

AARTECH SOLONICS LIMITED

AUDITED FINANCIAL STATEMENTS

OCTOBER - MARCH

(FOR THE HALF YEAR ENDING MARCH 31, 2021)

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

Tel. No. 91-755-4276335/2463693
Fax No. 91-755-2463593
E-mail: fa@aartechsolonics.com
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 Financial Statements

We have audited the accompanying Financial Statements of AARTECH SOLONICS LIMITED ('the Company'), which comprise the Balance Sheet as at March 31, 2021, the statement of Profit and Loss Account and the cash flow statement for the half year ended on that date annexed thereto and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board Of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and 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 Standards) Rules, 2015, as amended. 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 control that were operating effectively for ensuring the accuracy and completeness of the accounting records; relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the



Company's preparation of the 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 Company's Directors, as well as evaluating the overall presentation of the 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 financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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 state of affairs of the Company as at March 31, 2021, its profit, and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. In our opinion, proper books of account, as required by law have been kept by the Company, so far as it appears from our examination of those books;
 - c. The Balance Sheet, Statement of Profit & Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e. On the basis of written representations received from the Directors as on March 31, 2021 and taken on record by the Board Of Directors, none of the Directors is disqualified as on March 31, 2021 from being appointed as a Director in terms of section 164(2) of the Act;
 - f. With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2020, in our opinion and to the best of our information and according to the explanations given to us:
 - I. The Company does not have any pending litigations which would impact its financial position.
 - II. The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.



- III. There has been no delay in transferring amounts if any, to the Investor Education and Protection Fund by the Company.

For **S. Ramanand Aiyer & Co.**

Chartered Accountants

FRN - 000990N



CA Amit Singhvi

Partner

(Membership No.: 129331)



Place: Bhopal

Date: June 15, 2021

UDIN: 21129331AAAAKI6492

AARTECH SOLONICS LIMITED

Balance Sheet as at March 31, 2021

Particulars	Notes	As at 31st March 2021	As at 30th September 2020
EQUITY & LIABILITIES			
Shareholders' Funds			
Share capital	2	7,06,00,940	7,06,00,940
Reserves & Surplus	3	20,83,52,027	20,31,53,799
Non Current Liabilities			
Long term Borrowings		-	-
Deferred Tax Liabilities (Net)	4	6,64,677	6,30,683
Current Liabilities			
Short Term Borrowings	5	87,55,427	1,01,74,371
Trade Payables	6	1,48,60,259	1,06,66,376
Other Current Liabilities	7	8,67,700	49,29,990
Short Term Provisions	8	70,63,572	26,86,890
TOTAL		31,11,64,602	30,28,43,049
ASSETS			
Non-Current Assets			
Fixed Assets			
- Tangible Assets	9	2,19,91,663	2,23,40,025
- Intangible Assets		-	-
- Capital Work-in-Progress		-	-
Non-Current Investments	10	6,11,14,451	5,81,94,451
Deferred Tax Assets (Net)		-	-
Long Term Loans and Advances	11	6,35,23,450	6,42,65,179
Other Non Current Assets		-	-
Current Assets			
Current Investments	12	5,88,90,997	7,02,28,227
Inventories	13	2,02,81,115	2,61,97,426
Trade Receivables	14	6,34,99,824	4,21,30,909
Cash and Bank Balances	15	99,48,942	78,49,409
Short Term Loans and Advances	16	83,31,999	86,47,093
Other Current Assets	17	35,82,161	29,90,330
		31,11,64,602	30,28,43,049

Significant accounting policies and notes to financial statements are given in note 1 to 28

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

FRN - 000990N




CA Amit Singhvi
Partner

(Membership No. 129331)

UDIN: 21129331AAAAKI6492

Place : Bhopal

Date : June 15, 2021



Amit A. Raje
Chairman &
Managing Director



Arati Nath
Chief Executive
Officer



Pradeep Narkhede
Chief Financial Officer



K.R. Tanuj Reddy
Company Secretary



For and on behalf of the Board of Directors

AARTECH SOLONICS LIMITED**Statement of Profit and Loss for the Half year ended March 31, 2021**

