SHABBIR AND GANESH
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INDEPENDENT AUDITORS' REPORT

To the members of GAIL MANGALORE PETROCHEMICALS LIMITED

Report on the Audit of the Financial Statements

Auditor's Opinion

We have audited the accompanying financial statements of GAIL Mangalore Petrochemicals Limited("the Company"), which comprises the Balance Sheet as at 31st March 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, and Notes to the Financial Statements, including a summary of Material Accounting Policies and other explanatory information (hereinafter referred to as "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 the Companies (Indian Accounting Standards) Rules, 2015 as amended ("Ind AS"), and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2026, and its Profit (including Other Comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made 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 the financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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

Key audit matter	How our audit addressed the key audit matter
Refer Note 29- Exceptional Items of the financial statements regarding the review of impairment provisions to PPE, ROU assets and CWIP. Significant estimate and judgement involved in the recognition of the impairment and its reversal	Obtained and evaluated the Valuation Report of Management appointed Expert for the purpose of testing the key assumptions and valuation methodologies used to determine the value in use and fair value amount.

requires a determination of future taxable income based on the Company's expectations for the arrival of value in use based on the discounted cash flow method to be compared with the fair value to arrive at recoverable amount of PPE, ROU assets and CWIP. The reversal of impairment loss made to Property, Plant and Equipment, Right of Use Assets and CWIP amounted to ₹ 26,547.66 Lakhs to the carrying value.	
Refer to the accounting policies in "Note 1A- 13 to the Financial Statements: Material Accounting Policies –Taxes on Income" and "Note 6 to the Financial Statements: Deferred Tax Assets(net)" Significant estimate and judgement involved in the recognition of deferred tax assets require a determination of future taxable income based on the Company's expectations. The assessment of realizability of deferred tax assets is based on a reasonable and supportable evidences and certainty test, depending on the composition of the deferred tax assets. Given the Company's recent financial performance, we identified recognition of deferred tax assets as a key audit matter because of the significant management judgement and assumptions involved in estimating the future taxable income based on the income forecasts approved by the Company's Management.	**Our key audit procedures included:** • Assessing the design, implementation, and operating effectiveness of management's key internal financial controls over the recognition of deferred tax assets. • Obtaining details of different components of deferred tax assets and details of estimates of taxable incomes for future periods as approved by the Management. • Evaluating the management assessment relating to the amendment in Income Tax Act and its consequential impact on items that qualify for recognition of deferred tax assets. • Evaluating the management assessment for estimating availability of future taxable profits for determination of recognition of deferred tax assets. • Assessing the period over which the deferred tax assets would be recovered against future taxable income. • Evaluating the Company's actual performance vis-à-vis the budgets for the current and past years and discussed with management their basis and assumptions in respect of evidence to support that there will be sufficient taxable income to absorb the deferred tax asset.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the financial statements and our auditor's report thereon.

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

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

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

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

The accompanying financial statements have been approved by the Company's Board of Directors. The Company's Board of Directors is responsible for the matters stated in Section 134(5) the Act with respect to the preparation and presentation 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 specified under section 133 of the Act and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibility 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 Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in 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 Standards on Auditing, specified under section 143(10) of the Act we exercise professional judgment and maintain professional scepticism 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are responsible for expressing our opinion on whether the company has adequate internal financial controls system with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we have given in the **Annexure A**, a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. Based on the verification of Records of the Company and based on the information and explanations given to us, we give in **Annexure B** a report on the Directions and Sub-Directions issued by the Comptroller and Auditor General of India in terms of Sec 143(5) of the Companies Act, 2013.

3. As required by Section 143(3) of the Act, we report that:
   a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.

   b. In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

   c. The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
   d. In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under section 133 of the Act.

e. In view of the exemption given vide notification no. G.S.R 463(E) dated June 5, 2015, issued by Ministry of Corporate Affairs, provisions of Section 164(2) of the Act regarding disqualification of Directors, are not applicable to the Company.

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 C".** Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

g. With respect to the other matters to be included in the Auditors' Report in accordance with the requirements of Section 197(16) of the Act, we offer no comments as the Company is exempted from the provisions of Section 197 vide notification no. G.S.R. 463(E) dated June 5, 2015.

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 (as amended), 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 – Refer Notes 31.I.b) to the Financial Statements.

    ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at March 31, 2026.

    iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

    iv.

    (a) The Management has represented that, to the best of its knowledge and belief, as disclosed in the Note 46 (j) to the accounts, no funds (which are material either individually or in the aggregate) 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 or entity, including foreign entity ("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, as disclosed in the Note 46 (j) to the accounts, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("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;

    c) Based on the 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) of Companies (Audit and Auditors) Rules 2014, as provided under (a) and (b) above, contain any material misstatement.

v. The company has not declared any dividend during the year.

vi. Based on our examination which included test checks, the Company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit, we did not come across any instance of audit trail feature being tampered with. Additionally, the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For SHABBIR AND GANESH.
Chartered Accountants
Firm Regn. No. 009033S

Place: - Mangalore
Date: - 15/05/2026

Digitally signed by GANESH YERMAL

CA GANESH YERMAL
Partner
Membership No. 207231
UDIN: **26207231QEVFEW6691**

Annexure A to the Independent Auditors' Report

The Annexure referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date on the financial statements of GAIL Mangalore Petrochemicals Ltd for the year ended 31 March, 2026.

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment, Capital work- in progress and relevant details of right-of-use assets.
(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) The physical verification of all the Property, Plant and Equipment was conducted by the management during the year, which, in our opinion is reasonable having regard to the size of the Company and nature of its business and discrepancies observed have been appropriately accounted for in the books.

(c) Based on our examination of lease agreement for land on which building is constructed, registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title in respect of self-constructed buildings and title deeds of all other immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date, except that

- the title deeds of Apartment and Leasehold land stand in the name of erstwhile JBF Petrochemicals Limited.
- Land at Survey Number 4-214, IP No. 9, MSEZ, Bajpe, Mangalore-574142 measuring 11.17 Acres allotted by MSEZ Ltd., Mangalore on lease held since 27/09/2012. Lease agreement is yet to be executed.

(d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

ii. (a) The company does not have any inventory. Accordingly, the provisions of clause 3 (ii) (a) of the Order is not applicable to the Company.

(b) The Company has not been sanctioned working capital limits in excess of five crore rupees by banks or financial institutions on the basis of security of the current assets at any point of time during the year. Accordingly, reporting under clause 3 (ii)(b) of the Order is not applicable.

iii. The Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year. Accordingly, the provisions of clause 3 (iii) (a), (b), (c), (d), (e) and (f) of the Order are not applicable to the Company.

iv. The Company has not advanced any loan, given any guarantee or provided any security to the parties covered under Section 185. The Company has not given any loan or made any investment covered under Section 186 of the Companies Act, 2013. Accordingly, reporting under clause 3 (iv) of the Order does not arise.

v. The Company has not accepted any deposits from the public in accordance with the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Accordingly, the provision of Clause 3(v) of the Order is not applicable to the Company.

vi. The maintenance of cost records as required under Section 148(1) of the Companies Act, 2013 is not applicable for the reporting period. Hence the question of our reporting under this clause does not arise.

vii.

(a) The company has been regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues applicable to it with the appropriate authorities.
There were no undisputed amounts payable in respect of Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues in arrears as at March 31, 2026 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, we report that there are no statutory dues referred in sub-clause (a) which have not been deposited with the appropriate authorities on account of any dispute.

viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

ix.

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

(b) The Company has not been declared a wilful defaulter by any bank or financial institution or government or any government authority.

(c) The money raised by the company by way of term loan are applied for the purposes for which these are obtained.

(d) No funds were raised on short-term basis by the Company. Accordingly, clause 3(ix)(d) of the Order is not applicable.

(e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

(f) The Company has not raised any loans during the year on the pledge of securities held in its associates and hence reporting on clause 3(ix)(f) of the Order is not applicable.

x.

(a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

xi.

(a) No fraud by the Company and no fraud on the Company has been noticed or reported during the year.

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

(c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.

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

xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.

xiv.

(a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.

(b) We have considered, the internal audit reports for the year under audit, issued to the Company in determining the nature, timing and extent of our audit procedures.

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

xvi.

(a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. 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. The Company has incurred cash losses of Rs. 4073.75 lakhs during the financial year covered by our audit and Rs. 3,329.29 lakhs during the immediately preceding financial year.

xviii. There has been no resignation of the statutory auditors of the Company during the year.

xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not 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. Further, the Company does not have any borrowings whose repayment fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. The provisions of Section 135 of the Companies Act, 2013 is not applicable for the reporting period. Hence the question of our reporting under this clause does not arise.

xxi. As the Company does not have any Subsidiaries, Associates or Joint Ventures, clause 3(xxi) of the Companies (Auditor's Report) Order 2020 is not applicable.

For SHABBIR AND GANESH.
Chartered Accountants
Firm Regn. No. 009033S

Place: Mangalore
Date: 15/05/2026

Digitally signed by GANESH YERMAL

CA GANESH YERMAL
Partner
Membership No. 207231
UDIN: **26207231QEVFEW6691**

Annexure B to the Independent Auditors' Report

Annexure referred to in paragraph 2 under the heading "Report on Other Legal and Regulatory Requirements" of our Independent Auditors report of even date on the financial statements of GAIL Mangalore Petrochemicals Ltd for the year ended 31 March, 2026

Directions under Section 143(5) of the Companies Act, 2013 for the year ended 31 March, 2026

We give below our report on the matters referred therein:

A. **General Directions**

Sl. No.	Directions	Action Taken	Impact on Financial Statement
1	Assess the fair valuation of all the investments, both quoted and unquoted, made directly by the company or through trusts, for post-retirement benefits of the employees. This includes verifying valuation methodologies, ensuring consistency with Ind AS and reviewing supporting documentation. The auditor shall provide a brief note on the valuation approach, its reasonability, and compliance with applicable regulations, reporting any material deviations or misstatements.	GAIL Mangalore Petrochemical Ltd (GMPL) has 2 types of employees- employees directly in the roles of the company and employees under deputation from holding company- GAIL India Ltd. **1. <u>Direct employees</u>** All the investments, made directly by the Company in the form of Group Gratuity Policy and Encashable paid leave Policy of Life Insurance Corporation of India, for Post-retirement benefits of the employees have been valued appropriately in accordance with the applicable financial reporting framework and applicable regulations. The company has relied on LIC of India Gratuity Report, for valuation approach and valuation methodologies. We have verified the Gratuity Report issued by LIC of India for gratuity and encashable paid leave and have not observed any material deviations or misstatements. **2. <u>Employees under deputation from GAIL India Ltd</u>** Based on our verification, GAIL Mangalore Petrochemicals Ltd, being a wholly owned subsidiary of GAIL (India) Ltd, has its post- retirement benefit investments managed by GAIL (India) Ltd Employees Provident Fund Trust and GAIL (India) Ltd. Employees Death-cum-Superannuation Gratuity Scheme and GAIL Post Retirement Medical Scheme Trust. As we are the auditors of GMPL, we were unable to independently verify the investments valuation approach, its reasonability, and compliance with applicable regulations.	Nil

