Gabriel Europe Engineering Centre

Financial Statements

For the year ended 31 March 2026

(with comparative figures for the year ended 31 March 2025)

Entity Information	
Entity name	Gabriel Europe Engineering Centre
Legal form	Belgian establishment
Parent company	Gabriel India Limited
Principal activity	Engineering services on cost-plus basis
Registered office	Belgium
Reporting currency	EUR (€)
Period covered	FY 2025-26 (1 April 2025 - 31 March 2026)
Comparative period	FY 2024-25 (1 April 2024 - 31 March 2025)
Reporting framework	Belgian GAAP

Statement of Financial Position

Gabriel Europe Engineering Centre · As at 31 March

All amounts in EUR (€), unless otherwise stated

Description	Note	31/03/2026	31/03/2025
Tangible fixed assets	*3*	**2,05,389.33**	**2,65,449.67**
Office equipment		13,071.69	8,751.28
Depreciation - office equipment		(4,008.48)	(1,540.86)
Rolling stock		69,832.99	69,832.99
Depreciation - rolling stock		(32,741.37)	(18,774.77)
Other tangible fixed assets		1,16,789.31	1,16,789.31
Depreciation - other tangible		(17,909.81)	(6,140.78)
Fixed assets under construction		60,355.00	96,532.50
Receivables ≤ 1 year	*4*	**34,200.22**	**73,392.15**
Trade receivables (customers)		(1,66,155.67)	(27,648.85)
Credit notes to receive		-	27,072.50
VAT recoverable		1,97,475.81	73,707.36
VAT recoverable — revision		-	261.14
VAT recoverable — foreign		2,880.08	-
Cash and cash equivalents	*5*	**93,469.41**	**81,727.02**
Citi Bank (-17)		93,469.41	81,727.02
Accruals and deferred charges		**14,585.20**	**5,694.57**
Deferred charges		14,585.20	5,694.57
TOTAL ASSETS		**3,47,644.16**	**4,26,263.41**
Outside capital contribution	*6*	**5,000.00**	**5,000.00**
Available contribution outside capital		5,000.00	5,000.00
Reserves	*6*	**64,766.06**	**64,766.06**
Available reserves		64,766.06	64,766.06
Result carried forward	*6*	**(1,18,066.34)**	**(1,18,066.34)**
Loss carried forward (–)		(1,18,066.34)	(1,18,066.34)
Capital subsidies		–	–
Advance distribution net assets		–	–
Short-term Liability	*7*	**2,91,785.58**	**4,74,563.69**
Trade payables (suppliers)		1,45,643.73	1,54,881.45
Credit notes to issue		-	2,00,341.95

Withholding tax payable		9,698.28	6,266.66
Social security (NSSO) payable		8,203.85	5,605.37
Salaries payable		-	-
Provision year-end bonus		3,102.59	1,958.21
Provision holiday pay		23,405.70	3,778.62
Advances received on orders		16,913.98	16,913.98
Current account - Gabriel India Ltd		84,817.45	84,817.45
Accruals and deferred income	*8*	**1,05,194.34**	**-**
Costs to accrue		1,05,194.34	-
Result to be processed (Current year loss)		**(1,035.48)**	**-**
TOTAL EQUITY AND LIABILITIES		**3,47,644.16**	**4,26,263.41**

Notes referenced in the 'Note' column form an integral part of these financial statements.

Statement of Profit & Loss

Gabriel Europe Engineering Centre · For the year ended 31 March

All amounts in EUR (€), unless otherwise stated

Description	Note	FY 2025-26	FY 2024-25
		01/04/2025 – 31/03/2026	*01/04/2024 – 31/03/2025*
Revenue (sale of services)	*10*	17,46,419.37	11,34,317.02
Trade goods, raw & auxiliary materials		-	-
Gross result		**17,46,419.37**	**11,34,317.02**
Other operating income		104.41	22.48
Services and miscellaneous goods	*11*	(13,89,934.08)	(10,63,200.30)
Wages, social charges and pensions	*12*	(1,57,280.48)	(29,513.30)
Depreciation and write-downs	*13*	(28,203.25)	(21,273.70)
Other operating charges	*14*	(1,68,520.43)	(1,36,455.64)
Operating result (EBIT)		**2,585.54**	**(1,16,103.44)**
Financial income		4.27	0.16
Exceptional income (write-back)		-	967.21
Financial charges	*15*	(3,625.29)	(3,251.15)
Exceptional charges		-	-
Result before taxes		**(1,035.48)**	**(1,18,387.22)**
Taxes on result		-	320.88
RESULT FOR THE PERIOD		**(1,035.48)**	**(1,18,066.34)**

