

AARTECH SOLONICS LIMITED

CONSOLIDATED FINANCIAL STATEMENT

APRIL - SEPTEMBER

(FOR THE HALF YEAR ENDING SEPTEMBER 30, 2021)

Registered Office:
E-2/57, "Ashirvad"
Arera Colony
Bhopal – 462016
Madhya Pradesh

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Website: www.aartechsolonics.com

Auditors:
S. Ramanand Aiyar & Co.
Chartered Accountants
51, Ratan Lok Colony
Scheme No. 53,
Vijay Nagar, Indore
E-Mail: indore@sraco.in

S. Ramanand Aiyar & Co.

CHARTERED ACCOUNTANTS

51, Ratna lok Colony, Scheme No. 53, Vijay Nagar, INDORE- 452011 (M.P.)
Tel: 0731-4066810, E-mail : indore@sraco.in, www.sraco.in

INDEPENDENT AUDITORS' REPORT

To the Members of **AARTECH SOLONICS LIMITED**

Report on Consolidated Financial Statements

We have audited the accompanying Consolidated Financial Statements of **AARTECH SOLONICS LIMITED** (herein referred to as the holding company), its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") comprising of the Consolidated Balance Sheet as at September 30, 2021, the consolidated statement of Profit and Loss Account and the consolidated Cash Flow Statement for the half year ended on that date annexed thereto and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board Of Directors is responsible for the preparation of these Consolidated Financial Statements in terms of the requirement the Companies Act, 2013 ("the Act") that give a true and fair view of the Consolidated Financial Position, Consolidated Financial Performance and Consolidated Cash Flows of the Company in accordance with accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standard) Rules, 2015, as amended.

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; the 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 Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Auditor's Responsibility

Our responsibility is to express an opinion on these Consolidated Financial Statements based on our audit. While conducting our audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act.



Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Consolidated Financial Statements are free from material misstatement. Further to our comments in the Annexure referred to in paragraph 3 above, we report that:

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Consolidated Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the Consolidated Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the Consolidated Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the Consolidated Financial Statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Financial statements.

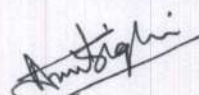
Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Consolidated Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the Consolidated State of Affairs of the Group as at September 30, 2021, its Consolidated Profit, and its Consolidated Cash Flows for the half year ended on that date.

For **S. Ramanand Aiyar & Co.**

Chartered Accountants

FRN - 000990N



CA Amit Singhvi

Partner

(Membership No.: 129331)

Place: Bhopal

Date: November 10, 2021

UDIN: 21129331AAAANC6526



AARTECH SOLONICS LIMITED

Consolidated Balance Sheet as at September 30, 2021

Particulars	Notes	As at	
		30th September 2021	31st March 2021
EQUITY & LIABILITIES			
Shareholders' Funds			
Share capital	2	7,06,00,940	7,06,00,940
Reserves & Surplus	3	16,81,88,750	17,94,03,398
Minority Interest	4	-10,62,632	-7,48,892
Non Current Liabilities			
Long term Borrowings	5	-	23,11,769
Deferred Tax Liabilities (Net)	6	14,09,563	12,88,847
Capital Grant	7	44,10,239	26,28,239
Current Liabilities			
Short Term Borrowings	8	1,55,83,111	87,55,427
Trade Payables	9	1,17,25,857	1,40,40,738
Other Current Liabilities	10	13,67,187	8,95,980
Short Term Provisions	11	29,41,294	73,47,651
TOTAL		27,51,64,309	28,65,24,097
ASSETS			
Non-Current Assets			
Fixed Assets			
- Tangible Assets	12	3,75,83,947	3,69,92,352
- Intangible Assets			
- Capital Work-in-Progress			
Non-Current Investments	13	1,59,77,029	1,59,77,029
Long Term Loans and Advances	14	6,42,90,619	5,95,75,688
Other Non Current Assets			
Current Assets			
Current Investments	15	5,13,06,139	6,32,80,821
Inventories	16	3,12,41,692	2,17,13,304
Trade Receivables	17	4,82,66,488	6,38,82,762
Cash and Cash Equivalent	18	82,43,003	1,04,77,816
Short Term Loans and Advances	19	87,81,603	88,86,971
Other Current Assets	20	94,73,789	57,37,354
		27,51,64,309	28,65,24,097

Significant accounting policies and notes to financial statements are given in note 1 to 29

The accompanying notes are integral part of the Financial Statements

Signed in terms of our report of even date

For S. Ramanand Aiyer & Co.
Chartered Accountants

For and on behalf of the Board of Directors


CA Amit Singhvi
Partner
(Membership No. 129331)
UDIN: 21129331AAAANC6526
Place : Bhopal
Date : November 10, 2021


Amit A. Raje
Chairman & Managing Director


Arati Nath
Chief Executive Officer


Pradeep Narkhede
Chief Financial Officer


K.R. Tanuj Reddy
Company Secretary



AARTECH SOLONICS LIMITED**Consolidated Statement of Profit and Loss for the Half Year ended September 30, 2021**

