

Authorized Share Capital Rs. 14,00,00,000
Issued and Paid-Up Share Capital Rs. 9,78,21,960
CIN: U72200PN2010PLC135732

STATUTORY AUDIT REPORT

OF

SCHNELL DRONE TECHNOLOGIES LIMITED
(Formerly known as Schnell Drone Technologies Private Limited/
Schnell Informatics Private Limited)

ICON TOWER OFFICE No. 402 & 403, S.No. 114/5/1, 115/1/1,
114/6/3, 115/2, 4TH FLOOR, BANER, Baner Gaon, Pune, Haveli,
Maharashtra, India, 411045

F.Y. 2025-26

Statutory Auditors:

Malani Somani Chandak & Associates
Chartered Accountants,
2, Dream Presidency, 1202/17E, Apte Road,
Santosh Bakery Lane, Shivajinagar, Pune-411 004



INDEPENDENT AUDITOR'S REPORT

To the Members of SCHNELL DRONE TECHNOLOGIES LIMITED (Formerly known as Schnell Drone Technologies Private Limited / Schnell Informatics Private Limited)

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of SCHNELL DRONE TECHNOLOGIES LIMITED ("the Company"), which comprise the balance sheet as at 31st March 2026, and the statement of profit and loss, statement of cash flows for the year then ended 31st March 2026, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, and its profit and its cash flow for the year ended on that date.

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. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon.

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



In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless 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 also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting



from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:



(1) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(2) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books

(3) The Balance Sheet and the Statement of Profit and Loss, the Cash Flow Statement dealt with by this Report are in agreement with the books of account

(4) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

(5) On the basis of the written representations received from the directors as on 31st March, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2026 from being appointed as a director in terms of Section 164(2) of the Act.

(6) With respect to the adequacy of the internal financial controls over the financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"

(7) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

(a) The Company does not have any pending litigations which would impact its financial position

(b) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

(c) There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company

(d) (i) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

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

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



- (e) The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.
- (f) Based on our examination carried out, which included test checks, we report that the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit, we did not come across any instance of audit trail feature being tampered with and the audit trail has been preserved by the company as per the statutory requirements for record retention.
- (8) Managerial Remuneration Remuneration paid to the whole-time directors during the year aggregates ₹53.37 lakh as against the maximum permissible remuneration of ₹34.95 lakh computed under Section 197 read with Schedule V of the Companies Act, 2013 (being 10% of net profits computed under Section 198), resulting in an excess of ₹18.42 lakh. In terms of Section 197(9), such excess is held by the concerned directors in trust for the Company and is refundable unless waived by the members through a special resolution under Section 197(10), read with the conditions specified therein. The Company is in the process of obtaining shareholders' approval by way of special resolution for waiver of recovery of the said excess remuneration.

For Malani Somani Chandak and Associates
Chartered Accountants
FRN: 119584W


CA Nandkishor R. Malani
Partner
M. No: 042589
UDIN: 26042589NPNCGT3073



Place: Pune
Date: 05/09/2026



ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

Report as required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 (Refer to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date) With reference to the Annexure A referred to in the Independent Auditors' Report to the members of the Company on the financial statements for the year ended March 31, 2026, we report the following:

(i)

(a) (A) The Company has proper records related to full particulars including quantitative details and situation of Property, Plant and Equipment.

(B) The company is maintaining proper records showing full particulars of intangible asset.

(b) In our opinion Property, Plant and Equipment have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such verification during the year.

(c) The title deeds of all the immovable properties disclosed in the financial statements are held in the name of the company.

(d) The company has not revalued its Property, Plant and Equipment or intangible assets during the year. Therefore, the provisions of Clause (i)(d) of paragraph 3 of the order are not applicable to the company.

(e) No proceedings have been initiated or are pending against the company for holding any benami property under The Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Therefore, the provisions of Clause (i)(e) of paragraph 3 of the order are not applicable to the company.

(ii)

(a) In our opinion, physical verification of inventory has been conducted at reasonable intervals by the management and the coverage and procedure of such verification by the management is appropriate. No material discrepancies were noticed on such verification.

(b) During the year, the company has not been sanctioned working capital limits in excess of five crore rupees in aggregate, from banks or financial institutions on the basis of security of current assets. Therefore, the provisions of Clause (ii)(b) of paragraph 3 of the order are not applicable to the company

(iii) During the year, the company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Therefore, the provisions of clause (iii) of paragraph 3 of the said Order are not applicable to the company.



(iv) The company has not made any loans, investments, guarantees and security on which provisions of section 185 and 186 of the Companies Act 2013 are applicable. Therefore, the provisions of clause (iv) of paragraph 3 of the said Order are not applicable to the company.

(v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits or deemed deposit from public. Therefore, the provisions of Clause (v) of paragraph 3 of the order are not applicable to the Company.

(vi) As explained to us, the Central Government of India has not specified the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products of the Company. Therefore, the provisions of Clause (vi) of paragraph 3 of the order are not applicable to the Company.

(vii) (a) The Company is generally regular in depositing undisputed statutory dues including Goods and Services Tax, Provident Fund, Employees State Insurance, Income tax, Sales Tax, Service tax, Duty of Customs, duty of Excise, Value Added Tax, Cess and other statutory dues with the appropriate authorities to the extent applicable to it. There are no undisputed amounts payable in respect of Goods and Services Tax, Provident Fund, Employees State Insurance, Income tax, Sales Tax, Service tax, Duty of Customs, duty of Excise, Value Added Tax, Cess and other statutory dues which have remained outstanding as at March 31, 2026 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are not any statutory dues referred in sub- clause (a) which have not been deposited on account of any dispute. Therefore, the provisions of Clause (vii)(b) of paragraph 3 of the order are not applicable to the Company.

(viii) In our opinion and according to the information and explanations given to us, there is no any transaction not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

(ix) (a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of any loan or other borrowings or any interest due thereon to any lender.

(b) In our opinion and according to the information and explanations given to us, the company has not been declared wilful defaulter by any bank or financial institution or other lender.

(c) In our opinion and according to the information and explanations given to us, the term loans were applied for the purpose for which the loans were obtained.

(d) In our opinion and according to the information and explanations given to us, there are no funds raised on short term basis which have been utilized for long term purposes.

(e) In our opinion and according to the information and explanations given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.



(f) In our opinion and according to the information and explanations given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

(x) (a) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year. Therefore, the provisions of Clause (x)(a) of paragraph 3 of the order are not applicable to the Company.

(b) In our opinion and according to the information and explanations given to us, the company has not made private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.

(xi) (a) We have not noticed any case of fraud by the company or any fraud on the Company by its officers or employees during the year. The management has also not reported any case of fraud during the year.

(b) During the year no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) As auditor, we did not receive any whistle-blower complaint during the year.

(xii) The company is not a Nidhi Company. Therefore, the provisions of Clause (xii) of paragraph 3 of the order are not applicable to the Company.

(xiii) As per the information and explanations received to us all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable, and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards. Identification of related parties were made and provided by the management of the company.