2	Whether the company has system in place to process all the accounting transactions through IT system? If yes, whether review of this system and controls that are significant to the Companies financial reporting process as well as cyber security has been done by Information Security Auditing Organisations empanelled by Cert-In at a minimum frequency of once in a year and material discrepancies found, if any, have been suitably reported? The implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications may also be reported.	GMPL uses SaaS based SAP ERP which is operated by holding company GAIL (India) Limited as a primary accounting software to process all the accounting transactions. As per the information and explanations given to us the Vulnerability Assessment on IT systems within GAIL's Internal Network was done in July-August 2025 by M/s Ernst & Young LLP. The report has identified 17 issues with risk levels as below- • High risk-2 issues • Medium risk- 7 issues • Low risk-8 issues Based on the audit procedures carried out and as per the information and explanations given to us, no accounting transactions have been processed or carried outside the IT system of the Company. Accordingly, in our opinion, there are no implications on the integrity of the accounts	Nil
3	Whether funds (grants/ subsidy etc.) received/ receivable for specific schemes from Central/State Government or its agencies were properly accounted for as per the applicable accounting standards or norms and whether the received funds were utilised as per its terms and conditions? Whether accounting of interest earned on grants received has been done as per terms and conditions of the Grant. List the cases of deviation.	As per information and explanations given to us, the Company has not received any funds (grants/ subsidy etc.) from Central /State Government or its Agencies during the year.	Nil
4	Whether the Company has identified the key Risk areas? If yes, whether the Company has formulated any Risk Management Policy to mitigate these risks? If yes, (a) whether the Risk Management Policy has been formulated considering global best practices? Whether the Company has identified its data assets and whether it has been valued appropriately?	The company has identified the key risk areas and has formulated a risk management policy to mitigate these risks. As informed by management, the policy has not been specifically benchmarked against any global framework; however, it incorporates principles considered appropriate to the company's operations and risk profile. The company has identified its data assets in accordance with the applicable financial reporting framework. The data assets have also been valued in accordance with the applicable financial reporting framework.	Nil

5	Whether the Company is complying with the Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015, and other applicable rules and regulations of SEBI, Department of Investment and Public Asset Management, Ministry of Corporate Affairs, Department of Public Enterprises, Reserve Bank of India, Telecom Regulatory Authority of India, CERT-IN, Ministry of Electronics and Information Technology and National Payments Corporation of India wherever applicable? If not, the cases of deviation may be highlighted.	Based on the information and explanations given to us, secretarial audit report of the company and audit procedures carried out by us, the company is complying with the Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable rules and regulations of SEBI, Department of Investment and Public Asset Management, Ministry of Corporate Affairs, Department of Public Enterprises, Reserve Bank of India, Telecom Regulatory Authority of India, CERT IN, Ministry of Electronics and Information Technology and National Payments Corporation of India wherever applicable, except as mentioned below. 1. Non-compliance of Clause 3.1.1, 3.1.2 and 3.1.4 of the DPE Guidelines on Corporate Governance with respect to Composition of Board of Directors- Company did not have optimum combination of Functional and Independent Director on the Board of the Company during the period under review. 2. Non-compliance of Clause 4.1.1, 4.1.2, 4.4 and 5.1 of the DPE Guidelines on Corporate Governance with regard to composition of Audit Committee, Quorum of the Audit Committee and constitution of the Remuneration Committee during the period under review.	Nil

B. Sub Directions

No Sub Directions were issued for the period under audit.

For SHABBIR AND GANESH
Chartered Accountants
Firm Regn. No. 009033S

Place: Mangalore
Date: 15/05/2026

SHABBIR AND GANESH
Balakrishna Towers
Udupi-Manipal Road
Udupi-576102
CHARTERED ACCOUNTANTS

Digitally signed by GANESH YERMAL

CA GANESH YERMAL
Partner
Membership No. 207231
UDIN: **26207231QEVFEW6691**

Annexure C to the Independent Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members of GAIL Mangalore Petrochemicals Limited on the audit of Ind AS financial statements for the year ended 31st March 2026

Report on the Internal Financial Controls with reference to Financial Statements under clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to Financial Statements of GAIL Mangalore Petrochemicals 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.

Management's and Board of Directors' Responsibility for Internal Financial Controls

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls with reference to Financial Statements 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 (The "Guidance Note"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013 ("the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing issued by the Institute of Chartered Accountants of India ('ICAI'), prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to Financial Statements. 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 with reference to Financial Statements 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 with reference to Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to Financial Statements included obtaining an understanding of internal financial controls with reference to Financial Statements, 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to Financial Statements.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control with reference to Financial Statements 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 with reference to Financial Statements 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 with reference to Financial Statements, 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 with reference to Financial Statements to future periods are subject to the risk that the internal financial control with reference to Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion and 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 with reference to Financial Statements and such internal financial controls with reference to Financial Statements were operating effectively as at March 31, 2026, based on the criteria for internal control with reference to Financial Statements 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 ICAI.

For SHABBIR AND GANESH
Chartered Accountants
Firm Regn. No. 009033S

Place: Mangalore
Date: 15/05/2026

SHABBIR AND GANESH
Balakrishna Towers
Udupi-Manipal Road
Udupi-576102
CHARTERED ACCOUNTANTS

Digitally signed by GANESH YERMAL

CA GANESH YERMAL
Partner
Membership No. 207231
UDIN: **26207231QEVFEW6691**

GAIL MANGALORE PETROCHEMICALS LIMITED
GAIL BHAWAN, 16, BHIKAIJI CAMA PLACE, NEW DELHI - 110066
CIN : U24290DL2008GOI423872
Balance Sheet as at 31st March, 2026

(Rs. In Lakhs)

	Particulars	Note No.	As at 31st March, 2026	As at 31st March, 2025
	ASSETS			
(1)	**Non-current Assets**			
(a)	Property, Plant and Equipment	2	23,629.31	599.15
(b)	Capital Work in Progress	3	5,96,743.75	5,10,404.17
(c)	Intangible Assets	4	4.74	24.18
(d)	Right of Use Assets	2A	15,484.78	11,881.25
(e)	Financial assets	5	1,545.09	115.12
(f)	Deferred Tax Assets (Net)	6	49,130.40	52,787.95
(g)	Non-Current Tax Assets (Net)	7	89.67	49.84
(h)	Other Non-current Assets	8	112.13	515.52
	Sub Total (1)		6,86,739.86	5,76,377.18
(2)	**Current Assets**			
(a)	Inventories	9	-	-
(b)	Financial Assets			
	(i) Cash and Cash Equivalents	10	2,781.82	1,436.49
	(ii) Bank balances other than Cash and Cash equivalents	10A	2,075.65	1,964.91
	(iii) Other financial assets	11	186.59	143.67
(c)	Other Current Assets	12	387.42	1,072.41
	Sub Total (2)		5,431.47	4,617.48
	TOTAL ASSETS (1+2)		6,92,171.33	5,80,994.66
	EQUITY AND LIABILITIES			
(1)	**Equity**			
(a)	Equity Share capital	13	1,25,000.00	1,09,000.00
(b)	Other equity	14	3,02,548.30	2,85,890.18
	Sub Total (1)		4,27,548.30	3,94,890.18
	Liabilities			
(2)	**Non-Current Liabilities**			
(a)	Financial liabilities			
	(i) Borrowings	15	2,04,100.00	1,47,600.00
	(ii) Lease Liabilities	16	1,332.03	1,402.16
	(iii)Other Financial Liabilities	17	42,088.08	25,407.19
(b)	Provisions	18	3.88	10.84
	Sub Total (2)		2,47,523.98	1,74,420.19
(3)	**Current Liabilities**			
(a)	Financial liabilities			
	(i) Lease Liabilities	19	71.26	65.83
	(ii) Trade Payables			
	(A) Total outstanding dues of Small Enterprises and Micro Enterprises	20	79.02	37.99
	(B) Total outstanding dues of creditors other than Small Enterprises and Micro Enterprises	20	299.47	80.94
	(iii) Other Financial Liabilities	21	15,915.65	10,845.41
(b)	Other Current Liabilities	22	733.64	654.10
	Sub Total (3)		17,099.04	11,684.28
	TOTAL EQUITY AND LIABILITIES (1+2+3)		6,92,171.33	5,80,994.66

The material accounting policies and accompanying notes form an integral part of Financial Statements. 1 to 47

As per our report of even date attached

For M/s Shabbir and Ganesh
Chartered Accountants
Firm Regn. No.:009033S
Digitally signed by GANESH YERMAL

CA. GANESH Y
Partner
Membership No.:207231
UDIN:
Place: Mangalore
Date:

For and on behalf of the Board of Directors of
GAIL Mangalore Petrochemicals Limited

M K Biswas
Director
DIN: 10394523

S K Sinha
Director
DIN : 10528036

A K Dhal
Chief Finance Officer

A K Naskar
Chief Executive Officer

Devika Srivastava
Company Secretary
Membership No. A54686

Place: New Delhi
Date: 15/5/26

GAIL MANGALORE PETROCHEMICALS LIMITED
GMPL

GAIL MANGALORE PETROCHEMICALS LIMITED
GAIL BHAWAN, 16, BHIKAIJI CAMA PLACE, NEW DELHI - 110066
CIN : U24290DL2008GOI423872

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

(Rs. In Lakhs)

	Particulars	Note No.	Financial Year ended 31-Mar-26	Financial Year ended 31-Mar-25
I.	Revenue from Operations	23	-	-
II.	Other Income	24	420.54	321.10
III.	Total Income (I+II)		420.54	321.10
IV.	Expenses:			
	Employee Benefits Expense	25	318.56	252.46
	Finance Costs	26	463.69	223.78
	Depreciation and Amortisation Expense	27	484.89	118.46
	Other Expenses	28	3,705.09	3,174.14
	Total Expenses (IV)		4,972.22	3,768.85
V	Profit / (Loss) Before Exceptional Items & Tax (III- IV)		(4,551.68)	(3,447.75)
VI	Exceptional Items	29	24,876.04	2,523.78
VII	Profit / (Loss) Before Tax (V - VI)		20,324.37	(923.96)
VIII	Tax Expenses			-
	(1) Current Tax		-	
	(2) Deferred Tax	6	3,659.74	(1,063.05)
IX	Profit / (Loss) for the year (VII -VIII)		16,664.63	139.08
X	Other Comprehensive Income (OCI)			
	(A) Items that will not be subsequently reclassified to profit or loss			
	i) Re-measurement gain / (loss) on defined benefit plans		(8.69)	-
	Income tax effect thereon		2.19	-
	(B) Items that will reclassified to profit or loss			
	Total Other Comprehensive Income		(6.50)	-
XI	Total Comprehensive Income/(Loss) for the Year (IX + X)		16,658.12	139.08
XII	Earnings per Equity Share (Face value of Rs. 10 each) (In Rs.)	30		
	Basic		1.36	0.02
	Diluted		1.36	0.02

The material accounting policies and accompanying notes form an integral part of Financial Statements. 1 to 47

As per our report of even date attached
For M/s Shabbir and Ganesh
Chartered Accountants
Firm Regn. No.:009033S

Digitally signed by GANESH YERMAL

CA. GANESH Y
Partner
Membership No.:207231
UDIN:
Place: Mangalore
Date:

For and on behalf of the Board of Directors of
GAIL Mangalore Petrochemicals Limited

