

Karnika Industries Limited

6 & 6/1, Gurgola Ghat Road, Howrah - 711 106, Phone: +91 33 2655 8101, 98302 28105

E-mail : info@karnikaindustries.com, GSTIN : 19AAJCK4601M1Z8, CIN : L17299WB2022PLC253035

Website-www.karnikaindustries.com

To,
National Stock Exchange of India Ltd.,
Exchange Plaza, 5th Floor, Plot No.C/1,
G Block, Bandra-Kurla Complex, Bandra (E),
Mumbai – 400 051.

Date- May 16, 2026

Dear Sir/Madam,

SCRIP CODE: KARNIKA

Sub: Outcome of the Board Meeting of Karnika Industries Limited (the Company) pursuant to Regulation 33 and 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Meeting Commencement Time	06:00 P.M.
Meeting Conclusion Time	09:00 P.M.

Dear Sir/Madam,

In continuation of our intimation dated May 9, 2026 and pursuant to Regulation 30, 33 and other applicable regulations read with Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("LODR"), We hereby inform that the meeting of Board of Directors of the Company was held today viz, Saturday, May 16, 2026 and the Board has, inter-alia, considered and approved the following businesses:

1. The Audited Standalone and Consolidated Financial Results for the Quarter and Year ended 31st March, 2026, as recommended By Audit Committee, along with Independent Auditor's Limited Review Report thereon (Attached as Annexure-A).
2. Re-appointment of Ajay Mundhra & Associates, Chartered Accountants having (FRN-311035) as Internal Auditor of the Company for the Financial Year 2026-27 (Attached as Annexure-B).

Please note that the company has fully utilized it's IPO proceeds in the F.Y. 2023-24 and the relevant Utilization Certificate has been submitted to the exchange on 5th June, 2025.

Further, pursuant to securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 as amended and the Company's Code of Conduct to regulate, monitor and report trading by designated persons and immediate relatives of Designated Persons (Code), the Trading Window for trading in the securities of the Company has been closed from the 20th March, 2026 and will remain closed till 48 hours after the announcement of the financial results of the Company for all Designated Persons and immediate relatives of Designated Persons covered under the Code of the Company.

The aforesaid financial results are being uploaded on the Company's website i.e., www.karnikaindustries.com

We request you to take the above information on record and disseminate the same on your websites.

Thanking You,
Yours Faithfully,
For Karnika Industries Limited

Niranjan Mundhra
Managing Director
DIN- 05254448

Karnika Industries Limited

6 & 6/1, Gurgola Ghat Road, Howrah - 711 106, Phone: +91 33 2655 8101, 98302 28105

E-mail : info@karnikaindustries.com, GSTIN : 19AAJCK4601M1Z8, CIN : L17299WB2022PLC253035

Website-www.karnikaindustries.com

Date: May 16, 2026

To,
National Stock Exchange of India Limited ("NSE")
Exchange Plaza, Plot No. C/1, G- Block, Bandra -Kurla Complex,
Bandra (East), Mumbai-400051.
Scrip Code: KARNIKA

Subject: Outcome of Board Meeting

Commencement of Board Meeting: 06:00 P.M.

Conclusion of Board Meeting: 09:00 P.M.

Dear Sir/Madam,

With reference to the captioned subject, the meeting of Board of Directors of the Company was held today viz, Saturday, 16th May, 2026 and the Board has, inter-alia, considered and approved the Audited Standalone and Consolidated Financial Results for the Quarter and Year ended 31st March, 2026.

Please find enclosed the followings:

1. Copy of Audited Standalone and Consolidated Financial Results for the Half Year and Year ended 31st March, 2026 along with Independent Auditor's Report thereon and
2. Declaration of Unmodified Opinion on Audited Standalone and Consolidated Financial Results for the Financial Year ended 31st March, 2026.

Please note that the company has fully utilized it's IPO proceeds in the F.Y. 2023-24 and the relevant Utilization Certificate has been submitted to the exchange on 5th June, 2025.

The said results may also be accessed on the Company's website i.e. www.karnikaindustries.com

You are requested to take the same on your record.

Thanking you.

Yours faithfully,
For Karnika Industries Limited

Niranjan Mundhra
Managing Director
DIN-05254448
Encl: As stated above



Annexure - A

To
**The Board of Directors,
Karnika Industries Limited**

Report on the Audit of the Standalone Financial Results

Opinion

We have audited the accompanying Standalone Financial Results of Karnika Industries Limited ("the Company") for the quarter and year ended March 31, 2026, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, these standalone financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive loss and other financial information of the Company for the quarter and year ended March 31, 2026.

