

# Karnika Industries Limited

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

E-mail : [info@karnikaindustries.com](mailto:info@karnikaindustries.com), GSTIN : 19AAJCK4601M1Z8, CIN : L17299WB2022PLC253035  
website: [www.karnikaindustries.com](http://www.karnikaindustries.com)

To,

Date: July 04, 2026

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: 04:00 P.M.**

**Conclusion of Board Meeting: 07:00 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, 4<sup>th</sup> July, 2026 and the Board has, inter-alia, considered and approved the Un-Audited Standalone and Consolidated Financial Results for the Quarter ended 30<sup>th</sup> June, 2026.

Please find enclosed the followings:

1. Un-Audited Standalone and Consolidated Financial Results for the Quarter ended 30<sup>th</sup> June, 2026 Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, this is to inform that the Board of Directors of the Company at its meeting held today i.e. 4<sup>th</sup> July, 2026 (Commenced at 04.00 PM and concluded at 07.00 PM), has inter-alia, approved and taken on record the Un-Audited Standalone and Consolidated Financial Results and Limited Review Report for the Quarter ended 30<sup>th</sup> June, 2026, as recommended by the Audit Committee.

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](http://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**

**Independent Auditor's Limited Review Report on the Unaudited Standalone Financial Results for the quarter ended 30th June 2026 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 Ltd.**  
6 & 6/1, Gurgola Ghat Road,  
P.O. Salkia, Howrah 711106  
West Bengal

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **M/s Karnika Industries Limited** (the "Company") for the quarter ended 30<sup>th</sup> June, 2026, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For M/s A A A J & Associates  
Chartered Accountants  
Registration No 322455E

  
CA Deepak Agarwal  
Partner  
Mem No. 061132  
UDIN: 26061132JNXJHB8443  
Date: July 4, 2026  
Place: Kolkata



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

Statement of Standalone Unaudited Financial Results for the Quarter ended 30th June, 2026

(₹ in Lakhs)

| Sr. No. | PARTICULARS   | Quarter Ended   |                 |                 | Year Ended      |
|---------|---|-----------------|-----------------|-----------------|-----------------|
|         |   | 30.06.2026      | 31.03.2026      | 30.06.2025      | 31.03.2026      |
|         |   | Unaudited       | Audited         | Unaudited       | Audited         |
| I       | Revenue from Operations   | 5977.78         | 6085.00         | 3328.59         | 22428.14        |
| II      | Other Income  | 162.49          | 714.63          | 92.19           | 868.12          |
| III     | <b>Total Income (I+II)</b>  | <b>6140.27</b>  | <b>6799.63</b>  | <b>3420.78</b>  | <b>23296.26</b> |
| IV      | <b>Expenses</b>   |                 |                 |                 |                 |
|         | Cost of Materials Consumed  | 4331.45         | 3609.21         | 1606.56         | 12149.58        |
|         | Purchase of Stock in Trade  | 252.17          | 865.03          | 556.05          | 2715.64         |
|         | Changes in Inventories of Finished Goods, Stock -in- Trade and Work-in-Progress   | (846.26)        | (381.58)        | (472.68)        | (594.23)        |
|         | Employee Benefits Expense   | 242.29          | 201.09          | 176.33          | 737.05          |
|         | Finance Costs   | 132.40          | 128.13          | 135.65          | 538.16          |
|         | Depreciation and Amortization Expense   | 23.54           | 39.90           | 40.58           | 163.49          |
|         | Other Expenses  | 965.26          | 1217.30         | 963.72          | 3927.42         |
|         | <b>Total Expenses (IV)</b>  | <b>5100.85</b>  | <b>5679.08</b>  | <b>3006.21</b>  | <b>19637.11</b> |
| V       | <b>Profit/ (Loss) before tax (III-IV)</b>   | <b>1039.42</b>  | <b>1120.55</b>  | <b>414.57</b>   | <b>3659.15</b>  |
| VI      | Tax Expense:  |                 |                 |                 |                 |
|         | (1) Current Tax   | 288.00          | 335.00          | 110.00          | 1000.00         |
|         | (2) Deferred Tax charge/(Credit)  | 16.23           | (6.53)          | (2.99)          | (14.92)         |
|         | (3) Earlier Year Tax  | 0.00            | 0.00            | 0.00            | 6.34            |
| VII     | <b>Profit/(Loss) for the period(V-VI)</b>   | <b>735.19</b>   | <b>792.08</b>   | <b>307.56</b>   | <b>2667.73</b>  |
| VIII    | <b>Other Comprehensive Income/(loss)</b>  |                 |                 |                 |                 |
|         | (i) a. Item that will not be reclassified to profit or loss   | 93.16           | (139.27)        | 220.33          | (251.03)        |
|         | b. Tax on Item that will not be reclassified to profit or loss  | (21.32)         | 31.86           | (50.41)         | 57.43           |
|         | (ii) a. Item that will be reclassified to profit or loss  | (87.79)         | 0.00            | 0.00            | 0.00            |
|         | b. Tax on Item that will be reclassified to profit or loss  | 20.09           | 0.00            | 0.00            | 0.00            |
|         | <b>Other Comprehensive Income/(loss) For the Period, net of tax</b>   | <b>4.14</b>     | <b>(107.41)</b> | <b>169.92</b>   | <b>(193.60)</b> |
| IX      | <b>Total Comprehensive Income for the Period comprising profit/(Loss) and other comprehensive income for the period</b> | <b>739.33</b>   | <b>684.67</b>   | <b>477.48</b>   | <b>2474.13</b>  |
| X       | <b>Paid-up equity share capital (Face Value of Rs. 10 per share)</b>  | <b>6,199.75</b> | <b>6,199.75</b> | <b>1,239.95</b> | <b>6,199.75</b> |
| XI      | <b>Other Equity</b>   |                 |                 |                 | <b>3313.81</b>  |
| XII     | Earnings Per share (EPS) of Rs 10 each (not annualised)   |                 |                 |                 |                 |
|         | (1) Basic (Rs.)   | 1.19            | 1.28            | 2.48            | 6.41            |
|         | (2) Diluted (Rs.)   | 1.18            | 1.28            | 2.48            | 6.41            |