	Notes	For half year ended 31st March 2021	For half year ended 30th September 2020
REVENUES			
Revenue from operations	18	6,35,33,510	4,57,49,051
Other income	19	73,63,161	20,74,573
TOTAL REVENUE		7,08,96,671	4,78,23,624
EXPENDITURES			
Cost of materials consumed	20	3,61,84,260	1,83,20,875
Change in inventories of finished goods and work in process	21	-8,19,269	39,81,381
Employee benefit expenses	22	1,52,80,061	1,19,34,534
Finance costs	23	9,24,213	6,84,570
Depreciation and amortization expenses	24	10,27,519	10,77,940
Other expenses	25	1,13,17,178	86,39,695
TOTAL EXPENSES		6,39,13,962	4,46,38,995
Profit before exceptional and extraordinary items and tax		69,82,709	31,84,629
Exceptional Items		-	-
Profit before extraordinary items and tax		69,82,709	31,84,629
Extraordinary Items		-	-
Profit before tax		69,82,709	31,84,629
Tax Expense			
Current Tax	26	17,50,487	-
Deferred Tax	27	33,994	-
Profit for the year		51,98,228	31,84,629
Earnings per equity share (Par value of ₹ 10 each)			
Basic (₹)		0.74	0.45
Diluted (₹)		0.74	0.45

Significant accounting policies and notes to financial statements are given in note 1 to 28

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

FRN - 000990N



CA Amit Singhvi

Partner

(Membership No. 129331)

UDIN: 21129331AAAAKI6492

Place : Bhopal

Date : June 15, 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 Financial Statements for the Half Year ended 31st March, 2021

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The 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).

1.2 PRESENTATION AND DISCLOSURE OF FINANCIAL STATEMENTS

During the year ended 31 March 2021, the Schedule III notified under the Companies Act, 2013, has become applicable to the Company, 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 Company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

PREVIOUS YEAR NUMBERS

The previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

1.3 USE OF ESTIMATES

The preparation of 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 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.



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AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

1.4 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.

1.5 INVENTORIES

- i. 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.
- ii. 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.
- iii. Historical cost is determined on the basis of weighted average method.
- iv. Obsolete stocks are identified once every year on the basis of technical evaluation and are charged off to revenue.
- v. 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.

1.6 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.

1.7 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



AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

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.

1.8 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.

1.9 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.

1.10 IMPAIRMENT OF ASSETS

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company 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



AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

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.

1.11 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.

1.12 RESEARCH AND DEVELOPMENT

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

1.13 EMPLOYEES BENEFITS

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

i) **Provident Fund & ESI**

The 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 Company has formed a gratuity trust with Life Insurance Corporation of India during the year ending March 31, 2013. 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 Company did not make any



AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

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 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.

1.14 LEASES

Leases, where the lessor 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.

1.15 TAXES ON INCOME

Tax expense comprises of current and deferred. 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.



AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

1.16 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.

1.17 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.

1.18 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.
- 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 Company.

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

1.19 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).



AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

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.



A handwritten signature in blue ink is positioned to the left of a circular blue stamp. The stamp contains the text "AARTECH SOLONICS LTD." around the perimeter and a signature in the center.



A circular blue stamp with the text "S. Ramanand Aiyal & Co." around the top and "Chartered Accountants" around the bottom. The word "INDORE" is written in the center, with a signature over it.

AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

2. SHARE CAPITAL

(Amount in ₹)

Particulars	As at	As at
	31st March 2021	30th September 2020
Authorized Share Capital:		
100,00,000 Equity shares of ₹10 each	10,00,00,000	10,00,00,000
Total	10,00,00,000	10,00,00,000
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:

(Number of equity shares)

Particulars	As at	As at
	31st March 2021	30th September 2020
Equity Shares at the beginning of the year	70,60,094	70,60,094
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	70,60,094	70,60,094

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.

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 March 31, 2021		
Mr. Anil Anant Raje	15,58,667	22.08%
Mrs. Chhaya Anil Raje	9,33,333	13.22%
Mrs. Prajakta Shashikant Kulkarni	10,92,000	15.47%
Mr. Amit Anil Raje	10,21,067	14.46%
Ashtamangal Projects Limited	4,80,000	6.80%
As at September 30, 2020		
Mr. Anil Anant Raje	15,58,667	22.08%
Mrs. Chhaya Anil Raje	9,33,333	13.22%
Mrs. Prajakta Shashikant Kulkarni	10,92,000	15.47%
Mr. Amit Anil Raje	10,21,067	14.46%
Ashtamangal Projects Limited	4,80,000	6.80%

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 Financial Statements for the Half Year ended 31st March, 2021