M K Biswas
Director
DIN: 10394523

S K Sinha
Director
DIN : 10528036

A K Dhar
Chief Finance Officer

A K Naskar
Chief Executive Officer

Devika Srivastava
Company Secretary
Membership No. A54686

Place: New Delhi
Date: 15/5/26

GAIL MANGALORE PETROCHEMICALS LIMITED
GAIL BHAWAN, 16, BHIKAJI CAMA PLACE, NEW DELHI - 110066
CIN : U24290DL2008GOI423872
Statement of Cash flows for the financial year ended 31st March, 2026

(Rs. In Lakhs)

Particulars	For the Financial Year Ended	
	31-Mar-26	31-Mar-25
A Cash Flows from Operating Activities		
1. Profit/(loss) Before Tax	20,324.37	(923.96)
2. Adjustments for:		
Depreciation / amortisation	484.89	118.46
Unrealised exchange (Gain)/ Loss	-	(0.04)
Provision for employee benefits	(6.96)	10.84
Loss on sale / write off of assets (net)	1,671.62	667.67
Impairment Provision	(26,547.66)	(3,191.46)
Finance Cost	463.69	223.78
Interest Income	(393.70)	(320.11)
Subtotal (2)	(24,328.13)	(2,490.85)
3 Operating profit/(Loss) before working capital changes (1+2)	(4,003.76)	(3,414.81)
Changes in Working Capital (Excluding Cash and Cash Equivalents):		
Inventories	-	-
Other current assets	(900.80)	398.21
Trade and Other Payables	686.33	(65.37)
4 Changes in Working Capital (Excluding Cash and Cash Equivalents)	(214.47)	332.83
Net cash (used in) / generated from operating activities (3+4)	(4,218.23)	(3,081.98)
B Cash flows from Investing Activities		
Purchase of Fixed Assets	(719.38)	(203.19)
Purchase of Intangible Assets	-	(27.92)
Payment including advances for acquiring right-of-use assets	(578.76)	(3,555.54)
Addition to CWIP	(66,202.36)	(32,335.93)
Capital Advances Paid	403.39	(515.52)
Investment in Bank Deposits	(5.00)	-
Interest received	361.04	294.33
Net cash (used in) / generated investing activities	(66,741.08)	(36,343.76)
C Cash flows from Financing Activities		
Borrowings during the period	56,500.00	-
Issue of Equity Shares	16,000.00	37,700.00
Lease Liabilities Paid	(195.36)	(195.36)
Net cash (used in) / generated from financing activities	72,304.64	37,504.64
Net (Decrease)/Increase in Cash and Cash equivalents (A+B+C)	1,345.33	(1,921.10)
Cash and Cash equivalents at the beginning of the year	1,436.49	3,357.59
Cash and Cash equivalents at the end of the year	2,781.82	1,436.49

Notes :
1 Bracket indicates cash outflow.
2 Previous Year's figures have been regrouped and rearranged, wherever necessary to make them comparable.
3 The above statement of cash flow has been prepared under the "Indirect Method" as set out in Ind AS 7 on Statement of Cash Flow.
4 Refer Note 10 for Cash and Cash Equivalents

As per our report of even date attached
For M/s Shabbir and Ganesh
Chartered Accountants
Firm Regn. No.:009033S
Digitally signed by GANESH YERMAL
CA. GANESH Y
Partner
Membership No.:207231
UDIN:
Place: Mangalore
Date:

For and on behalf of the Board of Directors of
GAIL Mangalore Petrochemicals Limited

M K Biswas
Director
DIN: 10394523

S K Sinha
Director
DIN: 10528036

A K Dhal
Chief Finance Officer

A K Naskar
Chief Executive Officer

Devika Srivastava
Company Secretary
Membership No. A54686

Place: New Delhi
Date: 15.5.26

GMPL

GAIL MANGALORE PETROCHEMICALS LIMITED
Statement of Changes in Equity for the financial year ended 31st March, 2026

(Rs. In Lakhs)

A) Equity Share Capital

(1) For the financial year ended 31st March 2026

As at 1st April 2025	Issued fresh Equity Capital	As at 31st March 2026
1,09,000.00	16,000.00	1,25,000.00

(2) For the financial year ended 31st March 2025

As at 1st April 2024	Issued fresh Equity Capital	As at 31st March 2025
71,300.00	37,700.00	1,09,000.00

B) Other Equity

(1) For the Financial Year Ended 31st March, 2026

Particulars	Reserves & Surplus			Total
	Securities Premium Reserve	Retained earnings	Capital Reserve	
Opening balance as at 1st April 2025	-	(2,72,302.48)	5,58,192.67	2,85,890.19
Profit / (Loss) for the year	-	16,658.12		16,658.12
Closing balance as at 31st March, 2026	-	(2,55,644.36)	5,58,192.67	3,02,548.31

(2) For the Financial Year Ended 31st March, 2025

Particulars	Reserves & Surplus			Total
	Securities Premium Reserve	Retained earnings	Capital Reserve	
Opening balance as at 1st April 2024	-	(2,72,441.57)	5,58,192.67	2,85,751.11
Profit / (Loss) for the year	-	139.08		139.08
Closing balance as at 31st March, 2025	-	(2,72,302.48)	5,58,192.67	2,85,890.19

The material accounting policies and accompanying notes form an integral part of Financial Statements. 1 to 47

As per our report of even date attached

For M/s Shabbir and Ganesh
Chartered Accountants
Firm Regn. No.:009033S

Digitally signed by GANESH YERMAL

CA. GANESH Y
Partner
Membership No.:207231
UDIN:
Place: Mangalore
Date:

For and on behalf of the Board of Directors of
GAIL Mangalore Petrochemicals Limited

M K Biswas
Director
DIN: 10394523

S K Sinha
Director
DIN : 10528036

A K Dhal
Chief Finance Officer

A K Naskar
Chief Executive Officer

Devika Srivastava
Company Secretary
Membership No. A54685

GMPL
GAIL MANGALORE PETROCHEMICALS LIMITED
Mangalore SEZ, Karnataka - 574 142

Place: New Delhi
Date: 15/5/26

Note 2: Property, Plant and Equipment for the year ended 31st March, 2026

(Rs. In Lakhs)

Particulars	Gross Block					Accumulated Depreciation				Impairment Loss				Net Block
	As at 1st April 2025	Additions during the year	Acquisition from AUC/Transfers	Sales/ Write off during the year	As at 31st March, 2026	As at 1st April 2025	For the year	Disposals/ Adjustments during the year	As at 31st March, 2026	As at 1st April 2025	For the year	Disposals/ Adjustments during the year	As at 31st March, 2026	As at 31st March, 2026
Building : Office/Others	570.32	114.80	-	-	685.13	204.77	92.59		297.35	42.16	(42.16)	-	-	387.77
Plant and Machinery	52.76	-	3,546.30	-	3,599.06	2.63	22.85		25.48	7.91	(625.51)	624.52	6.93	3,566.65
Electrical Equipments	213.78	86.05	19,194.00	-	19,493.82	120.21	293.99		414.20	0.85	(1,372.30)	1,371.45	-	19,079.62
Furniture & Fixtures	132.22	8.70	-	-	140.92	58.67	8.21		66.88	10.15	(10.15)			74.04
Office Equipments	135.47	154.06		(48.40)	241.12	71.01	40.55	(44.83)	66.73	-		-	-	174.39
Other Equipments	52.68	355.83	-	(11.73)	396.77	42.58	20.98	(11.15)	52.41	-		-	-	344.36
Transport Equipments	38.79	-	-	(0.36)	38.43	35.32	0.14	(0.10)	35.96	-		-	-	2.47
Total	1,196.01	719.44	22,740.29	(60.49)	24,595.26	535.79	479.30	(56.08)	959.02	61.07	(2,050.11)	1,995.97	6.93	23,629.31

Note 2: Property, Plant and Equipment for the year ended 31st March, 2025

Particulars	Gross Block					Accumulated Depreciation				Impairment Loss				Net Block
	As at 1st April 2024	Additions during the year	Acquisition from AUC/Transfers	Sales/ Write off during the year	As at 31st March, 2025	As at 1st April 2024	For the year	Disposals/ Adjustments during the year	As at 31st March, 2025	As at 1st April 2024	For the year	Disposals/ Adjustments during the year	As at 31st March, 2025	As at 31st March, 2025
Building : Office/Others	459.64		110.68		570.32	54.36	61.00	89.40	204.77	72.02	(29.86)	-	42.16	323.40
Plant and Machinery	44.11	8.65			52.76	0.82	1.81		2.63	-	7.91	-	7.91	42.22
Electrical Equipments	186.97	73.00	(38.75)	(7.45)	213.78	145.28	10.99	(36.06)	120.21	-	0.85	-	0.85	92.72
Furniture & Fixtures	136.40	44.33	(47.92)	(0.60)	132.22	85.92	10.51	(37.76)	58.67	12.79	(2.63)	-	10.15	63.40
Office Equipments	63.40	72.25		(0.18)	135.47	44.31	26.86	(0.16)	71.01	-	-	-	-	64.45
Other Equipments	72.16	4.95	(24.02)	(0.42)	52.68	64.09	1.72	(23.22)	42.58	-	-	-	-	10.10
Transport Equipments	39.11			(0.32)	38.79	34.38	1.85	(0.30)	35.92	0.79	(0.79)	-	-	2.87
Total	1,001.80	203.19	-	(8.97)	1,196.01	429.16	114.72	(8.09)	535.79	85.60	(24.53)	-	61.07	599.15

Note : 2A - Right of Use Assets for the Year ended 31st March, 2026

(Rs. In Lakhs)

Particulars	Gross Block					Accumulated Depreciation				Impairment Loss				Net Block
	As at 1st April 2025	Additions during the year	Acquisition from AUC/Transfers	Sales/ Write off during the year	As at 31st March, 2026	As at 1st April 2025	For the year	Disposals/ Adjustments during the year	As at 31st March, 2026	As at 1st April 2025	For the year	Disposals/ Adjustments during the year	As at 31st March, 2026	As at 31st March, 2026
Land : Leasehold	19,328.11	579.84		-	19,907.95	3,978.83	444.34		4,423.17	3,468.03	(3,468.03)	-	-	15,484.78
Total	19,328.11	579.84	-	-	19,907.95	3,978.83	444.34	-	4,423.17	3,468.03	(3,468.03)	-	-	15,484.78

Note : 2A - Right of Use Assets for the Year ended 31st March, 2025

Particulars	Gross Block					Accumulated Depreciation				Impairment Loss				Net Block
	As at 1st April 2024	Additions during the year	Acquisition from AUC/Transfers	Sales/ Write off during the year	As at 31st March, 2025	As at 1st April 2024	For the year	Disposals/ Adjustments during the year	As at 31st March, 2025	As at 1st April 2024	For the year	Disposals/ Adjustments during the year	As at 31st March, 2025	As at 31st March, 2025
Land : Leasehold	14,904.90	3,998.41	424.80	-	19,328.11	3,749.96	292.12	(63.25)	3,978.83	-	3,468.03	-	3,468.03	11,881.25
Total	14,904.90	3,998.41	424.80	-	19,328.11	3,749.96	292.12	(63.25)	3,978.83	-	3,468.03	-	3,468.03	11,881.25

