

Independent Auditor's Report

To the Board of Directors of Harish Textile Engineers Limited
Report on the audit of the Annual Financial Results

Qualified Opinion

We have audited the accompanying financial results of HARISH TEXTILE ENGINEERS LIMITED (the "Company"), for the quarter ended March 31, 2025 (the "Statement") and for the year ended March 31, 2025, attached herewith, 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").

In our opinion and to the best of our information and according to the explanations given to us except for the effect of the matter described in the Basis for Qualified Opinion section of our report the statement:

- is presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and
- gives a true and fair view in conformity with Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34) prescribed under Section 133 of the Companies Act 2013 (the "Act") read with relevant rules issued there under and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the three months and year ended March 31, 2025.

Basis for Qualified Opinion

The company has ascertained the particulars of dues to Micro, Small and Medium enterprises, under MSMED Act, 2006. The interest liability arising out of delayed payment to undertakings registered under the MSMED Act, has not been quantified and provided for.

Our audit opinion on the financial statements for the year ended March 31, 2025 is qualified in respect of the said matter.

We conducted our audit of the Statement in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Financial Statement Results 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 ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

Material Uncertainty Related to Going Concern

We draw attention to Note 6 to the financial results, regarding extensions of timelines /defaults in repayment of debenture obligations arising out of liquidity crunch faced by the Company. We further draw your attention to the fact that the net working capital of the Company is negative at the year end. The current liabilities (including short

term borrowings) amounted to INR 6465 Lacs. The current assets amounted to INR 4325 Lacs. The net negative working capital amounted to INR 2140 Lacs.

In view of the above, the Company's ability to continue as a going concern is dependent on its ability to raise additional funds as required and successful negotiations with lenders/debenture holders and vendors for continued support and generation of cash flow from its operations that it needs to settle its liabilities as they fall due. Our opinion is not modified in respect of this matter.

Management's Responsibilities for the financial results

This Statement, is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related audited condensed financial statements for the year ended March 31, 2025. The Company's Management and the Board of Directors are responsible for the preparation and presentation of the 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 Ind AS 34, 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making 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 Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Financial Results, 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 financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the financial results

Our objectives are to obtain reasonable assurance about whether the 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 this Standalone Financial Results.

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 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 Company 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 Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Results, including the disclosures, and whether the Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Financial Results of the Company to express an opinion on the Financial Results.

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

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.

Emphasis of matter

We draw attention to the following:

Note 4 of notes to the financial results for the quarter and twelve months ended March 31, 2025 which states that "the Company has received notice on 14th May 2022 from Shree Nikhil H Gandhi, Smt. Chhaya N. Gandhi and Smt. Kumudben H. Gandhi, claiming to be Shareholders of Pacific Haish Industries Limited ("PHIL"), that they have filed a company petition with Hon. NCLT, Mumbai Bench, inter-alia contending that the business of Non-Woven and PSF transferred to the Company by PHIL by way of Slump-sale w.e.f. April 01, 2019 was without obtaining the approval of Shareholders of PHIL and hence such transfer is invalid. The Company is taking appropriate legal recourse to protect its interest. Vide order dated 09th June, 2023 Hon. Bombay High Court has instructed parties to maintain Status quo

and subsequently, Hon. NCLT as well vide its order dated 14th June, 2023 has stayed the further proceedings till the pendency of the Hon. High Court order."

Note 5 of notes to the financial results for the quarter and twelve months ended 31st March 2025 which states that the Term Loan and other Credit facilities from Bank of India are, inter-alia secured by Corporate Guarantee and mortgage of properties of Kasha Textile Private Limited (KTPL). One of the Shareholders of KTPL has claimed that the said corporate guarantee and security were given by KTPL without obtaining consent of Shareholders as is required in terms of section 186 of Companies Act, 2013. The company is taking appropriate legal recourse to protect its interest."

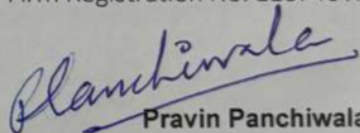
The Company is not regular in depositing statutory dues including Income Tax/Tax Deducted at Source/Professional Taxes and GST with appropriate authority.

Our conclusions are not modified in respect of these matters.

Other Matters

The annual financial results include the results for the quarter ended March 31, 2025 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which were subject to limited review by us.

For K. M. Swadia and Company
Chartered Accountants
Firm Registration No. 110740W


Pravin Panchiwala
Partner

Membership No. 127406
UDIN: 25127406BNFXET2017

Place: Vadodara
Date: June 25, 2025



HARISH TEXTILE ENGINEERS LIMITED

Regd. Office: 19, parsi Panchayat Road, Andheri (East), Mumbai - 400 069.

