

ENCOMPASS

Encompass Design India Limited

(formerly known as Encompass Design India Private Limited)

CIN: L74210MH2010PLC200672

Registered Address: Shop No. A-101, Virwani Indl Estate, Opp. Western Exp Highway, Goregaon (E), Mumbai, Maharashtra, India, 400063

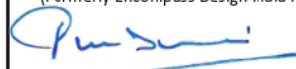
Website: <https://edipl.in>

Statement of Asset and Liabilities as at 31st March, 2026

(Rupees in Lakhs)

Particulars	As at 31st March, 2026	As at 31st March 2025
	Audited	Audited
I Equity and Liabilities		
1 Shareholders Funds		
Share Capital	1,418.35	38.97
Reserve & Surplus	6,760.56	3,218.68
	8,178.91	3,257.65
2 Non-current liabilities		
Long Term Borrowings	240.17	308.69
Deferred tax Liabilities (Net)	82.95	104.45
Long Term Provisions	35.87	21.23
	358.99	434.37
3 Current liabilities		
Short Term Borrowings	1,063.70	1,117.25
Trade Payable		
(i) Total outstanding dues of micro enterprises and small enterprises	22.88	14.61
(ii) Total outstanding dues creditors other than micro enterprises and small enterprises	43.88	76.12
Other Current Liabilities	558.64	439.28
Short Term Provisions	8.34	5.26
	1,697.43	1,652.52
Total	10,235.34	5,344.54
II ASSETS		
Non-current assets		
Property Plant & Equipments		
1 Property, Plants & Equipments and Intangible assets		
(i) Property, Plants & Equipments	2,206.02	152.52
(ii) Intangible Assets	2,305.62	1,700.80
(iii) Capital Work In Progress	739.20	-
Non Current Investments	-	0.10
Other non Current Assets	28.87	37.15
	5,279.71	1,890.57
2 Current assets		
Current Investment	-	-
Inventories	1,628.32	1,086.87
Trade Receivable	1,212.16	894.25
Cash And cash Equivalents	1,516.35	1,251.06
Short Term loans & Advances	169.33	15.78
Other Current Assets	429.47	206.01
	4,955.63	3,453.97
Total	10,235.34	5,344.54

For and on behalf of the Board of Directors of
Encompass Design India Limited
(Formerly Encompass Design India Private. Limited)



Amit Rajendraprasad Dalmia
Managing Director
DIN: 00210919





Susmita Amit Dalmia
Whole-Time Director
DIN : 02401290

Place: Mumbai
Date: 20/05/2026

Encompass Design India Limited
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Registered Address: Shop No. A-101, Virwani Indl Estate, Opp. Western Exp Highway, Goregaon (E), Mumbai, Maharashtra, India, 400063

Website:-<https://edipl.in>

Statement of Audited Financial Results for the Half Year and Year ended on 31st March, 2026.

(Rupees in Lakhs)*

Particulars	Half Year ended on 31-03-2026	Preceding half year ended 30-09-2025	Corresponding half year ended 31-03-2025	Year to date figures for the ended on 31-03-2026	Year to date figures for the ended on 31-03-2025
	Audited (Refer No.3)	Unaudited	Audited (Refer No.3)	Audited	Audited
INCOME FROM OPERATIONS					
I Revenue from Operations	3,996.27	2,815.74	3,928.34	6,812.01	5,464.94
II Other Income	24.72	1.31	34.88	26.03	36.25
III Total Income (I + II)	4,020.99	2,817.05	3,963.22	6,838.04	5,501.19
EXPENSES					
IV Cost of Materials Consumed	308.26	516.63	357.63	824.89	534.16
Purchase of Stock in Trade	1,689.72	947.36	1,580.02	2,637.08	1,907.85
Changes in Inventories of FG,WIP	(181.77)	-96.07	(84.87)	(277.83)	83.19
Employee Benefit Expenses	240.33	258.85	247.81	499.17	466.83
Finance Cost	140.93	39.44	29.13	180.37	31.63
Depreciation & Amortization Expense	111.52	174.84	127.17	286.36	127.73
Other Expenses	749.39	303.74	438.93	1,053.13	786.48
Total Expenses (IV)	3,058.39	2,144.79	2,695.82	5,203.17	4,037.87
V Profit before Exceptional & Extraordinary Items and tax (III-IV)	962.60	672.26	1,267.40	1,634.87	1,463.32
VI Exceptional Items					
VII Profit before Extraordinary Items and tax (V-VI)	962.60	672.26	1,267.40	1,634.87	1,463.32
VIII Extraordinary Items					
IX Profit before tax (VII-VIII)	962.60	672.26	1,267.40	1,634.87	1,463.32
X Tax Expenses					
1. Current Tax	201.67	152.79	310.81	354.46	368.65
2. Deferred Tax	(36.39)	14.89	6.02	(21.50)	15.29
3. Short provision for tax for Earlier year	-	-	-	-	-
Total Tax Expenses (IX)	165.28	167.68	316.83	332.96	383.94
XI Profit / (Loss) for the period from continuing operations (IX-X)	797.32	504.58	950.57	1,301.90	1,079.38
XII Profit / (Loss) from discontinuing operations					
XIII Tax Expenses of discontinuing operations					
XIV Profit / (Loss) from discontinuing operation after tax (XII- XIII)					
XV Profit / (Loss) for the period (XI-XIV)	797.32	504.58	950.57	1,301.90	1,079.38
XVI Paid up Equity Share Capital	1,418.35	1,042.51	38.97	1,418.35	38.97
XVII Reserves & Surplus	6,760.56	2,719.72	3,218.68	6,760.56	3,218.68
XVIII Earnings per equity share	6.83	5.27	243.91	11.15	276.96
Basic & Diluted Earning per share	6.83	5.27	243.91	11.15	276.96