MPL

Mangalore SEZ, Karnataka - 574142

Note : 3 - Capital Work in Progress for the year ended 31st March, 2026

(Rs. In Lakhs)

Particulars	Gross Block					Provision and Impairment Loss				Net Block
	As at 1st April 2025	Additions/ Adjustments during the year	Capitalization during the year	Retirement/ Transfer	As at 31st March, 2026	As at 1st April 2025	For the year	Disposals/ Adjustments during the year	As at 31st March, 2026	As at 31st March, 2026
A. Tangible										
Linepipe construction and related facilities	-	2,672.11			2,672.11		-	-		2,672.11
Petrochemical Project	5,62,770.81	36,004.65	(22,740.29)	(1,653.41)	5,94,381.75	1,27,152.88	(28,710.18)	(1,995.97)	96,446.73	4,97,935.03
Buildings	76,444.55	6,897.56			83,342.10	17,271.94	7,033.54		24,305.48	59,036.62
Others	8 065.40	402.09			8,467.49	1,822.30	647.11		2,469.42	5,998 07
Capital Items in Stock/Transit	9,370.54	46 176.77		(24,445.39)	31 101 92	-		-	-	31,101.92
Total	6,56,651.29	1,12,153.18	(22,740.29)	(26,098.81)	7,19,965.37	1,46,247.12	(21,029.52)	(1,995.97)	1,23 221.62	5 96 743.75

Note : 3 - Capital Work in Progress for the year ended 31st March, 2025

Particulars	Gross Block					Provision and Impairment Loss				Net Block
	As at 1st April 2024	Additions/ Adjustments during the year	Capitalization during the year	Retirement/ Transfer	As at 31st March, 2025	As at 1st April 2024	For the year	Disposals/ Adjustments during the year	As at 31st March, 2025	As at 31st March, 2025
A. Tangible										
Petrochemical Project	4,43,207.85	40,831.25	(424.80)	79 156.51	5,62 770.81	1,52,882.08	(25,729.20)	-	1,27,152.88	4,35,617.93
Buildings	75,329.86	1,114.69			76,444.55	-	17,271 94	-	17 271.94	59,172.60
Others	4,260.69	3,804.71		-	8,065.40	-	1,822.30	-	1,822.30	6,243.09
Capital Items in Stock/Transit	973.23	14,290 15		(5,892.84)	9,370.54	-			-	9,370.54
Total	6 03 594.94	60 040.79	(424.80)	(6 559.64)	6,56,651.29	1 52 882.08	(6 634.96)	-	1 46 247.12	5,10,404.17

CWIP Ageing schedule as on 31.03.2026

(Rs in lakhs)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress*	72,007.10	53,056.35	15,795.81	5,79,106.10	7,19,965.37
Projects temporarily suspended	-	-	-	-	-

* New management has taken over the control of the plant and the revival activities has been started from June 2023.Subsequently, the management has extended the project timeline, with completion expected by May 2026.

CWIP Ageing schedule as on 31.03.2025

(Rs in lakhs)

CWIP	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress*	53,056.35	15,795.81	-	5,87,799.12	6,56,651.29
Projects temporarily suspended		-	-	-	-

* New management has taken over the control of the plant and the revival activities has been started from June 2023

None of the projects under work in progress are overdue in respect of budgeted time and cost and hence overdue CWIP schedule not applicable.

CWIP completion schedule for Cost Overrun Projects as on 31st March 2026 - Nil

CWIP completion schedule for Cost Overrun Projects as on 31st March 2025 - Nil

CWIP completion schedule for Time Overrun Projects as on 31st March 2026

(Rs in lakhs)

CWIP	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
GMPL PTA Project*	7,19,965.37	-	-	-	7,19,965.37

* The commissioning period of the GMPL PTA Project has been extended from February 2026 to May 2026.

CWIP completion schedule for Time Overrun Projects as on 31st March 2025

(Rs in lakhs)

CWIP	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
GMPL PTA Project*	-	6,56,651.29	-	-	6,56,651.29

* As on 31st March 2025, the scheduled commissioning date of GMPL PTA project was February 2026 which has now been extended to May 2026

Note : 4 - Intangible Assets for the year ended 31st March, 2026

(Rs. In Lakhs)

Particulars	Gross Block					Accumulated Depreciation				Net Block
	As at 1st April 2025	Additions during the year	Acquisition from AUC	Sales/ Write off during the year	As at 31st March, 2026	As at 1st April 2025	For the year	Disposals/ Adjustments during the year	As at 31st March, 2026	As at 31st March, 2026
Softwares / Licences	27.92			(20.59)	7.33	3.74	5.58	(6.74)	2.58	4.74
Total	27.92	-	-	(20.59)	7.33	3.74	5.58	(6.74)	2.58	4.74

Note : 4 - Intangible Assets for the year ended 31st March, 2025

Particulars	Gross Block					Accumulated Depreciation				Net Block
	As at 1st April 2024	Additions during the year	Acquisition from AUC	Sales/ Write off during the year	As at 31st March, 2025	As at 1st April 2024	For the year	Disposals/ Adjustments during the year	As at 31st March, 2025	As at 31st March, 2025
Softwares / Licences	-	27.92		-	27.92	-	3.74	-	3.74	24.18
Total	-	27.92	-	-	27.92	-	3.74	-	3.74	24.18

Notes:-

1) Land is leased out to the Company for 49 years, ending in 2060.

2) Right of Use asset includes Right of Way charges paid by GMPL for using the Licensed Effective rack space in MSEZ's External pipeline corridor for 16 years till 2041 and Internal pipeline corridor for 35 years till 2060,amounting to total Gross Block of Rs. 4,423.21 Lakhs (Previous Year Rs. 4,423.21 Lakhs) and Net Block of Rs. 4,143.51 Lakhs (Previous Year Rs. 3,550.73 Lakhs).

3) The company is incurring expenditure for the ongoing project of Purified Terephthalic Acid (PTA), in Special Economic Zone, Mangalore. All the expenses incurred which are directly attributable to the project are accumulated under the head "capital-work-in progress". The expenses captalised till the completion of the project will be appropriately apportioned to the project and ultimately to respective fixed assets, on its commercial operations, on a reasonable and fair basis as per Ind AS-16 i.e. "Property, Plant and Equipments".

4) During the current year,Property,Plant & Equipment amounting to Rs.22,740.29 Lakhs (Previous year Rs.Nil) has been capitalised from Capital Work in Progress,which contains opening CWIP balances recorded on acquisition from JBF,expenditure incurred by GMPL for commissioning and allocation of common plant expenses eligible for capitalisation such as Interest costs,EPMC costs,eligible manpower costs,licence fees etc.Proportionate impairment allocated against CWIP,if any has also been transfered to Property,Plant & Equipment.

GAIL MANGALORE PETROCHEMICALS LIMITED

Notes to Financial Statements for the financial year ended ended 31st March, 2026

(Rs. in Lakhs)

Particulars	31-Mar-26	31-Mar-25
Note 5: Financial assets - Non Current		
Security Deposits	1,540.09	115.12
Bank deposits with more than 12 months maturity*	5.00	-
Total	1,545.09	115.12

*FD of Rs. 5 Lakhs is under lien to HDFC bank against sanction of credit facility and is not freely available for use by the company

Particulars	31-Mar-26	31-Mar-25
Note 6: Deferred Tax Assets (Net)		
Deferred Tax Assets	49,130.40	52,787.95

FY 2025-26:

Particulars	Opening Balance	Recognised in P&L	Closing Balance
Impairment Loss	37,695.68	6,681.52	31,014.16
Depreciation	47.40	271.16	(223.75)
Provision for employee benefits	-	(0.98)	0.98
Carry forward Losses	15,044.87	(3,291.96)	18,336.82
Remeasurement gain/loss	-	(2.19)	2.19
Total	52,787.95	3,657.55	49,130.40

FY 2024-25:

Particulars	Opening Balance	Recognised in P&L	Closing Balance
Impairment Loss	38,498.91	803.23	37,695.68
Depreciation	24.69	(22.72)	47.40
Carry forward Losses	13,201.31	(1,843.56)	15,044.87
Total	51,724.91	(1,063.05)	52,787.95

As at 31st March 2026, the company has assessed recognition of deferred tax assets by assessing availability of sufficient future taxable profits, based on financial projections which have been approved by the management to absorb the deferred tax assets.

	31-Mar-26	31-Mar-25
	49,130.40	52,787.95

Particulars	31-Mar-26	31-Mar-25
Note 7: Non-Current Tax Assets (Net)		
TDS and TCS Receivable*	89.67	49.84
Total	89.67	49.84

*TDS and TCS receivable amounting to Rs. 89.67 Lakhs includes Rs. 35.51 Lakhs pertaining to FY 2024-25 and Rs. 15.71 Lakhs pertaining to FY 2023-24, which have been adjusted by the Income Tax Department against old outstanding demands relating to period prior to acquisition through CIRP. Such adjustment is not in accordance with the NCLT Order dated 13.03.2023. Since the Resolution Plan constitutes a full and final settlement of all past liabilities, including those payable to government authorities, the adjustment of refunds against old outstanding demands is not acceptable. Accordingly, the Company has taken up the matter with the Department for issuance of the refund.

Particulars	31-Mar-26	31-Mar-25
Note 8: Other Non-current Assets		
Unsecured		
Capital advances*	744.32	1,253.37
Less: Provision for doubtful capital advances	(737.85)	(737.85)
Capital advances (net)	6.47	515.52
Prepaid expenses	105.66	-
Total	112.13	515.52

***The realisable value as per the Management estimates , Capital advances amounting to Rs.737.85 Lakhs is fully impaired.**

Particulars	31-Mar-26	31-Mar-25
Note 9: Inventories		
Stores and spares	-	
Less: Provision for obsolescence	-	-
Total	-	-
Note 10: Cash and Cash Equivalents		
Balance with Banks:		
- In Current Accounts	2,590.71	67.73
- In CLTD Account (Flexi Fixed Deposit)	189.82	1,367.76
Imprest Advance	1.30	1.00
Total	2,781.82	1,436.49
Note 10A: Bank Balances Other than Cash and Cash equivalents		
Earmarked Accounts:		
Short Term deposits with RBL Bank-Litigation Corpus	2,075.65	1,964.91
Total	2,075.65	1,964.91
Note 11: Other Financial Assets - Current		
Unsecured		
Interest Accrued	32.66	25.77
Security Deposits	153.93	117.90
Total	186.59	143.67
Note 12: Other Current Assets		
Advances to Suppliers/contractors:		
Considered Good - Unsecured	-	-
Considered Doubtful - Unsecured	-	
Claims Recoverable	-	
Prepaid Expenses	159.36	992.46
Advance to Staff	0.66	0.52
Balance with Government Authorities	227.40	79.43
Total	387.42	1,072.41

(Rs. in Lakhs)

Particulars	31-Mar-26	31-Mar-25
Note 13: Equity Share Capital		
Authorised		
1,25,00,00,000 Equity shares of Rs. 10/- each (previous year 1,25,00,00,000 Equity shares of Rs. 10/- each)	1,25,000.00	1,25,000.00
	1,25,000.00	1,25,000.00
Issued, Subscribed and fully paid-up		
125,00,00,000 Equity shares of Rs.10/- each (Previous year 109,00,00,000 Equity shares of Rs.10/- each) fully paid up	1,25,000.00	1,09,000.00
Total	1,25,000.00	1,09,000.00

13.1: Terms/rights attached to Equity shares:

The holders of equity shares of Rs.10 each are entitled to one vote per share. The equity shareholders are entitled to dividend only if dividend in a particular financial year is recommended by the Board of Directors and approved by the members at the annual general meeting of the year. In the event of liquidation of the Company, the holders of equity shares shall be entitled to receive, out of the remaining assets of the Company, after distribution of preferential amounts (if any), an amount proportionate to the number of equity shares held by them.