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: 02926878



### **Note to Unaudited Standalone Financial Results**

1. The Standalone Financial Results of M/s. Karnika Industries Limited (the "Company") for the quarter ended 30<sup>th</sup> June, 2026 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on July 04, 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.
2. 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.
3. The Statutory Auditors have carried out a limited review of the standalone financial results for the quarter ended 30<sup>th</sup> June, 2026 and have issued their unmodified report thereon as required under the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015.
4. 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.
5. 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, no further disclosures are required to be furnished as per Ind-AS 108 "Operating Segments".
6. During the quarter ended 30<sup>th</sup> June, 2026, the Board of Directors, pursuant to the approval of the shareholders obtained in the Extra Ordinary Meeting held on 11<sup>th</sup> May, 2026 and in accordance with the applicable provisions of the Companies Act, 2013 and the applicable SEBI Regulations (where applicable), approved the preferential issue of 39,66,860 equity share warrants to the promoter/non-promoter investors

Each warrant is convertible into one equity share of a face value of Rs. 10/- at an exercise price of Rs. 121/- per share within a period of 18 months from the date of allotment. At the time of issue, the warrant holders paid 25% of the issue price amounting to ₹ 11,99,97,521/-

#### Summary of Utilisation of Proceeds of Preferential issue as on 30.06.2026

| Particulars                                | Rs. In Lacs |
|--|-------------|
| Amount received through Preferential Issue | 1199.98     |
| Less: Amount Utilised                      | 1199.97     |
| Balance amount Unutilised                  | 0.01        |

7. There are no Investor Complaints received during the year under review.
8. Previous Year's figures have been regrouped / rearranged / reclassified wherever necessary in order to correspond with the current year's classification/ disclosure.
9. The results for the quarter ended 30<sup>th</sup> June, 2026, are available on the National Stock Exchange of India Limited website (URL: [www.nseindia.com/corporates](http://www.nseindia.com/corporates)) and on the Company's website.



**Independent Auditor's Limited Review Report on the Unaudited Consolidated Financial Results for the quarter ended 30th June 2026 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 Ltd.**  
6 & 6/1, Gurgola Ghat Road,  
P.O. Salkia, Howrah 711106  
West Bengal

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **M/s Karnika Industries Limited** (hereinafter referred to as 'the Holding Company') and its subsidiary **M/s Kidcity Solutions Private Limited** for the quarter ended 30<sup>th</sup> June, 2026, 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.
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For M/s A A A J & Associates**  
**Chartered Accountants**  
**Registration No 322455E****CA Deepak Agarwal**  
**Partner**  
**Mem No. 061132**  
**UDIN: 26061132QPJQUT9739**  
**Date: July 4, 2026**  
**Place: Kolkata**

