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Rising beyond imagination

PARAMOUNT COSMETICS (INDIA) LIMITED

FORTY FIRST ANNUAL REPORT 2025-2026

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CORPORATE INFORMATION

BOARD OF DIRECTORS

- Mr. Hiitesh Topiiwaalla - Managing Director (DIN – 01603345)
- Ms. Aartii Topiwaala - Director (DIN – 03487105)
- Mr. Vishwaskumar Ashokkumar Sharma – Independent Director (DIN: 06716653)
- Mr. Mukesh Kumar Tyagi - Independent Director (DIN: 01649644)

CHIEF FINANCIAL OFFICER

- Mr. Rajnish Matta

BANKERS

- IDBI Bank Limited
- DBS Bank

REGISTRAR & SHARE TRANSFER AGENT

- BgSE Financials Limited
  Stock Exchange Towers, No. 51, 1st Cross, J.C Road, Bangalore- 560 027 Ph: 080 4132 9661
  Email: rta_admin@bfsl.co.in
  manager_rta@bfsl.co.in

COMPLIANCE OFFICER & COMPANY SECRETARY

- Ms. Prerna Jain

STATUTORY AUDITORS

- M/s. Sharma & Pagaria, Chartered Accountants.

REGISTERED OFFICE

Plot No. 165/B-15 & 16, 2nd Phase,
GIDC VAPI Valsad GJ 396195 IN

E-MAIL:

compliance@parcos.in

WEBSITE:

www.parammount.com

CIN:

L24240GJ1985PLC008282

CORPORATE OFFICE

902-904, 9th Floor,
Prestige Meridian-1,
29, M. G. Road,
Bangalore - 560 001
Ph: +91 80 25320870/71
Email:compliance@parcos.in

NOTICE OF THE 41ST ANNUAL GENERAL MEETING

Notice is hereby given that the **41st Annual General Meeting** of the members of **Paramount Cosmetics (India) Limited** ("the Company") will be held on Wednesday, September 30, 2026, at 11:00 A.M. (IST) through Video Conferencing/ Other Audio Visual Means (" OAVM") to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet of the Company as at 31st March, 2026 and Profit & Loss Account for the year ended on that date together with the report of the Board of Directors and Auditors thereon.

2. To appoint a director in place of Mrs. Aartii Topiwaala (DIN: 03487105), who retires by rotation and being eligible, offers herself for re-appointment.

SPECIAL BUSINESS:

3. **To consider and approve the Material Related Party Transaction between the Company and Paramount Kum Kum Private Limited:**

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

"RESOLVED THAT pursuant to the provisions of Regulations 2(1)(zc), 23(4) and other applicable Regulations, if any, of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations'), as amended from time to time and Section 2(76), 188 and other applicable provisions of the Companies Act, 2013 ('Act') read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014, as amended from time to time (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) and other applicable laws / statutory provisions, if any, the Company's Policy on Material Related Party Transactions as well as subject to such approval(s), consent(s) and/or permission(s), as may be required and based on the recommendation of the Audit Committee, the consent of the members of the Company be and is hereby accorded to authorise the Board of directors of the Company (hereinafter referred to as the 'Board', which term shall be deemed to include the Audit Committee or any other Committee constituted / empowered / to be constituted by the Board from time to time to exercise its powers conferred by this Resolution) to the Material Related Party Transaction(s) / Contract(s) /Arrangement(s) / Agreement(s) entered into / proposed to be entered into (whether by way of an individual transaction or transactions taken together or a series of transactions or otherwise), as mentioned in detail in the explanatory statement, between the Company and Paramount Kum Kum Private Limited, a 'Related Party' of the Company, on such terms and conditions as may be mutually agreed between the Company and Paramount Kum Kum Private Limited for an aggregate value amount not exceeding Rs. 50,00,00,000/- (Rupees Fifty Crores Only) per financial year and will be valid till period of 5 Financial Years from Financial Year 2027-28 till end of the financial year 2031-32 provided that such transaction(s) /contract(s) / arrangement(s) / agreement(s) is being carried out at an arm's length pricing basis and in the ordinary course of business**.**

RESOLVED FURTHER THAT any director(s), Managing Director or KMP of the Company be and is hereby authorized to do and perform all such acts, deeds, matters and things, as may be necessary, including but not limited to, finalizing the terms and conditions, methods and modes in respect of executing necessary documents, including contract(s) / arrangement(s) / agreement(s) and other ancillary documents; seeking necessary approvals from the authorities; settling all such issues, questions, difficulties or doubts whatsoever that may arise and to take all such decisions from powers herein conferred; and delegate all or any of the powers herein conferred to any Director, Managing Director, Chief Financial Officer, Company Secretary or any other officer / authorized representative of the Company, without being required to seek further consent from the members and that the members shall be deemed to have accorded their consent thereto expressly by the authority of this resolution.

RESOLVED FURTHER THAT all actions taken by the board in connection with any matter referred to or contemplated in this resolution, be and is hereby approved, ratified and confirmed in all respect and for the purpose of giving effect to this resolution, any director(s) or KMP be and is hereby authorised to do all such acts, deeds, matters and things as it may in its absolute discretion deem necessary, proper, or desirable fit and to settle any question, difficulty, doubt that may arise in this regard."

By Order of the Board of Directors
For **Paramount Cosmetics (India) Limited**

Sd/-

Hiitesh Topiiwaalla
Managing Director
DIN: 01603345

Corporate Office: 902-904, 9th Floor
Prestige Meridian-1, 29, M. G. Road
Bangalore - 560 001

Date: 01.09.2026
Place: Bangalore

NOTES

1. In view of disruptions caused by COVID-19 pandemic, the Ministry of Corporate Affairs (MCA) has, vide General Circular No. 14/2020 dated April 8, 2020, General Circular No. 17/2020 dated April 13, 2020, General Circular No. 20/2020 dated May 5, 2020, General Circular No. 02/2021 dated January 13, 2021, General Circular No. 02/2022 dated May 5, 2022, General Circular No. 10/2022 dated December 28, 2022 and General Circular No. 03/2025 dated 22.09.2025 (collectively "MCA Circulars"), permitted Companies to conduct Annual General Meeting (AGM) through Video Conferencing (VC) or Other Audio Visual Means (OAVM) until further orders, subject to compliance with various conditions mentioned therein, without the physical presence of the Members at a common venue. Similarly, SEBI vide Circular No. 79 dated May 12, 2020, Circular No. 11 dated January 15, 2021, Circular No. 62 dated May 13, 2022, and Circular No. 4 dated January 5, 2023 granted certain relaxations pertaining to dispatch of hard copies of Annual Reports and Proxy Forms to listed entities who conduct their AGM through electronic mode till September 30, 2023. Further, MCA vide General Circular No. 9/2023 dated September 25, 2023, extended the option to conduct the AGM through VC till September 30, 2024. Similarly, SEBI vide Circular No. SEBI/HO/CFD/CFD-PoD-2/P/CIR/2023/167 dated October 7, 2023 extended the relaxations pertaining to dispatch of hard copies of Annual Reports and Proxy Forms to listed entities who conduct their AGM through electronic mode till September 30, 2024, subject to certain conditions. Recently, MCA, vide General Circular No.09/2024 dated September 19, 2024, has extended the option to conduct the AGM through VC and has extended the relaxation from sending physical copies of financial statements (including Board's report, Auditor's report or other documents required to be attached therewith) to the shareholders, for the AGMs conducted till September 30, 2025. Similarly, SEBI vide Circular No.SEBI/HO/CFD/CFD-PoD-2/P/CIR/2024/133 dated October 3, 2024 extended the relaxations pertaining to dispatch of hard copies of Annual Reports and Proxy Forms to listed entities who conduct their AGM through electronic mode till September 30, 2025, subject to certain conditions. In compliance with the MCA Circulars, SEBI Circulars and applicable provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the 41st AGM of your Company is being convened and conducted through VC.

2. As the AGM shall be conducted through VC / OAVM, the facility for appointment of Proxy by the Members is not available for this AGM and hence the Proxy Form and Attendance Slip including Route Map are not annexed to this Notice. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.

3. Corporate members intending to send their authorised representative to attend the Annual General Meeting (AGM) are requested to send Certified Copy of the Resolution authorizing their representative to attend and vote on their behalf at the AGM.

4. The Register of Members and Share Transfer Books of the Company will remain closed from Thursday, 24th September 2026 to Wednesday, 30th September 2026 (both days inclusive), in terms of Section 91 of Companies Act, 2013 and Regulation 42 of the SEBI (Listing Obligation and Disclosure Requirement) Regulations 2015.

5. In accordance with the Companies Act, 2013, one-third of the directors who are liable to retire by rotation, if eligible, offer themselves for re-appointment at the AGM.

6. The Statement, pursuant to Section 102 of the Companies Act, 2013, setting out material facts concerning the special business under Item Number 3 of the Notice of 41st AGM is annexed hereto. The relevant details, pursuant to Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 and Secretarial Standards on General Meetings, issued by the Institute of Company Secretaries of India, in respect of Directors seeking appointment/ re-appointment at this AGM, is also annexed.

7. Members are requested to notify immediately of any change in their address to the Company's Registrar and Share Transfer Agent. Members holding shares in electronic form are advised to notify any change

in their address to the concerned depository participant.

8. Members are requested to send all correspondence concerning registration of transfers, transmissions, subdivision, consolidation of Shares or any other Share related matters and/orchange in address, furnishing of details of their bank accounts or updation thereof, to 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-cs_rta@bfsl.co.in
9. Pursuant to Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended and Regulation 44 of the SEBI (Listing Obligation and Disclosure Requirement) Regulations 2015, the Company is pleased to provide the facility to Members to exercise their right to vote on the resolutions proposed to be passed at AGM by electronic means **(e-voting & remote e-voting)**.
10. The Members, whose names appear in the Register of Members/list of Beneficial Owners as on Wednesday, 23rd September 2026 (Record Date) i.e. the date prior to the commencement of book closure, are entitled to vote on the resolutions set forth in this notice.
11. Any person who becomes a member of the Company after dispatch of the notice of the Meeting and holding shares as on Wednesday, 23rd September 2026 (Record Date) may obtain the User ID and password by sending a request at helpdesk.evoting@cdslindia.com or compliance@parcos.in.
12. 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. (IST) on Sunday, 27th September 2026 and will end at 5.00 p.m. (IST) on Tuesday, 29th September 2026. The e-voting module shall be disabled by CDSL for voting thereafter.
13. The facility for voting, through ballot paper, will not be made available at the AGM, as the AGM will be held through VC/OAVM means and the members attending the AGM if not cast their votes by remote e-voting, may exercise their right and cast their votes through e-voting at the AGM. Members who have cast their votes by remote e-voting prior to the AGM may attend the AGM but shall not be entitled to cast their votes again. Further, the members may note that there are no such matters at this AGM which requires to be passed through Postal Ballot, thereby they may proceed with voting through e-voting / remote e-voting.
14. The Company has appointed M/s Brajesh Gupta & Co. (Mem No. A33070, COP No. 21306), Company Secretaries, to act as the Scrutinizer, to scrutinize the entire e-voting process in a fair and transparent manner. The Members desiring to vote through remote e-voting are requested to refer to the detailed procedure given hereinafter.

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

PROCEDURE FOR E-VOTING / REMOTE E-VOTING

CDSL e-Voting System – Remote & Venue Voting Facility

1. As you are aware, the AGM will be held through through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and various MCA Circulars, Company is providing facility of remote e-voting to its Members in respect of the business

to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.

3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.

5. Pursuant to various MCA and SEBI Circulars, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.

6. In line with the Ministry of Corporate Affairs (MCA) Circulars, the Notice calling the AGM has been uploaded on the website of the Company at https://www.parammount.com/notices-and-outcome. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. www.evotingindia.com.

7. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with various MCA Circulars in this regard.

THE INTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS 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 Sunday, 27th September 2026 at 9:00 a.m. (IST) and will end at 5.00 p.m. (IST) on Tuesday, 29th September 2026. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 23rd 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 various SEBI Circulars and 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.

Step1: **Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode**.

iv. In terms of SEBI circulas on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings 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 joining virtual meeting & 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 joining virtual meeting & 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 joining virtual meeting & 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 joining virtual meeting & voting during the meeting.
Individual Shareholders (holding securities in demat mode) login through their **Depository Participants (DP)**	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period 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 abovementioned website.

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

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with **CDSL**	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 21 09911
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.

(i) Login method for e-Voting and joining virtual meetings 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

- For CDSL: 16 digits beneficiary ID,
- For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
- 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.

(ii) After entering these details appropriately, click on "SUBMIT" tab.

(iii) 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.

(iv) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(v) Click on the EVSN for the relevant <Company Name> on which you choose to vote.

(vi) 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.

(vii) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.

(viii) 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.

(ix) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.

(x) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.

(xi) 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.

(xii) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.

(xiii) **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; compliance.officer@parammount.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 THROUGH VC/OAVM & 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. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.

3. 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.

4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.

5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to fluctuations in their respective network. It is therefore recommended to use a Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

7. Shareholders who would like to express their views and/or ask questions during the meeting may register themselves as a speaker by sending their request along with their questions/ queries within 5 days from 15th September 2026 till 19th September 2026 mentioning their name, demat account number/folio number, email id, mobile number at (company's email id). Only those shareholders who have sent their queries within the above stated stipulated time shall be eligible to act as speakers. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance within 5 days from 15th September 2026 till 19th September 2026 mentioning their name, demat account number/folio number, email id, mobile number at compliance@parcos.in. These queries will be replied to by the company suitably by email. Please note that any queriers or speaker registration shall not be considered before or after the said period.

8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting. If time permits.

9. Only those shareholders, who are present in the AGM through VC/OAVM facility 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.

10. 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 through VC/OAVM facility, then the votes cast by such shareholders may 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 EMAIL/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), AADHAR (self attested scanned copy of Aadhar Card) by email to **Company/RTA email id**.

2. For Demat shareholders -, Please update your email id & mobile no. with your respective **Depository Participant (DP)**

3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective **Depository Participant (DP)** which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding 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 21 09911

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 21 09911.

By Order of the Board of Directors
For **Paramount Cosmetics (India) Limited**

Sd/-

Hiitesh Topiiwaalla
Managing Director
DIN: 01603345

Date: 01.09.2026
Place: Bangalore

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

Item No. 2

Pursuant to Section 152(6) of the Companies Act, 2013, not less than two-thirds of the total number of Directors, excluding Independent Directors, shall be liable to retire by rotation. At every Annual General Meeting, one-third of such Directors shall retire by rotation and, if eligible, may offer themselves for re-appointment.

The Company has four Directors, comprising one Managing Director, one Non-Executive Non-Independent Director and two Independent Directors. The Independent Directors are excluded for the purpose of determining Directors liable to retire by rotation. Accordingly, the provisions of Section 152(6) are applicable to the two Directors, notwithstanding any provision in the Articles of Association providing otherwise.

Mrs. Aartii Topiwaala, being the Director who has been longest in office among the Directors liable to retire by rotation, is liable to retire at the ensuing Annual General Meeting. She is eligible for re-appointment and has offered herself for re-appointment as a Director of the Company.

The Board of Directors, based on the recommendation of the Nomination and Remuneration Committee, wherever applicable, and considering her experience, knowledge and contribution to the affairs of the Company, recommends her re-appointment as a Director of the Company, liable to retire by rotation.

Except Mr. Hiitesh Topiiwaalla and Mrs. Aartii Topiwaala none of the Directors, Key Managerial Personnel of the Company or their relatives is concerned or interested in the proposed Resolution except to the extent of their shareholding, if any, in the Company.
The Board recommends the Ordinary Resolution set out at Item No. 02 for approval of the Members.

Item No. 3

Pursuant to the provisions of Section 188 of the Companies Act, 2013 ("the Act") read with the applicable Rules framed thereunder, and Regulation 23 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR Regulations"), as amended from time to time, approval of the shareholders is requested for entering into the proposed Related Party Transaction(s) with Paramount Kum Kum Private Limited, a related party within the meaning of Section 2(76) of the Act and Regulation 2(1)(zb) of the SEBI LODR Regulations.

The proposed transaction(s) comprise sale and purchase of goods and/or services and supply and distribution of goods and/or services, Rentals, Advances and other services/activities to be entered into in the ordinary course of business and on an arm's length basis. The approval of the Members is requested for Five consecutive financial year commencing from FY 2027-28 and continuing up to and including FY 2031-32 i.e, the approval shall remain valid for a period of five financial years, i.e., from FY 2027-28 to FY 2031-32, unless modified or revoked in accordance with the applicable provisions of law. The Audit Committee has reviewed the commercial rationale, pricing mechanism and terms of the proposed transaction(s) and has accorded its prior approval in accordance with Regulation 23 of the SEBI LODR Regulations.

Further, pursuant to Regulation 23 of the SEBI LODR Regulations read with Schedule XII thereof, as amended by the SEBI (Listing Obligations and Disclosure Requirements) (Fifth Amendment) Regulations, 2025 notified vide Notification No. SEBI/LAD-NRO/GN/2025/273 dated November 18, 2025, shareholder approval is required for material related party transactions where the aggregate value of the transaction(s), individually or taken together with previous transactions during a financial year, exceeds the applicable materiality threshold prescribed under Schedule XII of the SEBI LODR Regulations.

The Board is of the opinion that the proposed transaction(s) are in the ordinary course of business, are on arm's length basis, and are in the best interests of the Company and its shareholders. Accordingly, the Board recommends the Resolution set out at Item No. 03 of the Notice for approval of the Members by way of an

Ordinary Resolution.

Except Mr. Hiitesh Topiiwaalla and Mrs. Aartii Topiwaala none of the Directors, Key Managerial Personnel of the Company or their relatives is concerned or interested in the proposed Resolution except to the extent of their shareholding, if any, in the Company.

Details of the proposed related party transaction(s) between the Company and Paramount Kum Kum Private Limited, including the information required to be disclosed in the Explanatory Statement pursuant to the SEBI Circular F. No. SEBI/LAD-NRO/GN/2025/273. dated November 18, 2025, are provided in the Annexure- A forming part of this Notice.

For **Paramount Cosmetics (India) Limited**

Sd/-

Hiitesh Topiiwaalla
Managing Director
DIN: 01603345

Date: 01.09.2026
Place: Bangalore

"ANNEXURE-A"

Disclosures pertaining to Related Party transactions in accordance with Regulation 23 of SEBI (LODR) Regulations 2015 and Section 188 of the Companies Act of 2013 and applicable schedules

S. No.	Description	Details of proposed RPTs between the Company and Paramount Kum Kum Private Limited
a.	Type, material terms and particulars of the proposed transaction	The Company Paramount Cosmetics (India) Limited and Paramount Kum Kum Private Limited propose to enter into the following RPT during the financial year 2027-28 for an aggregate value not exceeding Rs. 50,00,00,000/- (Rupees Fifty Crores Only) per financial year from Financial Year 2027-28 till end of the financial year 2031-32.
b.	Name of the related party and its relationship with the listed entity or its subsidiary, including nature of its concern or interest (financial or otherwise)	Paramount Kum Kum Private Limited is part of the promoter group of the Company and directly holds 10,65,150 equity shares of the Company. Mr. Hiitesh Topiiwaalla is the director and holding 90% stake in Paramount Kum Kum Private Limited. Mrs. Aartii Topiwaala is the director and holding 10% stake in Paramount Kum Kum Private Limited.
c.	Tenure of the proposed transaction (particular tenure shall be specified)	For 5 Financial Years from the Financial year 2027-28 till end of the financial year 2031-32.
d.	Value of Proposed transaction	The total value of the transaction(s) entered or proposed to be entered with the related party for an aggregate value not exceeding Rs. 50,00,00,000/- (Rupees Fifty crores only) during the financial year 2027-28 are mentioned below: Sale and Purchase of goods and/or Services or Supply and Distribution of any goods and/or Services, Rentals, Advances and other services/activities.
e.	If the transaction relates to any loans, inter-corporate deposits, advances or investments taken by the listed entity or its subsidiary.	
	I. Details of the source of funds in connection with the proposed transaction.	Not Applicable
	ii. Where any financial indebtedness is incurred to make or give loans,	Not Applicable

	intercorporate deposits, advances or investments: Nature of indebtedness Cost of funds Tenure	
	iii. applicable terms, including covenants, tenure, interest rate and repayment schedule, whether secured or unsecured; if secured, the nature of security; and	Not Applicable
	IV. the purpose for which the funds will be utilized by the ultimate beneficiary of such funds pursuant to the RPT	Not Applicable
g.	Justification as to why the RPT is in the interest of the listed entity.	The objective of the proposed transaction is to ensure continuity in the business and expand its horizon to supply and distribution of various brands in the market.
h.	A copy of the valuation or other external party report, if any such report has been relied upon	NA
i.	Percentage of the Counter-party's annual consolidated turnover that is represented by the value of the proposed RPT on a voluntary basis	Not Applicable
j.	Name of the director or key managerial personnel who is related, if any	Mr. Hiitesh Topiiwaalla and Mrs. Aartii Topiwaala
K.	Any other	Nil

"ANNEXURE-B"

Details of Directors seeking appointment / re-appointment at the ensuing Annual General Meeting (In pursuance of Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

Particulars	**Details**
Name of Director	Mrs. Aartii Topiwaala
DIN	03487105
Date of Birth	18.07.1972
Age	54 years
Date of Appointment	14.02.2018
Qualification	B. Com
Expertise in a specific functional Area	Rich Experience of more than 26 years in Fashion Design Industry.
Shareholding in the Company	2600 Equity shares of INR 10/- each
Relationship with Other Directors	Wife of Mr. Hiitesh Topiiwaalla
List of Companies in which Directorship held (including this Company)	Farmous Foods Private Limited Paramount Personal Care PrivateLimited Paramount Kum Kum Pvt Ltd Parcos Brands Investment Private Limited Parcos Brands Private Limited Paramount Cosmetics (India) Limited
List of Chairmanship/ Membership of the Committees of Board of Public Companies as on March 31, 2026 (including this Listed Entity)	Paramount Cosmetics (India) Limited: Stakeholders Relationship Committee – Chairman Nomination and Remuneration Committee – Member

By Order of the Board of Directors
For **Paramount Cosmetics (India) Limited**

Sd/-

Hiitesh Topiiwaalla
Managing Director
DIN: 01603345

Date: 01.09.2026
Place: Bangalore

BOARD'S REPORT

Your directors have the pleasure of presenting the 41st Board Report of your Company, together with the business operations for the year ended 31st March 2026.

1. FINANCIAL RESULTS:

Your Company's performance during the year as compared with that during the previous year is summarized below:

(Figures in Rs. lakhs)

Particulars	Year ended 31.03.2026	Year ended 31.03.2025
Sales and other Income	2250.47	2161.02
Profit before Depreciation, Interest, Exceptional Items	262.66	221.5
Depreciation	46.28	54.99
Interest and Finance Charges	183.01	159.98
Profit before Tax	33.38	6.52
Tax Expenses	28.26	3.51
Net Profit/Loss	**5.12**	**3.00**
Other Comprehensive Income	6.37	2.20

2. INDIAN ACCOUNTING STANDARDS:

The financial statements for the financial year 2025-26 have been prepared in accordance with the applicable Indian Accounting Standards (IND AS), and the corresponding figures for the previous year have been restated as per IND AS for the purpose of comparison.

3. PERFORMANCE DURING THE YEAR:

Sales and other income of the Company for the year is Rs. 2250.47 lakhs as compared to Rs. 2161.02 lakhs in the previous year. The Company has incurred a profit after tax amounting to Rs. 5.12 lakhs in comparison to Rs. 3.00 lakhs last year.

The Board is confident that the Company will continue to tread on the path of growth and success.

4. CHANGE IN THE NATURE OF BUSINESS:

There has been no change in the nature of the business of the Company during the financial year 2025-26.

5. DIVIDEND:

The Board of Directors of the Company, after considering holistically the relevant circumstances, has not recommended any dividend for the current financial year with a view to conserve the profits generated.

6. SHARE CAPITAL:

The Authorized Share Capital of the Company is INR 5,00,00,000 [Indian Rupees Five Crore Only].