Notes to the Financial Statements

For the year ended 31 March 2026 · Comparatives 31 March 2025

Note 1. General information

Gabriel Europe Engineering Centre ('the Company' or 'GEEC') is a Belgian establishment that provides engineering and technical services to its parent company, Gabriel India Limited ('the Parent'). The Company operates as a captive engineering services centre, performing design, engineering and related support activities for the Parent.

The financial year of the Company runs from 1 April to 31 March. These financial statements cover the year ended 31 March 2026 ('FY 2025-26'), with comparative information for the year ended 31 March 2025 ('FY 2024-25').

Note 2. Significant accounting policies

2.1 Basis of preparation

These financial statements have been prepared in accordance with Belgian Generally Accepted Accounting Principles (Belgian GAAP), under the historical cost convention. They are presented in euro (€), which is the Company's functional currency, and on a going-concern basis.

2.2 Tangible fixed assets

Tangible fixed assets are stated at acquisition cost less accumulated depreciation. Depreciation is calculated on a straight-line basis over the estimated useful life of each asset, starting from the month of capitalisation. Useful lives applied are:

- Office equipment, fixtures and fittings: 5 years (3 years for laptops and IT hardware)
- Vehicles (rolling stock): 5 years
- Other tangible assets including office fit-out works: 10 years

Assets in the course of construction are carried at cost and are not depreciated until they are brought into use. See Note 3 and Schedule S1.

2.3 Receivables

Trade receivables and other receivables are recognised at nominal value. A write-down is recorded if recovery is uncertain. As at 31 March 2026, no impairment was deemed necessary.

2.4 Foreign currency transactions

Transactions denominated in currencies other than the euro are translated at the rate prevailing on the transaction date. Monetary assets and liabilities denominated in foreign currencies at year-end are translated at the closing rate, with resulting differences recognised in the income statement.

2.5 Revenue recognition

Revenue from services rendered to the Parent is recognised on a cost-plus basis. Total operating expenses (excluding Indian withholding tax) form the cost base, to which a 10.85% mark-up is applied as the agreed transfer-pricing remuneration. Revenue is invoiced on a monthly basis. See Note 10 and Schedule S2.

2.6 Provisions for employee benefits

Provisions are recognised for the estimated cost of holiday pay and end-of-year bonuses accrued at the reporting date. The provisions are calculated based on amounts that the Company is obliged to pay under Belgian employment law and applicable joint-committee agreements.

2.7 Taxes

Income tax expense comprises Belgian corporate income tax and Indian withholding tax (TDS) deducted by the Parent on service-fee remittances. Indian withholding tax is presented as an operating cost (account 640900) and is excluded from the cost base used to compute the transfer pricing mark-up. See Note 14.

Note 3. Tangible fixed assets

Movements in tangible fixed assets during the year are summarised below. Refer to Schedule S1 for the asset-by-asset detail and reconciliation to the trial balance.

Net book value reconciliation

	FY 2025-26	FY 2024-25
Gross book value (cost)	2,60,048.99	2,91,906.08

Less: accumulated depreciation	(54,659.66)	(26,456.41)
Net book value	**2,05,389.33**	**2,65,449.67**

Depreciation charge for the year is recognised in the income statement under 'Depreciation and write-downs'. The Company's depreciation policy is set out in Note 2.2. Fixed assets under construction of €60,355 at 31 March 2026 (€96,533 at 31 March 2025) represent ongoing capitalisable expenditure not yet placed into service; no depreciation has been charged on this balance.

Note 4. Receivables (within one year)

Receivables within one year comprise the following amounts:

	FY 2025-26	FY 2024-25
Trade receivables (customers)	(1,66,155.67)	(27,648.85)
Credit notes to receive	-	27,072.50
VAT recoverable - domestic	1,97,475.81	73,707.36
VAT recoverable - revision	-	261.14
VAT recoverable - foreign	2,880.08	-
Total	**34,200.22**	**73,392.15**

The trade receivables balance is negative at 31 March 2026 because amounts invoiced to the Parent during March 2026 have already been settled, while certain credit notes/refunds remain to be issued. The VAT recoverable balance includes the cumulative VAT input claim, which is settled with the Belgian VAT authorities via periodic returns.

