0.018	0.002
Units/Ltr. of Diesel Oil	1.83	1.18
Cost/Unit	90.18	70.00
ii. Through Steam	-	-
Turbine/Generator	-	-
Units	-	-
Units/Ltr. of Fuel/Gas	-	-
Cost/Unit	-	-
2. COAL		
(Not used)	-	-
3. FURNACE OIL/LDO		
1. FURNACE OIL		
Quantity (In '000 Ltrs)	143.990	146.456
Total Amount (Rs in Lakhs)	65.01	73.10
Average Rate/Ltr. (in Rs)	47.38	49.90
II. Bio-Fuel		
Quantity (In '000 Ltrs)		-
Total Amount (Rs in Lakhs)		-
Average Rate/Ltr. (in Rs)		-
4. L P G		
Quantity in (Kg.)	25500	25075
Total Amount (Rs in Lakhs)	18.82	19.49
Average Rate/Kg (in Rs)	73.80	77.73
B. TECHNOLOGY ABSORPTION		
C. FOREIGN EXCHANGE EARNINGS AND OUTGO		
1. Foreign Exchange Earnings	-	-
2. Foreign Exchange Outgo	-	-
i. CIF Value of Imports	-	-
Raw Materials, Components	-	-
And Spare Parts.(in $s)	-	-
ii. Capital Goods	-	-
iii. Others	-	-

For and on behalf of the Board of Directors

Sd/-
Chairman & Managing Director
PREMNATH SRINIVAS KUDVA
DIN: 00126024

Sd/-
Director
VENKATESH PAI MANGALORE
DIN: 00126551

Place: Mangalore
Date: **14.08.2026**

A.UMANATH RAO & CO.
Chartered Accountants
007, Ibrose, 7th Cross, M.G.Road,
Kodialbail, Mangalore – 575 003
Tel: 2494157
E-mail : aurao57@gmail.com

INDEPENDENT AUDITORS' REPORT
To The Members of The Canara Workshops Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **THE CANARA WORKSHOPS LIMITED**("the company") which comprise the Balance Sheet as at March 31, 2026, the Statement of Profit and Loss, the Statement of cash flows for the year ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, 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 accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026 and the loss and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the 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 financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Other Information

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report but does not include the standalone financial statements and our auditor's report thereon. The annual report is to be made available to us after the date of the auditor's report.

Our opinion on the standalone 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 standalone financial statements our responsibility is to read the other information identified above when it becomes available and in doing so consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the other information identified above if we conclude that there is a material misstatement there in we are required to communicate the matter to those charged with governance and take necessary actions as applicable under the relevant laws and regulations.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information of board of director's report 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.

Responsibility of Managementfor 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 and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent ; and 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, management 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls 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.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS CARO 2020 APPLICABILITY

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 obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) 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) The balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this report is in agreement with the books of account;

(d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act.

(e) On the basis of the written representations received from the directors as on March 31, 2026 taken on record by the board of directors, none of the directors is disqualified as on March 31, 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". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;

(g) Managerial remuneration is in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;

   a. The Company does not have any pending litigations which would impact its financial position;

   b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and

c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

d. The Management has represented that, to the best of its knowledge and belief, 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 persons or entities, including foreign entities.

   (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever (“Ultimate Beneficiaries”) by or on behalf of the Company or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

e. The Management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever (“Ultimate Beneficiaries”) by or on behalf of the Funding Parties or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

f. The company has not declared dividends for the period.

g. Pursuant to proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014, the Company is required to maintain its books of account using an accounting software which has a feature of recording audit trail (edit log) facility and such audit trail is required to be preserved as per statutory requirements. Based on my examination, I report that the Company has maintained its books of account on an accounting software having audit trail (edit log) feature, the said feature has been enabled and operated throughout the year for all relevant transactions recorded in the software, and such audit trail has been preserved in accordance with the requirements of the Rules.

For **A. Umanath Rao and Co.**
Chartered Accountants
Firm Registration No.004454S

Sd/-
ASHWIN KINI H.
Partner
Membership No. 236787
UDIN : 26236787JCBHOM7963

Place : Mangalore
Date : 14.08.2026

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT*

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report to the members of The Canara Workshops Limited of even date)

1. In respect of the Company's Property, Plant and Equipment:

   (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

   (b) The company has a phased program of physical verification of its fixed assets which in our opinion, is reasonable having regard to the size of the company and the nature of its assets. Management has physically verified certain fixed assets during the year. Discrepancies noticed on such verification as compared to book records, which were not material, have been properly adjusted in the books of account.

   (c) According to the information and explanations given to us and on the basis of our examination of the records of the company,((other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) the title deeds of immovable properties are held in the name of the company.

   (d) The company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.

   (e) 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 rules made thereunder.

2. (a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and the coverage and procedure of such verification by the management is appropriate.

   According to the information and explanations given to us and as examined by us, no material discrepancies were noticed on such verification.

   (b) The company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets and the quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company.

3. According to information and explanation given to us, the company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, paragraph 3 (iii) of the order is not applicable.

4. In our opinion and according to information and explanation given to us, the company has not granted any loans or provided any guarantees or given any security or made any investments to which the provision of section 185 and 186 of the Companies Act, 2013.Accordingly, paragraph 3 (iv) of the order is not applicable.

5. The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to bedeposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extentapplicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.

6. The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the activities of the company and accordingly paragraph 3 (vi) of the order is not applicable.

7. In respect of statutory dues:

   (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally regularly deposited during the year by the company with the appropriate authorities.

   According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2026 for a period of more than six months from the date they became payable.

   (b) According to the information and explanations given to us and the records of the company examined by us, there are no dues of income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise and value added tax which have not been deposited on account of any dispute.

8. In our opinion and according to the information and explanations given to us, there are no transactions that are recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961

9. In our opinion and according to the information and explanations given to us, with respect to Loans/Borrowings:

   a. The company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.

   b. The company is not been declared as a willful defaulter by any bank or financialinstitution or other lender.

   c. Term loans were applied for the purpose for which the loans were obtained and the amount of loan is not diverted.

   d. Funds raised on short term basis have not been utilized for long term purposes.

   e. The company has neither taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures nor it has any subsidiaries, associates or joint ventures.

f. The company has neither raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies nor it has any subsidiaries, joint ventures or associate companies.

10. (a). The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3 (x) (a) of the order is not applicable.

    (b). The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, paragraph 3 (x) (b) of the order is not applicable.

11. Frauds:

    (a). According to the information and explanations given to us and the records of the company examined by us, no fraud by or on the company has been noticed or reported during the year.

    (b). No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

    (c). There were no whistle-blower complaints received during the year by the company. Accordingly, paragraph 3 (xi) (c) of the order is not applicable.

12. The Company is not a Nidhi Company and accordingly, paragraph 3 (xii) (a), 3 (xii) (b) and 3 (xii) (c) of the order is not applicable to the Company.

13. According to the information and explanations given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

14. As per the Companies Act,2013 internal audit system is not applicable to the company. Accordingly, paragraph 3 (xiv) (a) and 3 (xiv) (b) of the order is also not applicable.

15. According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the order is not applicable.

16. (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a) & (b) of the Order is not applicable.

    (b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(c) & (d) of the Order is not applicable.

17. The company has incurred cash losses in the financial year and in the immediately preceding financial year. The amount of cash loss in the financial year is Rs. 1,95,14,004.42andin the immediately preceding financial year is Rs.2,37,18,284.00.