- *divided into 50,00,000 Equity shares of INR 10/- [Indian Rupees Ten each]*

The Paid-up capital of the company is also INR 4,85,50,000/- [Indian Rupees Four Crore Eighty-Five Lakhs Fifty Thousand Only]

- *divided into* 48,55,000 *Equity shares of INR* 10/- *[Indian Rupees Ten each]*

During the year under review, the Company has not issued shares with differential voting rights, nor has it granted any stock options or sweat equity. As of March 31, 2026, none of the Directors of the Company hold instruments convertible into equity shares of the Company.

7. DEPOSITS:

The Company has not invited/accepted/renewed any deposits from the public as defined under the provisions of the Companies Act, 2013, and Companies (Acceptance of Deposits) Rules, 2014, and accordingly, there were no deposits which were due for repayment on or before 31st March, 2026.

8. RESERVES:

The Directors do not propose to transfer any amount to the General Reserve.

9. MATERIAL CHANGES AND COMMITMENTS:

There are no material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relates as on the date of this report.

10. ANNUAL RETURN:

In terms of provisions of Section 92(3), 134(3)(a) of the Act read with Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return in Form MGT-7 for the financial year ended 31st March 2026 is placed on the website of the Company and can be accessed at https://www.parammount.com/.

11. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

The composition of the Board and Key Managerial Personnel is as follows on 31.03.2026:

SI. No.	Name	Designation	DIN
1.	Mr. Hiitesh Topiiwaalla	Managing Director	01603345
2.	Mrs. Aartii Topiwala	Non-Executive and Non-Independent Director	03487105
3.	Mr. Mukesh Kumar Tyagi	Non-Executive - Independent Director	01649644
4.	Mr. Vishwaskumar Ashokkumar Sharma	Non-Executive - Independent Director	06716653
5.	Mr. Rajnish Matta	Chief Financial Officer	-

6.	Ms. Prerna Jain	Company Secretary and Compliance Officer	-

Changes in the Key Managerial Personnel during the Financial Year 2025-26

- Ms. Ankita Karnani, Company Secretary and Compliance officer, resigned on 26th August 2025.

Changes in the Key Managerial Personnel after close of the Financial Year 2025-26.

- Ms. Prerna Jain was appointed as Company Secretary and Compliance Officer of the Company w.e.f 18th June 2026.

12. BOARD MEETINGS:

During the Financial Year, the Company held 7 board meetings of the Board of Directors as per Section 173 of Companies Act, 2013 which is summarized below. The provisions of the Companies Act, 2013 and SEBI (LODR) Regulations 2015 were adhered to while considering the time gap between the two meetings.

SL. No	Date of Meeting	Total No of Directors as on the Date of Meeting	Attendance	
			No of Directors attended	% of Attendance
1	29.05.2026	04	04	100%
2	14.08.2026	04	03	75%
3	07.11.2025	04	03	75%
4	05.12.2025	04	04	100%
5	17.01.2026	04	04	100%
6	09.02.2026	04	04	100%
7	13.03.2026	04	04	100%

13. BOARD COMMITTEES:

Currently, the Board has three (3) Committees, viz. Audit Committee, Nomination and Remuneration Committee, and Stakeholders' Relationship Committee. A detailed note on the composition of Committees and other related particulars are provided in the Report on Corporate Governance forming part of this Report.

As of 31st March 2026, the Committees were comprised as follows:

AUDIT COMMITTEE:

a) Mukesh Kumar Tyagi - Chairman
b) Vishwaskumar Sharma - Member
c) Hiitesh Topiiwaalla - Member

NOMINATION AND REMUNERATION COMMITTEE:

a) Mukesh Kumar Tyagi - Chairman
b) Vishwaskumar Sharma - Member
c) Aartii Topiwaala - Member

STAKEHOLDERS' RELATIONSHIP COMMITTEE:

a) Aartii Topiwaala - Chairperson
b) Vishwaskumar Sharma - Member
c) Hiitesh Topiiwaalla - Member

14. INDEPENDENT DIRECTORS:

As required by the Companies (Appointment and Qualification of Directors) Fifth Amendment Rules, 2019 and the Companies (Creation and Maintenance of databank of Independent Directors) Rules, 2019, Mr. Mukesh Kumar Tyagi and Mr. Vishwaskumar Ashokkumar Sharma have registered their names in the data bank of Independent Directors maintained by Indian Institute of Corporate Affairs. Annual Declarations received from both of them for the year 2025-26 contain affirmations regarding registrations in the data bank.

The Board has its opinion with regard to the integrity, expertise, and experience (including proficiency) of the Independent Directors appointed during the year as per the provisions of Companies (Accounts) Rules, 2014.

Securities and Exchange Board of India (Listing Regulations and Disclosure Requirements) Regulations, 2018 ("the Listing Regulations") have changed the evaluation criteria of Independent Directors from April 1, 2019. As per the amendment, evaluation of Independent Directors by the entire Board shall include:

a) Performance of Directors and

b) Fulfilment of independence criteria as specified in the Listing Regulations, and their independence from the management.

The Board has evaluated the Independent Directors and confirms that Mr. Mukesh Kumar Tyagi and Mr. Vishwaskumar Ashokkumar Sharma fulfilled the independence criteria as specified in the Listing Regulations and their independence from the management.

The Company has received a necessary declaration from each Independent Director under Section 149(7) of the Companies Act, 2013, that they meet the criteria of Independence laid down in Section 149(6) of the Companies Act, 2013 and Regulation 25 of the Listing Regulations. The same forms part of this report as **Annexure I**.

Details in terms of appointment of Independent Directors and the familiarization program have been displayed on the website of the Company at https://www.parammount.com/policies.

15. DIRECTORS' RESPONSIBILITY STATEMENT:

The Directors confirm that:

a) in the preparation of the annual accounts, the applicable accounting standards have been followed along with a proper explanation relating to material departures, if any;

b) they have 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 profits of the Company for that period;

c) they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

d) they have prepared the annual accounts on a going concern basis;

e) they have laid down internal financial controls for the Company and such internal financial controls are adequate and operating effectively; and

f) they have devised proper systems to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

16. NOMINATION AND REMUNERATION POLICY:

The Board, on the recommendation of the Nomination and Remuneration Committee, framed a Policy for the selection and appointment of Directors, Senior Management, and for other employees and their remuneration. The same has been disclosed on the website of the Company at https://www.parammount.com/policies.

The Composition, criteria for selection of Directors, and the terms of reference of the Nomination and Remuneration Committee are stated in the Corporate Governance Report.

17. RISK MANAGEMENT POLICY:

The Company has not yet formulated a Risk Management Policy and has in place a mechanism to inform the Board/Audit Committee Members about risk assessment and minimization procedures and undertakes periodical review to ensure that executive management controls risk by means of a properly designed framework.

18. VIGIL MECHANISM/ WHISTLE BLOWER POLICY:

The Company has established an effective Vigil Mechanism pursuant to the provisions of Sections 177(9) and (10) of the Companies Act, 2013 and as per Regulation 4(2)(d)(iv) of the Listing Regulations which is available on website of the Company at https://www.parammount.com/policies, and there were no cases reported during the period under review.

19. SECTION 186 DETAILS- DETAILS OF LOAN, GUARANTEE, INVESTMENT OR SECURITY IS GIVEN BY THE COMPANY AS PER SECTION 186:

19.1 Loan, guarantee given by the Company: Nil
19.2 Securities of any other body corporate purchased by the Company: Nil
19.3 Company falls under the category mentioned in Section 186(11): Nil
19.4 Reportable transactions under section 186 (whether or not threshold exceeds 60% of its paid-up capital, free reserves and Securities premium account or 100% of its free reserves and securities premium account)

If the transaction is not reportable –

i. Brief details as to why transaction is not reportable?

Company has not entered into any transaction falling under this section like providing loan, investment, guarantee to any person or body corporate, neither acquired or purchased securities of any Company.

20. AUDITORS AND AUDITORS' REPORT:

M/s. Sharma & Pagaria (Firm Registration No. 008217S), Chartered Accountants, were appointed as Statutory Auditors of the Company at the 39th Annual General Meeting (AGM) of the Company, to hold office for a period of 5 consecutive years, until the conclusion of the 44th Annual General Meeting i.e FY 2024-25 to 2028-29 at such remuneration plus GST, out-of-pocket, travelling expenses, etc., as may be mutually agreed between the Board of Directors of the Company and the Auditors.

Company has received certificate from the Auditors to the effect they are not disqualified to continue as statutory auditors under the provisions of applicable laws.

QUALIFICATIONS IN THE AUDIT REPORT

The Notes on financial statement referred to in the Auditors' Report are self-explanatory and do not call for any further comments. The Auditors' Report does not contain any qualification, reservation, or adverse remark.

During the year under review, no fraud was reported by the Auditors, pursuant to Section 143(12) of the Companies Act, 2013.

21. COST AUDITOR:

The provision of section 148 of the Companies' Act, 2013, read with Rule 14 of the Companies (Audit & Auditors) Rules, 2014, is not applicable to the Company.

Further, maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, is not required by the Company, and accordingly, such accounts and records are not made and maintained.

22. INTERNAL AUDITOR:

The Company has appointed Mr. Venkatesh P A, Chartered Accountant, as the Internal Auditor of the Company.

23. SECRETARIAL STANDARD OF ICSI:

The Directors state that the applicable Secretarial Standards, i.e., SS-1 and SS-2, issued by the Institute of Company Secretaries of India, relating to the Meeting of the Board of Directors and General Meetings, respectively, have been duly complied with.

24. SECRETARIAL AUDIT REPORT:

Pursuant to provisions of Section 204 of the Companies Act, 2013 and rules made thereunder, the Company has appointed M/s Brajesh Gupta & Co., a firm of Company Secretaries in practice (COP No. 21306) to undertake the Secretarial Audit of the Company. The Secretarial Audit Report is included as **Annexure II** form part of this Annual Report.

The Secretarial Audit Report issued by the Secretarial Auditor for the financial year does not contain any qualification, reservation, adverse remark, or disclaimer. The report confirms that the Company has, in all material respects, complied with the applicable provisions of the Companies Act, 2013, the rules made thereunder, the Securities and Exchange Board of India (SEBI) Regulations, and other applicable laws, rules, and guidelines. No instances of non-compliance or material irregularities requiring qualification or adverse observation were reported by the Secretarial Auditor.

Below are the Secretarial Auditor's Observations/Remarks:

<table>
<tr><th>Sl. No</th><th>Auditor'squalifications, reservations or adverse remarks or disclaimer in the auditor's remarks</th><th>Director's comments on qualifications, reservations or adverse remarks or disclaimer of the auditors as per Board's report</th></tr>
<tr><td>1</td><td>Delay in filling the vacancy of Whole-time Company Secretary</td><td>The Board takes note of the observation. The delay in filling the vacancy in the office of Whole-time Company Secretary was primarily attributable to the time taken in identifying and finalising a suitable candidate. The Company had initiated the recruitment process in a timely manner; however, certain candidates who were initially considered did not accept the offers, resulting in the need to restart the recruitment process and identify suitable alternatives. Consequently, the appointment was delayed. The Company has taken necessary steps to ensure compliance with the Provsions of the Act.</td></tr>
<tr><td>2</td><td>Delay in filing alteration of Articles of Association (Form MGT-14)</td><td rowspan="2">The Board takes note of the observations. The delay in filing the respective forms i.e Form MGT-14 and Form MGT-15 was inadvertent and occurred due to procedural/administrative reasons. The Company has subsequently completed the requisite above said filings.</td></tr>
<tr><td>3</td><td>Delay in filing Report on Annual General Meeting in Form MGT-15</td></tr>
</table>

Annual Secretarial Compliance Report

Pursuant to the provisions of Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements), 2015 (as amended), read with SEBI Circulars and BSE Circular and notices issued thereunder regarding submission of Annual Secretarial Compliances Report. In this connection, it was confirmed that as per the Regulation 15 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the corporate governance provisions as specified in regulations 17, 17A, 18, 19, 20, 21, 22, 23, 24, 24A, 25, 26, 27 and clauses (b) to (i) and (t) of sub-regulation (2) of regulation 46 and para C, D and E of Schedule V shall not apply to any Company having paid up equity share capital not exceeding rupees ten crore and net worth not exceeding rupees twenty five crore as on last day of the previous financial year. Hence, it is not required to submit the Annual Secretarial Compliance Report for the Financial Year ending March 31, 2026, as our Company is exempted under Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

25. FRAUD REPORTED BY AUDITORS UNDER SUB SECTION (12) OF SECTION 143:

During the year under review, the Statutory Auditors and the Secretarial Auditor of the company have not reported any instances of frauds committed in the Company by its Officers or Employees to the Audit Committee under section 143(12) of the Companies Act, 2013, details of which needs to be mentioned in this Report.

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

(A)Conservation of energy:

Steps taken / impact on conservation of energy,	The Company is into selling and distribution activities without any manufacturing business. However, the Company has introduced various measures to conserve and minimize the use of energy wherever it is possible.
(i) Steps taken by the company for utilizing alternate sources of energy including waste generated	Nil
(ii) Capital investment on energy conservation equipment	Not Applicable
Total energy consumption and energy consumption per unit of production as per Form A	Not Applicable

(B)Technology absorption:

Efforts in brief, made towards technology absorption, adaptation and innovation	Nil
Benefits derived as a result of the above efforts, e.g. product improvement, cost reduction, product development, import substitution, etc.	Not Applicable
In case of imported technology (imported during the last 5 years reckoned from the beginning of the financial year), following information may be furnished:	Nil
Technology imported	Not Applicable
Year of Import	Not Applicable
Has technology been fully absorbed	Not Applicable
If not fully absorbed, areas where this has not taken place, reasons therefore and future plan of action	Not Applicable

(C) Research and Development (R&D)

Specific areas in which R & D carried out by the company	Nil
Benefits derived as a result of the above R & D	Not Applicable
Future plan of action	Not Applicable
Expenditure on R & D	
(a) Capital	Nil
(b) Recurring	Nil
(c) Total	Nil
(d) Total R & D expenditure as a percentage of total turnover	Nil

(D)Foreign exchange earnings and Outgo

Activities relating to exports	Nil
Initiatives taken to increase exports	Nil
Development of new export markets for products and services	Nil
Export plans	Nil
Total Exchange used (Cash basis)	As on 31st March, 2026: Rs. 38,21,380/-
Total Foreign Exchange Earned (Accrual Basis)	As on 31st March, 2026: Nil

27. INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company continued to maintain high standards of internal control designed to provide adequate assurance on the efficiency of operations and security of its assets. The adequacy and effectiveness of the internal control across various activities, as well as compliance with laid-down systems and policies, are comprehensively and frequently monitored by your Company's management at all levels of the organization. The Audit Committee, which met 6 times a year, actively reviews internal control systems as well as financial disclosures with adequate participation, inputs from the Statutory, Internal, and Corporate Secretarial Auditors.

The Directors have laid down internal financial controls to be followed by the Company and such policies and procedures adopted by the Company for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records, and the timely preparation of reliable financial information.

28. MATERIAL ORDER PASSED BY ANY COURT OR REGULATOR, OR TRIBUNAL IMPACTING THE GOING CONCERN STATUS OF THE COMPANY:

No order was passed by any court or tribunal during the period under review which impacts going concern status of the Company.

29. ANNUAL BOARD EVALUATION:

Pursuant to the provisions of the Companies Act, 2013 and the Listing Regulations, the Board has carried out an annual evaluation of its own performance, Board Committees, and individual Directors. The manner in which the evaluation has been carried out has been explained in the Corporate Governance Report.

30. DETAILS OF HOLDING COMPANY/SUBSIDIARIES/JV:

The Company does not have any holding companies/ subsidiaries or joint ventures. Hence, the necessity to provide such details is not required.

31. RELATED PARTY TRANSACTIONS (RPTs):

All Related Party Transactions are placed before the Audit Committee and also the Board for approval. Prior omnibus approval of the Audit Committee is obtained for the transactions that are of a foreseen and repetitive nature. The transactions entered into pursuant to the omnibus approval so granted are audited, and a statement giving details of all related party transactions is placed before the Audit Committee and the Board of Directors for their approval.

The Policy on Related Party Transactions, as approved by the Board, is uploaded on the Company's website. Web link for the same is https://www.parammount.com/policies. Particulars of Contracts or Arrangements with Related parties referred to in Section 188(1) and (2) of the Companies Act, 2013, in

Form AOC- 2 annexed to this Report as **Annexure - III**.

The Policy intends to ensure that proper reporting, approval and disclosure processes are in place for all transactions between the Company and Related Parties.

32. CORPORATE SOCIAL RESPONSIBILITY:

Since the Company does not meet the criteria for the applicability of Section 135 of the Companies Act,2013, read with the Companies (Accounts) Rules, 2015, the same is not applicable.

33. RATIO OF REMUNERATION TO EACH DIRECTOR:

Pursuant to Section 197(12) of the Companies Act, 2013 and Rule 5(1)(2)(3) of the Companies (Appointment and Remuneration) Rules, 2014, details/ disclosures of Ratio of Remuneration to each Director to the median employee's remuneration is annexed to this report as **Annexure-IV**.

34. LISTING WITH THE STOCK EXCHANGE:

The Company confirms that it has paid the Annual Listing fees for the Financial Year 2025-26 to BSE Limited, where the Company's Shares are listed.

35. CORPORATE GOVERNANCE AND SHAREHOLDERS' INFORMATION:

A separate Report on Corporate Governance in terms of Regulation 34 of the Listing Regulations, along with a Certificate from a Practicing Company Secretary regarding compliance to the conditions stipulated under Chapter IV of the Listing Regulations, is attached to this report as **Annexure V**.

Pursuant to the provisions of Regulation 15(2) of SEBI (LODR) Regulations, 2015, Compliance with Corporate Governance provisions as specified in the Regulations 17 to 27 and clause (b) to (i) of Regulation 46(2) and Para C, D and E of Schedule V shall not apply to listed entities having Paid-up Equity Share Capital not exceeding Rs.10 Crores and Net Worth not exceeding Rs. 25 Crores as on the last date of previous financial year.

Based on the above-mentioned provisions, the Company falls below the specified limits and hence, the requirement of reporting on the compliance with Corporate Governance for the financial year 2025-26 shall not be applicable.

36. CAPITAL EXPENDITURE:

As on 31st March, 2026, the gross tangible and intangible assets stood at Rs. 24,53,71,700/- and the net tangible and intangible assets stood at Rs. 13,83,08,078/-respectively. Additions during the financial year amounted to Rs. 6,12,761/- and Deletions during the financial year amounted to Rs. 8,25,690/- The Company has not purchased any assets under lease.

37. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. The Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this Policy.

The following is a summary of sexual harassment complaints received and disposed off during the

Financial Year 2025-26:

No. of complaints of sexual harassment received in the year: NIL
No. of complaints disposed off during the year: NIL
No. of cases pending for more than ninety days: Nil

38. MANAGEMENT DISCUSSION AND ANALYSIS:

Management's Discussion and Analysis Report for the year under review, as stipulated under The SEBI (Listing Obligation and Disclosure Requirement) Regulations 2015, is presented in a separate section forming part of the Annual Report.

39. DISCLOSURE REQUIREMENTS:

As per the Listing Regulations, the Management Discussion and Analysis forms part of this report. The Company has devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards issued by the Institute of Company Secretaries of India from time to time and that such systems are adequate and operating effectively.

40. MEETING OF INDEPENDENT DIRECTORS:

The Independent Directors of the Company met on 09th February 2025 during the year, to review the performance of Non-Independent Directors and the Board as a whole, to review the performance of the Non-Executive Directors and other items as stipulated under the Listing Regulations. The Independent Directors have also declared their independence.

41. RECEIPT OF ANY COMMISSION BY MD / WTD FROM A COMPANY OR FOR RECEIPT OF COMMISSION / REMUNERATION FROM ITS HOLDING OR SUBSIDIARY:

No Director has received any commission from your Company.

42. DISCLOSURE RELATING TO REMUNERATION OF EMPLOYEES:

There are no employees receiving remuneration more than Rs. 1,02,00,000/- (Rupees One Crore Two Lakhs only) per annum and /or Rs. 8,50,000/- (Rupees Eight Lakhs Fifty Thousand only) per month. Therefore, a statement/disclosure pursuant to Sub Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not required.

There are no employees posted and working in a country outside India, not being Directors or relatives, drawing more than Rs. 60,00,000/- (Rupees Sixty Lakhs only) per financial year or Rs. 5,00,000/- (Rupees Five Lakhs only) per month as the case may be. Therefore statement/disclosure pursuant to Sub Rule 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not required to be circulated to the members and is not attached to the Annual Report.

43. INVESTORS' EDUCATION AND PROTECTION FUND:

In terms of the provisions of Sections 124 and 125 of the Companies Act, 2013 read with the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, the Company is required to transfer the unpaid or unclaimed dividend and corresponding shares, if any, to the Investor Education and Protection Fund (IEPF) after the completion of seven years.

During the year under review, the Company has not declared any dividend in the last seven financial years. Accordingly, no amount or shares are liable to be transferred to the IEPF during the financial year.

44. REVISION OF FINANCIAL STATEMENT OR THE REPORT:

As per the Secretarial Standards-4 in case the company has revised its financial statement or the Report in respect of any of the three preceding financial years either voluntarily or pursuant to the order of a judicial authority, the detailed reasons for such revision shall be disclosed in the Report of the year as well as in the Report of the relevant financial year in which such revision is made.

In your Company, there is no revision of the Financial Statement in any of the three preceding financial years under consideration.

45. CORPORATE INSOLVENCY RESOLUTION PROCESS INITIATED UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (IBC):

There is no such process initiated during the year, therefore said clause is not applicable to the Company.

46. FAILURE TO IMPLEMENT ANY CORPORATE ACTION:

There were no such events that took place during the year under consideration.

47. CREDIT RATING OF SECURITIES:

Your Company has not obtained any rating from the credit rating agency for the securities during the year. Therefore, the said clause is not applicable to the Company.

48. DISCLOSURE UNDER RULE 2(1)(C)(VIII) OF THE COMPANIES (ACCEPTANCE OF DEPOSITS) RULES, 2014

During the year under review, the Company did not receive or accept any amount by way of loan from its directors. During the year, the Company repaid a sum of ₹13,75,000 (Rupees Thirteen Lakh Seventy-Five Thousand Only) towards the unsecured loan received from a director. Consequently, the outstanding balance of such unsecured loan as on 31st March, 2026 stood at ₹67,34,496 (Rupees Sixty-Seven Lakhs Thirty-Four Thousand Four Hundred and Ninety-Six Only).

The said loan was received from the director out of his own funds and not from funds acquired by borrowing or accepting loans or deposits from others, pursuant to the declaration furnished by the director at the time of receipt. Accordingly, the amount is not regarded as a deposit in terms of Rule 2(1)(c)(viii) of the Companies (Acceptance of Deposits) Rules, 2014.

49. Other disclosures relating to deposits covered under chapter V of Companies Act under Rule 8(5)

The Company has not accepted any deposits during the year.

50. A STATEMENT BY THE COMPANY WITH RESPECT TO COMPLIANCE WITH THE PROVISIONS RELATING TO THE MATERNITY BENEFITS ACT, 1961:

The Company has duly complied with the provisions of the Maternity Benefit Act, 1961, as amended from time to time. All eligible women employees have been granted maternity leave and other benefits as prescribed under the Act. The Company remains committed to ensuring a safe, inclusive, and supportive working environment for women and adheres to all applicable provisions related to maternity leave.

51. THE DETAILS OF THE DIFFERENCE BETWEEN THE AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE-TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING A LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS, ALONG WITH THE REASONS THEREOF:

During Financial Year 2025-26, there was no instance of one-time settlement with Banks or Financial Institutions. Therefore, as per rule 8(5)(xii) of Companies (Accounts) Rules, 2014, reasons for the difference in the valuation at the time of one-time settlement and the valuation done while taking a loan from the Banks or Financial Institutions are not reported.

