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INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF BHARAT GEARS LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **BHARAT GEARS LIMITED** ("the Company"), for the quarter ended 30 June, 2026 ("the Statement"), 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").

2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

4. We draw attention to Note 9 to the Statement, regarding concerns shared by the erstwhile Joint Managing Director regarding certain practices by the Chairman and Managing Director of the Company. Pursuant to the concerns raised, the Audit Committee has engaged an independent external agency to carry out an impact assessment for the same. As on the date of this report, the impact assessment is ongoing. Consequently, we are unable to determine the effect, if any, that this matter may have on the accompanying Statement for the quarter ended 30 June, 2026.

5. Based on our review conducted as stated in paragraph 3 above, except for the effects / possible effects of the matter described in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement, has not been prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

SAMPADA NARVANKAR
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Date: 2026.08.03 16:31:29 +05'30'

Sampada S Narvankar
(Partner)
(Membership No. 102911)
UDIN: 26102911LXCJNV8790

Delhi, 03 August, 2026

BHARAT GEARS LIMITED
CIN: L29130HR1971PLC034365
Registered Office: 20 K. M. Mathura Road, P. O. Amar Nagar, Faridabad - 121003 (Haryana)

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE, 2026

(₹ in lakhs)

	Particulars	Quarter ended			Previous year ended
		30.06.2026	31.03.2026	30.06.2025	31.03.2026
		(Unaudited)	(Unaudited) Refer Note 6	(Unaudited)	(Audited)
1	Revenue from operations	**21564.94**	21028.80	17979.79	78417.48
2	Other income	**40.64**	213.52	177.67	632.75
3	**Total income (1+2)**	**21605.58**	21242.32	18157.46	79050.23
4	**Expenses**				
	(a) Cost of materials and components consumed	**11205.51**	10658.45	9787.63	41230.35
	(b) Changes in inventories of finished goods and work-in-progress	**27.82**	483.28	(48.49)	132.14
	(c) Employee benefits expense (Refer note 4 & 5)	**3653.33**	3470.23	3050.07	13154.19
	(d) Finance costs	**324.88**	339.32	365.52	1400.41
	(e) Depreciation and amortisation expense	**508.22**	531.18	575.40	2257.03
	(f) Other expenses	**5865.89**	5076.20	4206.92	18674.23
	Total expenses	**21585.65**	20558.66	17937.05	76848.35
5	**Profit/(Loss) before tax (3-4)**	**19.93**	683.66	220.41	2201.88
6	**Tax expense**				
	(a) Current tax expense/(credit)	**11.14**	205.10	45.43	522.17
	(b) Deferred tax charge/(credit)	**(6.09)**	(28.16)	10.34	29.30
	Total tax expense	**5.05**	176.94	55.77	551.47
7	**Profit/(Loss) for the period (5-6)**	**14.88**	506.72	164.64	1650.41
8	**Other comprehensive income/(loss)**				
	Items that will not be reclassified to profit or loss				
	- Re-measurement gain/(loss) on defined benefits obligations	**(2.23)**	211.23	11.63	240.01
	- Income tax effect	**0.56**	(53.18)	(2.93)	(60.41)
	Other comprehensive income/(loss) for the period (net of tax)	**(1.67)**	158.05	8.70	179.60
9	**Total comprehensive income/(loss) for the period (7+8)**	**13.21**	664.77	173.34	1830.01
10	Paid-up equity share capital (Face value ₹ 10/- per share)	**1535.51**	1535.51	1535.51	1535.51
11	Other equity				11583.40
12	Earnings per share [face value of ₹ 10 /- each (* not annualised)] Basic and diluted (₹)	***0.10**	*3.30	*1.07	10.75

BHARAT GEARS LIMITED ★ FARIDABAD ★

BHARAT GEARS LIMITED
CIN: L29130HR1971PLC034365
Registered Office: 20 K. M. Mathura Road, P. O. Amar Nagar, Faridabad - 121003 (Haryana)

Notes:

1. The above Unaudited Financial Results have been reviewed and recommended by the Audit Committee and have been approved by the Board of Directors at their respective meeting held on 03 August, 2026.

2. The statutory auditors of the Company have carried out limited review of the aforesaid Unaudited Financial Results.

3. The Company is primarily engaged in the Automotive Gears business and all other activities revolving around the same. As such, there is no other separate reportable segment as defined by Indian Accounting Standard 108 - "Operating Segments".

4. Employee benefits expense for the quarter ended 30 June, 2026 includes remuneration payable to the Executive Director-Operations of ₹ 11 lakhs as approved by the Board of Directors on 30 May, 2026, in accordance with Section II of Part II of Schedule V to the Companies Act, 2013, and is subject to approval of the Shareholders in the Annual General Meeting to be held on 13 August, 2026.

5. The Government of India notified the four Labour Codes which are effective from 21 November, 2025. The Company had assessed the incremental impact of the changes on the basis of best information available, consistent with the guidance provided by Institute of Chartered Accountants of India. The incremental impact of these changes is not material and has been recognized during the year ended 31 March, 2026.

6. The figures of the quarter ended 31 March, 2026 are the balancing figures between audited figures in respect of the full financial year and the unaudited published year-to-date figures upto 31 December, 2025, which were subjected to limited review by the statutory auditors.

7. During the year ended 31 March 2026, the Company received a letter from a fictitious person and a complaint from an investor and shareholder raising concerns regarding the citizenship status of Mr. Surinder Paul Kanwar, Chairman and Managing Director (CMD) of the Company. The Board of Directors, at its meeting held on 23 January, 2026, based on a comprehensive independent legal opinion obtained by the Company, concluded that pending any final direction, order, or outcome issued by the Central Government, the citizenship status of Mr. Surinder Paul Kanwar continues to remain unchanged, and he shall continue to discharge his responsibilities as Chairman and Managing Director of the Company.

   Subsequent to the year ended 31 March, 2026, CMD had received a communication from the Regional Passport Office regarding the revocation of his passport, against which he filed an appeal with the competent authority. CMD has informed the Company that the said appeal has been disposed of without providing him any opportunity of representing his case. Accordingly, he is in the process of taking appropriate steps for filing a rectification/clarificatory/appropriate application viz. the said order.

8. The Board of Directors have recommended a dividend of ₹ 1/- per share on equity shares of ₹ 10/- each of the Company (10%) at their meeting held on 30 May, 2026, subject to the approval of shareholders at the ensuing Annual General Meeting.

9. During the quarter ended 30 June, 2026, the erstwhile Joint Managing Director (JMD) of the Company, has shared certain concerns regarding specific practices by the Chairman and Managing Director of the Company. These concerns pertain to the period when the JMD himself was in office. The Audit Committee of the Company in its meeting held on 15 June, 2026 has appointed an external agency to carry out an impact assessment for the alleged concerns raised, which is under progress.

For and on behalf of the Board of Directors

SURINDER PAUL KANWAR
Chairman & Managing Director
DIN: 00033524

Place: Delhi
Date: 03 August, 2026

BHARAT GEARS LIMITED
FARIDABAD