(xiv) The company is not covered by section 138 of the Companies Act, 2013, related to appointment of internal auditor of the company. Therefore, the company is not required to appoint any internal auditor. Therefore, the provisions of Clause (xiv) of paragraph 3 of the order are not applicable to the Company.

(xv) The Company has not entered into any non-cash transactions with directors or persons connected with him for the year under review. Therefore, the provisions of Clause (xv) of paragraph 3 of the order are not applicable to the Company.

(xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

(b) The company has not conducted any Non-Banking Financial or Housing Finance activities during the year.

(c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.



(d) As per the information and explanations received, the group does not have any CIC as part of the group.

(xvii) The company has not incurred cash loss in current financial year as well in immediately preceding financial year.

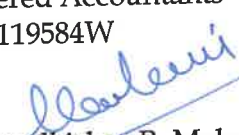
(xviii) There has been no resignation of the previous statutory auditors during the year.

(xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

(xx) There is not liability of the company under the provisions of section 135 of the Companies Act, relating to Corporate Social Responsibility. Therefore, the provisions of Clause (xx) of paragraph 3 of the order are not applicable to the Company.

(xxi) The company has not made investments in subsidiary company. Therefore, the company does not require to prepare consolidated financial statement. Therefore, the provisions of Clause (xxi) of paragraph 3 of the order are not applicable to the Company.

For Malani Somani Chandak and Associates
Chartered Accountants
FRN: 119584W


CA Nandkishor R. Malani
Partner
M. No: 042589



Place: Pune
Date: 05/09/2026



ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT OF 31st March, 2026 OF SCHNELL DRONE TECHNOLOGIES LIMITED. (Formerly known as SCHNELL INFORMATICS PRIVATE LIMITED)

[Referred to in paragraph 2(6) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report]

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to financial statements of SCHNELL DRONE TECHNOLOGIES LIMITED ("the Company") as of 31st March, 2026 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI) (the "Guidance Note"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.



Our audit involves performing procedures to obtain audit evidence about adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls With Reference to Financial Statements

A Company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls With Reference to Financial Statements

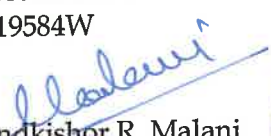
Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.



Opinion

In our opinion and according to the information and explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2026, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Malani Somani Chandak and Associates
Chartered Accountants
FRN: 119584W


CA Nandkishor R. Malani
Partner
M. No: 042589



Place: Pune
Date: 05/09/2026

Schnell Drone Technologies Limited
(Formerly known as Schnell Drone Technologies Private Limited / Schnell Informatics Private Limited)
S.NO. 114/5/1, 115/1/1, 114/6/3, 115/2, ICON TOWER OFFICE NO 402 & 403, 4TH FLOOR, BANER,
Baner Gaon, Pune, Haveli, Maharashtra, India, 411045
CIN: U72200PN2010PLC135732
Balance Sheet as at 31st March, 2026

(Amount in '000)

	Particulars	Note No.	As at 31st March, 2026		As at 31st March, 2025	
I.	EQUITY AND LIABILITIES					
1	Shareholders' Funds					
	(a) Share Capital	2	97,822		97,822	
	(b) Reserves & Surplus	3	50,337	1,48,159	28,085	1,25,907
2	Non-Current Liabilities					
	(a) Long-Term Borrowings	4	8,535		-	
	(b) Long-Term Provisions	5	3,680	12,215	3,360	3,360
3	Current Liabilities					
	(a) Short-Term Borrowings	6	12,903		11,742	
	(b) Trade Payables	7			15	
	(i) total outstanding dues of micro enterprises and small enterprises					
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprise		6,138		14,135	
	(c) Other Current liabilities	8	5,055		40,235	
	(d) Short Term Provisions	9	1,398	25,494	2,023	68,150
	Total			1,85,868		1,97,417
II.	ASSETS					
1	Non-Current Assets					
	(a) Property, Plant and Equipment and Intangible Assets					
	(i) Property, Plant and Equipment	10	57,328		59,775	
	(ii) Intangible assets	11	12		33	
	(iii) Intangible assets under development	12	4,567		-	
	(b) Non Current Investment	13	6,159		11,035	
	(c) Long-term loans and advances	14	-		60,000	
	(d) Other Non Current Asset	15	3,201		3,338	
	(e) Deferred Tax Asset (Net)	16	1,847	73,114	1,148	1,35,329
2	Current Assets					
	(a) Inventories	17	13,408		13,073	
	(b) Trade receivables	18	37,487		41,889	
	(c) Cash and Cash Equivalents	19	59,236		2,610	
	(d) Short term loans & Advances	20	1,951		3,162	
	(e) Other Current Assets	21	672	1,12,754	1,354	62,088
	Total			1,85,868		1,97,417

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

In terms of our Report attached

For Malani Somani Chandak & Associates
Chartered Accountants
FRN : 119584W

CA Nandkishor R. Malani
Partner
Membership No. : 042589
Place: Pune
Date: 05-09-2026



For and On behalf of the Board
Schnell Drone Technologies Limited

Bhushan Sharad Chomane
Managing Director
DIN - 02922158

Saloni Umesh Munot
Company Secretary
Date: 05-09-2026
Place: Pune

Satyawan Balwant Jadhav
Director
DIN - 06624235

H. K. Shegokar
Chief Financial Officer

Schnell Drone Technologies Limited
(Formerly known as Schnell Drone Technologies Private Limited / Schnell Informatics Private Limited)
S.NO. 114/5/1, 115/1/1, 114/6/3, 115/2, ICON TOWER OFFICE NO 402 & 403, 4TH FLOOR, BANER,
Baner Gaon, Pune, Haveli, Maharashtra, India, 411045

CIN: U72200PN2010PLC135732

Statement of Profit and Loss for the period from 1st April, 2025 to 31st March, 2026

(Amount in '000)

	Particulars	Note No.	For the year ended 31st March, 2026	For the year ended 31st March, 2025
I	Revenue from Operations	22	1,50,123	1,31,420
II	Other Income	23	980	775
III	TOTAL INCOME (I + II)		1,51,103	1,32,195
IV	EXPENSES			
	Purchase of stock in trade	24	45,227	45,476
	Changes in Inventories	25	(336)	(2,609)
	Employee Benefit Expenses	26	31,032	33,125
	Finance Cost	27	2,058	998
	Depreciation and Amortization Expenses	10 & 11	12,774	5,089
	Other Expenses	28	30,172	26,000
	TOTAL EXPENSES		1,20,927	1,08,078
V	Profit before exceptional items and tax (III - IV)		30,176	24,117
VI	Exceptional items	29	-	(6,254)
VII	Profit before tax		30,176	17,863
VIII	Tax Expense			
	Current Tax		(8,623)	(6,730)
	Deferred Tax		699	771
IX	Profit after tax (VII - VIII)		22,252	11,904
X	Earning per Equity Share (In Rupees)			
	-Basic		2.27	1.22
	-Diluted		2.27	1.22

SEE ACCOMPANYING NOTES TO THE FINANCIAL STATEMENTS

In terms of our Report attached

For Malani Somani Chandak & Associates
Chartered Accountants
FRN : 119584W

CA Nandkishor R. Malani
Partner
Membership No. : 042589
Place: Pune
Date: 05-09-2026