3. RESERVES AND SURPLUS

Particulars	(Amount in ₹)	
	As at 31st March 2021	As at 30th September 2020
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	5,17,66,049	4,85,81,420
Add : Profit for the year	51,98,228	31,84,629
Less: Appropriations:		
- Proposed Dividend on Equity Shares	-	-
- Transferred to General Reserve	-	-
Closing Balance	5,69,64,277	5,17,66,049
Total	20,83,52,027	20,31,53,799

4. DEFERRED TAX LIABILITIES (Net)

Particulars	(Amount in ₹)	
	As at 31st March 2021	
Deferred tax liability as on September 30, 2020	6,30,683	
Less: Deferred tax asset arising on account of difference in Depreciation as per Companies Act and as per Income Tax Act	-	
Add: Deferred tax Liability arising on account of difference in Depreciation as per Companies Act and as per Income Tax Act	33,994	
Deferred tax liability as on March 31, 2021	6,64,677	

- 4.1 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.



AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

5. SHORT TERM BORROWINGS

(Amount in ₹)

Particulars	As at	As at
	31st March 2021	30th September 2020
- HDFC Bank CC Account	87,55,427	1,01,74,371
- HDFC Bank (Bill Discounting)	-	-
Total	87,55,427	1,01,74,371

6. TRADE PAYABLES

(Amount in ₹)

Particulars	As at	As at
	31st March 2021	30th September 2020
Micro, Small and Medium Enterprises (Refer Note No. 6.1)	1,56,402	63,99,267
Others	1,47,03,857	42,67,109
Total	1,48,60,259	1,06,66,376

6.1 The information as required to be disclosed under The Micro, Small and Medium Enterprises Development Act, 2006 ("the Act") has been determined to the extent such parties have been identified by the Company, on the basis of information and records available with them. This information has been relied upon by the auditors. Based on available information with the Company, there is amounting to ₹ Nil (principal) and no interest thereon outstanding to the micro, small and medium enterprises, as defined under section 7 of The Micro, Small and Medium Enterprises Development Act, 2006. Disclosure as required under section 22 of the Act is as under:

(Amount in ₹)

Particulars	As at	As at
	31st March 2021	30th September 2020
Principal amount due and remaining unpaid	1,56,402	63,99,267
Interest due on above and the unpaid interest	-	-
Interest paid	-	-
Payment made beyond the appointed day during the year	-	-
Interest due and payable for the period of delay	-	-
Amount of further interest remaining due and payable	-	-
Total	1,56,402	63,99,267






AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

7. OTHER CURRENT LIABILITIES

Particulars	(Amount in ₹)	
	As at 31st March 2021	As at 30th September 2020
Dividend Payable	-	35,30,047
Audit Fees Payable	92,500	-
Rent Payable	1,39,133	-
Electricity Expenses Payable	52,021	52,752
Telephone & Mobile Expenses	788	-
Water Charges Payable	6,875	17,965
Professional Fees Payable	90,000	-
Expenses Payable	2,90,944	2,34,342
Advance from Customers	1,95,439	10,94,884
Total	8,67,700	49,29,990

8. SHORT TERM PROVISIONS

Particulars	(Amount in ₹)	
	As at 31st March 2021	As at 30th September 2020
Provision for Employee Benefits:		
- Salary and Reimbursements	21,69,784	23,96,087
- Contribution to ESIC and Provident Fund	1,23,486	1,45,760
Others:		
- Tax Deducted ay source Payable	13,21,092	1,41,878
- GST Payable	22,58,739	-
- Professional Tax Payable	5,284	3,165
- Provision for Income Tax	11,85,187	-
Total	70,63,572	26,86,890



AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended March 31, 2021

9. FIXED ASSETS

Particulars	Gross Block		Rate of Depreciation	Depreciation/Amortisation		Net Block	
	As at 01/10/2020	Addition/(Deduction)		As at 31/03/2021	For the year	As at 31/03/2021	As at 01/10/2020
Tangible Assets:							
Land	17,90,732	-	0.00%	-	-	17,90,732	17,90,732
Building	2,05,76,611	2,57,912	3.17%	3,26,161	74,60,898	1,34,41,874	1,33,73,625
Plant & Machinery	45,54,111	-	6.33%	83,685	21,51,891	24,85,905	24,02,220
Electrification	24,78,453	1,18,419	9.50%	85,215	19,00,013	6,63,655	6,96,859
Office Equipment	28,03,957	-	19.00%	22,926	26,31,402	1,95,481	1,72,555
Computer & Accessories	20,99,007	-	31.67%	69,114	18,30,343	3,37,778	2,68,664
Testing Equipment	31,52,135	-	6.33%	99,763	20,93,185	11,58,713	10,58,950
Furniture & Fixtures	58,25,424	2,86,324	9.50%	2,18,024	53,59,548	6,83,900	7,52,200
Vehicles	33,82,304	-	11.88%	79,622	25,45,721	9,16,205	8,36,583
Tools	13,52,746	16,502	6.33%	43,009	7,29,973	6,65,782	6,39,275
Total	4,80,15,480	6,79,157		10,27,519	2,67,02,974	2,23,40,025	2,19,91,663

