

## Independent Auditor's Report

### To the Board of Directors of Ador Welding Limited

### Report on the audit of the Standalone Annual Financial Results

#### Opinion

We have audited the accompanying standalone annual financial results of Ador Welding Limited (hereinafter referred to as the "Company") for the year ended 31 March 2026, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (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, the aforesaid standalone annual financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the year ended 31 March 2026.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Standalone Annual 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 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 on the standalone annual financial results.

#### Management's and Board of Directors' Responsibilities for the Standalone Annual Financial Results

These standalone annual financial results have been prepared on the basis of the standalone annual financial statements.

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act 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 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and

## Independent Auditor's Report (Continued)

### Ador Welding Limited

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

In preparing the standalone annual financial results, the Management and the Board of Directors are 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

#### Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone annual financial results 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 standalone annual financial results.

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 standalone annual 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. 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 through a separate report on the complete set of financial statements 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 in the standalone annual financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management's and 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 appropriateness of this assumption. 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 standalone annual 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.
- Evaluate the overall presentation, structure and content of the standalone annual financial results, including the disclosures, and whether the standalone annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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**Independent Auditor's Report (Continued)**  
**Ador Welding Limited**

**Other Matters**

- a. The standalone annual financial results of the Company for the quarter and year ended 31 March 2025 were audited by the predecessor auditor.
- The predecessor auditor had expressed an unmodified opinion dated 06 May 2025.
- b. The standalone annual financial results include the results for the quarter ended 31 March 2026 being the balancing figure between the audited figures in respect of the full financial year and the unpublished unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

**For B S R & Co. LLP**

*Chartered Accountants*

Firm's Registration No.:101248W/W-100022



**Amar Sunder**

*Partner*

Mumbai

29 April 2026

Membership No.: 078305

UDIN:26078305CASBJD1432



**ADOR WELDING LIMITED**

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**Statement of Audited Standalone Financial Results for the Year ended 31 March 2026**

(Rs. in lakhs)

Sr. No.	Particulars	Quarter ended			Year ended	
		31 March 2026	31 December 2025	31 March 2025	31 March 2026	31 March 2025
		Audited	Unaudited	Audited	Audited	Audited
<b>1</b>	<b>Income</b>					
	Revenue from operations	31,796	28,695	30,799	1,13,545	1,11,683
	Other income (refer note 6)	562	392	529	1,964	2,023
	<b>Total income</b>	<b>32,358</b>	<b>29,087</b>	<b>31,328</b>	<b>1,15,509</b>	<b>1,13,706</b>
<b>2</b>	<b>Expenses</b>					
	Cost of materials consumed	18,092	14,927	17,278	61,809	66,079
	Purchases of stock-in-trade	2,051	2,299	2,160	9,562	7,171
	Changes in inventories of finished goods, work-in-progress, stock-in-trade and right to receive inventory	193	607	904	(640)	(931)
	Employee benefits expense	2,848	2,989	2,490	11,574	10,809
	Finance costs	40	33	86	220	452
	Depreciation and amortisation expense	495	491	463	1,930	1,790
	Onerous cost and Liquidated Damages (refer note 4)	(310)	-	-	2,482	-
	Impairment reversal on trade receivables (refer note 6)	(568)	(844)	-	(1,412)	-
	Other expenses	4,763	4,352	4,856	18,024	18,172
	<b>Total expenses</b>	<b>27,604</b>	<b>24,854</b>	<b>28,237</b>	<b>1,03,549</b>	<b>1,03,542</b>
<b>3</b>	<b>Profit / (Loss) before exceptional items and tax (1-2)</b>	<b>4,754</b>	<b>4,233</b>	<b>3,091</b>	<b>11,960</b>	<b>10,164</b>
<b>4</b>	Exceptional items (refer note 3)	(241)	(590)	(138)	(831)	(4,310)
<b>5</b>	<b>Profit / (Loss) before tax (3-4)</b>	<b>4,513</b>	<b>3,643</b>	<b>2,953</b>	<b>11,129</b>	<b>5,854</b>
<b>6</b>	<b>Tax expenses</b>					
	Current tax	1,107	957	853	3,295	2,656
	Deferred tax	52	(24)	(99)	(446)	(1,148)
	<b>Total tax expenses (net)</b>	<b>1,159</b>	<b>933</b>	<b>754</b>	<b>2,849</b>	<b>1,508</b>
<b>7</b>	<b>Profit / (Loss) for the year / period (5-6)</b>	<b>3,353</b>	<b>2,710</b>	<b>2,199</b>	<b>8,280</b>	<b>4,346</b>
<b>8</b>	<b>Other comprehensive income for the year / period (net of tax)</b>					
	Items not to be reclassified subsequently to profit or (loss)					
	- Re-measurement loss on defined benefit liability	34	-	12	(75)	(110)
	- Income tax effect on above	(8)	-	(3)	19	28
<b>9</b>	<b>Total comprehensive income for the year / period (after tax)</b>	<b>3,379</b>	<b>2,710</b>	<b>2,208</b>	<b>8,224</b>	<b>4,264</b>
<b>10</b>	<b>Paid-up equity share capital (Face value of Rs. 10 per share)</b>	<b>1,740</b>	<b>1,740</b>	<b>1,740</b>	<b>1,740</b>	<b>1,740</b>
<b>11</b>	<b>Other equity (excluding revaluation reserve Rs. Nil)</b>				<b>54,647</b>	<b>49,830</b>
<b>12</b>	<b>Earnings per equity share (Face value of Rs. 10) (EPS) (net of tax) (in Rs.)</b>					
	Basic Earnings Per Share (not annualized except for year end)	19.27	15.57	12.64	47.58	24.98
	Diluted Earnings Per Share (not annualized except for year end)	19.24	15.55	12.64	47.53	24.98

(See accompanying notes to the audited standalone financial result)

*(Signature)*



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**Statement of Audited Standalone Segment Information for the Year ended 31 March 2026**

(Rs. in lakhs)