52. NUMBER OF EMPLOYEES AS ON THE CLOSURE OF FINANCIAL YEAR

i. Female: 2
ii. Male: 32
iii. Transgender: 0

53. CAUTIONARY STATEMENT

The statements contained in the Board's Report contain certain statements relating to the future and therefore are forward looking within the meaning of applicable laws and regulations. Various factors such as economic conditions, changes in government regulations, tax regime, other statues, market forces and other associated and incidental factors may however lead to variation in actual results.

54. ACKNOWLEDGEMENTS:

Your Directors wish to take this opportunity to express their appreciation and gratitude for the continued support extended by its Customers, Investors, Partners, Vendors, Financial Institutions, Bankers, Suppliers and various Government and Statutory Authorities for the Company's growth.

Your Directors also express sincere appreciation for the commitment and dedicated services rendered by each employee of the Company at all levels.

For and on behalf of the Board of Directors
Paramount Cosmetics (India) Limited

Sd/-	**Sd/-**
Hiitesh Topiiwaalla	**Aartii Topiwaala**
Managing Director	Director
DIN: 01603345	DIN: 03487105

Place: Bangalore
Date: 01.09.2026

ANNEXURE - I

DECLARATION FROM INDEPENDENT DIRECTORS ON ANNUAL BASIS

The Board of Directors
Paramount Cosmetics (India) Limited
Gujarat

Dear Sirs,

We undertake to comply with the conditions laid down under Section 149 and Schedule IV of the Companies Act, 2013 read with the provisions of Listing Regulations in relation to conditions of independence and in particular:

1. Apart from receiving director sitting fees/commission, I have/had no pecuniary relationship / transactions with the company, its promoters, its directors, its senior management or its holding, subsidiary or associate company, or their promoters, or directors, during the immediately three preceding financial years or during the current financial;

2. None of my relatives:

   a. is holding any security of or interest in the Company, its holding, subsidiary or associate company during the three immediately preceding financial years or during the current financial year of face value not exceeding Rs. 50 lakhs or 2 % of the paid-up capital of the Company, its holding, subsidiary or associate company or such higher sum as may be prescribed;

   b. is indebted to the Company, its holding, subsidiary or associate company or their promoters, or directors, in excess of such amount as may be prescribed during the three immediately preceding financial years or during the current financial year;

   c. has given a guarantee or provided any security in connection with the indebtedness of any third person to the Company, its holding, subsidiary or associate company or their promoters, or directors of such holding company; for an amount of Rs. 50 lakhs during the current financial year

   d. has any other pecuniary transaction or relationship with the Company, or its subsidiary, or its holding or associate company amounting to two per cent. or more of its gross turnover or total income singly or in combination with the transactions referred to in sub-clause (b), (c) or (d);

3. Neither I nor any of my relatives:

   a. holds or has held the position of a key managerial personnel or is or has been an employee of the listed entity or its holding, subsidiary or associate company or any company belonging to the promoter group of the listed entity,in any of the three financial years immediately preceding the financial year in which he is proposed to be appointed;.

   b. is or has been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial year in which he is proposed to be appointed, of:

   i. a firm of auditors or company secretaries in practice or cost auditors of the listed entity or its holding, subsidiary or associate company; or

ii. any legal or a consulting firm that has or had any transaction with the listed entity, its holding, subsidiary or associate company amounting to ten per cent or more of the gross turnover of such firm;

c. holds together with my relatives two per cent or more of the total voting power of the listed entity; or

d. is a Chief Executive or director, by whatever name called, of any nonprofit organization that receives 25% or more of its receipts or corpus from the Company, any of its promoters, directors or its holding, subsidiary or associate company or that holds 2% or more of the total voting power of the Company;

e. is a material supplier, service provider or customer or a lessor or lessee of the listed entity;

4. I meet the criteria of other qualifications as prescribed under Rule 5 of the (Companies Appointment and Qualification Rules), 2014.

5. I am not less than 21 years of age.

6. I am not a non-independent director of another company on the board of which any non-independent director of the listed entity as an independent director.

7. I have registered with the Independent Directors Data Bank maintained by Indian Institute of Corporate Affairs on the https://www.independentdirectorsdatabank.in

8. I affirm to make an application for renewal for a further period of one year or five years or for the life-time, within a period of thirty days from the date of expiry of the period up to which my name was applied for inclusion in the data bank.

Sd/-	Sd/-
Mukesh Kumar Tyagi	**Vishwaskumar Ashokkumar Sharma**
Director	Director
DIN: 01649644	DIN: 06716653

Annexure – II

FORM NO. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2026
[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
PARAMOUNT COSMETICS (INDIA) LIMITED
CIN: L24240GJ1985PLC008282
Plot No. 165/B-15 & 16, 2nd Phase, G.I.D.C.,
Vapi, District Valsad, Gujarat – 396195

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and adherence to good corporate practices by **Paramount Cosmetics (India) Limited** (hereinafter called **"the Company"**). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conduct/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information and explanations provided by the Company, its officers, agents and authorised representatives during the conduct of Secretarial Audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended **31st March, 2026** ("Audit Period"), generally complied with the statutory provisions listed hereunder and has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

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

1. The Companies Act, 2013 ("the Act") and the Rules made thereunder;
2. The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the Rules made thereunder;
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
4. The Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder, to the extent applicable in relation to Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Act"), to the extent applicable to the Company during the Audit Period:
    - The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
    - The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
    - The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 – **Not applicable during the Audit Period**;
    - The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;

- The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 – **Not applicable during the Audit Period**;

- The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 – **Not applicable during the Audit Period**;

- The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with the client;

- The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 – **Not applicable during the Audit Period**; and

- The Securities and Exchange Board of India (Buy-back of Securities) Regulations, 2018 – **Not applicable during the Audit Period**.

Based on the nature of the business of the Company, the records made available and the representations provided by the management, the provisions of the **Drugs and Cosmetics Act, 1940** and the **Factories Act, 1948**, together with the applicable rules thereunder, have also been considered to the extent applicable. My examination in respect of such operational laws was limited to the systems and processes maintained by the Company and the records and representations made available on a test-check basis.

I have also examined compliance with the applicable provisions of:

i. Secretarial Standards relating to Meetings of the Board of Directors (**SS-1**) and General Meetings (**SS-2**) issued by the Institute of Company Secretaries of India; and

ii. the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and listing arrangements entered into by the Company with **BSE Limited**.

I further note that, based on the paid-up equity share capital and net worth of the Company as on the last day of the preceding financial year, the corporate governance provisions specified under Regulation 15(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including Regulation 24A, were not applicable to the Company during the Audit Period.

Observations
During the Audit Period, the Company has generally complied with the provisions of the Acts, Rules, Regulations, Guidelines and Standards referred to hereinabove, **subject to the following observations:**

1. Delay in filling the vacancy of Whole-time Company Secretary

Ms. Ankita Karnani ceased to hold office as Company Secretary of the Company with effect from **26th August, 2025**. Pursuant to Section 203(4) of the Companies Act, 2013, the resulting vacancy in the office of whole-time Key Managerial Personnel was required to be filled by the Board within a period of six months from the date of vacancy.

The vacancy was not filled within the aforesaid statutory period and continued to remain vacant as at **31st March, 2026**. The Company subsequently appointed **Ms. Prerna Jain as Company Secretary with effect from 18th June, 2026**.

Accordingly, the Company did not comply with the time limit prescribed under Section 203(4) of the Companies Act, 2013 for filling the vacancy of the whole-time Company Secretary. The said non-compliance has subsequently been rectified by appointment of the Company Secretary.

2. Delay in filing alteration of Articles of Association

The alteration of the Articles of Association was approved by the members by Special Resolution on **13th February, 2026**. As required under Section 14(2) of the Companies Act, 2013, every alteration of the Articles is required to be filed with the Registrar within fifteen days. The relevant Form MGT-14 bears the original SRN date of 0**6th March, 2026**, and was filed with payment of additional fees. Accordingly, the alteration was filed beyond the period prescribed under Section 14(2) of the Companies Act, 2013. The filing has since been completed and the default stands rectified.

3. Delay in filing Report on Annual General Meeting in Form MGT-15

The 40th Annual General Meeting of the Company was held on **30th September, 2025**. Pursuant to Section 121(2) of the Companies Act, 2013, the report on the Annual General Meeting was required to be filed with the Registrar within thirty days of conclusion of the meeting.

The Company did not file Form MGT-15 within the prescribed period and the filing remained outstanding as at the close of the Audit Period. The Company subsequently filed Form MGT-15 on **14th July, 2026** with payment of additional fees.

Accordingly, there was a delay in compliance with Section 121(2) of the Companies Act, 2013, which has subsequently been rectified.

Board Processes

I further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the Audit Period were carried out in compliance with the applicable provisions of the Act and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the Audit Period, **seven meetings of the Board of Directors** were held on:

29th May, 2025; 14th August, 2025; 7th November, 2025; 5th December, 2025; 17th January, 2026; 9th February, 2026; and 13th March, 2026.

The interval between the Board Meetings was within the period prescribed under Section 173 of the Companies Act, 2013.

Adequate notice was generally given to all Directors to schedule the Board Meetings. Agenda and detailed notes on agenda were circulated and a system existed for seeking and obtaining further information and clarifications on agenda items before the meetings and for meaningful participation at the meetings.

The decisions at the Board and Committee Meetings, as recorded in the minutes made available, were carried through with the requisite majority. No dissenting views requiring recording in the minutes were noticed from the records examined.

The Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee were constituted and meetings thereof were held during the Audit Period in accordance with the applicable provisions of the Companies Act, 2013.

Significant Events During the Audit Period

I further report that during the Audit Period:

1. The members at the **40th Annual General Meeting held on 30th September, 2025**, inter alia, approved the re-appointment of **Mr. Hiitesh Topiiwaalla as Managing Director for a period of five years with effect from 1st April, 2026 to 31st March, 2031**.
2. The Company conducted a Postal Ballot during December 2025–January 2026 in relation to alteration of the Articles of Association, approval of a related party transaction involving sale of fixed assets and approval under Section 180(1)(a) of the Companies Act, 2013. The resolutions did not receive the requisite majority and were accordingly not treated as passed.
3. Thereafter, at the **Extra-Ordinary General Meeting held on 13th February, 2026**, the members approved the aforesaid matters by the requisite majority, including:

- alteration of the Articles of Association relating to retirement of the Managing Director by rotation;
- approval for sale of fixed assets to **Paramount Kum Kum Private Limited**, a related party; and
- approval relating to sale/disposal of property/assets under Section 180(1)(a) of the Companies Act, 2013.

From the voting records examined, the interested promoter/promoter group did not participate in voting on the resolutions in which they were interested.

4. No issue or allotment of shares or other securities, preferential issue, rights issue, bonus issue, issue of sweat equity, buy-back, redemption of securities, merger, amalgamation or foreign technical collaboration requiring separate reporting under this paragraph was noticed during the Audit Period.

I further report that there are systems and processes in the Company commensurate with its size and operations to monitor and ensure compliance with applicable Laws, Rules, Regulations, Guidelines and Standards, subject to the observations reported hereinabove.

For BRAJESH GUPTA & CO.
Company Secretaries

Sd/-

Brajesh Gupta
Proprietor
ACS No.: A33070
COP No.: 21306

Place: Indore (M.P)
Date: 31.08.2026
UDIN: A033070H001312051

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

ANNEXURE TO THE SECRETARIAL AUDIT REPORT

To,
The Members,
PARAMOUNT COSMETICS (INDIA) LIMITED
Plot No. 165/B-15 & 16, 2nd Phase, G.I.D.C.,
Vapi, District Valsad, Gujarat – 396195

My report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on a test-check basis to ensure that correct facts are reflected in the secretarial records. I believe that the processes and practices followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of the financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained or relied upon Management representations about compliance with Laws, Rules and Regulations and the happening of events, etc.
5. Compliance with the provisions of corporate and other applicable Laws, Rules, Regulations, Guidelines and Standards is the responsibility of the management. My examination was limited to verification of procedures and records on a test-check basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For BRAJESH GUPTA & CO.
Company Secretaries

Sd/-

Brajesh Gupta
Proprietor
ACS No.: A33070
COP No.: 21306

Place: Indore (M.P)
Date: 31.08.2026
UDIN: A033070H001312051

ANNEXURE – III

FORM NO. AOC-2

Form for disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-Section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso there to.

(Pursuant to clause (h) of sub-Section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

1. **Details of contracts or arrangements or transactions not at arm's length basis : NIL**

2. **Details of material contracts or arrangement or transactions at arm's length basis:**

Sl. No.	Particular	Details
1.	**Name(s) of the related party and nature of relationship**	**Paramount KumKum Private Limited**
2.	**Nature of contracts/ arrangements/ transactions**	Purchases, Sales and Services
3.	**Duration of the contracts/ arrangements/ transactions**	Ongoing - based on a)Selling and Distribution Agreement and b)Rental Agreement
4.	**Salient terms of the contracts or arrangements or transactions**	a)Selling goods and distribution services as per the agreement. b)Taking of premises on rental basis for official purpose situated at located at 902 – 904, 9th floor, Prestige Meridian 1, 29, M. G. Road, Bangalore – 560001 on the terms and conditions set out in the Rental Agreement.
5.	**Value of transactions**	Transaction value for the Financial Year 2025-26 Sales - (Rs.) 6,93,94,694 Purchases - (Rs.) 12,11,89,831 Rent Expenses - (Rs.) 1,20,000 Rent Income - (Rs.) 9,00,000
		Estimated Transaction Value for the Financial Year 2025-26

		(Rs.) 50,00,00,000/-
6.	**Date(s) of approval by the Board**	29.05.2025
7.	**Amount paid as advances**	Nil

For and on behalf of the Board of Directors
Paramount Cosmetics (India) Limited

Sd/-	**Sd/-**
Hiitesh Topiiwaalla	**Aartii Topiwaala**
Managing Director	Director
DIN: 01603345	DIN: 03487105

Date: 01.09.2026
Place: Bengaluru

ANNEXURE – IV

Disclosure regarding Managerial Remuneration as required under Section 197(12) of the Companies Act, 2013 Read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Sl.No	Requirements	Disclosures
(i)	The ratio of the remuneration of each Director to the median remuneration of the Employees of the Company for the Financial Year;	Managing Director Mr. Hiitesh Topiiwaalla did not receive salary in the entire year 2025-26 so this comparison does not arise.
(ii)	the percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year;	Managing Director: Nil% CFO: Nil % Company Secretary: Nil %
(iii)	The percentage increase in the median remuneration of employees in the Financial Year;	10%
(iv)	The number of permanent employees on the rolls of Company as on 31/03/2026;	26
(v)	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year andits comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;	This is as per the company's increment guidelines.
(vi)	The key parameters for any variable component of remuneration availed by the Directors;	NA
(vii)	Affirmation that the remuneration is as per the remuneration policy of the Company.	Yes

For and on behalf of the Board of Directors
Paramount Cosmetics (India) Limited

Sd/-

Hiitesh Topiiwaalla
Managing Director
DIN: 01603345

Sd/-

Aartii Topiwaala
Director
DIN: 03487105

Date: 01.09.2026
Place: Bengaluru

MANAGEMENT DISCUSSION & ANALYSIS REPORT

Statements in this Report, particularly those which relate to Management Discussion and Analysis, describing the Company's objectives, projections, estimates, and expectations, may constitute 'forward-looking statements' within the meaning of applicable laws and regulations. Actual results might differ materially from those either expressed or implied.

Industry Structure and Developments

India's **Retail Consumer Products Landscape** is expanding rapidly, driven by rising disposable incomes, urbanisation, evolving consumer preferences, and the growing penetration of organised retail and digital commerce. The sector spans diverse categories including beauty and cosmetics, personal care, household care, food and beverages, and other everyday essentials.

Within this landscape, the **selling and distribution market** plays a pivotal role. Efficient distribution networks and strong selling capabilities are the backbone of growth, ensuring product availability, wider market reach, and seamless access across general trade, modern trade, e-commerce, and quick commerce. As demand for consumer products rises, the distribution ecosystem is becoming increasingly vital in connecting brands with consumers across urban, semi-urban, and emerging markets.

Business Transformation and Market Opportunity

The Company is strategically repositioning itself as a **selling & distribution-driven platform** within the ever-growing Retail Consumer Products Landscape. Moving beyond its traditional focus on single brand cosmetics, it is leveraging its established selling and distribution strengths to serve multiple brands multiple consumer product categories.

This transformation enables the Company to adapt quickly to changing consumer preferences, diversify revenue streams, and reinforce its role as a trusted partner for brands seeking nationwide reach.

Key Industry Trends

The Retail Consumer Products Landscape is being shaped by several defining trends:

- Expansion across diverse consumer product categories.
- Rising demand for quality, convenience, and value.
- Rapid adoption of modern trade, e-commerce, and quick commerce.
- Growing importance of last-mile connectivity and efficient distribution.
- Intensifying competition and emergence of new brands.
- Deeper penetration into urban, semi-urban, and emerging markets.

Outlook

The Retail Consumer Products Landscape is expected to remain resilient, supported by India's expanding consumer base and evolving lifestyles. For the Company, this presents significant opportunities to strengthen its position as a **selling and distribution powerhouse**.

The Company will continue to:

- Enhance its selling and distribution network to expand market reach.
- Build stronger customer and retailer relationships.

- Collaborate with brands that have strong product portfolios but lack the infrastructure to scale across India.
- Leverage its established presence in retail and novelty stores to drive direct consumer sales.

By focusing on its core strength in selling and distribution, the Company aims to evolve into a multi-brand distribution platform, enabling consumer product companies to achieve nationwide reach while ensuring sustainable growth across the broader retail landscape.

KEY BUSINESS DEVELOPMENTS IN THE COMPANY DURING THE FY 2025-26

- Distribution alignment and strengthening
- Supply chain efficiency

PRODUCT WISE OUTLOOK

The Company continues to focus on strengthening its selling and distribution network. Going forward, the Company intends to leverage it to onboard and market products from vendors, brands and business partners across diverse Retail consumer products categories. This approach will enable the Company to broaden its product portfolio, cater to evolving consumer needs and create opportunities for scalable, distribution-led growth.

FINANCIAL PARAMETERS

Refer Board's Report

OPPORTUNITIES AND THREATS

The Company sees significant opportunity in leveraging its existing marketing, selling and distribution network by partnering with vendors, brands, business partners and other product owners to onboard their products on the Company's platform. This model can enable wider market access, strengthen product offerings, expand the Company's presence across Retail consumer Products categories and create opportunities for scalable, distribution-led growth.

The Company operates in a competitive and rapidly evolving environment, with risks arising from changing consumer preferences, competition, pricing pressures and the availability of alternative distribution channels. Dependence on third-party vendors and business partners may also expose the Company to risks relating to product quality, supply continuity and partner performance.

RISKS AND CONCERNS

The Company's business model is dependent on its ability to effectively scale its selling and distribution network and build a sustainable network of vendors, brands and business partners. As the Company expands, it may face challenges relating to scalability of operations, partner onboarding, execution of business arrangements and maintaining service levels across an expanding network.

The transition may also require continuous investment in market development, systems, processes and resources. The pace of business expansion and the ability to achieve adequate scale may impact the Company's growth and operating performance.
The Company seeks to address these concerns through a phased and prudent approach to expansion, strengthening its systems and processes, developing long-term business relationships and regularly reviewing the performance and scalability of its business model.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has an internal control framework commensurate with the size and nature of its operations. The framework is designed to ensure proper authorisation, accountability and monitoring of business activities and to support the reliability of financial and operational information.

The Company follows defined policies and procedures for key transactions, with appropriate checks and approvals at relevant levels. Periodic reviews are undertaken by the management to assess the effectiveness of controls and identify areas requiring strengthening.

The Audit Committee, wherever applicable, oversees the adequacy of the internal control framework based on periodic reporting and review. The Company believes that its existing internal control systems are adequate and operating effectively in relation to its present scale and nature of operations.

HUMAN RESOURCES

The Company recognizes its employees as its most valuable asset and remains committed to fostering a positive, inclusive and performance-driven work environment. It continues to focus on employee well-being, learning and development, talent management and ethical business practices, while ensuring compliance with applicable laws and maintaining a safe and healthy workplace. The Company also aims to leverage technology-driven HR practices to enhance workforce efficiency and employee engagement.
As on March 31, 2026, the Company had 34 employees. The Company believes that a motivated and skilled workforce, supported by a culture of collaboration and continuous learning, is fundamental to achieving sustainable growth and long-term business success.

CONCLUSION

As we move forward, our focus remains firmly on strengthening the Company's position as a leading sales and distribution organization by expanding our market reach, enhancing our distribution capabilities and delivering greater value to our customers and business partners. We believe that our extensive distribution network, customer-centric approach and commitment to operational excellence provide a strong foundation for sustainable growth.

I would like to express my sincere appreciation to our employees, distributors, customers, business associates, shareholders and all other stakeholders for their continued trust, support and commitment. With their unwavering confidence and dedication, we remain optimistic about the future and confident in our ability to create sustainable long-term value while upholding the highest standards of corporate governance and business ethics.

***For* and on behalf of the Board of Directors**
Paramount Cosmetics (India) Limited

Sd/-	**Sd/-**
Mr. Hiitesh Topiiwaalla **Managing Director** **DIN: 01603345**	**Ms. Aarti Topiwaala** **Director** **DIN: 03487105**

Date: 01.09.2026
Place: Bengaluru

ANNEXURE – V

REPORT ON CORPORATE GOVERNANCE

CORPORATE GOVERNANCE:

The Company's philosophy on Corporate Governance is in line with the requirements of The SEBI (Listing Obligation and Disclosure Requirement) Regulations 2015 and is based on fundamental principles of Fairness, Accountability, Transparency, Integrity, and Honesty to achieve sustainable growth.

The Company has a strong legacy of fair, transparent, and ethical governance practices. The Board of Directors of the Company are responsible for and committed to sound principles of Corporate Governance in the Company. The Board plays a crucial role in overseeing how the management serves the short and long-term interests of shareholders and other stakeholders. The company's mission is to constantly review its systems and procedures to achieve the highest level of Corporate Governance.

The company has adopted best practices and ethics to conduct itself while interacting with Shareholders, Employees, Government, Lenders, Banks, and other constituents.

I. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

At Paramount Cosmetics (India) Limited, Corporate Governance has been an integral part of our business since inception. We believe that good Corporate Governance emerges from the application of the best and sound management practices and compliance with the laws, coupled with adherence to the highest standards of transparency and business ethics.

The corporate governance structure in the Company ensures that its Board of Directors is well informed and well equipped to fulfill its overall responsibility by way of providing strategic direction to the senior management, employees, etc., which is needed to meet the aspirations ofall stakeholders, including societal expectations. It's initiatives towards adhering to the highest standards of governance include professionalization of the Board and fair and transparent processes and reporting systems. With a clear corporate governance framework and consumer inspiration, our Management ensures that the prime focus remains the interest of our consumers and shareholders. This enduring legitimacy has made the company achieve momentum in bringing together innovation and human relationships, upholding them with great respect.

II. BOARD OF DIRECTORS

Name of Director	Category	Relationship with Other Directors	Attendance Particulars			No. of Directorships in Domestic Public Companies**		No. of Committee memberships in public companies***	
			No. of Board Meetings		Last AGM	As Chaiman	As Director	As Chairman	As Director
			Held	Attended					

Mr. Hiitesh Topiiwaalla	Promoter & Executive Director	Husband ofMrs. Aartii Topiwaala	7	7	Yes	Nil	1	Nil	2
Mrs. Aartii Topiwaala	Promoter & Non-Executive Director	Wife of Mr. Hiitesh Topiiwaalla	7	6	Yes	Nil	1	1	1
Mr. Vishwaskumar Ashokkumar Sharma	Independent & Non-Executive Director	None	7	7	Yes	Nil	1	Nil	3
Mr. Mukesh Kumar Tyagi	Independent & Non-Executive Director	None	7	6	Yes	Nil	1	2	Nil

A. BOARD COMPOSITION

** Number of Directorships in Public Companies includes Paramount Cosmetics (India) Limited.

*** For this purpose, Audit Committee, Nomination & Remuneration Committee, and Stakeholder Relationship Committee of Public Companies have been considered.