Phone: +91 22 28367151 / 40373000, website: www.harishtextile.com; E Mail : pinkesh@harishtextile.com

CIN: L29119MH2010PLC201521

Statement Of Audited Financial Results for the Quarter / Year Ended March 31, 2025

SL. NO	PARTICULARS	Results (Rupees in Lakhs), Except EPS				
		For Quarter Ended			For Year Ended	
		31.03.2025	31.12.2024	31.03.2024	31.03.2025	31.03.2024
		(Audited)	(Unaudited)	(Restated)	(Audited)	(Restated)
I	Revenue from operations	3,270.75	3,325.88	3,582.14	13,202.74	13,104.25
II	Other Income	10.10	23.36	103.15	57.22	154.33
	Total Income from operations	3,280.85	3,349.24	3,685.30	13,259.96	13,258.58
III	Expenses					
	a. Cost of material consumed	2,036.25	2,155.84	2,370.91	8,220.81	8,449.31
	b. Purchase of Stock-in-trade	-	-	-	-	-
	c. Changes in Inventories of finished goods, work-inprogress and stock-in-trade	(9.20)	(6.42)	6.35	216.24	201.91
	d. Employee benefit expenses	294.92	312.66	287.12	1,163.01	1,084.45
	e. Finance Costs	97.04	105.83	127.92	395.78	546.02
	f. Depreciation, amortization & impairment of assets	42.42	42.93	41.15	167.94	186.81
	g. Other Expenses	702.66	717.13	960.60	3,080.62	2,837.92
	Total Expenses	3,164.08	3,327.98	3,794.04	13,244.39	13,306.41
IV	Profit before exceptional Items and tax	116.77	21.26	(108.75)	15.57	(47.84)
V	Exceptional Items	-	-	-	-	-
VI	Profit from ordinary activities before tax	116.77	21.26	(108.75)	15.57	(47.84)
VII	Tax Expense					
	Current Tax	16.43	-	(29.50)	16.43	-
	Adjustment for earlier tax expenses	-			12.43	-
	Deferred Tax	(51.56)	60.61	9.26	(36.84)	(10.58)
VIII	Net Profit from Ordinary activities after tax	151.90	(39.35)	(88.51)	23.55	(37.26)
IX	Other Comprehensive Income (After Tax)					
	1. Items that will not be reclassified to profit or loss					
	a. Remeasurement gain/(loss) on defined benefit plans	(2.53)	0.27	(0.78)	(6.32)	(3.12)
	b. Income tax related to items that will not be reclassified to profit or loss	0.63	(0.07)	0.19	1.57	0.78
X	Total Comprehensive Income for the period (comprising) Profit for the period (after tax) and Other Comprehensive Income (after tax)	150.00	(39.16)	(89.09)	18.80	(39.60)
XI	Paid-up Equity Share Capital (Face Value Rs.10/- each)	333.60	333.60	333.60	333.60	333.60
XII	Earnings Per Share (EPS) (of Rs.10/- each) (Not annualised)					
	- Basic	4.50	(1.17)	(2.67)	0.56	(1.19)
	- Diluted	4.50	(1.17)	(2.67)	0.56	(1.19)



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HARISH TEXTILE ENGINEERS LIMITED

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CIN: L29119MH2010PLC201521

Segment Wise Revenue, Results and Capital employed for the quarter ended 31st March 2025

SL. NO	PARTICULARS	Amount in Lakhs (Rs.)				
		Quarter Ended			Year Ended	
		31.03.2025 (Audited)	31.12.2024 (Unaudited)	31.03.2024 (Audited)	31.03.2025 (Audited)	31.03.2024 (Restated)
1	Segment Revenue					
	a) Textile Engineering	410.50	688.98	1,017.95	2,676.51	3,725.32
	b) Non-Woven	2,238.14	2,024.47	1,952.97	8,046.90	7,254.24
	c) PSF	983.26	954.88	880.11	3,722.54	3,175.84
	d) Unallocable					
	Total	3,631.90	3,668.33	3,851.03	14,445.95	14,155.40
	Less: Inter-segment revenue	361.14	342.45	268.88	1,243.21	1,051.14
	Net Sales/Income from Operations	3,270.75	3,325.88	3,582.14	13,202.74	13,104.25
2	Segment Results					
	a) Textile Engineering	(167.36)	(242.68)	(264.59)	(897.88)	(729.65)
	b) Non-Woven	220.17	198.07	121.11	673.73	568.55
	c) PSF	66.81	69.30	37.73	252.30	125.25
	d) Unallocable	(2.86)	(3.43)	(3.00)	(12.58)	(11.98)
	Total	116.77	21.26	(108.75)	15.57	(47.84)
	Add: Other un-allocable Income net of Unallocable expenditure					
	Total Profit before Tax	116.77	21.26	(108.75)	15.57	(47.84)
3	Segment Assets					
	a) Textile Engineering	2189.59	2,245.94	3,153.55	2,189.59	2,857.27
	b) Non-Woven	4088.09	4,097.22	3,685.47	4,088.09	3,590.31
	c) PSF	1777.26	1,721.40	1,595.21	1,777.26	1,545.76
	d) Unallocable	1059.77	1,062.02	1,083.39	1,059.77	1,158.83
	e) Inter Segment Division	(1,026.98)	(1,027.73)	(1,400.43)	(1,026.98)	(1,158.06)
	Total	8087.73	8,098.85	8,117.21	8,087.73	7,994.11
4	Segment Liabilities					
	a) Textile Engineering	3817.11	3,706.09	3,618.62	3,817.11	3,586.92
	b) Non-Woven	2845.79	3,075.15	3,238.03	2,845.79	3,021.77
	c) PSF	1,399.72	1,410.67	1,432.26	1,399.72	1,420.52
	d) Unallocable	163.18	195.78	217.08	163.18	252.86
	e) Inter Segment Division	(1,026.98)	(1,027.73)	(1,400.43)	(1,026.98)	(1,158.06)
	Total	7,198.83	7,359.96	7,105.56	7,198.83	7,124.01