For and On behalf of the Board
Schnell Drone Technologies Limited

Bhushan Sharad Khomane
Managing Director
DIN - 02922158

Saloni Umesh Munot
Company Secretary
Date: 05-09-2026
Place: Pune

Satyawan Balwant Jadhav
Director
DIN - 06624235

H.K. Shegokar
Harsha Keshav Shegokar
Chief Financial Officer

Schnell Drone Technologies Limited
(Formerly known as Schnell Drone Technologies Private Limited / Schnell Informatics Private Limited)
S.NO. 114/5/1, 115/1/1, 114/6/3, 115/2, ICON TOWER OFFICE NO 402 & 403, 4TH FLOOR, BANER,
Baner Gaon, Pune, Haveli, Maharashtra, India, 411045
CIN: U72200PN2010PLC135732

Cash Flow Statement as at 31st March, 2026

(Amount in '000)

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	Amount	Amount	Amount	Amount
A. Cash flow from operating activities				
Profit / (Loss) before exceptional items and tax		30,176		24,117
Exceptional items (refer note 29)		-		(6,254)
<u>Adjustments for:</u>				
Depreciation and amortisation expense	12,774		5,089	
Finance costs	2,058		998	
Interest income on Fixed Deposit	(383)		(722)	
Capital Gains on sale of Property	(565)		-	
		13,885		5,365
Operating profit / (loss) before working capital changes		44,061		23,228
<u>Changes in working capital:</u>				
<u>Adjustments for (increase) / decrease in operating assets:</u>				
Trade receivables	4,402		(33,583)	
Loans and advances	60,000		-	
Short term loans and advances	1,212		1,811	
Current assets	682		(214)	
Other non-current assets	137		(1,914)	
Inventories	(336)		(2,609)	
<u>Adjustments for increase / (decrease) in operating liabilities:</u>				
Trade payables	(8,013)		7,528	
Other current liabilities	(35,181)		36,882	
Short-term provisions	(624)		(1,731)	
Long-term provisions	320		2,216	
		22,600		8,387
Cash generated from operations		66,661		31,615
Net income tax (paid) / refunds		(8,623)		(6,730)
Net cash flow from / (used in) operating activities (A)		58,038		24,885
B. Cash flow from investing activities				
Capital expenditure on property, plant and equipment	(14,873)		(63,175)	
Proceeds from sale of Investment	5,441		-	
Interest income on Fixed Deposit	383	(9,050)	722	(62,453)
Net cash flow from / (used in) investing activities (B)		(9,050)		(62,453)
C. Cash flow from financing activities				
(Repayment)/Proceeds of borrowings	9,696		13,066	
Interest expense on borrowings	(2,058)	7,638	(998)	12,069
Net cash flow from / (used in) financing activities (C)		7,638		12,069
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		56,626		-25,499
Cash and cash equivalents at the beginning of the year		2,610		28,109
Cash and cash equivalents at the end of the year		59,236		2,610

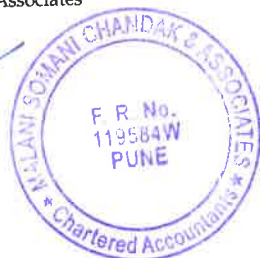
Particulars	As at 31st March, 2026		As at 31st March, 2025	
	Amount	Amount	Amount	Amount
Cash and cash equivalents at the end of the year				
(a) Cash on hand	4,436		1,357	
(b) Balances with banks	303		243	
(i) In current accounts	54,497	59,236	1,009	2,610
(ii) In Deposit Accounts		59,236		2,610

In terms of our Report attached

For Malani Somani Chandak & Associates
Chartered Accountants
FRN : 119584W

CA Nandkishor R. Malani
Partner
Membership No. : 042589

Place: Pune
Date: 05-09-2026



For and On behalf of the Board
Schnell Drone Technologies Limited

Bhushan Sharad Khomane
Managing Director
DIN - 02922158

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Schnell Drone Technologies Limited
(Formerly known as Schnell Drone Technologies Private Limited / Schnell Informatics Private Limited)
Notes forming parts of Financial Statements as at 31st March, 2026.

NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

Corporate Information:

Schnell Drone Technologies Limited (formerly known as Schnell Drone Technologies Private) is incorporated on 09/03/2010. CIN of the company is U72200PN2010PLC135732. The Company is in the business of manufacturing drones, trading in drones and offers services in drone operation, providing training, advisory, and technical expertise to meet the evolving demands of the drone industry.

The company was formerly known as Schnell Informatics Private Limited. The name of the Company was changed to Schnell Drone Technologies Private Limited during the period. Further, the Company has converted into a public company, the name of the Company has changed to Schnell Drone Technologies Limited on 02nd February 2024.

A. Basis of preparation of Financial Statements:

These Financial Statements of Schnell Drone Technologies Limited (formerly known as Schnell Drone Technologies Private Limited) (the Company') for the period ended 31st March 2026, comprise of the Balance Sheet as at 31st March 2026, the Statement of Profit and Loss and the Statement of Cash Flows then ended, and a summary of material accounting policy information and other explanatory notes.

These Financial Statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy.

B. Significant accounting policies

1) USES OF ESTIMATES:

The preparation of the Financial Statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the Financial Statements and reported amounts of income and expenses during the period. Appropriate changes in estimates are made as the Management becomes aware of



changes in circumstances surrounding the estimates. Changes in estimates are reflected in the Financial Statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the Financial Statements.

2) REVENUE RECOGNITION:

Revenue from sale of goods is recognized, net of returns and trade discounts, on the transfer of significant risks and rewards of ownership to the buyers, which generally coincides either on dispatch or delivery of goods to customer as per terms of contract.

We hereby confirm that other than as mentioned below, there has been no changes in the accounting policies of the company, in the preceding three financial years i.e. the 31st March, 2025, 31st March, 2024 and 31st March, 2023.

Further there is a change in accounting policy for the period ended March 31st, 2026. The changes are as follows:

Revenue from operations, purchases, finance cost, rent income and rates and taxes were including GST/custom duty/ import duty/ excise duty. From April 1, 2024, the Revenue from operation, purchases, finance cost, rent income and rates and taxes are being presented excluding GST/custom duty/import duty/excise duty in accordance with the guidance note issued by the Institute of Chartered Accounts of India (ICAI) as amended from time to time. The effect on the profit of the change in accounting policy of the Financial Statement for the period ended March 31st, 2026 is Nil.

Income from services rendered is accounted for under the completed service contract method. Interest income is recognized on time proportion basis. Other income is recognized on accrual basis.

3) PROPERTY, PLANT AND EQUIPMENT:

i) Property, plant and equipment:

Property, plant and equipment are stated at cost less accumulated depreciation/amortization including where the same is acquired in full or in part with government grant. Cost for this purpose includes all attributable costs for bringing the assets to its location and condition, cost of computer software which is an integral part of the related hardware, and also includes borrowing costs during the acquisition/construction phase, if it is a qualifying asset requiring substantial period of time to get ready for intended use.