NOTE: 1. None of the Non-Executive Directors has substantial shareholding in the Company.

B. INDEPENDENT DIRECTOR

Board Independence

Our definition of 'Independence' of Directors is derived from Section 149(6) of the Companies Act, 2013. Based on the confirmation/disclosures received from the Directors and on evaluation of the relationships disclosed, the majority of Non-Executive Directors are Independent in terms of the Listing Agreement and the Companies Act, 2013.

Meetings of Independent Directors

The Independent Directors met one time during the Financial Year ended 31st March 2026 on 9th February 2026 and inter alia discussed:

a) The performance of non-Independent Directors and the Board as a whole;

b) The quality, quantity, and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

Disclosures by Independent Directors

All the Independent Directors have made necessary disclosures under the Companies Act, 2013

C. FAMILIARISATION PROGRAMMES FOR BOARD MEMBERS

All Independent Directors are aware and further updated about their roles, rights, and responsibilities in the Company.

Independent Directors are provided with necessary documents/brochures, reports, and internalpolicies to enable them to familiarize themselves with the Company's procedures and practices.

Periodic presentations are made at the Board and Board Committee Meetings, on business and performance updates of the Company, global business environment, business strategy, and risks involved. Detailed presentations on the duties and responsibilities of Independent Directors andthe Company's business segments were made at the separate meetings of the Independent Directors held during the year.

Quarterly updates on relevant statutory changes and landmark judicial pronouncements encompassing important laws are regularly circulated to the Directors.

Each Director of the Company has complete access to any information relating to the Company. Independent Directors have the freedom to interact with the Company's Management. They aregiven all the documents sought by them for enabling a good understanding of the Company, its various operations, and the industry segments of which it is a part. Further, they meet without the presence of the Company's Management Personnel to discuss matters pertaining to the Company's affairs and put forth their combined views to the Managing Director of the Company.

Site visits to various plant locations are organized for the Independent Directors to enable themto understand the operations of the Company.

D. DIRECTORS' MEMBERSHIP IN BOARD/COMMITTEES OF OTHER COMPANIES

In terms of the Listing Agreement, none of the Directors on the Company's Board is a member of more than ten committees and Chairman of more than five committees (Committees being, Audit Committee and the Investors' Grievance Committee) across all the Companies in which they are Directors. All the Directors have made necessary disclosures regarding Committee positions held by them in other Companies and do not hold the office of Director in more than ten public Companies.

E. BOARD MEETINGS

During the financial year 2025-26, the Board of Directors met five (7) times on the following dates:

1) 29.05.2025
2) 14.08.2025
3) 07.11.2025
4) 05.12.2025
5) 17.01.2026
6) 09.02.2026
7) 13.03.2026

The Company has held at least one Board meeting every three months. The maximum gap between any two meetings was less than 120 days, as stipulated under Regulation 17(2) of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015.

F. INFORMATION SUPPLIED TO THE BOARD

The Board has complete access to all information within the Company. The information is provided to the Board on regular basis and the agenda papers for the meetings are circulated in advance of each meeting, Besides the business items, the agenda includes the items required to be considered by the Board of Directors as per the SEBI (Listing Obligation and Disclosure Requirement) Regulations 2015 for discussion and consideration at Board Meetings.

G. APPOINTMENT/RE-APPOINTMENT OF DIRECTORS

The brief resume and other details relating to Mrs. Aartii Topiwaala, Director, who has been the longest in office since their last appointment and is liable to retire by rotation, have been mentioned in the Statement annexed to Notice.

III. BOARD COMMITTEES

A. AUDIT COMMITTEE

Composition:
The composition of the Audit Committee for FY 2025-26 was as per the requirements of Section177 of the Companies Act, 2013, and provisions of the SEBI (Listing Obligation and Disclosure Requirement) Regulations 2015. The composition of the Audit Committee comprised of following members:

Name of Director	Designation	Category
Mr. Mukesh Kumar Tyagi	Chairman	Non-Executive – Independent Director
Mr. Vishwaskumar Sharma	Member	Non-Executive - Independent Director
Mr. Hiitesh Topiiwaalla	Member	Executive Director

Meetings:

During the Financial Year 2025-26, the Audit Committee met Six times. The details of meeting and attendance forms a part of this Report. The time gap between any two meetings was less than 120 days.

The Chairman of the Audit Committee was present at the last Annual General Meeting to answer the Shareholders' Queries.

The Committee, in its meeting held on 08^{th} May 2026, reviewed the Annual Accounts for the period ended 31^{st} March 2026.

Terms of Reference:

The terms of reference/Powers of the Audit Committee are as under:

Powers of the Audit Committee

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

1) To investigate any activity within its terms of reference.

2) To seek information from any employee.
3) To obtain outside legal or other professional advice.
4) To secure the attendance of outsiders with relevant expertise, if it is considered necessary.

Role of Audit Committee

The role of the Audit Committee shall include the following:

1) Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient, and credible;
2) Recommendation for appointment, remuneration, and terms of appointment of auditors of the company;
3) Approval of payment to statutory auditors for any other services rendered by the statutory auditors;
4) Reviewing, with the management, the annual financial statements and the auditor's report thereon before submission to the board for approval, with particular reference to:
a) Matters required to be included in the Director's Responsibility Statement to be includedin the Board's Report in terms of clause (c) of sub-section 3 of section 134 of the Companies Act, 2013
b) Changes, if any, in accounting policies and practices, and reasons for the same
c) Major accounting entries involving estimates based on the exercise of judgment bymanagement
d) Significant adjustments made in the financial statements arising out of audit findings
e) Compliance with listing and other legal requirements relating to financial statements
f) Disclosure of any related party transactions
g) Qualifications in the draft audit report
5) Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
6) Reviewing, with the management, the statement of uses/application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;
7) Review and monitor the auditor's independence and performance, and the effectiveness of the audit process;
8) Approval or any subsequent modification of transactions of the company with related parties;
9) Scrutiny of inter-corporate loans and investments;
10) Valuation of undertakings or assets of the company, wherever it is necessary;
11) Evaluation of internal financial controls and risk management systems;
12) Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
13) Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage, and frequency of internal audit;
14) Discussion with internal auditors of any significant findings and follow up there on;
15) Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
16) Discussion with statutory auditors before the audit commences, about the nature and scope of the audit as well as post-audit discussion to ascertain any area of concern;
17) To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, share-holders (in case of non-payment of declared dividends), and creditors;
18) To review the functioning of the Whistle Blower mechanism;
19) Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience, and

background, etc., of the candidate;

20) Carrying out any other function as mentioned in the terms of reference of the Audit Committee.

B. NOMINATION AND REMUNERATION COMMITTEE

The scope of the activities of the Nomination and Remuneration Committee includes recommending to the Board the appointment / re-appointment of the Executive Director, considering, approving, and recommending the remuneration of the Whole Time Director/Managing Director.

Composition:

The composition of the Nomination and Remuneration Committee for FY 2025-26 was as per the requirements of the Companies Act, 2013, and provisions of the SEBI (Listing Obligation and Disclosure Requirement) Regulations 2015. The composition of the Committee comprised the following directors as members:

Sl.No	Name	Designation	Category
1	Mr. Mukesh Kumar Tyagi	Chairman	Non-Executive - Independent Director
2	Mrs. Aartii Topiwaala	Member	Non-Executive - Non Independent Director
3	Mr. Vishwaskumar Sharma	Member	Non-Executive - Independent Director

Terms of Reference:

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

1) To identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down and to recommend to the Board their appointment and/or removal.
2) To carry out an evaluation of every Director's performance.
3) To formulate the criteria for determining qualifications, positive attributes, and independence of a Director, and recommend to the Board a policy relating to the remuneration for the Directors,key managerial personnel, and other employees.
4) To formulate the criteria for evaluation of Independent Directors and the Board.
5) To devise a policy on Board diversity.
6) To recommend/review remuneration of the Managing Director(s) and Whole-time Director(s) based on their performance and defined assessment criteria.
7) To administer, monitor, and formulate detailed terms and conditions of the Employees' Stock Option Scheme, including:

   a) the quantum of options to be granted under the Employees' Stock Option Scheme per employee and in aggregate;
   b) the conditions under which the option vested in employees may lapse in case of termination of employment for misconduct;
   c) the exercise period within which the employee should exercise the option, and that the option would lapse on failure to exercise the option within the exercise period;
   d) the specified time period within which the employee shall exercise the vested options in the event of termination or resignation of an employee;
   e) the right of an employee to exercise all options vested in him at one time or various points of

time within the exercise period;

f) The procedure for making a fair and reasonable adjustment to the number of options and to the exercise price in case of corporate actions, such as rights issues, bonus issues, merger, sale of division, and others;

g) the granting, vesting and exercising of options in case of employees who are on long leave; and the procedure for cashless exercise of options.

8) To carry out any other function as is mandated by the Board from time to time and/orenforced by any statutory notification, amendment or modification, as may be applicable;

9) To perform such other functions as may be necessary or appropriate for the performance of its duties.

Meeting Details

During the Financial Year 2025-26, the Nomination and Remuneration Committee met once. The details of the meeting and attendance are given separately in this Report.

C. STAKEHOLDERS RELATIONSHIP COMMITTEE

Constitution:

The Stakeholders Relationship Committee for FY 2025-26 constituted following members:

Name	Designation	Category
Mrs. Aartii Topiwaala	Chairman	Non-Executive - Non Independent Director
Mr.Vishhwaskumar Ashokkumar Sharma	Member	Non-Executive - Independent Director
Mr. Hiitesh Topiiwaalla	Member	Executive Director

The Company has fulfilled all the compliance requirements under Regulation 20 of the Listing Regulations (as amended) as regards the Stakeholders' Relationship Committee.

Terms of Reference

The Shareholders' Relationship Committee has been constituted to specifically look into the redressal of Shareholders' complaints and other Stakeholders' related issues. The scope of activities of the Committee is to look into specific investor complaints, approve the transfer/transmission of shares, approve the issue of duplicate share certificates, etc.

The Shareholders' Relationship Committee met once during the year, and the details of meetings and attendance are given in this Report.

Compliance Officer

The Company Secretary of the Company is the Compliance Officer as per the requirements of SEBI.

Complaints received/resolved

Investor Complaints status as of 31st March 2026:

Opening Balance	Received during the financial year	Resolved during the financial year	Closing Balance
0	2	2	0

Pending Share Transfers

No requests for Transfer and/or Dematerialization were pending for redressal as on 31st March 2026.

e. Meetings of Board Committees held during the year and Directors' attendance

Board Committes	Audit Commttee		Nomination & Remuneration Committee		Stakeholder's Relationship Committee	
Name of the Directors	*No of meetings Held*	*No of Meetings Attended*	*No of meetings Held*	*No of Meetings Attended*	*No of Meetings Held*	*No of Meetings Attended*
Mr. Hitesh Topiiwaalla	**6**	**6**	**-**	**-**	**1**	**1**
Mrs. Aartii Topiwaala	**-**	**-**	**2**	**2**	**1**	**1**
Mr. Mukesh Kumar Tyagi	**6**	**5**	**2**	**2**	**-**	**-**
Mr. Vishwaskumar Sharma	**6**	**6**	**2**	**2**	**1**	**1**

I. POLICIES

A. CODE OF CONDUCT

The Company has in place a comprehensive Code of Conduct (the Code) applicable to Directors, Managers, Officers, and Associates.

The Company has adopted this Code of Conduct and Ethics as a testimony of its commitment to adhere to the standards of loyalty, honesty, integrity, and the avoidance of conflicts of interest. The rules and principles set forth in this code are general in nature, and compliance with thecode shall be ensured in accordance with other applicable policies and procedures of the company. The Directors, Managers, Officers, and Associates may contact the Compliance Officer for assistance in interpreting the requirements of this code.

The Code is applicable to Board Members and Senior Management to such extent as may be applicable to them, depending on their roles and responsibilities. The Code gives guidance and support needed for ethical Conduct of Business and Compliance with the law. The Code includes –

a) Compliance with Laws, rules & regulations
b) Conflict of Interest
c) Use of Company's Funds & Assets:
d) Disclosure of Interest:
e) Protecting the Company's Confidential Information:

f) Employees Relationship:
g) Compliance with code
h) Independent Directors – Roles and Responsibilities

B. REMUNERATION POLICY FOR DIRECTORS, KEY MANAGERIAL PERSONNEL AND OTHER EMPLOYEES

The objective of this policy is directed towards having a compensation philosophy and structure that will reward and retain talent.

The Remuneration to the Managing Director shall take into account the Company's overall performance, the Managing Director's contribution to the same & trends in the industry in general, in a manner which will ensure and support a high-performance culture.

The Remuneration to others will be such as to ensure that the relationship of remuneration to performance is clear and meets appropriate performance benchmarks.

The Company has no stock option plans, and no payment by way of bonus, pension, incentives,etc. shall be paid.

Remuneration to Directors, Key Managerial Personnel and Senior Management will involve a balance between fixed and incentive pay reflecting short- and long-term performance objectivesappropriate to the working of the Company and its goals.

The above criteria and policy are subject to review by the Nomination & Remuneration Committee & the Board of Directors of the Company.

C. WHISTLE BLOWER POLICY

Compliant and Investigation Procedures for Accounting, Internal Accounting Controls, Fraud, Auditing Matters, or others:

All Directors, Managers, Officers, and Associates of the Company are responsible to report in good faith, questionable accounting/auditing matters, and internal accounting controls, financial reporting (Accounting Complaints), any violations, fraudulent/unethical practices, misconduct or such other genuine concerns, which are against the interests of the Company. It is the policy of the Company to treat such complaints seriously and expeditiously.

The reporting, which will be free of retaliation and discrimination, shall be in writing either by way of email or letter. While the policy encourages Directors, Managers, Officers, and Associates to disclose their names, the reporting may also be made anonymously.

The reporting for other than accounting complaints may be made to the Associate-In-Charge (AIC) of the function to which the Associate belongs, and the AIC, in turn, shall report to the Managing Director. However, if an Associate is unwilling or unable to report or complain through AIC for any specific reason, he may directly report or complain to the Managing Director or the Chairman of the Audit Committee.

Committee, by disclosing the reason for doing so. In case of key management personnel at all the levels and the head of various functions, the reporting may be directly made to the Managing Director or the Chairman of the Audit Committee. In regard to the accounting complaints, the reporting shall be made to the Compliance Officer, who shall directly report to the Managing Director or the Chairman of the Audit Committee for review and investigation under its direction.

No personnel have been denied access to the Chairman of the Audit Committee.

There is a vigil Mechanism, and it is working. During the year, no complaints, references, or instances of fraud were reported.

D. POLICY ON RELATED PARTY TRANSACTIONS

In line with the requirements of the Companies Act, 2013 and Listing Regulations, the Company has formulated a Policy on Related Party Transactions. The Policy intends to ensure that proper reporting, approval, and disclosure processes are in place for all transactions between the Company and Related Parties.

This Policy specifically deals with the review and approval of Material Related Party Transactions, keeping in mind the potential or actual conflicts of interest that may arise because of entering into these transactions. All Related Party Transactions are placed before the Audit Committee for review and approval.

The particulars of all Related Party Transactions entered into by the Company are disclosed in **Form AOC-2**, which forms part of this Board's Report as an annexure. Further, all applicable disclosures and filings in respect of such Related Party Transactions have been duly made with the Stock Exchange(s) in compliance with the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

II. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management Discussion and Analysis Report forms part of the Annual Report.

III. SHAREHOLDING OF DIRECTORS

Details of the share of the Company held by Non-Executive Directors as on March 31, 2026:

Sl. No.	Name of Directors	No. of Equity Shares held	% of Total Paid-up Equity Capital
1	Mr. Mukesh Kumar Tyagi	Nil	Nil
2	Mr. Vishwaskumar Sharma	Nil	Nil
3	Ms. Aartii Topiwaala	2,600	0.0535%

IV. GENERAL BODY MEETING

The details of the Annual General Meetings held during last three year immediately before March 31, 2026 is given in Table below:

Year	Date	Venue	Time	No. of Special Resolutions Passed at AGM
2024-25	30th September 2025	Through Video Conferencing (“VC”) / Other Audio Visual Means (“OAVM”)	11:00 AM	0

2023-24	25th September 2024	Through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM")	11:00 AM	0
2022-23	29th September 2023	Through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM")	11:00 AM	0

V. DISCLOSURES

(i) **Details of Non-Compliance by the Company**: The Company has complied with the requirements of the Stock Exchange, SEBI, and other statutory authorities on all matters relating to capital markets during the last three years.

(ii) **Whistle Blower Policy**: The Company has adopted a Whistle Blower Policy and has established the necessary mechanism for employees to report concerns about unethical behavior. No personnel have been denied access to the Chairman of the Audit Committee.

(iii) **Disclosure by Senior Management**: Senior Management has disclosed to the Board, relating to material financial and commercial transactions, stating that they did not have a personal interest that could result in a conflict with the interest of the Company at large.

(iv) **Compliance with Mandatory requirements:** The Company has complied with all the mandatory requirements.

(v) **Unclaimed Dividend**: During the year under review, no unclaimed dividends were due for transfer to the Investor Education and Protection Fund (IEPF) under Section 124 of the Companies Act, 2013, as all declared dividends were timely disbursed with no outstanding amounts remaining.

VI. MEANS OF COMMUNICATION

Quarterly Results: Publication of Results in the Newspaper and on our website on the given link https://www.parammount.com/quarterly-results .

Newspaper wherein results are normally published: English and Gujarati newspapers in Gujarat.

VII. GENERAL SHAREHOLDER INFORMATION

AGM	PARTICULARS
Date	September 30, 2026
Time	11:00 a.m. (IST)
Venue	AGM will be held virtually through VC /OAVM.

1. **FINANCIAL YEAR**: 01st April, 2025 to 31st March, 2026

2. **DATE OF BOOK CLOSURE**:

   The Register of Members and Share Transfer Books of the Company will remain closed from Thursday, September 24, 2026, to Wednesday, September 30, 2026 (both days inclusive).

3. **LISTING ON STOCK EXCHANGE**:

The Company's Shares are listed with the following Stock Exchanges:

Listing Address of the Stock Exchange	Scrip Name	Scrip Code / Scrip ID
BSE Limited - Phiroze Jeejeebhoy, Towers, Dalal Street, Mumbai - 400001	PARAMOUNT COSMETICS (INDIA) LTD	507970 / PARMCOS-B

Listing fee: The Company is up-to-date on the payment of the Annual Listing Fee.

4. **MARKET PRICE DATA**:

High and Low prices during each month of Financial Year 2025-26 on BSE are as under:

Month	High	Low	Close	No. of Shares
Apr-25	46.99	37.2	40.41	13,048
May-25	42.49	34	37.2	38,912
Jun-25	44.79	35.65	38	7,956
Jul-25	48.99	37.25	41.8	39,486
Aug-25	42.2	37.8	40.27	4,740
Sep-25	48.85	36.5	40.11	24,091
Oct-25	43.99	36.01	36.36	10,822
Nov-25	40.5	34.4	37.1	7,099
Dec-25	40.9	34.01	37.99	15,586
Jan-26	41.99	33.15	34.94	12,570
Feb-26	43.27	34.5	36.45	8,736
Mar-26	37.5	33.26	34.5	4,751

(Source: This information is compiled from the data available from the website of BSE)

5. **REGISTRAR AND SHARE TRANSFER AGENTS**:

BgSE Financials Limited
Stock Exchange Towers No. 51, 1st Cross, J.C. Road, Bangalore - 560027 Ph: 080 41329661;
Email: rta_admin@bfsl.co.in, rta@bfsl.co.in, cs_rta@bfsl.co.in

6. **SHARE TRANSFER SYSTEM**:

The Shares are accepted for registration of transfer at the Corporate Office of the Company in addition to the office of the Registrar and Transfer Agent (RTA). M/s BgSE Financials Limited is fully equipped to undertake the activities of Share Transfers and redressal of shareholders grievances.

The Company has appointed M/s. BgSE Financials Limited as Share Transfer Agents and all work relating to share transfers is executed by them. Requests from Shareholders holding shares in Physical form, received by the Company and Share Transfer Agents, are processed by the Registrar and Transfer Agents and subject to all documents being in order, are put up for approval to the Share Transfer Committee.

7. **DISTRIBUTION OF SHAREHOLDING AS ON 31ST MARCH 2026**:

Share held	No. of Shareholders	% of Shareholders	No. of Shares held	% of Shares held
01- 500	6,151	96.61	6,32,506	13.03
501-1000	127	1.99	95,377	1.96
1001-2000	50	0.79	70,590	1.45
2001-3000	15	0.24	36,657	0.76
3001-4000	9	0.14	31,060	0.64
4001-5000	2	0.03	9,094	0.19
5001-10000	3	0.05	20,567	0.42
10001-50000	6	0.09	1,18,653	2.44
50001 and above	4	0.06	38,40,496	79.10
Total	6,367	100.00	48,55,000	100.00

8. **SHAREHOLDING PATTERN AS ON 31ST MARCH 2026:**

Category	No. Of Shares Held	Percentage of Shareholding
Promoter & Promotor Group	3630740	74.78
Financial Institutions / Banks	1400	0.03
Bodies Corporate	10067	0.20
Mutual Funds and Unit Trust of India	0	0
Others	1229842	24.99
Total	**4855000**	**100.00**

9. **DEMATERIALIZATION OF SHARES AND LIQUIDITY AS ON 31ST MARCH, 2026**:

The Company's shares are traded in physical and dematerialized form and are available for trading on both the Depositories in India – National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

As on 31st March 2026, 44,18,674 Ordinary Shares of the Company, representing 91.01% of the Company's total share capital, were held in dematerialized form.

Under the Depository System, the International Securities Identification Number (ISIN) allotted to the Company's shares is INE143I01013.

Outstanding ADRs/GDRs/Warrants or any convertible instruments, conversion date, and likely impact on equity: **Not Applicable.**

10. **PLANT LOCATION**:

Shoolgiri	Survey No. 124/3B, Chennapalli Village, Shoolagiri, Hosur, Taluk, Krishnagiri - 635117, Tamil Nadu

11. Investor Relations Centers

Corporate Office	Paramount Cosmetics (India) Limited 902, PrestigeMeridian-I, 9th Floor, No. 29, M.G. Road, Bangalore – 560001 Phone: +91 080 2532 0870 / 71 Email: compliance@parcos.in Website: www.parammount.com
Registered Office	Paramount Cosmetics (India) Limited Plot No. 165/B-15 & 16, 2nd Phase, GIDC Valsad, VAPI, Gujarat - 396195 Email: compliance@parcos.in

12. Disclosure of policies

The Company has in place various statutory policies, including the Policy on Familiarisation Programmes for Independent Directors, the Policy on Related Party Transactions, the Policy for Determining Material Subsidiaries, and other policies as required under the applicable provisions of the Companies Act, 2013, the SEBI (LODR) Regulations, 2015, and other applicable laws. These policies are hosted on the Company's website and are accessible to all stakeholders. Website: www.parammount.com .

For and on behalf of the Board of Directors
Paramount Cosmetics (India) Limited

Sd/-	**Sd/-**
Hiitesh Topiiwaalla **Managing Director** **DIN: 01603345**	**Aartii Topiwaala** **Director** **DIN: 03487105**
Place: Bangalore **Date: 01.09.2026**	**Place: Bangalore** **Date: 01.09.2026**

MD/CFO CERTIFICATION

To,
The Board of Directors
Paramount Cosmetics (India) Limited

1. We have reviewed the financial statements along with the cash flow statement of Paramount Cosmetics(India) Limited for the year ended 31st March 2026, and to the best of our knowledge and belief:

    a. these statements do not contain any materially untrue statement or omit any material factor contain statements that might be misleading;

    b. these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal, or violative of the Company's Code of Conduct.

3. We accept responsibility for establishing and maintaining internal controls for financial reporting, and we have evaluated the effectiveness of the Company's internal control systems pertaining to financial reporting. We have not come across any reportable deficiencies in the design or operation of such internal controls.

