RENEWABLE ENERGY SYSTEMS LIMITED

41st
A N N U A L R E P O R T

2025-2026

BOARD OF DIRECTORS

Sri.G.Narasinga Rao	Director
Sri.D.Suresh Kumar	Director
Sri.M.B.Prasad	Director

Registered Office

Plot No.D-13, Phase V,
IDA, Jeedimetla,
Hyderabad - 500 055.

Factory

Plot No.D-13, Phase V,
IDA, Jeedimetla,
Hyderabad – 500 055.

Statutory Auditors
M/s.MAHADEVAN&Co.,
Chartered Accountants.
302,Samvai Towers
New Narayanaguda
Hyderabad- 500 029.

RENEWABLE ENERGY SYSTEMS LIMITED
Registered Office: D-13, Phase V, IDA, Jeedimetla, Hyderabad 500 055
CIN U40106TG1985PLC005358

Tel No.040-23097279 Fax No.040-23097279
Website:resindia.co.in email: resph5@hotmail.com

NOTICE is hereby given that the 41st (Forty First) Annual General Meeting of the Members of Renewable Energy Systems Limited will be held on Wednesday, the 30th day of September, 2026, at 11.00 hrs through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM") to transact the following business :

ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Financial Statements for the financial year ended on 31st March, 2026 along with the Report of the Directors and the Auditors:

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

"**RESOLVED THAT** the Audited Financial Statements of the Company for the financial year ended 31st March, 2026 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and are hereby considered and adopted."

2. To appoint Mr.G.Narasinga Rao, who retires by rotation as a Director

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

"**RESOLVED THAT** pursuant to provisions of Section 152 of the Companies Act, 2013, Mr.G.Narasinga Rao (DIN 01456442), who retires by rotation at this meeting be and is hereby appointed as a Director of the Company liable to retire by rotation."

By Order of the Board
For Renewable Energy Systems Limited

Place : Hyderabad

Date :05-09-2026

G N RAO
Director
DIN 01456442

Notes :

1. The Ministry of Corporate Affairs ('MCA'), inter-alia, vide its General Circular Nos. 20/2020 dated 05.05.2020, followed by General Circular Nos. 20/2020 dated May 5, 2020,

General Circular No.10/2022, dtd 28.12.2022, General Circular No.09/2023, dtd 25.9.2023, General Circular No. 09/2024, dated 19th September, 2024, and Circular dated 22.9.2025 (collectively referred to as 'MCA Circulars') has permitted the holding of the AGM through Video Conferencing ('VC') or through Other Audio-Visual Means ('OAVM'), without the physical presence of the Members at a common venue.

In compliance with the applicable provisions of the Act, and MCA Circulars, the 41st AGM of the Company is being held through VC/OAVM on Wednesday, the 30th September, 2026, at 11.00 hrs noon. (IST). The proceedings of the AGM will be deemed to be conducted at the Registered Office of the Company situated at D-13, Phase V, IDA, Jeedimetla, Hyderabad 500 055, TG, IN.

2. The Company has appointed CDSL to provide VC/OAVM (Video Conferencing) facility for the AGM.

3. Generally, a member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself and the proxy need not be a member of the Company. Since this AGM is being held through VC/OAVM pursuant to the MCA Circulars, physical attendance of members has been dispensed with. Accordingly, the facility for appointment of proxies by the members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed hereto.

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

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

6. Since the AGM will be held through VC/OAVM, the route map of the venue of the Meeting is not annexed hereto.

7. In accordance with the provisions of Section 101 of the Companies Act, 2013 read with Rule 18 of the Companies (Management and Administration) Rules, 2014, this Notice of the Company for the AGM is being sent by e-mail to those Members who have registered their e-mail address with the Company's Registrars and Share Transfer Agents (RTA) (in respect of shares held in physical form if any). The Company shall send physical copy of the Annual Report 2025-26 to the members who specifically request for the same by sending an email at guruvulu@yahoo.co.in.

8. The Company has since obtained permission for admission of its shares into dematerialization form with Central Depository Services (India) Limited (CDSL) and the Company has since been allotted **ISIN 'INE00ZA01018'**. All the shareholders are requested to open a De-mat Account with any Depository Participant and apply for dematerialization of shares from physical form by following the due procedure. Shareholders, after opening de-mat account with Depository Participant, are requested to submit the physical share certificate/counter receipt to the Depository Participant, who in turn will take confirmation from the Company's Share Registrar – M/s.Purva Share Registry India Pvt Ltd, No.9, Shiva Shakti Industrial Estate, B.R.Boricha Marg, Lower Parel, Mumbai 400 001 and after obtaining confirmation from the Share Registrar, shall de-mat the shares and credit the respective number of shares in the de-mat account opened by the shareholders.

9. Members who have not registered their e-mail address are requested to register the same in respect of shares held in electronic form with the Depository through their Depository Participant(s) and in respect of shares held in physical form by writing to the Company's RTA, – M/s.Purva Share Registry India Pvt Ltd, No.9, Shiva Shakti Industrial Estate, B.R.Boricha Marg, Lower Parel, Mumbai 400 001, e-mail:support@purvashare.com.

10. Institutional / Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/Authorization etc., authorizing its representative to attend the AGM through VC/OAVM on its behalf and to vote through remote e-voting. The said Resolution/Authorization shall be sent to the Company at guruvulu@yahoo.co.in with a copy marked to acs.vinod@gmail.com.

11. All the documents which are relevant and referred in the Notice will be available for Inspection of members at the registered office of the Company during the working hours on all working days upto the date of AGM.

12. In compliance with Section 108 of the Act, read with the corresponding rules, the Company is providing remote e-voting facility to its members, to enable them to cast their votes electronically through the facility provided by Central Depository Services (India) Limited ('CDSL'). The instructions for remote e-voting are appended to this Notice.

13. Any member who casted his vote in remote e-voting prior to the AGM may participate in the AGM but shall not be entitled to cast their votes again.

14. Any person, who become Member of the Company after dispatch of the Notice of AGM and hold shares as on Tuesday, 23rd September, 2026 ("cut-off date") may obtain the login ID and password by sending an email to the RTA at support@purvashare.com by mentioning their Folio No. / DP ID and Client ID No. However, if you are already registered with CDSL for e-voting then you can use your existing user ID and password for casting

your vote. If you forget your password, you can reset your password by using "Forget User Details/Password" option available on www.evotingindia.com.

15. Mr. Vinod Sakaram, Partner of M/s. VSSK & Associates, Company Secretaries, C.P. No.8345.; Practicing Company Secretary, has been appointed as the Scrutinizer to scrutinize the entire e-voting process (remote e-voting and e-voting by poll at the AGM) in a fair and transparent manner.

16. After completion of the scrutiny of the electronic votes, the Scrutinizer will submit his report to the Chairman. The voting results along with Scrutinizer's Report will be announced within three working days of the conclusion of AGM. The said results would be displayed at the Registered Office of the Company and on its website at www.resindia.co.in and simultaneously intimated to the CDSL. The Scrutinizer's decision on the validity of votes cast will be final.

17. CDSL e-Voting System – For e-voting and Joining Virtual meetings.

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

(i) The voting period begins on Sunday, 27th September,2026 at 9:00 AM (IST) and ends on Tuesday,29th September, 2026 at 5:00 PM (IST). During this period share holder's of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i,e., Wednesday, 23rd September, 2026 may cast their vote electronically.

(ii) The e-voting module shall be disabled by CDSL for voting thereafter.

(iii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the AGM.

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

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants**. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

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

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

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

Type of shareholders	**Login Method**
Individual Shareholders holding securities in Demat mode with **CDSL Depository**	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login to Easi / Easiest are requested to visit cdsl website www.cdslindia.com and click on login icon& New System Myeasi Tab. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there are also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at cdsl website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option. 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting optionwhere the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.

Individual Shareholders holding securities in demat mode with **NSDL Depository**	1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting
Individual Shareholders (holding securities in demat mode) login through their **Depository Participants (DP)**	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with **CDSL**	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33
Individual Shareholders holding securities in Demat mode with **NSDL**	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

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

(ii) Login method for e-Voting and joining virtual meetings for **Physical shareholders and shareholders other than individual holding in Demat form.**

1) The shareholders should log on to the e-voting website www.evotingindia.com.

2) Click on "Shareholders" module.

3) Now enter your User ID

   a. For CDSL: 16 digits beneficiary ID,
   b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
   c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

4) Next enter the Image Verification as displayed and Click on Login.

5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.

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

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)

	• Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details **OR** Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. • If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

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

(iv) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

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

(vi) Click on the **EVSN- 260905076** for the RENEWABLE ENERGY SYSTEMS LIMITED on which you choose to vote.

(vii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(viii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(ix) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

(x) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

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

(xii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

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

(xiv) **Additional Facility for Non – Individual Shareholders and Custodians – For Remote Voting only.**

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

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.

2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company**(260905076)** will be displayed after successful login as per the instructions mentioned above for e-voting.

3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.

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

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

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

7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 7 **days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at guruvulu@yahoo.co.in. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 7 **days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at guruvulu@yahoo.co.in. These queries will be replied to by the company suitably by email.

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

9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.

10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

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

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to **Company/RTA email id**.

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

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

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact attoll free no. 1800 22 55 33
All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, MarathonFuturex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 22 55 33.

DIRECTORS' REPORT

To
The Members of
Renewable Energy Systems Limited.

Your Directors have pleasure in presenting their Forty first (41st) Annual Report together with the audited statement of accounts and the Auditors' Report for the year ended 31st March, 2026.

Financial Performance

The performance of the company for the financial year ended 31st March 2026 is summarized below:

(in Rupees)

	2025-26	2024-25
Gross Turnover	16,34,65,807	15,72,89,551
Profit/(loss) before Depreciation, Interest and Tax	2,00,89,223	3,65,43,143
Depreciation	1,36,55,261	51,25,111
Profit Before Tax	64,33,962	79,00,146
Provision for Taxes-Deferred	43,88,226	18,52,099
Profit/(loss) after Tax	2,93,565	60,48,047
APPROPRIATIONS		
Proposed Dividend	0	0
Tax on Dividend	0	0
General Reserve	0	0
Adjustment relating to Fixed Assets	0	0
Balance Carried to Balance Sheet	17,52,171	60,48,047

OPERATIONS & PERFORMANCE

The Company is basically involved in manufacture of thermal batteries used in weapon grade missiles. Due to lack of working capital and the cut throat competition in solar industry, the Company could not start the operations of Solar Photovoltaics Division.