13.2: Reconciliation of number of shares and amount outstanding at the beginning and end of the year

Particulars	31-Mar-26		31-Mar-25	
	No. of Shares	Rs. in Lakhs	No. of Shares	Rs in Lakhs
Shares outstanding at the beginning of the year	1,09,00,00,000	1,09,000.00	71,30,00,000	71,300.00
Shares issued during the year	16,00,00,000	16,000.00	37,70,00,000	37,700.00
Shares cancelled during the year	-		-	-
Shares outstanding at the end of the year	1,25,00,00,000	1,25,000.00	1,09,00,00,000	1,09,000.00

13.3 Details of Shares held by holding company

Name of Shareholder	As at 31st March 2026		As at 31st March 2025	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
GAIL (India) Limited	1,25,00,00,000	100%	1,09,00,00,000	100%
Total	1,25,00,00,000	100%	1,09,00,00,000	100%

13.4 Details of Shareholding of Promoters

Shares held by promoters at the end of 31st March 2026

Promoter Name	No of shares held at the end of the year	% of total shares	% Change during the year
GAIL (India) Limited	1,25,00,00,000	100%	15%

Shares held by promoters at the end of 31st March 2025

Promoter Name	No. of shares held at the end of the year	% of total shares	% Change during the year
GAIL (India) Limited	1,09,00,00,000	100%	53%

13.5: Shareholders holding more than 5 percent shares in the Company

Name of Shareholder	31-Mar-26		31-Mar-25	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
GAIL (India) Limited	1,25,00,00,000	100%	1,09,00,00,000	100%
Total	1,25,00,00,000	100%	1,09,00,00,000	100%

(Rs. in Lakhs)

Particulars	31-Mar-26	31-Mar-25
Note 14: Other Equity		
Securities Premium Reserve		
As per last Balance Sheet		-
Less: Transfer to Capital Reserve	-	-
Retained Earnings		
As per last Balance Sheet	(2,72,302.48)	(2,72,441.57)
Less: Profit / (Loss) for the year	16,558.12	139.08
	(2,55,644.36)	(2,72,302.48)
Capital Reserve		
As per last Balance Sheet	5,58,192.67	5,58,192.67
Increase/(Decrease) during the year	-	-
Closing balance	5,58,192.67	5,58,192.67
Total	3,02,548.30	2,85,890.18

Nature and Purpose of reserves

A Retained Earnings

The Retained Earnings represents accumulated earnings of the Company. Retained Earnings is a free reserve of the Company and is used for the purposes like issuing bonus shares, buy back of shares and other purposes (like declaring Dividend etc.) as per the approval of Board of Directors. It includes the re measurement gain/(loss) on defined benefit plans which will not be re-classified to statement of profit and loss in subsequent periods.

B Security premium Reserve

Securities premium reserve is used to record the premium on issue of shares. The reserve 's utilised in accordance with the provisions of Section 52 of Companies Act,2013. Security premium has been transferred to capital reserve after NCLT order

C Capital Reserve

It is a reserve of a corporate enterprise which is not available for distribution as dividend.This reserve will be utilised in accordance with the provisions of the Companies Act, 2013. Share capital and security premium reserve of JBF petrochemical Ltd transferred to Capital reserve during the previous year.

GMPL

MANGALORE PETROCHEMICALS LIMITED

Mangalore SEZ, Karnataka - 574142

Rs. In Lakhs

Particulars	31-Mar-26	31-Mar-25
Note 15: Borrowings		
Intercorporate Loan - 1 GAIL (India) Limited	1,47,600.00	1,47,600.00
(Repayment in 36 quarterly instalments to start from the end of the quarter, after 24 months post scheduled commissioning date (SCOD) of the plant i.e. first payment shall be due on 30.06.2028). Interest rate is RBI Repo Rate + 1.30% p.a. Secured by a first ranking pari passu charge/mortgage on the assets(moveable and immovable, tangible and intangible) both present and future, on the entire cash flows, current assets, receivables, book debts, goodwill and revenues of whatsoever nature and wherever arising, both present and future, on all the rights, titles, interests, benefits, claims and demand, both present and future, and all bank accounts of the company.)		
Intercorporate Loan - 2 GAIL (India) Limited	56,500.00	-
(Total Loan Amount of Rs.1,45,741 Lakhs has been sanctioned by GAIL (India) Limited,out of which Rs.56,500 Lakhs has been disbursed till 31.03.2026. Repayment in 45 quarterly instalments to start after 24 months post Scheduled Commissioning Date of the plant i.e. first payment shall be due on 30.06.2028. The rate of interest shall be OIDB published interest rate of 10-Year loan + 0.20% p.a. Secured by a first ranking pari passu charge/mortgage on the assets(moveable and immovable, tangible and intangible) both present and future, on the entire cash flows, current assets, receivables, book debts, goodwill and revenues of whatsoever nature and wherever arising, both present and future, on all the rights, titles, interests, benefits, claims and demand, both present and future, and all bank accounts of the company.)		
Total	2,04,100.00	1,47,600.00
Note 16: Lease Liabilities		
Lease Liabilities	1,332.03	1,402.16
Total	1,332.03	1,402.16
Note 17: Other Financial Liabilities - Non-Current		
Interest accured but not due - ICL	32,442.14	20,172.39
(For ICL 1, Accrued interest till 31.08.2026 shall be payable in 36 monthly instalments starting 12 months after SCOD. For ICL 2, Accrued interest till 31.08.2026 shall be payable in 12 monthly instalments starting 12 months after SCOD.)		
Other liabilities*	9,645.94	5,234.80
Total	42,088.08	25,407.19
*Other liabilities include employee cost, tendering cost and other support services raised by GAIL to GMPL. This liability shall be paid 12 months after Commissioning of the plant.		
Note 18: Provisions		
Provision for employee benefits (Net)	3.88	10.84
Total	3.88	10.84

(Rs. In Lakhs)

Particulars	31-Mar-26	31-Mar-25
Note 19: Current Lease Liabilities		
Lease liabilities	71.26	65.83
Total	71.26	65.83
Note 20: Trade Payables		
Unsecured		
Trade Payables to Micro and Small Enterprises	79.02	37.99
Trade Payables to related parties	-	-
Trade Payables to creditors other than Micro enterprises and Small enterprises	299.47	80.94
	378.49	118.94

Current Trade Payables Ageing Schedule as on 31st March, 2026:

Particulars	Outstanding for following periods from due date of payment					
	Unbilled	Less than 1 Year	1 to 2 Years	2 to 3 Years	More than 3 Years	Total
MSME	76.08	2.93				79.02
Others	125.66	173.81				299.47
Disputed Dues MSME						-
Disputed Dues Others		-				
						378.49

Current Trade Payables Ageing Schedule as on 31st March, 2025:

Particulars	Outstanding for following periods from due date of payment					
	Unbilled	Less than 1 Year	1 to 2 Years	2 to 3 Years	More than 3 Years	Total
MSME	37.38	0.61				37.99
Others	76.54	4.40				80.94
Disputed Dues MSME		-				
Disputed Dues Others		-				-
						118.94

(Rs. In Lakhs)

Particulars	31-Mar-26	31-Mar-25
Note 21: Other Financial Liabilites - Current		
Funding for CIRP cost*	2,140.30	2,025.36
Creditors for Capital Goods / Services	12,124.29	7,873.66
Employee benefits payable	29.99	26.31
Deposit,Retention Money from suppliers/contractors/others	1,583.71	785.93
Others	37.37	134.15
Total	15,915.65	10,845.41

*Rs. 25 Cr has been kept as litigation corpus out of the total resolution plan amount (Refer Note 43)

(Rs. In Lakhs)

Particulars	31-Mar-26	31-Mar-25
Note 22: Other Current Liabilities		
Statutory Dues, Provisions and Other Liabilities	733.64	654.10
Total	733.64	654.10

GAIL MANGALORE PETROCHEMICALS LIMITED

Notes to Financial Statements for the financial year ended 31st March, 2026

(Rs in Lakhs)

Particulars	Financial Year ended 31-Mar-26	Financial year ended 31-Mar-25
Note 23: Revenue from Operations		
Sale of Products	-	-
Other Operating Revenue	-	-
Total	-	-
Note 24: Other Income		
Interest Income		
- Bank fixed deposits	381.53	318.67
- Others	12.17	1.44
Other Miscellaneous income	26.84	48.50
Total	420.54	368.61
Less: Transferred to Capital Work in Progress	-	(47.51)
Total	420.54	321.10
Note 25: Employee Benefit Expenses		
Salaries and Wages*	471.09	177.52
Contribution to Provident and Other Funds	37.67	12.21
Staff Welfare Expenses	99.78	184.23
Total Employee benefit expenses	608.54	373.97
Less: Salaries, wages and welfare expenses transferred to Capital work in progress	(289.98)	(121.50)
Total	318.56	252.46
*Refer Note 35		
Note 26: Finance Costs		
Interest on lease liabilities	129.58	111.80
Interest on Loan	13,633.05	12,535.54
Other interest	463.69	223.78
Total Finance cost	14,226.32	12,871.13
Less: Finance costs transferred to Capital work in progress	(13,762.63)	(12,647.34)
Total	463.69	223.78
Note 27: Depreciation and Amortisation Expense		
Depreciation of Property, Plant and Equipment	923.64	406.84
Amortization of Intangible Assets	5.58	3.74
Total Depreciation and Amortisation expenses	929.22	410.58
Less: Depreciation transferred to Capital Work in Progress	(444.34)	(292.12)
Total	484.89	118.46
Note 28: Other Expenses		
Legal & Professional Fees	38.07	29.22
Security Charges	359.25	329.82
Other Miscellaneous expenses	88.53	38.85
Power and Fuel	1,342.31	350.05
Repair & Maintenance	379.89	590.89
Communication expenses	14.84	10.52
Printing & Stationary	16.49	10.43
Rates and taxes including stamp duty	12.06	12.73
Insurance Charges	1,313.44	1,453.17
Rent and Hire Charges	105.75	85.61
Water Charges	2,756.02	39.51
Manpower Cost – Deputation employees*	3,782.78	2,377.95
Other support services by Parent Company	292.55	902.86
Payment to Auditors		
Audit Fees	6.66	6.30
Limited Review Fees	1.63	1.55
Other Expenses including the provision made	356.76	249.39
Total Expenses	10,867.01	6,488.86
Less: Other Expenses transferred to Capital Work in Progress	(7,161.93)	(3,314.73)
Total	3,705.09	3,174.14

*The expenditure incurred towards manpower cost by GAIL for employees posted on deputation in the Company are accounted for on the basis of debit note raised by GAIL for which underlying documents are held by the parent company