* Except for Earning Per Share (EPS)

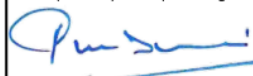
Notes to the Statement of Audited Financial Results for the Half Year and Year ended on 31st March, 2026.

- The aforesaid financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 20, 2025. The statutory auditor have expressed an unmodified opinion on these results.
- Earning per Shares is not annualised for the Half Year ended March 31,2026 and March 31,2025.
- The Financials figures for the half year ended March 31,2026 are the balancing figures being the difference between audited financial figures of the current year in respect of the full financial year and audited half yearly figures upto September 30,2025. In case of half year ended March 31, 2025 are the balancing figures being the difference between the audited financial figures of the previous year in respect of the full financial year and unaudited half yearly figures upto September 30,2024.
- a) During the year, the Company completed its Initial Public Offer ("IPO") comprising a fresh issue of 37,58,400 equity shares of face value ₹10 each at an issue price of ₹107 per equity share, including a securities premium of ₹97 per equity share. The equity shares of the Company were subsequently listed on NSE EMERGE on December 12, 2025. Consequently, the number of equity shares outstanding increased from 3,89,725 equity shares at the beginning of the year to 1,41,83,544 equity shares as at March 31, 2026, after considering the following changes during the year:
b) As per the Extraordinary General Meeting held on March 30, 2026, for approving the variation in the utilisation of IPO proceeds pursuant to applicable provisions of the Companies Act, 2013 and SEBI regulations. It was approved that out of the gross IPO proceeds of ₹4,021.48 lakh, the Company had utilised ₹3,516.91 lakh up to February 28, 2026, and out of the balance unutilised amount of ₹504.57 lakh an amount of ₹115.57 lakh, originally earmarked towards repayment/prepayment of borrowings and issue-related expenses, was reallocated towards meeting the working capital requirements of the Company, as the original objectives had already been substantially achieved.
- Previous year figures are regrouped/rearranged, reclassified wherever felt necessary.

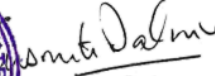
For and on behalf of the Board of Directors of

Encompass Design India Limited

(Formerly Encompass Design India Private Limited)


Amit Rajendraprasad Dalmia
Managing Director
DIN: 00210919




Kusmita Dalmia
Whole-Time Director
DIN : 02401290

Place: Mumbai

Date: 20/05/2026

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Cash flow statement for the Financial year ended 31st March, 2026

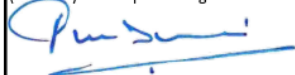
(Rupees in lakhs)

Particulars	Financial Year Ended on	
	31/03/2026	31/03/2025
Cash Flows From operating activities		
Profit after taxation	1,304.01	1,463.32
Adjustments for :		
Depreciation	286.36	227.73
Interest Expenses	172.07	31.63
Provision for Gratuity	14.64	8.33
Less:		
Income from Excess Depreciation claimed	-	-
Unrealized foreign exchange Gain	-16.48	0.00
Interest Income	-3.28	-2.24
	1,757.32	1,728.76
Working capital changes :		
(Increase)/ Decrease in Inventories	-541.45	-577.50
(Increase)/ Decrease in Trade Receivables	-301.43	-417.31
(Increase) / Decrease in Short Term Loans & Advances	-153.55	2.70
(Increase) / Decrease in Other Current Assets	8.28	-0.70
Increase / (Decrease) in Trade Payable	-23.98	-50.31
Increase (Decrease) in Long Term Provisions	120.33	-14.66
Increase (Decrease) in Other Current Liabilities	-223.47	-49.23
Cash Generated from Operation	642.05	621.75
Payment /Adjustments on Account of Tax Expenses	-21.50	-142.55
Net Cash from operating activities (A)	620.55	479.19
Cash flows from investing activities		
Purchase of Property, Plant and Equipment	-3,683.87	-990.48
(Increase) / Decrease in Other Non Current Assets	0.10	-0.10
Interest Income	3.28	2.24
Net Cash Used in Investing Activities (B)	-3,680.49	-988.34
Cash Flows from Financing Activities		
Proceeds from Issue of Share Capital	375.84	8.67
Proceeds from Security Premium (Net)	3,645.65	1,219.35
Share Issued Expenses	-402.13	-87.24
Proceeds / (Repayment) from Long Term Borrowing	-58.52	-284.57
Proceeds / (Repayment) from Short Term Borrowing	-53.55	905.11
Interest Paid	-172.07	-31.63
Net Cash used in financing activities (C)	3,325.22	1,729.69
Add/Less: Effects of exchange gain on cash and cash equivalents (D)		
Net Increase in cash and cash equivalent (A + B + C + D)	265.28	1,220.55
Cash and cash equivalent at beginning of periods	1,251.07	30.51
Cash and cash equivalents at end of periods	1,516.35	1,251.06