Sr. No.	Particulars	Quarter ended			Year ended	
		31 March 2026	31 December 2025	31 March 2025	31 March 2026	31 March 2025
		Audited	Unaudited	Audited	Audited	Audited
	<b>Segment wise revenue, results, assets, liabilities and capital employed</b>					
<b>1</b>	<b>Segment revenue</b>					
	Welding	30,566	26,553	28,061	107,888	103,654
	Flares & Process Equipment	1,233	2,145	2,814	5,671	8,392
	Less: Inter segment revenue	(3)	(3)	(76)	(14)	(363)
	<b>Total revenue from operations</b>	<b>31,796</b>	<b>28,695</b>	<b>30,799</b>	<b>113,545</b>	<b>111,683</b>
<b>2</b>	<b>Segment results</b>					
	Welding	4,726	3,867	4,170	16,430	14,050
	Flares & Process Equipment (refer note 4 and note 6)	545	821	(530)	(2,306)	(1,630)
	<b>Total</b>	<b>5,271</b>	<b>4,688</b>	<b>3,640</b>	<b>14,124</b>	<b>12,420</b>
	Less:	-	-	-	-	-
	Finance costs (unallocable)	(5)	(5)	(13)	(23)	(221)
	Other unallocable expenses net of unallocable income	(512)	(450)	(536)	(2,141)	(2,035)
	<b>Profit / (Loss) before exceptional items and tax</b>	<b>4,754</b>	<b>4,233</b>	<b>3,091</b>	<b>11,960</b>	<b>10,164</b>
	<b>Exceptional items</b>					
	Welding	237	(444)	-	(207)	(479)
	Flares & Process Equipment	27	(50)	-	(23)	-
	Other unallocable expenses net of unallocable income (refer note 3)	(505)	(96)	(138)	(601)	(3,831)
	<b>Total Exceptional items</b>	<b>(241)</b>	<b>(590)</b>	<b>(138)</b>	<b>(831)</b>	<b>(4,310)</b>
	<b>Total Profit / (Loss) before tax</b>	<b>4,513</b>	<b>3,643</b>	<b>2,953</b>	<b>11,129</b>	<b>5,854</b>
<b>3</b>	<b>Segment assets</b>					
	Welding	56,988	54,109	52,594	56,988	52,594
	Flares & Process Equipment	6,009	6,363	7,651	6,009	7,651
	Unallocable corporate assets	20,811	19,133	9,576	20,811	9,576
	<b>Total assets</b>	<b>83,808</b>	<b>79,605</b>	<b>69,821</b>	<b>83,808</b>	<b>69,821</b>
<b>4</b>	<b>Segment liabilities</b>					
	Welding	20,753	19,403	14,663	20,753	14,663
	Flares & Process Equipment	5,086	5,712	2,481	5,086	2,481
	Unallocable corporate liabilities	1,582	1,517	1,107	1,582	1,107
	<b>Total liabilities</b>	<b>27,421</b>	<b>26,632</b>	<b>18,251</b>	<b>27,421</b>	<b>18,251</b>
<b>5</b>	<b>Capital employed</b>					
	Welding	36,235	34,706	37,931	36,235	37,931
	Flares & Process Equipment	923	651	5,170	923	5,170
	Unallocable corporate assets net of unallocable corporate liabilities	19,229	17,616	8,469	19,229	8,469
	<b>Total capital employed</b>	<b>56,387</b>	<b>52,973</b>	<b>51,570</b>	<b>56,387</b>	<b>51,570</b>

(See accompanying notes to the audited standalone financial result)





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**Statement of Audited Standalone Assets and Liabilities as at 31 March 2026**

Particulars	(Rs. in lakhs)	
	As at 31 March 2026	As at 31 March 2025
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
(a) Property, plant and equipment	18,032	17,384
(b) Right-of-use assets	1,244	1,150
(c) Capital work-in-progress	316	411
(d) Investment properties	1,073	1,028
(e) Intangible assets	8	33
(f) Financial assets		
(i) Investments	1,639	809
(ii) Other financial assets	3,425	843
(g) Income tax assets (net)	1,546	1,407
(h) Deferred tax assets (net)	1,912	1,447
(i) Other non-current assets	645	903
<b>Total Non-current assets</b>	<b>29,840</b>	<b>25,415</b>
<b>Current assets</b>		
(a) Inventories	15,162	12,632
(b) Financial assets		
(i) Investments	3,093	2,384
(ii) Trade receivables	23,185	19,235
(iii) Cash and cash equivalents	4,226	3,011
(iv) Bank balances other than (iii) above	5,013	3,677
(v) Loans	101	495
(vi) Other financial assets	715	626
(c) Other current assets	2,473	2,346
<b>Total Current assets</b>	<b>53,968</b>	<b>44,406</b>
<b>Total Assets</b>	<b>83,808</b>	<b>69,821</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity share capital	1,740	1,740
(b) Other equity	54,647	49,830
<b>Total equity</b>	<b>56,387</b>	<b>51,570</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	58	84
(ii) Lease liabilities	146	77
(iii) Other financial liabilities	54	43
(b) Provisions	1,999	922
(c) Other non-current liabilities	2	3
<b>Total Non-current liabilities</b>	<b>2,259</b>	<b>1,129</b>
<b>Current liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	27	25
(ii) Lease liabilities	64	54
(iii) Trade payables		
Total outstanding dues to micro and small enterprises	1,922	1,571
Total outstanding dues to creditors other than micro and small enterprises	17,384	10,782
(iv) Other financial liabilities	3,606	2,600
(b) Other current liabilities	1,327	829
(c) Provisions	758	1,261
(d) Current tax liabilities (net)	74	-
<b>Total Current liabilities</b>	<b>25,162</b>	<b>17,122</b>
<b>Total Equity and Liabilities</b>	<b>83,808</b>	<b>69,821</b>



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**Statement of Audited Standalone Cash Flow for the Year ended 31 March 2026**

(Rs. in lakhs)