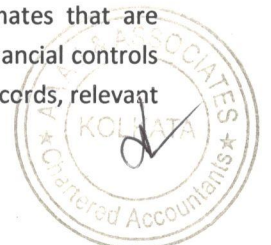
Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of Companies Act, 2013 (the Act). Our responsibility under those Standards is further described in the Auditor's Responsibility for the Audit of the Standalone Financial Results 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 results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with the requirements of the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibility for Standalone Financial Results

These quarterly and annual financial results have been prepared on the basis of standalone financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive loss and other financial information in accordance with the accounting principles generally accepted in India including the Indian Accounting Standards specified in the Companies (Indian Accounting Standards) Rules, 2015 (as amended) under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

This responsibility also includes maintenance of adequate 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 judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant



to the presentation of the standalone financial results that give a true and fair view and free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the audit of Standalone Financial Results

Our objectives are to obtain reasonable assurance whether the standalone financial results as a whole are free from material misstatement, whether due to fraud and 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 detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of the users taken on the basis of these standalone financial results. As a part of an audit in accordance with the SAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- i. Identify and assess the risk of material misstatement of the standalone financial results, 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. This risk of not detecting a material misstatement resulting from a fraud is higher than one resulting from an error, as fraud may involve collusion, forgery, intentional omissions, misrepresentation, or the override of internal control.
- ii. 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 Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to the financial statements in place and the operating effectiveness of such controls.
- iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- iv. Conclude on the appropriateness of the Board of Director's use of 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 disclosure in the financial results 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.
- v. Evaluate the overall presentation, structure and content of standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and the events in the manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of audit and the 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 the 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.



Other Matter

The quarterly standalone financial results for the quarter ended March 31, 2026 are the derived figures between the audited figures for the year ended March 31, 2026 and the published year-to-date figures up to December 31, 2025 being the date of the end of third quarter of the current financial year which were subjected to limited review as required under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 by us.

**For M/s A A A J & Associates
(Formerly Uttam Agrawal & Associates)
Chartered Accountants
Registration No 322455E**

Deepak

**CA Deepak Agarwal
Partner
Mem No. 061132
UDIN: 26061132YZAUCO7736
Date: 16.05.2026
Place: Kolkata**



KARNIKA INDUSTRIES LIMITED
CIN : L17299WB2022PLC253035
6 & 6/1, Gurgola Ghat Road, P.O. Salkia,
Howrah - 711106 (West Bengal)

STANDALONE STATEMENT OF ASSETS & LIABILITIES AS AT 31ST MARCH, 2026

Particulars	(₹ in Lakhs)	
	As at March 31, 2026 (Audited)	As at March 31, 2025 (Audited)
ASSETS		
(1) Non-Current Assets		
(a) Property, Plant and Equipment	601.49	734.26
(b) Intangible Assets	11.12	8.29
(c) Financial Assets		
(i) Investments	2,359.43	836.34
(ii) Other Financial Assets	133.89	120.76
(d) Deferred Tax Asset	85.16	19.67
Total Non Current Assets	3,191.09	1,719.32
(2) Current Assets		
(a) Inventories	5,064.76	5,000.99
(b) Financial Assets		
(i) Trade Receivables	6,740.70	7,456.85
(ii) Cash and Cash Equivalents	9.13	25.36
(iii) Loans	1,547.76	885.36
(iv) Other Financial Assets	2,178.66	108.16
(c) Other current assets	169.75	240.27
Total Current Assets	15,710.76	13,716.99
Total Assets	18,901.85	15,436.31
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share Capital	6,199.75	1,239.95
(b) Other Equity	3,313.81	5,838.35
Total Equity	9,513.56	7,078.30
Liabilities		
(1) Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	77.89	132.46
(b) Provisions	19.62	16.53
Total Non-current liabilities	97.51	148.99
(2) Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	6,970.88	5,887.27
(ii) Trade Payables		
Total Outstanding dues to Micro and Small Enterprises	232.14	217.55
Total Outstanding dues of Creditors other than Micro and Small	1,406.05	1,878.44
(b) Other current liabilities	677.56	194.49
(c) Provisions	4.15	31.27
Total Current Liabilities	9,290.78	8,209.02
Total Liabilities	9,388.29	8,358.01
Total Equity and Liabilities	18,901.85	15,436.31

For and on behalf of the Board of Directors of Karnika Industries Ltd.