Note:

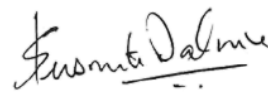
- The above statement of cash flows has been prepared under the " Indirect Method" as set out in AS-3, "Statement of Cash
- Previous year figures are regrouped rearranged, reclassified wherever felt necessary.

For and on behalf of the Board of Directors of
Encompass Design India Limited
(Formerly Encompass Design India Private. Limited)



Amit Rajendraprasad Dalmia
Managing Director
DIN: 00210919





Susmita Amit Dalmia
Whole-Time Director
DIN : 02401290

Place: Mumbai
Date: 20/05/2026

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Statement of Audited Financial Results for the Half Year and Year ended on 31st March, 2026.

(Rupees in Lakhs)

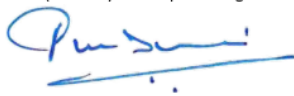
Particulars	Half Year ended on 31-03-2026	Preceding half year ended 30-09-2025	Corresponding half year ended 31-03-2025	Year to date figures for the ended on 31-03-2026	Year to date figures for the ended on 31-03-2025
	Audited	Unaudited	Audited	Audited	Audited
1 Segment Revenue					
(a) Lifestyle products	1,152.56	739.06	910.09	1,891.62	1,261.91
(b) Food Products Division	259.86	95.15	89.85	355.01	138.23
(c) Gated Markets	716.12	823.14	495.76	1,539.26	762.70
(d) Other	1,503.21	1,002.17	2,093.90	2,442.70	2,791.87
(e) Services	364.53	156.21	338.74	583.43	510.23
Net Sales / revenue from Operations	3,996.28	2,815.73	3,928.34	6,812.01	5,464.94
2 Segment Results (Gross Profit)					
(a) Lifestyle products	865.92	560.30	684.84	1,426.22	1,039.60
(b) Food Products Division	203.00	70.36	70.25	273.36	105.32
(c) Gated Markets	258.45	293.68	224.15	552.13	283.57
(d) Other	488.16	367.27	757.57	855.43	1,001.00
(e) Services	364.53	156.21	338.74	520.74	510.23
Total	2,180.05	1,447.82	2,075.56	3,627.87	2,939.72
Less : (I) Finance Cost	-132.64	-39.44	-29.13	-180.37	-31.63
(II) Unallocated Expenses	-1,101.24	-737.42	-813.92	-1,838.66	-1,481.03
(III) Other Income	24.72	1.31	34.88	26.03	35.25
Profit Before Tax	970.90	672.27	1,267.39	1,634.87	1,462.32
3 Segment Assets					
(a) Lifestyle products	-	-	-	-	-
(b) Food Products Division	-	-	-	-	-
(c) Gated Markets	-	-	-	-	-
(d) Other	-	-	-	-	-
(e) Services	-	-	-	-	-
(f) Unallocated	3,911.31	6,324.03	2,693.71	10,235.34	5,344.55
Total	3,911.31	6,324.03	2,693.71	10,235.34	5,344.55
4 Segment Liabilities					
(a) Lifestyle products	-	-	-	-	-
(b) Food Products Division	-	-	-	-	-
(c) Gated Markets	-	-	-	-	-
(d) Other	-	-	-	-	-
(e) Services	-	-	-	-	-
(f) Unallocated	3,911.31	6,324.03	2,693.71	10,235.34	5,344.55
Total	3,911.31	6,324.03	2,693.71	10,235.34	5,344.55

Note :

The Group's operations are organised into five reportable business segments, namely Lifestyle & Apparels, Food product division, Gated Market, Services (Marketing Consultancy), and Others. These segments constitute the basis for management reporting, performance assessment, resource allocation, and strategic decision-making. Accordingly, segment information is presented based on the internal reports reviewed by the management for monitoring the Group's operations and financial performance.

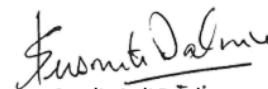
Based on the "management approach" as defined under AS 17 – Segment Reporting, the Chief Operating Decision Maker evaluates the Group's performance and allocates resources based on an analysis of various performance indicators across business segments. Accordingly, segment information has been presented in line with the internal reports reviewed by the management for assessing performance and resource allocation.