Product Development of Lithium Batteries

During the year 2025-26, the Company has continued to undertake the product development Project for manufacture of various variants of lithum batteries used in weapon grade missiles used by Indian Army and Indian Navy. The expenditure on the said Developmental project was Rs.432.52 lakhs during the year. Based on the outcome of product development, the Company has so far developed 9 variants of lithum batteries and samples were manufactured on a pilot plant for test purposes and also these prototype batteries had been tested by various Governmental Agencies like DRDO, DRDL, NAD and NSTL at their respective Laboratories and further the said Agencies had placed written commitments/orders for certain lithium battery variants and the economic benefits are expected to flow to the Company in the near future.

MATERIAL CHANGES AND COMMITMENTS, IF ANY

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

Arbitration matters with Bharat Sanchar Nigam Limited

Justice Manju Goel, the Arbitrator appointed by Delhi High Court, vide award dated 28.6.2016 had quantified the compensation payable by BSNL to RES, under the Lease Agreement dated 19.2.1998. BSNL has filed an appeal before Delhi High Court in November, 2016 against the award dated 28.6.2016 delivered by Justice ManjuGoel, vide OMP 418/2016. The Company filed Execution Petition for recovery of monies under the said Award. The High Court of Delhi vide its order dated 18.1.2019 directed BSNL to deposit 50% of the awarded amount into the Court and BSNL has since complied with the Order. The Appeal filed by BSNL vide OMP 418/2016 was dismissed by Delhi High Court vide its order dated 27.9.2023. Aggrieved with the Order dated 27.92023, BSNL filed an Appeal before Division Bench of the Delhi High Court vide FAO(OS) 251/2023 and Pending disposal of the FAO(OS) 251/2023 filed by BSNL, the amount deposited by BSNL is lying in the Court in the form of Fixed Deposits.

DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES

M/s.Andromeda Energy Technologies Private Limited, is an associate company of the Company, by virtue of its holding in the company to the extent of 26% of the paid-up capital of the company.

SHARE CAPITAL

During the year, your Company has not made any further issue.

De-materialisation of Company's Equity Shares

The Company has obtained permission for de-materialisation of its equity shares from Central Depository Services India Limited (CDSL) and the Company was allotted ISIN **'INE0OZA01018'** and hence the Company's shareholders can avail the depository services with any of the Depository Participants registered with CDSL which are spread over the length and breadth of India.

ANNUAL RETURN

In accordance with Section 92(3) of the Companies Act, 2013 the Annual Return for the year ended 31st March, 2024 is available for inspection by the Members at the Registered Office of the Company on all working days upto the date of this Annual General Meeting, and the said annual return is available on company's website **www.resindia.co.in.**

Directors

In terms of Section 152/160 of the Companies Act, 2013, Mr.G.Narasinga Rao (Mr. G.N.Rao), Director retires by rotation at this Annual General Meeting and is eligible for reappointment.

Auditors

The members at their 38th Annual General Meeting had appointed M/s.Mahadevan & Co., Chartered Accountants, the Company's Statutory Auditors, for a period of 5 years till the conclusion of the 43rd Annual General Meeting, for the financial year 2027-28, and in terms of which M/s.Mahadevan & Co., Chartered Accounts shall continue as Statutory Auditors till the conclusion of Annual General Meeting for the financial year 2027-28.

AUDITORS' REPORT

The Auditors in their report observed that provision for doubtful debts to the tune of Rs.534.25 lakhs was not created in respect of dues from BSNL. It is stated that the Company will create provision for doubtful debts in respect of dues from BSNL in the coming years.

FRAUD REPORTING:

During the Financial Year 2025-26, the Statutory Auditors have not reported any incident of fraud to the Board of Directors of the Company pursuant to provisions of Section 143(12) of the Companies Act, 2013.

NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS:

During the financial year 2025-26, the Board of Directors has met 7 (seven) times viz., on 02.06.2025, 31.8.2025, 03.09.2025, 30.09.2025, 2.12.2025, 1.3.2026 and 26.3.2026. .

PUBLIC DEPOSITS

During the year under review, your company has neither invited nor accepted any deposits from the public.

PARTICULARS OF EMPLOYEES:

The information required to be disclosed under the provisions of Rules 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not provided as none of the employees is in receipt of remuneration as per the limits specified in the said Rule.

PARTICULARS OF ENERGY CONSERVATION, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Information in accordance with the provisions of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are given in Annexure-1 which forms part of this Report.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, Directors of your Company hereby state and confirm that:

(*a*) in the preparation of the annual accounts for the year ended 31st March, 2026, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(*b*) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;

(*c*) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(*d*) the directors had prepared the annual accounts on a going concern basis; and

(*e*) the directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

(*f*) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

BUSINESS RISK MANAGEMENT

The Company is one of the few manufacturers of thermal batteries in India and entry of new manufacturers is the only threat and risk which is being off-set by providing qualitative thermal batteries at competitive price to stay in the business.

CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

The Company has not given any loans, guarantees to any person or any body corporate nor acquired by way of subscription, purchase or otherwise, the securities of any other body corporate in terms of Section 186 of the Companies Act, 2013.

THE DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 DURING THE YEAR ALONG WITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR:

During the Financial Year 2025-26, there was no application made and proceeding initiated /pending under the Insolvency and Bankruptcy Code, 2016, by any Financial and/or Operational Creditors against your Company.

As on the date of this report, there is no application or proceeding pending against your company under the Insolvency and Bankruptcy Code, 2016.

SECRETARIAL STANDARDS:

Your Company is in compliance with the Secretarial Standards on Meetings of the Board of Directors (SS-1) and Secretarial Standards on General Meetings (SS-2) issued by the Institute of Company Secretaries of India ("ICSI") as may be amended from time to time.

SIGNIFICANT REGULATORY OR COURT OR TRIBUNAL ORDERS:

During the Financial Year 2025-26, there were no significant and material orders passed by the regulators or Courts or Tribunals which can adversely impact the going concern status of the Company and its operations in future.

INTERNAL FINANCIAL CONTROLS:

The Company has in place adequate internal financial controls with reference to financial statements. The internal financial controls with reference to the Financial Statements are adequate in the opinion of the Board of Directors.

Also, the Company has a proper system of internal controls to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that transactions are authorized, recorded and reported correctly.

During the Financial Year 2025-26, such controls were tested and no reportable material weakness in the design or operation was observed.

CORPORATE SOCIAL RESPONSIBILITY:

During the Financial Year 2025-26, the provisions of Section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility) Rules, 2014 were not applicable to the Company.

INTERNAL COMPLAINTS COMMITTEE:

The Board of Directors of your Company has formed an Internal Complaints Committee (ICC) pursuant to the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules framed thereunder.

The Company has formulated and circulated to all the employees, a policy on prevention of sexual harassment at workplace, which provides for a proper mechanism for redressal of complaints of sexual harassment.

During the Financial Year 2025-26, no case was filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Industrial Relations

The industrial relations at all levels have been cordial throughout the year.

ACKNOWLEDGEMENTS

Your directors place on record the appreciation of the contribution made by the employees at all levels.

For and on behalf of the Board

	G.N.RAO	**Suresh Kumar D**
Place: Hyderabad	Director & Company Secretary	Director
Date : 05-09-2026	DIN:01456442	DIN 02112050

Renewable Energy Systems Limited
Hyderabad

ANNEXURE TO DIRECTORS' REPORT (ANNEXURE-1)

Disclosure of particulars with respect to Conservation of Energy, Technology and Foreign Exchange Earnings and Outgo as required under Companies (Disclosures of Particulars) in the Board of Directors' Report) Rules, 1988.

CONSERVATION OF ENERGY

1. Energy conservation measures taken / Additional investment and projects, if any, being implemented for reduction of consumption of energy:

This year, the Company has not initiated by any specific measures to conserve energy and the reduction in A.P.Transco energy consumption is mainly on account of reduced level of production.

2. Impact of the measure at (1) above, for reduction of energy: Nil.

3. Total Energy Consumption and Energy Consumption per Unit of Production:

Total consumption of electricity – 459,472 KwH, Value – Rs.50,54,187/-. The Energy consumption per Unit / production cannot be exactly computed.

B. TECHNOLOGY ABSORPTION

The Company has undertaken Research and Development of Lithium Thermal Batteries and Lithium Ion Batteries and the expenditure incurred on Product Development during the year 2025-26 is as under:

Expenditure on Product Development

a) Capital ... Rs.432.52 lakhs
b) Recurring ... Rs.Nil.
c) Total ... Rs. 432.52 lakhs
d) Total Product Development expenditure as percentage of Total turnover : 26.45 %.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

Activities relating to exports, initiatives taken to increase export, development of new export market for production & service and export and plans: Nil.

Total Foreign Exchange used and earned:	(Rs.in thousands)	
	Current Year	Previous Year
Total Foreign Exchange Outgo	8913.869	5047.327
Total Foreign Exchange earned	Nil	4821.456

For and on behalf of the Board

Place : Hyderabad
Date : 05/09/2026

G. N. RAO
Director & Company Secretary
DIN:01456442

Suresh Kumar D
Director
DIN 02112050

Renewable Energy Systems Limited
Hyderabad

MAHADEVAN & CO.,
Chartered Accountants

INDIA

Flat No. 302, Samvai Towers,
3-5-694/1, New Narayanaguda,
Hyderabad - 500 029, Telangana.
Tel : +91 (40) 2326 1770

To the Members of RENEWABLE ENERGY SYSTEMS LIMITED

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the accompanying financial statements of **RENEWABLE ENERGY SYSTEMS LIMITED** ("the Company"), which comprise the Balance Sheet as at **March 31, 2026** and the Statement of Profit and Loss and statement of cash flows for the year then ended, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the basis of qualified opinion section of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, its Profit for the year ended on that date and its cash flows for the year ended on that date.

Basis for opinion

The Company has not created provision for doubtful debts of Rs.534.25 lakhs for which the Judgement Order of Hon'ble High Court of Delhi which was against the Company's claim regarding sundry debtors. Consequently, the Reserves and surplus part of shareholders funds for the year is overstated by the said amount of Rs.534.25 lakhs and the Trade Receivables-part of current assets is overstated by the same amount. We conducted our audit in accordance with the standards on auditing 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 there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the financial statements and auditors' report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

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

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

Management's responsibility for the financial statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records

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

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

The board of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

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

2. As required by Section 143(3) of the Act, we report that:

a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
c. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
e. On the basis of the written representations received from the directors as on 31st March, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2026 from being appointed as a Director in terms of Section 164 (2) of the Act.
f. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    i. The Company does not have any pending litigations which would impact its financial position.
    ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
    iv. (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

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

(c) Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.

h. The company has not declared or paid any dividend during the current financial year .

i. In our opinion and according to the information and explanations given to us and based on the records of the Company, the remuneration of the Directors is within the limits prescribed by section 197 of the Companies Act, 2013.

j. Based on our examination which include test checks, the Company has used accounting software for maintaining its books of accounts, we conclude that the Company has to improve its software controls and procedures to meet the feature of recording audit trail (edit log) facility to meet the reauirement as specified in proviso Rule 3(1) of the Companies Accounting Rules, 2014. Hence, we are unable to comment on the implementation and effective functioning of the audit trail (edit log) for the current financial year (Rule 11(g) of the Company (Audit and Auditors) Rules 2014).
In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of those books and the books of accounts have been kept in back up data in hard disk.