Place Mumbai
Date 25/06/2025



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HARISH TEXTILE ENGINEERS LIMITED

CIN: L29119MH2010PLC201521

Statement of Assets and Liabilities as at 31st March 2025

Particulars	As at 31st March 2025 (Audited)	As at 31st March 2024 (Restated)	As at 1st April 2023 (Restated)
ASSETS			
Non-current assets			
Property, plant and equipment	2,766.53	2,722.21	2,558.47
Right-of-use assets	23.29	46.60	69.89
Capital Work-in-Progress	86.41	-	171.13
Intangible Assets	11.11	12.38	-
Intangible assets under development	1.60	-	-
Financial assets			
Other financial assets	297.14	280.61	243.59
Other assets	107.84	95.53	97.31
Deferred Tax Assets	-	-	-
Current assets			
Inventories	1,334.73	1,602.02	1,916.77
Financial assets			
Loans	95.13	23.13	10.73
Trade receivables	2,641.59	2,234.26	1,820.96
Cash and cash equivalents	9.11	21.91	5.75
Other bank balances	3.64	3.64	9.34
Other financial assets	-	205.54	205.54
Current Tax Assets (Net)	-	10.27	-
Other assets	241.60	503.20	603.12
Total Assets	7,619.74	7,761.31	7,712.62
EQUITY AND LIABILITIES			
Equity			
Equity share capital	333.60	333.60	333.60
Other equity	555.30	536.49	576.09
Liabilities			
Non-Current Liabilities			
Financial liabilities			
Borrowings	119.48	585.57	1,166.05
Lease liabilities	-	11.35	21.57
Other Financial liabilities	9.24	9.24	9.24
Provisions	80.75	67.96	54.17
Deferred tax liabilities (Net)	56.32	94.73	106.12
Current liabilities			
Financial liabilities			
Borrowings	3,037.27	3,004.84	2,801.18
Lease liabilities	11.35	10.22	9.21
Trade payables			
Due to micro enterprises and small enterprises	417.79	773.59	458.48
Due to others	1,867.84	1,295.35	1,653.42
Lease liabilities			
Other financial liabilities	127.64	85.42	84.30
Provisions	6.90	5.78	4.48
Other current liabilities	990.65	947.15	431.87
Current Tax liabilities (Net)	5.61	-	2.85
Total Equity and Liabilities	7,619.74	7,761.31	7,712.62



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HARISH TEXTILE ENGINEERS LIMITED

CIN: L29119MH2010PLC201521

Statement of Profit and Loss for the period ended on 31st March 2025

(Rupees in Lakhs)

Particulars	Year ended 31st March 2025 (Audited)	Year ended 31st March 2024 (Audited)
Revenue		
Revenue from operations	13202.74	13104.25
Other income	57.22	154.33
Total Income	13,259.96	13,258.58
Expenses		
Cost of materials consumed	8220.81	8449.31
Changes in inventories	216.24	201.91
Employee benefits expenses	1163.01	1084.45
Finance costs	395.78	546.02
Depreciation, amortization & impairment of assets	167.94	186.81
Other expenses	3080.62	2837.92
Total Expenses	13,244.39	13,306.42
Profit Before Tax for the year	15.57	(47.84)
Tax expense:		
Current tax	16.43	
Adjustment for earlier tax expense	12.43	-
Deferred tax	(36.84)	(10.58)
Profit for the year	23.55	(37.26)
Other comprehensive income	-	-
Items that will not be reclassified to profit or loss in subsequent period		
a. Remeasurement gain/ (loss) on defined benefit plans	(6.32)	(3.12)
	1.57	0.78
b. Income tax related to items that will not be reclassified to profit or loss		
Total other comprehensive income	4.75	2.34
Total comprehensive income for the year	18.80	(39.60)
Earnings per equity share of FV of Rs. 10 each	0.56	(1.19)
Basic	0.56	(1.19)
Diluted		



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HARISH TEXTILE ENGINEERS LIMITED