For and on behalf of the Board of Directors of
Encompass Design India Limited
(Formerly Encompass Design India Private. Limited)



Amit Rajendraprasad Dalmia
Managing Director
DIN: 00210919





Susmita Amit Dalmia
Whole-Time Director
DIN : 02401290

Place: Mumbai
Date: 20/05/2026

Independent Auditor's Report on the Half yearly and Year to Date Audited Financial Results of the ENCOMPASS DESIGN INDIA LIMITED (Formerly Encompass Design India Private Limited) ("the Company"), Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To

The Board of Directors of

ENCOMPASS DESIGN INDIA LIMITED (Formerly Encompass Design India Private Limited)

Report on the audit of the Financial Results

Opinion

We have audited the accompanying statement of half yearly and year to date financial results of **M/s. ENCOMPASS DESIGN INDIA LIMITED (Formerly Encompass Design India Private Limited)** (the "Company") for the half year ended March 31, 2026 and for the year ended March 31, 2026 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the statement:

- i. Is presented in accordance with the requirements of the Listing Regulations in this regard and
- ii. Gives a true and fair view in conformity with the applicable accounting standards and measurement principles laid down in the accounting standard prescribed u/s 133 of the Companies Act 2013 (the "Act") read with relevant rules issued thereunder ("AS") and other accounting principles generally accepted in India, of the net profit and other financial information of the Company for the half year ended March 31, 2026, and for the year ended 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, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.



Managements and Board of Director's Responsibilities for the Financial Results

The Statement has been prepared on the basis of the annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other financial information in accordance with the applicable accounting standards 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, 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 Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement 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 the Statement.

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 Statement, 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 related 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 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 results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicated 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 half year ended March 31, 2026, being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2026, and the audited year to date figures of half year ended of the current financial year which were subject to limited review by us in terms of the SEBI (ICDR) Regulations, 2018 as required for filing the Red Herring Prospectus (RHP) for listing on NSE Emerge.

For **V.K. Beswal & Associates**

Chartered Accountants

Firm Registration No.: 101083W

CA Kunal V. Beswal

Partner

Membership No. 131054

UDIN: 26131054VRLXM X3087



Place: Mumbai

Date: 20.05.2026

To,

The Board of Directors

ENCOMPASS DESIGN INDIA LIMITED

(Formerly known as Encompass Design India Private Limited)

Virwani Indl Estate, Shop No. A-101,

Opp. Western Exp Highway, Goregaon (E),

Mumbai, Maharashtra, India, 400063

Certification on the Statement of utilization of funds raised through Initial Public Offer (IPO) as on 31.03.2026

This certificate is issued in accordance with the terms of our engagement letter dated 16.04.2026 with **Encompass Design India Limited** (Formerly known as Encompass Design India Private Limited) (Company), having its registered office at Virwani Indl Estate, Shop No. A-101, Opp. Western Exp Highway, Goregaon (E), Mumbai, Maharashtra, India, 400063

1. The accompanying statement of utilization of funds raised through Initial Public Offer (IPO) as given in **Annexure A** ("the Statement") is certified by management and is initialed by us is attached herewith.

Management's Responsibility

2. The preparation of the Statement is the responsibility of the Management of the Company including the preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Statement and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
3. The Management is also responsible for ensuring adherence that the details in the statement are correct.

Auditor's Responsibility

4. We have verified the unaudited books of account and other relevant records of **Encompass Design India Limited** (Formerly known as Encompass Design India Private Limited) ("Company"), as at 31.03.2026 in connection with its Initial Public offer vide its Prospectus and utilization of the Offer Proceeds as per the objects of the Offer given in the said Prospectus.
5. We have verified the details of the utilization of the of funds raised through Initial Public Offer (IPO) submitted by the Company are as per "**Annexure A**" to this certificate, initialed by us for identification purposes only, based on the unaudited books of account and relevant records referred to in paragraph 5 above. We have agreed the amounts included in the Annexure with the unaudited books of account and relevant records of the Company as at 31.03.2026. We have verified the accuracy of the Annexure. Our responsibility is to verify the factual accuracy of the facts stated in the **Annexure A**.
6. It is our responsibility to provide reasonable assurance that the amounts in the Statement that form part of the of utilization of funds raised through Initial Public Offer (IPO) has been correctly extracted from the Books of Accounts as on 31.03.2026; and the utilization of proceeds of the Fresh Issue is in line with the chapter titled 'Objects of the Offer' mentioned in the Prospectus and there is no deviation other than mentioned in **Annexure A**, if any.
7. We conducted our examination of the Statement in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India. The Guidance Note requires that we comply with the Ethics issued by the Institute of Chartered Accountants of India.



8. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.
9. We hereby declare that this report is based on the format as prescribed by Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended. We further declare that this report provides true and fair view of the utilization of Offer Proceeds of the IPO offer of the Company.
10. We declare that we do not have any direct / indirect interest in or relationship with the issuer/promoters/directors/management and also confirm that we do not perceive any conflict of interest in such relationship / interest while monitoring and reporting the utilization of issue proceeds by the issuer.

Opinion

11. On the basis of the unaudited books of account and relevant records, information and explanations provided to us and representation from the management of the Company, we certify the utilization of the Offer Proceeds more particularly as described in the Red Herring Prospectus and the Prospectus as given in the accompanying "Annexure A" and there is no deviation other than mentioned in Annexure A, if any.

Restriction on Use

12. This certificate is issued at the request of the Company based on information and documents provided in respect to utilization of the Offer Proceeds for submission to Care Rating Limited (the Monitoring Agency). It is for the intended purpose only and should not be used or relied upon for any other purpose or by any other person without our prior written consent. We accept no responsibility or liability to any party other than the Company in this regard.

**For V. K. BESWAL & ASSOCIATES,
Chartered Accountants
Firm Registration No. 101083W**



**CA Kunal V Beswal.
Partner
Membership No. 131054
UDIN: 26131054NMIUHK5630
Certificate No. 2775**



**Place: Mumbai
Date: 11.05.2026**

Annexure – A

1. General Information Required

Sr.no	Information required	Particulars
1	Name of the company	Encompass Design India Limited
2	Brief profile of the company	Encompass Design India Limited (Formerly Encompass Design India Private Limited), retails, and distributes high-quality products in the home, lifestyle and gourmet food categories. Since our inception in 2010, the company has continuously evolved from enabling e-commerce growth for brands to building a robust portfolio of owned brands and forging strategic channel partnerships.
3	Industrial group	Trading & Distributors
4	Nature of business	Trading of Textiles & Foods
5	List of board of directors	<u>Annexure-1</u>
6	List of authorised signatories	<u>Annexure-2</u>
7	Escrow agreement where funds flow in and flow out	Copy of the escrow agreement executed on 25.11.2025 with the lead manager, escrow agent and banker to the issue, is provided.
8	Copies of bank statements of the bank where the proceeds are deposited and from where the proceeds are utilised	Copies of relevant bank statement of Axis Account No:925020053907699 in respect of IPO proceed receipts and utilisation are provided.
9	Issue Size (in Rupees)	40.21Cr

2. Details of the arrangement made to ensure the monitoring of issue proceed

Information/Documents needed	Yes/No	Auditors Comment
Whether all utilization is as per the disclosures in the Offer Document? If yes, then please share	Yes	Verified with the Offer Document, utilisation schedules, unaudited books of account, bank statements of IPO proceeds account.
Whether shareholder approval has been obtained in case of material deviations* from expenditures disclosed in the Offer Document? If yes, then please share	Not Applicable	No material deviation observed; hence shareholder approval was not required.
Whether the means of finance for the disclosed objects of the issue has changed? If yes, then please share	No	Verified with Offer document, funding pattern disclosures. There are no changes in the objects as disclosed in the offer document.
Is there any major deviation observed over the earlier monitoring agency reports? If yes, then please share	No	There are no deviations observed over the earlier monitoring agency report dated 24.11.2025.
Whether all Government/statutory approvals related to the object(s) have been obtained? If yes, then please share	Not Applicable	The disclosed objects do not require any specific Government or statutory approvals.



Information/Documents needed	Yes/No	Auditors Comment
Whether all arrangements pertaining to technical assistance/collaboration are in operation? If yes, then please share	Not Applicable	The objects of the issue do not involve any technical assistance or collaboration arrangements.
Are there any favourable/unfavourable events improving the viability of these object(s)? If yes, then please share	No	This clause is not applicable to the company.
Is there any other relevant information that may materially affect the decision making of the investors? If yes, then please share	No	There are no such information that would effect the decision making of the investors.

3. Details of objects to be monitored

Cost of Objects

Particulars	Amount
Gross Proceeds from the fresh issue	40.21
Less: Offer Related Expenses	4.85
Net funds available	35.36

(Amount's in Crore)

Sr. No	Item Head\$	Provide source of information/certifications substantiating the utilisation	Original cost (as per the Offer Document) in Rs. crore	Revised Cost in Rs. Crore	Reason for cost revision	Proposed financing option	Particulars of firm arrangements made
1	Capital Expenditure	Purchase (Agreement of Purchase Premises along with Interior Work) Deed of office along with Interior Work)	11.48	11.48	NA	NA	Proposed capital expenditure will be utilized to acquire Office premises along with Interior work
2	Loan Repayment	Repayment prepayment of certain borrowings availed by the Company	11	11	NA	NA	No due certificate (NDC) received from the Banks and financial institutions.
3	Working Capital	To Meet Working Capital Requirements of the Company;	7.29	7.29	NA	NA	Management representation, review of unaudited books of accounts and review of invoices presented.
4	General corporate purpose	Capital Expenditure (901 Simba Tower, Near Aarey Metro Station Goregaon	5.59	5.59	NA	NA	Payments made for purchase of office premises and the purchase deed was executed on 01.01.2026