Particulars	Year ended 31 March 2026	Year ended 31 March 2025
	(Audited)	(Audited)
<b>Cash flow from operating activities</b>		
<b>Profit before tax</b>	<b>11,129</b>	<b>5,854</b>
<b>Adjustment for:</b>		
Provision / liabilities no longer required now written back	(67)	(17)
Depreciation and amortisation expense	1,930	1,790
Impairment Loss on trade receivables	25	87
Loss allowances on trade receivables	211	500
Impairment reversal on trade receivables (refer note 6)	(1,412)	-
Impairment loss on Inventories	854	373
Equity settled shared based payments	74	-
Inventory written off	16	70
Property, plant and equipment impaired	36	204
Finance costs	209	428
Gain on sale of investments (net)	(10)	(19)
Interest expense on lease liabilities	11	11
Net loss/(gain) on sale of property, plant & equipment	(1)	1
Fair value change of financial asset measured at FVTPL	(8)	(202)
Interest income	(928)	(726)
Rental income from investment properties	(182)	(176)
Unrealised (Gain)/Loss on foreign exchange (net)	-	(32)
Exceptional Items (refer note 3)	831	3,174
<b>Operating cash flow before working capital changes</b>	<b>12,718</b>	<b>11,320</b>
<b>Adjustments for changes in working capital:</b>		
(Increase)/Decrease in inventories	(3,400)	1,391
(Increase)/Decrease in trade receivables	(3,944)	(1,693)
(Increase)/Decrease in other assets, including financial assets	(377)	858
Increase/(Decrease) in Trade payables	8,449	3,917
Increase/(Decrease) in other liabilities, including financial liabilities	1,584	479
<b>Cash generated from operating activities</b>	<b>15,030</b>	<b>16,272</b>
Income taxes paid	(3,357)	(2,358)
<b>Net cash generated from operating activities (A)</b>	<b>11,673</b>	<b>13,914</b>
<b>Cash flow from investing activities</b>		
Acquisition of property, plant and equipment (including capital work-in-progress, capital advances and creditors for capital goods)	(2,216)	(4,123)
Purchase of investments	(2,093)	(1,513)
Proceeds from sale of property, plant and equipment	71	171
Proceeds from sale of investments	638	2,443
Interest income received	589	591
Rental income from investment properties	182	176
Inter Corporate Deposit given to wholly owned subsidiary	(236)	(350)
Fixed deposits matured	2,904	670
Fixed deposits placed	(6,507)	-
<b>Net cash used in investing activities (B)</b>	<b>(6,668)</b>	<b>(1,935)</b>
<b>Cash flow from financing activities</b>		
Finance costs paid other than lease liabilities	(209)	(428)
Finance cost paid on lease liabilities	(11)	(11)
Repayment of principal portion of lease liabilities	(65)	(83)
Repayment of vehicle loans	(24)	(21)
Dividend paid	(3,481)	(4,616)
(Repayment) of / Proceeds from borrowings	-	(4,177)
<b>Net cash used in financing activities (C)</b>	<b>(3,790)</b>	<b>(9,336)</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>1,215</b>	<b>2,643</b>
Cash and cash equivalents at the beginning of the year	3,011	368
<b>Cash and cash equivalents at the end of the year</b>	<b>4,226</b>	<b>3,011</b>
<b>Components of cash and cash equivalents:</b>		
Cash on hand	4	12
Fixed Deposit with banks (original maturity of less than 3 months)	2,000	2,100
Balances with banks in current accounts	2,222	899
<b>Total cash and cash equivalents</b>	<b>4,226</b>	<b>3,011</b>



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**Notes to the audited standalone financial results:**

- The results for the year ended March 31, 2026, which have been subjected to audit by the Statutory Auditors of the Company, have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on April 29, 2026, in terms of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- The above audited standalone financial results have been prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015 (Ind AS), prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, to the extent applicable.

**3 Exceptional items**

Exceptional items	Quarter ended			Year ended	
	31 March 2026	31 December 2025	31 March 2025	31 March 2026	31 March 2025
	Audited	Unaudited	Audited	Audited	Audited
Provision for diminution in value of investment in and intercorporate deposit given to wholly owned subsidiary [Refer note a below]	556	-	-	556	3,171
Merger expenses [Refer note b below]	-	-	138	-	706
Employee benefits expense [Refer note c below]	-	-	-	-	379
Obsolete inventory related provision [Refer note d below]	-	-	-	-	100
Profit on sale of Flat [Refer note e below]	-	-	-	-	(46)
Impact on account of new Labour Codes [Refer note f below]	(315)	590	-	275	-
<b>Total</b>	<b>241</b>	<b>590</b>	<b>138</b>	<b>831</b>	<b>4,310</b>

**Notes:**

- The Company had invested INR 1,725 lakhs in equity shares of its wholly owned subsidiary, 3D Future Technologies Private Limited (3DFT). Additionally, the Company extended an inter-corporate deposit (ICD) of INR 2,001 lakhs to 3DFT (INR 236 lakhs ICD given in current year).
  - During the previous year, the management had already recognized a provision of INR 1,725 lakhs towards diminution in the value of equity investment and INR 1,446 lakhs towards diminution in the value of ICDs.
  - During the current year, the Company further carried out impairment assessment of the net carrying amount in accordance with applicable Indian Accounting Standards and, based on such assessment, recognised an additional impairment loss of Rs. 556 lakhs on the ICD given to 3DFT.

Such impairment provisions have been recognised as exceptional item in both the financial years.

b) During the previous year, the Company had recognised INR 706 lakhs towards legal and professional fees, along with applicable stamp duty required for the transfer of immovable assets from the transferor company (erstwhile Ador Fontech Limited) to the transferee company (Ador Welding Limited), pursuant to the merger. This amount is also recognised as an exceptional item.

c) During the previous year, the Company had paid INR 379 Lakhs towards rewards & recognition, considering long service tenure & contribution to few employees of erstwhile Ador Fontech Limited, which was also recognised as an exceptional item.

d) During the previous year, the Company had recognised a provision of INR 100 lakhs, for the diminution in value of inventories, which had become obsolete or unusable due to market conditions and their physical state. This amount was also classified as an exceptional item.

e) During the previous year, the Company had sold its property situated at Kochi and profit of INR 46 lakhs on sale was also recognised as an exceptional item.

f) On November 21, 2025, the Government of India notified four Labour Codes – viz. 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 – repealing / subsuming 29 existing labour laws. The Ministry of Labour & Employment published draft Central Rules and FAQs to enable assessment of the financial impact due to changes in these regulations. The Company has assessed and disclosed the incremental impact of these changes, basis internal assessment, consistent with the guidance provided by the Institute of Chartered Accountants of India. Considering the materiality and the regulatory-driven, non-recurring nature of this impact, the Company had shown / disclosed such incremental cost / expense of INR 590 lakhs as "Impact on account of new Labour Codes", as "Exceptional Items" in the standalone financial results for the quarter and period ended December 31, 2025.