18. There has not been any resignation of the statutory auditors during the year.

19. Based on the audit evidence obtained, including management's assessment and plans, and considering the Company's improved operational performance, increased warehouse rental income, implementation of cost optimization measures, repayment of long-outstanding liabilities through the sale of a portion of its land assets, and the resulting improvement in its liquidity position together with the reduction in borrowings and finance costs, we have not identified any material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.The accounts however have been prepared by the management on a going concern basis for the reason stated in the note no 38. Accordingly, we conclude that management's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

20. Based on our examination of the records of the company, section 135 of the Companies Act,2013 is not applicable. Accordingly, paragraph 3(xx) (a) and 3(xx) (b) of the order is not applicable.

21. There is no consolidation of Financial Statements accordingly reporting under clause 3(xxi) is not applicable.

For **A. Umanath Rao and Co.**
Chartered Accountants
Firm Registration No.004454S

Sd/-
ASHWIN KINI H.
Partner
Membership No. 236787
UDIN : 26236787JCBHOM7963

Place : Mangalore
Date : 14.08.2026

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 (f) under 'Report on other legal and regulatory requirements' section of our report to the Members of The Canara Workshops Ltd of even date)

Report on the internal financial controls over financial reporting under clause (i) of sub - section 3 of section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of The Canara Workshops Limited ("the Company") as at March 31, 2026, in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's responsibility for internal financial controls

The board of directors of the Company 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. 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, 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 internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the standards on auditing prescribed under Section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those standards and the guidance note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were 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 judgement, including the assessment of the risks of material misstatement in 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 control 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 (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent limitations of internal financial controls over financial reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management of 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.

Opinion

In our opinion and according to the information and explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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.

For **A. Umanath Rao and Co.**
Chartered Accountants
Firm Registration No.004454S
Sd/-
ASHWIN KINI H.
Partner
Membership No. 236787
UDIN : 26236787JCBHOM7963

Place : Mangalore
Date : 14.08.2026

BALANCE SHEET AS AT 31st MARCH, 2026

(Rupees in Hundreds)

Particulars	Note No	31st March 2026	31st March 2025
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	146990.90	146990.90
(b) Surplus	3	-1141912.24	-925307.77
(2) Non-Current Liabilities			
(a) Long-Term Borrowings	4	458137.44	467564.59
(b) Long-Term Provisions		294880.50	307662.47
(3) Current Liabilities			
(a) Trade Payables	6	325777.25	
(A) Total Outstanding Dues of Micro Enterprises and Small Enterprises; and			495328.53
(B) Total Outstanding Dues of Creditors other than Micro Enterprises and Small Enterprises		284697.96	75851.20
(b) Other Current Liabilities	7	333903.61	318128.76
(c) Short-Term Provisions	8	130527.62	128379.44
(d) Short-Term Borrowings	10	958078.98	994227.22
Total		**1791082.03**	**2008825.33**
II. Assets			
(1) Non-Current Assets			
(a) Property, Plant and Equipment and Intangible Assets			
(i) Property, Plant and Equipment	9	177929.76	189959.50
(b) Non-Current Investments	10	4243.27	4243.27
(c) Long Term Loans and Advances	11	-	-
(d) Deferred Tax Asset (Net)	5	70590.86	76406.79
(2) Current Assets			
(a) Inventories	12	941389.42	1104213.94
(b) Trade Receivables	13	474262.50	486213.01
(c) Cash and Cash Equivalents	14	21639.01	39248.87
(d) Short-Term Loans and Advances	15	101027.20	108539.95
Total		**1791082.03**	**2008825.33**

Significant Accounting Policies 1,25-40

Notes referred to above form an integral part of the Financial Statements.

As per our report of even date

For **A. UMANATH RAO & CO.,**
Chartered Accountants,
FR No. 004454S

Sd/-
(ASHWIN KINI H-M.No. 236787)
Partner

CIN : U51909KA1943PLC001075
Place: Mangalore
Date : 14.08.2026
UDIN : 26236787JCBHOM7963

For & On Behalf of the Board

Sd/-
PREMNATH SRINIVAS KUDVA
Chairman & Managing Director
(DIN:00126024)

Sd/-
VODERBET MAHESH KAMATH
Director
(DIN:00192643)

Sd/-
VENKATESH PAI MANGALORE
Director
(DIN:00126551)

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

(Rupees in Hundreds)

Particulars	Note No.	31st March 2026	31st March 2025
Revenue From Operations	16	1904340.88	1829702.60
Other Income	17	12776.58	12982.16
Total Income		**1917117.46**	**1842684.76**
Expenses:			
Cost of Materials Consumed	18	823076.17	861480.63
Changes in Inventories of Finished Goods,			
Work-In-Progress and Stock-In-Trade	19	175528.91	30066.85
Employee Benefit Expense	20	502557.93	569719.99
Financial Costs	21	166414.30	152653.88
Depreciation and Amortisation Cost	22	15648.49	18350.05
Other Expenses	23	444680.20	465946.26
Total Expenses		**2127906.00**	**2098217.65**
Profit Before Tax		**-210788.54**	**-255532.89**
Less:Tax Expense			
(1) Current Tax			
(2) Deferred Tax	5	5815.93	3352.55
Profit From The Period		**-216604.47**	**-258885.44**
Profit/(Loss) For The Period		**-216604.47**	**-258885.44**
Earning Per Equity Share:	24		
Face Value Per Equity Shares Rs.10/- Fully Paid Up.			
(1) Basic		(14.74)	(17.61)
(2) Diluted		(14.74)	(17.61)

Notes referred to above form an integral part of the Financial Statements.

As per our report of even date

For **A. UMANATH RAO & CO.,**
Chartered Accountants,
FR No. 004454S

Sd/-
(ASHWIN KINI H-M.No. 236787)
Partner

CIN : U51909KA1943PLC001075
Place: Mangalore
Date : 14.08.2026
UDIN : 26236787JCBHOM7963

For & On Behalf of the Board

Sd/-
PREMNATH SRINIVAS KUDVA
Chairman & Managing Director
(DIN:00126024)

Sd/-
VODERBET MAHESH KAMATH
Director
(DIN:00192643)

Sd/-
VENKATESH PAI MANGALORE
Director
(DIN:00126551)

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31st 2025

(Rupees in Hundreds)

	Particulars	31st March 2026	31st March 2025
A.	**CASH FLOW FROM OPERATING ACTIVITIES**		
	Net Profit Before Tax and Extraordinary Items	-210788.54	-255532.89
	Depreciation and Amortisation Expense	15648.49	18350.05
	(Profit) / Loss on Sale of Fixed Assets	5132.89	
	(Profit) / Loss on Redemption of Investments	-	-
	Interest and Other Income on Investments	-33.02	-79.26
	Interest Expenses	166414.30	152653.88
	Rent and Other Income	-264563.00	-234509.40
		-288188.87	-319117.62
	Operating Profit / (Loss) Before Working Capital Changes	**-288188.87**	**-319117.62**
	Changes in Working Capital:		
	Increase / (Decrease) in Trade Payable	39295.47	-77212.44
	Increase / (Decrease) in Short Term Provisions	2148.18	15417.68
	Increase / (Decrease) in Long Term Provisions	-12781.97	-6657.24
	Increase / (Decrease) in Deferred Tax Liabilities	-	-
	Increase / (Decrease) in Other Current Liabilities	15774.85	68018.32
	(Increase) / Decrease in Short Term Loan And Advances	7512.75	225489.14
	(Increase) / Decrease In Trade Receivables	11950.51	50755.34
	(Increase) / Decrease In Inventories	162824.52	9039.22
		226724.32	**284850.02**
	CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES	**-61464.55**	**-34267.61**
	Less: Taxes Paid	-	-
	Interest Paid	**-86968.61**	**-79259.32**
	NET CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES	**-148433.15**	**-113526.93**
B.	**CASH FLOW FROM INVESTING ACTIVITIES**		
	Purchase of Tangible / Intangible Assets	-5011.95	-4200.47
	Sale of Tangible / Intangible Assets	1393.20	-
	Decrease In Investments	-	-
	Rent Received	264563.00	234509.40
	(Profit) / Loss on Sale of Fixed Assets	-5132.89	-
	Dividend/ Bank Interest Received	33.02	79.26
	NET CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES	**255844.38**	**230388.19**
C.	**CASH FLOW FROM FINANCING ACTIVITIES**		
	Long Term Borrowings	-9427.15	-34473.93
	Short Term Borrowings	-36148.23	-5309.91
	Interest and Hire Purchase Charges	-79445.69	-73394.56
	NET CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES	**-125021.07**	**-113178.40**
NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)		**-17609.85**	**3682.86**
	Cash and Cash Equivalents At Beginning Period (Refer Note 14)	**39248.86**	**35566.00**
	Cash and Cash Equivalents At End of Period (Refer Note 14)	**21639.01**	**39248.86**
D.	**Cash and Cash Equivalents Comprise of**		
	Cash on Hand	**905.88**	**684.48**
	Balances With Banks	**20733.13**	**38564.39**
	In Current Accounts		
	Total	**21639.01**	**39248.88**