		East Mumbai 400063)					
5	Issue related Expenses	Issue related Expenses	4.85	4.85	NA	NA	Management representation, review of unaudited books of accounts and review of invoices presented.
Total			40.21	40.21	0	0	

4. Progress in the Objects 31.03.2026

(Amount's in Crore)

Sr. No	Item Head \$	Provide source of information/certifications substantiating the utilisation	Amount as proposed in the Offer Document	Amount utilized in Rs. Crore			Total Unutilised amount	Reason for idle funds	Proposed course of action
				As at beginning of the quarter-(Q4)	During the quarter	At the end of the quarter-(Q4)			
1	Capital Expenditure	Review of unaudited books of accounts and Management Representation	11.48			11.20	0.28	Proposed capital expenditure will be utilized to acquire Office premises along with Interior work.	The Company executed a purchase deed on 12.01.2026 for acquisition of office premises. In January 2026, Rs.90 lakhs was paid towards renovation of separate office premises purchased on 01.01.2026. The remaining amount is for Interior work kept in escrow and will be utilised as per the agreed terms with the contractors.



2	Loan Repayment	No due certificate (NDC) received from the Banks and financial Institutions and un audited books of accounts.	11	10.72	-	10.72	0.28	The company repaid the loans outstanding with the respective banks and obtained No due certificates for the same.	Due internal accruals of Rs.28 lacs which were credited to the loan account by the customers, the excess paid amounting to Rs.28 lacs was repaid bank by the bank or 18.12.2025.
3	Working Capital	Management representation, review of unaudited books of accounts and review of invoices presented.	7.29	3.41	0.34	3.75	3.54	The balance amount remains unutilised due to close of the quarter ended 31.03.2026.	The balance unutilised amount shall be used as per working capital requirements as per the requirements of the company.
4	General corporate purpose	Purchase deed dated 01.01.2026 and management certification	5.59	5.59	-	5.59	-	NA	NA
5	Issue related Expenses	Management representation, review of unaudited books of accounts and review of invoices presented.	4.85	3.58	0.38	3.97	0.88	Balance kept in escrow due to close of quarter and payments not due.	The balance unutilized amount is to be used as and when due.
Total			40.21	23.3	11.92	35.22	4.99		

5. Deployment of unutilized IPO proceeds

Sr. No.	Type of instrument and name of the entity invested in	Amount invested	Maturity date	Earning	Return on Investment (%)	Market Value as at the end of quarter (Rs. Crore)



6. Delay in implementation of the objects

(Amount's in Crore)

Sr. No.	Type of instrument and name of the entity invested in	Amount invested	Maturity date	Earning	Return on Investment (%)	Market Value as at the end of quarter*
1	Union Bank Of India - 319503230005643 (FD)	2.50	04/04/2026	-	3.25%	2.51
2	Union Bank Of India - 319503230005644 (FD)	1.04	04/04/2026	-	3.25%	1.05
3	Union Bank Of India - 319503230005682 (FD)	0.28	18/04/2026	-	3.25%	0.28
4	Union Bank Of India - 319503230005683 (FD)	0.88	27/05/2026	-	3.25%	0.88
5	Union Bank Of India- 319501010037246	0.29	-	-	-	0.29
Total		4.99		-		



Annexure-1

(LIST OF BOARD OF DIRECTORS)

Sr. No.	Name	Designation	PAN	DIN	Citizenship	Address
1	Mr. Amit Dalmia	MD & Director	ADOPD5162H	210919	Indian	57, Presidency Society,, White House N S Road No 7, Jvpd Scheme Ville Parle (West), Mumbai, 19-
2	Mrs. Susmita Amit Dalmia	Whole- time Director	AALPG6237E	2401290	Indian	57, Presidency Society,, White House N S Road No 7, Jvpd Scheme Ville Parle (West), Mumbai, 19-
3	Mr. Ruman Kailash Agarwal	Whole- time Director	AFNPA7294N	11004779	Indian	16, MAHAVIR CENTRE, SECTOR 17, VASHI,, NEW MUMBAI - 400703 Maharashtra
4	Mr. Tejpal Singh	Non-Executive Director	AZLPS9850N	11111989	Indian	C-1885, SUSHANT CITY-I, MANSA ROAD, Bathinda, BATHINDA, Bathinda H.O, 26-Punjab, 91-India, 151001
5	Ms. Himanshi Tiwari	Independent Director	AVPPT1479G	10545195	Indian	H.No. 268, Ward No 15, Bos Colony, Near Bora Company, Maihar, Madhya Pradesh, 485771.
6	Mr. Saahil Prakash Dugar	Independent Director	AKIPD4506E	1186726	Indian	902 A, Vivarea, Sane Guruji Marg, Mahalaxmi, Mumbai, 19-Maharashtra, 91-India, 400011