During the quarter ended March 31, 2026, the Company reassessed certain assumptions relating to measurement of these liabilities which resulted into the reversal of INR. 315 lakhs to reflect the revised impact of the new Labour Codes. This reversal has also been disclosed as an "Exceptional Items".

The Company continues to monitor the final notification of Central / State Rules and clarifications from the Government on other aspects of Labour Code, if any and would provide appropriate accounting effect on the basis of such developments, as needed in future.

- During the financial year 2022–23, the Company (Flares & Process Equipment) commenced a turnkey project targeted for completion by June 2025. While the project encountered certain delays due to a combination of operational and external challenges, the Company remains committed to its successful execution and is actively engaging with stakeholders to mitigate potential impacts.

In line with applicable accounting standards and guided by the principles of prudence, the Company has, during the earlier quarter, recognised a provision of INR 1,293 lakhs towards estimated cost overruns and INR 1,499 lakhs towards potential liquidated damages. Further, during the current quarter, the Company received variation order amounting to INR 310 lakhs, resulting in reversal of estimated onerous cost recognised in earlier quarter.

These provisions have been taken on a one-time basis to allow the management to focus on its core business. The Company continues to pursue all available measures to optimise project overrun costs and delivery timelines.

- The Company had filed an application with the Bureau of Indian Standards (BIS) Authorities for compounding of an alleged Offence under Section 33 of the BIS Act, 2016 on 05 May 2023. The Company received an order dated 15 June 2023 allowing the Compounding application, subject to payment of compounding amount of INR 3,643 lakhs under the BIS Act, 2016 and BIS Rules, 2018. As the Compounding amount was unfair, arbitrary and unreasonable, the Company had filed a Writ Petition in the Hon'ble Bombay High Court. The matter was heard by the Hon'ble Bombay High Court and was remanded back to the Appellate Authority of BIS for fresh re-assessment. As the facts of this matter and the internal assessment remain unchanged, no provision has been made in the books as of 31 March 2026.



**Notes to the audited standalone financial results:**

- 6 The Company had executed a project in Kuwait during FY 2020-21, the related receivables of which were under litigation and were fully provided for as doubtful receivables in earlier periods. During the previous quarter, the Company recovered INR 844 lakhs against these receivables. Accordingly, the provision created in earlier years was reversed and recognised as 'Other Income' in the standalone financial results.
- During the current quarter, the Company has further recovered INR 568 lakhs as final settlement of the said receivables, and the corresponding provision has been reversed.
- Considering the materiality of the amounts involved, the aggregate reversal of provision has been presented as a separate line item titled "Impairment reversal on trade receivables" in the standalone financial results. Further, the amount recognised in the previous quarter has been regrouped from "Other Income" to this line item to ensure comparability.
- 7 As a result of the Chief Operating Decision Maker's review mechanism, the Company has reorganized its segment reporting from the quarter ended 30 June, 2025 as below:
- Segment "Welding" is combination of erstwhile segment "Products" and "Maintenance & Reclamation (M&R)".
  - Segment "Services" has been renamed as "Flares & Process Equipment".
- Prior year's / periods amounts have been restated to align with the above changes.
- 8 Figures for the quarter ended March 31, 2026 and March 31, 2025 are derived by deducting the published unaudited year to date figures for the period ended December 31, 2025 and December 31, 2024 from the audited figures for the year ended March 31, 2026 and March 31, 2025, respectively.
- 9 The Board of Directors of the Company has proposed a final dividend of INR 23 per equity share for the financial year 2025-26.
- 10 The accounting policies and methods of computation followed in the standalone financial results are consistent with the standalone financial statements for the year ended March 31, 2026.

For ADOR WELDING LIMITED



A. T. MALKANI  
MANAGING DIRECTOR  
DIN : 01585637

Mumbai  
Date : 29 April 2026

## Independent Auditor's Report

### To the Board of Directors of Ador Welding Limited

### Report on the audit of the Consolidated Annual Financial Results

#### Opinion

We have audited the accompanying consolidated annual financial results of Ador Welding Limited (hereinafter referred to as the "Holding Company") and its subsidiary (Holding Company and its subsidiary together referred to as "the Group"), for the year ended 31 March 2026, attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (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, the aforesaid consolidated annual financial results:

- a. include the annual financial results of the Holding Company and its subsidiary listed below:

Name of the Entity	Relationship
3D Future Technologies Private Limited	Subsidiary

- b. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- c. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of consolidated net profit and other comprehensive income and other financial information of the Group for the year ended 31 March 2026.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Annual 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 on the consolidated annual financial results.

#### Management's and Board of Directors' Responsibilities for the Consolidated Annual Financial Results

These consolidated annual financial results have been prepared on the basis of the consolidated annual financial statements.

The Holding Company's Management and the Board of Directors are responsible for the preparation and presentation of these consolidated annual financial results that give a true and fair view of the consolidated net profit/ loss and other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in Indian Accounting Standards

Registered Office:

**Independent Auditor's Report (Continued)**  
**Ador Welding Limited**

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 respective Management and Board of Directors of the companies 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 each 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated annual financial results 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 consolidated annual financial results by the Management and the Board of Directors of the Holding Company, as aforesaid.

In preparing the consolidated annual financial results, the respective Management and the Board of Directors of the companies included in the Group are responsible for assessing the ability of each company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group is responsible for overseeing the financial reporting process of each company.

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

Our objectives are to obtain reasonable assurance about whether the consolidated annual financial results 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 consolidated annual financial results.