Subsequent expenditures related to an item of property, plant and equipment are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

An item of property, plant and equipment is eliminated from the Financial Statements on disposal or when no further benefit is expected from its use and disposal. Losses



arising from retirement or gains or losses arising from disposal of property, plant and equipment which are carried at cost are recognised in the Statement of Profit and Loss.

ii) Impairment of Assets:

The company assesses the impairment of assets with reference to each cash generating unit (CGU) at each Balance Sheet date, if events or changes in circumstances, based on internal and external factors, indicate that the carrying value may not be recoverable in full. The loss on account of impairment, which is the difference between the carrying amount and the recoverable amount, is accounted accordingly. Recoverable amount of a CGU is its Net Selling Price or Value in Use whichever is higher.

Reversal of impairment provision is made when there is an increase in estimated service potential of an asset, either from use or sale, on reassessment after the date when impairment loss for that asset was last recognized.

4) DEPRECIATION / AMORTIZATION:

In respect of property, plant and equipment (other than freehold land and capital work-in-progress) acquired during the year, depreciation / amortization is charged on a Written Down Value method basis using the rates arrived at based on the useful lives prescribed under the Schedule II to the Companies Act, 2013 so as to write-off the cost of the assets over the useful life and for the assets acquired prior to April 1, 2014, the carrying amount as on April 1, 2014 is depreciated over the remaining useful life based on an evaluation.

5) CAPITAL COMMITMENTS:

There are no such capital commitments regarding estimated amount of contracts remaining to be executed and not provided for in these accounts in respect of purchase of property, plant and equipment.

6) BORROWING COSTS:

Borrowing cost that are specifically attributable to qualifying assets as defined in Accounting Standard AS-16 are added to the cost of such assets until use or sale and the balance expensed in the year in which the same is incurred.

7) INVESTMENTS:

Investments are classified either as long-term or current, based on the Management's intention at the time of purchase. Long term investments are valued at acquisition cost. Any diminution in the value other than of temporary nature is provided for. Current investments are carried at lower of cost or fair value. Any reductions in the carrying amount and any reversals of such reductions are charged or credited to the Statement of Profit and Loss.



8) OPERATING LEASES:

Assets acquired under leases other than finance leases are classified as operating leases. The total lease rentals (including scheduled rental increases) in respect of an asset taken on operating lease are charged to the Statement of Profit and Loss on a straight-line basis over the lease term unless another systematic basis is more representative of the time pattern of the benefit. Initial direct costs incurred specifically for an operating lease are deferred and charged to the Statement of Profit and Loss over the lease term.

9) INCOME TAX:

Tax expense comprising current tax after considering deferred tax as determined under the prevailing tax laws are recognized in the Statement of Profit and Loss for the period.

Deferred Tax Provision:

Deferred Income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and tax laws enacted or substantively enacted at the time of reporting date.

10) PROVISIONS AND CONTINGENCIES:

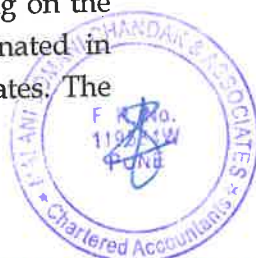
Provisions for losses and contingencies arising as a result of a past event where the Management considers it probable that a liability may be incurred, are made on the basis of the best reliable estimate of the expenditure required to settle the present obligation on the Balance Sheet date, and are not discounted to its present value. Provisions are reviewed at each Balance Sheet date and adjusted to reflect the current best estimate. Significant variations thereof are disclosed if any.

A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions, but are disclosed unless the possibility of outflow of resources is remote. Contingent liabilities to the extent the Management is aware, are disclosed by way of notes to accounts.

Contingent assets are neither recognized nor disclosed in Financial Statements.

11) FOREIGN CURRENCY TRANSACTIONS:

Foreign exchange transactions are recorded using the exchange rates prevailing on the dates of the respective transactions. Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at period-end rates. The



resultant exchange difference arising from settlement of transactions during the period and translations at the period end, is recognized in the Statement of Profit and Loss.

12) EMPLOYEE BENEFITS:

Short-term employee benefits

All employee benefits payable wholly within twelve months of rendering the related services are classified as short term employee benefits and they mainly include Wages and Salaries and incentives and bonuses, are recognized during the period in which the related services are rendered.

Post-employment benefits

Defined contribution plans

A defined contribution plan is a post-employment benefit plan under which an entity pays specified contributions to a separate entity and has no obligation to pay any further amounts. The Company makes specified monthly contributions towards employee provident fund to Government administered provident fund scheme which is a defined contribution plan. The Company's contribution is recognised as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

Defined benefit plans

The Company offers its employees defined benefit plans in the form of gratuity scheme. The Company's net obligation in respect of a defined benefit plan is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognised past service costs and the fair value of any plan assets are deducted. The calculation of the Company's obligation under the plan is performed annually by a qualified actuary using the projected unit credit method.

The Company recognises all actuarial gains and losses arising from defined benefit plan immediately in the Statement of Profit and Loss. All expenses related to defined benefit plan are recognised in employee benefits expense in the Statement of Profit and Loss. When the benefits of a plan are improved, the portion of the increased benefit related to past service by employees is recognised in Statement of Profit and Loss on a straight-line basis over the average period until the benefits become vested. The Company recognises gains and losses on the curtailment or settlement of a defined benefit plan when the curtailment or settlement occurs.

13) EVENTS OCCURRING AFTER BALANCE SHEET DATE:

There are no significant events which could affect the financial position as on 31st March, 2026 to a material extent have been reported by the assesses, after the balance sheet date till signing of the report.



14) OPERATING CYCLE:

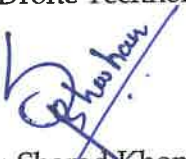
Based on the nature of activities of the Company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

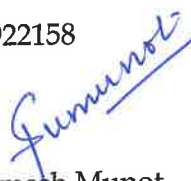
15) EARNINGS PER SHARE:

The basic earnings per share is computed by dividing the net profit attributable to the equity shareholders (after deducting preference dividend and attributable taxes, if any) by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year is adjusted for events such as bonus issue, bonus element in a right issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity share outstanding, without a corresponding change in resources.

- 16)** Figures pertaining to the previous year have been reclassified, recast / restated, or regrouped wherever necessary to bring them in line with current period's Financial Statements.