Date: 05.09.2026
Place: Hyderabad

For MAHADEVAN & CO.,
Chartered Accountants
FRN. 001925S

MAHADEVAN & CO.
Chartered Accountants
(FRN.001925S)
HYDERABAD

P. Ravindr R

P.RAVINDRNADH REDDY
Partner
Mem. No.21149
UDIN: 26021149YSTMDH3682

Annexure A- to the Independent Auditor's Report on Financial Statements
RENEWABLE ENERGY SYSTEMS LIMITED
(Referred to in our report of even date)

(i) ***(a)*** The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(i) (a) (b) The Company has maintained proper records showing full particulars of intangible assets.

(i) ***(b)*** According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a regular programme of physical verification of its Property, Plant and Equipment by which all property, plant and equipment are verified in a phased manner. In accordance with this programme, property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.

(i) (c) The immovable property is held in the name of the Company.

(i) ***(d)*** According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its Property, Plant and Equipment or intangible assets or both during the year.

(i) ***(e)*** According to information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made there under.

(ii) (g) The inventory has been physically verified by the management during the year. In our opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book records that were more than 10% in the aggregate of each class of inventory.

(ii) (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, as there are no working limits for the Company, clause 3(ii)(b) of the Order is not applicable to the Company.

(iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, provided guarantee or security to companies, firms, limited liability partnerships or any other parties during the year.

(iv) According to the information and explanations given to us and on the basis of our examination of records of the Company, the Company has neither made any investments or provided guarantee or security nor given any loans during the year, so the provisions of Section 185 and 186 of the Companies Act, 2013 are not applicable to the Company..

(v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable.

(vi) The maintenance of cost records as prescribed by the Central Government under Section 148 (1) of the Companies Act, read with the Companies (Cost Records and Audit) Rules, 2014 is not applicable to the Company.

(vii)(a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in our opinion amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax ('GST'), Provident fund, Employees' State Insurance, Income-Tax, Duty of Customs, Cess and other statutory dues have generally been regularly deposited with the appropriate authorities.

vii(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no statutory dues relating to Goods and Service Tax, Provident Fund, Employees State Insurance, Income-Tax, Duty of Customs or Cess or other statutory dues, which have not been deposited with the appropriate authorities on account of any dispute except the following

Nature of Liability	Amount in Lakhs
Income Tax A.Y.22-23 (Appeal Filed)	12.86
Income Tax A.Y.22-23 (Appeal Filed)	386.55

(vii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.

(viii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Clause 3(ix) (a) to (c) are not applicable to the Company for the time being.Company did not have any loans or borrowings from any financial institution, Government or any Bank.

(ix) (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.

(ix (e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company does not have any subsidiaries, associate company/joint venture company as defined in the Companies Act, 2013 and accordingly clause 3(ix) (e) is not applicable to the Company.

(ix) (f) According to the information and explanations given to us and procedures performed by us, we report that the Company does not have any subsidiaries/associate companies/joint venture companies as defined under the Companies Act, 2013 accordingly reporting under clause 3((ix) (f) is not applicable to the Company for the time being.

(ix) **(a)** The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) Accordingly, reporting under clause 3(x)(a) of the Order is not applicable.

(x)(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, reporting under clause 3(x)(b) of the Order is not applicable.

(x) **(a)** Based on examination of the books and records of the Company and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the period of the audit.

(xi)(b) According to the information and explanations given to us, since no fraud has been reported/detected during the period under audit, report has not been filed under sub-section (12) of Section 143 of the Act has been filed in Form ADT-4 as prescribed under Rule 13 of the Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(xi)(c) Establishment of vigil mechanism is not mandated for the Company. Accordingly, reporting under clause 3(xi)(c) of the Order is not applicable

(xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, reporting under clause 3(xii) (a) (b) and (c) of the Order are not applicable.

(xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Section 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the financial statements as required by the applicable accounting standards. The provisions of Section 177 are not applicable to the Company for the time being.

(xiv) In our opinion and based on the information and explanations provided to us, the Company does not have an internal audit system and is not required to have an internal audit system as per Section 138 of the Act. Accordingly, clause 3(xiv)(b) of the Order is not applicable.

(xiii) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Act are not applicable to the Company.

(xiv) **(a)** The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, reporting clause 3(xvi)(a) of the Order is not applicable.

(xvi)(b) The Company does not carry any non-banking financial activity nor any housing finance and hence it is not mandatory to register under Section 45-IA of the Reserve Bank of India Act, 1934.

(xvi)(c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, reporting clause 3(xvi)(c) of the Order is not applicable.

(xvi)(d) The Company is not part of any group (as per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016 as amended). Accordingly, the reporting under clause 3(xvi)(d) is not applicable

(xv) The Company has not incurred cash losses in the current financial year or in the immediately preceding financial year.

(xvi) There has been no resignation of the statutory auditors during the year. Accordingly, reporting clause 3(xviii) of the Order is not applicable.

(xvii) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization `of financial assets and payment of financial liabilities, other information accompanying the financial statements, 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 that the 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. 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.

(xviii) **(a)** The requirements as stipulated by the provisions of Section 135 are not applicable to the Company. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable for the time being.

Date: 05.09.2025
Place: Hyderabad

For MAHADEVAN & CO.,
Chartered Accountants
FRN. 001925S

P.RAVINDRNADH REDDY
Partner
Mem. No.21149
UDIN: 26021149YSTMDH3682

Annexure B to the Independent Auditors' report on the financial statements of RENEWABLE ENERGY SYSTEMS LIMITED for the period ended 31 March 2026.

Report on the internal financial controls with reference to the aforesaid financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013
(Referred to in paragraph (f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Opinion

We have audited the internal financial controls with reference to financial statements of **RENEWABLE ENERGY SYSTEMS LIMITED** ("the Company") as of 31 March 2026 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at 31 March 2026, based on the internal financial controls with reference to financial statements 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").

Management's Responsibility for Internal Financial Controls

The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in 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 (hereinafter referred to as "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, prescribed under section 143(10) of the Act, 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 were established and maintained and whether 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 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 such internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial controls with Reference to Financial Statements

A company's internal financial controls 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 controls with reference to financial statements include 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of un authorised 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 with Reference to Financial Statements

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 controls 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.

Date: 05.09.2026
Place: Hyderabad

MAHADEVAN & CO. Chartered Accountants (FRN.001925S) HYDERABAD

For MAHADEVAN & CO.,
Chartered Accountants
FRN. 001925S

P. Ravindranadh Reddy

P.RAVINDRNADH REDDY
Partner
Mem. No.21149
UDIN: 26021149YSTMDH3682

M/s RENEWABLE ENERGY SYSTEMS LIMITED
U40106TG1985PLC005358
Regd.Office:D-13, PHASE-V I D A JEEDIMETLAHyderabad-500055,Telangana, INDIA

BALANCE SHEET AS AT 31st March, 2026

₹ Thousand

Particulars	Note No	As at 31/03/2026	As at 31/03/2025
I. EQUITY AND LIABILITIES			
(a) **Shareholders' funds**			
(a) Share Capital	1	61,410.000	61,410.000
(b) Reserves and Surplus	2	1,32,477.375	1,30,725.204
(b) **Non-current liabilities**			
(a) Long-term Borrowings	3		
(i) Term-loans from Other Parties		5,40,000.000	3,00,000.000
(b) Deferred tax liabilities (Net)		9,636.132	5,247.905
(c) Other Long term liabilities	4	405.611	405.611
(d) Long-term provisions	5	5,700.300	5,477.192
(c) **Current liabilities**			
(a) Trade payables	6		
(i) Dues of Micro and Small Enterprises and		-	-
(ii) Others		17,892.421	15,119.101
(b) Other current liabilities	7	25,428.576	26,989.264
(c) Short-term Provisions	8	6,726.990	6,334.248
TOTAL (Rs)		**7,99,677.404**	**5,51,708.525**
II. ASSETS			
(a) **Non-current assets**			
Tangible Assets			
Property, Plant and Equipment	9	98,886.869	80,853.973
Intangible Assets	10	29,873.434	36,720.791
Intangible Assets under Progress	10	63,707.541	20,455.020
(b) Other non-current Assets	11	4,417.696	9,454.469
(b) **Current assets**			
(a) Inventories	12	34,954.839	31,279.109
(b) Trade Receivables	13	2,61,583.402	2,27,290.024
(c) Cash and cash equivalents	14	4,067.392	17,485.567
(d) Other Bank Balances	15	-	-
(e) Short-term Loans and Advances	16	2,93,000.000	1,24,941.145
(f) Other Current Assets	17	9,186.231	3,228.426
TOTAL (Rs)		**7,99,677.404**	**5,51,708.525**
Significant accounting policies and notes on Financial statements	27		

As per our Report of Even Date
for MAHADEVAN & CO.,
Chartered Accountants
FRN: 01925S

P. Ravindranadh R

(P. RAVINDRANADH REDDY)
Partner
M NO:021149

MAHADEVAN & CO. Chartered Accountants (FRN.001925S) HYDERABAD

Renewable Energy Systems Limited Hyderabad

Place : Secunderabad
Date : 05-09-2026 UDIN: 26021149YSTNDH3682

For and on behalf of the Board

G.N.RAO
Director & Company Secretary
DIN: 01456442

Suresh Kumar

Suresh Kumar D
Director
DIN: 02112050

M/s RENEWABLE ENERGY SYSTEMS LIMITED
U40106TG1985PLC005358
Regd.Office:D-13, PHASE-V I D A JEEDIMETLAHyderabad-500055,Telangana, INDIA

STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31st MARCH 2026

₹ Thousand

	Particulars	Note No	for the year ended 31-03-2026	for the year ended 31-03-2025
I	Revenue From Operations	18	1,60,685.709	1,52,527.857
II	Other Income	19	2,780.097	4,761.694
III	**Total Income (I + II)**		**1,63,465.807**	**1,57,289.551**
IV	**Expenses**			
	Cost of Materials Consumed	20	35,712.323	31,835.655
	Job Work Charges	21	251.519	697.012
	Changes in inventories of finished goods, work-in-progress, and Stock-in-Trade	22	(1,044.627)	1,594.129
	Employee Benefits Expense	23	42,962.950	49,913.747
	Finance Costs	24	35,455.960	23,517.886
	Depreciation and amortization expense	9	13,655.261	5,125.111
	Other Expenses	25	30,038.459	36,705.865
	Total Expenses		**1,57,031.844**	**1,49,389.405**
V	Profit before exceptional and extraordinary items and tax (III – IV)		6,433.962	7,900.146
VI	Exceptional items		-	-
VII	Profit before extraordinary items and tax (V – VI)		6,433.962	7,900.146
VIII	Extraordinary items		-	-
IX	Profit before tax (VII- VIII)		**6,433.962**	**7,900.146**
X	Tax Expense:			
	(1) Current tax		293.565	-
	(2) Deferred Tax		4,388.226	1,852.099
XI	Profit (Loss) for the period from continuing operations (VII-VIII)		**1,752.171**	**6,048.047**
XII	Profit/(loss) from discontinuing Operations		-	-
XIII	Tax expense of discontinuing Operations		-	-
XIV	Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV	Profit (Loss) for the period (XI + XIV)		**1,752.171**	**6,048.047**
XVI	Earnings per equity share:	26		
	(1) Basic		1.17	4.05
	(2) Diluted		1.17	7.92
	Significant Accounting Policies Notes on Financial Statements	27		

As per our Report of Even Date
for MAHADEVAN & CO.,
Chartered Accountants
FRN: 01925S
P. Ravindranadh R
(P. RAVINDRANADH REDDY)
Partner
M NO:021149

MAHADEVAN & CO. Chartered Accountants (FRN.001925S) HYDERABAD

Renewable Energy Systems Limited Hyderabad

Place : Secunderabad
Date : 05-09-2026 UDIN: 26021149YSTMDH3682

For and on behalf of the Board

G.N.Rao
Director & Company Secretary
DIN: 01456442

Suresh Kumar D
Director
DIN: 02112050

M/s RENEWABLE ENERGY SYSTEMS LIMITED
U40106TG1985PLC005358
Regd.Office:D-13, PHASE-V I D A JEEDIMETLAHyderabad-500055,Telangana, INDIA

Cash flow Statement for the year ended 31st March,2026

₹ Thousand

	Particulars	For the year ended 31-03-2026	For the year ended 31-03-2025
A	**Cash flow from Operating Activities**		
	Net Profit Before tax	6,433.962	7,900.146
	Depreciation	13,655.261	5,125.111
	Rental Income	-	(600.000)
	Exchange Fluctuations (Gain) / Loss	17.646	-
	Interest Expenses	35,438.314	23,517.886
	Interest Income	(1,297.906)	(3,857.860)
	Operating Profit before Working Capital Changes	**54,247.277**	**32,085.283**
	Adjustments for:		
	(Increase)/Decrease in Inventories	(3,675.730)	(9,742.129)
	(Increase)/Decrease in Account Receivables	(34,293.378)	(35.981)
	(Increase)/Decrease in Other Bank Balances	-	-
	(Increase)/Decrease in Short-term Loans and Advances	(1,68,058.855)	(1,23,509.168)
	(Increase)/Decrease in Other Current Assets	(5,957.805)	4,607.745
	(Increase)/Decrease in Short-term borrowings	-	-
	Increase/(Decrease) in Account Payables	2,773.320	618.492
	Increase/(Decrease) in Other Current Liabilities	(1,560.688)	1,205.991
	Increase/(Decrease) in Short-term Provisions	347.085	(349.384)
	Taxes Paid	(247.908)	(211.530)
	Net Cash from Operating Activities: (A)	**(1,56,426.685)**	**(95,330.681)**
B	**Cash flow from Investing Activities**		
	(Purchase) / Sale of Fixed assets/Capital Expenditure	(68,093.320)	(41,755.861)
	Interest / Dividend Received	1,297.906	3,857.860
	Rental Income	-	600.000
	Net Cash used in Investing Activities (B)	**(66,795.414)**	**(37,298.001)**
C	**Cash flow from Financing Activities:**		
	Receipts / (Re-payments) of Long-term borrowings	2,40,000.000	1,50,000.000
	Increase / (Decrease) in Long-Term Provisions	223.108	(783.481)
	(Increase)/Decrease in Long-term Loans & Advances	5,036.773	(97.291)
	Interest Expenses	(35,438.314)	(23,517.886)
	Exchange Fluctuations (Gain / (Loss))	(17.646)	-
	Net Cash from Financing activities (C')	**2,09,803.921**	**###########**
	A+B+C	(13,418.178)	(7,027.340)
	Opening balance of cash and cash equivalents	**17,485.570**	24,512.910
	Closing balance of cash and cash equivalents: refer note	**4,067.392**	**17,485.570**

Note: 1. The above cash flow statement has been prepared under the 'indirect method' as set out in the Accounting Standard-3 on Cash flow statement issued by ICAI.

2. Previous year's figures have been regrouped wherever necessary to confirm to the current year's classification.

As per our report of even date
In terms of our Report of even date
For MAHADEVAN & CO
Chartered Accountants
FRN: 001925S

P. Ravindranadh R

(P. RAVINDRANADH REDDY)
Partner
M NO:021149

Place : Hyderabad
Date : 05-09-2026

Renewable Energy Systems Limited Hyderabad

MAHADEVAN & CO. Chartered Accountants (FRN.001925S) HYDERABAD

For and on Behalf of the Board

G.N.RAO
Director & Company Secretary
DIN: 01456442

Suresh Kumar D
Director
DIN: 02112050

M/s RENEWABLE ENERGY SYSTEMS LIMITED

U40106TG1985PLC005358

Regd Office D-13, PHASE-V I D A JEEDIMETLAHyderabad-500055,Telangana, INDIA

Notes to Balance Sheet

₹ Thousand

Particulars	As at 31/03/2026	As at 31/03/2025
1 SHARE CAPITAL		
Authorised		
1,50,00,000 Equity Shares of Rs 10/-each	1,50,000	1,50,000
10,00,000 Cumulative Redeemable Preference Shares 100/- Each	1,00,000	1,00,000
	2,50,000	**2,50,000**
Issued		
14,92,000 Equity Shares of Rs 10/-each	14,920	14,920
4,64, 900 Cumulative Redeemable Preference Shares 100/- Each	46,490	46,490
	61,410	**61,410**
Subscribed, fully paid		
14,92,000 Equity Shares of Rs 10/-each	14,920	14,920
4,64, 900 Cumulative Redeemable Preference Shares 100/- Each	46,490	46,490
	61,410	**61,410**

(a) Reconciiation of the number of Equity Shares outstanding at the beginning and at the end of the reporting period

₹ Thousand

Particulars	As at 31/03/2026		As at 31/03/2025	
	No Of Shares	Amounts	No Of Shares	Amounts
Equity Shares outstanding at the beginning of the year	1,492	14,920	1,492	14,920
Equity Shares issued during the year	-	-	-	-
Equity Shares bought back during the year	-	-	-	-
Equity Shares outstanding at the end of the year	1,492	14,920	1,492	14,920

(b) Reconciiation of the number of Preference Shares outstanding at the beginning and at the end of the reporting period

₹ Thousand

Particulars	Figures for the current reporting period - As at 31/03/2025		Figures for the Previous reporting period - As at 31/03/2024	
	No Of Shares	Amounts	No Of Shares	Amounts
Pref Shares outstanding at the beginning of the year	465	46,490	465	46,490
Pref Shares issued during the year	-	-	-	-
Pref Shares bought back during the year	-	-	-	-
Pref Shares outstanding at the end of the year	465	46,490	465	46,490

(c) Terms / rights attached to equity shares

The Company has only one class of equity shares having par value of Rs 10/- per share Each Holder of an equity share is entitled to one vote per share Each equity shareholder is entitled to dividend in the company The dividend is proposed by the Board of Directors and is subject to approval of the shareholders in the ensuing Annual General Meeting , except interim dividend In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts, if any the distribution will be in proportion to the number of equity shares held by the shareholders The amount of dividend per share recognized as distribution to equity shareholders for the above mentioned period is Nil

(d)Terms attached to Cumulative redeemable prference shares

4% Cumulative Redeemable preference share holders are having preferencial right regarding payment of dividend and also repayment of share capital, in case of liquidation over the equity share holders of the Company

(e) Details of Equity Shares in the Company held by each share holder holding more than 5% Shares.

Thousand

	Name of Shareholder	As at 31/03/2026		As at 31/03/2025	
		% of Share Holding	No Of Shares Held	% of Share Holding	No Of Shares Held
1	Andromeda Energy Technologies Private Limited	26 97	402	26 97	402
2	T Saraswathi	36 16	540	36 16	540
3	Anderson Weinroth & Colp	5 70	85	5 70	85
		68.83	**1,027**	**68.83**	**1,027**

(e) Details of Preference Shares in the Company held by each share holder holding more than 5% Shares.