This Cash Flow Statement has been prepared as per "Indirect Method" as prescribed by Accounting Standard - 3 (revised) "Cash Flow Statements"

As per our report of even date

For **A. UMANATH RAO & CO.,**
Chartered Accountants,
FR No. 004454S
Sd/-
(ASHWIN KINI H-M.No. 236787)
Partner

CIN : U51909KA1943PLC001075
Place: Mangalore
Date : 14.08.2026
UDIN : 26236787JCBHOM7963

For & On Behalf of the Board

Sd/-
PREMNATH SRINIVAS KUDVA
Chairman & Managing Director
(DIN:00126024)

Sd/-
VODERBET MAHESH KAMATH
Director
(DIN:00192643)

Sd/-
VENKATESH PAI MANGALORE
Director
(DIN:00126551)

NOTES FORMING PART OF BALANCE SHEET

Note 2 :- Share capital ***(Rupees in Hundreds)***

Particulars	31st March, 2026	31st March, 2025
Authorised Share Capital		
60,000 10% Cumulative Preference Shares of Rs.10/-each	6000.00	6000.00
49,40,000 Equity Shares of Rs.10/-each	494000.00	494000.00
	500000.00	**500000.00**
Issued, Subscribed & Paid-Up Share Capital	**146990.90**	**146990.90**
Share Holding Pattern and Details		
14,69,909 Equity Shares of Rs.10/-each Fully Paid-up of the above Equity Shares 11,89,909 Shares were allotted as fully paid-up Bonus Shares by Capitalisation of Reserves.		
The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held.The dividend proposed by the board of directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend.In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferencial amount,in proportion to their shareholding.		
The details of share holders holding more than 5% shares		
Total Share Capital	**146990.90**	**146990.90**

Shareholder	% Holding	No.of Shares
C.P.C Logistics Limited	13.93	2,04,750
Canara Foundation	9.16	1,34,582
Life Insurance Corporation of India	6.31	92,774
Investor Education And Protection Fund Authority	12.84	1,88,796

Note 2.1 : Reconciliation of Number of Shares Outstanding is set out below:

Particulars	31st March, 2026	31st March, 2025
Equity Shares at the beginning of the year	14,69,909.00	14,69,909.00
Add: Shares issued during the current financial year	-	-
Equity Shares at the end of the year	**14,69,909.00**	**14,69,909.00**

Note 2.2 : The Company has only one class of equity shares. Each holder of equity shares is entitled to one vote per share.

Note 2.3 : There is no fresh issue or buyback of shares during the year.

NOTES FORMING PART OF BALANCE SHEET

Note 2.4 : There is no change in the number of shares outstanding at the beginning and at the end of the year.
Note 2.5 : There is no change in the pattern of shareholding during the year. It is same as the last year.

Sl. No.	Shares held by promoters at the end of the year 31st March 2026		
	Promoter Name	**No. of Shares****	**% of total shares****
1	MR. Premnath S Kudva	54,162.00	3.68
	Total	**54,162.00**	**3.68**

Sl. No.	Shares held by Promoters at the end of the year ending 31st March 2025		
	Promoter Name	**No. of Shares****	**% of total shares****
1	Mr. Premnath S Kudva	54,162.00	3.68
	Total	**54,162.00**	**3.68**

Note 3: Surplus **(Rupees In Hundreds)**

Particulars	31st March, 2026	31st March, 2025
Opening Balance	-1193743.93	-934858.50
Add:- Profit for the year	-216604.47	-258885.43
Capital Reserve		
As per last Balance Sheet	1358.87	1358.87
Capital Redemption Reserve		
As per last Balance Sheet	6000.00	6000.00
General Reserve		
As per last Balance Sheet	261077.29	261077.29
Add: Transferred from Surplus		
Total	**-1141912.24**	**-925307.77**

Note 4 : Long term borrowings **(Rupees In Hundreds)**

Particulars	31st March, 2026	31st March, 2025
(a) TERM LOANS		
Canara bank Scooter	-	148.25
Term Loan with SBI (GECL IInd)	14117.44	12396.34
(b) DEPOSITS (Unsecured)		
Inter Corporate Deposits - Related Party	444020.00	455020.00
(Fixed deposits accepted in accordance with the provisions of section 73 of the Companies Act 2013 repayable over two/three years from 31st march 2015)	**458137.44**	**467564.59**

NOTES FORMING PART OF BALANCE SHEET

LONG-TERM PROVISIONS **(Rupees In Hundreds)**

Particulars	31st March, 2026	31st March, 2025
Provision for Employees benefits	294880.50	307662.47
TOTAL	**753017.94**	**775227.06**

Note 5: Deferred tax liability/ Asset: **(Rupees In Hundreds)**

Particulars	31st March, 2026	31st March, 2025
Opening balance	76406.79	79759.34
Gratuity (Including Tax and Education Cess)	92002.72	95990.69
Total reversible timing difference in books maintained as per Companies Act 2013		
Written Down Value as per Companies Act 2013 (Including Tax and Education Cess)	55514.09	59267.36
Total reversible timing difference in books maintained as per Income Tax Act 1961		
Written Down Value as per Income Tax Act 1961 (Including Tax and Education Cess)	34102.23	39683.47
Net reversible timing difference	21411.86	19583.90
Deferred tax asset recognised for the year	70590.86	76406.79
Add : Deferred tax (income)/expense	5815.93	3352.55
Total	**70590.86**	**76406.79**

Note 6 : Trade payables **(Rupees In Hundreds)**

Particulars	31st March, 2026	31st March, 2025
Total outstanding dues of Micro Enterprises and Small Enterprises	325777.25	495328.53
Total outstanding dues of Creditors other than Micro Enterprises For Expenses	284697.96	75851.20
Total	**610475.21**	**571179.73**

Note 6.1 : Steps have been taken to identify the suppliers who qualify under the definition of micro and small enterprises, as defined under the Micro, Small and Medium Enterprises Development Act 2006. Since no intimation has been received from the suppliers regarding their status under the said Act as at 31st March 2022, disclosures relating to amounts unpaid as at the year end, if any, have not been furnished. In the opinion of the management, the impact of interest, if any,that may be payable in accordance with the provisions of the Act, is not expected to be material.