	Notes	For half year ended 30th September 2021	For half year ended 31st March 2021
REVENUES			
Revenue from operations	21	3,14,37,163	6,28,70,194
Other income	22	77,96,413	42,67,150
TOTAL REVENUE		3,92,33,576	6,71,37,344
EXPENDITURES			
Cost of materials consumed	23	3,52,31,125	3,58,10,767
Change in inventories of finished goods and work in process	24	-1,00,05,997	-8,19,269
Employee benefit expenses	25	1,24,18,433	1,54,33,239
Finance costs	26	8,67,714	10,34,943
Depreciation and amortization expenses	27	17,61,486	18,65,476
Other expenses	28	1,03,68,487	1,09,21,487
TOTAL EXPENSES		5,06,41,248	6,42,46,643
Profit before exceptional and extraordinary items and tax		-1,14,07,672	28,90,701
Exceptional Items			
Profit before extraordinary items and tax		-1,14,07,672	28,90,701
Extraordinary Items			
Profit before tax		-1,14,07,672	28,90,701
Tax Expense			
Current Tax			
Deferred Tax	29	-	17,50,487
Profit for the year		-1,15,28,388	8,66,732
Earnings per equity share (Par value of ` 10 each)			
Basic (`)		-1.59	0.71
Diluted (`)		-1.59	0.71

Significant accounting policies and notes to financial statements are given in note 1 to 29

The accompanying notes are integral part of the Financial Statements

Signed in terms of our report of even date

For S. Ramanand Aiyer & Co.

Chartered Accountants




CA Amit Singhvi

Partner


(Membership No. 129331)


UDIN: 21129331AAAANC6526


Place : Bhopal


Date : November 10, 2021

For and on behalf of the Board of Directors


Amit A. Raje
Chairman & Managing Director


Arati Nath
Chief Executive Officer


Pradeep Narkhede
Chief Financial Officer


K.R. Tanuj Reddy
Company Secretary



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 CORPORATE INFORMATION

The Consolidated Financial Statements comprise financial statements of "Aartech Solonics Limited" ("the Holding Company") and its subsidiaries "AIC- Aartech Solonics Private Limited & Faradigm Ultracapacitors Private Limited (collectively referred to as "the Group") for the half year ended 30th September 2021. AIC-Aartech Solonics Private Limited & Faradigm Ultracapacitors Private Limited is wholly owned subsidiaries of Aartech Solonics Limited.

1.2 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The Consolidated Financial Statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Consolidated Financial Statements have been prepared to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended and as applicable from time to time) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on an accrual basis and under the historical cost convention on Going Concern basis.

The accounting policies and estimates adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below (if any).

1.3 PRINCIPLES OF CONSOLIDATION

- 1.1.1. The financial statements of the Holding Company and its subsidiaries are combined on a line by line basis by adding together like items of assets, liabilities, equity, incomes, expenses and cash flows, after fully eliminating intra-group balances and intra-group transactions.
- 1.1.2. Profits or losses resulting from intra-group transactions that are recognised in assets, such as Inventory and Property, Plant and Equipment, are eliminated in full.
- 1.1.3. The Consolidated Financial Statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances.
- 1.1.4. The carrying amount of the parent's investment in each subsidiary is offset (eliminated) against the parent's portion of equity in each subsidiary.
- 1.1.5. Minority Interest's share of profit / loss of consolidated subsidiaries for the year is identified and adjusted against the income of the Group in order to arrive at the net income attributable to shareholders of the Company.

1.4 PRESENTATION AND DISCLOSURE OF FINANCIAL STATEMENTS

During the Half year ended 30th September, 2021, the Schedule III notified under the Companies Act, 2013, has become applicable to the Group, for preparation and presentation of its financial statements. The adoption of Schedule III does not impact recognition and measurement principles followed for preparation of these financial statements. However, it has significant impact on presentation and disclosures made in the financial statements. The Group has also reclassified the previous year figures in accordance with the requirements applicable in the current year.



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

1.5 USE OF ESTIMATES

The preparation of Consolidated Financial Statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the Consolidated Financial Statements and the results of operations during the reporting period.

Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Difference between the actual results and estimates are recognised in the period in which the results are known / materialised.

1.6 REVENUE RECOGNITION

Revenue on sale of goods is recognized when property in the goods is transferred to the buyer for a price, or when all significant risks and rewards of ownership have been transferred to the buyer and no effective control is retained by the Company in respect of the goods transferred, to a degree usually associated with ownership, and no significant uncertainty exists regarding the amount of consideration that will be derived from the sale of goods.

Revenue on transactions of rendering services is recognized under the completed service contract method. Contract is regarded as completed when no significant uncertainty exists regarding the amount of consideration that will be derived from rendering the services.

Interest Income

Interest Income from a financial asset is recognised using Effective Interest Rate Method.

Dividend Income

Dividend Income is recognised when the Group's right to receive the amount has been established.

1.7 INVENTORIES

- a. Finished goods and work in progress are valued at lower of historical cost or net realizable value. Cost of inventories comprises of cost of purchase, cost of conversion and other costs incurred in bringing them to their respective present location and condition. By products are valued at net realizable value. Cost of finished goods and by-products includes excise duty. Cost is determined on a weighted average basis.
- b. Stores, Spares and Raw Materials are valued at lower of historical cost or net realizable value. However materials & other items held for use in the production of inventories are not written below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on a weighted average basis.
- c. Historical cost is determined on the basis of weighted average method.



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

- d. Obsolete stocks are identified once every year on the basis of technical evaluation and are charged off to revenue.
- e. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

1.8 INVESTMENTS

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value. Long-term investments are carried at cost individually. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments in case of long term investments.

1.9 FIXED & INTANGIBLE ASSETS

Tangible Fixed Assets

Fixed assets are stated at historical cost less accumulated depreciation and impairment loss if any. While arriving at the historical cost, all costs, including net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the fixed assets, and including financing costs till commencement of commercial production or the date the asset is put to use or bringing the asset to its working condition for intended use, are capitalized.

Intangible Fixed Assets

Capital Expenditure on purchase and development of identifiable non-monetary assets without physical substance is recognized as Intangible Assets in accordance with principles given under AS-26 – Intangible Assets issued by the Institute of Chartered Accountants of India. These are grouped and separately shown under the schedule of Fixed Assets. These are amortized over their respective expected useful lives. Intangible assets are stated at cost less accumulated amortization and impairment loss, if any.