Annexure-2

(LIST OF AUTHORISED SIGNATORIES)

Sr. No.	Name	Designation	PAN	DIN	Citizenship
1	Mr. Amit Dalmia	MD & Director	ADOPD5162H	210919	Indian
2	Mrs. Susmita Amit Dalmia	Whole- time Director	AALPG6237E	2401290	Indian
3	Mr. Ruman Kailash Agarwal	Whole- time Director	AFNPA7294N	11004779	Indian
4	Mr Tarak Nagda	CFO	AFPPN9871C	NA	Indian
5	CS Nikita Chandak	CS	BVWPR4189P	NA	Indian



To,
The Board of Directors
ENCOMPASS DESIGN INDIA LIMITED
(Formerly known as Encompass Design India Private Limited)
Virwani Indl Estate, Shop No. A-101,
Opp. Western Exp Highway, Goregaon (E),
Mumbai, Maharashtra, India, 400063

Certification on the Statement of utilization of Issue Proceeds as on 31.03.2026

This certificate is issued in accordance with the terms of our engagement letter dated 14.05.2026 with **Encompass Design India Limited** (Formerly known as Encompass Design India Private Limited) (Company), having its registered office at Virwani Indl Estate, Shop No. A-101, Opp. Western Exp Highway, Goregaon (E), Mumbai, Maharashtra, India, 400063

1. The accompanying statement of utilization of issue proceeds including funds utilized for purposes other than those stated in the Initial Public Offer (IPO) as given in **Annexure A** ("the Statement") is certified by management and is initialed by us is attached herewith.

Management's Responsibility

2. The preparation of the Statement is the responsibility of the Management of the Company including the preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Statement and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
3. The Management is also responsible for ensuring adherence that the details in the statement are correct.

Auditor's Responsibility

4. We have verified the unaudited books of account and other relevant records of **Encompass Design India Limited** (Formerly known as Encompass Design India Private Limited) ("Company"), as at 31.03.2026 in connection with its Initial Public offer vide its Prospectus and utilization of the Offer Proceeds as per the objects of the Offer given in the said Prospectus.
5. We have verified the details of the utilization of the of funds raised through Initial Public Offer (IPO) submitted by the Company are as per "**Annexure A**" to this certificate, initialed by us for identification purposes only, based on the unaudited books of account and relevant records referred to in paragraph 5 above. We have agreed the amounts included in the Annexure with the unaudited books of account and relevant records of the Company as at 31.03.2026. We have verified the accuracy of the Annexure. Our responsibility is to verify the factual accuracy of the facts stated in the **Annexure A**.
6. It is our responsibility to provide reasonable assurance that the amounts in the Statement that form part of the of utilization of funds raised through Initial Public Offer (IPO) has been correctly extracted from the Books of Accounts as on 31.03.2026; and the utilization of proceeds of the Fresh Issue is in line with the chapter titled 'Objects of the Offer' mentioned in the Prospectus and there is no deviation other than mentioned in **Annexure A**, if any.
7. We conducted our examination of the Statement in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India. The



Guidance Note requires that we comply with the Ethics issued by the Institute of Chartered Accountants of India.

8. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.
9. We hereby declare that this report is based on the format as prescribed by Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended. We further declare that this report provides true and fair view of the utilization of Offer Proceeds of the IPO offer of the Company.
10. We declare that we do not have any direct / indirect interest in or relationship with the issuer/promoters/directors/management and also confirm that we do not perceive any conflict of interest in such relationship / interest while monitoring and reporting the utilization of issue proceeds by the issuer.

Opinion

11. On the basis of the unaudited books of account and relevant records, information and explanations provided to us and representation from the management of the Company, we certify the utilization of the Offer Proceeds more particularly as described in the Red Herring Prospectus and the Prospectus as given in the accompanying "Annexure A" and there is no deviation other than mentioned in Annexure A, if any.

Restriction on Use

12. This Certificate is addressed to and provided to the Board of Directors of the Company solely for the purpose of enabling it to comply with its obligations under LODR to submit the accompanying Statement to the audit committee accompanied by a certificate thereon from the statutory auditors and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing

For V. K. BESWAL & ASSOCIATES,
Chartered Accountants
Firm Registration No. 101083W

CA Kunal V Beswal.
Partner
Membership No. 131054

UDIN: 26131054HCHVTC5319
Certificate No. 2802

Place: Mumbai
Date: 20.05.2026



"Annexure - A"

Statement of Deviation/ Variation in utilization of funds raised

(Amount in Lakhs)