NOTES FORMING PART OF BALANCE SHEET

Trade Payables ageing Schedule: As at 31st March, 2026 (Rupees In Hundreds)

Particulars	Outstanding for following periods from due date of payment		More than 3 years		Total
	Less than 1 year	1-2 years	2-3 years		
(i) MSME	120365.65	205411.60	-	-	32577725.00
(ii) Others		284697.96	-	-	28469795.67
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

Trade Payables ageing Schedule: As at 31st March, 2025 (Rupees In Hundreds)

Particulars	Outstanding for following periods from due date of payment		More than 3 years		Total
	Less than 1 year	1-2 years	2-3 years		
(i) MSME	234746.20	170743.68	-	89838.65	40548988.00
(ii) Others		75851.20	-	-	7585120.26
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

Note 7 : Other Current Liabilities (Rupees In Hundreds)

Particulars	31st March, 2026	31st March, 2025
Statutory Dues:	15838.42	42549.94
Outstanding Liabilities	182056.49	151019.18
Other Dues:		
Other Liabilities	67026.36	71110.30
Deposits from Tenants and Contractors	68982.35	53449.34
*As at the year end there is no amount due for payment to the Investor Education and Protection Fund under section 125 of the Companies Act 2013.		
Total	**333903.61**	**318128.76**

NOTES FORMING PART OF BALANCE SHEET

Sub-note 7.1 : Outstanding Liabilities **(Rupees In Hundreds)**

Particulars	31st March, 2026	31st March, 2025
Contribution to ESI	288.00	412.31
Contribution to PF	24369.77	15897.38
Pension Fund	34378.20	22995.49
Tax on Building	87847.80	95055.32
Inspection charges	2307.08	1519.95
Administration Charges	2412.69	1585.23
Professional Charges	0.00	1184.48
CGST Payment	8554.94	1456.76
IGST Payment	4453.58	0.57
SGST Payment	15479.86	8529.00
Interest on other	230.15	68.91
LIC Payable	466.22	1077.07
Professional Tax Payable	125.25	93.75
GST Refundable to Bharath Auto Cars	1142.95	1142.96
Total	**182056.49**	**151019.18**

Note 8 : Short Term Provisions **(Rupees In Hundreds)**

Particulars	31st March, 2026	31st March, 2025
Provision for Employee benefits	130527.62	128379.44
Provision for Income tax	-	-
	130527.62	**128379.44**
SHORT-TERM BORROWINGS		
Current maturities of Long-Term Debt (See note 3)		
Advances Received against sale of land	193708.14	138130.00
Deposits		0.00
Exempted deposit from Directors	182031.77	185255.00
Term Loan from State Bank of India-(GECL IInd)		21224.45
LOANS REPAYABLE ON DEMAND		
From Banks :	582339.07	649617.76
Secured :		
Cash credit from State Bank of India secured by equitable mortgage of Mulgeni rights on land and buildings and hypothication of plant & machinery,furniture, stocks and receivables	**958078.98**	**994227.21**
Total	**1088606.60**	**1122606.65**

NOTES FORMING PART OF BALANCE SHEET

Note 9 :- Property, Plant & Equipments as on 31st March, 2026
(As per the Companies Act, 2013)

(Rupees in Hundreds)

Details of Assets	Gross Block				Accumulated Depreciation				Net Block	
	As on 1st April, 2025	Additions	Deduc-tions	Total	As on 1st April, 2025	For The Year	Deduc-tions	As on 31st March, 2026	As at 31st March, 2026	As At 31st March, 2025
TANGIBLE ASSETS										
Land	2507.15	-	-	2507.15	0.00	-	-	0.00	2507.15	2507.15
Buildings	302711.49	-	-	302711.49	163041.15	6399.00	-	169440.15	133271.34	139670.34
Plant & Machinery	529617.27	79.00	0.00	529696.27	500833.45	2499.82	-	503333.27	26363.00	28783.83
Furniture & Equipments	46229.75	2345.64		48575.39	43727.60	729.15	-	44456.75	4118.65	2502.15
Vehicles	204993.01		1393.20	203599.81	200322.34	1305.04	-	201627.37	1972.44	4670.68
Computers	99538.69	2587.31	0.00	102125.99	87713.32	4715.48	-	92428.80	9697.19	11825.35
Total	**1185597.36**	**5011.95**	**1393.20**	**1189216.11**	**995637.85**	**15648.49**	-	**1011286.34**	**177929.76**	**189959.50**
INTANGIBLE ASSETS	-	-	-	-	-	-	-	-	-	-
Figures of Previous Year	**1181396.87**	**4200.47**	-	**1185597.34**	**977287.81**	**18369.77**	-	**995657.58**	**189959.50**	**204109.07**

NOTES FORMING PART OF BALANCE SHEET

Note 10 : Non Current Investment **(Rupees In Hundreds)**

Sr. No.	Particulars	31st March, 2026	31st March, 2025
	Quoted Investments:		
	Securities - Quoted - Trade-At cost		
	186 Fully paid Equity Shares of Metal Scrap Trade Corporation Ltd. of the face value of Rs.10/- each.	-	-
	TOTAL (A)	**-**	**-**
	Unquoted Investments:		
	Securities - Unquoted - Non-Trade-At cost		
	32,483 Fully paid Equity Shares of Canara Sales Corporation Ltd., Mangalore of the face value of Rs.10/- each	3205.27	3205.27
	10,000, Fully paid Equity Shares of Canara Public Conveyance Limited of Rs.10/- each	1000.00	1000.00
	Government Securities -Unquoted- Trade:		
	12 Years National Defence Certificate (Deposited with Central Excise Department)	30.00	30.00
	7 Years National Savings Certificates (Deposited with P & T Department)	8.00	8.00
	National Savings Certificate (Deposited with Commercial Tax Department)	0.00	
	TOTAL(B)	**4243.27**	**4243.27**
	TOTAL(A+B)	**4243.27**	**4243.27**
	Equity Based Mutual Fund:	0.00	0.00
	Debt based Mutual Fund:	0.00	0.00
	Total	**4243.27**	**4243.27**

All above Investments are carried at Cost

10.1 : Other disclosures **(Rupees In Hundreds)**

(a)	Aggregate cost of Quoted Investment Aggregate Market Value of Quoted Investments		
(b)	Aggregate Amount of Unquoted Investments	4243.27	4243.27
(c)	Aggregate Provision for diminution in value of Investment	-	-
	Total	**4243.27**	**4243.27**

NOTES FORMING PART OF BALANCE SHEET

Note 11 : Long Term Loans and Advances **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
I)	**Security deposit**		
	a) Unsecured, considered good	NIL	NIL
II)	b) Other loans & advances	NIL	NIL
	Total	**NIL**	**NIL**

Note 12 : Inventories* **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
	(As taken, valued and Certified by the Management)		
1	Raw Materials	45337.12	30649.33
2	Stores and Spares	19043.05	18728.73
3	Work in Progress	21606.41	23423.86
4	Finished Goods	841589.27	1015300.73
5	Parabolic	13813.57	16111.29
	*Valued at lower of cost and net realizable value		
	Total	**941389.42**	**1104213.94**

Note 13 : Trade Receivables **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	**Outstanding for more than six months**		
	a) Secured, considered good	-	-
	b) Unsecured, considered good	116282.29	118154.00
	c) Doubtful	-	-
2	**Others**		
	a) Secured, considered good	-	-
	b) Unsecured, considered good	357980.21	368059.01
	c) Doubtful	-	-
	Total	**474262.50**	**486213.01**

NOTES FORMING PART OF BALANCE SHEET

Trade Receivables ageing schedule as at 31st March,2026 **(Rupees in Hundreds)**

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables-considered good	357980.21	15954.26	-	-	100328.02	474262.50
(ii) Undisputed Trade receivables-considered doubtful	0.00	-	-	-	0.00	0.00
(iii) Disputed trade receivables-considered good	0.00	-	-	-	0.00	0.00
(iv) Disputed trade receivables-considered doubtful	0.00	-	-	-	0.00	0.00

Trade Receivables ageing schedule as at 31st March,2025 **(Rupees in Hundreds)**

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables-considered good	368059.01	19791.42	-	-	98362.58	486213.01
(ii) Undisputed Trade receivables-considered doubtful	-	-	-	-	-	0.00
(iii) Disputed trade receivables-considered good	-	-	-	-	-	0.00
(iv) Disputed trade receivables-considered doubtful	-	-	-	-	-	0.00