For and on Behalf of the Board
Schnell Drone Technologies Limited


Bhushan Sharad Khomane
Director
DIN: 02922158


Saloni Umesh Munot
Company Secretary

Place: Pune
Date: 05/09/2026


Satyawar Balwant Jadhav
Director
DIN: 06624235


Harsha Keshav Shegokar
Chief Financial Officer

Place: Pune
Date: 05/09/2026



Schnell Drone Technologies Limited
(Formerly known as Schnell Drone Technologies Private Limited / Schnell Informatics Private Limited)
CIN: U72200PN2010PLC135732
Notes forming part of Financial Statements for the period ended 31st March, 2026

Note 2 Share capital

Particulars	As at 31 March, 2026		As at 31 March, 2025	
	Number of shares	Amount	Number of shares	Amount
(a) Authorised 1,40,00,000 Equity shares of Rs.10 each	14,000	1,40,000	14,000	1,40,000
(b) Issued, Subscribed and fully paid up 97,82,196 Equity shares of Rs 10 each	9,782	97,822	9,782	97,822
Total	9,782	97,822	9,782	97,822

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:				
	As at 31 March, 2026		As at 31 March, 2025	
	Number of shares	Amount	Number of shares	Amount
Equity shares with voting rights At the commencement of the year	9,782	97,822	9,782	97,822
Add: Additional shares issued during the year				
- Right Issue of Equity shares	-	-	-	-
- Bonus Issue of Equity shares	-	-	-	-
Outstanding at the end of the year	9,782	97,822	9,782	97,822

(ii). Rights, preferences and restrictions attached to equity shares:

The Company has a single class of equity shares. Accordingly, all equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shares are entitled to receive dividend as declared from time to time. The voting rights of an equity shareholder are in proportion to its share of the paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid.

On winding up of the Company, the holders of equity shares will be entitled to receive the residual assets of the Company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.

(iii). Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As at 31 March, 2026		As at 31 March, 2025	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares :				
Mr. Bhushan Khomane	2,853	29.16%	3,248	33.20%
Mr. Satyawar Jadhav	1,207	12.34%	1,383	14.14%
Mrs. Sharmin Inamdar	2,216	22.65%	2,210	22.59%
Mr. Parag Rathi	710	7.26%	450	4.60%

(iv) Details of Shares Held by Promoters at the end of the period:

Promotor Name	As at 31 March, 2026		As at 31 March, 2025		(in '000)
	No of Shares	% of Total Shares	No of Shares	% of Total Shares	
Mr. Bhushan Khomane	2,853	29.16%	3,248	33.20%	-12.17%
Mr. Satyawar Jadhav	1,207	12.34%	1,383	14.14%	-12.73%
Mrs. Sharmin Inamdar	2,216	22.65%	2,210	22.59%	0.27%

Promotor Name	As at 31 March, 2025		As at 31 March, 2024		(in '000)
	No of Shares	% of Total Shares	No of Shares	% of Total Shares	
Mr. Bhushan Khomane	3,248	33.20%	3,248	33.20%	0.00%
Mr. Satyawar Jadhav	1,383	14.14%	1,383	14.14%	0.00%
Mrs. Sharmin Inamdar	2,210	22.59%	2,210	22.59%	0.00%

(v) 89,67,013 equity shares of face value of Rs. 10 per share were issued as fully paid bonus shares during the financial year 2023-24.

(vi) The Company doesn't have any potential equity shares and thus weighted average number of the shares for computation of basic EPS and diluted EPS remain same.



Schnell Drone Technologies Limited
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Notes forming part of Financial Statements for the period ended 31st March, 2026

(Amount in '000)		
Note 3 : Reserves and surplus		
Particulars	As at 31st March, 2026	As at 31st March, 2025
Securities Premium		
Opening Balance	-	-
Add: Premium on shares issued during the year	-	-
Less: Utilisation of Premium during the year	-	-
Closing Balance	-	-
Other Reserves		
Surplus / (Deficit) in Statement of Profit and Loss		
Opening Balance	28,085	16,182
Add: Profit/ (Loss) during current year	22,252	11,904
Less: Bonus Issue	-	-
	50,337	28,085
Total	50,337	28,085

(Amount in '000)		
Note 4: Long-Term Borrowings		
Particulars	As at 31st March, 2026	As at 31st March, 2025
a) Term Loans		
i) Loan From Bank*	8,535	-
b) Loans & Advances from Related Parties	-	-
Total	8,535	-

*The Company has availed a Business Loan of ₹1,00,00,000 (Rupees One Crore only) from ICICI Bank (Loan Account No. UPPUN00051368149), unsecured in nature, repayable over a tenure of 48 months in Equated Monthly Instalments (EMI) as per the amortisation schedule. The loan carries interest @ 14.50% p.a.

(Amount in '000)		
Note 5: Long-Term Provisions		
Particulars	As at 31st March, 2026	As at 31st March, 2025
Provision for employee benefits :		
Provision for Gratuity	3,214	2,970
Provision for Bonus	466	389
Total	3,680	3,360



Note & Short-Term Borrowings		(Amount in '000)	
Particulars	As at 31st March, 2026	As at 31st March, 2025	
a) Loans Payable on demand from Banks (secured) i) ICICI Bank Limited*	10,210	11,740	
b) Loans and advances from related parties - Directors	-	2	
c) Other loans and advances i) ICICI Bank Limited (Credit Card)	276	-	
d) Current maturities of Long term borrowings	2,417	-	
Total	12,903	11,742	

*Loan is secured against stocks of raw materials, semi-finished and finished goods, consumable stores and spares and such other movables including book-debts, bills, outstanding monies, receivables. The loan is also guaranteed by the Directors - Mr. Satyawan Jadhav and Mr. Bhushan Khomane.

Note 7: Trade Payables		(Amount in '000)	
Particulars	As at 31st March, 2026	As at 31st March, 2025	
Trade Payables - total outstanding dues of micro enterprises and small enterprises - total outstanding dues of creditors other than micro enterprises and small enterprises	6,138	15 14,135	
Total	6,138	14,150	

Ageing Schedule		(Amount in '000)				
At the end of the period		Outstanding for following periods from due date of payment				
Particulars		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
As at 31 March 2026						
MSME		-	-	-	-	-
Others		5,359	101	-	-	6,138
Disputed dues - MSME		-	-	-	-	-
Disputed dues - Others		-	-	-	-	-
Particulars		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
As at 31 March 2025						
MSME		15	-	-	-	15
Others		12,589	-	-	-	14,135
Disputed dues - MSME		-	-	-	-	-
Disputed dues - Others		-	-	-	-	-



Note 8: Other Current Liabilities**(Amount in '000)**

Particulars	As at 31st March, 2026	As at 31st March, 2025
a) Statutory remittances		
i) Goods and Services Tax	3,108	-
ii) TDS	257	74
iii) Other Statutory dues	246	254
b) Advance from Customers	867	1,061
c) Application money received for allotment of securities and due for refund	0.10	0.10
d) Other Current Liabilities	576	554
f) Creditors for Capital Assets	-	38,293
Total	5,055	40,235

Note 9: Short term provisions**(Amount in '000)**

Particulars	As at 31st March, 2026	As at 31st March, 2025
a) Provision for employee benefits : Provision for gratuity	288	315
b) Provision for Income Tax (Net of Advance tax, TDS and TCS)	1,110	1,707
Total	1,398	2,023



Schnell Drone Technologies Limited
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CIN: U72200PN2010PLC135732

Notes forming part of Financial Statements for the period ended 31st March, 2026

FY 2025-26

Note 10: Property, Plant and Equipment

(Amount in '000)