1.10 EXPENSES INCURRED DURING CONSTRUCTION PERIOD

Direct expenditure on projects or assets under construction or development is shown under capital work-in-progress.

The progress / milestone based payments made under the contracts for projects and assets under construction or development and other capital advances are considered as advances on capital account until the same are allocated to fixed assets, capital work-in-progress, and expenditure during construction and other relevant accounts, as applicable.

Expenditure incidental to the construction of projects or assets under construction or development that take substantial period of time to get ready for their intended use is accumulated as expenditure during construction, pending allocation to fixed assets and other relevant accounts, as applicable.



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

1.11 DEPRECIATION & AMORTISATION

Depreciation on fixed assets is provided as per straight line method. Depreciation is computed as per Part "C" of Schedule II of The Companies Act 2013.

Depreciation on additions / deductions to fixed assets made during the year is provided on a pro-rata basis from / up to the date of such additions / deductions, as the case may be.

Intangible assets are amortized over the best estimate of their useful lives; subject to a rebuttable presumption that such useful lives will not exceed ten years.

1.12 IMPAIRMENT OF ASSETS

The Group assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company Group estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss.

If at the balance sheet date, there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount but limited to the carrying amount that would have been determined (net of depreciation/amortization) had no impairment loss been recognized in prior accounting periods.

1.13 FOREIGN CURRENCY TRANSACTIONS

- i. Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.
- ii. Monetary items denominated in foreign currencies at the year-end are restated at year end rates. In case of items which are covered by forward exchange contracts, the difference between the year-end rate and rate on the date of the contract is recognized as exchange difference and the premium paid on forward contracts is recognized over the life of the contract.
- iii. Non-monetary foreign currency items are carried at cost.
- iv. Any income or expense on account of exchange difference either on settlement or on translation is recognized in the Profit and Loss account except in case of long term liabilities, where they relate to acquisition of fixed assets, in which case they are adjusted to the carrying cost of such assets.

1.14 RESEARCH AND DEVELOPMENT

The Holding Company maintains an in house Research & Development Facility which has been recognized by the Department of Scientific & Industrial Research, Ministry of Science & Technology, and Government of India during the current financial year. The Holding Company accounts for the Revenue Expenditure on research and development facility including salaries, consumables and power & fuel separately and the same is disclosed separately under respective heads of expenditure in the Statement



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

of Profit and Loss. Capital expenditure to the research & development facility is shown as addition to fixed assets and disclosed separately.

1.15 EMPLOYEES BENEFITS

Expenses and liabilities in respect of employee benefits are recorded as under.

i. Provident Fund & ESI

The Holding Company makes contribution to statutory provident fund and Employee State Insurance in accordance with Employees Provident Fund and Miscellaneous Provisions Act, 1952 and Employee State Insurance Act, 1948 which is a defined contribution plan and contribution paid or payable is recognized as an expense in the period in which services are rendered by the employee.

ii. Gratuity

Gratuity is a post-employment benefit. The Holding Company has formed a gratuity trust with Life Insurance Corporation of India during the year ending March 31st 2018. The annual provision is determined by the Life Insurance Corporation and the same is paid by the Company to be used as Gratuity Fund. Before April 1, 2012, the Holding Company did not make any provisions in the books of accounts for future liability on account of gratuity payable in the event of retirement of any of its employees or directors. The amount of gratuity due and payable was recorded as an expense in the year in which the liability to pay the same arises.

iii. Leave Encashment

Leave encashment is recorded in the books of the Company as and when the same arises and becomes payable. The Holding Company does not make any provisions in the books of account for leave encashment becoming due or expected after the balance sheet date.

iv. Short-term employee benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.

v. Post-employment and other long term employee benefits are recognized as an expense in the Profit and Loss account in the year in which the employee has retired / resigned and the amount has become payable.

1.16 LEASES

Leases, where the lesser effectively retains substantially all the risks and benefits of the ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term.

In case of finance leases, the lower of the fair value of the assets and present value of the minimum lease rentals is capitalized as fixed assets with corresponding amount shown as lease liability. The principal component in the lease rental is adjusted against the lease liability and the interest component is charged to Profit and Loss account.



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended

September 30, 2021

1.17 TAXES ON INCOME

The tax expense for the period comprises of current tax and deferred income tax. Provision for Current Tax is made in accordance with the provisions of Income Tax Act, 1961.

In accordance with Accounting Standard AS-22 'Accounting for Taxes on Income' as notified by Companies Accounting Standard Rules, 2006, Deferred Tax Liability/ Asset arising from timing differences between book and income tax profits is accounted for at the current rate of tax to the extent these differences are expected to crystallize in later years. However, deferred Tax Assets are recognized only if there is a reasonable/ virtual certainty of realization thereof.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date.

Tax on distribution of dividend is recognized on the basis of proposed dividend and the provision is made in the books of accounts.

1.18 GOVERNMENT GRANTS AND SUBSIDIES

Grants and subsidies from the government are recognized when there is reasonable assurance that the grant/subsidy will be received and all attaching conditions will be complied with.

When the grant or subsidy relates to an expense item, it is recognized as income over the periods necessary to match them on a systematic basis to the costs, which it is intended to compensate.

Where the grant or subsidy relates to an asset, its value is deducted from the gross value of the asset concerned in arriving at the carrying amount of the related asset.

1.19 BORROWING COST

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

1.20 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

A provision is recognized when there is a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of obligation.