NOTES FORMING PART OF BALANCE SHEET

Note 14 : Cash and bank balances **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	**Cash and cash equivalent**	905.88	684.48
	Sub total (A)	**905.88**	**684.48**
2	**Bank balances - current accounts** With Scheduled Banks:		
	1) In Current Account	20733.13	13976.54
	2) In Fixed Deposit as Security for Loans, L.C and Guarantees		24587.85
	Sub total (B)	**20733.13**	**38564.39**
	Total [A + B]	**21639.01**	**39248.87**

Note 15 : Short terms loans and advances **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
	Unsecured,considered good		
1	Advance to employees	-	835.72
2	Others	40473.02	48824.06
3	Advance Tax & T.D.S	31371.35	29697.35
4	Deposits :		
	Others	29182.83	29182.82
	Total	**101027.20**	**108539.95**

NOTES FORMING PART OF STATEMENTS OF PROFIT & LOSS

Note 16 : Revenue from Operations **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	Sales of Products *(refer sub note 16.1)*	1646125.05	1597378.32
2	Sale of services		
3	Other operating revenues -		
	Rental Income:		
	Storage Charges	99208.13	88926.99
	Amenity Charges	159007.70	143397.29
	Sales are net of Goods & Service Tax (GST)		
	Total	**1904340.88**	**1829702.60**

16.1 Sale of Products **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	Sale of Springs	1627762.52	1578933.34
2	Sale of Bars	10659.38	13847.20
3	Sale of Scrap	7634.15	4597.78
4	Other Items	69.00	-
	Total	**1646125.05**	**1597378.32**

Note 17 : Other Income **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	Capital Gain Accrued on sale	-	9091.07
2	Income from Investments	33.02	79.26
3	Profit on Disposal of Vehicle	5132.89	
4	Interest from F.D. with Bank	632.93	414.50
5	Interest on K E B Deposit	630.57	649.69
6	Other Interest	-	562.52
7	Miscellaneous	6347.17	2185.12
	Total	**12776.58**	**12982.16**

Note 18 : Cost of material Consumed **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	**Cost of materials Consumed:** *(refer sub note 18.1)*	823076.17	861480.63
	Total	**823076.17**	**861480.63**

NOTES FORMING PART OF STATEMENTS OF PROFIT & LOSS

18.1 Cost of materials Consumed **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	Consumption of raw material		
	Opening stock	30649.33	10097.12
	Add :- Purchase during the year	837763.95	882032.84
		868413.28	892129.96
	Less :- Closing stock	45337.11	30649.33
		823076.17	**861480.63**
	Details of Raw material consumed :		
	M.S.Billets	-	-
	Steel flats	736848.17	754968.98
	Parabolic	58969.71	76533.18
	Others	27258.29	29978.47

Note 19 : Change in Inventories **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	**Change in Inventories of Finished goods**		
	Opening stock	1015300.73	1052451.12
	Closing stock	841589.27	1015300.73
	Sub total (a)	173711.46	37150.39
2	**Changes in inventories of work-in-progress**		
	Opening stock	23423.85	16340.31
	Closing stock	21606.40	23423.85
	Sub total (b)	1817.45	-7083.54
3	**Changes in Inventories of Stock in Trade**		
	Opening Stock	-	-
	Closing Stock	-	-
	Sub total (c)	-	-
	Total	**175528.91**	**30066.85**

Note 20 : Employment Benefit Expenses **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	Salaries, Wages and Bonus	432470.31	445587.72
2	Employment provident fund	12485.85	13543.64
3	Incentives to employees	57601.77	110588.63
	Total	**502557.93**	**569719.99**

* Considered as Related Party Transaction. Refer to note no. 25 for related party disclosure.

NOTES FORMING PART OF STATEMENTS OF PROFIT & LOSS

20.1 Incentives to employees **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	Gratuity	-12781.94	44855.66
2	Welfare Expenses	53095.07	47334.76
3	Pension Fund	17288.64	18398.21
	Total	**57601.77**	**110588.63**

20.2 Employment Provident Fund **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	Company's Contribution to Provident and Other Funds	12485.85	13543.64
	Total	**12485.85**	**13543.64**

Note 21 : Financial cost **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	**Interest :**		
	On Fixed Deposits	25095.20	14368.64
	On Cash credits & Term Loans	86968.61	79259.32
	Bank Charges	606.09	1122.36
	On Loan from institution	53744.40	57903.56
	Total	**166414.30**	**152653.88**

Note 22 : Depreciation and amortised Cost **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	Depreciation	15648.49	18350.05
	Total	**15648.49**	**18350.05**

Note 23 : Other Expenses **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	Repairs & maintenance	45758.93	44533.54
2	Insurance Premium	14142.44	12826.39
3	Rent, Rates & Taxes	69343.38	82046.27
4	Miscelleanous Expenses	5205.54	4307.88
5	Auditor's Remuneration	1994.60	1811.20
6	Software Development Expenses	1873.59	1192.23
7	Stores and Spares Consumed	20713.05	25473.35
8	Power and Fuel	136061.29	150078.82
9	Freight	72718.93	69472.68
10	Directors' Sitting Fees	280.00	225.00

NOTES FORMING PART OF STATEMENTS OF PROFIT & LOSS

11	Advertisement	3756.44	3820.84
12	Commission and Discounts	11169.57	11147.66
13	Travelling	32672.99	34125.09
14	Prior period Item (net)	-1217.16	572.20
15	Legal and Professional Charges	2019.00	5373.65
16	Printing and Stationery	2194.81	2012.82
17	Postage and Communication Charges	3599.01	4666.32
18	Security Charges	10484.32	11768.84
19	Bad Debts Written Off	11909.48	491.48
	Total	**444680.20**	**465946.26**

23.1 Repairs & maintenance **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	Repairs and Maintenance:		
	Buildings	23790.45	13349.36
	Machinery	6886.07	12524.98
	Vehicles	5035.90	5178.20
	Others	10046.50	13481.00
	Total	**45758.93**	**44533.54**

23.2 Insurance premium **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	Insurance	14142.44	12826.39
	Total	**14142.44**	**12826.39**

23.3 Rent, rates & taxes **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	Rent	41389.32	39540.80
2	Rates and Taxes	27954.05	42505.47
	Total	**69343.38**	**82046.27**

23.4 Miscelleanous expenses **(Rupees In Hundreds)**

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	Miscellaneous	5205.54	4307.88
	Total	**5205.54**	**4307.88**

NOTES FORMING PART OF STATEMENTS OF PROFIT & LOSS

23.5 Auditor's remuneration

(Rupees In Hundreds)

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	Payments to Auditors Including GST		
	Audit Fees .	1419.60	1236.20
	Company Law Matters	115.00	115.00
	Taxation Matters	115.00	115.00
	Tax Audit	230.00	230.00
	Certification of Statements	115.00	115.00
	Total	**1994.60**	**1811.20**

Note 24 : Earning per share

(Rupees In Hundreds)

Sl. No.	Particulars	31st March, 2026	31st March, 2025
1	Net Profit after Tax	-216604.47	-258885.44
2	Weighted Average Number of Equity Shares	14699.09	14699.09
	Earning per Share (face value of Rs.10/-fully paid)	**(14.74)**	**(17.61)**

Note 1: Significant Accounting Policies

1. Basis of Accounting: The financial statements are prepared on an accrual basis.
2. Revenue Recognition: Maintenance charges and other income are recognized on an accrual basis when earned.
3. Expenses: Expenses are accounted for on an accrual basis and recognized in the period to which they relate
4. Fixed Assets and Depreciation: Fixed assets are stated at cost less accumulated depreciation. Depreciation is charged on a WDV basis over the estimated useful life of the assets.
5. Cash and Cash Equivalents: Cash and bank balances include cash on hand and balances with scheduled banks.