Particulars	Gross Block			Depreciation and Amortization			Net Block	
	Opening Balance As on 01/04/2025	Additions	Closing Balance As on 31/03/2026	Opening Balance As on 01/04/2025	Depreciation For the Period 01/04/2025 to 31/03/2026	Closing Balance As on 31/03/2026	Opening Balance As on 01/04/2025	Closing Balance As on 31/03/2026
Plant & Machinery	57,417	6,001	63,418	3,935	9,776	13,711	53,483	49,708
Computer	2,960	147	3,107	2,044	618	2,662	915	445
Furniture & Fixture	665	1,680	2,345	307	222	529	359	1,816
Vehicles	8,061	2,479	10,540	3,043	2,138	5,181	5,019	5,360
Total	69,103	10,307	79,410	9,328	12,754	22,082	59,775	57,328
Previous Year 2024-25	5,984	63,120	69,103	4,262	5,067	9,328	1,722	59,775

Note 11: Intangible Fixed Assets

(Amount in '000)

Particulars	Gross Block			Depreciation and Amortization			Net Block	
	Opening Balance As on 01/04/2025	Additions	Closing Balance As on 31/03/2026	Opening Balance As on 01/04/2025	Depreciation For the Period 01/04/2025 to 31/03/2026	Closing Balance As on 31/03/2026	Opening Balance As on 01/04/2025	Closing Balance As on 31/03/2026
Software for Drone	55	-	55	22	21	43	33	12
Total	55	-	55	22	21	43	33	12
Previous Year 2024-25	-	55	55	-	22	22	-	33

FY 2024-25

Note 10: Property, Plant and Equipment

(Amount in '000)

Particulars	Gross Block			Depreciation and Amortization			Net Block	
	Opening Balance As on 01/04/2024	Additions	Closing Balance As on 31/03/2025	Opening Balance As on 01/04/2024	Depreciation For the Period 01/04/2024 to 31/03/2025	Closing Balance As on 31/03/2025	Opening Balance As on 01/04/2024	Closing Balance As on 31/03/2025
Plant & Machinery	347	57,070	57,417	167	3,768	3,935	181	53,483
Computer	2,024	936	2,960	1,469	575	2,044	554	915
Furniture & Fixture	456	209	665	227	80	307	229	359
Vehicles	3,157	4,904	8,061	2,399	643	3,043	758	5,019
Total	5,984	63,120	69,103	4,262	5,067	9,328	1,722	59,775
Previous Year 2023-24	4,793	1,191	5,984	3,047	1,214	4,262	1,746	1,722

Note 11: Intangible Fixed Assets

(Amount in '000)

Particulars	Gross Block			Depreciation and Amortization			Net Block	
	Opening Balance As on 01/04/2024	Additions	Closing Balance As on 31/03/2025	Opening Balance As on 01/04/2024	Depreciation For the Period 01/04/2024 to 31/03/2025	Closing Balance As on 31/03/2025	Opening Balance As on 01/04/2024	Closing Balance As on 31/03/2025
Software for Drone	-	55	55	-	22	22	-	33
Total	-	55	55	-	22	22	-	33
Previous Year 2023-24	-	-	-	-	-	-	-	-



Note 12: Intangible assets under development

	(Amount in '000)	
Particulars	As at 31st March, 2026	As at 31st March, 2025
Intangible assets under development (Himalaya Drone)	4,567	-
Total	4,567	-

Intangible assets under development (ageing schedule)

At the end of the period	(Amount in '000)			
	Amount in CWIP for a period of			Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years
Projects in progress	4,567	-	-	-
Projects temporarily suspended	-	-	-	-
Total	4,567	-	-	4,567

Note 13: Non Current Investments

	(Amount in '000)	
Particulars	As at 31st March, 2026	As at 31st March, 2025
Investment in Property	6,159	11,035
Total	6,159	11,035

Note 14: Long-term loans and advances

	(Amount in '000)	
Particulars	As at 31st March, 2026	As at 31st March, 2025
Advance for Land	-	60,000
Total	-	60,000

Note 15: Other Non Current Asset

	(Amount in '000)	
Particulars	As at 31st March, 2026	As at 31st March, 2025
Security Deposits	3,201	3,338
Total	3,201	3,338



Note 16: Deferred Tax Asset/(Liability)

Particulars	As at 31st March, 2025	(Amount in '000)
Opening Balance	1,148	377
Tax effect of items constituting deferred tax liabilities		-
Tax effect of items constituting deferred tax assets	625	(204)
- On difference between book balance and tax balance of property, plant and equipment	74	975
- Others	699	771
Total	1,947	1,148

Note 17: Inventories
(At lower of cost and net realisable value)

Particulars	As at 31st March, 2026	(Amount in '000)
Stock in Trade	13,408	13,073
Total	13,408	13,073

Note 18: Trade receivables

Particulars	As at 31st March, 2025	(Amount in '000)
Trade receivable	37,487	41,889
Total	37,487	41,889

(Amount in '000)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 Month to 1 year	1-2 years	2-3 years	More than 3 years	
As at 31 March 2026						
(i) Undisputed trade receivables – considered good	34,433	402	2,594	57	-	37,487
(ii) Undisputed trade receivables – considered doubtful	-	-	-	-	-	-
(iii) Disputed trade receivables considered good	-	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-

(Amount in '000)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 6 months	6 Month to 1 year	1-2 years	More than 3 years	
As at 31st March 2025					
(i) Undisputed trade receivables – considered good	40,525	1,307	-	57	41,889
(ii) Undisputed trade receivables – considered doubtful	-	-	-	-	-
(iii) Disputed trade receivables considered good	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-



Note 19: Cash and Cash Equivalents

(Amount in '000)

Particulars	As at 31st March, 2026	As at 31st March, 2025
a) Cash In Hand	4,436	1,357
b) Balance with Banks		
i) In Current Accounts	303	243
ii) In Deposit Accounts	54,497	1,009
Total	59,236	2,610

Note 20: Short-Term Loans and Advances

(Amount in '000)

Particulars	As at 31st March, 2026	As at 31st March, 2025
a) Advance Given to -		
- Director	-	-
- Supplier	1,222	1,045
- Others	-	179
b) Prepaid Expense	593	95
c) Balance with Tax Authorities	137	1,844
Total	1,951	3,162

Note 21: Other Current Assets

(Amount in '000)

Particulars	As at 31st March, 2026	As at 31st March, 2025
a) Deposits	104	104
b) Demand Draft for Tender	568	683
c) Other Receivables	-	568
Total	672	1,354

Note 22: Revenue from Operations

(Amount in '000)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Revenue from Operations	1,50,123	1,31,420
Total	1,50,123	1,31,420

Note 23: Other Income

(Amount in '000)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Interest	383	722
Discount Received	32	53
Other Income	0.4	-
Capital Gains on sale of Property	565	-
Total	980	775



Note 24: Purchase of stock in trade

(Amount in '000)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Purchases	45,227	45,476
Total	45,227	45,476

Note 25: Changes in Inventories

(Amount in '000)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Opening Stock in Trade	13,073	10,463
Less: Closing Stock in Trade	13,408	13,073
Total	(336)	(2,609)

Note 26: Employee Benefit Expenses

(Amount in '000)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Salaries and Wages	23,508	26,537
Remuneration to Directors*	5,337	2,160
Contribution to Provident & Other Funds	1,558	1,555
Gratuity Expenses	217	1,748
Bonus to Employees	77	209
Staff Welfare Expenses	204	683
Stipend to Interns	132	232
Total	31,032	33,125

*Remuneration paid to the Whole-time Directors during the year aggregates ₹55.00 lakh, which exceeds the limits mentioned in Section 197 read with Schedule V of the Companies Act, 2013 (10% of net profits under Section 198). As per Section 197(9), this excess is held in trust by the directors and is refundable unless waived by members via special resolution under Section 197(10).