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 consolidated annual 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. 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 through a separate report on the complete set of financial statements 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 in the consolidated annual financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management's and 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 appropriateness of this assumption. 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 consolidated annual 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated annual financial results

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**Independent Auditor's Report (Continued)**

**Ador Welding Limited**

including the disclosures, and whether the consolidated annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial statements of the entities to express an opinion on the consolidated annual financial results. We are responsible for the direction, supervision and performance of the audit of financial statements of such entities included in the consolidated annual financial results of which we are the independent auditors. For the other entity included in the consolidated annual financial results, which has been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audit carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in paragraph no. b. of the "Other Matters" paragraph in this audit report.

We communicate with those charged with governance of the Holding Company 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.

We also performed procedures in accordance with the circular No CIR/CFD/CMD1/44/2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

**Other Matters**

- a. The consolidated annual financial results of the Group for the quarter and year ended 31 March 2026 were audited by the predecessor auditor.

The predecessor auditor had expressed an unmodified opinion dated 06 May 2025

- b. The consolidated annual financial results include the audited financial results of one subsidiary, whose financial statements reflect total assets (before consolidation adjustments) of Rs. 313.65 lakhs as at 31 March 2026, total revenue (before consolidation adjustments) of Rs. 470.48 lakhs and total net profit/(loss) after tax (before consolidation adjustments) of Rs.(500.22) lakhs and net cash outflows (before consolidation adjustments) of Rs. 11.55 lakhs for the year ended on that date, as considered in the consolidated annual financial results, which has been audited by its independent auditor. The independent auditor's report on financial statements of this entity has been furnished to us by the management.

Our opinion on the consolidated annual financial results, in so far as it relates to the amounts and disclosures included in respect of this entity, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

Our opinion on the consolidated annual financial results is not modified in respect of the above matter with respect to our reliance on the work done and the report of the other auditors.

- c. The consolidated annual financial results include the results for the quarter ended 31 March 2026 being the balancing figure between the audited figures in respect of the full financial year and the unpublished unaudited year to date figures up to the third quarter of the current financial year which

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B S R & Co. LLP

**Independent Auditor's Report (Continued)**  
**Ador Welding Limited**

were subject to limited review by us.

For **B S R & Co. LLP**

*Chartered Accountants*

Firm's Registration No.:101248W/W-100022



**Amar Sunder**

*Partner*

Mumbai

29 April 2026

Membership No.: 078305

UDIN:26078305EQKCRF6100



ADOR WELDING LIMITED

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

(Rs. in lakhs)

Sr. No.	Particulars	Quarter ended			Year ended	
		31 March 2026	31 December 2025	31 March 2025	31 March 2026	31 March 2025
		Audited	Unaudited	Audited	Audited	Audited
<b>1</b>	<b>Income</b>					
	Revenue from operations	31,897	28,812	31,002	1,14,001	1,12,268
	Other income (refer note 8)	539	350	505	1,816	1,880
	<b>Total income</b>	<b>32,435</b>	<b>29,162</b>	<b>31,507</b>	<b>1,15,817</b>	<b>1,14,148</b>
<b>2</b>	<b>Expenses</b>					
	Cost of raw materials consumed	18,113	14,955	17,330	61,948	66,286
	Purchases of stock-in-trade	2,053	2,299	2,162	9,564	7,173
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	193	607	903	(640)	(931)
	Employee benefits expense	2,896	3,036	2,551	11,757	11,061
	Finance costs	40	33	87	220	454
	Depreciation and amortisation expense	498	496	475	1,947	1,822
	Onerous Cost and Liquidated Damages (refer note 5)	-310	-	-	2,482	-
	Impairment reversal on trade receivables (refer note 8)	(568)	(844)	-	(1,412)	-
	Other expenses	4,802	4,385	4,951	18,176	18,486
	<b>Total expenses</b>	<b>27,718</b>	<b>24,967</b>	<b>28,459</b>	<b>1,04,042</b>	<b>1,04,351</b>
<b>3</b>	<b>Profit/(loss) before exceptional items and tax (1-2)</b>	<b>4,717</b>	<b>4,195</b>	<b>3,048</b>	<b>11,775</b>	<b>9,797</b>
<b>4</b>	<b>Exceptional items (refer note 4)</b>	<b>315</b>	<b>(590)</b>	<b>(138)</b>	<b>(275)</b>	<b>(1,139)</b>
<b>5</b>	<b>Profit / (loss) before tax (3-4)</b>	<b>5,032</b>	<b>3,605</b>	<b>2,910</b>	<b>11,500</b>	<b>8,658</b>
<b>6</b>	<b>Tax expenses / (credit)</b>					
	Current tax	1,107	957	853	3,295	2,656
	Deferred tax (credit)/charge	505	(24)	248	7	(3)
	<b>Total tax expenses / (credit) (net)</b>	<b>1,612</b>	<b>933</b>	<b>1,101</b>	<b>3,302</b>	<b>2,653</b>
<b>7</b>	<b>Net Profit / (loss) for the period / year (5-6)</b>	<b>3,420</b>	<b>2,672</b>	<b>1,809</b>	<b>8,198</b>	<b>6,005</b>
<b>8</b>	<b>Other comprehensive income for the year / period (net of tax)</b>					
	Items not to be reclassified subsequently to profit or (loss)					
	- Re-measurement loss on defined benefit liability	40	-	16	(69)	(106)
	- Income tax effect on above	(10)	-	(4)	17	27
<b>9</b>	<b>Total comprehensive income for the year / period (after tax)</b>	<b>3,451</b>	<b>2,672</b>	<b>1,821</b>	<b>8,146</b>	<b>5,926</b>
<b>10</b>	<b>Profit attributable to:</b>					
	Owners of the Parent Company	3,420	2,672	1,809	8,198	6,005
	Non-controlling interest	-	-	-	-	-
<b>11</b>	<b>Other comprehensive income attributable to:</b>					
	Owners of the Parent Company	30	-	12	(52)	(79)
	Non-controlling interest	-	-	-	-	-
<b>12</b>	<b>Total comprehensive income attributable to:</b>					
	Owners of the Parent Company	3,451	2,672	1,821	8,146	5,926
	Non-controlling interest	-	-	-	-	-
<b>13</b>	<b>Paid-up equity share capital (Face value of Rs. 10 per share)</b>	<b>1,740</b>	<b>1,740</b>	<b>1,740</b>	<b>1,740</b>	<b>1,740</b>
<b>14</b>	<b>Other equity (excluding revaluation reserve Rs. Nil)</b>				<b>53,705</b>	<b>48,969</b>
<b>15</b>	<b>Earnings per share (EPS) (net of tax) (in Rs.)</b>					
	Basic Earnings Per Share (Face value of Rs. 10) (not annualized except for year end)	19.65	15.35	10.40	47.11	34.51
	Diluted Earnings Per Share (Face value of Rs. 10) (not annualized except for year end)	19.62	15.33	10.40	47.06	34.51