Note 25 : Disclosure as required by Para 20 of Accounting Standard-AS 18 "Related Parties" of the Companies (Accounting Standard) Rules, 2006:-
CIN : U51909KA1943PLC001075

Names of related parties and description of relationship : Relevant Para of the CARO 2020 - 3(xiii)

Sl. No.	Name	Relation
1	Mr. Premnath S. Kudva	Key Management Personnel
2	Ms. Sneha P Kudva	Relatives of the Key Management Personnel
3	Ms.Kavya P Kudva	Relatives of the Key Management Personnel
4	V. S. Kudva Investments Pvt.Limited	Enterprises of Related parties who can exercise control or significant influence
5	CPC Logistics Ltd.	Enterprises of Related parties who can exercise control or significant influence

Transactions with related parties for the year ended March 31st, 2026 **(Rupees in Hundreds)**

Sl. No.	Particulars	Borrowings		Interest Expenses		Salary/ Remuneration Expenses		Frieght Expenses		Exempted Deposits at the year end		Deposits at the year end		Godown Rent Collected	
		2025-26	2024-25	2025-26	2024-25	2025-26	2024-25	2025-26	2024-25	2025-26	2024-25	2025-26	2024-25	2025-26	2024-25
1	V. S Kudva Investments (P) Ltd.,	444020.00	455020.00	53744.40	57898.35	-	-	-	-	-	-	-	-	-	-
2	Mr. Premnath S. Kudva	-	-	18104.81	11263.65	12180.00	12180.00	-	-	152031.77	158255.00	-	-	-	-
3	Sri M. Venkatesh Pai	-	-	3277.03	3104.99	-	-	-	-	30000.00	27000.00	-	-	-	-
	Total	**444020.00**	**455020.00**	**75126.24**	**72266.99**	**12180.00**	**12180.00**	**-**	**-**	**182031.77**	**185255.00**	**-**	**0.00**	**-**	**-**

NOTES TO THE FINANCIAL STATEMENTS

26 SYSTEM OF ACCOUNTING :

The Company follows mercantile system of accounting.

27 ACCOUNTING POLICIES:

Fixed Assets

Fixed assets are stated at their original cost of acquisition, construction or installation as the case may be, reduced by GST, sales/discard and accumulated depreciation.

Depreciation

Depreciation on assets is provided at the rates set out in **Schedule II** to the **Companies Act,2013** on written down value method.

Investments

Investments are stated at cost of acquisition.

Inventories

i) Stores and spares
At cost and on FIFO basis.

ii) Raw Materials
At cost including incidental expenses like freight, transport, etc., and on FIFO basis.

iii) Work in progress and Finished Goods:
Work in progress at cost, finished goods at cost or market value whichever is lower and waste at estimated realisable value. Cost is determined on the basis of absorption costing method. Market value is based on available market price.

Taxation:

Tax expenses for the year, comprising current tax and deferred tax is included in determining the net profit for the year. A provision is made for the current tax based on tax liability computed in accordance with the relevant tax rates and tax laws. A provision is made for deferred tax for all timing differences arising between taxable income and accounting income at current tax rates. Deferred tax assets are recognised only if there is reasonable certainty that they will be realised and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

Segment Accounting:

The Company has only one line of product viz., manufacture of leaf springs and is managed organisationally as a single unit. Therefore, no separate segment is identifiable as required by Accounting Standard 17 issued by the Institute of Chartered Accountants of India.

Earning per share:

Basic earnings per share are calculated by dividing the net profit for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

Disclosure in accordance with accounting standards as notified by the company's (Accounting Standard) Rules 2006

NOTES TO THE FINANCIAL STATEMENTS

28 Accounting Standard (AS) 15 on Employee Benefits :

i) The company's contributions to Provident Fund, Superannuation Fund and Pension Fund are charged to Profit & Loss Account.

ii) The Company has set up an Employee Group Gratuity Trust Fund under Group Grauity (Cash Accumulation) Scheme of Life Insurance Corporation of India. Provision has been made for Gratuity upto 31.03.2025 based on actuarial valuation received from LIC of India

iii) Liability on account of leave encashment benefits of employees on retirement is accounted on cash basis. The liability on this account, if any, is not capable of being quantified. However, the said liability is not material.

Defined Contribution Plans : (Rupees In Hundreds)

	As on 31-03-2026	As on 31-03-2025
Contribution to Employees' Provident Fund	**12362.96**	**13446.97**
Contribution to Employees' State Insurance Fund	**4352.78**	**5525.88**
Contribution to Employees'Superannuation Fund		
	16715.74	**18972.85**

Defined Benefit Plans: Gratuity

a) Liability recognised in the balance sheet (Rupees In Hundreds)

	As on 31-03-2026	As on 31-03-2025
Present Value of obligations as at 01-04-2025	**308459.05**	**306628.50**
Interest Cost	**18708.16**	**20665.00**
Current service cost	**11695.08**	**10497.43**
Benefit paid	**-**	**-3490.18**
Actuarial loss/(gains) due to change in assumptions	**-7916.92**	**8006.60**
Actuarial (gain) /loss on obligations	**-35268.25**	**-33848.30**
Present Value of obligations As at 31-03-2026	**295677.12**	**308459.06**

b) Fair value of plan assets

	As on 31-03-2026	As on 31-03-2025
As at 01-04-2025	**796.57**	**-**
Expected return on plan assets	**51.22**	**149.85**
Contributions	**-**	**-**
Benefits paid	**-**	**-3490.18**
Actuarial gain (loss) on plan assets	**-**	
Fair value of plan assets	**847.79**	**-3340.33**
Funded Status	**-294880.54**	**-307662.47**
Net Assests / (Liability) recognized in balance sheet	**-294880.54**	**-307662.47**

NOTES TO THE FINANCIAL STATEMENTS

c) Actuarial gain/loss recognised 31-03-2026		
Actuarial gain (loss) -obligations	**-43185.18**	**-25841.70**
Actuarial gain (loss) -plan assets	**51.22**	**-646.73**
Total (gain)/ loss for the year	**-43133.96**	**-26488.42**
Actuarial (gain) / loss recognised	**43133.96**	**26488.42**
d) Expenses during the year		
Current service cost	**11695.08**	**10497.43**
Interest cost	**18708.16**	**20665.00**
Expected return on plan assets	**-**	
Net actuarial (gain) / loss	**-43185.18**	**-25841.70**
Total	**-12781.94**	**5320.73**

e) Principal acturial assumptions	**As on 31-03-2026**	**As on 31-03-2025**
Discounting rate	**0.07**	**0.06**
Salary escalation	**0.03**	**0.03**

The above figures are based on valuation done by the Life Insurance Corporation of India.