Note 28A: Expenditure during construction period

Particulars	Financial Year ended 31-Mar-26	Financial year ended 31-Mar-25
a) Employee Benefit Expenses	608.54	373.97
b) Finance Costs	14,226.32	12,871.13
c) Depreciation and Amortisation Expense	929.22	410.58
d) Other Expenses	10,867.01	6,488.86
e) Other Income	(420.54)	(368.61)
Total Expenditure	26,210.55	19,775.92
Less: Allocated to Capital Work in Progress		
a) Employee Benefit Expenses	289.98	121.50
b) Finance Costs	13,762.63	12,647.34
c) Depreciation and Amortisation Expense	444.34	292.12
d) Other Expenses	7,161.93	3,314.73
e) Other Income	-	(47.51)
Total Allocated to CWIP	21,658.88	16,375.69

GAIL MANGALORE PETROCHEMICALS LIMITED
Notes to Financial Statements for the financial year ended 31st March, 2026
Note 29: Exceptional Items

Particulars	Financial Year ended	Financial year ended
	31-Mar-26	31-Mar-25
Impairment Provision	26,547.66	3,191.46
Loss on write off of assets (net)	(1,671.62)	(667.67)
Total	24,876.04	2,523.78

Impairment Provision
The Company has reviewed the impairment testing of the cash generating unit (comprising of property plant equipment, Right of Use asset and capital work in progress) as on the year end. The assets have been impaired/impairment reversal done and necessary accounting effects have been provided in the financials, as per valuation reports submitted by independent valuers. The particulars of the impairment are as below:

FY 2025-26:

Sr. No.	Particulars of the asset	Carrying value before impairment testing	Recoverable value	Impairment
1	Property Plant and Equipment	23,575.17	23,029.31	(54.14)
2	Right of Use Asset	12,016.75	15,454.78	(3,468.03)
3	Capital work in progress	5,73,718.25	5,96,743.75	(23,025.50)
Total		6,09,310.17	6,35,857.83	(26,547.66)

FY 2024-25:

Sr. No.	Particulars of the asset	Carrying value before impairment testing	Recoverable value	Impairment
1	Property Plant and Equipment	574.62	599.15	(24.53)
2	Right of Use Asset	15,349.28	11,881.25	3,468.03
3	Capital work in progress	5,03,769.21	5,10,404.17	(6,634.96)
Total		5,19,693.11	5,22,884.57	(3,191.46)

Note 30: Earnings Per Equity Share

Particulars	Year ended	Year ended
	31-Mar-26	31-Mar-25
Net Profit / (Loss) for the year attributable to Equity Shareholders for Basic EPS and diluted EPS (Rs. In lakh)	16,664.63	139.08
Weighted average number of equity shares outstanding during the year for Basic EPS and Diluted EPS (in Nos.)	1,22,97,80,822	84,22,38,356
Basic and Diluted Earning per share of Rs. 10 each (in Rs.)	1.36	0.02

Note 31: Contingent Liabilities, Guarantees and Commitments
I Contingent Liabilities
a) Claims against the company not acknowledged as debt - Nil
b) Others
For the period after resolution plan approval - Nil

The Resolution Plan as approved by the Hon'ble NCLT Ahmedabad is implemented and the management and control of the affairs of the Corporate Debtor has been transferred to GAIL (India) Limited in accordance with the implementation Schedule, contained in the Resolution Plan Approval Order. Further, the Resolution Plan is a complete financial settlement of all past liabilities providing the Company JBF Petrochemicals Limited a fresh start. As such, all the past claims against the Corporate Debtor have been settled and finalised vide the approval of the Resolution Plan. In terms of the law laid in Ghanashyam Mishra and Sons Private Limited v. Edelweiss Asset Reconstruction Company Limited & Ors all past claims that do not form part of the Resolution Plan stands extinguished.

II Gurantees
1. The Company has submitted a Bank Guarantee of Rs. 1,66,20,325.00 (Previous Year: Rs. 1,66,20,325.00) in favour of GAIL (India) Limited as per the requirement laid out in the Gas Transmission Agreement between GAIL and GMPL.
2. The Company has also submitted a Bank Guarantee of Rs. 1,20,05,280.00 (Previous Year: NIL) in favour of Mangalore Refinery and Petrochemicals Limited (MRPL) as per the requirement laid out in the Agreement for sale / supply of Hydrogen between MRPL and GMPL.

III Commitment
a) Capital Commitment
Estimated amount of contracts (Inclusive of Taxes & Net of Advances) remaining to be executed on Capital account as on 31st March 2026 is Rs. 54,599.67 Lakhs (Previous year Rs. 50,893.20 Lakhs).

Note 32: IndAS 116

a) Lease liabilities:

Reconciliation of Lease Liabilities:
(₹ in Lakhs)

Particulars	Year Ended 31st March 2026	Year Ended 31st March 2025
Opening Balance	1,467.99	1,108.67
Adjustments for:		
Additions during the year	1.08	442.88
Deletions during the year	-	-
Accretion of Interest	129.58	111.80
Foreign exchange loss on restatement of lease liabilities	-	-
Lease liabilities paid during the year	195.36	195.36
Excess Lease liabilities written Back	-	-
Closing Balance	1,403.29	1,467.99
Current	71.26	65.83
Non-current	1,332.03	1,[illegible].18

GMPL

GAIL MANGALORE PETROCHEMICALS LIMITED
Notes to Financial Statements for the financial year ended 31st March, 2026
Maturity analysis of Lease Liabilities:

As at 31st March 2026

(₹ in Lakhs)

Particulars	Less than 3 months	3 to 12 months	> 1 to 5 years	> 5 years	Total
Lease Liabilities (Current)		71.26			71.26
Lease Liabilities (Non-Current)			264.71	1,067.32	1,332.03
	-	71.26	264.71	1,067.32	1,403.29

As at 31st March 2025

(₹ in Lakhs)

Particulars	Less than 3 months	3 to 12 months	> 1 to 5 years	> 5 years	Total
Lease Liabilities (Current)		65.83			65.83
Lease Liabilities (Non-Current)			328.65	1,073.51	1,402.16
	-	65.83	328.65	1,073.51	1,467.99

Amounts recognized in Statement of Profit and Loss:

(₹ in Lakhs)

Particulars	Year Ended 31st March 2026	Year Ended 31st March 2025
Depreciation on right-of-use assets	-	-
Interest expense on lease liabilities*	-	-
Expense relating to short-term leases	-	-
Expense relating to low value assets leases	-	-
Variable lease payments	-	-
Total	-	-

*Excludes interest on lease liability capitalised during the year

b) Right of Use Assets:

(₹ in Lakhs)

Particulars	Year Ended 31st March 2026	Year Ended 31st March 2025
Opening Balance	11,881.25	11,154.94
Add: Additions during the year	579.84	4,423.21
Less: Deletions during the year	-	-
Less: Depreciation for the year	444.34	228.87
Less: Impairment loss	(3,468.03)	3,468.03
Closing Balance	15,484.78	11,881.25

Note 33: Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act, 2006"):

Particulars	As at March 31, 2026	As at March 31, 2025
Amount remaining unpaid to supplier at the end of each accounting year;		
Principal	79.02	37.99
Interest on above Principal	Nil	Nil
The amount of interest paid by the buyer in terms of section 16 of the Micro, Small, and Medium Enterprises Development Act,2006 (27 of 2006), along with the amount of the payment made to supplier beyond the appointed day during each accounting year;	Nil	Nil
The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small, and Medium Enterprises Development Act,2006;	Nil	Nil
The amount of interest accrued and remaining unpaid at the end of each accounting year	Nil	Nil
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small, and Medium Enterprises Development Act,2006;	Nil	Nil

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Notes to Financial Statements for the financial year ended 31st March, 2026

Note 34: Related Party Disclosures .
i) The entire Equity Capital of the Company is held by GAIL (India) Ltd. (Holding Company) either singly or jointly.

ii) Related Party Disclosures as per Ind AS 24.
a) Relation and name of the related parties are as under:

A. Holding company
i) GAIL (India) Limited.

B. Subsidiaries of Holding Company:
i) Bengal Gas Company Limited
ii) Konkan LNG Limited
iii) Tripura Natural Gas Company Limited
iv) GAIL Global (Singapore) Pte. Limited
v) GAIL Global (USA) Inc.
vi) GAIL Global USA LNG LLC (100% subsidiary of GAIL Global (USA) Inc.)
vii) GAIL Gas Limited
viii) GAIL Global IFSC Limited

C. Indian Associates, Joint Venture Companies of Holding Company :
i) Indraprastha Gas Ltd.
ii) Central UP Gas Ltd.
iii) Green Gas Ltd.
iv) Aavantika Gas Limited
v) Bhagyanagar Gas Limited
vi) Indradhanush Gas Grid Limited
vii) Brahmaputra Cracker and Polymer Limited
viii) LLC Bharat Energy Office
ix) Mahanagar Gas Limited
x) Maharashtra Natural Gas Limited
xi) ONGC Petro additions Limited (OPaL)
xii) ONGC Tripura Power Company Limited
xiii) Petronet LNG Limited
xiv) Ramagundam Fertilizers and Chemicals Limited
xv) Talcher Fertilizers Limited
xvi) TAPI Pipeline Company Limited
xvii) Vadodara Gas Limited
xviii) Coal Gas India Limited
xix) Leafiniti Bioenergy Private Limited

D. Foreign Associates, Joint Venture Companies of Holding Company:
i) China Gas Holdings Limited
ii) Fayum Gas Company
iii) LNG Japonica Shipping Corporation Limited

E. Joint Venture Companies of GAIL Gas Limited (A Subsidiary of Holding Company)
i) Andhra Pradesh Gas Distribution Corporation Ltd. (APGDC)
ii) Rajasthan State Gas Limited. (RSGL)
iii) Haridwar Natural Gas Pvt. Ltd. (HNGPL)
iv) Goa Natural Gas Pvt. Ltd. (GNGPL)
v) Purba Bharati Gas Pvt. Ltd. (PBGPL)

F. Key Managerial Personnel
a. Chairman and non-executive director:
i) Shri Ayush Gupta

b. Non-Executive Directors:
i) Shri Ajay Tripathi
ii) Smt. Archana Chaturvedi
iii) Dr. Rama Srinivasan Velmurugan (Retired by rotation on 06.02.2026)
iv) Shri Manab Kumar Biswas
v) Shri Satish Kumar Sinha

c. Additional Directors:
i) Shri Sachchidanand Yadav (w.e.f 06.02.2026)

d. Chief Executive Officer
i) Shri Aloke Kumar Naskar

e. Chief Financial Officer
i) Shri Amiya Kumar Dhal

f. Company Secretary
i) Ms. Devika Srivastava

1. Related party transactions during the year are as under:

(Rs in Lakhs)

Sr. No.	Nature of Transaction	Holding Company		Key Management Personnel		Others		Total	
		31-Mar-26	31-Mar-25	31-Mar-26	31-Mar-25	31-Mar-26	31-Mar-25	31-Mar-26	31-Mar-25
1	Loan taken during the year	56,500.00	-					56,500.00	-
2	Equity investment received	16,000.00	37,700.00					16,000.00	37,700.00
3	Interest on Intercorporate Loan	13,633.05	12,535.54					13,633.05	12,535.54
4	Purchase of Natural Gas	0.91	-					0.91	-
5	Support Services	292.55	902.86					292.55	902.86
6	Purchase of IT Assets	-	4.67					-	4.67
7	CTC Invoice for deputed employees	3,554.17	2,182.29					3,554.17	2,182.29
8	Employee Lease Payments	-	-					-	-
9	Other interest	463.69	223.78					463.69	223.78
10	Payment of Security deposit	-	(29.89)						(29.89)
11	Interest on Security deposit	9.89	1.44					9.89	1.44
12	Remuneration to Key Management Personnel - Salary and Allowances			228.61	195.66			228.61	195.66

2. Balances with Related Parties:

Sr. No.	Name of Related Party	31-Mar-26	31-Mar-25
1	**GAIL (India) Limited:**		
	a) Equity Share Capital	1,25,000.00	1,09,000.00
	b) Loan Outstanding	2,04,100.00	1,47,600.00
	c) Interest Accrued on Loan	32,442.14	20,172.39
	d) Other Expenses	9,645.94	5,234.80
	e) Security Deposit Paid	55.40	55.40
	f) Interest accrued on Security deposit	3.40	1.03

3. Government related entities where significant transactions carried out:

Apart from transactions reported above, the Company has transactions with other Government related entities, which includes but not limited to the following:

Name of Government: Government of India (Central and State Government)

Nature of Transactions:

- Purchase of Products
- Procurement of services
- Handling and Freight Charges

These transactions are conducted in the ordinary course of the Company's business on terms comparable to those with other entities that are not Government-related.

