DARPAN & ASSOCIATES
CHARTERED ACCOUNTANT
#11/2, Shyam Avenue, College Road, Nungambakkam, Chennai – 600006
darpannassociates@gmail.com

Auditor's Report on Standalone Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To Board of Directors of Kreon Finnancial Services Limited

Opinion

We have audited the accompanying standalone quarterly financial results of Kreon Finnancial Services Limited for the quarter ended March 31, 2026 and the year-to-date results for the period April 1, 2025 to March 31, 2026, 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.

In our opinion and to the best of our information and according to the explanations given to us, these standalone financial results:

(i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and

(ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and other comprehensive loss and other financial information for the quarter ended March 31, 2026, and net profit and other comprehensive loss for the year-to-date results for the period from April 1, 2025 to March 31, 2026.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results 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.

Management's Responsibilities for the Standalone Financial Results

These quarterly financial results as well as the year-to-date standalone financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit/loss and other comprehensive income/loss and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' 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 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone 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 also responsible for overseeing the financial reporting process of the Company.

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

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results as a whole is 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 Standalone Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and disclosures made by the Board of Directors.
- 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 Standalone Financial Results, including the disclosures, and whether the Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Standalone Financial Results of the Company to express an opinion on the Standalone 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.

Other Matter

The Statement includes the results for the quarter ended March 31, 2026 and the corresponding quarter ended in the previous year as reported in these financial results are 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 relevant financial year, which were subjected to a limited review by us, as required under the Listing Regulations. Our opinion is not modified in respect of this matter.

For Darpan & Associates
ICAI Firm Registration No.016156S
Chartered Accountants

Darpan Kumar Jain
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Date: 2026.05.29 15:38:08 +05'30'

Darpan Kumar
Partner
Membership No. 235817
UDIN: 26235817ZYCLIW6035

Place: Chennai
Date: May 29, 2026

KREON FINNANCIAL SERVICES LTD

Reg. off: No.26, 22nd Street, Rathinam Nagar, Thiruvanmiyur, Chennai - 600041

CIN: L65921TN1994PLC029317

STATEMENT OF ASSETS AND LIABILITIES

			Amt.in Rs.Lakhs	*Amt.in Rs.Lakhs*
	Particulars	**Note No.**	**As at 31th March 2026 Audited**	**As at 31st March 2025 Audited**
	ASSETS			
(1)	**Financial Assets**			
(a)	Cash and cash equivalents		2.98	0.00
	Bank balances other than Cash and Cash Equivalents		223.71	117.53
	Bank deposit with original maturity for more than three months		698.30	1,926.81
(c)	Loans		4,917.10	2,971.82
(d)	Investments		1,124.89	1,132.77
(e)	Other Financial assets		92.09	19.57
			7,059.08	**6,168.50**
(2)	**Non-financial Assets**			
(f)	Current Tax Assets (Net)		14.55	3.10
(g)	Deferred Tax Assets (Net)		68.84	78.89
(h)	Property, Plant and Equipment		222.29	106.72
(i)	Intangible Assets under Development		24.33	24.26
(j)	Other Intangible Assets		87.73	107.71
(k)	ROU Asset		77.62	92.64
(l)	Other non-financial assets		99.63	35.90
(m)	Non-Current Assets held for sale		4.60	4.60
			599.61	**453.81**
	Total Assets		**7,658.69**	**6,622.33**
	LIABILITIES AND EQUITY			
	LIABILITIES			
(1)	**Financial Liabilities**			
(a)	Other Payables			
	(i) total outstanding dues of micro enterprises and small enterprises		-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		22.46	34.94
(b)	Borrowings (Other than Debt Securities)		3,614.06	3,165.86
(c)	Lease Liabilities		100.36	112.69
(d)	Other financial liabilities		28.32	103.58
			3,765.21	**3,417.07**
(2)	**Non-Financial Liabilities**			
(e)	Provisions		35.99	27.75
(f)	Deferred tax liabilities(Net)		-	-
(g)	Other non-financial liabilities		249.03	82.96
			285.02	**110.71**
(3)	**EQUITY**			
(h)	Equity Share capital		2,022.20	2,022.20
(i)	Other Equity		1,586.26	1,072.88
			3,608.46	**3,095.08**
	Total Liabilities and Equity		**7,658.69**	**6,622.33**

For Kreon Finnancial Services Limited

Jaijash Tatia

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Date: 2026.05.29 17:34:12 +05'30'

Jaijash Tatia
Managing Director
DIN 08085029

Place: Chennai
Date: 29.05.2026

M/s. KREON FINNANCIAL SERVICES LTD

Reg. off: No.26, 22nd Street, Rathinam Nagar, Thiruvanmiyur, Chennai - 600041
CIN: L65921TN1994PLC029317
Email Id: info@kreon.in, Website: www.kreon.in
Audited Financial Results for the Quarter Ended 31st March 2026