29 Exempted Deposits from Directors : (Rupees In Hundreds)

Name	Amount	Accounting Head
Sri M. Venkatesh Pai	30000.00	Fixed Deposits
Total	**30000.00**	

30 Value of Imports on C.I.F. basis NIL

31 Expenditure in foreign currency NIL

32 Accounting Standard (AS) 29 : Provisions,Contingent Liabilities and Contingent Assets (Rupees In Hundreds)

Particulars	**As at 01.04.2025**	**Additions**	**Used**	**As at 31.03.2026**
Income Tax			-	NIL
Gratuity	307662.48		12781.94	294880.54
	314319.72		**6657.24**	307662.48

Contingent Liabilities and Commitments : (Rupees In Hundreds)

Particulars	**31.03.2026**	**31.03.2025**
A) Contingent Liabilities (1) LC & Guarantees	-	98348.90
B) Commitments Estimated amount of contracts remaining to be executed on capital account and not provided for	NIL	NIL

NOTES TO THE FINANCIAL STATEMENTS

33 Raw Materials Consumed: (Rupees In Hundreds)

		2026		2025	
		Quantity M.T.	**Value ”**	Quantity M.T.	Value ”
a)	Raw Materials:				
	Steel Flats & Clips	1,118.865	736848.17	1,140.566	754968.98
	Bushes (Nos.)	62598 Nos	19286.24	62963 Nos	19150.60
	Others		7972.05		10827.86
	Sheared Flats	54.673	58969.71	73.889	76533.18
			823076.17		**861480.62**

		Value ”	**Percentage**	Value ”	Percentage
b)	Percentage of Raw Materials				
	Consumed:	-	-	-	-
	Imported	-	-	-	-
	Indigenous	823076.17	100.00	861480.62	100.00
		823076.17	**100.00**	**861480.62**	**100.00**

34 Opening and Closing Stock of goods produced and Turnover: (Rupees In Hundreds)

	OPENING STOCK		CLOSING STOCK		TURNOVER	
	Quantity M.T.	Value ”	Quantity M.T.	Value ”	Quantity M.T.	Value ”
Laminated Leaf Springs	554.597	1015300.73	459.709	841589.27	1,233.382	2099821.84
	(574.890)	(10,52,451.12)	(554.597)	(10,15,30,073.00)	(1,192.893)	(20,35,74,819.00)
Process Rejection & Scrap					72.299	21586.35
					(69.235)	(21,76,510.00)
Miscellaneous Items						1005.34
						2122413.53
						(20,57,51,329.00)

NOTES TO THE FINANCIAL STATEMENTS

35 Based on the data received from the vendors there are no Micro, Small and Medium Enterprises, as defined in the Micro,Small,Medium Enterprises Development Act, 2006, to whom the Company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made. The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors. However as per the outstanding dues to MSME Reporting the MSME Creditors as on 31/03/26 is Rs 3,25,77,725.00/-,which is paid subsequently within the stipulated time.

36 Sundry debtors and creditors balances are subject to confirmation and reconciliation.

37 Sales from operation includes Rental income (Schedule number 16)

38 The Company's net worth is eroded. Company's improved operational performance, increased warehouse rental income, implementation of cost optimization measures, repayment of long-outstanding liabilities through the sale of a portion of its land assets, and the resulting improvement in its liquidity position. Hence, the company continues to prepare financial statement according to going concern basis.

NOTE- 39 Ratio Analysis

	Ratio Analysis	Numerator	(Rupees)	Denominator	(Rupees)	31-Mar-25
1	Current Ratio	**Current Assets** Inventories Sundry Debtors Cash and Bank balances Loans and Advances	 9,41,38,941.89 4,74,26,249.91 21,63,901.44 1,01,002,719.83 15,38,31,813.07	**Current Liabilities** Creditors for goods and services Short term loans Cash Credit Outstanding Expenses Provision for Employee benefits Any other current liabilities	6,10,47,520.67 3,75,73,991.00 5,82,33,907.00 1,82,05,648.70 1,30,52,762.30 1,51,84,712.65 20,32,98,542.32	0.76
2	Debt Equity Ratio	**Total Liabilities** Total Outside Liabilities	27,86,00,336.44	**Sharholder's Equity** Total Shareholders Equity	(9,94,92,133.93)	(2.80)
3	Debt Service Coverage Ratio	**Net Operating Income** Net Profit after tax + non-cash operating expenses like depreciation and other amortizations + Interest+other adjustments like loss on sale of fixed assets,etc.	(34,54,167.71)	**Debt Service** Current Debt Obligation (Interst+ Installments)	4,58,13,744.00	(0.08)
4	Return on Equity Ratio	**Profit for the period** Net Profit after taxes - preference dividend (if any)	(2,16,60,446.93)	**Avg. Shareholders Equity** (Beginning shareholders' equity + Ending shareholders' equity) ÷ 2	(8,86,61,910.37)	0.24
5	Inventory Turnover Ratio	**Cost of Goods sold** (Opening Stock + Purchases) - Closing Stock	10,00,58,846.95	**Average Inventory** (Opening Stock + Closing Stock)/2	10,22,80,167.95	0.98
6	Trade Receivables Turnover Ratio	**Net Credit Sales** Credit Sales	16,46,12,505.47	**Average Trade Receivables** (Beginning Trade Receivables + Ending Trade Receivables) / 2	4,80,23,775.46	3.43
7	Trade Payables Turnover Ratio	**Total Purchases** Annual Net Credit Purchases	8,37,76,394.84	**Average Trade Payables** (Beginning Trade Payables + Ending Trade Payables) / 2	1,80,27,457.97	4.65
8	Net Capital Turnover Ratio	**Net Sales** Total Sales - Sales Return	19,04,34,088.47	**Average Working Capital** Current Assets-Current Liabilities	(4,94,66,729.25)	(3.85)
9	Net Profit Ratio	**Net Profit** Profit After Tax	(2,16,60,446.93)	**Net Sales** Sales	19,04,34,088.47	(11.37)
10	Return on Capital employed	**EBIT** Profit before Interest and Taxes	(44,37,423.78)	**Capital Employed** Total Assets - Current Liabilities	(2,41,90,339.81)	0.18
11	Return on Investment	**Return/Profit/Earnings**	-	**Investment**	4,24,327.00	-

Note: The formulas are as per Guidance Note on Division I - Non Ind AS Schedule III to the Companies Act, 2013 and Financial Management Study Module.

The cells highlighted in orange have not been linked.

NOTE-40 ADDITIONAL REGULATORY INFORMATION:

IV. Additional Regulatory Info

(i) **Title deeds of Immovable Property not held in name of the Company**

Relevant line intem in Balance Sheet	Description of item of property	Gross Carrying Value	Title deeds held in the name of promoter/ director	Whether title deed holder is a promoter,director or relative of promoter/director or employee	Property held since which date	Reasons for not being held in the name of the company**
PPE	-	-	-	-	-	-
Investment property	-	-	-	-	-	-
PPE retired from active use and held for disposal	-	-	-	-	-	-
Others	-	-	-	-	-	-

**also indicate if in dispute

(ii) **Where the Company has revalued its Property, Plant and Equipment, the company shall disclose as to whether the revaluation is based on the valuation by a registered valuer as defined under rule 2 of the Companies (Registered Valuers and Valuation) Rules,2017.**

(iii) **Following disclosures shall be made where Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are:**

(a) repayable on demand or
(b) without specifying any terms or period of repayment

Type of Borrower	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loan and Advances in the nature of loans
Promoters	-	-
Directors	-	-
KMPs	-	-
Related Parties	-	-

(iv) & (v) **Capital-Work-in Progress (CWIP) / Intangible assets under development (ITAUD)** (Rupees in Hundreds)

(a) For Capital-work-in progress / Intangible assets under development (ITAUD), following ageing schedule shall be given:

CWIP/ITAUD aging schedule:

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

*Total shall tally with CWIP amount in the balance sheet.

(b) For Capital-work-in progress / Intangible assets under development (ITAUD), whose completion is overdue or has exceeded its cost compared to its original plan, following completion schedule should be given:

CWIP/ITAUD completion schedule shall be given:** **(Rupees in Hundreds)**

CWIP/ITAUD	To be completed in			
	Less than 1 year	1-2 years	2-3 years	More than 3 years
Projects 1	-	-	-	-
Projects 2	-	-	-	-

**Details of projects where activity has been suspended shall be given separately.

(vi) **Details of Benami Property held**

Where any proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder, the company shall disclose the following:-

(a) Details of such property, including year of acquisition,

(b) Amount thereof,

(c) Details of Beneficiaries,

(d) If property is in the books, then reference to the item in the Balance Sheet,

(e) If property is not in the books, then the fact shall be stated with reasons,

(f) Where there are proceedings against the company under this law as an abetter of the transaction or as the transferor then the details shall be provided,

(g) Nature of proceedings, status of same and company's view on same.