Thousand

	Name of Shareholder	As at 31/03/2026		As at 31/03/2025	
		% of Share Holding	No Of Shares Held	% of Share Holding	No Of Shares Held
1	Andromeda Energy Technologies Private Limited	100 00	465	100 00	465
		100.00	**465**	**100.00**	**465**

(f) Details of Promoters' Share holding - Equity Share Capital

Thousand

	Name of the promoter	Figures for the current reporting period - As at 31/03/2026			Figures for the Previous reporting period - As at 31/03/2025		
		No of Shares	% of total Shares	% Change during the year	No of Shares	% of total Shares	% Change during the year
1	Andromeda Energy Technologies Private Limited	402	26 97%	0%	402	26 97%	-
2	T Saraswathi	540	36 16%	0%	540	36 16%	-
4	Anderson Weinroth & Colp	85	5 70%	0%	85	5 70%	-
		1,027	68 83%	0%	1,027	68 83%	-

(g) Details of Promoters' Share holding - Preference Share Capital

	Name of the promoter	Figures for the current reporting period - As at 31/03/2026			Figures for the Previous reporting period - As at 31/03/2025		
		No of Shares	% of total Shares	% Change during the year	No of Shares	% of total Shares	% Change during the year
1	Andromeda Energy Technologies Private Limited	465	100 00	-	465	100 00	-
		465	100 00	-	**465**	100 00	-

Notes to Balance Sheet

₹ Thousand

Particulars	As at 31/03/2026	As at 31/03/2025
2 RESERVES AND SURPLUS		
(a) Securities Premium Reserve	4,37,960.000	4,37,960.000
	4,37,960.000	4,37,960.000
(b) State Subsidy	8,227.770	8,227.770
	8,227.770	8,227.770
(c) Surplus from Statement of Profit & Loss		
Opening Balance	(3,15,462.566)	(3,21,510.613)
Add: Profit / (Loss) from Profit & Loss Statement	1,752.171	6,048.047
Closing the Balance	(3,13,710.395)	(3,15,462.566)
Closing Balance (Rs)	1,32,477.375	1,30,725.204
3 LONG-TERM BORROWINGS		
(a) Term-loans (Un-Secured)		
(i) from Corporate bodies	5,40,000.000	3,00,000.000
	5,40,000.000	3,00,000.000
4 OTHER LONG-TERM LIABILITIES		
(a) Trade Payables	-	-
(b) Rent deposit	405.611	405.611
	405.611	405.611
5 LONG-TERM PROVISIONS		
a) Employee benefits		
Gratuity	5,700.300	4,743.755
Leave encashments	-	733.437
	5,700.300	5,477.192

6	TRADE PAYABLES	As at 31/03/2026	As at 31/03/2025
(a)	Outstandings Dues of Micro and Small Enterprises	-	-
(b)	Outstandings Dues of Creditors other than Micro, and Small Enterprises	17,892.421	15,119.101
	Sub-total (Rs)	17,892.421	15,119.101

Disclosure as per Section 16 of the MSMED Act 2006

	Particulars	*As at 31/03/2026*	*As at 31/03/2025*
(i)	Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-
(ii)	Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii)	The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv)	The amount of interest due and payable for the year	-	-
(v)	The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi)	The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	-	-

Trade Payable - Current Period

Trade Payables aeging schedule: - Current Period

	Particulars	Outstanding for following periods from due date of payment / Where no due date is mentioned the date of the transaction shall be considered for the purpose of disclosure				
		<1 Year	1-2 Years	2-3 Years	> 3 Years	Total Outstandings
(I)	Un-Disputed					
	(a) MSME		-	-	-	-
	(b) Others	17,892.421	-			17,892.421
(II)	Disputed Dues ·······					
	(a) MSME	-	-	-	-	-
	(b) Others	-	-	-	-	-

Trade Payable - Previous Period

Trade Payables aeging schedule: - Previous Year

	Particulars	Outstanding for following periods from due date of payment/Where no due date is mentioned the date of the transaction shall be considered for the purpose of disclosure				
		<1 Year	1-2 Years	2-3 Years	> 3 Years	Total Outstandings
(I)	Un-Disputed					
	(a) MSME	-	-	-	-	-
	(b) Others	15,119.101	-			15,119.101
(II)	Disputed Dues ·······					
	(a) MSME	-	-	-	-	-
	(b) Others	-	-	-	-	-

Particulars	As at 31/03/2026	As at 31/03/2025
7 OTHER CURRENT LIABILITIES		
(a) Creditors for Capital Goods	300.000	645.800
(b) Refund against Cancellation of MoU (Sale of Land)	2,100.000	9,325.161
(c) Advance from Customers	848.353	1,363.818
(d) Statutory Dues	20,615.333	13,558.302
(e) Creditors for Expenses	1,564.891	2,096.182
	25,428.576	26,989.264
8 SHORT-TERM PROVISIONS		
I) Employee Benefits		
(a) Salaries and Wages Payable and Bonus Payable	4,948.757	3,036.148
(b) Contributions to ESI and EPF	546.203	549.294
(c) Current Liability of Gratuity	815.009	2,347.789
(d) Current Liability of Leave Encashment Payable	-	29.653
II) Provision for Income tax	417.021	371.364
	6,726.990	6,334.248

M/s RENEWABLE ENERGY SYSTEMS LIMITED

Notes to Financial Statements: for the year ended 31st MARCH, 2026

Schedule: 9 Property, Plant and Equipment and Intangible assets

₹ Thousand

Particulars	Lands	Land Development Dewas	Buildings	Plant & Machinary	Furniture & Fittings	Vehicles	Office Equipments	Computers	Electrical Equipments	Total
Gross Carrying Amount										
As at 1st April,, 2024	13,450.689	650.000	35,349.876	5,23,925.087	10,234.508	2,855.697	3,684.809	9,632.841	5,338.526	6,05,122.033
Additions	-	-	6,996.880	33,627.167	1,130.700	-	198.341	500.456	-	42,453.544
Disposals	-	-	-	-	-	-	-	-	-	-
As at 31st March, 2025	13,450.689	650.000	42,346.756	5,57,552.254	11,365.208	2,855.697	3,883.150	10,133.297	5,338.526	6,47,575.577
As at 1st April,, 2025	13,450.689	650.000	42,346.756	5,57,552.254	11,365.208	2,855.697	3,883.150	10,133.297	5,338.526	6,47,575.577
Additions	8,277.587	414.400	5,474.532	7,992.360	759.010	-	417.374	1,311.068	-	24,646.331
Disposals	-	-	-	-	-	-	-	-	-	-
As at 31st March, 2026	21,728.276	1,064.400	47,821.288	5,65,544.614	12,124.218	2,855.697	4,300.524	11,444.365	5,338.526	6,72,221.908
Depreciation										
As at 1st April, 2024	-	-	11,103.444	5,23,168.543	9,885.564	1,251.557	3,177.484	8,649.506	4,697.398	5,61,933.496
Additions	-	-	1,857.157	2,053.399	31.070	249.083	131.171	411.084	55.142	4,788.106
Disposals	-	-	-	-	-	-	-	-	-	-
As at 31st March, 2025	-	-	12,960.601	5,25,221.942	9,916.634	1,500.640	3,308.655	9,060.590	4,752.540	5,66,721.602
As at 1st April, 2025	-	-	12,960.601	5,25,221.942	9,916.634	1,500.640	3,308.655	9,060.590	4,752.540	5,66,721.602
Additions	-	-	2,592.739	2,689.505	105.872	249.083	169.105	752.200	54.933	6,613.436
Disposals	-	-	-	-	-	-	-	-	-	-
As at 31st March, 2026	-	-	15,553.340	5,27,911.447	10,022.506	1,749.723	3,477.760	9,812.789	4,807.473	5,73,335.038
Net Block										
As at 31st March, 2025	13,450.689	650.000	29,386.155	32,330.312	1,448.574	1,355.057	574.495	1,072.707	585.986	80,853.975
As at 31st March, 2026	21,728.276	1,064.400	32,267.948	37,633.167	2,101.712	1,105.974	822.763	1,631.576	531.053	98,886.869

M/s RENEWABLE ENERGY SYSTEMS LIMITED

Notes to Financial Statements: for the year ended 31st MARCH, 2026

Note No: 10

Intangible Assets as on March 31, 2026

Accounting Policy

1) Intangible asset is recognised when it is probable that future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably.

2) New Product development expenditure, software licenses, technical know-how fee, infrastructure and logistic facilities, etc. are recognised as intangible assets upon completion of development

3) Intangible Assets are amortised on straight line method over their technically estiamted useful lives.

4) Residual Values and useful lives for all intangible assets are reviewed at each reporting date. Changes, if any are accounted for as changes in accounting estimates.

₹ Thousand

Description (Intangible Assets)	Gross carrying amount			Accumulated amortisation			Net Carrying Amount	
	As on April 1, 2025	Additions	As on March 31, 2026	As on April 1, 2025	Additions	As on March 31, 2026	As on March 31, 2026	As on March 31, 2025
New Product Development expenditure (Internally Generated)								
1) Battery Products	37,055.378	-	37,055.378	337.003	7,038.687	7,375.691	29,679.688	36,718.375
2) ISO & Other Licenses	48.315	194.468	242.783	45.899	3.138	49.037	193.746	2.416
	37,103.693	194.468	37,298.161	382.902	7,041.825	7,424.728	29,873.434	36,720.791

Description (Intangible Assets under Development)	Net Carrying Amount	
	As on March 31, 2026	As on March 31, 2025
New Product Development expenditure (Internally Generated)		
1) Battery Products	63,707.541	20,455.020
	63,707.541	20,455.020

Notes to Balance Sheet

₹ Thousand

Particulars	As at 31/03/2026	As at 31/03/2025
11 OTHER NON-CURRENT ASSETS		
(a) Security Deposits		
(i) Security Deposits	3,439.136	9,321.228
(b) Other Bank Deposits maturiing after a period of 12 Months	978.560	133.241
	4,417.696	9,454.469
12 INVENTORIES		
(a) Raw Materials	31,448.395	17,481.034
(b) Finished Goods	1,277.441	2,300.553
(c) Work-in-Progress	1,467.566	676.677
(d) Stores & Spares	761.437	1,078.716
	34,954.839	21,536.980
13 TRADE RECEIVABLES		
(a) Trade Receivables		
(i) Secured Considered good	-	-
(ii) Un-Secured Considered good	2,61,583.402	2,27,254.043
(iii) Doubtful	1,25,000.000	1,25,000.000
Less: Allowance for Doubtful Debts	1,25,000.000	1,25,000.000
	2,61,583.402	2,27,254.043

Trade Receivables ageing Schedule:

Trade Receivables	Outstanding for following periods from due date of payment/Where no due date is mentioned the date of the transaction shall be considered for the purpose of disclosure FY 2022-23 (Up to 30-11-2022)					
	Less than (<) 6 months	>6 months <1 Years	>1 Year <2 Years	>2 Year <3 Years	>3 Years	Total
(II) (Un-Secured)						
(a) Undisputed Trade receivables - Considered Good	43,458.751	-	-	-	-	43,458.751
(b) Undisputed Trade receivables - Considered doubtful	-	-	-	-	-	-
Less: Allowance for Doubtful Debts	-	-	-	-	-	-
(c) Disputed Trade Receivables considered good	-	-	-	-	2,18,124.651	2,18,124.651
(d) Disputed Trade Receivables considered doubtful	-	-	-	-	1,25,000.000	1,25,000.000
Less: Allowance for Doubtful Debts	-	-	-	-	1,25,000.000	1,25,000.000

Trade Receivables ageing Schedule:

