



11th November, 2025

To
The Manager,
Department of Corporate Services
BSE Limited, Mumbai
Floor 25, P.J. Towers,
Dalal Street
Mumbai- 400 001

Scrip Code: 530357

Sub: Submission of Statements of Impact of Auditors qualification

This is with reference to earlier announcement dated 07th November, 2025 subjected with “Outcome of Board Meeting and Submission of Un-Audited Standalone Financial Results for the Quarter & Half-Year ended on 30th September, 2025”. We are enclosing herewith statements of impact of Auditors qualification for the Quarter & Half-Year ended on 30th September, 2025.

We are enclosing herewith statements of impact of Auditors qualification for the Quarter & Half-Year ended on 30th September, 2025.

Thanking You,

For KBS India Limited,



Mr. Tushar Suresh Shah
Managing Director
DIN: 01729641

Statement on Impact of Audit Qualifications for the Quarter & Half-Year ended 30th September, 2025 on Standalone Financial Statement

I. Standalone Financial details:

Sr. No.	Particulars	Audited Figures in lakhs (as reported before adjusting for qualifications) (In Lakhs)	Adjusted Figures in lakhs (Audited figures after adjusting for qualifications) (In Lakhs)
1.	Turnover/ Total Income	115.77	115.77
2.	Total Expenditure	84.67	84.67
3.	Net Profit/ (Loss) after Tax	6.06	6.06
4.	Earnings per Share (in Rs.)	0.01	0.01
5.	Total Assets	3585.88	3585.88
6.	Total Liabilities	3585.88	3585.88
7.	Net Worth	3432.55	3432.55
8.	Any other financial item(s) (as felt appropriate by the management)	-	-

II. Standalone Audit Qualification:

S. No.	1
Details of Audit Qualification	<i>Long-term loan amounting to Rs. 16,65,40,533/- and current account outstanding balance of Rs. 8,02,444/- as on 30th September, 2025 are outstanding and receivable from KBS Capital Management Singapore Pte Ltd (erstwhile subsidiary of the company). We have been informed that the said company has been closed down as on date. No provision has been made for the said loan and current account balance in the financial statements for the quarter and period ended 30th September, 2025. The above has resulted in an overstatement of the profit and accumulated reserves & surplus.</i>
Type of Qualification	<i>Qualified Opinion</i>
Frequency of Qualification	<i>Repetitive</i>
For Audit Qualification(s) where impact is quantified by the Auditor, Management Views	<i>As per legal advice taken by the company the matter is pending for RBI confirmation, our stance reflects due adherence to regulatory approvals before taking any write-off action. Until such confirmation is received, the amounts remain recorded in the books but are prudently kept outside the net worth calculation to avoid any potential misrepresentation of financial position.</i>

	<i>From the Exchange's perspective, we have taken a conservative approach in compliance with regulatory requirements. The exclusion of these amounts from LC Gupta Net Worth ensures that only realizable and tangible assets are considered in the computation, aligning with prudent risk management and financial reporting practices.</i>
If management is unable to estimate the impact, reasons for the same	NA
Auditors Comments	<i>Long-term loan amounting to Rs. 16,65,40,533/- and current account outstanding balance of Rs. 8,02,444/- as on 30th September, 2025 are outstanding and receivable from KBS Capital Management Singapore Pte Ltd (erstwhile subsidiary of the company). We have been informed that the said company has been closed down as on date. No provision has been made for the said loan and current account balance in the financial statements for the quarter and period ended 30th September, 2025. The above has resulted in an overstatement of the profit and accumulated reserves & surplus.</i>
S. No.	2
Details of Audit Qualification	<i>Gratuity Liability of employees is not provided for as required by Ind AS 19 on "Employee Benefits". The impact of the same is not quantified in the absence of actuarial valuation/management estimate</i>
Type of Qualification	<i>Qualified Opinion</i>
Frequency of Qualification	<i>Repetitive</i>
For Audit Qualification(s) where impact is quantified by the Auditor, Management Views	<i>The observation made by the auditor for Employees Gratuity liability is correct and Company board of directors have considered this issue and are in process of resolving the same as soon as possible.</i>
If management is unable to estimate the impact, reasons for the same	NA
Auditors Comments	<i>Gratuity Liability of employees is not provided for as required by Ind AS 19 on "Employee Benefits". The impact of the same is not quantified in the absence of actuarial valuation/ management estimate.</i>

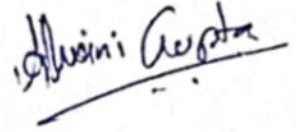
III. Signatory details:



Mr. Tushar Suresh Shah
Managing Director

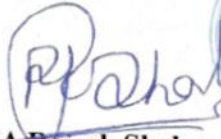


**Mr. Chandrakant Devchand
Lodaya**
Chief Financial Officer



**Mr. Ashwini Ramakant
Gupta**
**Audit Committee
Chairperson**

For Bhuta Shah & Co. LLP
Chartered Accountants
Firm Regn No:
101474W/W100100



CA Rajesh Shah
Partner
Membership No: 033613

Place: Mumbai

Date: 07th November, 2025