A contingent liability is recognized for:

- i. A present obligation that arises from past events but is not recognized as a provision because either the possibility that an outflow of resources embodying economic benefits will be required to settle the obligation is remote or a reliable estimate of the amount of the obligation cannot be made.



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

- ii. A possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group.

Contingent assets are neither accounted for nor disclosed in the financial statements.

1.21 EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they were entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events of bonus issue, bonus element in a rights issue to existing shareholders, share split, and reverse share split (consolidation of shares).

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

Current investments are carried at lower of cost and quoted/fair value, computed category wise. Long Term Investments are stated at cost. Provision for diminution in the value of long-term investments is made only if such a decline is other than temporary. Any loss or gain on sale / redemption of investments is recognized in the profit and loss account.



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

2. SHARE CAPITAL

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Authorized Share Capital:		
100,20,000 Equity shares of ₹10 each	10,02,00,000	10,02,00,000
Total	10,02,00,000	10,02,00,000
Issued, subscribed and Paid up:		
70,60,094 Equity shares of ₹10 each fully paid	7,06,00,940	7,06,00,940
Total	7,06,00,940	7,06,00,940

2.1 The reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period is set out below:

Particulars	(Number of equity shares)	
	As at 30th September 2021	As at 31st March 2021
Equity Shares at the beginning of the year	72,60,094	72,60,094
Add : Equity shares issued during the year		
- as fully paid up bonus shares	-	-
- as fully paid up shares for cash	-	-
Less : Shares cancelled on buy back of Equity Shares	-	-
Equity Shares at the end of the year	72,60,094	72,60,094

2.2 Terms / rights attached to Equity Shares

Company has only one class of equity shares having a par value of ₹ 10 each. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of the preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

2.3 The details of shareholders holding more than 5% equity shares in the Company:

Name of Share Holders	No. of Shares	% held
As at September 30, 2021		
<u>Aartech Solonics Limited</u>		
Mr. Anil Anant Rajee	15,58,667	22.08%
Mrs. Chhaya Anil Rajee	9,33,333	13.22%
Mrs. Prajakta Shashikant Kulkarni	10,92,000	15.47%
Mr. Amit Anil Rajee	10,21,067	14.46%
Ashtamangal Projects Limited	4,80,000	6.80%

Faradigm Ultracapacitors Private Limited

Aartech Solonics Ltd	9,500	95.00%
Mr. Anil Anant Rajee (Minority Interest)	500	5.00%

Since, Mr. Anil Anant Rajee does not have any beneficial interest in the shares, the company Faradigm Ultracapacitors Private Limited is a wholly owned subsidiary of Aartech Solonics Ltd as it is having 100% beneficial interest in the shares of Faradigm Ultracapacitors Private Limited.

AIC-Aartech Solonics Private Limited

Aartech Solonics Ltd	9,900	99.00%
Mr. Anil Anant Rajee (Minority Interest)	100	1.00%

Nominee shareholder holding shares on behalf of Aartech Solonics Ltd U/s 187 of Companies Act 2013. Hence, AIC-Aartech Solonics Pvt Ltd is a wholly owned subsidiary of Aartech Solonics Ltd as per the said section

As per the records of the Company, including its register of shareholders / members and other declarations received from the shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

3. RESERVES AND SURPLUS

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
a) Capital Reserve		
Balance as per last Financial Statements	35,52,358	35,52,358
Add : Transferred from the statement of profit and loss	-	-
Closing Balance	35,52,358	35,52,358
b) General Reserve		
Balance as per last Financial Statements	9,69,15,392	9,69,15,392
Add : Transferred from the statement of profit and loss	-	-
Add : Transferred from Investment allowance reserve	-	-
Closing Balance	9,69,15,392	9,69,15,392
c) Securities Premium		
Balance as per last Financial Statements	5,09,20,000	5,09,20,000
Add : Received during the year on issue on share	-	-
Closing Balance	5,09,20,000	5,09,20,000
d) Surplus / (deficit) balance in statement of profit and loss during the year		
Balance as per last Financial Statements	2,80,15,648	2,70,38,110
Add : Profit for the year	-1,15,28,388	8,66,732
Less: Appropriations:		
- Share of Minority Interest (Refer note 4)	-3,13,740	-1,10,806
- Transferred to General Reserve	-	-
- Proposed Dividend on Equity Shares	-	-
Closing Balance	1,68,01,000	2,80,15,648
Total	16,81,88,750	17,94,03,398

4. MINORITY INTEREST

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
AIC - AARTECH SOLONICS PRIVATE LIMITED		
- Share Capital of AIC-Aartech Solonics Pvt Ltd	1,000	1,000
- Profit & Loss of AIC-Aartech Solonics Pvt Ltd	-1,70,648	-1,56,932
	-1,69,648	-1,55,932
FARADIGM ULTRACAPACITORS PRIVATE LIMITED		
- Share Capital of Faradigm Ultracapacitors Pvt Ltd	5,000	5,000
- Profit & Loss of Faradigm Ultracapacitors Pvt Ltd	-8,97,984	-5,97,960
	-8,92,984	-5,92,960
Total	-10,62,632	-7,48,892



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

5. LONG TERM BORROWINGS

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Secured Loan from HDFC Bank	-	23,11,769
Total	-	23,11,769

6. DEFERRED TAX LIABILITIES (Net)

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Deferred tax liability as on March 31, 2021	12,88,847	10,15,365
Add: Deferred tax Liability arising on account of difference in Depreciation as per Companies Act and as per Income Tax Act	1,20,716	2,70,881
Add: Deferred tax liability arising on account of section 35D of Income Tax Act	-	2,601
Deferred tax liability as on September 30, 2021	14,09,563	12,88,847

- 6.1 The deferred tax assets and liabilities have been recognised in accordance with the provisions of Accounting Standard 22 on Accounting for Taxes on Income issued by the Institute of Chartered Accountants of India for giving effects for the timing differences between the taxable income and the accounting income for the period that originate in one period and are capable of reversal in one or more subsequent periods.