CIN: L29119MH2010PLC201521

Statement of Cash Flows For the Half Year ended 31st March, 2025

Particulars	For the year ended 31st March 2025 (Audited)	For the year ended 31st March 2024 (Audited)
A) Cash Flow from Operating activities		
Profit before tax	15.57	(47.84)
Adjustments for:		
Depreciation and Amaotisation	167.94	186.81
(Profit)/ Loss on sale of Fixed Assets	(11.42)	(0.26)
Sundry bal w.back	(0.48)	(111.96)
Sundry Balance w/off	117.19	299.78
Provision for expected credit loss	34.56	(0.42)
Gratuity Provision	12.58	15.12
Interest Income	(23.00)	(22.29)
Interest Paid	395.78	546.02
Operating Profit before Working Capital Changes	708.72	864.96
Adjustments for changes in Working Capital		
(Increase)/Decrease in Trade Receivables	(559.08)	(600.70)
(Increase)/Decrease in Other - Non Current Assets	(12.31)	1.78
(Increase)/Decrease in Non Current financial assets	(16.53)	(37.02)
(Increase)/Decrease in Other Current Assets	261.59	99.93
(Increase)/Decrease in Loans	(72.00)	(12.40)
(Increase)/Decrease in Other Current financial assets	205.54	-
(Increase)/Decrease in Inventories	267.30	314.74
Changes in Trade and Other Receivables	74.51	(233.67)
Increase/(Decrease) in Trade Payables	217.17	(39.68)
Increase/(Decrease) in Other current Liabilities	43.50	515.28
Increase/(Decrease) in Provisions	(6.60)	(3.14)
Increase/(Decrease) in Other Current financial Liabilities	42.22	(2.16)
Increase/(Decrease) in Other financial Liabilities	-	-
Changes in Trade and Other Payables	296.29	470.30
Cash Generated from Operations	1,079.52	1,101.59
Income tax paid (Net of refunds)	12.98	13.12
Net Cash from Operating Activities	1,066.54	1,088.47
B. CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from sale of Assets	13.72	0.90
Purchase of PPE, Intangible Assets, WIP and Capital Advances	(276.40)	(169.16)
Interest Received	23.00	22.29
Net Cash used in Investing Activities	(239.68)	(145.97)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long-term borrowings (incl. current maturities of long term borrowing)	-	23.00
Repayment of Long term loans borrowings (incl. current maturities of long term borrowing)	(516.78)	(416.20)
lease liabilities	(12.00)	(9.21)
Change in Short-term borrowings	83.12	16.39
Repayment of NCD	-	-
Interest Paid	(394.00)	(546.02)
Net Cash from Financing Activities	(839.66)	(932.04)
NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	(12.80)	10.45



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HARISH TEXTILE ENGINEERS LIMITED

CIN: L29119MH2010PLC201521

Statement of Cash Flows For the Half Year ended 31st March, 2025

Particulars	For the year ended 31st March 2025 (Audited)	For the year ended 31st March 2024 (Audited)
Cash and Cash Equivalents at the beginning of the year	25.55	15.09
Cash and Cash Equivalents at the end of the year	12.75	25.55
Closing Cash and Cash Equivalents comprise:		
Cash in hand	3.30	1.97
Balance in Current Account	9.45	23.58
Total	12.75	25.55
Notes to Cash Flow Statement:		
Cash and Cash equivalents comprise of:		
Cash on Hands	3.30	1.97
Balance with Scheduled Banks in Current Accounts	9.45	23.58
Closing Cash and Cash Equivalents	12.75	25.55

The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Indian Previous year figures have been regrouped wherever necessary.

Denotes amount which pertains to conversion of Creditors into Non-Convertible Debentures



HARISH TEXTILE ENGINEERS LIMITED

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CIN: L29119MH2010PLC201521

Statement Of Audited Financial Results for the Quarter / Year Ended March 31, 2025

Particulars	Quarter Ended			Year Ended	
	31.03.2025	31.12.2024	31.03.2024	31.03.2025	31.03.2024
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Restated)
Net Profit Ratio (%) **					
Profit After Tax/ Total Sales	4.64%	-1.18%	-2.47%	0.18%	-0.28%
Operating Margin **					
Earnings before exceptional items, Interest and Tax/ Income from Operations	6.54%	3.82%	0.54%	4.75%	3.89%
Return on Capital employed (%) **					
Earning before interest and tax/ Tangible Net Worth + Total Debt + Deferred Tax Liability	5.21%	2.98%	0.42%	10.03%	10.94%

Particulars	Year Ended 31st March 2025	Year Ended 31st March 2024
Liquidity Ratio		
Current Ratio (times)		
Current Assets/ Current Liabilities	0.67	0.75
Solvency Ratio		
Debt-Equity Ratio (times)		
Total Debt/ Shareholder's Equity	3.55	4.13
Debt Service Coverage Ratio (times)		
Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc./ Interest + Lease Payments + Principal Repayments	0.79	0.91
Utilization Ratio		
Trade Receivables turnover ratio (times)		
Net Credit Sales/ Average Trade Receivables	5.42	6.46
Inventory turnover ratio (times)		
Cost of goods sold or Sales/ Average Inventory	5.75	4.92
Trade payables turnover ratio (times)		
Net Credit Purchases/ Average Trade Payables	3.75	3.99
Other Ratios		
Long Term Debt to Working Capital Ratio		
Long term loans borrowings (incl. current maturities of long term borrowing)/ Current Assets- Current Liabilities (excl. current maturities of long term borrowing)	0.00	0.00
Interest Service Coverage Ratio (ISCR)		
EBITA (excl. exceptional items)/ Interest Expenses	1.56	0.91
Bad Debts to accounts receivable ratio		
Bad Debts/ Average Trade Receivables	0.05	0.15
Current Liability Ratio		
Current Liabilities/ Total Liabilities	0.96	0.89
Total Debt to Total Assets Ratio		
Total Borrowings/ Total Assets	0.41	0.46