(Amount in ₹)



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AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

10. NON CURRENT INVESTMENT

Particulars	(Amount in ₹)	
	As at 31st March 2021	As at 30th September 2020
Investment in property	1,30,64,811	1,30,64,811
Investment in subsidiary		
– AIC- AARTECH SOLONICS PVT LTD	1,00,000	1,00,000
– FARADIGM ULTRACAPACITORS PVT LTD	95,000	95,000
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
Investments in Fully Convertible Debenture:		
– Faradigm Ultracapacitors Private Limited	2,50,00,000	2,50,00,000
– AIC- Aartech Solonics Pvt Ltd	2,00,00,000	1,70,80,000
Total	6,11,14,451	5,81,94,451

11. LONG TERM LOANS & ADVANCES

Particulars	(Amount in ₹)	
	As at 31st March 2021	As at 30th September 2020
Loans & Advances to related parties (unsecured considered good)		
– AIC- AARTECH SOLONICS PVT LTD	9,40,123	32,11,008
– FARADIGM ULTRACAPACITORS PVT LTD	30,07,639	19,06,603
Other Loans and Advances (Unsecured Considered Good)	5,63,83,302	5,55,30,344
Security Deposits (Unsecured Considered Good)	31,92,386	36,17,224
Total	6,35,23,450	6,42,65,179



AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

12. CURRENT INVESTMENT

(Amount in ₹)

Particulars	As at	
	31st March 2021	30th September 2020
Investments in mutual funds (Instrument wise):		
- Axis Multi Cap Fund Growth	-	-
- DSP Equity Fund Regular Plan Growth	-	8,01,484
- HDFC Capital Builder Value Fund Regular Growth	-	16,30,547
- TATA Equity Fund Regular Growth	-	5,74,945
- Tata Banking & PSU Debt Fund Regular Plan Growth	5,83,848	-
- Aditya Birla Sunlife Equity Advantage Growth Fund	6,00,000	-
- Aditya Birla Sunlife Frontline Equity Fund	-	48,08,048
- Aditya Birla Equity Fund Growth Plan	-	25,00,000
- Aditya Birla Sun Life Banking And Financial Services Fund	5,38,082	10,00,000
- 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	-
- Aditya Birla Sun Life Low Duration Fund Growth Plan	65,59,671	47,96,210
- DSP Mid Cap Fund Regular Plan Growth	16,00,000	9,99,985
- HDFC Small Cap Fund Regular Plan Growth	2,50,000	8,99,993
- HDFC Top 100 Fund Regular Plan Growth	3,48,129	8,49,993
- IDFC Banking & PSU Debt Fund Regular Plan Growth	-	2,50,220
- IDFC Large Cap Fund Growth Regular Plan	-	-
- IDFC Ultra Short Term Fund Regular Plan	-	10,01,378
- IDFC Emerging Businesses Fund Regular Plan Growth	-	7,96,181
- IDFC Bond Fund Medium Term Plan Growth	5,00,000	6,14,834
- IDFC Bond Fund Short Term Plan Growth	9,48,434	9,48,434
- Invesco Mutual Fund	1,00,000	1,00,000
- Kotak Balanced Advantage Fund Growth	9,29,592	55,223
- Kotak Emerging Equity Scheme Growth Regular Plan	3,00,000	-
- Kotak Equity Opportunities Fund Growth Regular Plan	9,50,000	6,49,995
- Kotak Focused Equity Fund Growth	-	-
- Kotak Pioneer Fund Growth Regular Plan	13,48,623	30,00,000
- Kotak Standard Multicap Fund Growth Regular Plan	-	56,49,993
- Kotak Low Duration Fund Standard Growth	8,02,851	27,38,466
- Nippon India Banking Fund Growth Plan	9,80,087	34,66,071
- Nippon India Banking PSU & Debt Fund Growth Plan	-	18,51,749
- Nippon India Balanced Advantage Fund Growth Plan	-	2,27,741
- Nippon India Growth Fund Growth Plan	15,22,701	22,00,670
- Nippon India Large Cap Fund Growth Plan	24,62,792	13,57,982
- Nippon India Multicap Fund Growth Plan	17,91,657	27,42,998
- Nippon India Overnight Fund Growth Plan	-	1,85,536
- Nippon India Junior Bees Fof Growth Plan	-	3,99,975
- Nippon India Short Term Fund Growth Plan	29,99,850	58,99,705
- Nippon India Small Cap Fund Growth Plan	4,99,975	9,45,461
- Nippon India Low Duration Fund Growth Plan	-	25,99,870
- Nippon India Value Fund Growth Plan	1,39,995	59,999
- Nippon India Us Equity Opportunities Fund Growth	-	74,888
- Nippon India Prime Debt Fund Growth Plan	-	-
- 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	99,995	3,88,981
- Nippon India Multi-Asset Fund Growth Plan (MFGPG)	9,99,950	9,99,950
- Tata Short Term Bond Fund Regular Plan Growth-I	5,00,000	-

AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

- Aditya Birla Sun Life Floating Rate Fund Growth Regular Plan	5,00,000	-
- DSP Floater Fund Regular Growth	54,76,592	-
- DSP Ultra Short Fund Regular Plan Growth	-	94,84,524
- IDFC Sterling Value Fund Growth Regular Plan	5,02,597	-
- IDFC Dynamic Equity Fund Regular Plan Growth	3,21,000	-
- Nippon India Nifty Samllcap 250 Index Fund Growth Plan	7,79,317	-
- Nippon India Pharma Fund Growth Plan	2,98,985	-
- Nippon India Passive Flexicap FOF Growth Plan	33,05,233	-
- Nippon India Asset Allocator FOF Growth Plan	14,99,925	-
- 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	-
Total	5,88,90,997	7,02,28,227

13. INVENTORIES

(Amount in ₹)

Particulars	As at	As at
	31st March 2021	30th September 2020
Raw Materials and components	1,94,10,227	2,61,45,807
Work-in-progress	8,60,280	-
Finished Goods	10,608	51,619
Stock in trade	-	-
Total	2,02,81,115	2,61,97,426

14. TRADE RECEIVABLES

(Amount in ₹)

Particulars	As at	As at
	31st March 2021	30th September 2020
Outstanding for less than 6 months from the due date (Unsecured, considered good)	5,00,34,478	2,97,23,488
Outstanding for more than 6 months from the due date (Unsecured, considered good)	1,34,65,346	1,24,07,421
Total	6,34,99,824	4,21,30,909



AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

15. CASH AND CASH EQUIVALENTS

Particulars	(Amount in ₹)	
	As at 31st March 2021	As at 30th September 2020
Balances with banks:		
– Earmarked Balances	2,25,000	2,25,000
– Guarantees (refer note no. 15.1)	52,62,419	50,53,772
– Other Commitments (refer note no. 15.2)	41,98,127	24,09,043
Cash on hand	23,160	12,521
Others (refer note no. 15.3)	2,40,236	1,49,073
Total	99,48,942	78,49,409

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

15.2 Other commitments represent balances with banks.

15.3 Others represent imprest given to employees for incurring expenses.

16. SHORT TERM LOANS AND ADVANCES

Particulars	(Amount in ₹)	
	As at 31st March 2021	As at 30th September 2020
Unsecured Loans and Advances: (Unsecured, considered good)		
Advance to Suppliers	13,85,967	70,65,792
Advance to Employees	66,26,961	12,83,960
Prepaid Expenses	3,19,071	2,97,341
Other Loans and Advances	-	-
Total	83,31,999	86,47,093

17. OTHER CURRENT ASSETS

Particulars	(Amount in ₹)	
	As at 31st March 2021	As at 30th September 2020
Income Tax Refund Receivable AY 2016-17	-	4,21,004
Income Tax Refund Receivable AY 2020-21	3,04,218	3,04,218
TDS Receivable	-	59,013
TCS Receivable	7,228	-
Excise Duty Receivables	-	1,32,442
Accrued Interest	32,70,715	8,37,274
GST Receivable	-	12,36,379
Total	35,82,161	29,90,330



AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

18. REVENUE FROM OPERATIONS

Particulars	(Amount in ₹)	
	As at 31st March 2021	As at 30th September 2020
Sale of Products	5,61,70,307	4,57,49,051
Sale of Services	73,63,203	-
Total	6,35,33,510	4,57,49,051

19. OTHER INCOME

Particulars	(Amount in ₹)	
	As at 31st March 2021	As at 30th September 2020
- Interest Income	45,25,127	6,35,113
- Rental Income	1,05,850	84,700
- Dividend Income	11,507	-
- Net gain/(- loss) on sale of investments	26,08,050	12,43,367
- Net gain on foreign currency transaction and translation	84,787	16,489
- Other non-operating income	27,840	94,904
- Profit on sale of Fixed Assets	-	-
Total	73,63,161	20,74,573

20. COST OF MATERIALS CONSUMED

Particulars	(Amount in ₹)	
	As at 31st March 2021	As at 30th September 2020
Purchase of Raw Materials	2,94,48,680	2,02,05,761
Opening Balance of Raw Materials	2,61,45,807	2,42,60,921
Less : Closing Balance of Raw Materials	1,94,10,227	2,61,45,807
Total	3,61,84,260	1,83,20,875

21. CHANGE IN INVENTORIES

Particulars	(Amount in ₹)	
	As at 31st March 2021	As at 30th September 2020
Finished goods:		
Opening Balance	51,619	47,765
Less: Closing Balance	10,608	51,619
	41,011	-3,854
Work-in-Progress:		
Opening Balance	-	39,85,235
Less: Closing Balance	8,60,280	-
	-8,60,280	39,85,235
Total	-8,19,269	39,81,381






AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

22. EMPLOYEE BENEFIT EXPENSES

Particulars	(Amount in ₹)	
	As at 31st March 2021	As at 30th September 2020
Salaries and Wages:		
– Directors Remuneration	24,04,942	17,41,000
– Staff Salary	1,11,41,006	91,30,352
– Salary relates to Recognised Research & Development Facility	4,15,478	5,35,596
Contribution to Provident Fund and Other Funds	4,25,304	4,43,056
Staff Welfare Expenses	8,93,331	84,530
Total	1,52,80,061	1,19,34,534

23. FINANCE COST

Particulars	(Amount in ₹)	
	As at 31st March 2021	As at 30th September 2020
Interest Expenses (Refer Note No. 23.1)	6,01,356	5,47,465
Other borrowing costs (Refer Note No.23.2)	3,22,857	1,37,105
Total	9,24,213	6,84,570

23.1 Interest Expenses shown interest on CC/OD Account.

23.2 Other borrowing costs include bank charges and bank commission paid during the year for bank guarantees.

24. DEPRECIATION AND AMORTISATION EXPENSES

Particulars	(Amount in ₹)	
	As at 31st March 2021	As at 30th September 2020
Depreciation of tangible assets	10,27,519	10,77,940
Amortisation of intangible assets	-	-
Total	10,27,519	10,77,940

24.1 Refer note 9 for assets wise details of depreciation charge and note 1.9 for depreciation policy and rates of depreciation.



AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

25. OTHER EXPENSES

(Amount in ₹)

Particulars	As at 31st March 2021	As at 30th September 2020
Administrative Expenses		
Audit fees	1,00,000	-
Director Sitting Fees	15,000	1,05,000
Membership & Registration Fees	67,985	1,09,783
Insurance Expenses	22,678	1,16,913
Internet Expenses	2,25,700	1,91,670
Legal expenses	1,60,793	34,611
Professional & consultancy expenses	7,80,650	12,51,525
Electricity Expenses	44,641	40,502
Office Expenses	1,87,520	1,08,761
Petrol & Diesel	1,46,221	70,449
Postage & Courier Expenses	12,516	58,461
Printing & Stationery Expenses	24,418	30,223
Rates and taxes	12,42,498	50,291
Rent Office	9,00,000	9,00,000
Repairs & Maintenance	6,36,032	2,21,608
Vehicle Repairs & Maintenance	58,719	1,24,482
TCS ERP Solution	1,37,065	1,37,065
Security Expenses	68,998	79,033
Telephone & Mobile expenses	89,152	85,360
Water Charges	53,888	70,833
Miscellaneous administrative expenses	3,30,849	3,89,113
Total (A)	53,05,324	41,75,683
Manufacturing Expenses		
Power and Fuel	3,71,829	3,45,545
Rent Factory	1,52,487	1,52,484
Job Work Expenses	8,73,426	11,15,359
Site Development expenses	4,56,162	9,81,875
Repairs to machinery	2,791	30,557
Testing & Calibration Charges	74,000	4,82,075
MPIDC Annual Maintenance Charges	87,424	-
Drawing & Design Charges	10,04,500	-
Miscellaneous manufacturing expenses	3,75,719	1,10,761
Total (B)	33,98,338	32,18,656
Selling and Marketing Expenses		
Advertisement and business promotion expenses	2,75,388	18,991
Sales Commission	8,17,556	3,48,541
Travelling Expenses	6,22,689	1,84,083
Late Delivery	13,306	26,695
Transportation Outward	7,70,830	6,39,662
Tender Fees	57,929	-
Other Selling Expenses	50,801	-
Total (C)	26,08,499	12,17,972



AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 31st March, 2021

Research & Development Expenses		
Material Consumed	4,577	27,384
Travelling Expenses	-	-
Other Expenses	440	-
Total (D)	5,017	27,384
Loss due to Foreign Currency Fluctuation (E)	-	-
Total Other Expenses (A+B+C+D+E)	1,13,17,178	86,39,695

26. CURRENT TAX

Provision for current tax is made in the statement of profit and loss for the year ending March 31, 2021 after taking into consideration the provisions of Income Tax Act, 1961 including provisions of Minimum Alternate Tax under section 115JB (Chapter XII-B) including various benefits available under the Income Tax Act.

For the year ending March 31, 2021 (assessment year 2021 -22), the income tax computed under the other provisions (provisions of the Income Tax Act other than Chapter XII-B) amounts to ₹ 24,21,727 and income tax computed under the provisions of chapter XII-B of Income Tax Act amounts to ₹ 17,50,487. The provision of ₹ 17,50,487 has been made after utilising MAT credit.

27. 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:

27.1 Deferred tax impact of the timing difference in depreciation as per the Companies Act, 2013 and depreciation as per the Income Tax Act, 1961 –

– Depreciation as per Income Tax Act, 1961	:	₹	22,36,207
– Depreciation as per Companies Act, 2013	:	₹	21,05,459
– Difference	:	₹	1,30,748
– Deferred Tax Expense/(Income)	:	₹	33,994

27.2 Net deferred tax expense debited to statement of profit and loss for the period is ₹ 33,994






AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended March 31, 2021

28. RELATED PARTY DISCLOSURE

S.No.	Name of Related Party	Related Party Category	Nature of Transaction	Amount in ₹
1	AIC - Aartech Solonics Pvt Ltd	Subsidiary Company	Investment in Equity Shares	1,00,000
2	AIC - Aartech Solonics Pvt Ltd	Subsidiary Company	Unsecured Loan	9,40,123
3	AIC - Aartech Solonics Pvt Ltd	Subsidiary Company	Interest Income on Unsecured Loan	7,01,746
4	AIC - Aartech Solonics Pvt Ltd	Subsidiary Company	Investment in 8% Fully Convertible Debentures	2,00,00,000
5	AIC - Aartech Solonics Pvt Ltd	Subsidiary Company	Interest Income on Debentures	10,17,410
6	AIC - Aartech Solonics Pvt Ltd	Subsidiary Company	Job Work Expenses	1,19,960
7	Faradigm Ultracapitors Pvt Ltd	Subsidiary Company	Investment in Equity Shares	9,50,000
8	Faradigm Ultracapitors Pvt Ltd	Subsidiary Company	Unsecured Loan	30,07,639
9	Faradigm Ultracapitors Pvt Ltd	Subsidiary Company	Interest Income on Unsecured Loan	1,09,230
10	Faradigm Ultracapitors Pvt Ltd	Subsidiary Company	Investment in 8% Fully Convertible Debentures	2,50,00,000
11	Faradigm Ultracapitors Pvt Ltd	Subsidiary Company	Interest Income on Debentures	16,02,436
12	Faradigm Ultracapitors Pvt Ltd	Subsidiary Company	Purchases	8,43,744