7. CAPITAL GRANT

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
- Grant received from Niti Aayog	26,28,239	26,28,239
- Grant received from DST	17,82,000	-
Total	44,10,239	26,28,239

8. SHORT TERM BORROWINGS

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
- HDFC Bank CC Account	1,25,23,105	87,55,427
- HDFC Bank (Bill Discounting)	30,60,006	-
Total	1,55,83,111	87,55,427



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

9. TRADE PAYABLES

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Micro, Small and Medium Enterprises	1,67,385	1,56,402
Other	1,15,58,472	1,38,84,336
Total	1,17,25,857	1,40,40,738

10. OTHER CURRENT LIABILITIES

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Dividend Payable	-	-
Audit Fees Payable	1,57,500	1,12,500
Rent Payable	5,67,000	1,45,070
Electricity Expenses Payable	66,995	52,021
Telephone & Mobile Expenses	-	788
Water Charges Payable	-	6,875
Professional Fees Payable	81,000	90,000
Expenses Payable	2,57,134	2,93,287
Advance from Customers	2,37,558	1,95,439
Total	13,67,187	8,95,980

11. SHORT TERM PROVISIONS

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Provision for Employee Benefits:		
-- Salary and Reimbursements	12,44,158	21,97,086
-- Contribution to ESIC and Provident Fund	1,43,762	1,23,486
Others:		
-- TDS Payable	3,65,231	15,77,869
-- GST Payable	-	22,58,739
-- Professional Tax Payable	2,956	5,284
-- Provision for Income Tax	11,85,187	11,85,187
Total	29,41,294	73,47,651



AARTECH SOLONICS LIMITED


Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

12. FIXED ASSETS

(Amount in ₹)

Particulars	Gross Block			Rate of Depreciation	Depreciation/Amortisation			Net Block	
	As at 01/04/2021	Additions	As at 30/09/2021 (Deductions)		As at 01/04/2021	For the year	Deduction	As at 01/04/2021	As at 30/09/2021
Land	17,90,732	-	-	0.00%	-	-	17,90,732	17,90,732	
Building	2,34,17,612	-	-	3.17%	3,71,169	-	1,57,15,829	1,53,44,660	
Plant & Machinery	1,74,49,208	9,62,707	-	6.33%	5,68,098	-	1,38,87,926	1,42,82,535	
Electrification	29,16,159	14,426	-	9.50%	98,684	-	9,28,350	8,44,092	
Office Equipment	32,42,016	2,27,868	-	19.00%	70,096	-	3,78,931	5,36,703	
Computer & Accessories	36,21,533	-	-	31.67%	2,40,561	-	4,99,753	2,59,192	
Testing Equipment	31,52,135	-	-	6.33%	95,766	-	10,58,950	9,63,184	
Furniture & Fixtures	68,07,011	2,01,264	-	9.50%	1,68,734	-	12,54,061	12,86,591	
Vehicles	33,82,304	-	-	11.88%	78,775	-	8,36,583	7,57,808	
Tools	13,71,282	9,46,816	-	6.33%	69,603	-	6,41,237	15,18,450	
Total	6,71,49,992	23,53,081	6,95,03,073		17,61,486	-	3,69,92,352	3,75,83,947	

10.2 Aartech Solonics Ltd had sold Plant & Machinery amounting to ₹ 1,01,78,098 to Faradigm Ultracapacitors Pvt Ltd the plant & machinery is recorded at cost i.e. ₹ 81,26,978.



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

13. NON CURRENT INVESTMENT

(Amount in ₹)

Particulars	As at	As at
	30th September 2021	31st March 2021
Investment in property	1,30,64,811	1,30,64,811
Other Investment	1,000	1,000
Investments in equity instruments:		
– Dena Bank Equity	54,640	54,640
– Enerqual Technology Private Limited	3,00,000	3,00,000
– Umang Shridhar Design Private Limited	25,00,000	25,00,000
– Ansheo Nutraware Private Limited	25,000	25,000
– Investment In Bozobaka Labs Private Limited	31,578	31,578
Total	1,59,77,029	1,59,77,029

14. LONG TERM LOANS & ADVANCES

(Amount in ₹)

Particulars	As at	As at
	30th September 2021	31st March 2021
Other Loans and Advances (Unsecured, considered good)	6,02,23,302	5,63,83,302
Security Deposits (Unsecured Considered Good)	40,67,317	31,92,386
Total	6,42,90,619	5,95,75,688

14.1 Security deposits represents amount of security deposits for Electricity, Rent, Telephone, Security Deposite against Orders and Earnest Money Deposits paid by the Company.