Note 27: Finance Cost

(Amount in '000)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Bank Interest on Loan	2,058	998
Total	2,058	998



Note 28: Other Expenses**(Amount in '000)**

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Audit Fees (Statutory and Tax Audit)	390	330
Repairs and Maintenance	797	522
Travelling Expenses	9,108	9,164
Hotel, Lodging & Boarding	6,270	5,368
Professional Fees	341	120
Office Expenses	168	374
Insurance	53	583
Printing & Stationary	191	79
Interest on Income Tax	226	526
Prior Period Expenses	367	567
Rates and Taxes	364	102
Property Tax	68	28
Courier & Postage	829	1,050
Telephone & Internet	234	132
Tender Fees	48	28
Electricity Expenses	455	348
Fees and Subscription	939	592
Training and Exhibition Expenses	219	792
Foreign Exchange Loss	403	269
Rent	5,442	4,632
Brokerage and Commission	29	26
Miscellaneous Expenses	450	121
Bank and Credit Card Charges	781	244
Certification Charges	650	-
Site Expenses	1,203	-
Security Charges	149	-
Total	30,172	26,000

Note 29: Exceptional Items**(Amount in '000)**

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Expenses relating to IPO	-	1,298
a) ROC and Depository Fees	-	4,956
b) Professional Fees	-	-
Total	-	6,254

Note: The DRHP filed in FY 2024-25 was returned by NSE and no equity issue materialised, hence the IPO-related expenses incurred have been charged to the Statement of Profit and Loss.



Schnell Drone Technologies Limited

(Formerly known as Schnell Drone Technologies Private Limited / Schnell Informatics Private Limited)

Notes forming parts of Financial Statements as at 31st March, 2026.

Note: 30 GENERAL NOTES TO ACCOUNTS**a) Related Party Transactions (AS-18) :**

As per provisions of Accounting Standard-18 issued by the Institute of Chartered Accountants of India, the related parties are as follows:

Sr. No.	Name of the Related Party	Relation
1.	Mr. Bhushan Sharad Khomane	Managing Director
2.	Mr. Satyawar Balwant Jadhav	Whole-time director
3.	Mrs. Sharmin Sahil Inamdar	Whole-time director
4.	Mr. Anjani Kumar Agarwal	Director
5.	Mr. Pavan Joseph	Director
6.	Mr. Shailesh Shrinawas Rathi	Director
7.	Khyati Jadhav	Director's Wife
8.	Prachi Pansare	Director's Wife

The details of related party transactions are as follows:

(Amount in Rs. '000s)

Sr. No.	Name of Related Party	Description of relationship	Nature of transaction	Amount of transactions during the period from 01/04/2025 to 31/03/2026	Amount of transactions during the period from 01/04/2024 to 31/03/2025
1	Bhushan Khomane	Managing Director	Remuneration	1,779.1/-	720/-
			Loan Accepted	429/-	6,344/-
			Loan Repaid	--	5,980/-
			Closing Balance of Loan to/from Director.	--	--
			Travelling Advance	5.6/-	--
2	Satyawar Jadhav	Whole-time director	Remuneration	1,779.1/-	720/-
			Loan Accepted	281/-	25/-
			Loan Repaid	--	--
			Closing Balance of Loan to/from Director.	--	--
			Travelling Advance	5.6/-	--



3	Sharmin Inamdar	Whole-time director	Remuneration	1,779.1/-	720/-
			Loan Accepted	--	--
			Loan Repaid	--	--
			Closing Balance of Loan to/from Director.	--	--
			Reimbursement Payable to Director	6.4/-	
4.	Khyati Jadhav	Director's Wife	Remuneration	--	--
			Loan Given	--	--
			Loan Taken Back	--	--
			Closing Balance of Loan Account	--	--
5.	Prachi Pansare	Director's Wife	Remuneration	--	--
			Loan Given	--	--
			Loan Taken Back	--	--
			Closing Balance of Loan Account	--	--

b) Earnings Per Share (EPS) (AS-20):

Particulars	(Amount in Rs.)	
	As on 31/03/2026	As on 31/03/2025
Profit after Tax	2,22,51,545/-	1,19,03,821/-
Weighted Average Number of equity shares	97,82,196	97,82,196
Earnings Per Share (In Rupees)	2.27	1.22

c) Sundry Debtors, Sundry Creditors, Loans & Advances balances are subject to confirmation.

d) Taxation:

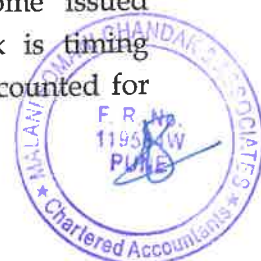
1. Current Taxation:

Provision for Current Tax is made on the basis of taxable income for the current accounting year for Rs. 1,110/- (thousands) in accordance with Income Tax Act, 1961.

2. Deferred Tax:

Provision for Income Tax, comprising current tax and deferred tax, is made on the basis of the results of the financial year.

In Accordance with Accounting Standard 22 "Accounting for Taxes on Income" issued by the Institute of Chartered Accountants of India, the deferred tax is timing differences between the book profit and the tax profits for the year is accounted for



using the tax rates and laws that have been enacted or substantively enacted as of the balance sheet date.

The accumulated deferred tax asset as on March 31st, 2026 has been recognized with a corresponding charge to the Profit and Loss Appropriation Account as disclosed in Note 13 to the special purpose financial statements.

e) PRIOR PERIOD ADJUSTMENTS AND EXTRAORDINARY/EXCEPTIONAL ITEMS:

Prior period adjustments having material impact on the financial affairs of the company are disclosed. The details of prior period expenses are as follows:

(Amount in Rs. '000s)			
Sr. No.	Extraordinary Items	As on 31/03/2026	As on 31/03/2025
1.	Prior Period Expenses (includes Income Tax paid for the previous year)	62/-	567/-
2.	Assets Write Off	306/-	--
	Total	368/-	567/-

The DRHP filed in FY 2024-25 was returned by NSE and no equity issue materialized, hence the IPO-related expenses incurred have been charged to the Statement of Profit and Loss as Exceptional items. The details of exceptional items are as follows:

(Amount in Rs. '000s)			
Sr. No.	Exceptional Items	As on 31/03/2026	As on 31/03/2025
1.	Expenses relating to IPO		
	a) ROC and Depository Fees	--	1,298/-
	b) Professional Fees	--	4,956/-
	Total	--	6,254/-

f) Contingent Liability:

The Provision for Contingent Liability as per AS 29 Provisions, Contingent Liabilities and Contingent Assets is as follows:

(Amount in Rs. '000s)			
Sr. No	Particulars	As on 31/03/2026	As on 31/03/2025
1.	Provision for Contingent Liability	--	--



g) Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

(Amount in Rs. '000s)

Particulars	As at 31 st March, 2026	As at 31 st March, 2025
	Amount (Rs.)	Amount (Rs.)
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	--	15/-
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year.	--	--
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day.	--	--
(iv) The amount of interest due and payable for the year.	--	--
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year.	--	--
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid.	--	--

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

h) Leasing arrangements:

As Lessee

The Company has entered into operating lease arrangements for office premises and facilities. The office premises lease is non-cancellable for a period of 3 years out of 5 years. The lease agreements provide for an increase in the lease payments by 5% every year.