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

Statement of Consolidated Unaudited Financial Results for the Quarter ended 30th June, 2026

| Sr. No. | PARTICULARS  | Quarter Ended   |                 | Year Ended      |
|---------|--|-----------------|-----------------|-----------------|
|         |  | 30.06.2026      | 31.03.2026      | 31.03.2026      |
|         |  | Unaudited       | Audited         | Audited         |
| I       | Revenue from Operations  | 7377.20         | 7173.93         | 24847.90        |
| II      | Other Income   | 171.27          | 715.16          | 868.95          |
| III     | <b>Total Income (I+II)</b>   | <b>7548.47</b>  | <b>7889.09</b>  | <b>25716.85</b> |
| IV      | <b>Expenses</b>  |                 |                 |                 |
|         | Cost of Materials Consumed   | 4331.46         | 3609.21         | 12149.58        |
|         | Purchase of Stock in Trade   | 1582.92         | 2329.88         | 5440.27         |
|         | Changes in Inventories of Finished Goods, Stock -in- Trade and Work-in-Progress  | (1066.84)       | (869.92)        | (1094.29)       |
|         | Employee Benefits Expense  | 266.73          | 220.91          | 773.68          |
|         | Finance Costs  | 139.87          | 129.58          | 540.51          |
|         | Depreciation and Amortization Expense  | 24.63           | 41.32           | 166.10          |
|         | Other Expenses   | 991.80          | 1115.77         | 3853.31         |
|         | <b>Total Expenses (IV)</b>   | <b>6270.57</b>  | <b>6576.75</b>  | <b>21829.16</b> |
| V       | <b>Profit/ (Loss) before tax (III-IV)</b>  | <b>1277.90</b>  | <b>1312.34</b>  | <b>3887.69</b>  |
| VI      | Tax Expense:   |                 |                 |                 |
|         | (1) Current Tax  | 348.00          | 388.00          | 1058.00         |
|         | (2) Deferred Tax charge/(Credit)   | 16.15           | (7.37)          | (15.31)         |
|         | (3) Earlier Year Tax   | 0.00            | 0.00            | 6.34            |
| VII     | <b>Profit/(Loss) for the period(V-VI)</b>  | <b>913.75</b>   | <b>931.71</b>   | <b>2838.66</b>  |
| VIII    | <b>Other Comprehensive Income/(loss)</b>   |                 |                 |                 |
|         | (i) a. Item that will not be reclassified to profit or loss  | 93.16           | (139.27)        | (251.03)        |
|         | b. Tax on Item that will not be reclassified to profit or loss   | (21.32)         | 31.86           | 57.43           |
|         | (ii) a. Item that will be reclassified to profit or loss   | (87.79)         | 0.00            | 0.00            |
|         | b. Tax on Item that will be reclassified to profit or loss   | 20.09           | 0.00            | 0.00            |
|         | <b>Other Comprehensive Income/(loss) For the Period, net of tax</b>  | <b>4.14</b>     | <b>(107.40)</b> | <b>(193.59)</b> |
| IX      | <b>Total Comprehensive Income for the Period comprising profit/(Loss) and other comprehensive income for the period (VII+VIII)</b> | <b>917.89</b>   | <b>824.31</b>   | <b>2645.07</b>  |
| X       | <b>Paid-up equity share capital (Face Value of Rs. 10 per share)</b>   | <b>6,199.75</b> | <b>6,199.75</b> | <b>6,199.75</b> |
| XI      | <b>Profit for the period attributable to</b>   |                 |                 |                 |
|         | (a) Equity holders of Parent   | 898.77          | 896.80          | 2795.93         |
|         | (b) Non-controlling interest   | 14.98           | 34.91           | 42.73           |
| XII     | <b>Other Comprehensive Income/(loss) for the period attributable to</b>  |                 |                 |                 |
|         | (a) Equity holders of Parent   | 4.14            | (107.40)        | (193.59)        |
|         | (b) Non-controlling interest   | -               | -               | -               |
| XIII    | <b>Total Comprehensive Income/(loss) for the period attributable to</b>  |                 |                 |                 |
|         | (a) Equity holders of Parent   | 902.91          | 789.40          | 2602.34         |
|         | (b) Non-controlling interest   | 14.98           | 34.91           | 42.73           |
| XIV     | <b>Paid-up equity share capital (Face Value of Rs. 10 per share)</b>   | <b>6,199.75</b> | <b>6,199.75</b> | <b>6,199.75</b> |
| XV      | <b>Other Equity</b>  |                 |                 | <b>3442.02</b>  |
| XVI     | Earnings Per share (EPS) of Rs 10 each (not annualised)  |                 |                 |                 |
|         | (1) Basic (Rs.)  | 1.45            | 1.45            | 6.72            |
|         | (2) Diluted (Rs.)  | 1.44            | 1.45            | 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 Mondhra*

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



*Krishan*

Krishan Kumar Karnani  
(Chief Financial Officer)

## Note to Unaudited Consolidated Financial Results

1. The Unaudited 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 30th June 2026 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on July 04, 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.
2. 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.
3. 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".