Niranjan Mundhra

Niranjan Mundhra
(Managing Director)
DIN: 05254448

Shiv Shankar Mundhra

Shiv Shankar Mundhra
(Whole-Time Director)
DIN: 02926873

Krishnan

Krishan Kumar Karnani
(Chief Financial Officer)

Muskan Mundhra

Muskan Mundhra
(Company Secretary)
Mem No. A71679



KARNIKA INDUSTRIES LIMITED
CIN : L17299WB2022PLC253035
6 & 6/1, Gurgola Ghat Road, P.O. Salkia,
Howrah - 711106 (West Bengal)

Statement of Standalone Audited Financial Results for the Quarter and Year ended 31st March, 2026

Sr. No.	PARTICULARS	(₹ in Lakhs)				
		Quarter Ended			Year Ended	
		31.03.2026	31.12.2025	31.03.2025	31.03.2026	31.03.2025
		Audited	Unaudited	Audited	Audited	Audited
I	Revenue from Operations	6085.00	6041.84	6036.83	22428.14	17254.85
II	Other Income	714.63	50.24	207.76	868.12	373.12
III	Total Income (I+II)	6799.63	6092.08	6244.59	23296.26	17627.97
IV	Expenses					
	Cost of Materials Consumed	3609.21	4715.88	1897.24	12149.58	7116.13
	Purchase of Stock in Trade	865.03	88.32	1206.64	2715.64	2906.91
	Changes in Inventories of Finished Goods, Stock -in- Trade and Work-in-Progress	(381.58)	(601.52)	583.42	(594.23)	(467.63)
	Employee Benefits Expense	201.09	161.78	171.86	737.05	601.27
	Finance Costs	128.13	135.83	132.45	538.16	446.38
	Depreciation and Amortization Expense	39.90	41.72	19.33	163.49	112.87
	Other Expenses	1217.30	701.88	1382.62	3927.42	4494.93
	Total Expenses (IV)	5679.08	5243.89	5393.56	19637.11	15210.86
V	Profit/(Loss) before tax (III-IV)	1120.55	848.19	851.03	3659.15	2417.11
VI	Tax Expense:					
	(1) Current Tax	335.00	215.00	222.00	1000.00	616.00
	(2) Deferred Tax charge/(Credit)	(6.53)	(2.36)	1.85	(14.92)	(1.11)
	(3) Earlier Year Tax	0.00	6.34	0.00	6.34	(0.83)
VII	Profit/(Loss) for the period(V-VI)	792.08	629.21	627.18	2667.73	1803.05
VIII	Other Comprehensive Income/(loss)					
	(i) a. Item that will not be reclassified to profit or loss	(139.27)	(233.62)	(146.34)	(251.03)	(29.98)
	b. Tax on Item that will not be reclassified to profit or loss	31.86	53.45	33.48	57.43	6.86
	(ii) a. Item that will be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00
	b. Tax on Item that will be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00
	Other Comprehensive Income/(loss) For the Period, net of tax	(107.41)	(180.17)	(112.86)	(193.60)	(23.12)
IX	Total Comprehensive Income for the Period comprising profit/(Loss) and other comprehensive income for the period (VII+VIII)	684.67	449.04	514.32	2474.13	1779.93
X	Paid-up equity share capital (Face Value of Rs. 10 per share)	6,199.75	6,199.75	1,239.95	6,199.75	1,239.95
XI	Other Equity				3313.81	5838.35
XII	Earnings Per share (EPS) of Rs 10 each (not annualised)					
	(1) Basic & Diluted (Rs.)	1.28	1.01	5.06	6.41	14.54

For and on behalf of the Board of Directors of Karnika Industries Ltd.

Niranjan Mundhra

Niranjan Mundhra
(Managing Director)
DIN: 05254448

Shiv Shankar Mundhra

Shiv Shankar Mundhra
(Whole-Time Director)
DIN: 02926873

Krishan

Krishan Kumar Karnani
(Chief Financial Officer)

Muskan Mundhra

Muskan Mundhra
(Company Secretary)
Mem No. A71679



KARNIKA INDUSTRIES LIMITED
CIN : L17299WB2022PLC253035
6 & 6/1, Gurgola Ghat Road, P.O. Salkia,
Howrah - 711106 (West Bengal)