4. We have indicated to the Auditors and the Audit Committee that:

    a. there are no significant changes in internal control over financial reporting during the year;
    b. there are no significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
    c. there are no instances of significant fraud of which we have become aware

For and on behalf of the Board of Directors
Paramount Cosmetics (India) Limited

Sd/-	**Sd/-**
Hiitesh Topiiwaalla **Managing Director** **DIN: 01603345**	**Rajnish Matta** **Chief Financial Officer**
Place: Bangalore **Date: 08.05.2026**	**Place: Bangalore** **Date: 08.05.2026**

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF PARAMOUNT COSMETICS (INDIA) LIMITED

Report on the Audit of the financial statements.

Opinion

We have audited the accompanying financial statements of M/s. PARAMOUNT COSMETICS (INDIA) LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2026, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, notes to the financial statements including material accounting policy information and other explanatory information (hereinafter referred to as the "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other Accounting Principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026 and its Profit, total comprehensive income, its cash flows and changes in equity 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 ("SA" s) 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 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 independence 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 ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on financial statements.

Emphasis of Matter

(i) We draw attention to Note 28 to the financial statements regarding write-off of inventories aggregating to ₹415.82 lakhs during the year ended March 31, 2026. The inventories written off pertain to items identified as unfit for sale or use due to spoilage, expiry, deterioration and/or physical damage and were assessed by the management as having no recoverable value.

(ii) We draw attention to Note 43 to the financial statements regarding the lease arrangement entered by the Company with a related party for leasing of factory premises. During the year, with effect from April 1, 2025, the Company has significantly reduced the lease rentals payable by the related party tenant. As represented by the management, such reduction has been considered in conjunction with an increase in the security deposit received from the tenant, and considering the proposed sale of the said factory premises to the tenant, which is presently under discussion between the parties.

Our opinion is not modified in respect of above matter.

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. We have determined the matters described below to be the key audit matters to be communicated in our report.

A) Provisions for taxation, litigation, and other significant provisions

(i) Accrual for tax and other contingencies requires the Management to make judgements and estimates in relation to the issues and exposures arising from a range of matters relating to direct tax, indirect tax, transfer pricing arrangements, claims, general legal proceedings, environmental issues, and other eventualities arising in the regular course of business.

(ii) The key judgement lies in the estimation of provisions where they may differ from the future obligations. By nature, provision is difficult to estimate and includes many variables. Additionally, depending on timing, there is a risk that costs could be provided inappropriately that are not yet committed.

How the matter was addressed in Our audit procedures included:

(i) We tested the effectiveness of controls around the recognition of provisions.

(ii) We used our subject matter experts to assess the value of material provisions in light of the nature of the exposures, applicable regulations, and related correspondence with the authorities.

(iii) We challenged the assumptions and critical judgements made by management which impacted their estimate of the provisions required, considering judgements previously made by the authorities in the relevant jurisdictions or any relevant opinions given by the Company's advisors and assessing whether there was an indication of management bias.

(iv) We discussed the status in respect of significant provisions with the Company's internal tax and legal team.

(v) We performed retrospective review of management judgements relating to accounting estimate included in the financial statement of prior year and compared with the outcome.

B) Assessment of contingent liabilities relating to litigations and claims

(i) The Company is periodically subject to challenges / scrutiny on range of matters relating to direct tax, indirect tax, and transfer pricing arrangements.

(ii) Further, potential exposures may also arise from general legal proceedings, environmental issues etc. in the normal course of business.

(iii) Assessment of contingent liabilities disclosure requires Management to make judgements and estimates in relation to the issues and exposures. Whether the liability is inherently uncertain, the amounts involved are potentially significant and the application of accounting standards to determine the amount, if any, to be provided as liability, is inherently subjective.

How the matter was addressed in our auditprocedures included:

(i) We tested the effectiveness of controls around the recording and re-assessment of contingent liabilities.

(ii)We used our subject matter experts to assess the value of material contingent liabilities in light of the nature of exposures, applicable regulations, and related correspondence with the authorities.

(iii) We discussed the status and potential exposures in respect of significant litigation and claims with the Company's internal legal team including their views on the likely outcome of each litigation and claim and the magnitude of potential exposure and sighted any relevant opinions given by the Company's advisors.

(iv) We assessed the adequacy of disclosures made.

(v) We discussed the status in respect of significant provisions with the Company's internal tax and legal team.

(vi) We performed retrospective review of management judgements relating to accounting estimate included in the financial statement of prior year and compared with the outcome.

Information Other than the financial statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

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

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

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

Management and Board of Directors Responsibility for the financial statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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.

The Board of Directors are 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 placeand 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, basedon 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate,makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit 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 as far as it appears from our examination of those books.

c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.

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

e) On the basis of the written representations received from the directors as on March 31,2026 taken on record by the Board of Directors, none of the director 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 A'**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

g) In our opinion, according to the information and explanations given to us, the Company has not paid any managerial remuneration during the year. Accordingly, reporting under Section 197(16) of the Companies Act, 2013 is not applicable.

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

i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.

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

iii. There were amounts which were required to be transferred to the Investor Education and Protection Fund by the Company and same has been transferred accordingly.

iv. (a) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(c) Based on such audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. During the Year the company has not declared or paid dividend during the year. Hence, the compliance of Section 123 of the Act is not applicable.

vi. The accounting software used by the company for maintaining its books of accounts has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all transactions recorded in the software and the audit trail feature has not been tampered with and the audit trail has been preserved by the company as per the statutory requirements for record retention.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "**Annexure B**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For SHARMA&PAGARIA
Chartered Accountants
Firm Reg. No.: 008217S

Sd/-

Pawan Pagaria
Partner
Membership No.: 201781
UDIN: 26201781TCRNZN7811

Date: 08/05/2026
Place: Bangalore

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of PARAMOUNT COSMETICS (INDIA) LIMITED of even date)

Report on the Internal Financial Controls Over Financial reporting under Clause (i) of Sub-section 3 ofSection 143 of the Companies Act, 2013 ("the Act").

We have audited the internal financial controls over financial reporting of PARAMOUNT COSMETICS (INDIA) LIMITED ("the company") as of March 31, 2026, in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls 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.

Management's Responsibility for Internal Financial Controls

The Company's management and Board of Directors are 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, including adherence to respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation ofreliable 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 was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial reporting

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

For SHARMA&PAGARIA
Chartered Accountants
Firm Reg. No.: 008217S

Sd/-

Pawan Pagaria
Partner
Membership No.: 201781
UDIN: 26201781TCRNZN7811

Date: 08/05/2026
Place: Bangalore

Annexure "B" to the independent Auditors Report

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of PARAMOUNT COSMETICS (INDIA) LIMITED of even date)

i. In respect of its Property Plant and Equipment, Intangibles:

(a) The company is in the process of updating the records to show full particulars, including quantitative details and situation of its Property, Plant and Equipment.

(b) The company is the process of updating records to show full particulars of intangible assets.

(c) As stated to us the company is in the process of updating the records of Property, Plant and Equipment and physical verification of Property, Plant and Equipment by the management is in the process of setting up proper procedures depending on the types of assets. During the year physical verification has been made for the part of the assets and no discrepancies have been reported.

(d) The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favor of the lessee) disclosed in the financial statements are held in the name of the company,

(e) As per information provided to us the Company has not revalued its Property, Plant and Equipment (including, right to use the asset) or intangible asset or both during the year.

(f) As stated to us no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

ii. In respect of its inventory:

(a) As informed to us, the inventory has been physically verified by the management during the year. The frequency of such verification is reasonable, and procedures and coverage followed by the management is appropriate. No material discrepancies were noticed on such verification between the physical stock and the book records.

(b) On the basis of our examination of the records of the Company and according to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of rupees five crore from banks on the security of the current assets. The quarterly returns or statements filed by the company with banks or financial institutions are not in agreement with the books of account of the Company, and details of variances and reasons for such variances are disclosed in the note No. 49 of the financial statements.

iii. In Respect of Investments, Guarantee and Security or Loans and Advances given by the Company

(a) During the year the company has not made any 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 as such reporting under this clause and sub clauses does not arise.

iv. Loan to directors

In our opinion and according to the information and explanations given to us, the Company has not given loans, made investments, given guarantees, and provided securities which are covered by the provisions of Section 185 and 186 of the Act. Accordingly, paragraph 3(iv) of the Order is not applicable.

v. Deposits

The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2026 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company. No order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal for contravention of these sections or any other relevant provision(s) of the Act and the relevant rules.

vi. Cost Records

According to the information and explanations provided to us and as represented by the management, the maintenance of cost records has not been specified for the company by the Central Govt., under sub-section (1) of section 148 of the Act read with Companies (Cost Records and Audit) Rules, 2014 (as amended). Hence, the reporting requirements under clause(vi) of paragraph 3 of the order are not applicable.

vii. Statutory Dues

(a) According to the record of the company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service tax, Custom Duty, Excise Duty, Value Added Tax, Cess and any other Statutory dues to the appropriate authorities, have not been deposited regularly with the appropriate authorities. According to the information and explanations given to us there were outstanding statutory dues as on March 31, 2026, for a period of more than six months from the date they become payable as given below:

Name of the Statute	Nature of Dues	Forum where Amount is Pending	Amount (In Lakhs)
Employee State Insurance Act 1948	ESI Monthly Statutory Dues	Employee State Insurance Corporation	8.57
Professional Tax Act 1987	PT Monthly Statutory Dues	Professional Tax	1.63
Provident fund Act, 1925	Interest on provident fund	Employee Provident fund organisation	4.53
Income Tax Act 1961	Interest on TDS	Income Tax Department	17.58
Income Tax Act 1961	Income Tax & Interest on income tax	Income Tax Department	170.45

(b) There are no dues of income tax, sales tax, value added tax, service tax, goods and service tax, duty of customs, duty of excise which have not been deposited with the appropriate authorities on account of any dispute.

viii. Unrecorded Income

According to the information and explanations given to us and on the basis of our examination of the records of the Company, there were no transactions which were not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), as such reporting under this clause does not arise.

ix. Repayment of Borrowings

(a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institutions, banks and government and dues to debenture holders.

(b) According to the information and explanations given to us, the company has not been declared as willful defaulter by any bank or financial institution or other lender.

(c) According to the information and explanations given to us the company term loans were applied for the purpose for which the loans were obtained.

(d) In our opinion and according to the information and explanations given to us, funds raised on short term basis have not been utilized for long-term purposes.

(e) The company has not raised any money from any person or entity for the account of or to pay the obligations of its associates, subsidiaries, or joint ventures, hence the reporting under this clause does not arise.

(f) According to the information and explanations given to us the company the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures, or associate companies.

x. Funds raised and utilization

a. In our opinion and according to the information and explanations given to us, the Company had not raised money by way of initial public offer or further public offer (including debt instruments) during the current financial year as such reporting under this clause and sub clause does not arise.

b. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly paid convertible debentures and hence reporting under this sub clause Order is not applicable to the Company.

xi. Reporting of Fraud and Whistleblower complaints

(a) According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.

(b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 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 by the Company during the audit period.

xii. Nidhi Company

The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.

xiii. Compliance of transaction with Related Parties

In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable Indian Accounting Standards.

xiv. Internal Audit

(a) The company has an internal audit system commensurate with the size and nature of its business.

(b) The internal audit reports for the period under audit were not available for our consideration as at the date of our report and, accordingly, could not be considered by us.

xv. Non-Cash Transaction with Directors

In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

xvi. Register under RBI Act 1934

(a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 193. Hence, reporting under clause 3(xvi)(a), (b) and (c) 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)(d) of the Order is not applicable.

xvii. Cash Losses

The company has not incurred cash losses in the financial year and in the immediately preceding financial year.

xviii. Resignation of Statutory Auditors

There has been no resignation of auditor during the reporting period as such reporting under this clause does not arise.

xix. Material Uncertainty on Meeting Liabilities

On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

xx. Transfer of Fund Specified under schedule VII of the Companies Act 2013

The company does not come with in the preview of Sec 135 hence reporting under this clause does not arise.

xxi. Qualifications or adverse remarks by the respective auditors in CARO in consolidated financials.

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

For SHARMA&PAGARIA
Chartered Accountants
Firm Reg. No.: 008217S

Sd/-

Pawan Pagaria
Partner
Membership No.: 201781
UDIN: 26201781TCRNZN7811

Date: 08/05/2026
Place: Bangalore

PARAMOUNT COSMETICS (INDIA) LIMITED
CIN No : L24240GJ1985PLC008282
Registered Office : Plot No:165/B-15&16, 2nd Phase ,G I D C,VAPI, District Valsad, Gujarat-396195

Balance Sheet as at March 31, 2026

(Amount In Lakhs)

	Particulars	Note No.	As at March 31, 2026	As at March 31, 2025
I	**ASSETS**			
	Non Current Assets			
	(a) Property, plant and equipment	4.1	382.60	422.71
	(b) Other intangible assets	4.2	1,000.48	1,000.80
	(c) Financial assets			
	(i) Other financial assets	5	0.71	1.56
	(d) Deferred tax assets (net)	6	36.49	43.55
	Total Non Current Assets		**1,420.28**	**1,468.61**
	Current Assets			
	(a) Inventories	7	1,874.09	2,123.51
	(b) Financial assets			
	(i) Trade receivables	8	2.21	216.87
	(ii) Cash and cash equivalents	9	24.65	8.66
	(iii) Bank balances other than above	10	124.18	136.77
	(iv) Other financial assets	11	40.13	58.63
	(c) Other current assets	12	32.81	34.83
	Total Current Assets		**2,098.08**	**2,579.26**
	TOTAL - ASSETS		**3,518.35**	**4,047.87**
II	**EQUITY AND LIABILITIES**			
	Equity			
	(a) Equity share capital	13	485.50	485.50
	(b) Other equity	14	1,562.54	1,551.05
	Total Equity		**2,048.04**	**2,036.55**
	LIABILITIES			
	Non Current Liabilities			
	(a) Financial liabilities			
	(i) Borrowings	15	10.07	272.78
	(ii) Other financial liabilities	16	74.01	125.01
	(b) Provisions	17	16.64	20.50
	(c) Other non current liabilities	18	333.00	10.00
	Total Non Current Liabilities		**433.72**	**428.29**
	Current Liabilities			
	(a) Financial liabilities			
	(i) Borrowings	19	228.70	866.30
	(ii) Trade payables	20		
	Dues to micro and small enterprises		64.71	32.57
	Dues to others		65.91	149.77
	(iii) Other financial liabilities	21	250.00	-
	(b) Other current liabilities	22	216.27	340.87
	(c) Provisions	23	129.04	61.87
	(d) Current tax liabilities (net)	24	81.97	131.65
	Total Current liabilities		**1,036.59**	**1,583.03**
	Total Liabilities		**1,470.31**	**2,011.32**
	TOTAL EQUITY AND LIABILITIES		**3,518.35**	**4,047.87**

The accompanying notes are an integral part of these financial statements

For and on behalf of the Board of Directors
PARAMOUNT COSMETICS (INDIA) LIMITED

As per our report of even date
For Sharma & Pagaria
Chartered Accountants
Firm Reg. No. 008217S

Hiitesh Topiiwaalla
Managing Director
(DIN 01603345)

Aartii Topiiwaalla
Director
(DIN:03487105)

Pawan Pagaria
Partner
Membership No : 201781
UDIN : 26201781TCRNZN7811

Rajnish Matta
Chief Financial Officer

Place : Bangalore
Date : 08/05/2026

Place : Bangalore
Date : 08/05/2026

PARAMOUNT COSMETICS (INDIA) LIMITED
CIN No : L24240GJ1985PLC008282
Registered Office : Plot No:165/B-15&16, 2nd Phase ,G I D C,VAPI, District Valsad, Gujarat-396195

Statement of Profit and Loss for the year ended March 31, 2026

(Amount In Lakhs)

	Particulars	Note No.	For the year ended March 31, 2026	For the year ended March 31, 2025
I	Revenue from operations	25	2,139.47	2,038.01
II	Other income	26	111.00	123.01
III	**Total Revenue (I +II)**		**2,250.47**	**2,161.02**
IV	**Expenses:**			
	Purchases of stock-in-trade	27	1,277.79	1,733.14
	Changes in inventories of finished goods, stock-in-trade and work-in-progress.	28	249.41	(427.59)
	Employee benefits expense	29	221.79	242.09
	Finance costs	30	183.01	159.98
	Depreciation and amortization expense	31	46.28	54.99
	Other expenses	32	238.82	391.88
	Total Expenses		**2,217.09**	**2,154.50**
V	**Profit before exceptional and extraordinary items and tax (III - IV)**		**33.38**	**6.52**
VI	Exceptional items		-	-
VIII	**Profit before extraordinary items and tax (V - VI)**		**33.38**	**6.52**
VIII	Extraordinary items		-	-
IX	**Profit before tax (VII - VIII)**		**33.38**	**6.52**
X	**Tax expense**			
(1)	Current tax		20.31	-
(2)	Deferred tax		4.92	6.93
(3)	Prior period taxes		3.03	(3.42)
XI	**Net Profit/(Loss) for the period**		**5.12**	**3.00**
XII	**Other comprehensive income**			
A	(i) Items that will not be reclassified to profit or loss	33		
	- Remeasurement Gains/(losses) on defined benefit plans		8.52	2.93
	(ii) Income tax relating to items that will not be reclassified to profit or loss		-	
	- Remeasurement Gains/(losses) on defined benefit plans		(2.14)	(0.74)
B	(i) Items that will be reclassified to profit or loss			
	(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
	Total - Other comprehensive income		**6.37**	**2.20**
XIII	**Total comprehensive income for the year [(XI)+(XII)]**		**11.49**	**5.20**
XII	**Earning per equity share of Rs 10 each (Annualized)**			
(1)	Basic	34	0.11	0.06
(2)	Diluted	34	0.11	0.06
	Summary of Material Accounting Policies	3		

The accompanying notes are an integral part of these financial statements

For and on behalf of the Board of Directors

PARAMOUNT COSMETICS (INDIA) LIMITED

As per our report of even date
For Sharma & Pagaria
Chartered Accountants

Hiitesh Topiiwaalla
Managing Director
(DIN 01603345)

Aartii Topiiwaalla
Director
(DIN:03487105)

Pawan Pagaria
Partner
Membership No : 201781
UDIN : 26201781TCRNZN7811
-

Rajnish Matta
Chief Financial Officer

Place : Bangalore
Date : 08/05/2026

Place : Bangalore
Date : 08/05/2026

Statement of Changes in Equity for the year ended March 31, 2026

A . Equity Share Capital **(Amount In Lakhs)**

Particulars	No. of shares	Amount
Balance as on 01.04.2024	48,55,000	485.50
Changes in equity share capital from 1st April 2024 to 31st March 2025	-	-
Balance as on 01.04.2025	48,55,000	485.50
Changes in equity share capital from 1st April 2025 to 31st March 2026	-	-
Balance as on 31.03.2026	**48,55,000**	**485.50**

B. Other equity

Particulars	Capital Reserve	Retained earnings	Securities Premium	Other items of OCI	Total Equity
Balance as on 01.04.2024	**0.31**	**441.89**	**1,085.25**	**18.41**	**1,545.85**
Profit for the year		3.00			3.00
Other comprehensive income				2.20	2.20
Total Comprehensive income for the year	**-**	**3.00**	**-**	**2.20**	**5.20**
Balance as on 31.03.2025	**0.31**	**444.89**	**1,085.25**	**20.60**	**1,551.05**

Particulars	General Reserve	Retained earnings	Securities Premium	Other items of OCI	Total Equity
Balance as on 01.04.2025	**0.31**	**444.89**	**1,085.25**	**20.60**	**1,551.05**
Profit for the period		5.12			5.12
Other comprehensive income				6.37	6.37
Total Comprehensive income for the period	**-**	**5.12**	**-**	**6.37**	**11.49**
Balance as on 31.03.2026	**0.31**	**450.01**	**1,085.25**	**26.97**	**1,562.54**

The accompanying notes are an integral part of these financial statements

For and on behalf of the Board of Directors

PARAMOUNT COSMETICS (INDIA) LIMITED

As per our report of even date
For Sharma & Pagaria
Chartered Accountants

Hiitesh Topiiwaalla
Managing Director
(DIN 01603345)

Aartii Topiiwaalla
Director
(DIN:03487105)

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Partner
Membership No : 201781
UDIN : 26201781TCRNZN7811

Rajnish Matta
Chief Financial Officer

Place : Bangalore
Date : 08/05/2026

Place : Bangalore
Date : 08/05/2026

PARAMOUNT COSMETICS (INDIA) LIMITED
CIN No : L24240GJ1985PLC008282
Registered Office : Plot No:165/B-15&16, 2nd Phase ,G I D C,VAPI, District Valsad, Gujarat-396195

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

(Amount In Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Cash Flow from operating activities		
Profit/(Loss) before tax	**33.38**	**6.52**
Adjustments for non cash items:		
Depreciation / Amortization	46.28	54.99
Balances written back	(90.60)	(19.71)
Balances written off	12.56	5.87
Profit on sale of Fixed Assets	(1.95)	-
Finance costs	183.01	159.98
Rental Income	(9.00)	(86.40)
Interest Income	(4.95)	(9.70)
Defined benefit plans (OCI)	8.52	2.93
Operating Profit before working capital changes	**177.24**	**114.49**
Movements in working Capital :		
(Decrease) / Increase in Trade payables	(51.71)	(25.04)
(Decrease) / Increase Other current financial liabilities	250.00	(2.50)
(Decrease) / Increase in other current liabilities	(46.57)	69.64
(Decrease) / Increase in short-term provisions	67.17	5.50
(Decrease) / Increase in Non Current Provisions	(3.86)	1.62
(Decrease) / Increase in other non current financial liabilities	(51.00)	2.00
(Decrease) / Increase in Other Non current liabilities	323.00	(2.00)
Decrease / (Increase) in Other non current financial assets	0.85	0.95
Decrease / (Increase) in Other Non-current assets	-	11.00
Decrease / (Increase) in inventories	249.41	(427.59)
Decrease / (Increase) in trade receivables	214.66	169.67
Decrease / (Increase) in other current financial assets	18.50	213.66
Decrease / (Increase) in Other current assets	2.02	21.35
Cash generated from / (used in) Operations	**1,149.70**	**152.72**
Direct Taxes Paid (Net of Refunds)	(73.03)	(9.83)
Net cash flow from / (used in) operating activities(A)	**1,076.67**	**142.90**
Cash Flow from investing activities		
Purchase of Fixed Assets	(6.13)	(0.15)
Sale of Fixed Assets	2.22	-
Interest Income	4.95	9.70
Net Decrease/(Increase) Fixed Deposites	12.60	(2.46)
Rental Income	9.00	86.40
Net cash flow from / (used in) investing activities (B)	**22.64**	**93.49**
Cash Flows from financing activities		
Increase (Decrease) in Long Term Borrowings	(262.71)	(114.86)
Increase (Decrease) in Working Capital Borrowings	(637.60)	33.57
Interest Expense	(183.01)	(159.98)
Net cash flow from / (used in) financing activities (C)	**(1,083.32)**	**(241.28)**
Net Increase / (Decrease) in cash and cash equivalents (A+B+C)	**15.99**	**(4.89)**
Cash and cash equivalents at the beginning of the year	8.66	13.55
Cash and Cash Equivalents at the end of the year	**24.65**	**8.66**
Components of Cash and Cash Equivalents		
Cash on Hand	1.42	5.66
With Banks	23.23	3.01
Total Cash and Cash Equivalents	**24.65**	**8.66**

The accompanying notes are an integral part of these financial statements

For and on behalf of the Board of Directors

PARAMOUNT COSMETICS (INDIA) LIMITED

Hiitesh Topiiwaalla
Managing Director
(DIN 01603345)

Aartii Topiiwaalla
Director
(DIN:03487105)

Rajnish Matta
Chief Financial Officer

Place : Bangalore
Date : 08/05/2026

As per our report of even date
For Sharma & Pagaria
Chartered Accountants

Pawan Pagaria
Partner
Membership No : 201781
UDIN : 26201781TCRNZN7811

-

Place : Bangalore
Date : 08/05/2026

PARAMOUNT COSMETICS (INDIA) LIMITED

Notes forming part of the financial statements
(All amounts in Indian Rupees, unless otherwise stated)

1 Corporate information

Paramount Cosmetics India Limited (the "Company") is a public limited company incorporated and domiciled in India. The equity shares of the company are listed on the Bombay Stock Exchange (BSE). The Company's registered office is situated at Plot No:165/B-15&16, 2nd Phase ,G I D C,VAPI, District Valsad, Gujarat-396195.