Note 5. Cash and cash equivalents

The Company holds a single bank account with Citibank Belgium. The closing balance is set out below.

	FY 2025-26	FY 2024-25
Citi Bank (account -17)	93,469.41	81,727.02
Total cash and cash equivalents	**93,469.41**	**81,727.02**

Note 6. Equity

The composition of equity is shown below. The Company has no issued share capital - its establishment in Belgium is funded through outside-capital contributions from the Parent.

	FY 2025-26	FY 2024-25
Outside-capital contribution	5,000.00	5,000.00
Available reserves	64,766.06	64,766.06
Loss carried forward	(1,18,066.34)	(1,18,066.34)
Result for the period	(1,035.48)	(1,18,066.34)
Total equity (net)	**(49,335.76)**	**(1,66,366.62)**

Note: For Belgian statutory presentation, the result for the period of FY 2024-25 (a loss of €118,066) was transferred at year-end to 'Loss carried forward' (account 141000) via appropriation account. The result for FY 2025-26 (a loss of €1,035) has not yet been appropriated and is presented as 'Result to be processed' on the face of the balance sheet.

Note 7. Short-term Liability

Short-term Liability consist of trade payables, tax and social-security obligations, employee provisions, advances received from customers, and the inter-company current account with the Parent.

	FY 2025-26	FY 2024-25
Trade payables (suppliers)	1,45,643.73	1,54,881.45
Credit notes to issue	-	2,00,341.95
Withholding tax payable	9,698.28	6,266.66
Social security (NSSO) payable	8,203.85	5,605.37
Provision year-end bonus	3,102.59	1,958.21
Provision holiday pay	23,405.70	3,778.62
Advances received on orders	16,913.98	16,913.98
Current account — Gabriel India Ltd	84,817.45	84,817.45
Total short-term Liability	**2,91,785.58**	**4,74,563.69**

Note 8. Accruals and deferred income

This mainly comprises accrued operating costs for invoices expected to be received after year-end relating to services delivered before 31 March, as well as the year-end VAT clearing positions.

	FY 2025-26	FY 2024-25
Costs to accrue	1,05,194.34	-
Total	**1,05,194.34**	**-**

Note 9. Related party transactions

The Company is wholly economically dependent on its Parent, Gabriel India Limited. All operating revenue is derived from services rendered to the Parent. The transfer-pricing policy applied is a 'cost-plus 10.85%' mark-up on the qualifying cost base.

Related party transactions during the year

	FY 2025-26	FY 2024-25
Service revenue invoiced to Parent	17,46,419.37	11,34,317.02

Note 10. Revenue

All revenue arises from engineering services rendered to the Parent under the cost-plus transfer-pricing arrangement. The mark-up is applied to the operating cost base excluding Indian withholding tax. Refer to Schedule S6 for the period-by-period computation and reconciliation to invoiced revenue.

	FY 2025-26	FY 2024-25
Sale of services	17,46,419.37	11,34,317.02
Total revenue	**17,46,419.37**	**11,34,317.02**

Note 11. Services and miscellaneous goods

This caption comprises external services consumed in delivering engineering services to the Parent. The largest sub-component is 'Various fees', which represents fees for engineering subcontractors and consultants.

	FY 2025-26	FY 2024-25
Various fees - engineering subcontractors	11,23,365.71	8,68,942.49
Building rent and equipment rent	34,001.30	43,704.31
Small equipment and IT supplies	72,228.46	36,386.97
Maintenance and repairs	-	53,069.38
Professional fees	49,846.48	22,050.70
Insurance	3,093.42	2,434.69
Travel, transport, hotels	99,536.54	32,292.40
Other	7,862.17	4,319.36
Total services and miscellaneous goods	**13,89,934.08**	**10,63,200.30**

Note 12. Wages, social charges and pensions

Personnel costs comprise direct salary expense, employer social-security contributions, year-end bonus and holiday-pay accruals, and accident insurance. Targeted-group reductions (NSSO discounts) reduce the gross social-security charge.