Place: Mumbai
Date: 25/06/2025For & on behalf of the Board
HARISH TEXTILE ENGINEERS LIMITED

 Sandeep Gandhi
 Managing Director
 DIN: 00941665

	NOTES:																																								
1	The Financial Results for Q4 of FY: 2024-25 were reviewed and approved by the Audit Committee and the Board of Directors at their respective meetings held on 25/06/2025																																								
2	In accordance with provisions of Ind AS 108 "Operating Segments", the company has 3 reportable segments namely viz Manufacture of (A) Textile processing and Finishing Machinery (B) Non Woven Fabrics and (C) polyester staple fibre from recycle waste material.																																								
3	EPS has been calculated in accordance with Ind AS 33.																																								
4	The Company has received notice on 14th May 2022 from Shree Nikhil H Gandhi, Smt. Chhaya N. Gandhi and Smt. Kumudben H. Gandhi, claiming to be Shareholders of Pacific Haish Industries Limited ("PHIL"), that they have filed a company petition with Hon. NCLT, Mumbai Bench, inter-alia contending that the business of Non-Woven and PSF transferred to the Company by PHIL by way of Slump-sale w.e.f. April 01, 2019 was without obtaining the approval of Shareholders of PHIL and hence such transfer is invalid. The Company is taking appropriate legal recourse to protect its interest. Vide order dated 09th June, 2023 Hon. Bombay High Court has instructed parties to maintain Status quo and subsequently, Hon. NCLT as well vide its order dated 14th June, 2023 has stayed further proceedings till the pendency of the order of Hon. High Court.																																								
5	The Term Loan and other Credit facilities from Bank of India are, inter-alia secured by Corporate Guarantee and mortgage of properties of Kasha Textile Private Limited (KTPL). One of the Shareholders of KTPL has claimed that the said corporate guarantee and security were given by KTPL without obtaining consent of Shareholders as is required in terms of section 186 of Companies Act, 2013. The company is taking appropriate legal recourse to protect its interest.																																								
6	Pursuant to the supplementary deed executed on 24th June, 2024 and the second supplementary deed executed on March 18, 2025 between the Company and Axis Trustees Service Limited, the Company had extended the tenure of certain Non-Convertible Debentures (NCDs). The details of the extensions and subsequent defaults in redemption are furnished hereunder:																																								
	<table><tr><th>Series of Debentures</th><th>Scheduled Date of Redemption</th><th>Extended Date of Redemption</th><th>Further Extended Date of Redemption</th><th>Total Debenture borrowing</th><th>Payment on Due Date</th><th>Payment after on Due Date</th><th>Due but not paid</th></tr><tr><td>Old Series- II</td><td>24th June, 2024</td><td>23rd December, 2024</td><td>NA</td><td>112.61</td><td>32.79</td><td>79.82</td><td>NA</td></tr><tr><td>Old Series- III</td><td>13th August, 2024</td><td>12th February, 2025</td><td>12th May, 2025</td><td>71.03</td><td>6.31</td><td>0</td><td>64.72</td></tr><tr><td>Interest on Old Series- III</td><td>NA</td><td>NA</td><td>NA</td><td>0</td><td>0</td><td>0</td><td>6.9</td></tr><tr><td>Old Series- IV</td><td>20th September, 2025</td><td>NA</td><td>20th December, 2025</td><td>146.79</td><td>0</td><td>0</td><td>0</td></tr></table>	Series of Debentures	Scheduled Date of Redemption	Extended Date of Redemption	Further Extended Date of Redemption	Total Debenture borrowing	Payment on Due Date	Payment after on Due Date	Due but not paid	Old Series- II	24th June, 2024	23rd December, 2024	NA	112.61	32.79	79.82	NA	Old Series- III	13th August, 2024	12th February, 2025	12th May, 2025	71.03	6.31	0	64.72	Interest on Old Series- III	NA	NA	NA	0	0	0	6.9	Old Series- IV	20th September, 2025	NA	20th December, 2025	146.79	0	0	0
Series of Debentures	Scheduled Date of Redemption	Extended Date of Redemption	Further Extended Date of Redemption	Total Debenture borrowing	Payment on Due Date	Payment after on Due Date	Due but not paid																																		
Old Series- II	24th June, 2024	23rd December, 2024	NA	112.61	32.79	79.82	NA																																		
Old Series- III	13th August, 2024	12th February, 2025	12th May, 2025	71.03	6.31	0	64.72																																		
Interest on Old Series- III	NA	NA	NA	0	0	0	6.9																																		
Old Series- IV	20th September, 2025	NA	20th December, 2025	146.79	0	0	0																																		