The Company was initially Engaged in the Manufacture of Cosmetics Like Bindi,Kunkum,Kajal, and Other Products. With effect from 1st December 2022 it has changed its operations into trading, selling & Distribution of cosmetics like Bindi, Kumkum, Kajal, and other products through selling & distribution agreement.

2 Basis Of Preparation And Measurement

2.1 Statement of compliance

These financial statements ('financial statements') of the Company have been prepared in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 ('the Act') and other relevant provisions of the Act. The Company has uniformly applied the accounting policies during the periods presented.

2.2 Basis of preparation

The financial statements have been prepared on accrual and going concern basis.
All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria as set out in the Division II of Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or non-current classification of assets and liabilities.

The financial statements are presented in INR, the functional currency of the Company. Items included in the financial statements of the Company are recorded using the currency of the primary economic environment in which the Company operates (the 'functional currency').

2.3 Basis of measurement

These financial statements have been prepared on historical cost basis, except for certain financial instruments which are measured at fair value or amortised cost at the end of each reporting period, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

2.4 Key Accounting Estimates And Judgements

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures of contingent liabilities as at the date of the financial statements and the reported amounts of income and expense for the periods presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected.

Key sources of estimation of uncertainty at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are in respect of impairment of investments, useful lives of property, plant and equipment, valuation of deferred tax assets and fair value measurement of financial instruments, these are discussed below. Key sources of estimation of uncertainty in respect of revenue recognition, employee benefits and provisions and contingent liabilities have been discussed in their respective policies.

Impairment of investments

The Company reviews its carrying value of investments carried at amortised cost annually, or more frequently when there is indication for impairment. If the recoverable amount is less than its carrying amount, the impairment loss is accounted for.

Useful lives of property, plant and equipment

The Company reviews the useful life of property, plant and equipment at the end of each reporting period. This reassessment may result in change in depreciation expense in future periods.

Valuation of deferred tax assets

The Company reviews the carrying amount of deferred tax assets at the end of each reporting period.

Fair value measurement of financial instruments

When the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

2.5 Recent Accounting Pronouncements

The Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to existing standards under the Companies (Indian Accounting Standards) Rules, 2015, from time to time. During the year, MCA has notified certain amendments to Ind AS applicable for annual reporting periods beginning on or after 1 April 2025. The Company has evaluated the amendments and, based on its assessment, these amendments do not have a material impact on the financial statements of the Company for the year ended 31 March 2026.

3 Material Accounting Policies

The material accounting policies applied by the Company in the preparation of its financial statements are listed below. Such accounting policies have been applied consistently to all the periods presented in these financial statements, unless otherwise indicated.

3.1 Property, Plant and Equipment:

Property, plant and equipment are stated at cost comprising of purchase price and any initial directly attributable cost of bringing the asset to its working condition for its intended use, less accumulated depreciation (other than freehold land) and impairment loss, if any.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance cost are charged to the Statement of Profit and Loss during the period in which they are incurred.

Gains or losses arising on retirement or disposal of property, plant and equipment are recognised in the Statement of Profit and Loss.

Property, plant and equipment which are not ready for intended use as on the date of Balance Sheet are disclosed as "Capital work-in-progress".

Depreciation is provided on a pro-rata basis on the written-down-value method based on estimated useful life prescribed under Schedule II to the Companies Act, 2013. Depreciation is not recorded on capital work-in-progress until construction and installation is complete and the asset is ready for its intended use.

The residual values, useful lives and method of depreciation of property, plant and equipment is reviewed at each financial year end and adjusted prospectively, if appropriate.

3.2 Intangible Assets

Intangible assets purchased are initially measured at cost. Subsequently, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses, if any.

The useful lives of intangible assets are assessed as either finite or indefinite. Finite-life intangible assets are amortised on a straight-line basis over the period of their estimated useful lives. The Company has only one class of finite-life intangible asset, viz., Computer Software whose estimated useful life is 3 years. The amortisation period and the amortisation method for finite-life intangible assets is reviewed at each financial year end and adjusted prospectively, if appropriate.

For indefinite life intangible assets, the assessment of indefinite life is reviewed annually to determine whether it continues, if not, it is impaired or changed prospectively basis revised estimates.

3.3 Impairment of Non-financial assets - Tangible and intangible assets

Property, plant and equipment and intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-inuse) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the statement of profit and loss.

3.4 Inventories

Inventories are valued at the lower of cost and net realisable value. Cost is computed on a weighted average basis. Cost of finished goods or Stock in Trade include all costs of purchases and other costs incurred in bringing the inventories to their present location and condition. The net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and estimated costs necessary to make the sale.

3.5 Revenue Recognition

Revenue from sale of products is recognized when control of products being sold is transferred to customer and when there are no longer any unfulfilled obligations. The performance obligations in contracts are considered as fulfilled in accordance with the terms agreed with the respective customers.

Revenue is measured at fair value of the consideration received or receivable and are accounted for net of returns, rebates and trade discount. Sales, as disclosed, are exclusive of goods and services tax.

The Company considers the terms of the contract and its customary business practices to determine the transaction price. The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods to a customer,excluding amounts collected on behalf of third parties (for example taxes collected on behalf of government). The consideration promised in a contract with a customer may include fixed consideration, variable consideration (if reversal is less likely in future), or both.

The transaction price is allocated by the Company to each performance obligation in an amount that depicts the amount of consideration to which it expects to be entitled in exchange for transferring the promised goods to the customer.

For each performance obligation identified,the Company determines at contract inception whether it satisfies the performance obligation over time or satisfies the performance obligationat a point in time.

When either party to a contract has performed its obligation, an entity shall present the contract in the balance sheet as a contract asset or a contract liability, depending on the relationship between the entity's performance and the customer's payment.

Rental income is recognized on a straight-line basis over the terms of the lease, except for contingent rental income which is recognized when it arises and where scheduled increase in rent compensates the lessor for expected inflationary costs.

Interest income is recognized using effective interest method.

Other incomes have been recognized on accrual basis in the financial statements, except when there is uncertainty of collection.

3.6 Cost recognition

Costs and expenses are recognised when incurred and have been classified according to their nature. The
costs of the Company are broadly categorised into Purchase, employee benefits expenses, finance cost, depreciation and amortisation and and other expenses.

Cost of Purchases consists of purchase cost of stock, freight, clearing and forwading etc..

Employee benefit expenses includes salaries, wages, bonus, incentives and allowances, directors' remuneration, contributions to provident and other funds and staff welfare expenses.

Selling & Distribution expenses comprising of sales promotion and advertising expenses, commission on sales and tour, travel and conveyance and lodging and boarding of sales and marketing team, and establishment Expenses mainly include legal and professional fees to external consultants, facility expenses, travel expenses, insurance costs, auditors' remuneration, communication expenses, bad debts and advances written off, allowances for doubtful trade receivables and advances (net) and miscellaneous expenses. Miscellaneous expenses is an aggregation of costs which are individually not material such as, packing, water and fuel charges etc.

3.7 Income Taxes

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred taxes are recognised in statement of profit and loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity, respectively. Interest expenses and penalties, if any, related to income tax are included in finance cost and other expenses respectively. Interest Income, if any, related to Income tax is included in Other Income.

Current income taxes

Current income tax is the expected tax payable/receivable on the taxable income/loss for the year using applicable tax rates for the relevant period, and any adjustment to taxes in respect of previous years.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance tax paid and income tax provision arising in the same tax jurisdiction and where there is an intention to settle the asset and the liability on a net basis.

Deferred income taxes

Deferred tax is recognised in respect of temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the orresponding amounts used for taxation purposes.

A deferred tax liability is recognised based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted, or substantively enacted, by the end of the reporting period. Deferred tax assets are recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities; and the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority.

3.8 Leases

As a lessee:

The Company assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

(i) the contract involves the use of an identified asset
(ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and
(iii) the Company has the right to direct the use of the asset.

The Company has applied the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option) and low-value assets recognition exemption.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards incidental to ownership to the lessee.

As a lessor:

Leases in which a substantial portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Receipts under such leases are recognised to the Statement of Profit and Loss on a straight-line basis over the term of the lease.

3.9 Borrowing costs

Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing osts eligible for capitalisation.

All other borrowing costs are charged to the Statement of Profit and Loss for the period for which they are incurred.

3.10 Foreign Currencies

Foreign currency transactions are translated into the functional currency using exchange rates at the date of the transaction. Foreign exchange gains and losses from settlement of these transactions are recognised in the Statement of Profit and Loss. Foreign currency denominated monetary assets and liabilities are translated into functional currency at exchange rates in effect at the balance sheet date, the gain or loss arising from such translations are recognised in the statement of profit & loss.

3.11 Government Grant

The company recognizes Government Grants only when there is a reasonable assurance that the conditions attached to them will be complied with, and the grants will be received. Government Grants received in relation to assets are presented in the Balance Sheet by setting up the Grant as deferred income. Grants related to Income are shown separately in the statement of profit and loss.

3.12 Provisions and Contingent Liabilities

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date.

If the effect of the time value of money is material, provisions are discounted to reflect its present value using a current pre-tax rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or nonoccurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

3.13 Cash flow statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non - cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, financing and investing activities of the Company are segregated.

3.14 Earnings Per Share

Basic earnings per share is computed by dividing the net profit for the period attributable to the equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

3.15 Employee Benefits

Defined contribution plans

Contributions to defined contribution schemes such as employees' state insurance, labour welfare fund, superannuation scheme, employee pension scheme etc. are charged as an expense based on the amount of contribution required to be made as and when services are rendered by the employees. Company's provident fund contribution, in respect of certain employees, is made to a government administered fund and charged as an expense to the Statement of Profit and Loss. The above benefits are classified as Defined Contribution Schemes as the Company has no further defined obligations beyond the monthly contributions.

Defined benefit plans

The Company provides for employee benefits in the nature of gratuity and compensated absences / leave encashment in respect of eligible employees. The obligation in respect of gratuity and compensated absences, as at the Balance Sheet date, has been determined based on valuation carried out by an independent actuary using the Projected Unit Credit Method, in accordance with Ind AS 19 – Employee Benefits. The classification of the Company's obligation into current and non-current is based on the actuarial valuation report.

The actuarial valuation obtained by the Company for the year has been prepared based on the existing / erstwhile labour laws. The Company has separately assessed the incremental impact of the New Labour Codes on gratuity and compensated absences based on employee-wise data, accumulated leave balances, completed years of service, salary components and applicable statutory formulae. Accordingly, the differential impact between the actuarial valuation under the existing / erstwhile labour laws and management's assessment under the New Labour Codes has been recognised separately as an employee benefit obligation and charged to the Statement of Profit and Loss under employee benefits expense.

Considering the size of the Company's operations and turnover, the said differential impact Rs. 5.07 Lakhs is not material to the financial statements. Management has assessed the impact based on information presently available. The Company will carry out a detailed actuarial valuation considering the New Labour Codes in the subsequent financial year, and any consequential adjustment / modification arising therefrom will be recognised in the financial statements of that year.

For defined benefit plans, the amount recognised as 'Employee benefit expenses' in the Statement of Profit and Loss is the cost of accruing employee benefits promised to employees over the year and the costs of individual events such as past/future service benefit changes and settlements (such events are recognised immediately in the Statement of Profit and Loss). The amount of net interest expense calculated by applying the liability discount rate to the net defined benefit liability or asset is charged or credited to 'Finance costs' in the Statement of Profit and Loss. Any changes in the liabilities over the year due to changes in actuarial assumptions or experience adjustments within the plans, are recognised immediately in 'Other comprehensive income' and subsequently not reclassified to the Statement of Profit and Loss.

3.16 Financial instruments

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument.

The Company derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired.

A. Financial Assets

On initial recognition, a financial asset is recognised at fair value. In case of financial assets which are recognised at fair value through profit and loss (FVTPL), its transaction cost is recognised in the statement of profit and loss. In other cases, the transaction cost is attributed to the acquisition value of the financial asset. Financial assets are subsequently classified and measured at - Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability. In case of Financial assets which are recognised at fair value through profit and loss (FVTPL), its transaction cost is recognised in the statement of profit and loss. In other cases, the transaction cost is attributed to the acquisition value of the financial asset. Financial assets are subsequently classified and measued at:

- amortised cost
- fair value through other comprehensive income (FVOCI)
- fair value through profit and loss (FVTPL)

Financial assets are not reclassified subsequent to their recognition, except during the period the Company changes its business model for managing financial assets.

[a] Cash and cash equivalents
Cash and cash equivalents are cash, balances with bank and short-term (three months or less from the date of acquisition), highly liquid investments that are readily convertible into cash and which are subject to an insignificant risk of changes in value.

[b] Trade Receivables and Loans
Trade receivables are initially recognised at fair value. Subsequently, these assets are held at amortised cost, using the effective interest rate (EIR) method net of any expected credit losses. The EIR is the rate that discounts estimated future cash income through the expected life of financial instrument.
[c] Debt Instruments
Debt instruments are initially measured at amortised cost, fair value through other comprehensive income ('FVOCI') or fair value through profit or loss ('FVTPL') till derecognition on the basis of (i) the company's business model for managing the financial assets and (ii) the contractual cash flow characteristics of the financial asset.

[i] Measured at amortised cost:
Financial assets that are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows that are solely payments of principal and interest, are subsequently measured at amortised cost using the effective interest rate ('EIR') method less impairment, if any. The amortisation of EIR and loss arising from impairment, if any is recognised in the Statement of Profit and Loss.

[ii] Measured at fair value through other comprehensive income (FVOCI):
Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognized in the other comprehensive income (OCI). Interest income measured using the EIR method and impairment losses, if any are recognised in the Statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognised in OCI is reclassified from the equity to 'other income' in the Statement of Profit and Loss.

[iii] Measured at fair value through profit or loss (FVTPL):
A financial asset not classified as either amortised cost or FVOCI, is classified as FVTPL. Such financial assets are measured at fair value with all changes in fair value, including interest income and dividend income if any, recognised as 'other income' in the Statement of Profit and Loss.

[d] Equity Instruments:
All investments in equity instruments classified under financial assets are initially measured at fair value, the Company may, on initial recognition, irrevocably elect to measure the same either at FVOCI or FVTPL.
The Company makes such election on an instrument by-instrument basis. Fair value changes on an equity instrument is recognised as 'other income' in the Statement of Profit and Loss unless the Company has elected to measure such instrument at FVOCI. Fair value changes excluding dividends, on an equity instrument measured at FVOCI are recognised in OCI. Amounts recognised in OCI are not subsequently reclassified to the Statement of Profit and Loss. Dividend income on the investments in equity instruments are recognised as 'other income' in the Statement of Profit and Loss.

Impairment of Financial Asset
The Company applies expected credit loss (ECL) model for measurement and recognition of loss allowance on the following:
i. Trade receivables
ii. Financial assets measured at amortized cost (other than trade receivables)
iii. Financial assets measured at fair value through other comprehensive income (FVTOCI)

In case of trade receivables, the Company follows a simplified approach wherein an amount equal to lifetime ECL is measured and recognized as loss allowance.
In case of other assets (listed as ii and iii above), the Company determines if there has been a significant increase in credit risk of the financial asset since initial recognition. If the credit risk of such assets has not increased significantly, an amount equal to 12-month ECL is measured and recognized as loss allowance. However, if credit risk has increased significantly, an amount equal to lifetime ECL is measured and recognized as loss allowance.

Subsequently, if the credit quality of the financial asset improves such that there is no longer a significant increase in credit risk since initial recognition, the Company reverts to recognizing impairment loss allowance based on 12-month ECL.
ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive (i.e., all cash shortfalls), discounted at the original effective interest rate.
Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial asset. 12-month ECL are a portion of the lifetime ECL which result from default events that are possible within 12 months from the reporting date.
ECL are measured in a manner that they reflect unbiased and probability weighted amounts determined by a range of outcomes, taking into account the time value of money and other reasonable information available as a result of past events, current conditions and forecasts of future economic conditions.

As a practical expedient, the Company uses a provision matrix to measure lifetime ECL on its portfolio of trade receivables. The provision matrix is prepared based on historically observed default rates over the expected life of trade receivables and is adjusted for forwardlooking estimates. At each reporting date, the historically observed default rates and changes in the forward-looking estimates are updated.
ECL allowance recognised (or reversed) during the period is recognized as income/ expense in the Statement of Profit and Loss under the head 'Other expenses'.

B. Financial Liabilities

Financial liabilities are initially measured at the amortised cost unless at initial recognition, they are classified as fair value through profit and loss. In case of trade payables, they are initially recognised at fair value and subsequently, these liabilities are held at amortised cost, using the effective interest rate method.

Subsequent measurement

Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

Note: 4

4.1 Property, plant and equipment

The changes in the carrying value of property, plant and equipment for the year ended March 31, 2026 were as follows:

Particulars	Land	Building	Plant and equipment	Furniture and fixtures	Office Equipment	Electric Installations	Factory Equipment	Moulds	R & D Equipments	Vehicles	Computer Equipment	Total
Gross Block Cost as on April 1, 2025	**45.94**	**654.93**	**462.71**	**109.17**	**19.48**	**73.46**	**2.81**	**26.51**	**1.93**	**16.76**	**29.27**	**1,442.97**
Additions During the Financial Year	2.94	-	2.65	-	-	-	-	-	-	-	0.53	6.13
Deletions during the financial year	-	-	-	-	-	-	-	-	-	(8.26)	-	(8.26)
Gross Block Cost as on March 31, 2026	**48.88**	**654.93**	**465.36**	**109.17**	**19.48**	**73.46**	**2.81**	**26.51**	**1.93**	**8.50**	**29.80**	**1,440.84**
Accumulated Depreciation as on April 1, 2025	**-**	**(384.21)**	**(381.75)**	**(101.86)**	**(18.26)**	**(68.51)**	**(2.36)**	**(18.01)**	**(1.52)**	**(15.98)**	**(27.80)**	**(1,020.26)**
Current Year Depreciation	-	(25.72)	(15.05)	(1.85)	(0.25)	(1.28)	(0.08)	(1.54)	(0.07)	-	(0.13)	(45.97)
Accumulated Depreciation on deletions	-	-	-	-	-	-	-	-	-	7.99	-	7.99
Accumulated Depreciation as on March 31, 2026	**-**	**(409.93)**	**(396.80)**	**(103.72)**	**(18.51)**	**(69.78)**	**(2.44)**	**(19.54)**	**(1.59)**	**(7.99)**	**(27.93)**	**(1,058.24)**
Net Block as on April 1, 2025	**45.94**	**270.72**	**80.96**	**7.31**	**1.22**	**4.95**	**0.45**	**8.50**	**0.41**	**0.78**	**1.46**	**422.71**
Net Block as on March 31, 2026	**48.88**	**245.00**	**68.56**	**5.46**	**0.97**	**3.67**	**0.37**	**6.96**	**0.34**	**0.51**	**1.87**	**382.60**

The changes in the carrying value of property, plant and equipment for the year ended March 31, 2025 were as follows:

Particulars	Land	Building	Plant and equipment	Furniture and fixtures	Office Equipment	Electric Installations	Factory Equipment	Moulds	R & D Equipments	Vehicles	Computer Equipment	Total
Gross Block Cost as on April 1, 2024	**45.94**	**654.93**	**462.71**	**109.17**	**19.48**	**73.46**	**2.81**	**26.36**	**1.93**	**16.76**	**29.27**	**1,442.82**
Additions During the Financial Year	-	-	-	-	-	-	-	0.15	-	-	-	0.15
Deletions during the financial year	-	-	-	-	-	-	-	-	-	-	-	-
Gross Block Cost as on March 31, 2025	**45.94**	**654.93**	**462.71**	**109.17**	**19.48**	**73.46**	**2.81**	**26.51**	**1.93**	**16.76**	**29.27**	**1,442.97**
Accumulated Depreciation as on April 1, 2024	**-**	**(355.79)**	**(363.86)**	**(99.31)**	**(17.26)**	**(66.78)**	**(2.26)**	**(16.16)**	**(1.43)**	**(15.98)**	**(26.96)**	**(965.79)**
Current Year Depreciation	-	(28.42)	(17.89)	(2.55)	(1.00)	(1.73)	(0.10)	(1.85)	(0.09)	-	(0.85)	(54.48)
Accumulated Depreciation on deletions	-	-	-	-	-	-	-	-	-	-	-	-
Accumulated Depreciation as on March 31, 2025	**-**	**(384.21)**	**(381.75)**	**(101.86)**	**(18.26)**	**(68.51)**	**(2.36)**	**(18.01)**	**(1.52)**	**(15.98)**	**(27.80)**	**(1,020.26)**
Net Block as on April 1, 2024	**45.94**	**299.14**	**98.85**	**9.87**	**2.22**	**6.68**	**0.55**	**10.20**	**0.50**	**0.78**	**2.31**	**477.03**
Net Block as on March 31, 2025	**45.94**	**270.72**	**80.96**	**7.31**	**1.22**	**4.95**	**0.45**	**8.50**	**0.41**	**0.78**	**1.46**	**422.71**

4.2 Intangible assets

The changes in the carrying value of Intangible assets for the year ended March 31, 2026 were as follows:

Particulars	Computer software	Copyrights, patents and other IPR	Total
Gross Block Cost as on April 1, 2025	**12.88**	**1,000.00**	**1,012.88**
Additions During the Financial Year	-	-	-
Deletions during the financial year	-	-	-
Gross Block Cost as on March 31, 2026	**12.88**	**1,000.00**	**1,012.88**
Accumulated Depreciation as on April 1, 2025	**(12.08)**	**-**	**(12.08)**
Current Year Depreciation	(0.31)	-	(0.31)
Accumulated Depreciation on deletions	-	-	-
Accumulated Depreciation as on March 31, 2026	**(12.39)**	**-**	**(12.39)**
Net Block as on April 1, 2025	**0.80**	**1,000.00**	**1,000.80**
Net Block as on March 31, 2026	**0.48**	**1,000.00**	**1,000.48**

The changes in the carrying value of Intangible assets for the year ended March 31, 2025 were as follows:

Particulars	Computer software	Copyrights, patents and other IPR	Total
Gross Block Cost as on April 1, 2024	**12.88**	**1,000.00**	**1,012.88**
Additions During the Financial Year	-	-	-
Deletions during the financial year	-	-	-
Gross Block Cost as on March 31, 2025	**12.88**	**1,000.00**	**1,012.88**
Accumulated Depreciation as on April 1, 2024	**(11.57)**	**-**	**(11.57)**
Current Year Depreciation	(0.52)	-	(0.52)
Accumulated Depreciation on deletions	-	-	-
Accumulated Depreciation as on March 31, 2025	**(12.08)**	**-**	**(12.08)**
Net Block as on April 1, 2024	**1.31**	**1,000.00**	**1,001.31**
Net Block as on March 31, 2025	**0.80**	**1,000.00**	**1,000.80**

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CIN No : L24240GJ1985PLC008282
Registered Office : Plot No:165/B-15&16, 2nd Phase ,G I D C,VAPI, District Valsad, Gujarat-396195

Notes forming part of the financial statements as at March 31, 2026

Note: 5
Other Non Current Financial Assets

Particulars	As at March 31,2026	As at March 31, 2025
Security Deposits	0.71	1.56
Total Other Financial Assets	**0.71**	**1.56**

Note: 6
Deferred Tax Assets (Net)