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AARTECH SOLONICS LIMITED

Statement of Cash Flow for the Half Year ended March 31, 2021

Particulars	For half year ended 31st March 2021	For half year ended 30th September 2020
1. Cash Flows from Operating Activities		
Net Profit and Loss a/c (as per profit and loss account)	51,98,228	31,84,629
Add : (A) Apportionment of Fund :		
Provision for tax made during the year	17,50,487	-
Deferred Tax	33,994	-
Net Profit before taxation and extra ordinary items	69,82,709	31,84,629
Add : (B) Non operating Expenses :		
Depreciation during the year	10,27,519	10,77,940
Sub Total	10,27,519	10,77,940
Less : (C) Non operating Income :		
Interest Income (refer note 19)	45,25,127	6,35,113
Rental Income (refer note 19)	1,05,850	84,700
Dividend Income (refer note 19)	11,507	-
Net gain/(- loss) on sale of investments (refer note 19)	26,08,050	12,43,367
Other non-operating income (refer note 19)	27,840	1,96,093
Profit on sale of Fixed Assets (refer note 19)	-	-
Sub Total	72,78,374	21,59,273
(D) Operating Profit Before Working Capital Changes (A+B-C)	7,31,854	21,03,296
Add : (E) Increase in current liabilities and decrease in current assets:		
Decrease in Inventory	59,16,311	20,96,495
Decrease in Account Receivable	-	32,78,242
Decrease in Short term Loans and Advances	3,15,094	7,70,816
Decrease in Other Current Assets	-	11,02,697
Increase in Short term borrowings	-	-
Increase in Trade Payables	41,93,883	-
Increase in Short Term Provisions	31,91,495	10,05,558
Increase in Other Current Liabilities	-	3,26,952
Sub Total	1,36,16,783	85,80,760
Less : (F) Increase in current assets and decrease in current liabilities:		
Increase in Inventory	-	-
Increase in Account Receivable	2,13,68,915	-
Increase in Short Term Loans and Advances	-	-
Increase in Other Current Assets	5,91,831	-
Decrease in Short Term Borrowings	14,18,944	71,84,084
Decrease in Trade Payable	-	69,25,046
Decrease in Short Term Provisions	-	-
Decrease in Other Current Liabilities	40,62,290	-
Sub Total	2,74,41,980	1,41,09,130
(G) Cash generated from Operations (D+E-F))	-1,30,93,343	-34,25,074
(H) Income tax paid during the year:	5,65,300	-
(I) Net cash generated from operational activity (G-H)	-1,36,58,643	-34,25,074
2. Cash Flows from Investing Activities		
(A) Net cash inflow from investment activity		
Interest Income (refer note 19)	45,25,127	6,35,113
Rental Income (refer note 19)	1,05,850	84,700
Dividend Income (refer note 19)	11,507	-
Net gain/(- loss) on sale of investments (refer note 19)	26,08,050	12,43,367
Other non-operating income (refer note 19)	27,840	1,96,093
Revenue Grant for DST Uplift Project (refer note 19)	-	-
Proceeds from marketable securities	4,59,02,302	43,90,941
Proceeds from sale of fixed assets	-	-
Realisation of Long Term Loans & Advances	3,16,891	2,64,89,177
Realisation of security deposit	4,24,838	68,494
Sub Total	5,39,22,405	3,31,07,885



AARTECH SOLONICS LIMITED**Statement of Cash Flow for the Half Year ended March 31, 2021**

Particulars	For half year ended 31st March 2021	For half year ended 30th September 2020
(B) Net cash outflow from investment activity		
<i>Investment made in marketable securities during the year</i>	3,45,65,072	-
<i>Investment made in Subsidiary Company</i>	-	-
<i>Investment made in Debentures of Subsidiary Company</i>	29,20,000	2,90,00,000
<i>Investment made in Property</i>	-	-
<i>Long Term Loans & Advances</i>	-	-
<i>Purchase of new assets (net of sale proceed)</i>	6,79,157	4,34,063
<i>Security deposit paid</i>	-	-
Sub Total	3,81,64,229	2,94,34,063
(C) Net cash generated from Investment activity (a-b)	1,57,58,176	36,73,822
3. Cash Flows from Financing Activities		
(A) Net cash inflow from financing activity		
<i>Increase in long term borrowing</i>	-	-
<i>Proceeds from issue of equity shares</i>	-	-
Sub Total	-	-
(B) Net cash outflow from investment activity		
<i>Decrease in long term borrowing</i>	-	-
Sub Total	-	-
(C) Net cash generated from Financing activity (a-b)	-	-
4. Net Increase/(Decrease) in Cash (1+2+3)	20,99,533	2,48,748
Cash and cash equivalents at the beginning of the year	78,49,409	76,00,661
5. Cash and cash equivalents at the end of the year	99,48,942	78,49,409