STANDALONE CASH FLOW STATEMENT FOR THE QUARTER ENDED AND YEAR ENDED 31ST MARCH, 2026

	Audited 31.03.2026 (₹ in Lakhs)	Audited 31.03.2025 (₹ in Lakhs)
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Profit before Tax from Continuing Operations	3,659.15	2,417.10
Adjustment for :		
Depreciation and amortisation expense	163.49	112.87
Finance Cost	538.16	446.38
Transaction Charges in Relation to Investment	9.61	6.16
(Profit)/Loss on Sale of Share / Mutual Funds	188.53	(173.74)
(Profit)/Loss on Sale of Fixed Assets	(1.02)	-
Provision for Gratuity	3.28	(1.34)
Adjustment for unrealised foreign exchange	(20.25)	(13.47)
Expenses in relation to increase in Share Capital	33.75	-
Dividend Income	(0.21)	(0.66)
Interest Received	(109.73)	(100.24)
Operating Profit before Working Capital changes	4,464.76	2,693.06
Changes in Working Capital:		
Adjustment for :		
(Increase)/Decrease in Inventories	(63.77)	(243.42)
(Increase)/Decrease in Trade Receivables	736.39	(2,305.51)
(Increase)/Decrease in Financial Assets (Current)	(2,070.49)	(49.48)
(Increase)/Decrease in Other Current Assets	70.52	67.49
(Increase)/Decrease in Other Financial Assets (Non-Current)	(13.12)	(79.54)
Increase/(Decrease) in Trade Payables	(457.81)	770.19
Increase/(Decrease) in Short Term Provisions	(27.31)	(3.11)
Increase/(Decrease) in Other Current Liabilities	483.08	95.09
Net Changes in Working Capital	(1,342.51)	(1,748.29)
Cash Flow from operating activities before Tax .	3,122.25	944.77
Less: Tax Expenses:		
Income Tax Paid (Net)	1,006.34	615.17
Net Cash Generated from/(used in) Operating Activities.	2,115.91	329.60
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of Shares / Mutual Funds held as Investments	(4,565.59)	(2,671.72)
Sales of Shares / Mutual Funds held as Investments	2,632.92	1,979.15
Loan & Advances to Corporate and Other (Net)	(662.41)	(885.36)
Sales/(Purchase) of Property, Plant & Equipments	(32.53)	(347.60)
Transaction Charges in Relation to Investments	(9.61)	(6.16)
Dividend Received	0.21	0.66
Interest Received	109.73	100.24
Net Cash Generated from/(used in) Investing Activities.	(2,527.28)	(1,830.79)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Expenses in relation to increase in Share Capital	(33.75)	-
Proceed/(Repayment) in Short Term Borrowings (Net)	1,083.61	863.20
Repayment of Long Term Loans and Advances (Net)	-	10.00
Proceed/(Repayment) in Long Term Borrowings (Net)	(54.56)	(53.74)
Dividend Paid	(62.00)	-
Finance Cost	(538.16)	(446.38)
Net Cash Generated from/(used in) Financing Activities	395.14	373.08
D. Effect of Exchange rate Changes on Cash and Cash Equivalents		
	-	0.06
Net Increase/(Decrease) in Cash and Cash Equivalents	(16.23)	(1,128.05)
Cash and Cash Equivalents at the beginning of the year	25.36	1,153.41
Cash and Cash Equivalents at the end of the year	9.13	25.36

For and on behalf of the Board of Directors of Karnika Industries Ltd.

Niranjan Mundhra *Shiv Shankar Mundhra*

Niranjan Mundhra
(Managing Director)
DIN: 05254448

Shiv Shankar Mundhra
(Whole-Time Director)
DIN: 02926873

Krishan

Krishan Kumar Karnani
Chief Financial Officer

Muskan Mundhra

Muskan Mundhra
Company Secretary
Mem No. A71679



Selected explanatory notes to the Statement of Audited Standalone Financial Results for the quarter and year ended March 31, 2026

- i. The Audited Standalone Financial Results of Karnika Industries Limited (the "Company") for the quarter and year ended 31st March 2026 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 16, 2026. The results are being published in accordance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.
- ii. The Standalone Financial Results of the Company have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) 2015, as amended.
- iii. As the Company operates only in one business segment i.e. textile which includes fabrics, ready-made garments and its accessories, it is reporting its results in a single segment. Therefore, Therefore, no further disclosures are required to be furnished as per Ind-AS 108 "Operating Segments".
- iv. The figures for the quarter ending 31st March 2026 are the balancing figures between the audited figures in respect of the financial year ended 31st March 2026 and published year to date figures for nine months ended 31st December 2025, which were subject to limited review by the Statutory Auditors.
- v. Effective 21 November 2025, the Government of India has notified the four Labour Codes - the Code on Wages 2019, the Industrial Relations Code 2020, the Code on Social Security 2020, and the Occupational Safety Health and Working Conditions Code, 2020 collectively referred to as the 'New Labour Codes' - consolidating 29 existing labour laws. Under Ind AS 19, legislative changes impacting employee benefit obligations are considered plan amendments, and the resultant past service cost is required to be recognized immediately in the Statement of Profit and Loss. Consequent to the implementation of the New Labour Codes, the company has assessed and the impact of these changes on the basis of the best information available for the year ended 31st March 2026, is not material to these financial statements. The company has recorded its provision for employee benefits in these financial results.
- vi. There are no Investor Complaints received during the year under review.
- vii. Previous Year's figures have been regrouped / rearranged / reclassified wherever necessary in order to correspond with the current year's classification/ disclosure.
- viii. The results for the quarter and year ended 31st March 2026, are available on the National Stock Exchange of India Limited website (URL: www.nseindia.com/corporates) and on the Company's website