AARTECH SOLONICS LIMITED**Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021****15. CURRENT INVESTMENT**

(Amount in ₹)

Particulars	As at	As at
	30th September 2021	31st March 2021
Investments in mutual funds (Instrument wise):		
- Tata Banking & PSU Debt Fund Regular Plan Growth	-	5,83,848
- Aditya Birla Sunlife Equity Advantage Growth Fund	11,00,000	6,00,000
- Aditya Birla Sun Life Banking And Financial Services Fund	5,38,082	5,38,082
- Aditya Birla Sun Life Overnight Fund Growth Plan	1,194	1,194
- Aditya Birla Sunlife MNC Fund Growth Plan	10,00,000	10,00,000
- Aditya Birla Sun Life India Gen Next Fund Growth Plan	10,00,000	10,00,000
- Aditya Birla Sun Life Dynamic Bond Fund Growth Plan	5,00,000	5,00,000
- Aditya Birla Sun Life Flexi Cap Fund Growth Regular Plan	25,00,000	25,00,000
- Aditya Birla Sun Life Low Duration Fund Growth Plan	-	65,59,671
- DSP Mid Cap Fund Regular Plan Growth	22,00,000	16,00,000
- HDFC Small Cap Fund Regular Plan Growth	5,50,000	2,50,000
- HDFC Top 100 Fund Regular Plan Growth	6,48,129	3,48,129
- IDFC Bond Fund Medium Term Plan Growth	-	5,00,000
- IDFC Bond Fund Short Term Plan Growth	-	9,48,434
- Invesco Mutual Fund	1,00,000	1,00,000
- Kotak Balanced Advantage Fund Growth	9,29,592	9,29,592
- Kotak Emerging Equity Scheme Growth Regular Plan	5,50,000	3,00,000
- Kotak Equity Opportunities Fund Growth Regular Plan	-	9,50,000
- Kotak Pioneer Fund Growth Regular Plan	13,48,623	13,48,623
- Kotak Low Duration Fund Standard Growth	17,36,418	28,70,173
- Kotak Nifty Next 50 Index Fund Growth Regular Plan	1,75,162	-
- Kotak Global Innovation Fund Growth Regular Plan	10,000	-
- Nippon India Banking Fund Growth Plan	-	9,80,087
- Nippon India Banking & Financial Services Fund Growth Plan	15,50,000	-
- Nippon India Growth Fund Growth Plan	14,01,131	15,22,701
- Nippon India Large Cap Fund Growth Plan	68,54,316	24,62,792
- Nippon India Multicap Fund Growth Plan	12,96,920	17,91,657
- Nippon India Short Term Fund Growth Plan	3,22,501	33,22,351
- Nippon India Small Cap Fund Growth Plan	8,00,000	4,99,975
- Nippon India Value Fund Growth Plan	4,70,000	1,39,995
- Nippon India CPSE ETF Fund	1,75,004	1,75,004
- Nippon India Ultra Short Duration Fund Growth Plan	-	46,75,319
- Nippon India Gold Savings Fund Growth Plan	40,000	99,995
- Nippon India Multi Asset Fund Growth Plan (MFGPG)	-	9,99,950
- Tata Short Term Bond Fund Regular Plan Growth-I	-	5,00,000
- Tata Balances Advantage Fund Regular Plan Growth	5,95,783	-
- Aditya Birla Sun Life Floating Rate Fund Growth Regular Plan	5,00,000	5,00,000
- DSP Floater Fund Regular Growth	-	54,76,592
- DSP Flexi Cap Fund Regular Plan Growth	15,64,210	-
- IDFC Sterling Value Fund Growth Regular Plan	5,02,597	5,02,597
- IDFC Dynamic Equity Fund Regular Plan Growth	-	3,21,000
- IDFC Balanced Advantage Fund Regular Plan Growth	3,21,000	-
- Nippon India Nifty Samlcap 250 Index Fund Growth Plan	10,42,187	7,79,317
- Nippon India Pharma Fund Growth Plan	4,83,290	2,98,985
- Nippon India Passive Flexicap FOF Growth Plan	50,00,000	33,05,233
- Nippon India Asset Allocator FOF Growth Plan	15,00,000	14,99,925
- Nippon India Flexi Cap Fund Growth Plan	1,00,00,000	-
- Nippon India Corporate Bond Fund Growth Plan	20,00,000	-
- Nippon India Nifty Midcap 150 Index Fund Growth Plan	-	39,99,800
- Nippon India Nifty 50 Value 20 Index Fund Growth Plan	-	39,99,800
- Kotak Nifty Next 50 Index Fund Growth Regular Plan	-	20,00,000
Total	5,13,06,139	6,32,80,821



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

16. INVENTORIES

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Raw Materials and components	2,03,64,808	2,08,42,416
Work-in-progress	1,08,46,177	8,60,280
Finished Goods	30,708	10,608
Stock in trade	-	-
Total	3,12,41,692	2,17,13,304

17. TRADE RECEIVABLES

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Outstanding for less than 6 months from the due date (Unsecured, considered good)	2,68,75,749	5,02,65,372
Outstanding for more than 6 months from the due date (Unsecured, considered good)	2,13,90,740	1,36,17,390
Total	4,82,66,488	6,38,82,762

18. CASH AND CASH EQUIVALENTS

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Balances with banks:		
- Earmarked Balances	-	2,25,000
- Guarantees (refer note no. 18.1)	55,28,176	52,62,419
- Other Commitments (refer note no. 18.2)	24,02,679	47,22,734
Cash on hand	33,000	27,426
Others (refer note no. 18.3)	2,79,149	2,40,237
Total	82,43,003	1,04,77,816

18.1 Guarantees represent fixed deposits pledged with banks for bank guarantees.

18.2 Other commitments represent balances with banks.

18.3 Others represent imprest given to employees for incurring expenses.

19. SHORT TERM LOANS AND ADVANCES

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Unsecured Loans and Advances: (Unsecured, considered good)		
Advance to Suppliers	56,92,810	19,25,421
Advance to Employees	28,22,850	66,26,961
Prepaid Expenses	2,65,943	3,34,589
Other Loans and Advances	-	-
Total	87,81,603	88,86,971