(See accompanying notes to the audited consolidated financials results)





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

Sr. No.	Particulars	(Rs. in lakhs)				
		Quarter ended			Year ended	
		31 March 2026	31 December 2025	31 March 2025	31 March 2026	31 March 2025
	Audited	Unaudited	Audited	Audited	Audited	
	<b>Segment wise revenue, results, assets, liabilities and capital employed *</b>					
1	<b>Segment revenue</b>					
	Welding	30,566	26,553	28,061	1,07,888	1,03,654
	Flares & Process Equipment	1,233	2,145	2,814	5,671	8,392
	Less: Inter segment revenue	(3)	(3)	(76)	(14)	(363)
	<b>Total revenue from operations</b>	<b>31,796</b>	<b>28,695</b>	<b>30,799</b>	<b>1,13,545</b>	<b>1,11,683</b>
2	<b>Segment results</b>					
	Welding	4,726	3,867	4,170	16,430	14,050
	Flares & Process Equipment (refer note 5 and 8)	545	821	(530)	(2,306)	(1,630)
	<b>Total</b>	<b>5,271</b>	<b>4,688</b>	<b>3,640</b>	<b>14,124</b>	<b>12,420</b>
	Less:					
	Finance costs (unallocable)	(5)	(5)	(13)	(23)	(221)
	Other unallocable expenses net of unallocable income	(549)	(488)	(579)	(2,326)	(2,402)
	<b>Profit/(loss) before exceptional items and tax</b>	<b>4,717</b>	<b>4,195</b>	<b>3,048</b>	<b>11,775</b>	<b>9,797</b>
	<b>Exceptional items</b>					
	Welding	237	(444)	-	(207)	(479)
	Flares & Process Equipment	27	(50)	-	(23)	-
	Other unallocable expenses net of unallocable income (refer note 4)	51	(96)	(138)	(45)	(660)
	<b>Total Exceptional items</b>	<b>315</b>	<b>(590)</b>	<b>(138)</b>	<b>(275)</b>	<b>(1,139)</b>
	<b>Total Profit before tax</b>	<b>5,032</b>	<b>3,605</b>	<b>2,910</b>	<b>11,500</b>	<b>8,658</b>
3	<b>Segment assets</b>					
	Welding	56,988	53,610	52,594	56,988	52,594
	Flares & Process Equipment	6,009	6,363	7,651	6,009	7,651
	Unallocable corporate assets	20,186	18,995	9,148	20,186	9,148
	<b>Total assets</b>	<b>83,183</b>	<b>78,968</b>	<b>69,393</b>	<b>83,183</b>	<b>69,393</b>
4	<b>Segment liabilities</b>					
	Welding	20,753	19,403	14,663	20,753	14,663
	Flares & Process Equipment	5,086	5,712	2,481	5,086	2,481
	Unallocable corporate liabilities	1,902	1,894	1,540	1,902	1,540
	<b>Total liabilities</b>	<b>27,741</b>	<b>27,009</b>	<b>18,684</b>	<b>27,741</b>	<b>18,684</b>
5	<b>Capital employed</b>					
	Welding	36,235	34,207	37,931	36,235	37,931
	Flares & Process Equipment	923	651	5,170	923	5,170
	Unallocable corporate assets net of unallocable corporate liabilities	18,284	17,101	7,608	19,228	7,608
	<b>Total capital employed</b>	<b>55,442</b>	<b>51,959</b>	<b>50,709</b>	<b>56,386</b>	<b>50,709</b>

(See accompanying notes to the audited consolidated financials results)

\* Other unallocable expenses net of unallocable income includes employee benefit expenses, depreciation, other expenses of the Holding Company and 3D Future Technologies Private Limited related income net of expenses, which is not specifically allocable to any segment.



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**Statement of Audited Consolidated Assets and Liabilities as at 31 March 2026**

Particulars	(Rs. in lakhs)	
	As at 31 March 2026	As at 31 March 2025
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
(a) Property, plant and equipment	18,085	17,449
(b) Right-of-use asset	1,243	1,150
(c) Capital work-in-progress	316	411
(d) Investment properties	1,074	1,028
(e) Intangible assets	8	37
(f) Financial assets		
(i) Investment	1,638	809
(ii) Other financial assets	3,425	845
(g) Income tax assets (net)	1,546	1,407
(h) Deferred tax assets (net)	983	974
(i) Other non-current assets	645	903
<b>Total Non-current assets</b>	<b>28,963</b>	<b>25,012</b>
<b>Current assets</b>		
(a) Inventories	15,187	12,674
(b) Financial assets		
(i) Investments	3,093	2,384
(ii) Trade receivables	23,197	19,266
(iii) Cash and cash equivalents	4,231	3,028
(iv) Bank balances other than (iii) above	5,020	3,683
(v) Loans	101	175
(vi) Other financial assets	715	626
(c) Other current assets	2,676	2,545
<b>Total Current assets</b>	<b>54,220</b>	<b>44,381</b>
<b>Total Assets</b>	<b>83,183</b>	<b>69,393</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity share capital	1,740	1,740
(b) Other equity	53,705	48,969
<b>Total equity</b>	<b>55,445</b>	<b>50,709</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	58	84
(ii) Lease liabilities	146	77
(iii) Other financial liabilities	54	43
(b) Provisions	2,015	934
(c) Other non-current liabilities	126	194
<b>Total Non-current liabilities</b>	<b>2,399</b>	<b>1,332</b>
<b>Current liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	27	25
(ii) Lease liabilities	64	55
(iii) Trade payables		
Total outstanding dues to micro and small enterprises	1,924	1,574
Total outstanding dues to creditors other than micro and small enterprises	17,449	10,886
(iv) Other financial liabilities	3,615	2,607
(b) Other current liabilities	1,416	928
(c) Provisions	770	1,277
(d) Current tax liabilities (net)	74	-
<b>Total Current liabilities</b>	<b>25,339</b>	<b>17,352</b>
<b>Total Equity and Liabilities</b>	<b>83,183</b>	<b>69,393</b>