Anexure - A

Independent Auditor's Report on the Quarterly and Year to Date Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors,
Karnika Industries Limited

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date consolidated financial results of Karnika Industries Limited ("Holding Company") and its subsidiary Kidcity Solutions Private Limited (the Holding Company and its subsidiary together referred to as "the Group") for the quarter ended March 31, 2026 and for the year ended March 31, 2026 ("Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations")

In our opinion and to the best of our information and according to the explanations given to us, these Consolidated Financial Results

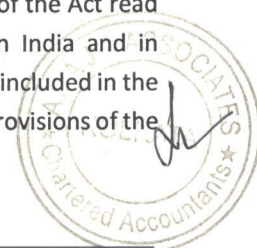
- are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and
- gives a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive loss and other financial information of the Group for the quarter ended March 31, 2026 and for the year ended March 31, 2026.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Consolidated Financial Results

The Statement has been prepared on the basis of the Consolidated Annual Financial Statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the net profit and other comprehensive loss and other financial information of the Group including in accordance with the applicable accounting standards prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Board of Directors of the company included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the



Act for safeguarding of the assets of their respective company(ies) 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 the 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the Board of Directors of the company included in the Group is responsible for assessing the ability of their company 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 of the company included in the Group is also responsible for overseeing the financial reporting process of the company.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 the Statement.

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

- Identify and assess the risks of material misstatement of the Statement, 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 Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' 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 ability of the Group 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 Statement 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.



- Obtain sufficient appropriate audit evidence regarding the consolidated financial results/ financial information of the entities within the Group of which we are the independent auditors to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Statement of which we are the independent auditors. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entity included in the Statement of which we are the independent auditors 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.

Other Matter

The quarterly consolidated financial results for the quarter ended March 31, 2026 are the derived figures between the audited figures for the year ended March 31, 2026 and the published year-to-date figures up to December 31, 2025 being the date of the end of third quarter of the current financial year which were subjected to limited review as required under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 by us.

**For M/s A A A J & Associates
(Formerly Uttam Agrawal & Associates)
Chartered Accountants
Registration No 322455E**

Deepak

**CA Deepak Agarwal
Partner
Mem No. 061132
UDIN: 26061132JPHZWS7176
Date: 16.05.2026
Place: Kolkata**



KARNIKA INDUSTRIES LIMITED
CIN : L17299WB2022PLC253035
6 & 6/1, Gurgola Ghat Road, P.O. Salkia,
Howrah - 711106 (West Bengal)

CONSOLIDATED STATEMENT OF ASSETS & LIABILITIES AS AT 31ST MARCH, 2026

Particulars	As at March 31, 2026 (Audited)
ASSETS	
(1) Non-Current Assets	
(a) Property, Plant and Equipment	613.52
(b) Intangible Assets	12.13
(c) Capital Work-in-progress	91.00
(d) Goodwill	14.03
(e) Financial Assets	
(i) Investments	1,992.01
(ii) Other Financial Assets	135.88
(f) Deferred Tax Asset	85.85
Total Non Current Assets	2,944.43
(2) Current Assets	
(a) Inventories	5,803.04
(b) Financial Assets	
(i) Trade Receivables	8,767.80
(ii) Cash and Cash Equivalents	29.06
(iii) Loans	1,547.76
(iv) Other Financial Assets	2,211.03
(c) Other current assets	190.72
Total Current Assets	18,549.41
Total Assets	21,493.84
EQUITY AND LIABILITIES	
Equity	
(a) Equity Share Capital	6,199.75
(b) Other Equity	3,442.02
(c) Non Controlling Interest	160.53
Total Equity	9,802.30
Liabilities	
(1) Non-current liabilities	
(a) Financial Liabilities	
(i) Borrowings	77.89
(b) Provisions	19.62
Total Non-current liabilities	97.51
(2) Current liabilities	
(a) Financial Liabilities	
(i) Borrowings	7,474.64
(ii) Trade Payables	
Total Outstanding dues to Micro and Small Enterprises	232.14
Total Outstanding dues of Creditors other than Micro and Small	3,155.54
(b) Other current liabilities	727.56
(c) Provisions	4.15
Total Current Liabilities	11,594.03
Total Liabilities	11,691.54
Total Equity and Liabilities	21,493.84

For and on behalf of the Board of Directors of Karnika Industries Ltd.