(Amount in Rs. '000s)

Particulars	As on 31/03/2026	As on 31/03/2025
Future minimum lease payments (for non-cancellable period)		
not later than one year	4,060/-	3,866/-
later than one year and not later than five years	4,263/-	8,323/-
later than five years	Nil	Nil
	8,323/-	12,189/-
Total lease payments recognized in the Statement of Profit and Loss for all leases	5,442/-	4,632/-



i) Employee benefit plans

Defined contribution plans

The Company makes Provident Fund, and Employee State Insurance Scheme contributions which are defined contribution plans. The Company recognized Rs. 1,558/- (thousands) as contributions during the period ended 31st March 2026.

Defined benefit plans

The Company offers Gratuity as employee benefit schemes to its employees

(Amount in Rs. '000s)

Particulars	As on 31/03/2026	As on 31/03/2025
Total expense recognized in the Statement of Profit and Loss	217/-	1,748/-
Actual contribution and benefit payments for the year		
Actual benefit payments	--	--
Actual contributions	--	--
Net asset / (liability) recognized in the Balance Sheet		
Present value of defined benefit obligation	(3,502)/-	(3,285)/-
Fair value of plan assets		
Funded status [Surplus / (Deficit)]	(3,502)/-	(3,285)/-
Unrecognized past service costs		-
Net asset / (liability) recognized in the Balance Sheet	(3,502)/-	(3,285)/-
Change in defined benefit obligations (DBO) during the year		
Present value of DBO at beginning of the year	3,285/-	1,537/-
Total expense recognized in the Statement of Profit and Loss	217/-	1,748/-
Benefits paid		-
Present value of DBO at the end of the year	3,502/-	3,285/-

Particulars	As on 31/03/2026	As on 31/03/2025
Actuarial assumptions		
Discount rate	7.10%	6.70%
Salary escalation	7.00%	7.00%
Attrition	Age upto 30 years: 10.00% p.a Age 31- 40 years: 10.00% p.a Age 41 - 50 years: 10.00% p.a Age above 50 years: 10.00% p.a	Age upto 30 years: 12.00% p.a Age 31- 40 years: 12.00% p.a Age 41 - 50 years: 12.00% p.a Age above 50 years: 12.00% p.a



The discount rate is based on the market yield available on Government Bonds as at same date.

The estimate of future salary increases considered, takes into account the inflation rate, seniority, promotion and other relevant factors.

j) Earnings in foreign exchange:

(Amount in Rs. '000s)

Sr. No	Particulars	For the period 01/04/2025 to 31/03/2026	For the period 01/04/2024 to 31/03/2025
1.	Revenue from Operations	109/-	2,233/-

k) Expenditure in foreign currency:

(Amount in Rs. '000s)

Sr. No	Particulars	For the period 01/04/2025 to 31/03/2026	For the period 01/04/2024 to 31/03/2025
1.	Purchases	33,657/-	21,384/-

i) Unhedged foreign currency exposures

(Amount in Rs. '000s)

Nature of exposure	As on 31/03/2026		As on 31/03/2025	
	Foreign currency	INR	Foreign currency	INR
Trade Payables USD	38	3,559/-	19	1,649/-
Trade Receivables USD	--	--	--	--

For Malani Somani Chandak & Associates
Chartered Accountants

CA Nandkishor R. Malani
Partner
M. No. 042589
FRN 119584W

Place: Pune
Date: 05/09/2026



For and on Behalf of the Board
Schnell Drone Technologies Limited

Bhushan Sharad Khomane
Director
DIN: 02922158

Saloni Umesh Munot
Company Secretary

Place: Pune
Date: 05/09/2026

Satyawan Balwant Jadhav
Director
DIN: 06624235

Harsha Keshav Shegokar
Chief Financial Officer

31 A) Analytical Ratios

Ratio	Numerator	Denominator	Current Period	Previous Period	% Variance	Reason for variance
(a) Current ratio	Current Assets	Current Liabilities	4.42	0.91	385%	There is significant increase in the current assets, also there is decrease in the current liabilities as compared to the last year. The significant increase in the current assets is due to increase in Cash and Cash Equivalents. The decrease in current liabilities is primarily due to decrease in other current liabilities on account of Creditors for Capital Assets.
(b) Debt-equity ratio	Total Debt	Shareholder's Equity	0.14	0.09	55%	There is increase in the total debt as compared to last year due to availing of Term Loan from bank.
(c) Debt service coverage ratio	Earnings available for debt service	Debt Service	2.19	1.53	43%	There is increase in the Debt Service Coverage Ratio due to significant increase in Profit After Tax.
(d) Return on equity ratio	Profit for the year	Average Shareholder's Equity	0.16	0.10	64%	There is increase in the Return on Equity Ratio due to significant increase in Profit After Tax.
(e) Inventory turnover ratio	Cost of goods sold	Average Inventory	3.39	3.64	-7%	There is increase in COGS as compared to the previous year, also the Average Inventory has increased comparatively. Hence there is no significant change in the ratio.
(f) Trade receivables turnover ratio	Revenue from operations	Average Trade Receivables	3.78	5.24	-28%	There is increase in Sales as compared to the previous year, however there is significant increase in the Average Trade Receivables. Hence there is decrease in the ratio.
(g) Trade payables turnover ratio	Purchases (Other Expenses)	Average Trade Payables	4.46	4.38	2%	There is marginal decrease in Total Purchases as well as Average Trade Payables as compared to last year. Hence there is no significant change in the ratio.
(h) Net capital turnover ratio	Revenue from operations	Working Capital	1.72	(21.68)	-108%	There is significant increase in working capital as compared to the previous year, hence resulting in decrease in the ratio.
(i) Net profit ratio	Profit for the year	Revenue from operations	0.15	0.09	64%	There is significant increase in the Net Profit for the period. Hence resulting in increase in the ratio.
(j) Return on capital employed	Earnings before interest and tax	Capital Employed	0.20	0.15	38%	There is significant increase in profit as compared to the previous year and also there is increase in capital employed, hence resulting in increase in the ratio.
(k) Return on investment	Return	Average Investment	0.07	-	NA	There is capital gain on sale of investment property in current year, however there was no such income in the previous year.

B) Utilisation of Borrowed funds and share premium

a) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other source or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall:

(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
(ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries,

b) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall:

(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
(ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries,