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Statement of Audited Consolidated Cash Flow for Year ended 31 March 2026

Particulars	(Rs. in lakhs)	
	As at 31 March 2026	As at 31 March 2025
	(Audited)	(Audited)
<b>Cash flow from operating activities</b>		
Profit before tax	11,500	8,658
<b>Adjustment for:</b>		
Provision / liabilities no longer required now written back	(53)	(17)
Depreciation and amortisation expense	1,948	1,822
Impairment Loss on trade receivables	31	113
Loss allowances on trade receivables	211	504
Impairment reversal on trade receivables ( refer note 8)	(1,412)	-
Impairment loss on Inventories	854	373
Equity settled shared based payments	74	-
Inventory written off	16	70
Property, plant and equipment impaired	36	204
Finance costs	371	428
Gain on sale of investments (net)	(10)	(19)
Interest expense on lease liability	11	13
Net loss/(gain) on sale of property, plant & equipment	(1)	1
Fair value change of financial asset measured at FVTPL	(8)	(202)
Interest income	(928)	(593)
Rental income from investment properties	(182)	(151)
Unrealised (Gain)/Loss on foreign exchange (net)	-	(32)
Exceptional Items (refer note 4)	275	4
<b>Operating profit before working capital changes</b>	<b>12,732</b>	<b>11,176</b>
<b>Working Capital adjustments</b>		
(Increase)/Decrease in inventories	(3,383)	1,406
(Increase)/Decrease in trade receivables	(3,926)	(1,652)
(Increase)/Decrease in other assets, including financial assets	(376)	837
Increase/(Decrease) in Trade payables	8,411	3,930
Increase/(Decrease) in other liabilities, including financial liabilities	1,485	372
<b>Cash generated from operating activities</b>	<b>14,943</b>	<b>16,069</b>
Income tax paid	(3,357)	(2,358)
<b>Net cash generated from operating activities (A)</b>	<b>11,586</b>	<b>13,711</b>
<b>Cash flow from investing activities</b>		
Acquisition of property, plant and equipment (including capital work-in-progress, capital advances and creditors for capital goods)	(2,217)	(4,127)
Purchase of investments	(2,093)	(1,513)
Proceeds from sale of property, plant and equipment	73	171
Proceeds from sale of investments	638	2,443
Interest income received	428	458
Rental income from investment properties	182	151
Fixed deposits matured	2,904	-
Fixed deposits placed	(6,508)	680
<b>Net cash used in investing activities (B)</b>	<b>(6,594)</b>	<b>(1,737)</b>
<b>Cash flow from financing activities</b>		
Finance costs paid other than lease liabilities	(209)	(428)
Finance cost paid on lease liabilities	(11)	(13)
Repayment of principal portion of lease liabilities	(65)	(95)
Repayment of Vehicle Loans	(24)	(21)
Dividend paid	(3,481)	(4,616)
(Repayment) of / Proceeds from borrowings	-	(4,177)
<b>Net cash used in financing activities (C)</b>	<b>(3,790)</b>	<b>(9,350)</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>1,203</b>	<b>2,624</b>
Cash and cash equivalents at the beginning of the year	3,028	404
<b>Cash and cash equivalents at the end of the year [Refer note 16]</b>	<b>4,231</b>	<b>3,028</b>
<b>Components of cash and cash equivalents:</b>		
Cash on hand	4	12
Fixed Deposit with banks (original maturity of less than 3 months)	2,000	2,100
Balances with banks in current accounts	2,227	916
<b>Total cash and cash equivalents</b>	<b>4,231</b>	<b>3,028</b>

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**Notes to the audited Consolidated financial results:**

- The results for the year ended March 31, 2026, which have been subjected to audit by the Statutory Auditors of the Company, have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on April 29, 2026, in terms of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- The above audited consolidated financial results have been prepared in accordance with Companies (Indian Accounting Standards) Rules, 2015 (Ind AS), prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, to the extent applicable.
- The audited consolidated results include financial results of the Holding Company and its wholly owned subsidiary 3D Future Technologies Private Limited.

(Rs. in lakhs)

Exceptional items	Quarter ended			Year ended	
	31 March 2026	31 December 2025	31 March 2025	31 March 2026	31 March 2025
	Audited	Unaudited	Audited	Audited	Audited
Merger expenses [Refer note a below]	-	-	138	-	706
Employee benefits expense [Refer note b below]	-	-	-	-	379
Obsolete inventory related provision [Refer note c below]	-	-	-	-	100
Profit on sale of Flat [Refer note d below]	-	-	-	-	(46)
Impact on account of new Labour Codes [Refer note e below]	(315)	590	-	275	-
<b>Total</b>	<b>(315)</b>	<b>590</b>	<b>138</b>	<b>275</b>	<b>1,139</b>