S.No	Particulars	Quarter ended 31.03.2026	Quarter ended 31.12.2025	Quarter Ended 31.03.2025	Year Ended 31.03.2026	Year Ended 31.03.2025
		Audited	Unaudited	Audited	Audited	Audited
(I)	**Revenue from operations**					
(i)	Interest Income	34.76	28.84	-4.38	106.24	75.98
(ii)	Fees & Commission Income	908.73	890.83	654.61	3,493.79	2,067.19
(iii)	Other Operating Income	70.30	73.70	71.16	267.56	189.56
(iv)	Net gain on fair Value changes	-	-	-	-	-
(II)	**Total Revenue from operations**	**1,013.79**	**993.37**	**721.39**	**3,867.59**	**2,332.73**
(v)	Other Income	162.37	68.34	120.80	467.68	332.32
(III)	**Total Income (II+III)**	**1,176.16**	**1,061.72**	**842.19**	**4,335.27**	**2,665.05**
(IV)	**Expenses**					
(i)	Finance Costs	49.12	60.64	77.28	261.98	283.47
(ii)	Fees and commission expense	58.61	53.10	109.93	215.32	366.95
(iii)	Impairment of financial Insturments	-	-	-	3.70	-
(iv)	Employee Benefits Expenses	194.89	197.79	146.87	700.15	454.44
(v)	Depreciation, amortization and impairment	19.83	17.54	22.99	73.72	79.37
(vi)	Bad debts	351.93	352.03	153.08	1,090.52	1,190.54
(vii)	Net loss on fair Value changes	125.32	33.09	225.16	52.69	194.01
(viii)	Provison for NPA & Standard Assets	63.19	2.52	7.54	87.81	(33.24)
(ix)	Others expenses	231.15	206.79	173.90	858.18	536.85
	Total Expenses (IV)	**1,094.04**	**923.50**	**916.75**	**3,344.07**	**3,072.38**
(V)	Profit / (loss) before exceptional items and tax (III-IV)	82.12	138.22	(74.55)	991.20	(407.32)
(VI)	Exceptional items	-	-	-	-	-
(VII)	**Profit / (loss) before tax (V-VI)**	**82.12**	**138.22**	**(74.55)**	**991.20**	**(407.32)**
(VIII)	Tax Expense: (1) Current Tax	51.69	39.80	35.13	221.98	61.60
	(2) Prior Period Tax	-2.04	-	-	(2.04)	-
	(3) Deferred Tax	(3.82)	(8.28)	(30.84)	45.40	(54.78)
(IX)	**Profit / (loss) for the period from continuing operations(VII-VIII)**	**36.28**	**106.70**	**(78.84)**	**725.85**	**(414.14)**
(X)	Profit/(loss) from discontinued operations	-	-	-	-	-
(XI)	Tax Expense of discontinued operations	-	-	-	-	-
(XII)	Profit/(loss) from discontinued operations(After tax) (X-XI)	-	-	-	-	-
(XIII)	**Profit/(loss) for the period (IX+XII)**	**36.28**	**106.70**	**(78.84)**	**725.85**	**(414.14)**
(XIV)	**Other Comprehensive Income**					-
	(A) (i) Items that will not be reclassified to profit or loss (specify items and amounts)	-	-	-	-	-
	*Investment in Equity Instruments	(204.99)	(11.98)	(96.34)	(248.59)	230.26
	*Defined Benefit Obligation	1.39	-	(7.82)	1.39	(7.82)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	28.96	1.49	21.36	35.36	14.96
	Subtotal (A)	(174.64)	(10.50)	(82.80)	(211.84)	237.40
	(B) (i) Items that will be reclassified to profit or loss: Gain/ (Loss) on valuation	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	Subtotal (B)			-	-	-
	Other Comprehensive Income (A + B)	**(174.64)**	**(10.50)**	**(82.80)**	**(211.84)**	**237.40**
(XV)	**Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit (Loss) and other Comprehensive Income for the period)**	**(138.35)**	**96.20**	**(161.64)**	**514.02**	**(176.74)**
(XVI)	**Paid up Equity Share Capital**	**2,022.20**	**2,022.20**	**2,022.20**	**2,022.20**	**2,022.20**
(XVII)	**Reserves excluding Revaluation Reserves**	**1,586.26**	**1,724.62**	**1,072.88**	**1,586.26**	**1,072.88**
(XVII)	**Earnings per equity share (for continuing operations)**					
	Basic (Rs.)	0.18	0.53	(0.39)	3.59	(2.05)
	Diluted (Rs.)	0.18	0.53	(0.39)	3.59	(2.05)