Particulars	As at March 31,2026	As at March 31, 2025
Related to Disallowances u/s 43B & 40A(7)&40(a) of Income Tax Act. 1961	7.84	9.31
Related to Property, Plant & Equipments	28.64	33.99
Related to Unabsorbed income tax losses	-	0.25
Total Defferd Taxes	**36.49**	**43.55**

Note: 7
Inventories

Particulars	As at March 31,2026	As at March 31, 2025
Stock in Trade	1,874.09	2,123.51
Total Inventories	**1,874.09**	**2,123.51**

Note: 8
Trade receivables

Particulars	As at March 31,2026	As at March 31, 2025
Trade Receivables- Secured		
Trade Receivables- Unsecured		
(a) Undisputed Trade Receivables considered good		
Less than 6 months	0.91	201.79
6 months to 1 year	0.08	0.48
1 to 2 years	0.10	13.49
2 to 3 years	0.90	1.21
More Than 3 years	0.24	0.06
(b) Trade Receivables which have significant increase in Credit Risk		
Less than 6 months	-	-
6 months to 1 year	-	-
1 to 2 years	-	-
2 to 3 years	-	-
More Than 3 years	-	-
(c) Trade Receivables - credit impaired		
Less:- Allowance for expected credit loss	0.01	0.15
Total Trade receivables	**2.21**	**216.87**

Note: 9
Cash and Cash Equivalents

Particulars	As at March 31,2026	As at March 31, 2025
Balances with banks in current accounts	23.23	3.01
Cash on hand	1.42	5.66
Total Cash and bank balance	**24.65**	**8.66**

Note: 10
Bank balances other than cash and cash equivalents

Particulars	As at March 31,2026	As at March 31, 2025
Fixed deposit with banks LC margin money	124.18	136.77
Total Other bank balances	**124.18**	**136.77**

Note: 11
Other Current Financial Assets

Particulars	As at March 31,2026	As at March 31, 2025
Unsecured Considered Good-		
Security deposites with lease term 11 months	1.38	23.02
Loans & Advances to Employees	38.75	33.76
Loans & Advances to Related Parties	-	1.85
Total Current Loans & Advances	**40.13**	**58.63**

Note: 12
Other Current Assets

Particulars	As at March 31,2026	As at March 31, 2025
Unsecured Considered Good-		
Advances given to Suppliers of Goods	19.92	9.50
Balances With Government Authorities	10.00	22.48
Prepaid Expenses	2.89	2.84
Total Other Current Assets	**32.81**	**34.83**

Note: 14
Other Equity

Particulars	As at March 31,2026	As at March 31, 2025
Securities Premium		
Opening Balance	1,085.25	1,085.25
Add: Any further addition	-	-
Less: Utilised/ transferred during the year	-	-
Closing Balance	**1,085.25**	**1,085.25**
Capital Reserve		
Opening Balance	0.31	0.31
Add: Any further addition	-	-
Less: Utilised/ transferred during the year	-	-
Closing Balance	**0.31**	**0.31**
Retained Earnings		
Opening Balance	444.89	441.89
Add: Profit/(Loss) for the year	5.12	3.00
Closing Balance	**450.01**	**444.89**
Other Comprehensive Income		
Remeasurement Gains/(losses) on defined benefit plans-		
Opening Balance	20.60	18.41
Add or Less : Transactions during the year	6.37	2.20
Closing Balance	**26.97**	**20.60**
Total Other Equity	**1,562.54**	**1,551.05**

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Notes forming part of the financial statements as at March 31, 2026

(Amount in Lakhs)

Note: 13	Share Capital				
	Particulars	**As at March 31, 2026**		**As at March 31, 2025**	
		No. of Shares	**Amount in Rs**	**No. of Shares**	**Amount in Rs**
	(a) Authorised Share Capital				
	Equity shares of 10 each with voting rights	50,00,000	500.00	50,00,000	500.00
	Total - Authorised Share Capital	**50,00,000**	**500.00**	**50,00,000**	**500.00**
	(b)Issued, subscribed and paid-up share capital comprises:				
	(i) Issued Share Capital				
	Equity shares of 10 each with voting rights	48,87,150	4,887.15	48,87,150	4,887.15
	(ii)Subscribed and Fully paid Share Capital				
	Equity shares of 10 each with voting rights	48,55,000	485.50	48,55,000	485.50
	(iii) Equity Shares Reserved for Future Allotment				
	Equity shares of 10 each with voting rights	30,500	3.05	30,500	3.05
	(iv) Equity Shares Forfeited	1,650	0.17	1,650	0.17
	Equity shares of 10 each with voting rights				
	(c) Reconciliation statement of Shares Outstanding				
	Opening Balance	48,55,000	485.50	48,55,000	485.50
	Additions				
	(a) Fresh Issue	-	-	-	-
	(b) Bonus Share	-	-	-	-
	(c) Right Share	-	-	-	-
	(d) Forfeited	-	-	-	-
	Closing	**48,55,000**	**485.50**	**48,55,000**	**485.50**

(d) The share capital of the company comprises solely of equity shares. The rights, privileges and restrictions on such shares are those as provided normally under the provisions of the Companies Act, 2013.

(e)The company does not have any holding company. Hence, disclosure regarding number of shares held by the holding company, the ultimate holding company, their subsidiary and associates does not arise.

(f) Details of shares held by each shareholder, holding more than 5% shares.

Class of shares / Name of shareholder	**As at March 31, 2026**		**As at March 31, 2025**	
	Number of shares held	**% holding in that class of shares**	**Number of shares held**	**% holding in that class of shares**
Hiitesh Topiiwaalla	25,62,990	52.79%	25,62,990	52.79%
Paramount Kumkum Private Limited	10,65,150	21.94%	10,65,150	21.94%
Total	**36,28,140**	**74.73%**	**36,28,140**	**74.73%**

(g) NIL shares (NIL shares) were reserved for issuance under auctions and contracts / commitments for the sale of shares / disinvestment.

(h) The company has not allotted fully paid up shares pursuant to contract(s) and fully paid bonus Shares, without payment being received in cash. Further, the Company has not bought back any shares. Hence, disclosure regarding number of shares and class of shares to be bought back does not arise.

(i) There are no securities issued by company which are convertible into equity / preference shares. Hence disclosure regarding terms of convertible security and earliest date of conversion does not arise.

(j) None of the calls are unpaid. Hence disclosure regarding number of shares and amount due from director, officer and others does not arise.

(l) Shares held by the promoters :

Sl No.	**Promoter Name**	**No of shares held By the Promoters**		**% of total Shares at the Beginning of the period**	**% of total Shares at End of the period**	**% change during the period**
		As at March 31, 2026	**As at March 31, 2025**			
1	Hiitesh Topiiwaalla	25,62,990	25,62,990	52.79%	52.79%	0.00%
2	Aartii Topiwaala	2,600	2,600	0.05%	0.05%	0.00%
3	Paramount Kumkum Private Limited	10,65,150	10,65,150	21.94%	21.94%	0.00%

Note: 15
Non Current Borrowings

Particulars	As at March 31,2026	As at March 31, 2025
Secured		
Term Loans		
- From Bank*	-	206.28
Unsecured		
Term Loans		
- From Bank	0.69	15.31
- From Other Parties	9.38	51.19
Total Non Current Borrowings	**10.07**	**272.78**

Details of Security *
i. TL & WCTL - 1. Second charge on entire current assets (both present and future) of the company. 2. Second charge on all assets created under expansion, which inter alia includes land and building bearing sy no. 124/3B measuring 2 acres 4 cents situated at chennapalli village, Hosur taluk, Krishnagiri Dist, Tamilnadu.
Collateral: 1. Equitable mortgage of 3 flats no. 902, 903 and 904 with built up area of 945 Sq Ft at Prestige Meridian , 29, M G Road, Bangalore owned by Paramount Kum kum Pvt Ltd on Second charge basis. 2. Lien on FD of Rs. 115 Lakhs(i.e sale proceeds from Daman property) 3. Second charge on Plant & Machinery and other Fixed Assets which are not funded by IDBI Bank.
Personal Gurantee: Irrevocable and unconditional personal gurantee of : Shri Hiitesh Topiiwaalla, Managing director of the company on second charge basis.
Corporate Gurantee of : M/s. Paramount Kum Kum Private Limited on Second chage basis. NCGTC : Compulsaorily covered under Guaranteed emergency credit line (GECL) under NCTGC.
All secured loans are classified as current maturities of long term debt under short term borrowings and same carries interest @ 9.10%(RLLR+345bp)

ii. Unsecured loans from other parties are from NBFC repayable in 36 EMIs, It consists of borrowing from 6 Parties and rate of interest varies from 14% to 21%.

iii. Unsecured loans from bank is from ICICI bank which is repayable in 36 EMI's at rate of interest 16% p.a.

Note: 16
Other Non Current Financial Liabilities

Particulars	As at March 31,2026	As at March 31, 2025
Trade Deposits	74.01	125.01
Total Non Current Provisions	**74.01**	**125.01**

Note: 17
Non Current Provisions

Particulars	As at March 31,2026	As at March 31, 2025
<u>Provisions for employee benefits:</u>		
Provision for gratuity	12.09	13.87
Provision for leave encashment	4.55	6.63
Total Non Current Provisions	**16.64**	**20.50**

Note: 18
Other Non Current Liabilities

Particulars	As at March 31,2026	As at March 31, 2025
Subsidy Received (Deferred Income)	8.00	10.00
Capital Advance for Sale of Factory	325.00	-
Total Non Current Provisions	**333.00**	**10.00**

Note: 19
Current Borrowings

Particulars	As at March 31,2026	As at March 31, 2025
Secured		
Loans repayable on demand		
- Term loan - Current Maturities of long term debt	161.35	164.56
- Working capital loan	-	477.68
Unsecured		
Loans and Advances From Related Parties	67.34	224.05
Total Current Borrowings	**228.70**	**866.30**

Details of Security

i. Cash Credit is secured hypothecation Current assets (Present and Future) of entire inlcuding all the assets created under expansion and all the current assets of the Company, equitable mortgage of land and building office premises of associate company at Bangalore, personal guarantee of Managing Director of the Company and corporate guarantee of associate company@ 9.10%(RLLR+345bps)

ii.Unsecured loans from related parties are interest free and expected to be repayable within 12 months.

Note: 20
Trade Payables

Particulars	As at March 31,2026	As at March 31, 2025
(i) Due to micro and small enterprises		
Less than One Year	49.24	17.34
1 to 2 years	8.39	1.08
2 to 3 years	-	4.22
More than 3 years	7.09	9.93
(ii) Dues to others		
Less than One Year	31.17	105.58
1 to 2 years	9.42	12.05
2 to 3 years	2.72	8.70
More than 3 years	22.59	23.45
(iii) Disputed dues - micro and small enterprises	-	-
(iv)Disputed dues - others	-	-
Total Trade Payables	**130.62**	**182.34**

Note: 21
Other Current Financial Liabilities

Particulars	As at March 31,2026	As at March 31, 2025
Security deposits taken with lease term 11 months	250.00	-
Total Other Current Financial Liabilities	**250.00**	**-**

Note: 22
Other Current Liabilities

Particulars	As at March 31,2026	As at March 31, 2025
Statutory Dues payable	16.62	21.29
Advance from Customers	22.32	25.55
Payables for Expenses	174.54	250.85
Bonus payable	2.78	43.18
Total Other Current Liabilities	**216.27**	**340.87**

Note: 23
Current Provisions

Particulars	As at March 31,2026	As at March 31, 2025
Interest accrued on income taxes of earlier years	107.53	43.79
Interest on TDS (earlier years)	17.58	15.12
Provision for Gratuity	3.01	1.75
Provision for Leave encashment	0.92	1.20
Total Short-term provisions	**129.04**	**61.87**

Note: 24
Current Tax Liabilities (Net)

Particulars	As at March 31,2026	As at March 31, 2025
Income tax (Net) - earlier years	62.92	131.65
Income tax (Net) - Current period	19.04	-
Total Current Tax Liabilities (Net)	**81.97**	**131.65**

PARAMOUNT COSMETICS (INDIA) LIMITED
CIN No : L24240GJ1985PLC008282
Registered Office : Plot No:165/B-15&16, 2nd Phase ,G I D C,VAPI, District Valsad, Gujarat-396195

Notes forming part of the financial statements for the year ended March 31, 2026

Note: 25
Revenue From Operations

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Sale of Products	2,139.47	2,038.01
Total	**2,139.47**	**2,038.01**

Note: 26
Other Income

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest Income	4.95	9.70
Profit on foreign exchange	-	1.26
Rental Income	9.00	86.40
Profit on Sale of fixed assets	1.95	-
Sale of Scrap	-	0.05
Miscellaneous Income	0.01	3.89
Sundry Balances Written back	90.60	19.71
Deferred Subsidy Income	2.00	2.00
Reversal of Expected Credit Loss	0.14	-
Reversal of Provision for Leave Encashment	2.37	-
Total	**111.00**	**123.01**

Note: 27
Purchases of stock-in-trade

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Purchase of traded goods (Net)	1,263.45	1,682.72
Add : Custom duties	12.19	26.12
Add : Freight Inward , Clearing & Forwarding	2.15	24.31
Total	**1,277.79**	**1,733.14**

Note: 28
Changes of inventories of finished goods, work-in-progress and Stock-in-Trade

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Opening Inventory		
Stock-in-Trade	2,123.51	1,695.92
Closing Inventory	**-**	-
Stock-in-Trade	1,874.09	2,123.51
Net (Increase)/Decrease	**249.41**	**-427.59**

* During the financial year ended March 31, 2026, the Company has written off inventories aggregating to ₹415.82 lakhs.

The inventories written off pertain to items identified as unfit for sale or use due to spoilage, expiry, deterioration and/or physical damage incurred during handling or storage. Such inventories were assessed and segregated by the warehouse and quality control teams from the usable and saleable stock.

Based on management's evaluation, these inventories were determined to have no recoverable value and accordingly have been written off in the books of account during the year.

The Company has represented that disposal of the aforesaid inventories shall be undertaken in compliance with applicable environmental and regulatory requirements through authorized disposal agencies/vendors, with appropriate supporting documentation maintained for traceability and compliance purposes.

Note: 29
Employee benefits expense

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Salaries and Wages - Others	199.16	218.78
Contribution to Provident Fund	8.54	7.99
Contribution to ESI Fund	2.03	2.91
Workmen & Staff Welfare Expenses	1.28	0.92
Bonus	2.78	3.30
Leave encashment	-	2.33
Gratuity	8.00	5.86
Total	**221.79**	**242.09**

Note: 30
Finance costs

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest Expenses		
Bank - on borrowings	92.09	103.48
Others - on borrowings	26.81	42.82
Others - delayed payment of IT	63.75	4.94
Other borrowing Cost	0.35	8.75
Total	**183.01**	**159.98**

Note: 31
Depreciation and Amortization Expense

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Depreciation on property, plant & equipment	45.97	54.48
Amortization on intangible assets	0.31	0.52
Total	**46.28**	**54.99**

Note: 32
Other expenses

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Selling & Distribution Expenses		
Sales Promotion Expenses	11.15	107.16
MES Expenses	55.44	70.34
CFA Commission & Reimbursements	43.21	54.61
Carriage Outwards	16.43	28.38
Advertisment expenses	0.65	0.93
Total (A)	**126.88**	**261.42**

Other Expenses		
Consumables	0.01	0.04
Power and Fuel	4.55	4.17
Rent	4.97	27.73
Rates and Taxes	3.45	8.76
Net Loss on foreign currency transactions and translations	0.73	-
Travelling and conveyance	14.27	11.35
Brokerage Expenses	-	2.11
Legal and professional	19.70	22.26
Repair & Maintenance Other	15.88	16.43
Recruitment Charges	-	0.92
Insurance	3.84	4.17
Membership & Subsriptions	5.36	5.33
Annual Listing Fees	3.84	3.25
Director Sitting Fees	8.80	4.00
Payment Auditors	7.65	7.65
Communication Expenses	5.25	4.45
Printing and Stationery	1.09	1.07
Sundry Balances Written off	12.56	5.87
Office Expenses	-	0.32
Business Development Exepenses	-	0.19
Loss Allowances under Expected Credit loss	-	0.15
Total (B)	**111.94**	**130.47**
Total (A+B)	**238.82**	**391.88**

Note: 33
Other Comprehensive Income (OCI)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Items that will not be Reclassified to Profit and Loss Account-		
Remeasurement Gains/(losses) on defined benefit plans	8.52	2.93
Income tax relating to items that will not be reclassified to profit or loss	(2.14)	(0.74)
Total	**6.37**	**2.20**

Note: 34
Earning Per Share

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Net profit attributable to equity shareholders		
Net profit for the year	5.12	3.00
Nominal value per equity share	10.00	10.00
Total number of equity shares outstanding at the beginning of the year	48,55,000	48,55,000
Total number of equity shares outstanding at the end of the year	48,55,000	48,55,000
Weighted average number of equity shares for calculating basic earning per share & diluted earning per share	48,55,000	48,55,000
Basic earning per share(Annualized)	0.11	0.06
Diluted earning per share	0.11	0.06

PARAMOUNT COSMETICS (INDIA) LIMITED
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Notes forming part of the financial statements as at March 31, 2026

Note: 35
Contingent Liabilities and Commitments

Particulars	31st March 2026	31st March 2025
Contingent liabilities not provided for :		
Income tax matters (undisputed)	19.98	79.88
Commitments:	-	-
Total	**19.98**	**79.88**

Note: 36
Foreign Currency Income & Expenditure

Particulars	31st March 2026	31st March 2025
Value of Imports on CIF Basis in respect of		
Stock-in-Trade	38.21	107.93
Expenditure in Foreign Currency :		
Expenditure other than above - nil	-	-
Earnings in Foreign Exchange		
FOB Value of Export	-	-

Note: 37
Payments to Auditors

Particulars	31st March 2026	31st March 2025
Statutory Audit	5.50	5.50
Limited Review	1.15	1.15
Tax Audit	1.00	1.00
Total	**7.65**	**7.65**

Note: 38
Leases
a. Company as a Lessor
The Company has given part of the premises along with Plant & Machinery, Equipment's and laboratory with instruments on operating lease. The lease agreement is for a period of 11 months and renewable upto a period of 5 years by mutual consent or mutually agreeable terms. The particulars in respect of such lease is as follows:

Particulars	31st March 2026	31st March 2025
Lease receipts recognised in statement of profit and loss	9.00	86.40
Future minimum rental receivables under non-cancellable operating lease		
- Not later than one year	7.50	43.20
- Later than one year and not later than five years	-	-
- Later than five years	-	-

b. Company as a Lessee
The Company’s leasing arrangement is in respect of leases for premises (office). These leasing arrangement is usually renewable by mutual consent on mutually agreeable terms and lease term is of 11 months and Company applies the ‘short-term lease’ recognition exemptions for these lease (i.e.,12 months or less)

Note: 39
Ind AS-108 Operating Segments
Operating segments are defined as components of an enterprise for which discrete financial information is available that is evaluated regularly by the chief operating officer i.e. Managing director of the company. On review of operations, it is identified that the company has only one segment.

Note: 40
Classification of Leased Assets
The Company has leased out a premises along with Plant & Machinery, Equipment's and laboratory as a single inseparable unit. As the lease consideration is not separately identifiable and involves significant operational services, the asset is classified under Property, Plant and Equipment (PPE) in accordance with Ind AS 16, and not as Investment Property under Ind AS 40.
The rental income from this arrangement has been recognised as Other Income in the Statement of Profit and Loss.

Note: 41
Trade deposits - Financial liabilities

Trade deposits from CFA agents as given in note no : 16 carries interest rates that are close to or higher than prevailing market rates. In accordance with Ind AS 109 (Para B5.1.1), these liabilities have been initially recognised at the transaction price, which approximates fair value due to the absence of observable evidence indicating a material difference. Accordingly, no discounting adjustment has been made at initial recognition. Since the contractual interest rate is close to or exceeds the market rate, the same rate has been applied as the Effective Interest Rate (EIR) for subsequent measurement at amortised cost.

Note: 42

Security Deposits - Financial Assets

The Company has classified security deposits as given in note no : 5 (including electricity, telephone, and other similar deposits) as non-current financial assets, as they are refundable only upon discontinuation of the related services and are not expected to be realized within 12 months from the reporting date.

In accordance with Ind AS 109 – Financial Instruments (Para 5.1.1 and B5.1.1), financial assets are initially measured at fair value. However, in this case, the difference between the transaction value and fair value is not considered material due to the nature, amount, and expected duration of these deposits. Accordingly, the deposits have been measured at transaction value.

Note: 43

Rental Income - Other Income

The Company has leased out its factory premises including land, building and plant & machinery to its related party, Paramount Kum Kum Private Limited ("the Lessee"), under an arrangement whereby the Lessee undertook manufacturing activities.

The Company entered into an agreement dated 23 January 2026 revising the lease rental from Rs. 7.2 Lakhs per month to Rs. 0.75 Lakhs per month with effect from 01 April 2025. The management considered the reduction in lease income considering the revised commercial terms of the arrangement, including changes in security deposit terms, reduction in utilisation of factory premises and plant & machinery, and receipt of advances against the proposed sale of such factory premises.

Note: 44

Financial instruments

Financial instruments by category

The carrying value and fair value of financial instruments by categories as at March 31, 2026 are as follows :

Particulars	Amortised cost	Financial assets / liabilities at fair value through Other comprehensive income	Financial assets / liabilities at fair value through profit or loss	Total carrying value
ASSETS				
Non Current				
(i) Other financial assets	0.71	-	-	0.71
Current				
(i) Trade receivables	2.21	-	-	2.21
(ii) Cash and cash equivalents	24.65	-	-	24.65
(iii) Bank balances other than above	124.18	-	-	124.18
(iv) Other financial assets	40.13	-	-	40.13
Total	**191.88**	**-**	**-**	**191.88**
LIABILITES				
Non Current				
(i) Borrowings	10.07	-	-	10.07
(ii) Other financial liabilities	74.01	-	-	74.01
Current				
(i) Borrowings	228.70	-	-	228.70
(ii) Trade payables	130.62	-	-	130.62
(iii) Other financial liabilities	250.00	-	-	250.00
Total	**693.40**	**-**	**-**	**693.40**

The carrying value and fair value of financial instruments by categories as at March 31, 2025 are as follows :

Particulars	Amortised cost	Financial assets / liabilities at fair value through Other comprehensive income	Financial assets / liabilities at fair value through profit or loss	Total carrying value
ASSETS				
Non Current				
(i) Other financial assets	1.56	-	-	1.56
Current				
(i) Trade receivables	216.87	-	-	216.87
(ii) Cash and cash equivalents	8.66	-	-	8.66
(iii) Bank balances other than above	136.77	-	-	136.77
(iv) Other financial assets	58.63	-	-	58.63
Total	**422.49**	**-**	**-**	**422.49**
LIABILITES				
Non Current				
(i) Borrowings	272.78	-	-	272.78
(ii) Other financial liabilities	125.01	-	-	125.01
Current				
(i) Borrowings	866.30	-	-	866.30
(ii) Trade payables	182.34	-	-	182.34
(iii) Other financial liabilities	-	-	-	-
Total	**1,446.42**	**-**	**-**	**1,446.42**

Fair value of financial assets and financial liabilities measured at amortised cost :

The management believes that the fair values of non-current financial assets (e.g. security deposites), current financial assets (e.g., cash and cash equivalents, trade receivables, loans and others excluding other derivative assets) , Other non current financial liabilities (i.e., trade deposites) and current financial liabilities (e.g. trade payables and other payables excluding derivative liabilities) approximate their carrying amounts.

Note: 45

Financial Risk Management

The Company's activities are exposed to a variety of Financial risks from its operations. The Key financial risks include Credit Risk, Market Risk and Liquidity Risk. The Company also uses derivative instruments on selective basis prudently to manage the volatility of financial markets and minismise the adverse impact on its foinancial Performance in accordance Risk Management Policy Framework.

a) Credit Risk

Credit risk is the risk that a customer or counterparty to a financial instrument fails to perform or pay the amounts due causing financial loss to the company. The company is exposed to credit risk from its operating activities primarily arising from trade recerivables from customers and other financial instruments.