A Software is under development by the Subsidiary Company for which no Revenue or Expenses has been earned or incurred.

4. During the quarter ended 30<sup>th</sup> June, 2026, the Board of Directors of the Holding Company, pursuant to the approval of the shareholders obtained in the Extra Ordinary Meeting held on 11<sup>th</sup> May, 2026 and in accordance with the applicable provisions of the Companies Act, 2013 and the applicable SEBI Regulations (where applicable), approved the preferential issue of 39,66,860 equity share warrants to its promoter/non-promoter investors

Each warrant is convertible into one equity share of a face value of Rs. 10/- at an exercise price of Rs. 121/- per share within a period of 18 months from the date of allotment. At the time of issue, the warrant holders paid 25% of the issue price amounting to ₹ 11,99,97,521/-

### Summary of Utilisation of Proceeds of Preferential issue as on 30.06.2026

| Particulars                                | Rs. In Lacs |
|--|-------------|
| Amount received through Preferential Issue | 1199.98     |
| Less: Amount Utilised                      | 1199.97     |
| Balance amount Unutilised                  | 0.01        |

5. There are no Investor Complaints received during the year under review.
6. 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.



Comparative consolidated financial information for the quarter ended 30<sup>th</sup> June, 2025 has not been presented, as consolidation was not applicable during those periods and such information is not comparable.

7. The results for the quarter ended 30<sup>th</sup> June, 2026, are available on the National Stock Exchange of India Limited website (URL: [www.nseindia.com/corporates](http://www.nseindia.com/corporates)) and on the Company's website.



# Karnika Industries Limited

6 & 6/1, Gurgola Ghat Road, Howrah - 711106, Phone: +91 33 2655 8101, 98302 28105  
E-mail : info@karnikaindustries.com, GSTIN : 19AAJCK4601M1Z8, CIN : L17299WB2022PLC253035  
Website : www.karnikaindustries.com

Date-04.07.2026

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 Un-Audited Standalone and Consolidated Financial Results for the Quarter ended 30<sup>TH</sup> June, 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

*Niranjan Mundhra*



Niranjan Mundhra  
Managing Director  
DIN-05254448

*Krishan*



Krishan Kumar Karnani  
Chief Financial Officer

**UTILIZATION OF FUNDS CERTIFICATE OF M/S KARNIKA INDUSTRIES LIMITED**

To,  
The Board of Directors,  
M/s Karnika Industries Ltd  
6 & 6/1, Gurgola Ghat Road,  
Howrah – 711106.

Respected Sir / Madam,

**Sub: Certificate for Expenditure incurred in relation to the proceeds of preferential issue of Share Warrants for M/s Karnika Industries Limited ("the Company").**

For the purpose of certifying the below table, we have reviewed documents, statements, papers, accounts etc. of the Company on the proceeds of Preferential Issue of Share Warrants. Based on our review of the same, we hereby certify that up to June 30, 2026 the Company has incurred following expenditure as mentioned below:

|   | <b><u>Objects for which funds have been raised and where there has been a deviation, in the following table</u></b> |  |   |                                 | Remarks |
|---|---|--|---|---------------------------------|---------|
|   | Amount disclosed in the Offer Document (Rs in Lakhs)  | Amount received till the Quarter Ended 30 <sup>th</sup> June, 2026 | Actual Utilised Amount till the Quarter Ended 30 <sup>th</sup> June, 2026 (Rs in Lakhs) | Unutilised Amount (Rs in Lakhs) |         |
| Working Capital Expenditure in respect to Payment to Creditors and repayment of Bank Loan | 4000.00   | 1199.98  | 1199.97   | 0.01                            |         |
| General Corporate Purpose   | 799.90  | -  | -   | -                               |         |
| <b>Total</b>  | <b>4799.90</b>  | <b>1199.98</b>   | <b>1199.97</b>  | <b>0.01</b>                     |         |



We do hereby inform you that there has been no deviation(s) or variation(s) in the use of preferential issue proceeds, raised from the Share Warrants issued by the Company during the quarter ended 30<sup>th</sup> June, 2026.

**For A A A J & Associates**  
**(formerly known as Uttam Agarwal & Associates)**  
**Chartered Accountants**  
**Firm Registration No.322455E**

*Deepak*

**CA Deepak Agarwal**  
**Partner**  
**Mem.No. 061132**  
**Place: Kolkata**  
**Date : 04.07.2026**  
**UDIN : 26061132RPDUBR4085**