	FY 2025-26	FY 2024-25
Salaries	1,07,841.04	20,761.66
Year-end bonus	8,014.82	-
Social security - gross	29,540.14	5,290.06
Target-group reduction NSSO	(12,400.00)	(2,553.16)

Funds for subsistence security	2,387.61	-
Insurance for accidents at work	1,125.43	277.91
Holiday-pay provision movement	19,627.06	3,778.62
Year-end-bonus provision movement	1,144.38	1,958.21
Total personnel costs	**1,57,280.48**	**29,513.30**

Note 13. Depreciation and write-downs

Depreciation expense recognised during the year by class of asset:

	FY 2025-26	FY 2024-25
Office equipment	2,467.62	1,295.32
Rolling stock	13,966.60	13,966.60
Other tangible	11,769.03	6,011.78
Total depreciation	**28,203.25**	**21,273.70**

Note 14. Other operating charges

Other operating charges are dominated by Indian withholding tax (TDS) deducted by the Parent at source on service-fee remittances. This withholding represents an irrecoverable operating cost for the Belgian establishment under the prevailing tax treaty position. It is excluded from the cost base for computing the cost-plus mark-up

	FY 2025-26	FY 2024-25
Local / municipal taxes	62.00	199.50
Registration rights and legal publications	-	75.00
Indian withholding tax	1,68,458.43	1,36,181.14
Total other operating charges	**1,68,520.43**	**1,36,455.64**

Note 15. Financial result

The financial result comprises bank charges, interest on overdue tax payments, small foreign-exchange differences, and minor financial income.

	FY 2025-26	FY 2024-25
Financial income - FX differences	4.27	0.16
Exceptional income : write-back	-	967.21
Bank charges	(2,792.96)	(2,159.71)
Interest on arrears	(413.36)	(550.09)
Negative FX differences and payment differences	(418.97)	(541.35)
Net financial / exceptional result	**(3,621.02)**	**(2,283.78)**

Schedule S1 - Tangible Fixed Assets

Movement schedule for the year ended 31 March 2026

All amounts in EUR (€), unless otherwise stated

1. Movement summary by asset class

Asset class	Cost 01.04.2025	Additions FY26	Disposals / Transfers	Cost 31.03.2026	Acc. dep. 31.03.2026	Net book value 31.03.2026
Office equipment	8,751.28	4,320.41	-	13,071.69	(4,008.48)	9,063.21
Rolling stock	69,832.99	-	-	69,832.99	(32,741.37)	37,091.62
Other tangible fixed assets	1,16,789.31	-	-	1,16,789.31	(17,909.81)	98,879.50
Fixed assets under construction	96,532.50	1,900.00	(38,077.50)	60,355.00	-	60,355.00
Total tangible fixed assets	**2,91,906.08**	**6,220.41**	**(38,077.50)**	**2,60,048.99**	**(54,659.66)**	**2,05,389.33**

Section 2. Accumulated depreciation movement

Asset class	Acc. dep. 01.04.2025	Charge for FY26	Disposals / Releases	Acc. dep. 31.03.2026
Office equipment	(1,540.86)	(2,467.62)	-	(4,008.48)
Rolling stock	(18,774.77)	(13,966.60)	-	(32,741.37)
Other tangible fixed assets	(6,140.78)	(11,769.03)	-	(17,909.81)
Total accumulated depreciation	**(26,456.41)**	**(28,203.25)**	**-**	**(54,659.66)**

Schedule S2 - Revenue and Transfer-Pricing computation

Cost-plus 10.85% mark-up · Indian withholding tax excluded from cost base

All amounts in EUR (€), unless otherwise stated

Period-by-period mark-up computation (FY 2025-26)

Description	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Annual
OPEX excl. Indian WHT	1,59,653.50	97,267.44	1,05,467.41	91,970.84	1,47,973.51	1,26,902.29	1,46,372.38	1,05,611.08	1,77,872.87	1,31,855.49	1,37,283.93	1,47,249.07	15,75,479.81
Mark-up @ 10.85%	17,322.40	10,553.52	11,443.21	9,978.84	16,055.13	13,768.90	15,881.40	11,458.80	19,299.21	14,306.32	14,895.31	15,976.52	1,70,939.56
Revenue computed (OPEX × 1.1085)	**1,76,975.90**	**1,07,820.96**	**1,16,910.62**	**1,01,949.68**	**1,64,028.64**	**1,40,671.19**	**1,62,253.78**	**1,17,069.88**	**1,97,172.08**	**1,46,161.81**	**1,52,179.24**	**1,63,225.59**	**17,46,419.37**