Trade Receivables	Outstanding for following periods from due date of payment/Where no due date is mentioned the date of the transaction shall be considered for the purpose of disclosure (2021-22)					
	Less than (<) 6 months	>6 months <1 Years	>1 Year <2 Years	>2 Year <3 Years	>3 Years	Total
(II) (Un-Secured)						
(a) Undisputed Trade receivables - Considered Good	9,165.373	-	-	-	-	9,165.373
(b) Undisputed Trade receivables - Considered doubtful	-	-	-	-	-	-
Less: Allowance for Doubtful Debts	-	-	-	-	-	-
(c) Disputed Trade Receivables considered good	-	-	-	-	2,18,124.651	2,18,124.651
(d) Disputed Trade Receivables considered doubtful	-	-	-	-	1,25,000.000	1,25,000.000
Less: Allowance for Doubtful Debts	-	-	-	-	1,25,000.000	1,25,000.000

14 CASH AND CASH EQUIVALENTS		
(a) Balance with Banks - In Current Accounts	4,058.469	17,464.509
(c) Cash in Hand	8.923	21.058
	4,067.392	17,485.567
15 OTHER BANK BALANCES		
Margin money Deposits (> 3 months < 12 Months)	-	-
	-	-
16 SHORT-TERM LOANS AND ADVANCES		
(I) Un-Secured, considered good;		
Loans and advances to related parties	2,93,000.000	1,24,941.145
	2,93,000.000	1,24,941.145
17 OTHER CURRENT ASSETS		
(a) Balance with revenue authorities	-	1,124.651
(b) Gratuity Fund with LIC	3,108.848	331.492
(c) Advance to suppliers	5,605.494	1,570.031
(d) Prepaid Expenses	471.889	202.253
	9,186.231	3,228.426

Notes to Statement of Profit and Loss

₹ Thousand

		for the year ended 31-03-2026	for the year ended 31-03-2025
18	**REVENUE FROM OPERATIONS**		
	(a) **Sale of Products**		
	Domestic Sales	1,60,685.709	1,47,706.401
	Export Sales	-	4,821.457
	(b) **Other Operating Income**	-	-
		1,60,685.709	**1,52,527.857**
19	**OTHER INCOME**		
	(a) Interest Income	1,297.906	3,857.860
	(b) Rent Received	-	600.000
	(c) Credit balances written back	1,403.897	296.729
	(d) Others	78.294	7.105
		2,780.097	**4,761.694**
20	**COST OF MATERIALS CONSUMED**		
	O/b: Raw Materials	28,817.292	17,481.034
	Add Purchases (Includes Adl.Cost on Procurements)	34,992.803	41,428.719
	Add Job Work Charges	3,350.623	1,743.194
		67,160.718	60,652.947
	Less: Closing Stock - Raw Materials	31,448.395	28,817.292
		35,712.323	**31,835.655**
21	**JOB WORK CHARGES**		
	(a) Technical Consultancy Services	193.243	493.626
	(b) Other Expenses	58.276	203.386
		251.519	**697.012**
22	**CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND OTHERS,**		
	Balance as at Close		
	(a) Finished Goods	1,277.441	1,049.021
	(b) Work-in-Progress	1,467.566	656.542
	(c) Stores & Spares	761.437	756.254
		3,506.444	**2,461.817**
	Balance as at Commencement		
	(a) Finished Goods	1,049.021	2,300.553
	(b) Work-in-Progress	656.542	676.677
	(c) Stores & Spares	756.254	1,078.716
		2,461.817	**4,055.946**
	Net Changes in inventories of finished goods, work-in-progress, and Stock-in-Trade	**(1,044.627)**	**1,594.129**
23	**EMPLOYEE BENEFITS EXPENSES**		
	(a) Salaries and wages,Bonus, and Incentives.,	35,051.047	41,323.541
	(b) Contribution to provident and other funds,	3,220.905	2,791.025
	(c) Gratuity and Leave encashments	2,100.653	1,404.842
	(d) staff welfare expenses	2,590.345	4,394.339
		42,962.950	**49,913.747**
24	**FINANCE COSTS**		
	(a) Interest Expense - Others	34,953.314	23,504.032
	(b) Net gain/loss on foreign currency transactions and translation.	17.646	13.854
	(c) Other borrowing Costs	485.000	-
		35,455.960	**23,517.886**
25	**OTHER EXPENSES**		
	Power and fuel	5,054.187	5,039.715
	Repairs & Maintenance - buildings	318.016	158.085
	Repairs & Maintenance - Machinary	3,380.371	4,577.753
	Insurance	1,413.897	1,452.330
	Rates and taxes	2,179.046	4,840.166
	Payments to the Auditor		
	- Audit fee	140.000	120.000
	Legal/Professional/Other Consultancy Charges	8,281.716	7,513.544
	Directors Remunerations	900.000	900.000
	Business promotion	1,164.045	278.450
	Freight/Carriage Outward	148.000	672.450
	R&D Costs	-	5,839.345
	Travelling & Conveyance	2,199.451	2,074.602
	Security Services	1,849.529	1,195.176
	Advances written off	571.496	279.846
	Communication Expenses	150.807	244.318
	Miscellenious Expenses	2,287.898	1,520.085
		30,038.459	**36,705.865**
26	**EARNING PER SHARE (EPS)**		
	Net Profit as per Profit and Loss Account available for Equity Shareholders ₹ Thousand	1,752.171	6,048.047
	Weighted average number of equity Shares No's Thousand	1,492.000	1,492.000
	Basic Earnings Per Share (Rs. 10/- each) Rs.	1.174	4.054
	Diluted Earnings Per Share (Rs. 10/- each) Rs.	1.174	7.917

RENEWABLE ENERGY SYSTEMS LIMITED

Notes on Accounts: 27

A. *SIGNIFICANT ACCOUNTING POLICIES AND ACCOUNTING STANDARDS:*

CORPORATE INFORMATION:

Renewable Energy Systems Limited is a Public Limited Company incorporated in India on 08, March 1985.

The Company is engaged in the business of Manufacturing of Thermal Batteries.

ACCOUNTING POLICIES:

Basis of Preparation of Financial Statements.

These Financial Statements have been prepared in accordance with the Indian GAAP under the historical cost convention and on the accrual basis of accounting and comply in all material respects with the Accounting Standards specified under Section 133 of the Companies Act, 2013 ("the Act"), read with the Companies (Accounting Standards) Rules, 2021, and other relevant provisions of the Act and the rules made thereunder, to the extent applicable.

Use of Estimates:

The preparation of the Financial Statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses and disclosure of contingent liabilities as at the date of the Financial Statements. Estimates are reviewed on an ongoing basis and revisions to accounting estimates are recognized prospectively in the period of change and future periods, as applicable. Actual results may differ from these estimates.

PROPERTY, PLANT AND EQUIPMENT (PPE):

Property, Plant and Equipment are stated at cost less accumulated depreciation and impairment losses, if any. Cost includes purchase price, non-refundable duties and taxes, freight and other directly attributable costs incurred in bringing the assets to their working condition for their intended use. Expenditure incurred on setting up projects is capitalized to the extent directly attributable to the acquisition or construction of the related assets.

Intangible Assets

1. *Intangible assets are recognized when it is probable that future economic benefits attributable to the asset will flow to the Company and the cost of the asset can be measured reliably.*
2. *Expenditure on new product development, software licences, technical know-how, infrastructure and logistic facilities and other similar expenditure is recognized as an intangible asset when the recognition criteria prescribed under Accounting Standard (AS) 26 – Intangible Assets are satisfied. Development expenditure that does not meet the prescribed recognition criteria is recognized as an expense in the Statement of Profit and Loss as incurred.*

3. *Intangible assets are carried at cost less accumulated amortization and impairment losses, if any.*
4. *Intangible assets are amortized on a straight-line basis over their technically estimated useful lives, commencing when the asset is available for use.*
5. *Residual values and useful lives of intangible assets are reviewed at each reporting date. Changes, if any, are accounted for prospectively as changes in accounting estimates.*

Intangible Assets Under Development

Expenditure incurred on intangible assets under development is accumulated and disclosed separately as "Intangible Assets Under Development" until the asset is complete and is available for use. Such expenditure is capitalized as an intangible asset when the applicable recognition criteria under Accounting Standard (AS) 26 are satisfied. Amortization commences when the asset is available for use.

Impairment of Assets:

At each Balance Sheet date, the Company reviews whether there is any indication that an asset may be impaired. If any such indication exists, the recoverable amount of the asset is estimated. An impairment loss is recognized when the carrying amount of the asset exceeds its recoverable amount. Impairment losses are recognized in the Statement of Profit and Loss and are reversed when there has been a change in the estimates used to determine the recoverable amount, subject to the applicable Accounting Standards.

Depreciation and Amortisation

Depreciation on Property, Plant and Equipment is provided on the Straight-Line Method over the estimated useful lives of the respective assets in accordance with Schedule II to the Companies Act, 2013. Depreciation on assets acquired or disposed of during the year is provided on a pro-rata basis.

The useful lives, residual values and depreciation method are reviewed at each financial year-end. Any changes arising from such review are accounted for prospectively as a change in accounting estimate.

Intangible assets are amortised on a Straight-Line Method over their estimated useful lives.

Sl. No.	*Asset Description*	*Useful Life in Years*
1.	*Land*	*Not Applicable*
2.	*Land Development Expenses*	*Not Applicable*
3.	*Factory Buildings*	*30*
4.	*Plant & Machinery, Equipments*	*15*
5.	*Furniture & Fixtures*	*10*
6.	*Vehicles*	*8*
7.	*Office Equipment*	*5*
8.	*Computers & Peripherals*	*3*
9.	*Electrical Equipments*	*10*
10.	*Intangible Assets*	*5*

Foreign Exchange Transactions:

The functional and presentation currency of the Company is the Indian Rupee (₹).

a) *Foreign currency transactions are initially recorded at the exchange rate prevailing on the date of the transaction. Monetary items outstanding at the end of the reporting period are translated at the closing exchange rate. Exchange differences arising on settlement or translation of monetary items are recognised in the Statement of Profit and Loss.*
b) *Non-monetary items measured at historical cost in foreign currency are translated using the exchange rate at the date of the transaction and are not subsequently retranslated.*

Investments:

Investments are classified as current or long-term based on the nature and intention of management at the time of acquisition.
Current investments are carried at the lower of cost and fair value, determined on an individual investment basis.
Long-term investments are carried at cost less provision for diminution, other than temporary, in the value of such investments. Cost includes acquisition-related expenses such as brokerage, fees and duties.
Any reversal of diminution in the value of long-term investments is recognised in the Statement of Profit and Loss, subject to the applicable Accounting Standards.