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	<p>In view of the default in discharging the liability of Old Series III Debentures due on 12th May, 2025, a meeting of the said series Debenture Holders was convened on Thursday, 22nd May, 2025. During the meeting, it was collectively agreed that the formal extension and processing of the revised redemption timeline shall be undertaken only upon receipt of duly signed No Objection Certificates (NOCs) from majority debenture holders.</p> <p>The extensions of timelines/default in repayment of debenture obligations have taken place arising out of liquidity crunch faced by the Company. The net working capital of the Company is negative at the year end. The current liabilities (including short term borrowings) amounted to INR 6465 Lacs. The current assets amounted to INR 4325 Lacs. The net negative working capital has amounted to INR 2140 Lacs.</p> <p>The Company's ability to continue as a going concern is dependent on its ability to raise additional funds as required and successful negotiations with debenture holders and continued support of lenders and vendors along with generation of cash flow from its operations that it needs to settle its liabilities as they fall due.</p> <p>As of date, the Company has met all its debt obligations payable to its lenders/banks and financial institutions along with applicable interest except for debentures as stated above. The Company is confident of raising resources to tide over the liquidity crunch.</p> <p>The Company believes that it will be able to conclude the negotiations with debenture holders for settlement of their dues and will have continued support from lenders/vendors and generation of cash flow from operations that will enable it to settle its liabilities as they fall due. These financial statements have, therefore, been prepared on a Going Concern basis.</p>
7	Other contingent liabilities:
7.1	Liability pertaining to Goods and Service Tax Act with respect to delayed payments to suppliers has not been quantified and provided for.
7.2	The Company is in receipt of legal intimation dated April 18, 2024 from one of the Creditors for delayed payment. The said creditor has filed application for delayed payment before the Hon'ble Micro Small Enterprise Facilitation Council, Ahmedabad, Gujarat. As per the said intimation, the company is liable to make a total payment of Rs. 61,47,306/- which includes Principal amount of Rs. 25,50,385/- (already accounted for in the Books of Account) and an interest amount of Rs. 35,96,921/- as of 20/07/2023. The company had received a notice of hearing from MSEFC on 12th March, 2025 and the said matter for fixed for hearing on 18/06/2025. The matter was adjourned due to paucity of time and the next date is yet to be announced.
7.3	The Company has yet not been able to determine liability of interest payable to vendors registered under MSME Act on account of issues pertaining to interpretation of law with regard to computation of interest liability. The Company has initiated the process of seeking legal advice and is awaiting legal opinion. In view thereof, the Company has not been able to compute the interest liability and provide for the same in the books of account.
7.4	The Company has received a legal notice from the advocate/legal consultant of one of the suppliers, demanding payment of the outstanding amount of Rs. 3,10,110.93/- along with applicable interest.
7.5	A tax liability notice has been received from the State Tax Officer, Commissionerate of Taxes, Government of Gujarat, for Rs. 4,80,971/- in relation to unpaid or short-paid tax or wrongful availing of input tax credit, not involving fraud or willful misstatement.
7.6	The Company has received a Demand-cum-Show Cause Notice/Advisory under Section 50(1) of the CGST/GGST Act, 2017, from the Commissionerate of Taxes, Government of Gujarat, dated 27th January, 2025, alleging delayed payment of self-assessed tax beyond the due date for furnishing returns. As per the notice, the Company is liable to pay interest amounting to Rs. 2,29,079/-. The Company's representatives are taking necessary actions and have appeared before the authorities in response to the said notice.
7.7	The Company had received an Intimation of Liability under Section 73(5)/74(5) from the Commissioner of State Tax, Government of Gujarat, alleging a total liability of Rs. 23,03,030/- (inclusive of tax, interest, and penalty) for FY 2021-2022 on 26th May, 2025. The intimation pertains to alleged excess availing of Input Tax Credit (ITC) and short payment of tax, based on discrepancies observed in GSTR-3B, GSTR-1, GSTR-2A, and E-Way Bills. The Company's representatives are taking necessary actions and have appeared before the authorities in response to the said notice.
7.8	The Company had received an Intimation of Liability under Section 73(5)/74(5) from the Commissioner of State Tax, Government of Gujarat, alleging a total liability of Rs. 86,209/- (inclusive of tax, interest, and penalty) for FY 2021-2022 on 20th June, 2025. The intimation pertains to alleged excess availing of Input Tax Credit (ITC) and short payment of tax, based on discrepancies observed in GSTR-3B, GSTR-1, GSTR-2A, and E-Way Bills. The Company is in the process of seeking legal advice and preparing its response/submissions to be filed with the appropriate authority.



