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**GARG
FURNACE LTD.**

Date: 19.02.2026

To

BSE Limited

**Phiroze Jeejeebhoy Towers,
Dalal Street
Mumbai-400001**

Subject: Press Release relating to financial performance of the Company for the Q3 FY26

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Pursuant to the provisions of Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed Press Release being issued by the Company for dissemination to the investors and public.

The same is for your information and record please.

Thanks and Regards

For Garg Furnace Limited

Devinder Garg

Managing Director

DIN: 01665456

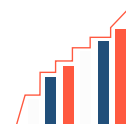
Garg Furnace Reports Strong Q3 FY26 Performance

Profit Growth, Margin Expansion and Alloy-Led Strategy Drive One of the Strongest Operational Quarters

Ludhiana, India – Garg Furnace Limited announced its financial results for the quarter and nine months ended December 31, 2025, reporting a strong operational performance driven by robust revenue growth, improved profitability, stable margins, and a continued shift toward higher-value alloy steel products.

Despite softer steel prices, the Company increased volumes, improved realizations through enhanced product quality, and maintained disciplined cost control, reflecting the strength of its operational systems and strategy.

Financial Highlights (Standalone)



Quarter Ended December 31, 2025 (Q3 FY26)

Revenue from Operations : ₹ 9,239.14 lakh

Total Income : ₹ 9,249.98 lakh

EBITDA : ₹ 414.50 lakh

EBITDA Margin : ~4.5%

Profit Before Tax (PBT) : ₹ 367.82 lakh

PBT Margin : ~4.0%

Profit After Tax (PAT) : ₹ 367.82 lakh

Earnings Per Share (EPS) : ₹ 6.01

Revenue increased by ~52.7% QoQ

Profit After Tax increased by ~36.3% QoQ

The quarter reflects improved product mix, stronger alloy realizations, sequential growth in volumes, and operational efficiencies achieved through structured internal optimization.

Management Commentary

Mr. Toshak Garg, Managing Director, Garg Furnace Limited, stated:

“Our performance this quarter reflects the strength of our internal systems, disciplined execution, and our commitment to consistent improvement. At Garg Furnace, we believe in building success the way the Japanese perfected it — through continuous improvement, process discipline, and respect for systems. We are consistently doing the right work, the right way, every single day.”

“Better efficiency leads to better quality, and better quality commands better pricing. Our focus on consistent metallurgical standards and process control has allowed us to achieve improved selling prices while strengthening customer trust.”

Key Operational Drivers of Performance

MS Rounds – Volume Growth Despite Market Price Corrections

While the broader steel industry faced price pressure, Garg Furnace delivered consistent quarter-on-quarter growth in MS round volumes.

The consistent increase reflects:

Improved
metallurgical
consistency

Higher
repeat
orders

Reduced
rejection
rates

Stronger
plant
utilization

Increased
alloy steel
proportion
in product
mix

The upgraded quality standards in MS rounds allowed the Company to safeguard performance even during softer pricing cycles.

Focus on Quality Over Commodity

Rather than competing purely on price, Garg Furnace strategically prioritized value creation.

Key initiatives included:

Prioritizing premium alloy grades

Enhancing internal chemistry balancing

Strengthening positioning in higher-quality MS rounds

Targeting customers demanding consistency and reliability

The Company's operational discipline ensured margin resilience even amid raw material volatility.

Ongoing Expansion

The Company's subsidiary, Vaneera Industries Ltd., is setting up a new alloy steel facility that will significantly enhance the product mix and long-term profitability.

The expansion will provide access to:

- Advanced metallurgy (LRF, EMS, VD)
- Premium alloy steel grades
- Automotive, engineering, and defense-focused customers

Scale alloy
steel
volumes

Increase
share
of
value-added
grades

Focus on
margin-led
growth rather
than volume
chasing

Strengthen
internal
systems and
process
discipline

Drive
long-term
shareholder
value

For further information, please contact:

Garg Furnace Limited
Ludhiana