Notes to Audited Results:

1. The Audited results were reviewed by the Audit Committee and were approved by the board of Directors of the company at its meeting held on 29th May, 2026
2. Investments in equity instruments are initially measured at fair value. The company may, on initial recognition, irrevocably elect to measure the same either at FVOCI or FVTPL. The company
3. Other Income includes Recovery of Bad Debts of Rs. **139.85** Lakhs
4. Other Expenses(Q4 FY25-26) includes Marketing expenses of Rs.62.63 Lakhs, Tech Expenses of Rs. 26.33 Lakhs, Customer Verfication & communication cost of Rs.34.71 Lakhs etc.
5. The company has not declared any interim Dividend.
6. The company is primarly engaged in the business of financing and there ar no separate reportable segments identified as per the Ind As 108 - Operating Segments.
7. The figures have been re-grouped / re-classified / re- arranged where ever necessary to present better comparison.

8. The figures for the quarters ended 31 March 2026 and 31 March 2025 are the balancing figures between audited figures in respect of full financial year and the year to date figures upto end of the third quarter of the respective financial years, which were subjected to a limited review by the statutory auditors.

For Kreon Finnancial Services Limited

Jaijash Tatia

Jaijash Tatia Digitally signed by Jaijash Tatia Date: 2026.05.29 17:35:12 +05'30'

Managing Director

DIN 08085029

Place: Chennai

Date: 29.05.2026

Kreon Finnancial Services limited **CIN:L65921TN1994PLC029317**

Profit and Loss Statement for the period ended 31st March 2026

(All amounts are in Indian Rupees, unless otherwise stated)

	Rs in Lakhs As at March 31, 2026	Rs in Lakhs As at March 31, 2025
A. Cash flow from operating activities		
Net profit / (loss) before taxation	**991.20**	**-407.32**
Adjustments for:		
Depreciation and amortisation	73.72	79.37
Acturial Gains	1.39	7.82
Impairment on Financial Instruments	56.39	194.01
Loan Write Offs - Bad Debts	1,090.52	1,190.54
Profit on sale of Fixed Assets	-	-10.93
Interest received on Bank Deposits	-72.21	-96.75
Interest paid on Borrowings	215.08	272.31
Operating profit before working capital changes	**2,356.09**	**1,229.04**
Change in Operating Assets and Liabilities		
(Increase) / Decrease in loan Assets	-3,035.79	-1,455.07
(Increase) / Decrease in non-Financial Assets	-63.73	65.06
(Increase) / Decrease in other Financial Assets	-72.52	-16.71
Increase / (Decrease) in trade payables and other payables	-12.49	7.44
Increase / (Decrease) in other non-Financial liabilities	166.08	37.42
Increase / (Decrease) in other Financial liabilities	-75.26	57.98
Increase / (Decrease) in other Provisions	8.24	14.34
Cash generated from operations	**-729.39**	**-60.49**
Direct taxes paid (Net of refunds)	14.55	5.07
Net cash flow from / (used) in operating activites (A)	**-714.84**	**-55.42**
B. Cash flow from investing activities		
Purchase of property plant and equipment	-154.31	-28.01
Payment towards intangible assets under development	-	-
Net Investments in bank deposits (having original maturity of more than three months)	708.16	-106.68
Purchase of Investment - Equity Instruments	-189.90	-2,242.79
Sale of Investment - Equity Instruments	480.28	2,243.69
Interest received on bank deposits	-72.21	-96.75
Net cash flow from / (used) in investing activities (B)	**772.02**	**-230.53**
C. Cash flow from financing activities		
Proceeds from share warrants	-	-
Proceeds/(Repayment) from Borrowings (Net)	289.60	335.66
Payment of Lease Liabilities	-22.52	-19.80
Interest paid on borrowing	-215.08	-211.64
Net cash flow from / (used) in financing activities (C)	**52.00**	**104.22**
D. Net increase / (decrease) in cash and cash equivalents (A + B + C)	**109.17**	**-181.73**
E. Cash and cash equivalents as at beginning of the year	117.53	299.26
F. Cash and cash equivalents as at the end of the year (D + E)	**226.70**	**117.53**
Components of cash and cash equivalents as at March 31, 2025		
Balances with scheduled banks		
- in current accounts	211.06	115.13
Wallets	12.66	2.40
Cash in Hand	2.98	0.00
Total cash and cash equivalents (refer note no.3)	**226.70**	**117.53**

For Kreon Finnancial Services Limited

Jaijash Tatia

Digitally signed by Jaijash Tatia
Date: 2026.05.29 17:35:33 +05'30'

Place: Chennai
Date: 29.05.2026

Jaijash Tatia
Managing Director
DIN 08085029