Customer Credit risk is managed as per the Company's established policy, procedures and control framework relating to customer credit risk management. The company assesses the credit quality of the counterparties taking into account their financial position and credit worthiness, the age of specific receivable balance and the current and expected collection trends, age of its contracts in progress, historically observed default over the expected life of trade receivables. Credit risk is also actively managed to the extent feasible by securing payment through letter of credit, advance payment and bill discounting facility. The Company's exposure (unsecured trade receivables) and credit ratings of its counter parties are continously monitored and assessed while ensuring that the aggregate value of the transaction is reasonably spread amongst counterparties. The company uses the expected credit loss model to assess the impairement allowance on trade receivables, if any on the reporting date and accordingly applied the same for measurement and recognition of impairment losses on trade receivables.

b) Market Risk

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

i) Foreign Exchange Risk

The Company is exposed to foreign currency risk primarily on account of import payables denominated in USD. As of the reporting date, the Company has not entered into any forward contracts or derivative instruments to hedge its foreign currency exposure.

The Company monitors exchange rate movements and evaluates its foreign currency exposure regularly. However, it currently follows a natural hedging approach, relying on short credit cycles and internal risk assessments rather than active hedging.

Sensivity analysis:

Particulars	% Change	Impact on Profit Before Tax - Increase /(Decrease)	
		31st March 2026	31st March 2025
Sensitivity on USD import exposure	1% - Increase	-	(0.35)
Sensitivity on USD import exposure	1% - Decrease	-	0.35

ii) Interest rate risk

The Company’s interest rate risk arises primarily from borrowings at variable rates linked to market benchmarks . As of the reporting date, the Company has not entered into any interest rate swaps or derivative contracts to hedge its exposure.

Management regularly monitors interest rate movements and evaluates borrowing structures. Based on current interest rate trends and the size of borrowings, the Company has assessed that the risk is acceptable and has opted not to hedge.

Sensivity analysis:

Particulars	Change in BPS	Impact on Profit Before Tax - Increase /(Decrease)	
		31st March 2026	31st March 2025
Borrowings from banks & other financial institutions	50 basis points increase	(3.01)	(3.89)
Borrowings from banks & other financial institutions	50 basis points decrease	3.01	3.89

c) Liquidity Risk

Liquidity risk arises from the Company's inability to meet its financial obligations in a timely manner. The Company manages this risk through regular monitoring of cash flows and maintaining sufficient undrawn working capital facilities. The Company does not use hedging instruments for liquidity risk but relies on operational cash flow and sanctioned credit lines.

Maturity Profile of Financial Liabilities as on 31st March 2026

Particulars	on Demand & Less than 1 year	>1 year
(i) Borrowings	228.70	10.07
(ii) Trade payables	130.62	-
(iii) Other financial liabilities	250.00	74.01

Maturity Profile of Financial Liabilities as on 31st March 2025

Particulars	on Demand & Less than 1 year	>1 year
(i) Borrowings	866.30	272.78
(ii) Trade payables	182.34	-
(iii) Other financial liabilities	-	125.01

Note: 46

Capital Management

The Company's primary objective with respect to capital management is to ensure continuity of business and support the growth of the Company while at the same time provide reasonable returns to its various stakeholders and maximise shareholders value. In order to achieve these objectives, requirement of capital is reviewed periodically with reference to operating and business plans that take into account capital expenditure and strategic investments. Sourcing of capital is done through judicious combination of equity/ internal accruals and borrowings, both short term and long term. The capital structure is governed by policies approved by the Board of Directors and the Company monitors capital by applying net debt (total borrowings less investments and cash and cash equivalents) to equity ratio. The Company manages its capital structure and make adjustments in the light of changes in economic conditions and the requirements of financial covenants attached to the interest bearing loans and borrowings that define capital structure requirements. No changes were made in the objectives, policies or processes for managing capital during the year ended 31st March, 2026 or corresponding previous year.

Particulars	31st March 2026	31st March 2025
Debt	238.77	1,139.08
Less: Cash and Cash Equivalents	24.65	8.66
Bank balance other than cash and cash equivalents	124.18	136.77
Net Debt	89.94	993.65
Total Equity	2,048.04	2,036.55
Net Debt to Equity ratio	**4.39%**	**48.79%**

Note: 47

Financial Ratios

Particulars	Formula	2024-25	2023-24	Variance	Reason for Variance >25%
(a) Current Ratio,	Curent Asset / Current Liabilites	2.02	1.63	24%	NA
(b) Debt-Equity Ratio,	Debt/ Shareholders funds	0.12	0.56	-79%	Due to repayment of borrowings during the year
(c) Debt Service Coverage Ratio,	(EBITDA-Taxes)/ Interest and Principle	0.54	0.69	-22%	NA
(d) Return on Equity Ratio,	Net Profit After tax Average Shareholders Equity	0.003	0.001	70%	Due to increase in earnings for the current year .
(e) Inventory turnover ratio,	Cost of Goods Sold Average inventory	0.76	0.68	12%	NA
(f) Trade Receivables turnover ratio,	Turnover/ Average Trade receivable	19.53	6.76	189%	Due to decrease in the average collection period as compared to previous year.
(g) Trade payables turnover ratio,	Turnover/ Average Trade Payables	13.67	10.46	31%	Due to decrease average trade payables as compared to previous year.
(h) Net capital turnover ratio,	Turnover/ Average Working capital	2.08	2.01	4%	NA
(i) Net profit ratio,	Net profit/ Turnover	0.0024	0.0015	62%	Due to increase in earnings for the current year .
(j) Return on Capital employed,	Net profit/ Average Capital Employed	0.0023	0.0013	85%	Due to increase in earnings for the current year .
(k) Return on investment.	Return/ Average Total Investment	0.0359	0.0400	-10%	NA

Note: 48

Loans or Advances in the nature of loans granted to promoters, Directors, KMPs and the related parties (as defined under Companies Act, 2013.)

Particulars			31st March 2026		31st March 2025	
S.No	**Type of Borrower**	**Nature Of Relationship**	**Amount of loan or advance in the nature of loan outstanding**	**Percentage to the total Loans and Advances in the nature of loans**	**Amount of loan or advance in the nature of loan outstanding**	**Percentage to the total Loans and Advances in the nature of loans**
(a)	Parcos Brands Private Limited	Enterprises over which Directors have significant influence	-	0.00%	1.85	3.15%
Total			**-**	**0.00%**	**1.85**	**3.15%**

Note: 49

Reconciliation between Current Assets as per Quarterly statement filed with Bank and Current Asset as per Books of Account

Particulars	**Books**	**Statement to Bank**	**Variance**	**Period**
Debtors	200.26	200.39	(0.13)	Quarter-1
Inventory	2,121	2,121	0.00	Quarter-1
Debtors	87	88	(1.02)	Quarter-2
Inventory	2,159	2,124	34.42	Quarter-2
Debtors	28	17	11.44	Quarter-3
Inventory	2,013	2,119	(105.64)	Quarter-3
Debtors	2	-	NA*	Quarter-4
Inventory	1,874	-	NA*	Quarter-4

* Stock statements for Q4 are not available, as the respective loans were subsequently closed during the early months of FY 2026-27. Accordingly, no stock statements were submitted to the banks for Q4.

A) Reason for Difference in Debtors:

1) Difference in debtors in Q1 is attributable to the recognition of a loss allowance provision against debtors in the books, which was not considered in the stock statement submitted to the bank.

2) Difference in debtors in Q2 is attributable to the accounting of TDS receivable after the submission of the stock statement and the recognition of a loss allowance provision against debtors.

3) Difference in debtors in Q3 is attributable to the reclassification and regrouping of debtor balances, which was not reflected in the stock statement submitted to the bank.

Reason for Difference in Inventory:

1) Difference in inventory in Q2 is attributable to the non-consideration of inventory lying with certain CFA agents while submitting the stock statement to the bank.

2) Difference in inventory in Q3 is on account of obsolete stock written off in the books, which was not considered in the stock statement submitted to the bank.

PARAMOUNT COSMETICS (INDIA) LIMITED

Ind AS 24 Related Party Disclosure

Note: 50

Details of Related party disclosure

The Company's material related party transactions and outstanding balances are with the following categories of related parties with whom the Company enters into the transaction in the ordinary course of business:

	Description of Relationship	Names of the Related Parties
[a]	**Key Management Personnel (KMP)**	Mr.Hiitesh Topiiwaalla Mrs. Aartii Topiwaala Mr.Vishwas Kumar Ashok kumar Sharma Mr. Mukesh Kumar Tyagi Vishwajeet Nalinkat Mehta Mr. Rajnish Matta(CFO)
[b]	**Enterprises over which Directors have significant influence**	Paramount Kum Kum Private Limited Paramount Personal Care Private Limited Parcos Brands Private Limited Parcos Brands Investments Private Limited Parcos Brands Communication Private Limited Aiyon Innovations Private Limited Impres Health Private Limited Farmous Foods Private Limited Aiyon Products Private Limited Shingar Limited Khandelwal & Sharma LLP

Nature of Transaction with Related Parties

A) Related Party Transactions

[i]	**Loans Accepted**	**2025-26**	**2024-25**
	Hiitesh Topiiwaalla	-	7.00
[ii]	**Loans Repaid**	**2025-26**	**2024-25**
	Aartii Topiwaala	-	4.61
	Hiitesh Topiiwaalla	13.75	-
	Paramount Kum Kum Private Limited	142.96	-
[iii]	**Loans given repaid**		
	Parcos Brands Private Limited	1.85	-
[iv]	**Security & Business Deposits Taken:**	**2025-26**	**2024-25**
	Paramount Kum Kum Pvt Ltd	250.00	-
[v]	**Security & Business Deposits Given:**		
	Paramount Kum Kum Pvt Ltd	0.63	-
[vi]	**Security & Business Deposits adjusted against Purchase Outstanding:**	**2025-26**	**2024-25**
	Paramount Kum Kum Pvt Ltd	19.95	218.42
[vii]	**Advance given for Supply of Goods**		
	Parcos Brands Private Limited	1.85	-
[viii]	**Director Sitting Fee**		
	Vishwas Kumar Ashok kumar Sharma	4.80	-
	Mukesh Kumar Tyagi	4.00	4.00

[ix]	**Rent Expenses**	**2025-26**	**2024-25**
	Paramount Kum Kum Pvt Ltd	1.20	23.96
[x]	**Sales**	**2025-26**	**2024-25**
	Paramount Kum Kum Pvt Ltd	693.95	209.49
[xi]	**Purchases**	**2025-26**	**2024-25**
	Paramount Kum Kum Pvt Ltd	1,211.90	1,506.40
[xii]	**Rent Income**	**2025-26**	**2024-25**
	Paramount Kum Kum Pvt Ltd	9.00	86.40
[xiii]	**Capital Advance received for sale of Land**		
	Paramount Kum Kum Pvt Ltd	325.00	-
B) Related Party Balances			
[i]	**Outstanding Payable as at Year end**	**2025-26**	**2024-25**
	Loans & Advances taken outstanding:		
	Hiitesh Topiiwaalla	67.34	81.09
	Paramount Kum Kum Private Limited	-	142.96
		67.34	**224.05**
	Director Sitting Fee :		-
	Hiitesh Topiiwaalla	-	2.33
	Aartii Topiwaala	-	0.05
	Mukesh Kumar Tyagi	3.10	4.00
	Vishwas Kumar Ashok kumar Sharma	2.75	0.16
	Vishwajeet Nalinkat Mehta	-	0.55
		5.85	**7.09**
	Security Deposits Taken:		
	Paramount Kum Kum Private Limited	250.00	-
	Trade Payable :		
	Paramount Kum Kum Private Limited	37.10	-
	Capital advance received for sale of factory		-
	Paramount Kum Kum Pvt Ltd	325.00	-
[ii]	**Outstanding Receivable as at Year end**	**2025-26**	**2024-25**
	Security Deposits Given:		
	Paramount Kum Kum Private Limited	0.88	20.20
	Loan given outstanding:		
	Parcos Brands Private Limited	-	1.85
	Advance given for supply of goods outstanding:		
	Parcos Brands Private Limited	1.85	-
	Trade Receivable :		
	Paramount Kum Kum Private Limited	-	199.64

Note: 51
Employee benefit plans
1. Defined benefit plans
a) Gratuity

In accordance with Indian law, the Company operates a scheme of gratuity which is a defined benefit plan. The gratuity plan provides for a lump sum payment to vested employees at retirement, death while in employment or on termination of employment of an amount equivalent to 15 to 30 days' salary payable for each completed year of service. Vesting occurs upon completion of five continuous years of service. The Company manages the plan through a trust. The following table sets out the details of the defined benefit retirement plans and the amounts recognised in the financial statements:

[i] Change in benefit obligations

Particulars	For the period ending	
	31-Mar-26	31-Mar-25
Present Value of Obligation as at the beginning	15.62	14.33
Interest Cost	1.07	1.03
Current Service Cost	2.67	3.19
Benefits Paid	-	-
Past Service Cost	4.25	-
Actuarial (Gain) / Loss on the Obligation	(8.52)	(2.93)
Present Value of Obligation as at the end	**15.10**	**15.62**

[ii] Change in Fair value of plan assets

Particulars	For the period ending	
	31-Mar-26	31-Mar-25
Fair Value of Plan Assets as at the beginning	-	-
Expected Return on Plan Assets	-	-
Employer's Contributions	-	-
Benefits Paid	-	-
Actuarial Gain / (Loss) on the Plan Assets	-	-
Fair Value of Plan Assets as at the end	**-**	**-**

[iii] Amount recognised in the Balance Sheet

Particulars	For the period ending	
	31-Mar-26	31-Mar-25
Current Liability (Short term)	3.01	1.75
Non-Current Liability (Long term)	0.00	13.87
Present Value of Obligation	**3.01**	**15.62**

[iv] Expenses Recognised in the Income Statement

Particulars	For the period ending	
	31-Mar-26	31-Mar-25
Current Service Cost	2.67	3.19
Net Interest Cost / (Income) on the Net Defined Benefit Liability / (Asset)	1.07	1.03
Past Service Cost	4.25	-
Expenses Recognised in the Income Statement	**8.00**	**4.22**

[v] Amount recognised in the Other Comprehensive Income (OCI) for the year

Particulars	For the period ending	
	31-Mar-26	31-Mar-25
Actuarial (gains) / losses	(8.52)	(2.93)
Return on plan assets, excluding amount recognised in net interest expense	-	-
Components of defined benefit costs recognised in other comprehensive income	**(8.52)**	**(2.93)**

[vi] Funded status - recognised in Balance Sheet

Particulars	For the period ending	
	31-Mar-26	**31-Mar-25**
Deficit of plan assets over obligations	-	-
Total - Deficit	**-**	**-**

[vii] Category of assets

Particulars	As on	
	31-Mar-26	**31-Mar-25**
Funds managed by Insurer	-	-
Total	**-**	**-**

(viii) Principal actuarial assumptions at the balance sheet date :

Particulars	As on	
	31-Mar-26	**31-Mar-25**
Discount rate (per annum)	7.30%	6.85%
Salary growth rate (per annum)	7.50%	7.50%

(viii) Gratuity - As per actuarial valuation as at March 31, 2026

Particulars	As on	
	31-Mar-26	**31-Mar-25**
Actuarial Assumptions		
Mortality rate	100% of IALM 2012-14	100% of IALM 2012-14
Normal retirement age	58 Years	58 Years
Attrition / Withdrawal rates, based on Age: (per annum)		
Upto 30 years	3.00%	3.00%
31 - 44 years	2.00%	2.00%
Above 44 years	1.00%	1.00%

(ix) Sensitivity Analysis

Particulars	As on			
	31-Mar-26		**31-Mar-25**	
	Decrease	**Increase**	**Decrease**	**Increase**
Discount Rate (- / + 1%)	11.50	10.28	16.96	14.47
(% change compared to base due to sensitivity)	6.1%	-5.2%	8.6%	-7.3%
Salary Growth Rate (- / + 1%)	10.27	11.49	14.47	16.93
(% change compared to base due to sensitivity)	-5.3%	6.0%	-7.4%	8.4%
Attrition Rate (- / + 50% of attrition rates)	10.89	10.80	15.71	15.53
(% change compared to base due to sensitivity)	0.4%	-0.4%	0.6%	-0.6%
Mortality Rate (- / + 10% of mortality rates)	10.84	10.84	15.62	15.62
(% change compared to base due to sensitivity)	0.0%	0.0%	0.0%	0.0%

The discount rate indicated above reflects the estimated timing and currency of benefit payments. It is based on the yields / rates available on applicable bonds as on the current valuation date.

The salary growth rate indicated above is the Company's best estimate of an increase in salary of the employees in future years, determined considering the general trend in inflation, senority, promotions, past experience and other relevant factors such as demand and supply in employment market, etc.

Attrition rate indicated above represents the Company's best estimate of employee turnover in future (other than on account of retirement, death or disablement) determined considering various factors such as nature of business, retention policy, industry factors, past experience, etc.

The significant actuarial assumptions for the determination of the defined benefit obligations are discount rate and expected salary increase. The sensitivity analysis below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant..

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligations as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumption may be correlated. Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligations has been calculated using the Projected Unit Credit Method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet. Each year an Asset - Liability matching study is performed in which the consequences of the strategic investment policies are analysed in terms of risk and return profiles. Investment and contribution policies are integrated within this study.

b) Leave Encashment

[i] Change in benefit obligations & amount recognised in the Income Statement

Particulars	**For the period ending**	
	31-Mar-26	**31-Mar-25**
Present Value of Obligation as at the beginning	7.83	6.08
Expenses/(Income) Recognized in Income Statement	(2.37)	1.76
Present Value of Obligation as at the end	**5.47**	**7.83**

[ii] Amount recognised in the Balance Sheet

Particulars	**For the period ending**	
	31-Mar-26	**31-Mar-25**
Current Liability (Short term)	0.92	1.20
Non-Current Liability (Long term)	0.00	6.63
Present Value of Obligation	**0.92**	**7.83**

(viii) Principal actuarial assumptions at the balance sheet date :

Particulars	**As on**	
	31-Mar-26	**31-Mar-25**
Discount rate (per annum)	6.85%	7.30%
Salary growth rate (per annum)	7.50%	7.50%

(viii) Gratuity - As per actuarial valuation as at March 31, 2026

Particulars	**As on**	
	31-Mar-26	**31-Mar-25**
Actuarial Assumptions		
Mortality rate	100% of IALM 2012-14	100% of IALM 2012-14
Normal retirement age	58 Years	58 Years
Attrition / Withdrawal rates, based on Age: (per annum)		
Upto 30 years	3.00%	3.00%
31 - 44 years	2.00%	2.00%
Above 44 years	1.00%	1.00%
Rate of Leave Availment (per annum)	0.00%	0.00%
Rate of Leave Encashment during employment (per annum)	0.00%	0.00%

(ix) Sensitivity Analysis

Particulars	As on			
	58 Years		58 Years	
	Decrease	Increase	Decrease	Increase
Discount Rate (- / + 1%)	5.04	4.32	8.57	7.22
(% change compared to base due to sensitivity)	8.3%	-7.1%	9.3%	-7.9%
Salary Growth Rate (- / + 1%)	4.32	5.03	7.21	8.55
(% change compared to base due to sensitivity)	-7.1%	8.2%	-7.9%	9.2%
Attrition Rate (- / + 50% of attrition rates)	4.65	4.65	7.86	7.81
(% change compared to base due to sensitivity)	0.0%	0.0%	0.3%	-0.3%
Mortality Rate (- / + 10% of mortality rates)	4.65	4.65	7.84	7.83
(% change compared to base due to sensitivity)	0.0%	0.0%	0.0%	0.0%

The discount rate indicated above reflects the estimated timing and currency of benefit payments. It is based on the yields / rates available on applicable bonds as on the current valuation date.

The salary growth rate indicated above is the Company's best estimate of an increase in salary of the employees in future years, determined considering the general trend in inflation, senority, promotions, past experience and other relevant factors such as demand and supply in employment market, etc.

Attrition rate indicated above represents the Company's best estimate of employee turnover in future (other than on account of retirement, death or disablement) determined considering various factors such as nature of business, retention policy, industry factors, past experience, etc.

The significant actuarial assumptions for the determination of the defined benefit obligations are discount rate and expected salary increase. The sensitivity analysis below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant..

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligations as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumption may be correlated. Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligations has been calculated using the Projected Unit Credit Method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet. Each year an Asset - Liability matching study is performed in which the consequences of the strategic investment policies are analysed in terms of risk and return profiles. Investment and contribution policies are integrated within this study.

Risk analysis

Company is exposed to a number of risks in the defined benefit plan. Most significant risks pertaining to defined benefits plan and management estimation of the impact of these risks are as follows:

a. Investment risk

The present value of the defined benefit plan liability is calculated using a discount rate determined by reference to Government of India bonds. If the return on plan asset is below this rate, it will create a plan deficit.

b. Interest risk

A decrease in the interest rate on plan assets will increase the plan liability.

c. Longevity risk/life expectancy

The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and at the end of the employment. An increase in the life expectancy of the plan participants will increase the plan liability.

d. Salary growth risk

The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. An increase in the salary of the plan participants will increase the plan liability

2. Defined contribution plans:

A sum of Rs.10.57 Lakhs has been charged to the Statement of Profit and Loss in respect of Company’s contribution to provident fund and employees state insurance.

PARAMOUNT COSMETICS (INDIA) LIMITED
CIN No : L24240GJ1985PLC008282
Registered Office : Plot No:165/B-15&16, 2nd Phase ,G I D C,VAPI, District Valsad, Gujarat-396195

Notes forming part of the financial statements as at March 31, 2026

Note: 52
Regrouping & Reclassification
The previous year figures have been regrouped/reclassified wherever necessary to facilitate comparison with current year's figures.

Note: 53
Balance Confirmation from Parties
Balances in parties' accounts are subject to confirmation and reconciliation.

Note: 54
Other Statutory Information

a) The title deeds of all the immovable properties disclosed in the financials statements included under Property Plant and Equipment are held in the name of the company as at the balance sheet date.

b) The Company has not revalued its Property, Plant and Equipment (including, right to use the asset) or intangible asset or both during the year.

c)The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

d) The Company has not been declared as a wilful defaulter by any lender who has powers to declare a company as a wilful defaulter at any time during the financial year or after the end of reporting period but before the date when the financial statements are approved.
e) The Company does not have any transaction with struck-off companies.

f) The Company does not have any charge or satisfaction of charge which is yet to be registered with the Registrar of Companies (ROC) beyond the statutory period.

g) The Company has not advanced or loaned or invested funds to any other person(s) or entity(is), including foreign entities(intermediaries), with the understanding that the intermediary shall;

- Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries), or
- Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

h) The Company does not have any transactions which are not recorded in the books of account but has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
i) The company does not come with in the preview of sec 135 of the companies act hence reporting relating to CSR does not arise.
j) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

Note: 55
Other discosures

a) As per the MCA notification dated August 05, 2022, Companies (Accounts) Fourth Amendment Rules 2022. The books of accounts along with other relevant records and papers of the companies are currently maintained in the electronic mode. These are readily accesible in india at all times and backup is maintained on servers located in india, on daily basis.

b) The company is using accounting software that has an audit trail feature. The audit trail has been operated throughout the year for all transactions recorded in the books of account and has not been tampered with. The audit trail has been preserved as per the statutory requirements.

c) The disclosures under additional reporting requirements, which are not applicable to the company are not disclosed in the current year financial statements.

For and on behalf of the Board of Directors
PARAMOUNT COSMETICS (INDIA) LIMITED

Hiitesh Topiiwaalla
Managing Director
(DIN 01603345)

Aartii Topiiwaalla
Director
(DIN:03487105)

Rajnish Matta
Chief Financial Officer

Place : Bangalore
Date : 08/05/2026

As per our report of even date
For Sharma & Pagaria
Chartered Accountants

Pawan Pagaria
Partner
Membership No : 201781
UDIN : 26201781TCRNZN7811

Place : Bangalore
Date : 08/05/2026