Notes:-

1. All the transactions with holding company were made on terms equivalent to those that prevailed in arm's length transactions

GAIL MANGALORE PETROCHEMICALS LIMITED

Notes to Financial Statements for the financial year ended 31st March, 2026

Note 35: Employee Benefits

Disclosure under Ind AS 19 on Employee Benefits

I. Defined Contribution Plans

a Provident Fund

During the year, the Company has contributed Rs. 17.35 Lakhs (Previous Year: Rs. 7.40 Lakhs) to Government at predetermined fixed percentage of eligible employees' salary and charged to statement of profit and loss/ CWIP.

II. Defined Benefit Plans

a Gratuity

Each employee rendering continuous service of 5 years or more is entitled to receive gratuity amount based on completed tenure of service subject to maximum of Rs.20 lakhs at the time of separation from the Company

III. Other Long Term Benefit Plans

a Encashable Paid Leave

Encashable Paid Leave of 20 days in a calendar year will be admissible after completion of every one year of engagement. For engagement period corresponding to part of a calendar year, same will be admissible on pro rata basis. This can be accumulated beyond a period of one year. Encashment of un-availed Paid Leave shall be done at the time of separation/ termination/on the expiry of contract on the basis of last Pay drawn by the concerned individual.

IV. The summarised position of various Defined Benefit Plans & Other Long Term Benefit Plans recognised in the Statement of Profit & Loss, Balance Sheet and Other Comprehensive Income are as under:

(Rs. In lakhs)

Particulars	Gratuity		Encashable Paid Leave	
	Funded		Funded	
	2025-26	2024-25	2025-26	2024-25
a. Expenses recognized in the Statement of Profit & Loss				
Current Service Cost	5.51	4.52	14.44	6.32
Past service cost	-	-		
Interest on Benefit Obligation	-	-	0.51	
Expected Return on Plan Assets	(0.37)	-	(0.53)	
Net actuarial (Gain) / Loss recognized in the year	1.15	-	7.54	
Impact of Gratuity Limit enhancement to Rs.20 lakh reversed		-		
Interest on under funding transferred to Emp Rec account	-	-		
Other Comprehensive Income	1.15	-	7.54	-
Expenses recognized in Statement of P&L	5.13	4.52	14.43	6.32
b Reconciliation of fair value of plan assets and Present value of defined benefit obligation				
Present value of Obligation as at year end	11.18	4.52	28.82	6.32
Fair value of Plan Assets as at year end	14.84	-	21.28	-
Difference	3.66	(4.52)	(7.54)	(6.32)
Net Asset / (Liability) recognized in the Balance Sheet	3.66	(4.52)	(7.54)	(6.32)
c. Reconciliation of the changes in the Present Value of the Defined Benefit Obligations:				
Present value of Obligations as at beginning of the year	4.52	-	6.32	-
Interest Cost	-	-	0.51	-
Current Service Cost	5.51	**4.52**	14.44	**6.32**
Past Service cost	-	-		-
Benefit Paid	-	-	-	-
Net Actuarial (Gain) / Loss on Obligation	1.15	-	7.54	-
Present Value of the Defined Benefit Obligation as at end of the year	11.18	4.52	28.82	6.32
d. Reconciliation of the changes in the Fair Value of Plan Assets				
Fair Value of Plan Assets as at beginning of the year	-	-		
Expected return on Plan Assets	0.37	-	0.53	
Contributions by Employer	14.47	-	20.75	-
Benefit Paid	-	-	-	-
Actuarial Gain / (Loss)	-	-	-	-
Fair Value of Plan Assets as at end of the year	14.84	-	21.28	-
e. Principal actuarial assumption at the Balance Sheet Date				
Discount rate	7.25%	7.25%	7.25%	7.25%
Expected return on plan assets	-		-	
Annual increase in costs	-	-		-
Annual increase in salary	7.25%	7.25%	7.25%	7.25%

f. Net Asset / (Liability) recognized in the Balance Sheet (including experience adjustment impact)

Gratuity	31st March 2026	31st March 2025
Present Value of Defined Benefit Obligation as at end of the year	11.18	4.52
Fair Value of Plan Asset as at end of the year	14.84	-
Status [Surplus / (Deficit)]	3.66	(4.52)
Experience Adjustment of Plan Assets [Gain / (Loss)]	-	-
Experience Adjustment of Obligation [(Gain) / Loss]	-	-

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Encashable Paid Leave	31st March 2026	31st March 2025
Present Value of Defined Benefit Obligation as at end of the year	28.82	6.32
Fair Value of Plan Asset as at end of the year	21.28	-
Status Surplus / (Deficit)]	(7.54)	(6.32)
Experience Adjustment of Plan Assets [Gain / (Loss)]	-	-
Experience Adjustment of Obligation [(Gain) / Loss]	-	-

GAIL employees posted at GAIL Mangalore Petrochemicals Limited are on the rolls of the Holding Company. CTC of those employees deputed to GMPL are being paid by the Company to GAIL (India) Limited and debited to Manpower costs under Other Expenses. No disclosure as per Ind AS 19 has been made with reagrd to these employees as the same will be complied by the Holding Company.

Note 36: Disclosure as per IndAS 23 on 'Borrowing Cost'

Borrowing costs capitalized in assets including amount allocated towards Capital Work in Progress during the year was Rs 13,762.63 Lakhs (Previous Year Rs. 12,647.34 Lakhs).

Note 37: Disclosure regarding unhedged foreign curreny exposure:

The year end foreign currency exposures that have not been hedged by a derivative instruments or otherwise are given below

Particulars	Currency	31-Mar-26		31-Mar-25	
		Amount in FC (in Lakhs)	Amount (in Rs lakhs)	Amount in FC (in Lakhs)	Amount (in Rs lakhs)
Creditors for capital goods/services payable:	USD	1.55	147 21		
	EURO			0.31	28.62

Note 38: Outflow in foreign currency during the period on account of:

(In Lakhs)

Particulars	Currency	31-Mar-26	31-Mar-25
Interest			-
Others	EURO	49.72	6.74
	USD	86.47	99.33

Note 39: Financial Instruments

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consist of the following three levels:

Level I inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
Level II inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
Level III inputs are unobservable inputs for the asset or liability.
The following table summarises financial assets and liabilities measured at fair value on a recurring basis and financial assets that are not measured at fair value on a recurring basis (but fair value disclosures are required)

(Rs in Lakhs)

Financial assets/ Financial liabilities	Fair value as at		Fair Value hierarchy
	As at March 31,2026	As at March 31,2025	
Financial Assets			
Non Current			
(i) Investments	-	-	Level III
(ii) Loans		-	Level II
(iii)Others	1,545.09	115.12	Level II
Current			
(i) Trade Receivables		-	Level II
(ii) Cash & Cash equivalents	2,781.82	1,436.49	Level II
(iii) Bank Balances other than (ii)	2,075.65	1,964.91	Level II
(iv)-Loans	-	-	Level II
(v)Others	186.59	144.19	Level II
Total Financial Assets	6,589.14	3,660.71	
Financial Liabilities			
Non Current			
(i) Borrowings	2,04,100.00	1,47,600.00	Level II
(ii) Lease Liabilities	1,332.03	1,402.16	Level II
(iii) Other financial liabilities	42,088.08	25.407.19	Level II
Current			
(i) Borrowings	-	-	Level II
(ii) Trade Payables	378.49	118.94	Level II
(iii) Lease Liabilities	71.26	65.83	Level II
(iv) Other financial liabilities	15,915.65	10,845.41	Level II
Total Financial Liabilities	2,63,885.51	1,85,439.53	

Note:
1.There were no transfers between Level 1 and 2 in the period.
2. Loans, Borrowings are at the market rates and therefore the carrying value is the fair value.
3. The carrying amount of trade receivables, trade and other payables and short term loans are considered to be the same as their fair value due to their short term nature.

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(Rs in Lakhs)

Financial instruments by category	31st March 2026			31st March 2025		
	FVTPL	FVTOCI	Amortised Cost/At Cost	FVTPL	FVTOCI	Amortised Cost/At Cost
Financial Assets						
Investments (Non current)		-			-	
-Equity instruments		-			-	
-Debt instruments						
Investments (Current)						
-Mutual Funds	-	-	-	-	-	-
Trade receivables	-	-	2,781.82	-	-	1,436.49
Cash & Cash equivalents	-	-	2,075.65	-	-	1,964.91
Bank Balances	-	-	1,731.67	-	-	259.31
Other Financial Assets						
Total Financial Assets	-	-	6,589.14	-	-	3,660.71
Financial liabilities						
Borrowings	-	-	2,04,100.00	-	-	1,47,600.00
Trade payables	-	-	378.49	-	-	118.94
Lease Liabilities			1,403.29			1,467.99
Other financial liabilities	-	-	58,003.73	-		36,252.61
Total Financial Liabilities			2,63,885.51			1,85,439.53

Note 40: Financial Risk Management Policy

Financial Risk Management Objective and Policies:

The Company's principal financial liabilities, other than derivatives, comprise of loans and borrowings, trade and other payables and advances from customers. The Company's principal financial assets include loans and advances, trade and other receivables and cash and bank balances that derive directly from its operations. The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Board provides written principles for overall risk management as well as policies covering specific areas such as foreign exchange risk, interest rate risk, credit risk, the use of derivative financial instruments and non-derivative financial instruments, and the investment of excess liquidity. The Company does not enter into or trade financial instruments, including derivatives for speculative purposes.

i) Market Risk

Market risk is the risk that the fair value of future cash flows of financial assets will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial Assets affected by market risk include loans and borrowings, deposits and derivative financial instruments.

a) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to loan from holding company with floating interest rate linked to RBI Repo rate as disclosed in Note 15.