Inventories:

Inventories are valued at the lower of cost and net realisable value. Cost includes purchase cost, duties and taxes other than those subsequently recoverable, and other costs incurred in bringing the inventories to their present location and condition.
a) ***Raw materials, components, construction materials, stores and spares*** *– at cost*
b) ***Work-in-process*** *– at cost, including appropriate production overheads,*
c) ***Finished goods and stock-in-trade*** *– at cost, including appropriate production overheads in the case of finished goods.*

Revenue Recognition:

Revenue from sale of goods is recognised when the significant risks and rewards of ownership of the goods have been transferred to the buyer and there is no significant uncertainty regarding the amount of consideration or its ultimate collection.

Revenue is measured at the amount of consideration received or receivable, net of returns, trade discounts, rebates and applicable taxes

Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets are capitalized as part of the cost of such assets. Other borrowing costs are recognized as an expense in the Statement of Profit and Loss in the period in which they are incurred.

Earnings per Share:

Basic and diluted earnings per share are calculated in accordance with Accounting Standard (AS) 20 – Earnings Per Share. Basic EPS is computed by dividing the net profit or loss attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Diluted EPS is computed after considering the effect of dilutive potential equity shares, wherever applicable.

Provisions, Commitments and Contingent Liabilities:

a) ***Provisions are recognized only when***

(i) *The Company has a present obligation as a result of past event*

(ii) *It is probable that an outflow of resources embodying economic benefits will be required to settle the obligations; and*

(iii) *A reliable estimate can be made of the amount of obligation*

b) ***Commitments;***

Commitments are future liabilities for contractual expenditure, classified and disclosed as follows;

(i) *Estimated amounts of contracts remaining to be executed on capital account and not provided for;*

(ii) *Uncalled liability on shares and investments partly paid; and*

(iii) *Other non-cancellable commitments, if any, to the extent they are considered to be material and relevant in the opinion of the management*

c) ***A Contingent liability is disclosed in case of;***

(i) *A present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation; and*

(ii) *A present obligation arising from past events , when no reliable estimate is possible*

Taxes on Income;

Current tax is recognised based on the taxable income for the year in accordance with the provisions of the Income-tax Act, 1961.

Deferred tax is recognised on "timing differences" between accounting income and taxable income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognised and carried forward only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

Deferred tax assets relating to unabsorbed depreciation and carried forward business losses are recognised only to the extent that there is virtual certainty, supported by convincing evidence, that sufficient future taxable income will be available against which such deferred tax assets can be realised.

Deferred tax liabilities are recognised for all timing differences, except to the extent specifically permitted under Accounting Standard (AS) 22.

Leasing:

Lease rentals in respect of operating leases are recognized as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term, in accordance with **Accounting Standard (AS) 19 – Leases**.

Employee Benefits :

a) Short-term Employee Benefits:

i) Short-term employee benefits are recognised as an expense at the undiscounted amount in the Statement of Profit and Loss in the period in which the related service is rendered.

b) Post-employment Benefits:

i) Defined Contribution Plans:

Contributions to Provident Fund and other defined contribution schemes are recognised as an expense in the Statement of Profit and Loss in the period in which the related service is rendered.

ii) Defined Benefit Plans:

The liability towards gratuity is determined based on actuarial valuation carried out at the end of each reporting period in accordance with Accounting Standard (AS) 15 – Employee Benefits and is recognized in the Financial Statements.

During the year, the Company established a Group Gratuity Fund with Life Insurance Corporation of India (LIC) for funding its gratuity obligations. The Company's previously discontinued Group Gratuity Fund with LIC was revived, and the accumulated fund balance thereunder was transferred to the new Group Gratuity Fund, as agreed with LIC.

The contribution towards the Group Gratuity Fund has been agreed with LIC to be paid in monthly instalments. Contributions payable to LIC are recognized in accordance with the terms of the arrangement.

The actuarial liability for gratuity is recognized based on the actuarial valuation as at the reporting date, after considering the value of the plan assets, where applicable, in accordance with AS 15.

The liability towards gratuity is determined based on actuarial valuation carried out at the end of each reporting period in accordance with AS 15 – Employee Benefits and is recognised in the Financial Statements.

Segment Reporting:

The Company is engaged in the manufacture of a single product, viz., Thermal Batteries, and accordingly has only one business segment. Therefore, the provisions of Accounting Standard (AS) 17 – Segment Reporting are not applicable to the Company.

B. Notes On Accounts

1. Securities:

The Company has provided security for the Business Loan of Rs.10 Crores availed by Solon India Private Limited for working capital requirements from Oxyzo Financial Services Limited, Gurugram, of its immovable property situated at Shed No. D-13, Phase V, Sy.No.280, Jeedimetla Village. Quthbullapur Mandal, APIIC-IALA, Jeedimetla, Ranga Reddy District, Telangana and piece and parcel of land admeasuring 1343 sq. yds in Survey No. 279 at Burmancheruvu Kancha, Jeedimetla village, Jeedimetla village, Quthbullapur Mandal, APIIC-IALA, Jeedimetla, Ranga Reddy District, Telangana. As security to Oxyzo Financial Services Limited by creating exclusive charge by way of registered mortgage on the said properties and also by way creating equitable mortgage by way of Memorandum of deposit of title deeds.

2. MSME Suppliers

The Company does not have any amounts due or payable to micro or small enterprises registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) as at 31 March 2026. There were also no amounts due or payable to such enterprises as at 31 March 2025. Accordingly, there are no outstanding dues to micro or small enterprises requiring disclosure under the applicable provisions of the MSMED Act, 2006 and Schedule III to the Companies Act, 2013.

3. Contingent Liability:

Preference Dividend: The following contingent liabilities represent preference dividend payable to Andromeda Energy Technologies Private Limited, the strategic investor. (Amount in Thousands)

For the Fy:2012-13 – Rs.1159.690
For the Fy:2013-14 – Rs.1859.600
For the Fy:2014-15 – Rs.1859.600
For the Fy:2015-16 – Rs.1859.600
For the FY 2016-17 – Rs.1859.600
For the FY 2017-18 – Rs.1859.600
For the FY 2018-19 – Rs.1859.600
For the FY 2019-20 – Rs.1859.600
For the FY 2020-21 – Rs.1859.600
For the FY 2021-22 – Rs.1859.600
For the FY 2022-23 – Rs.1859.600
For the FY 2023-24 – Rs.1859.600
For the FY 2024-25 – Rs.1859.600
For the FY 2025-26 – Rs. 1859.600

4. **Components of Deferred Tax:**

Deferred Tax Asset *(Rs.000)*

Particulars	As at 31st March 2026	As at 31st March 2025
On Account of depreciation	0	0
On Account of Un-Absorbed Depreciation Loss	0	0
On Account of Provision for Gratuity	0	0
On Account of Provision for Leave Encashment	0	0
On Account of Provision for Bonus	0	0
Deferred tax Asse t(Net) / Deferred Tax Liability (Net)	0	0

Deferred Tax Liability *(Rs.000)*

Particulars	As at 31st March 2026	As at 31st March 2025
On Account of depreciation	(12,001.421)	(9,136.434)
On Account of Un-Absorbed Depreciation Loss	0	1,161.772
On Account of Provision for Gratuity	1,639.773	1,784.800
On Account of Provision for Leave Encashment	0	192.054
On Account of Provision for Bonus	725.517	749.902
Deferred tax Asse t(Net) / Deferred Tax Liability (Net)	(9,636.132)	(5,247.905)

5. **Property, Plant & Equipments and Intangible Assets:**

(a) The Land for the wind project at Ramagiri, Ananthpur District, Andhra Pradesh was taken under lease from Non-Conventional Energy Development Corporation of Andhra Pradesh (NEDCAP), based on the memorandum of Understanding (MoU) executed with them. The lease deed is still to be executed which is subject to clearance from the Government of Andhra Pradesh.

(b) ***Product Development Expenditure***

The Company has undertaken internally generated product development activities relating to Lithium Thermal Batteries and Lithium-Ion Batteries. During the financial year 2025–26, expenditure incurred on product development under the head "Battery Products" amounting to ₹Nil (Previous Year: ₹ 3.71 Crores) has been capitalized in accordance with the applicable provisions of Accounting Standard (AS) 26 – Intangible Assets.

After providing for amortization, the carrying amount of completed product development expenditure amounting to ₹2.99 crore has been disclosed under the head "Intangible Assets" in the Balance Sheet.

Further, product development expenditure amounting to ₹6.371 crore (Previous Year: ₹2.045 crore), which is still under development and not yet available for use, has been disclosed separately under the head "Intangible Assets Under Development" in the Balance Sheet. Such expenditure will be transferred to "Intangible Assets" upon completion of development and when the asset meets the applicable recognition criteria under AS 26. Amortization will commence when the related asset is available for use.

(c) The Company has acquired new CAD Software to the tune of Rs.0.0195 crores (Previous year Nil) has been capitalized under License during the year 2025-26 and after amortization the amortized value of Intangible Asset – Rs.0.0194 crores (Previous year Rs. 0.000242 crores) was reflected in the Balance Sheet under the head 'Intangible Assets.

6. **Inventories:**

Stock of Inventories comprising Raw materials and Finished goods have been valued as prescribed in Accounting Standard – 2.

(1) Raw Materials are Valued at Cost
(2) Finished goods are Valued at lower of Cost/ Market Value
(3) Cost has arrived on Weighted Average Basis.

7. **Trade Receivables**

Based on the orders of the Division Bench of Delhi High Court vide award dated 28.6.2016 had quantified the compensation payable by BSNL to RES. BSNL filed an Appeal before the Delhi High Court challenging the Award dt 28.6.2016. The High Court of Delhi vide its order dated 18.1.2019 directed BSNL to deposit 50% of the awarded amount into the Court and the same has been complied with BSNL. Pending disposal of the main petition filed by BSNL, the amount deposited by BSNL in the Court was kept in Fixed Deposits by the Court. Also, pending adjudication of the matter an amount of Rs.21.81 crores being the cost of the materials, manufacturing expenses etc in respect of the 8070 systems and the damages receivable from BSNL is kept under the account head Trade Receivables.