**Notes:**

- During the previous year, the Holding Company had recognised INR 706 lakhs towards legal and professional fees, along with applicable stamp duty required for the transfer of immovable assets from the transferor company (erstwhile Ador Fontech Limited) to the transferee company (Ador Welding Limited), pursuant to the merger. This amount is also recognised as an exceptional item.
- During the previous year, the Holding Company had paid INR 379 Lakhs towards rewards & recognition, considering long service tenure & contribution to few employees of erstwhile Ador Fontech Limited, which was also recognised as an exceptional item.
- During the previous year, the Holding Company had recognised a provision of INR 100 lakhs, for the diminution in value of inventories, which had become obsolete or unusable due to market conditions and their physical state. This amount was also classified as an exceptional item.
- During the previous year, the Holding Company had sold its property situated at Kochi and profit of INR 46 lakhs on sale was also recognised as an exceptional item.
- On November 21, 2025, the Government of India notified four Labour Codes – viz. 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 – repealing / subsuming 29 existing labour laws. The Ministry of Labour & Employment published draft Central Rules and FAQs to enable assessment of the financial impact due to changes in these regulations. The Group has assessed and disclosed the incremental impact of these changes, basis internal assessment, consistent with the guidance provided by the Institute of Chartered Accountants of India. Considering the materiality and the regulatory-driven, non-recurring nature of this impact, the Group had shown / disclosed such incremental cost / expense of INR 590 lakhs as "Impact on account of new Labour Codes", as "Exceptional Items" in the consolidated financial results for the quarter and period ended December 31, 2025.

During the quarter ended March 31, 2026, the Group reassessed certain assumptions relating to measurement of these liabilities which resulted into the reversal of INR. 315 lakhs to reflect the revised impact of the new Labour Codes. This reversal has also been disclosed as an "Exceptional Items".

The Group continues to monitor the final notification of Central / State Rules and clarifications from the Government on other aspects of Labour Code, if any and would provide appropriate accounting effect on the basis of such developments, as needed in future.

- During the financial year 2022–23, the Holding Company (Flates & Process Equipment) commenced a turnkey project targeted for completion by June 2025. While the project encountered certain delays due to a combination of operational and external challenges, the Holding Company remains committed to its successful execution and is actively engaging with stakeholders to mitigate potential impacts.  
  
In line with applicable accounting standards and guided by the principles of prudence, the Holding Company, during the earlier quarter, recognised a provision of INR 1,293 lakhs towards estimated cost overruns and INR 1,499 lakhs towards potential liquidated damages. Further, during the current quarter, the Company had received variation order amounting to INR 310 lakhs, resulting in reversal of estimated onerous cost recognised in earlier quarter.  
  
These provisions have been taken on a one-time basis to allow the management to focus on its core business. The Holding Company continues to pursue all available measures to optimise project overrun costs and delivery timelines.
- The shareholders of the Holding Company (AWL) and its fellow subsidiary, Ador Fontech Limited (ADFL), in their respective meetings held on 10 August 2023 and 30 October 2023, had approved the proposal for the amalgamation of ADFL with the Holding Company, subject to all the necessary statutory / regulatory approvals.  
  
The Scheme for amalgamation of ADFL with the Holding Company was approved by the National Company Law Tribunal (NCLT), Mumbai Bench, vide order dated 20 August 2024. The Scheme was made effective on 25 September 2024, upon filing the certified copy of the Order with Registrar of Companies, from the appointed date i.e., 01 April 2022. Consequently, the Holding Company accounted for the business combination transaction in accordance with the accounting treatment prescribed by the Scheme, which is consistent with the principles of Appendix C of Ind AS 103 'Business Combinations under Common Control'. Pursuant to the same, the comparative consolidated financial information of the Group for the year ended 31 March 2025 has been prepared basis the standalone audited financial information of the Holding Company and the audited consolidated financial information of erstwhile fellow subsidiary Company, ADFL for the year ended 31 March 2025.

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**Notes to the audited Consolidated financial results:**

- 7 The Holding Company had filed an application with the Bureau of Indian Standards (BIS) Authorities for compounding of an alleged Offence under Section 33 of the BIS Act, 2016 on 05 May 2023. The Holding Company received an order dated 15 June 2023 allowing the Compounding application, subject to payment of compounding amount of INR 3,643 lakhs under the BIS Act, 2016 and BIS Rules, 2018. As the Compounding amount was unfair, arbitrary and unreasonable, the Group had filed a Writ Petition in the Hon'ble Bombay High Court. The matter was heard by the Hon'ble Bombay High Court and was remanded back to the Appellate Authority of BIS for fresh re-assessment. As the facts of this matter and the internal assessment remain unchanged, no provision has been made in the books as of 31 March 2026.
- 8 The Holding Company had executed a project in Kuwait during FY 2020-21, the related receivables of which were under litigation and were fully provided for as doubtful receivables in earlier periods. During the previous quarter, the Holding Company recovered INR 844 lakhs against these receivables. Accordingly, the provision created in earlier years was reversed and recognised as 'Other Income' in the standalone financial results.
- During the current quarter, the Holding Company has further recovered INR 568 lakhs as final settlement of the said receivables, and the corresponding provision has been reversed.
- Considering the materiality of the amounts involved, the aggregate reversal of provision has been presented as a separate line item titled "Impairment reversal on trade receivables" in the consolidated financial results. Further, the amount recognised in the previous quarter has been regrouped from "Other Income" to this line item to ensure comparability.
- 9 As a result of the Chief Operating Decision Maker's review mechanism, the Group has reorganized its segment reporting from the quarter ended 30 June, 2025 as below:
- Segment "Welding" is combination of erstwhile segment "Products" and "Maintenance & Reclamation (M&R)".
  - Segment "Services" has been renamed as "Flares & Process Equipment (FPED)".
- Prior year's / periods amounts have been restated to align with the above changes.
- 10 Figures for the quarter ended March 31, 2026 and March 31, 2025 are derived by deducting the published unaudited year to date figures for the period ended December 31, 2025 and December 31, 2024 from the audited figures for the year ended March 31, 2026 and March 31, 2025, respectively.
- 11 The Board of Directors of the Holding Company has proposed a final dividend of Rs 23 per equity share for the financial year 2025-26.
- 12 The accounting policies and methods of computation followed in the consolidated financial results are consistent with the consolidated financial statements for the year ended March 31, 2026.

For ADOR WELDING LIMITED



A. T. MALKANI  
MANAGING DIRECTOR  
DIN : 01585637

Mumbai  
Date : 29 April 2026