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

20. OTHER CURRENT ASSETS

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Income Tax Refund Receivable AY 2020-2021	3,04,218	3,04,218
TDS Receivable	3,89,377	22,015
TCS Receivable	9,919	7,228
Excise Duty Receivables	1,85,118	-
Accrued Interest	18,33,743	2,69,986
GST Receivable	67,51,413	51,33,907
Total	94,73,789	57,37,354

21. REVENUE FROM OPERATIONS

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Sale of Products	2,76,29,037	5,53,22,645
Sale of Services	38,08,126	75,47,549
Total	3,14,37,163	6,28,70,194

22. OTHER INCOME

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
- Interest Income	2,28,199	11,01,821
- Rental Income	1,26,816	1,05,850
- Dividend Income	-	11,507
- Net gain/(- loss) on sale of investments	62,72,688	29,32,555
- Net gain on foreign currency transaction and translation	96,082	86,777
- Other non-operating income	24,068	28,639
- Revenue Grant from DST	10,48,560	-
- Profit on sale of Fixed Assets	-	-
Total	77,96,413	42,67,150

23. COST OF MATERIALS CONSUMED

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Purchase of Raw Materials	3,47,53,517	2,95,97,667
Opening Balance of Raw Materials	2,08,42,416	2,70,55,516
Less : Closing Balance of Raw Materials	2,03,64,808	2,08,42,416
Total	3,52,31,125	3,58,10,767



AARTECH SOLONICS LIMITED**Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021****24. CHANGE IN INVENTORIES**

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Finished goods:		
Opening Balance	10,608	51,619
Less: Closing Balance	30,708	10,608
	<u>-20,100</u>	<u>41,011</u>
Work-in-Progress:		
Opening Balance	8,60,280	-
Less: Closing Balance	1,08,46,177	8,60,280
	<u>-99,85,897</u>	<u>-8,60,280</u>
Total	-1,00,05,997	-8,19,269

25. EMPLOYEE BENEFIT EXPENSES

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Salaries and Wages:		
– Directors Remuneration	20,76,174	22,58,394
– Staff Salary	91,48,473	1,14,38,462
– Salary relates to Recognised Research & Development Facility	5,88,269	4,15,478
Contribution to Provident Fund and Other Funds	4,75,039	4,25,304
Staff Welfare Expenses	1,30,478	8,95,601
Total	1,24,18,433	1,54,33,239

26. FINANCE COST

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Interest Expenses	6,24,264	9,80,882
Other borrowing costs	2,43,450	54,062
Total	8,67,714	10,34,943

27. DEPRECIATION AND AMORTISATION EXPENSES

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Depreciation of tangible assets	17,61,486	18,65,476
Amortisation of intangible assets	-	-
Total	17,61,486	18,65,476



AARTECH SOLONICS LIMITED**Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021****28. OTHER EXPENSES**

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Administrative Expenses		
Audit fees	50,000	1,20,000
Director Sitting Fees	60,000	15,000
Membership & Registration Fees	1,18,484	67,985
Insurance Expenses	89,758	29,816
Internet Expenses	1,16,298	2,25,700
Legal Expenses	76,644	1,60,793
Professional & Consultancy Expenses	7,41,485	9,16,650
Electricity Expenses	51,021	44,641
Office Expenses	1,10,348	2,24,199
Petrol & Diesel	1,53,924	1,46,221
Postage & Courier Charges	13,702	12,516
Printing & Stationery Expenses	50,397	26,786
Rates and Taxes	51,756	5,73,563
Rent Office	9,00,000	9,00,000
Repairs & Maintenance	3,33,750	6,58,939
Vehicle Repairs & Maintenance	1,50,608	58,719
TCS ERP Solution	2,94,957	1,37,065
Security Expenses	66,198	68,998
Telephone & Mobile Expenses	79,685	89,152
Water Charges	54,480	53,888
Incubation Centre Expenses	2,15,307	1,14,812
Miscellaneous administrative expenses	5,03,671	3,79,028
Total (A)	42,82,473	50,24,473
Manufacturing Expenses		
Power and Fuel	4,29,959	3,71,829
Rent Factory	1,57,075	1,52,487
Job Work Expenses	9,51,967	7,58,212
Site Development expenses	9,227	4,56,162
Repairs to machinery	2,13,899	2,791
Testing & Calibration Charges	4,500	74,000
MPIDC Annual Maintenance Charges	87,607	-
Drawing & Design Charges	-	10,04,500
Commissioning & Repairing at Site	6,51,600	-
Miscellaneous manufacturing expenses	3,23,475	4,63,517
Total (B)	28,29,310	32,83,498
Selling and Marketing Expenses		
Advertisement and business promotion expenses	57,694	2,75,388
Sales Commission	7,96,341	8,17,556
Travelling Expenses	6,61,049	6,22,689
Late Delivery	8,27,980	13,306
Transportation Outward	8,27,572	7,70,830
Tender Fees	70,252	57,929
Other Selling Expenses	11,102	50,801
Total (C)	32,51,990	26,08,499



AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021

Research & Development Expenses

Material Consumed	4,714	4,577
Travelling Expenses	-	-
Other Expenses	-	440
Total (D)	4,714	5,017

Loss due to Foreign Currency Fluctuation (E)

Total Other Expenses (A+B+C+D+E)	1,03,68,487	1,09,21,487
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29. DEFERRED TAX EXPENSE

The deferred tax expense debited to the statement of profit and loss for the period has been recognised for the tax effect of the timing difference accounting income and taxable for the year and quantified using the tax rates and laws enacted pertaining to the period during which the difference arises. The deferred tax expense as debited in the statement of profit and loss has been computed as under:

29.1 Deferred tax impact of the timing difference in depreciation as per the Companies Act, 2013 and depreciation as per the