Niranjan Mundhra Shiv Shankar

Niranjan Mundhra
(Managing Director)
DIN: 05254448

Shiv Shankar Mundhra
(Whole-Time Director)
DIN: 02926873

Krishan

Krishan Kumar Karnani
(Chief Financial Officer)

Muskan Mundhra

Muskan Mundhra
(Company Secretary)
Mem No. A71679



KARNIKA INDUSTRIES LIMITED
CIN : L17299WB2022PLC253035
6 & 6/1, Gurgola Ghat Road, P.O. Salkia,
Howrah - 711106 (West Bengal)

Statement of Consolidated Audited Financial Results for the Quarter and Year ended 31st March, 2026

Sr. No.	PARTICULARS	(₹ in Lakhs)		
		Quarter Ended		Year Ended
		31.03.2026	31.12.2025	31.03.2026
		Audited	Unaudited	Audited
I	Revenue from Operations	7173.93	7368.99	24847.90
II	Other Income	715.16	50.54	868.95
III	Total Income (I+II)	7889.09	7419.53	25716.85
IV	Expenses			
	Cost of Materials Consumed	3609.21	4715.88	12149.58
	Purchase of Stock in Trade	2329.88	1344.42	5440.27
	Changes in Inventories of Finished Goods, Stock -in- Trade and Work-in-Progress	(869.92)	(613.24)	(1094.29)
	Employee Benefits Expense	220.91	178.59	773.68
	Finance Costs	129.58	136.74	540.51
	Depreciation and Amortization Expense	41.32	42.91	166.10
	Other Expenses	1115.77	729.30	3853.31
	Total Expenses (IV)	6576.75	6534.60	21829.16
V	Profit/(Loss) before tax (III-IV)	1312.34	884.93	3887.69
VI	Tax Expense:			
	(1) Current Tax	388.00	220.00	1058.00
	(2) Deferred Tax charge/(Credit)	(7.37)	(1.91)	(15.31)
	(3) Earlier Year Tax	0.00	6.34	6.34
VII	Profit/(Loss) for the period(V-VI)	931.71	660.50	2838.66
VIII	Other Comprehensive Income/(loss)			
	(i) a. Item that will not be reclassified to profit or loss	(139.27)	(233.62)	(251.03)
	b. Tax on Item that will not be reclassified to profit or loss	31.86	53.45	57.43
	Other Comprehensive Income/(loss) For the Period, net of tax	(107.40)	(180.17)	(193.59)
IX	Total Comprehensive Income for the Period comprising profit/(Loss) and other comprehensive income for the period (VII+VIII)	824.31	480.33	2645.07
X	Paid-up equity share capital (Face Value of Rs. 10 per share)	6,199.75	6,199.75	6,199.75
XI	Profit for the period attributable to			
	(a) Equity holders of Parent	896.80	652.68	2795.93
	(b) Non-controlling interest	34.91	7.82	42.73
XII	Other Comprehensive Income/(loss) for the period attributable to			
	(a) Equity holders of Parent	(107.40)	(180.17)	(193.59)
	(b) Non-controlling interest	-	-	-
XIII	Total Comprehensive Income/(loss) for the period attributable to			
	(a) Equity holders of Parent	789.40	472.51	2602.34
	(b) Non-controlling interest	34.91	7.82	42.73
XIV	Paid-up equity share capital (Face Value of Rs. 10 per share)	6,199.75	6,199.75	6,199.75
XV	Other Equity			3442.02
XVI	Earnings Per share (EPS) of Rs 10 each (not annualised)			
	(1) Basic & Diluted (Rs.)	1.45	1.05	6.72

For and on behalf of the Board of Directors of Karnika Industries Ltd.

Niranjan Mundhra

Niranjan Mundhra
(Managing Director)
DIN: 05254448

Shiv Shankar Mundhra

Shiv Shankar Mundhra
(Whole-Time Director)
DIN: 02926873

Krishan

Krishan Kumar Karnani
(Chief Financial Officer)

Muskan Mundhra

Muskan Mundhra
(Company Secretary)
Mem No. A71679



KARNIKA INDUSTRIES LIMITED
CIN : L17299WB2022PLC253035
6 & 6/1, Gurgola Ghat Road, P.O. Salkia,
Howrah - 711106 (West Bengal)