Sensitivity Analysis:

Term loan obtained from Holding company has a variable element of interest rate and outstanding balance of which as at the year-end is Rs. 204100.00 Lakhs (Previous Year: Rs. 147600.00 Lakhs) However, as the loan has been obtained for revival of the PTA Plant which is under construction, interest is capitalized as a part of Capital work in progress. Therefore, there is no impact on the Company's profit before tax during the year ended 31.03.2026 and 31.03.2025.

b) Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a foreign currency).

c) Commodity Price Risk

The Company is affected by the price volatility of certain commodities. Its operating activities require the purchase major machineries, equipments etc. The Company primarily purchases its raw materials and capital goods in the open market from third parties. The Company is therefore subject to fluctuations in prices for the purchase of these commodities. Therefore, the Company plans its purchases closely to optimise the price. Further since the products are of a specific nature which does not entail competition and is heterogeneous in nature due to its specification, the company's exposure to commodity risk is minimal.

ii) Liquidity Risk

The risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Liquidity risk may arise from an inability to sell a financial asset quickly at a rate close to its fair value. The Company requires funds both for short term operational needs as well as for long term capital expenditure growth projects. The Company depends entirely on infusion of funds by the holding company which provides liquidity in the short-term and long- term and manages the liquidity risk by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities as depicted below:

Rs in Lakhs

Particular	As on 31.03.2026		
	< 1 Year	1-3 years	>3 years
Financial Asset	-	-	-
Trade receivables	2,781.82	-	-
Cash & Cash equivalents	2,075.65	-	-
Bank Balances	191.59	-	1,540.09
Other Financial Assets	5,049.05	-	1,540.09
Total Financial Asset			
Financial Liability	-	9,988.00	1,94,112.00
Borrowings	71.26	160.54	1,171.49
Lease Liability	15,915.65	42,088.08	-
Other Financial Liabilities	378.49	-	-
Trade payables	16,365.40	52,236.62	1,95,283.49
Total Financial Liability			

Rs in Lakhs

Particular	As on 31.03.2025		
	< 1 Year	1-3 years	>3 years
Financial Asset	-	-	-
Trade receivables	1,436.49	-	-
Cash & Cash equivalents	1,964.91	-	-
Bank Balances	198.04	61.27	-
Other Financial Assets	3,599.44	61.27	-
Total Financial Asset			
Financial Liability	-	-	1,47,600.00
Borrowings	65.83	359.41	1,043.75
Lease Liability	10,845.41	20,172.39	5,234.80
Other Financial Liabilities	118.94	-	-
Trade payables	11,030.18	20,530.80	1,53,878.55
Total Financial Liability			

iii) Credit Risk

Credit risk is the risk that a counter party will not meet its obligations under a financial instrument or customer contract, leading to a financial loss

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Notes to Financial Statements for the financial year ended 31st March, 2026

Note 41: Capital Management

Capital includes issued capital and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximize the shareholder value. The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders, or issue new shares. No changes were made in the objectives, policies or processes during the reporting year.

Note 42: Financial Ratios

Ratio	Numerator	Denominator	2025-26	2024-25	% Variance*
Current Ratio	Current Assets	Current Liabilities	0.32	0.40	-20%
Debt – Equity Ratio	Total Debt	Shareholder's Equity	0.48	0.37	28%
Debt Service Coverage Ratio	Profit before exceptional items+ Depreciation+ Finance cost+Borrowing cost capitalised-Interest on Lease Liability	Debt Service	NA	NA	
Return on Equity (ROE)	Net Profits after taxes – Preference Dividend (if any)	Average Shareholder's Equity	0.14	0.00	9132%
Inventory Turnover Ratio	Cost of goods sold OR sales	Average Inventory	NA	NA	
Trade receivables turnover ratio	Net Credit Sales	Avg. Accounts Receivable	NA	NA	
Trade payables turnover ratio	Net Credit Purchases	Average Trade Payables	NA	NA	
Net capital turnover ratio	Net Sales	Working Capital	NA	NA	
Net profit ratio	Net Profit	Net Sales	NA	NA	
Return on capital employed (ROCE)	Earning before interest and taxes	Capital Employed	NA	NA	
Return on investment	PAT	Sum invested	NA	NA	
Interest Coverage Ratio	EBIT	Interest Expense	NA	NA	
Operating Profit Margin	Operating Profit (EBIT)	Total Revenue	NA	NA	

* i)The variation in Debt - Equity Ratio is due to increase in Total Debt during the year

ii)The variation in RoE is due to the difference in reversal of impairment provision as compared to previous year

Note 43:

1. A brief on the Corporate Insolvency Resolution Process in respect of JBF Petrochemicals Limited

IDBI Bank initiated Corporate Insolvency Resolution Process (CIRP) against JBF Petrochemicals Limited, which was admitted by NCLT Ahmedabad on 28.01.2022, with Mr. Sundaresh Bhat appointed as the Resolution Professional. GAIL (India) Limited submitted a resolution plan that was approved by the Committee of Creditors and later by NCLT on 13.03.2023. The resolution plan was successfully implemented on 10.06.2023, with GAIL taking over the management and control of the company. All liabilities, including contingent ones, were fully settled under the approved plan, and the difference between outstanding dues and amounts paid was transferred to capital reserve. GAIL infused ₹2,101 crore (₹625 crore equity and ₹1,476 crore debt), cancelled existing share capital, and became the 100% owner of the company. The company's name was changed from JBF Petrochemicals Limited to GAIL Mangalore Petrochemicals Limited effective 18.07.2023.

2. Status of Litigation Corpus set aside as per Resolution plan

As per the approved Resolution plan for JBF Petrochemicals Limited, out of the total resolution plan amount, an amount of Rs. 20 Crores was set aside for setting up a corpus to be used exclusively for meeting all direct and indirect costs and expenses associated with the litigations that may arise for representing the CoC, the RP and/or the Corporate Debtor in any litigation or proceedings, including but not limited to the avoidance transactions arising out of and/or in connection with the CIRP of the Corporate Debtor, which is arising on or after the Effective date till its final adjudication. Also, as per the decision of the Monitoring Committee, an amount of Rs. 5 Crores was set aside against the appeal (I.A. No 1893 of 2023) filed by Income tax Department before the Hon'ble NCLAT. Therefore, a total amount of 25 Crores has been set aside as Litigation Corpus.

During the year , an amount of Rs. 10.62 Lakhs (Previous year Rs. 6.25 Cr) has been paid out of the litigation corpus.

3. Avoidance / PUFE transactions filed by the RP before Hon'ble NCLT Ahmedabad

As required under the I&B code, the RP while discharging his duties under the code, below transactions were filed under Section 43-66 of the I&B Code ("PUFE Transactions") before the Hon'ble NCLT Ahmedabad seeking appropriate reliefs under the code.

Sr.No	Nature of PUFE transaction under I&B Code	Interlocutory Application No.	Amounts involved (in Lakhs)
1	Section 43 – Preferential Transactions- Preferential transactions in the nature of preferential payments to certain vendors within the look-back period as covered under Section 43 of the I&B Code 2016	I.A. 615 of 2022	70.00
2	Section 45 – Undervalued Transactions- Undervalued transactions being sale of raw material at undervaluation to various parties as covered under Section 45 of the I&B Code 2016	I.A. 603 of 2022	17.65
3	Section 66 – Fraudulent Transactions- Fraudulent transactions being sale of raw material at undervaluation to various parties, payment & provisioning of Corporate Guarantee Commission to related parties, equity infusion through round tripping of funds as covered under Section 45 of the I&B Code 2016	I.A. 617 of 2022	21,624.62
4	Section 66 - Fraudulent Transactions - Fraudulent transactions being Corporate Guarantee provided to JBF Industries Ltd. Huge sums were booked by the Corporate Debtor payable to JBFIL towards corporate guarantee commission	I.A. 668 of 2022	10,851.71
	Total		32,563.99

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Note 44:

The Ministry of Corporate Affairs (MCA) has issued a notification (Companies (Accounts) Amendment Rules, 2021) which is effective from 1st April 2023, states that every company which uses accounting software for maintaining its books of accounts shall use only the accounting software where there is feature of recording audit trail of each and every transaction and further creating an edit log of each change made in books of accounts along with the date when such changes are made and ensuring that the audit trail cannot be disabled.
The company uses SaaS based SAP ERP which is operated by holding company GAIL (India) Limited as a primary accounting software for maintaining books of Accounts which has a feature of recording audit trail (edit log) facility and that has been operative from 14-09-2023 for the transactions recorded in the software impacting books of accounts at application level.

Note 45: Segment reporting is not applicable since the company has not yet started operations after takeover.

Note 46: Other Statutory Information

a) The company does not hold any immovable property of land and building on freehold basis except a flat at Silvasa which is held in the erstwhile name of the company, as at the balance sheet date. In respect of immovable properties of land and building that have been taken on lease and disclosed as Right of Use Assets in the financial statements,the lease agreements are in the erstwhile name of the company.Further in context of Survey No 4-214, IP No 9 MSEZ,Bajpe,Mangalore 574142 measuring 11.17 Acre , registration of lease deed is also pending.

b) The Company has not revalued its Property, Plant and Equipment (including Right-of-Use Asset) since the Company has adopted cost model as its accounting policy to an entire class of Property, Plant and Equipment in accordance with Ind AS 16.

c) The Company has not granted any loan or advance in the nature of loan to promoters, directors, KMPs and other related parties that are repayable on demand or without specifying any terms or period of repayment.

d) Registration, Modification and Satisfaction of charges, where ever applicable, relating to the year under review, had been filed with the Registrar of Companies, within the prescribed time.

e) There are no proceedings 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.

f) The Company has been sanctioned an overdraft limit of Rs. 3 Crores (Previous Year - Rs. 5 Crores) from Axis bank and Rs. 2 Crores (Previous Year - NIL) from HDFC Bank both of which has not been availed as on 31.03.2026

g) The Company is not declared as willful defaulter by any bank or financial Institution or other lenders.

h) The Company did not have any transactions with Companies struck off under Section 248 of Companies Act, 2013 or Section 560 of Companies Act, 1956 considering the information available with the Company.

i) There are no Scheme of Arrangements approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013 during the year.

j) 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 lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

k) The Company do not have any transaction which are not recorded in the books of accounts that has been surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 during any of the years

l) The Company did not trade or invest in Crypto Currency or virtual currency during the financial year. Hence, disclosures relating to it are not applicable.

Note 47: a) Previous year figures have been regrouped and reclassified, wherever necessary to confirm to the current years classification.
This reclassification do not have a material impact on the financial statements
b) Figures in brackets denote negative figures.

As per our report of even date attached
For **M/s Shabbir and Ganesh**
Chartered Accountants
Firm Regn. No.:009033S

Digitally signed by GANESH YERMAL

CA. GANESH Y
Partner
Membership No.:207231
UDIN:
Place: Mangalore
Date:

For and on behalf of the Board of Directors of
GAIL Mangalore Petrochemicals Limited

M K Biswas
Director
DIN: 10394623

S K Sinha
Director
DIN: 10528036

A K Dhal
Chief Finance Officer

A K Naskar
Chief Executive Officer

Company Secretary
Membership No. A54686

GMPL
GAIL MANGALORE PETROCHEMICALS LIMITED

Place: New Delhi
Date: 15/5/26