Depreciation as per Income Tax Act, 1961	:	₹	22,25,780
Depreciation as per Companies Act, 2013	:	₹	17,61,486
Difference	:	₹	4,64,294
Deferred tax impact (Income)	:	₹	1,20,716

29.2 Deferred tax impact of the timing difference due in preliminary expenses as per the statement of profit and loss for the period disallowed under section 35D of Income Tax Act, 1961 –

Preliminary Expenses (1/5th) as per Income Tax Act, 1961	:	₹	-
Preliminary Expenses as per Books	:	₹	-
Timing difference between the Book Profit and Taxable Profit	:	₹	-
Deferred Tax Liability/ (Asset)	:	₹	-

30.3 Net deferred tax expense debited to statement of profit and loss for the period is ₹ 1,20,716



AARTECH SOLONICS LIMITED

Statement of Consolidated Cash Flow for the Half year ended September 30, 2021

Particulars	As at 30th September 2021	As at 31st March 2021
1. Cash Flows from Operating Activities		
<i>Net Profit and Loss a/c (as per profit and loss account)</i>	-1,15,28,388	8,66,732
Add : (A) Apportionment of Fund :		
<i>Provision for tax made during the year</i>	-	17,50,487
<i>Deferred Tax</i>	1,20,716	2,73,482
Net Profit before taxation and extra ordinary items	-1,14,07,672	28,90,701
Add : (B) Non operating Expenses :		
<i>Depreciation during the year</i>	17,61,486	18,65,476
Sub Total	17,61,486	18,65,476
Less : (C) Non operating Income :		
<i>Interest Income</i>	2,28,199	11,01,821
<i>Rental Income</i>	1,26,816	1,05,850
<i>Dividend Income</i>	-	11,507
<i>Net gain/(- loss) on sale of investments</i>	62,72,688	29,32,555
<i>Other non-operating income</i>	24,068	28,638
<i>Revenue Grant from DST</i>	10,48,560	-
<i>Profit on sale of fixed assets</i>	-	-
Sub Total	77,00,331	41,80,372
(D) Operating Profit Before Working Capital Changes (A+B-C)	-1,73,46,517	5,75,805
Add : (E) Increase in current liabilities and decrease in current assets:		
<i>Decrease in Inventory</i>	-	53,93,831
<i>Decrease in Account Receivable</i>	1,56,16,274	-
<i>Decrease in Short term Loans and Advances</i>	1,05,368	-
<i>Decrease in Other Current Assets</i>	-	25,37,429
<i>Increase in Short term borrowings</i>	68,27,684	-
<i>Increase in Trade Payables</i>	-	32,97,744
<i>Increase in Short Term Provisions</i>	-	34,21,799
<i>Increase in Other Current Liabilities</i>	4,71,207	-
Sub Total	2,30,20,533	1,46,50,803
Less : (F) Increase in current assets and decrease in current liabilities:		
<i>Increase in Inventory</i>	95,28,388	-
<i>Increase in Account Receivable</i>	-	2,13,82,218
<i>Increase in Short Term Loans and Advances</i>	-	1,98,246
<i>Increase in Other Current Assets</i>	37,36,435	-
<i>Decrease in Short Term Borrowings</i>	-	14,18,944
<i>Decrease in Trade Payable</i>	23,14,881	-
<i>Decrease in Short Term Provisions</i>	44,06,357	-
<i>Decrease in Other Current Liabilities</i>	-	43,55,862
Sub Total	1,99,86,061	2,73,55,270
(G) Cash generated from Operations (D+E-F)	-1,43,12,045	-1,21,28,662
(H) Income tax paid during the year:	-	5,65,300
(I) Net cash generated from operational activity (G-H)	-1,43,12,045	-1,26,93,962



AARTECH SOLONICS LIMITED

Statement of Consolidated Cash Flow for the Half year ended September 30, 2021

Particulars	As at 30th September 2021	As at 31st March 2021
2. Cash Flows from Investing Activities		
(A) Net cash inflow from investment activity		
Interest Income	2,28,199	11,01,821
Rental Income	1,26,816	1,05,850
Dividend Income	-	11,507
Net gain/(- loss) on sale of investments	62,72,688	29,32,555
Other non-operating income	24,068	28,638
Revenue Grant from DST	10,48,560	-
Capital Grant from DST	17,82,000	-
Proceeds from marketable securities	3,73,04,407	4,95,81,661
Proceeds from sale of fixed assets	-	-
Realisation of security deposit	-	4,24,838
Sub Total	4,67,86,738	5,41,86,871
(B) Net cash outflow from investment activity		
Investment made in marketable securities during the year	2,53,29,725	3,60,96,780
Investment made in Property	-	-
Investment made in Subsidiary Company	-	-
Long Term Loans & Advances	38,40,000	8,52,958
Purchase of new assets	23,53,081	6,79,157
Security deposit paid	8,74,931	-
Sub Total	3,23,97,737	3,76,28,895
(C) Net cash generated from Investment activity (a-b)	1,43,89,001	1,65,57,976
3. Cash Flows from Financing Activities		
(A) Net cash inflow from financing activity		
Proceeds from issue of equity shares	-	-
Increase in long term borrowings	-	-
Sub Total	-	-
(B) Net cash outflow from investment activity		
Decrease in long term borrowing	23,11,769	13,85,492
Sub Total	23,11,769	13,85,492
(C) Net cash generated from Financing activity (a-b)	-23,11,769	-13,85,492
Net Increase/(Decrease) in Cash (1+2+3)	-22,34,813	24,78,522
4.		
Cash and cash equivalents at the beginning of the year	1,04,77,816	79,99,294
Cash and cash equivalents at the end of the year	82,43,003	1,04,77,816