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8	During the quarter and year ended on March 31, 2025, the Company has recognised gratuity liability in compliance with Ind AS 19 'Employee Benefit'.						
	In compliance with Ind AS -8, "Accounting policies, changes in accounting estimates and error", previously issued financial information has been restated as under:						
	Balance sheet	31 March 2024 (as previously reported)	Increase/(decrease) due to correction	31 March 2024 (restated)	1 April 2023 (as previously reported)	Increase/(decrease) due to correction	1 April 2023 (restated)
	Retained earnings	591.81	(55.31)	536.50	620.07	(43.98)	576.09
	Total equity	925.41	(55.31)	870.10	953.67	(43.98)	909.69
	Provisions	-	67.96	67.96	-	54.17	54.17
	Deferred tax liabilities (Net)	113.20	(18.44)	94.76	120.78	(14.66)	106.12
	Non-Current Liabilities	113.20	49.53	162.73	120.78	39.50	160.28
	Provisions	-	5.78	5.78	-	4.48	4.48
	Current liabilities	-	5.78	5.78	-	4.48	4.48
	Profit and Loss account	Quarter Ended		Year Ended			
		31 March 2024 (as previously reported)	Increase/(decrease) due to correction	31 March 2024 (restated)	31 March 2024 (as previously reported)	Increase/(decrease) due to correction	31 March 2024 (restated)
	Expenses	3791.04	3.00	3,794.04	13,294.43	11.98	13,306.41
	d. Employee benefit expenses	284.12	3.00	287.12	1,072.47	11.98	1,084.45
	Profit before exceptional items and tax	(105.75)	(3.00)	(108.75)	(35.85)	(11.98)	(47.84)
	Tax Expense						
	Current Tax	(29.50)	-	(29.50)	-	-	-
	Adjustment for earlier tax expenses	-	-	-	-	-	-
	Deferred Tax	10.01	(0.75)	9.26	(7.58)	(3.00)	(10.58)
	Net Profit from Ordinary activities after tax	(86.26)	(2.25)	(88.51)	(28.27)	(8.98)	(37.26)
	Other Comprehensive Income (After Tax)						
	1. Items that will not be reclassified to profit or loss						
	a. Remeasurement gain/ (loss) on defined benefit plans	-	(0.78)	(0.78)	-	(3.12)	(3.12)
	b. Income tax related to items that will not be reclassified to profit or loss	-	0.19	0.19	-	0.78	0.78
	Total Comprehensive Income for the period (comprising) Profit for the period (after tax) and Other Comprehensive Income (after tax)	(86.26)	(2.83)	(89.09)	(28.27)	(11.32)	(39.60)
	Earnings Per Share (EPS) (of Rs.10/- each) (Not annualised)						
	- Basic	(2.59)	(0.08)	(2.67)	(0.85)	(0.34)	(1.19)
	- Diluted	(2.59)	(0.08)	(2.67)	(0.85)	(0.34)	(1.19)

9 The Company has received a warrant of execution from the Hon'ble High Court of Bombay for attachment of movables situated at the office premises of the company on 2nd floor 19, Parsi Panchayat Road, Andheri (East), Mumbai 400 069 and for attachment of the office premises of the company on 2nd floor 19, Parsi Panchayat Road, Andheri (East), Mumbai 400 069 in the matter of award passed in November 2023 (reference of Order - MSME-D/MSEFC/DP-2662/5275/23). This execution warrant was served on 12th March, 2025 and has to be resolved within 6 weeks of the service thereof. A Memorandum of Understanding (MoU) has been executed with the said party and the Company has made a full and final settlement payment of Rs. 28,41,111/- . A No Due Certificate dated 12th June, 2025, has been received from the claimant. The parties will be filing the consent terms before the Hon'ble High Court of Bombay in due course to formally conclude the matter.