(vii) **Where the Company has borrowings from banks or financial institutions on the basis of security of current assets, it shall disclose the following:-**

(a) whether quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts.

(b) if not, summary of reconciliation and reasons of material discrepancies, if any to be adequately disclosed.

(viii) **Wilful Defaulter***

Where a company is a declared wilful defaulter by any bank or financial Institution or other lender, following details shall be given:

(a) Date of declaration as wilful defaulter,

(b) Details of defaults (amount and nature of defaults),

* "wilful defaulter" here means a person or an issuer who or which is categorized as a wilful defaulter by any bank or financial institution (as defined under the Act) or consortium thereof, in accordance with the guidelines on wilful defaulters issued by

(ix) **Relationship with struck off companies**

Name of struck off Company	Nature of transactions with struck off Company	Balance Outstanding	Relationship with struck off company,if any,to be disclosed
	Investment in securities	-	-
	Receivables	-	-
	Payables	-	-
	Shares held by stuck off company	-	-
	Other outstanding balances (to be specified)	-	-

(x) **Registration of charges or satisfaction with Registrar of Companies**

Where any charges or satisfaction yet to be registered with Registrar of Companies beyond the statutory period, details and reasons thereof shall be disclosed.

(xi) **Compliance with number of layers of companies**

Where the company has not complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017, the name and CIN of the companies beyond the specified layers and the relationship/extent of holding of the company in such downstream companies shall be disclosed.

(xii) **Following Ratios to be disclosed:-**

(a) Current Ratio,
(b) Debt-Equity Ratio,
(c) Debt Service Coverage Ratio,
(d) Return on Equity Ratio,
(e) Inventory turnover ratio,
(f) Trade Receivables turnover ratio,
(g) Trade payables turnover ratio,
(h) Net capital turnover ratio,
(i) Net profit ratio,
(j) Return on Capital employed,
(k) Return on investment.

The company shall explain the items included in numerator and denominator for computing the above ratios. Further explanation shall be provided for any change in the ratio by more than 25% as compared to the preceding year.

(xiii) **Compliance with approved Scheme(s) of Arrangements**

Where any Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013, the Company shall disclose that the effect of such Scheme of Arrangements have been accounted for in the books of account of the Company 'in accordance with the Scheme' and 'in accordance with accounting standards' and deviation in this regard shall be explained.

(xiv) **Utilisation of Borrowed funds and share premium:**

(A) Where company has advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall

(i) 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

(ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries; the company shall disclose the following:

(I) date and amount of fund advanced or loaned or invested in Intermediaries with complete details of each Intermediary.

(II) date and amount of fund further advanced or loaned or invested by such Intermediaries to other intermediaries or Ultimate Beneficiaries alongwith complete details of the ultimate beneficiaries.

(III) date and amount of guarantee, security or the like provided to or on behalf of the Ultimate Beneficiaries

(IV) declaration that relevant provisions of the Foreign Exchange Management Act, 1999 (42 of 1999) and Companies Act has been complied with for such transactions and the transactions are not violative of the Prevention of Money-Laundering act, 2002 (15 of 2003).;

(B) Where a company has 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

(i) 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

(ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries, the company shall disclose the following:-

(I) date and amount of fund received from Funding parties with complete details of each Funding party.

(II) date and amount of fund further advanced or loaned or invested other intermediaries or Ultimate Beneficiaries alongwith complete details of the other intermediaries' or ultimate beneficiaries.

(III) date and amount of guarantee, security or the like provided to or on behalf of the Ultimate Beneficiaries

(IV) declaration that relevant provisions of the Foreign Exchange Management Act, 1999 (42 of 1999) and Companies Act has been complied with for such transactions and the transactions are not violative of the Prevention of Money-Laundering act, 2002 (15 of 2003).;

For **A. UMANATH RAO & CO.,**
Chartered Accountants,
FR No. 004454S

Sd/-
PREMNATH SRINIVAS KUDVA
Chairman & Managing Director
(DIN:00126024)

Sd/-
(ASHWIN KINI H-M.No. 236787)
Partner

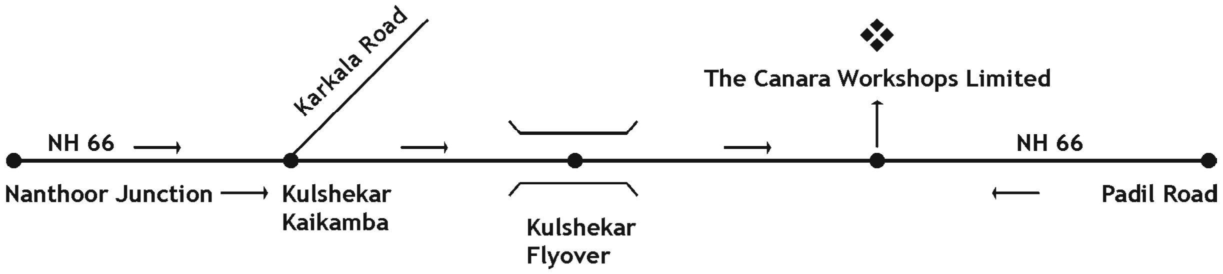
Sd/-
VODERBET MAHESH KAMATH
Director
(DIN:00192643)

Sd/-
VENKATESH PAI MANGALORE
Director
(DIN:00126551)

Date : 14.08.2026
UDIN : 26236787JCBHOM7963

ROUTE MAP TO THE VENUE OF THE MEETING

(As per clause 1.2.10 of SS2)



NH 66, Nanthoor Cross proceed towards Kaikamba Junction,
take flyover and proceed for about 200 meters till you reach the company gate.

From Padil junction take NH 66 travel for about 1.6 kms. till you reach company gate.

Address:

The Canara Workshops Limited
V. S. Kudva Road
Maroli
Mangalore - 575 005

Land marks:

- Near Aspinwall

CIN : U51909KA1943PLC001075

ATTENDANCE SLIP

Annual General Meeting : 30-09-2026

DP. ID		Name & address of the shareholders
Client ID/Regd. Folio. No.		
No. of Shares held		

I certify that I am a member/proxy for the member of the company.

I hereby record my presence at the Annual general meeting of the company on Wednesday, 30th Day of September, 2026 at 10.00 A.M at the registered office of the company situated at V S Kudva Road, Maroli, Mangalore – 575005.

....

Name of the member/proxy

(In block letters)

....

Signature of the member/proxy

<u>Note :</u> Please complete this and hand it over at the entrance of the hall

Form No. MGT-11

Proxy form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN	:	U51909KA1943PLC001075
Name of the company	:	THE CANARA WORKSHOPS LIMITED
Registered office	:	V S Kudva Road, Maroli Mangalore- 575005

Name of the member (s)	:	
Registered address	:	
E-mail Id	:	
Folio No/ Client Id	:	
DP ID	:	

I/We, being the member (s) of......................... shares of the above named company, hereby appoint

1. Name : ....
   Address : ....
   E-mail Id : ....
   Signature : ....or failing him
2. Name : ....
   Address : ....
   E-mail Id : ....
   Signature : ....or failing him
3. Name : ....
   Address : ....
   E-mail Id : ....
   Signature : ....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at Annual general meeting to be held on Wednesday, 30th Day of September, 2026 at 10.00 A.M. at the Registered office of the company situated at V S Kudva Road, Maroli, Mangalore -575005 and at any adjournment there of in respect of such resolutions as are indicated below:

Resolution No. :-

1. ....
2. ....
3. ....
4. ....

Signed this.........................day of..............................2026

Affix Revenue Stamp

Signature of shareholder Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.