8. **Employee Benefits (AS:15) :**

The disclosures required under accounting standards 15"Employee benefits notified under companies (Accounting Standards)" Rules 2006 are given below:

a) **Defined Contribution Plan**:
Contributions to PF and Other Funds: Rs.546.203 (PY Rs.549.294)

b) **Defined benefit Plans**: The Company has made provision for Gratuity in accordance with the Actuarial Valuation as per AS-15 the details of which are as follows:(Amt. in Thousands)

(i) Asset and Liability (Balance Sheet Position):

Particulars	**Financial Year ending 31/03/2026**	**Financial Year ending 31/03/2025**
Present Value of Defined Benefit Obligations at the end	6,515.309	7,091.544
Fair Value of Plan Assets at the end	3,108.848	Nil
Fund Status – Deficit / (Surplus)	3,406.461	7,091.544

Unrecognized Past Service Cost	*Nil*	*Nil*
Effects of Asset Ceiling	*Nil*	*Nil*
Net Liability / (Asset) at the end of the period	***3,406.461***	***7,091,544***

(ii) Expenses Recognized in the Profit and Loss Account:

Particulars	*Gratuity Financial Year ending 31/03/2026*	*Gratuity Financial Year ending 31/03/2025*
Current Service Cost	*893.512*	*990.394*
Interest Cost on Obligation	*398.344*	*467.506*
Past Service Cost	*1,019.135*	*Nil*
Expected Return on Plan Assets	*-249.617*	*Nil*
Amortization of Prior Service Cost	*Nil*	*Nil*
Net Actuarial (Gain) / Loss to be recognized	*-206.136*	*-841.503*
Transfer In / Out	*Nil*	*Nil*
Curtailment (Gain) / Loss recognized	*Nil*	*Nil*
Settlement (Gain) / Loss recognized		
Expense recognized in Profit and Loss Account	*1,855.238*	*616.397*

(iii) Movement in the Liability recognized in the Balance Sheet

Particulars	*Gratuity Financial Year ending 31/03/2026*	*Gratuity Financial Year ending 31/03/2025*
Defined Benefit Obligation at the beginning	*7,091.544*	*6475.147*
Expenses Recognized in P & L Statement	*1,855.238*	*616.397*
Benefits Paid	*-2,670.251*	*-*
Actual Return on Plan Assets	*238.778*	*Nil*
Acquisition Adjustment	*Nil*	*Nil*
Present Value of Obligations as at the end	*6,515.309*	*7091.544*

(iv) Bifurcation of Present Value of Obligations at the end of the current period as per Schedule III of the Companies Act, 2013:

Particulars	*Gratuity 31/03/2026*	*Gratuity 31/03/2025*
Current Liability (Short Term)	*815.009*	*2,347.789*
Non-Current Liability (Long Term)	*5,700.300*	*4,743.755*
Present Value of Obligation as at the end	*6,515.309*	*7,091.544*

(v) Financial Assumptions:

Particulars	Gratuity 31/03/2026	Gratuity 31/03/2025
Discount Rate (per Annum)	7.20%	6.92%
Salary Growth Rate (Per Annum)	4.00%	4.00%
Expected rate of return on Plan Assets (P.A)	7.20%	6.92%

The above information is furnished based on the certificate of an actuary.

8. Operating leases:

Assets given on Lease

a) Total of minimum lease payment

Total of minimum lease receipts for a period		
	Not later than one year	720
	Later than one year and not later than five years	4320
	Later than five years	NIL

b) A general description of significant leasing arrangements: The Company has entered into Operating lease arrangements for Land & buildings.

9. Related Parties Disclosure:

a) Names of related parties and description of relationship:

I	Name of the Key Managerial Personnel
	G Narasinga Rao, Director & Company Secretary
	M.B.Prasad, Director
	D.Suresh Kumar, Director
II	Associates / Members of the Company
	Andromeda Energy Technologies Private Limited

b) Transactions with Related Parties: KMP	2025-26	2024-25
Remuneration paid to KMP	900.000	900.000
Outstanding Balances		
Remuneration Outstanding Balance	0.00	0.00

c) Transactions with Related Parties: Associates	2025-26	2024-25
Sale of Goods	27,365.986	Nil
Sale of land	Nil	Nil
Lease rent	Nil	Nil
Purchase	Nil	Nil
Advances received back	Nil	Nil
Advances paid	2,93,000.00	Nil
Other Outstanding Receivable / (Payable)	28,152.620	(839.244)

10. Additional Information as per Paragraph (5) of Sch. III Part-II (Division I) to the extent applicable: -

The Company is engaged in the business of Manufacturing of Thermal Batteries. The details of the Purchases, Sales and Consumption of Raw Material and Gross Income from Services are as under :-

(a) Purchases and Spares & Consumables *(Thousand)*

Particulars	Amount (CY)	Amount (PY)
Purchases	28,448.915	30,493.449
Spares & Consumables	3,193.265	393.608
Other Site expenses	3,350.623	10541.662

(b) Revenue from Operations *(Thousand)*

Particulars	Amount (CY)	Amount (PY)
Sales of Goods	160,685.709	152,527.857
Sales of Services	0	0
Other Operating Income	0	0

(c) Earnings per Share *(Thousand)*

Basic Earnings per equity share	Current Year (Rs.)	Previous Year (Rs.)
Net Profit after tax	1752.171	6,048.047
Average number of equity of Shares of Rs.10/- each fully paid up	1492.000	1492.000
Basics Earnings per equity share	1.17	4.05

1. *The profit and loss account shall also contain by way of a note the following information, namely:*

(a) Value of imports calculated on C.I.F basis by the company during the financial year in respect of— *(Thousand)*

Sl. No	Particulars	Amount (CY	Amount (PY
1	Raw Materials	8,913.869	5047.327
2	Components and spare parts;	Nil	Nil
3	Capital goods;	1,225.703	Nil

(b) Expenditure in foreign currency during the financial year on account of- (Thousand)

Sl.No	Particulars	Amount (CY	Amount (PY
1	Consultancy Services Received in Non-Territory	Nil	Nil
2	Technical Services	Nil	Nil
3	Interest Fee	Nil	Nil
4	Commission & Brokerages	Nil	Nil
5	Food & Accommodations Recovered from Bills	Nil	Nil

(c) Total value if all Imported or Indigenous Raw materials, spare parts and components consumed during the financial year

(Thousand)

Sl. No	Particulars	Amount (CY)	%	Amount (PY)	%
1	Value of all indigenous raw materials	22,885.669	72.01	40,142.723	88.83
2	Value of all imported raw materials	8,913.869	27.99	5,047.327	11.17
	Total	**31,799.538**	**100.00**	**45,190.050**	**100.00**
1	Value of all indigenous spare parts & Components	3,193.265	100.00	756.254	100.00
2	Value of all imported spare parts & Components	0.000	0.00	0.00	0.00
	Total	**3,193.265**	**100.00**	**756.254**	**100.00**

(d) Earnings in foreign exchange classified under the following heads, namely: —

(Thousand)

Sl. No	Particulars	Amount (CY	Amount (PY
1	Export of goods calculated on F.O.B. basis;	Nil	4821.456

11. ***Additional Regulatory Information as per Paragraph (Y) of Sch III Part-I (Division I):-***

The sub-clauses from (i) to (xiv) are not applicable to the company, since no such circumstances prevail during the current financial year or immediately preceding financial year, except sub-clause (xii) for which details are given below.

Intangible Assets Under Development:

Intangible Assets under development aging schedule in ongoing projects for a period of

Intangible assets under development	Amount in under development - on going projects for the period				Total Rs. Thousand
	Less than 1 year	1 - 2 Years	2-3 Years	More than 3 years	
Battery Products: Current Year ending 31/03/2026	43,252.521	20,455.020	-	-	**63,707.541**
Battery Products: Previous Year ending 31/03/2025	20,455.020	-	-	-	**20,455.020**

Ratios:

Particulars	*Numerator*	*Denominator*	*Current Year*	*Previous Year*	*Change*
1. Current Ratio	*Current Assets*	*Current Liabilities*	*12.044*	*8.340*	*44.42% (1)*
2. Debt-EquityRatio	*Short Term Debt + Long Term Debt+Other Fixed Payment*	*Shareholders Equity*	*8.793*	*4.880*	*80.19% (2)*
3. Debt Service Coverage Ratio	*Net Operating Income*	*Total Debt Service*	*4.532*	*0.037*	*12148.60 % (3)*
4. Return on Equity Ratio	*Net Income*	*Shareholders Equity*	*0.029*	*0.405*	*-92.95% (4)*
5. Inventory Turnover Ratio	*Cost of goods sold*	*Average Inventory*	*1.054*	*0.726*	*45.24% (5)*
6. Trade Receivables Turnover Ratio	*Revenue from Operations*	*Average Account Receivable*	*0.657*	*1.490*	*-55.88% (6)*
7. Trade Payables Turnover Ratio	*Net Credit Purchases*	*Average Account Payable*	*1.580*	*2.650*	*-40.38% (7)*
8. Net Capital Turnover Ratio	*Turnover*	*Working Capital*	*0.291*	*0.428*	*-32.08% (8)*
9. Net Profit Ratio	*Net Profit*	*Turnover*	*0.011*	*0.039*	*-72.04% (9)*
10. Return on Capital Employed	*EBIT*	*(Total Assets – Current Liabilities)*	*0.056*	*0.062*	*-9.87%*

EXPLANATION FOR CHANGE IN RATIO BY MORE THAN 25% AS COMPARED TO PRECEDING YEAR:

(1) The increase is on account of increase in current assets during the year 2025-26.
(2) The increase is on account of increase in long-term borrowings during the year 25-26
(3) The increase is on account of increase in debt during the year 25-26
(4) The decrease is on account of decrease in net profits during the year 25-26.
(5) The Increase is on account of decrease in average inventory during the year 25-26.
(6) The decrease is on account of increase in average Account receivables during the year 25-26

(7) The decrease is on account of decrease in net credit purchases and increases in Average Account Payable compared to previous year.
(8) The decrease is on account of increase in Working Capital during the year 25-26
(9) The decrease is on account of decrease in Net Profit for the year 25-26.

Subsequent Event – Term Loan Sanction and Disbursement

The Company was sanctioned a term loan of ₹4.85 crore by Karur Vysya Bank Limited on 28 March 2026, for a tenure of five years. The Company paid a loan processing fee of ₹4.85 lakh on 31 March 2026.

The execution of the loan documentation and creation of the requisite charge/security were completed subsequent to the financial year-end of 31 March 2026. Accordingly, the related borrowing and security were not in place as at the reporting date and have been disclosed as a subsequent event, as applicable.

2. *Previous year's figures have been re-grouped / re-classified to conform to that of the current year's classification.*

As per our Report of Even date attached
For ***MAHADEVAN & CO***
Chartered Accountants
FRN.001925S

For and on Behalf of the Board

P RAVINDRANADH REDDY
Partner
Membership No:#21149
Place: Hyderabad
Date:5th September 2026
UDIN: 26021149YSTMDH3682

MAHADEVAN & CO. Chartered Accountants (FRN.001925S) HYDERABAD

G.N.RAO
Director & Company Secretary
DIN: 01456442

Suresh Kumar D
Director
DIN: 02112050

Renewable Energy Systems Limited Hyderabad