Name of the Listed Entity	Encompass Design India Ltd
Mode of Fund Raising	Public Issues
Date of Raising Funds (Date of Allotment)	12/12/2025
Amount Raised (in Rs. Lacs)(Net Proceeds)	4,021
Report filed for year ended	31/03/2026
Monitoring Agency	Applicable
Monitoring Agency Name, if applicable	Care Edge Rating
Is there a Deviation / Variation in use of funds raised	Yes
If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders	Yes
If Yes, Date of shareholder Approval	30/03/2026
Explanation for the Deviation / Variation	Pursuant to shareholders' approval dated March 30, 2026, the Company reallocated ₹1.16 crore out of the unutilised IPO proceeds originally earmarked towards repayment/prepayment of borrowings and issue-related expenses to meet working capital requirements, as the original objectives had been substantially achieved.
Comments of the Audit Committee after review	The Audit Committee has reviewed the variation in utilisation of IPO proceeds and noted that the reallocation is in line with the shareholders' approval and is in the best interest of the Company considering the operational and working capital requirements.
Comments of the auditors, if any	Subsequent to the reporting date, the shareholders of the Company at the Extraordinary General Meeting held on March 30, 2026 approved variation in utilisation of IPO proceeds in accordance with the Companies Act, 2013 and SEBI regulations. Out of the unutilised IPO proceeds of ₹5.05 crore, ₹1.16 crore originally earmarked towards repayment/prepayment of borrowings and issue-related expenses was reallocated towards working capital requirements.



Objects for which funds have been raised and where there has been a deviation, in the following table

Original Object	Modified Object, if any	Original Allocation(Rs .in Lakhs)	Modified allocation, if any	Funds Utilized (Rs. in Lakhs)	Unutilized amount (Amount in Lakhs)	Amount of Deviation/ Variation for the quarter according to applicable object	Remarks, if any
Funding capital expenditure requirements of our company towards purchasing office, interior work and refurbishment		1,148.58	-	1,120.30	28.28		The Company has deployed Rs. 11.20 crore towards capital expenditure as on March 31, 2026. The balance Rs.0.28 crore will be utilized for pending interior work as per the agreed contractor terms.
To meet working capital requirements of the company		729.42	844.99	375.00	469.99	115.57	The allocation for working capital requirements has been revised during the quarter, resulting in an increase of Rs. 11.56 crore over the original allocation. Funds utilized and unutilized as on the reporting date are Rs. 37.50 crore and Rs. 47.00 crore respectively. The said variation is in accordance with the revised allocation framework approved by the management/Board, as applicable.
Repayment/prepayment of certain borrowings availed by our company		1,100.00	1,072.40	1,072.40	-	-27.60	No Due Certificates have been obtained. The residual balance of Rs. 0.28 crore will be utilized as



							working capital, and as The Company has taken the approval of the members in the EGM held on 30th March 2026 for the same.
General corporate purpose		559.02	-	559.02		-	
Issue Proceeds		484.46	396.49	396.49	-	-87.97	The Company has taken the approval of the members in the EGM held on 30th March 2026 to use this funds as working capital, as the issue expenses have been reduced.
Total		4,021.48	2,313.88	3,523.21	498.27	0.00	

Deviation or variation could mean:

- Deviation in the objects or purposes for which the funds have been raised or
- Deviation in the amount of funds actually utilized as against what was originally disclosed or
- Change in terms of a contract referred to in the fund-raising document i.e. prospectus, letter of offer, etc



Objects for which funds have been raised and where there has been a deviation, in the following table

Original Object	Modified Object, if any	Original Allocation(Rs.in Lakhs)	Modified allocation, if any	Funds Utilized(Rs. in Lakhs)	Unutilized amount (Amount in Lakhs)	Amount of Deviation/ Variation for the quarter according to applicable object	Remarks, if any
Funding capital expenditure requirements of our company towards purchasing office, interior work and refurbishment	NA	1,148.58	-	1,120.30	28.28		The Company has deployed Rs. 11.20 crore towards capital expenditure as on March 31, 2026. The balance Rs.0.28 crore will be utilized for pending interior work as per the agreed contractor terms.
To meet working capital requirements of the company	Yes	729.42	844.99	375.00	469.99	115.57	The allocation for working capital requirements has been revised during the quarter, resulting in an increase of Rs. 11.56 Lakhs over the original allocation. Funds utilized and unutilized as on the reporting date are Rs. 37.50 Lakhs and Rs. 47.00 Lakhs respectively. The said variation is in accordance with the revised allocation framework approved by the management/Board, as applicable.
Repayment/prepayment of certain borrowings availed by our company	Part of Repayment/prepayment of certain borrowings availed	1,100.00	1,072.40	1,072.40	-	27.60	No Due Certificates have been obtained. The residual balance of Rs. 0.28 crore will be utilized as working capital,



	by our company add in to Working capital						and as The Company has taken the approval of the members in the EGM held on 30th March 2026 for the same.
General corporate purpose		559.02	-	559.02		-	
Issue Proceeds	Part of Issue Proceeds add in to Working capital	484.46	396.49	396.49	-	87.97	The Company has taken the approval of the members in the EGM held on 30th March 2026 to use this funds as working capital, as the issue expenses have been reduced.
Total		4,021.48	2,313.88	3,523.21	498.27	0.00	