**CONSOLIDATED AUDITED CASH FLOW STATEMENT FOR THE QUARTER ENDED AND YEAR
ENDED 31ST MARCH, 2026**

	Audited 31.03.2026 (₹ in Lakhs)
A. CASH FLOW FROM OPERATING ACTIVITIES :	
Profit before Tax from Continuing Operations	3,887.69
Adjustment for :	
Depreciation and amortisation expense	166.10
Finance Cost	540.52
Transaction Charges in Relation to Investment	9.60
Expenses in relation to increase in Share Capital	33.75
(Profit)/Loss on Sale of Share / Mutual Funds	188.53
(Profit)/Loss on Sale of Fixed Assets	(1.02)
Provision for Gratuity	3.28
Adjustment for unrealised foreign exchange	(20.25)
Dividend Income	(0.21)
Interest Received	(109.73)
Operating Profit before Working Capital changes	4,698.26
Changes in Working Capital:	
Adjustment for :	
(Increase)/Decrease in Inventories	(563.83)
(Increase)/Decrease in Trade Receivables	(779.76)
(Increase)/Decrease in Financial Assets (Current)	(2,097.87)
(Increase)/Decrease in Other Current Assets	81.17
(Increase)/Decrease in Other Financial Assets (Non-Current)	(13.12)
Increase/(Decrease) in Trade Payables	873.61
Increase/(Decrease) in Short Term Provisions	(27.31)
Increase/(Decrease) in Other Current Liabilities	510.64
Net Changes in Working Capital	(2,016.47)
Cash Flow from operating activities before Tax .	2,681.79
Less: Tax Expenses:	
Income Tax Paid (Net)	1,064.34
Net Cash Generated from/(used in) Operating Activities.	1,617.45
B. CASH FLOW FROM INVESTING ACTIVITIES :	
Purchase of Shares / Mutual Funds held as Investments	(4,198.16)
Sales of Shares / Mutual Funds held as Investments	2,632.92
Loan & Advances to Corporate and Other (Net)	(662.41)
Sales/(Purchase) of Property, Plant & Equipments	(38.22)
Transaction Charges in Relation to Investments	(9.60)
Dividend Received	0.21
Interest Received	109.73
Net Cash Generated from/(used in) Investing Activities.	(2,165.53)
C. CASH FLOW FROM FINANCING ACTIVITIES :	
Expenses in relation to increase in Share Capital	(33.75)
Proceed/(Repayment) in Short Term Borrowings (Net)	1,243.12
Proceed/(Repayment) in Long Term Borrowings (Net)	(61.86)
Dividend Paid	(62.00)
Finance Cost	(540.52)
Net Cash Generated from/(used in) Financing Activities	544.99
D. Effect of Exchange rate Changes on Cash and Cash Equivalents	
Net Increase/(Decrease) in Cash and Cash Equivalents	(3.09)
Cash and Cash Equivalents at the beginning of the year	32.14
Cash and Cash Equivalents at the end of the year	29.06

For and on behalf of the Board of Directors of Karnika Industries Ltd.

Nirajan Mundhra *Shiv Shankar Mundhra*

Nirajan Mundhra
(Managing Director)
DIN: 05254448

Shiv Shankar Mundhra
(Whole-Time Director)
DIN: 02926873

Krishan
Krishan Kumar Karnani
(Chief Financial Officer)

Muskan Mundhra
Muskan Mundhra
(Company Secretary)
Mem No. A71679



Selected explanatory notes to the Statement of Audited Consolidated Financial Results for the quarter and year ended March 31, 2026