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10	<p>The company has executed a MOU dated 29/04/2025 with M/s Agratha Enterprise to transfer the land situated at Survey no. 104/1, 105/1/2/3/4/5 and 300/1 situated at Raikhadi, Umbergaon Sanjan Road, Umbergaon. The draft MOU was approved by the Board on its meeting held on 27/03/2025 and by the shareholders through postal ballot resolution dated 29/04/2025. The Company had originally received the said land as part of the consideration at the time of its retirement from M/s Agratha Enterprises, pursuant to a Deed of Retirement dated 31st December, 2018, with the mutual understanding that Agratha Enterprises would take necessary steps to convert the said land for non-agricultural use.</p> <p>However, due to factors beyond the control of Agratha Enterprises, the conversion of the said agricultural lands for non-agricultural use could not take place. In light of this, both the Company and Agratha Enterprises have mutually agreed that the said agricultural lands shall now be transferred back to Agratha Enterprises under the following terms and conditions:</p> <p>a.Consideration for Transfer: HTEL has agreed to return the said agricultural lands to Agratha Enterprises at the original consideration of Rs. 6.50 crores.</p> <p>b.Obligation of Agratha Enterprises: Agratha Enterprises shall undertake and bear the entire cost of converting the lands for non-agricultural use. The conversion process must be completed within 24 months from the execution of the MOU.</p> <p>c.Failure to Convert: In the event that Agratha Enterprises is unable to complete the conversion within the specified 24-months period, Agratha Enterprises shall be required to pay HTEL a sum of Rs. 6.50 crores within 30 months from the execution of the MOU.</p> <p>The aforesaid Agricultural Lands have been transferred back to M/s Agratha Enterprises effective the date of the execution of the aforesaid MOU i.e. 29/04/2025</p>
11	<p>The Company had received an e-filing intimation via email from the Hon'ble National Company Law Tribunal (NCLT), Mumbai, regarding a case filed by a supplier, alleging outstanding dues payable by the Company on 08th June, 2025. The matter is currently under scrutiny by the Hon'ble NCLT. The Company is in the process of seeking legal advice and preparing its response/submissions to be filed with the appropriate authority.</p>
12	<p>The Board of Directors, at its meeting held on 10th June, 2025, approved the sale/transfer of the Textile Processing and Finishing Machinery Business of the Company to Nfinia Industries Private Limited, a Company owned and controlled by the Promoter(s) of the Company, as a going concern on a slump sale basis, through a Business Transfer Agreement to be executed between the Company and Nfinia Industries Private Limited, subject to the approval of Shareholders.</p> <p>In this regard, the approval of the Shareholders is being sought through a Postal Ballot process. The Postal Ballot has already commenced, and the period of e-voting is as follows: e-voting commenced on Friday, 13th June, 2025, and will conclude on Saturday, 12th July, 2025.</p>
13	<p>The figures for quarter ended March 31, 2025 are the balancing figures between audited figures in respect of full financial year and unaudited published year to date figures up to December 31, 2024</p>
14	<p>Figures of the previous quarter/ year have been re-classified/ re-group wherever necessary to correspond with the current quarter classification/ disclosure.</p>

Place Mumbai
Date 25/06/2025



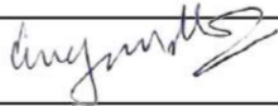
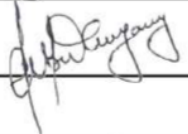

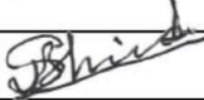

For & on behalf of the Board
HARISH TEXTILE ENGINEERS LIMITED

Sandeep Gandhi
Sandeep Gandhi
Managing Director
DIN: 00941665

ANNEXURE A

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2024 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016] (In Lakhs)				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	13,259.96	The interest liability arising out of delayed payment to undertakings registered under the MSMED Act, has not been quantified and provided for
	2.	Total Expenditure	13,244.39	
	3.	Net Profit/(Loss)	15.57	
	4.	Earnings Per Share	0.56	
	5.	Total Assets	7619.74	
	6.	Total Liabilities	6730.84	
	7.	Net Worth	888.90	
	8.	Any other financial item(s) (as felt appropriate by the Management)	0	
II.	Audit Qualification:			
	a.	1. The company has ascertained the particulars of dues to Micro, Small and Medium enterprises, under MSMED Act, 2006. The interest liability arising out of delayed payment to undertakings registered under the MSMED Act, has not been quantified and provided for		
	b.	Type of Audit Qualification : Qualified Opinion		
	c.	Frequency of qualification: Repeated Qualification from Financial Year 2023-2024		
	d.	For Audit Qualification where the impact is quantified by the auditor, Management's Views: Not Applicable		
	e.	For Audit Qualification where the impact is not quantified by the auditor:	The company has ascertained the particulars of dues to Micro, Small and Medium enterprises, under MSMED Act, 2006. The interest liability arising out of delayed payment to undertakings registered under the MSMED Act, has not been quantified and provided for	
	(i) Management's estimation on the impact of audit qualification: Not Quantified by the Management			
	(ii) If management is unable to estimate the impact, reasons for the same: The Company has recently ascertained particulars of registration from vendors covered under by the provisions of MSME Act. With respect to provision of interest under MSME Act, there are several issues that required clarification from legal interpretation point of view. The Company will seek legal advice to address the issues. Until, the issues are addressed, it would not be possible for the Company to correctly compute the interest liability arising out of delayed payment to vendors under the MSME Act. Hence, no provision pertaining to interest liability for the vendors registered under the MSME Act has been provided for pertaining to the Financial Year 2024-25 and prior period except for the cases for which Company has received order under Micro Small Enterprise Facilitation Council			

	(iii) Auditors' Comments on (i) or (ii) above: 1. The company has ascertained the particulars of dues to Micro, Small and Medium enterprises, under MSMED Act, 2006. The interest liability arising out of delayed payment to undertakings registered under the MSMED Act, has not been quantified and provided for	
III.	Signatories:	
	Chairman & Managing Director Mr. Sandeep Gandhi	
	CFO Mr. Pinkesh Upadhyay	
	Audit Committee Chairman Mrs. Bhavna Brahmbhatt	
	Executive Director Mr. Sunil Bhirud	
	Statutory Auditor K M Swadia and Company Pravin Panchiwala, Partner Place: Mumbai Date: 25/06/2025	For K. M. Swadia and Company Chartered Accountants Firm Registration No. 110740W  Pravin Panchiwala Partner