- i. The Audited Consolidated Financial Results of Karnika Industries Limited (the "Company") and its Subsidiary, Kidcity Solutions Private Limited (together referred to as 'the Group') for the quarter and year ended 31st March 2026 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 16, 2026. The results are being published in accordance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.
- ii. The Consolidated financial results of the Holding Company and its Subsidiary have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) 2015, as amended.
- iii. As the Group operates only in one business segment i.e. textile which includes fabrics, ready-made garments and its accessories, it is reporting its results in a single segment. Therefore, no further disclosures are required to be furnished as per Ind-AS 108 "operating segments".
- iv. The figures for the quarter ending 31st March 2026 are the balancing figures between the audited figures in respect of the financial year ended 31st March 2026 and published year to date figures for nine months ended 31st December 2025, which were subject to limited review by the statutory auditors.
- v. Effective 21 November 2025, the Government of India has notified the four Labour Codes - the Code on Wages 2019, the Industrial Relations Code 2020, the Code on Social Security 2020, and the Occupational Safety Health and Working Conditions Code, 2020 collectively referred to as the 'New Labour Codes' - consolidating 29 existing labour laws. Under Ind AS 19, legislative changes impacting employee benefit obligations are considered plan amendments, and the resultant past service cost is required to be recognized immediately in the Statement of Profit and Loss. Consequent to the implementation of the New Labour Codes, the company has assessed and the impact of these changes on the basis of the best information available for the year ended 31st March 2026, is not material to these financial statements. The company has recorded its provision for employee benefits in these financial results.
- vi. There are no Investor Complaints received during the year under review.
- vii. Karnika Industries Limited acquired 75% equity interest in Kidcity Solutions Private Limited on 4th October, 2025, a company primarily engaged in the retail of kids-wear. As a result of this acquisition, the financial results of Kidcity Solutions Private Limited have been consolidated into the Group's financial statements from the acquisition date. The acquisition has been accounted for under the full consolidation method, with Kidcity Solutions Private Limited's revenue and expenses included in the Group's consolidated financials for the First time during the F.Y. 2025-2026 . The impact of the subsidiary's operations on the Group's result includes contributions to revenue, operating profit, and net profit. Any non-controlling interest related to Kidcity Solutions Private Limited is reflected in the consolidated equity. There have been no significant changes in the Group's accounting policies as a result of this acquisition.
- viii. The Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement have been prepared from the date of acquisition, i.e., 4th October 2025. Comparative consolidated financial information for the year 2024-25, has not been presented, as the requirement for consolidation was not applicable in the previous period. Accordingly, such information is not comparable."
- ix. The results for the quarter and year ended 31st March 2026, are available on the National Stock Exchange of India Limited website (URL: www.nseindia.com/corporates) and on the Company's website



Karnika Industries Limited

6 & 6/1, Gurgola Ghat Road, Howrah - 711 106, Phone: +91 33 2655 8101, 98302 28105

E-mail : info@karnikaindustries.com, GSTIN : 19AAJCK4601M1Z8, CIN : L17299WB2022PLC253035
Website-www.karnikaindustries.com

(Annexure-B)

Disclosure of information pursuant to Regulation 30 read with Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 read with SEBI circular No. SEBI/HO/49/14/14(7)2025-CFD-POD2/I/3762/2026 dated January 30, 2026.

SL. No.	Particulars	Ajay Mundhra & Associates, Practising Chartered Accountant
1	Reason for Change Viz., Re-Appointment.	Re-Appointment: Ajay Mundhra & Associates, Practising Chartered Accountant, to comply with the provisions of Companies Act 2013 and the requirements under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2	Date of Appointment/cessation(as applicable) & terms of appointment	Date: 16 th May, 2026 Terms of appointment: Conduct Internal Audit for Financial Year 2026 – 2027.
3	Brief profile (in case of appointment)	Name of Auditor: Mr. Ajay Mundhra, Proprietor of Ajay Mundhra & Associates, Practising Chartered Accountant. Office Address: 21, Hemanta Basu Sarani, Kolkata-700001 Email: caajaymundhra2016@gmail.com Field of Experience: Having good working experience and proficiency in all matters related to Direct Tax Laws, Indirect Tax Laws, Company Law, SEBI and various other business laws. About the auditor: Mr. Ajay Mundhra, Practising Chartered Accountant is a Fellow Member of The Institute of Chartered Accountants of India (ICAI). Having good working experience and proficiency in all matters related to Direct Tax Laws, Indirect Tax Laws, Company Law, SEBI and various other business laws and have command over compliance management with respect to statutory reporting and other statutory requirements.
4	Disclosure of relationships between directors (in case of Appointment of a director)	Not Applicable

Karnika Industries Limited

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E-mail : info@karnikaindustries.com, GSTIN : 19AAJCK4601M1Z8, CIN : L17299WB2022PLC253035

Website-www.karnikaindustries.com

Date-16.05.2026

To,

National Stock Exchange of India Ltd.,
Exchange Plaza, 5th Floor, Plot No.C/1,
G Block, Bandra-Kurla Complex, Bandra (E),
Mumbai - 400 051.

SCRIP CODE: KARNIKA

ISIN: INE0MGA01012

Dear Sir/Madam,

Subject: Declaration pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

Pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 we do hereby confirm, declare and certify that the Audited Standalone and Consolidated Financial Results for the Quarter and year ended 31st March, 2026 does not contain any false or misleading statement or figures and does not omit any material fact which may make the Statements or figures contained therein misleading.

We request you to kindly take the same on record.

Thanking you.

Yours faithfully,

Karnika Industries Limited

KARNIKA INDUSTRIES LIMITED

Niranjan Mundhra.

Director

Niranjan Mundhra
Managing Director
DIN-05254448

Krishan Kumar Karnani
Chief Financial Officer



Krishan