

# **AIC-AARTECH SOLOINICS PRIVATE LIMITED**

## **AUDITED FINANCIAL STATEMENTS**

**(FOR THE YEAR ENDING MARCH 31, 2023)**

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

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Fax No. 91-755-2463593  
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Website: <http://aic-aartech.in>

Auditors:  
**PREM CHAND JAIN & CO.**  
Chartered Accountants  
F-08, Smruti Towers  
159, Zone II, M P Nagar  
Bhopal – 462011



**PREM CHAND JAIN & CO.**

*Chartered Accountants*

F-08, Smruti Complex,  
159, Zone-II, MP Nagar,  
Bhopal - 462011  
Tel.: 0755-2556641  
E-mail: contact.pcbhopal@gmail.com

## **INDEPENDENT AUDITORS' REPORT**

To the Members of **AIC- AARTECH SOLONICS PRIVATE LIMITED**

### **Report on Financial Statements**

We have audited the attached Balance Sheet of AIC-AARTECH SOLONICS PRIVATE LIMITED ('the Company') as at March 31, 2023, the statement of Profit and Loss Account for the 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 Rule 7 of the Companies (Accounts) Rules, 2014. The 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. 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 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. 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 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, 2023, its loss 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, 2023 and taken on record by the Board Of Directors, none of the Directors is disqualified as on March 31, 2023 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, 2014, 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 Prem Chand Jain & Co.  
Chartered Accountants  
FRN : 000066C

*Simran Khanuja*



CA Simran Khanuja  
Partner  
(Membership No.: 461383)  
Place: Bhopal  
Date: May 08, 2023  
UDIN : 23461383BGWDZP3370

## ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

*(Issued under Companies(Auditor's Report) Order, 2020)*

### **Referred to in our Report of even date**

- 1a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b. The Company has carried out physical verification of its fixed assets during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- c. According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date.
- 2a. The inventories have been physically verified by the Management during the year. In our opinion, the frequency of verification is reasonable.
- b. In our opinion, the procedures of verification of inventories followed by the Management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- c. In our opinion, the Company has maintained proper records of inventories. The discrepancies noticed on physical verification of inventories as compared to book records were not material and the same have been properly dealt with in the books of account.
- 3a. The Company has not granted loans to parties covered in the register maintained under section 189 of the Companies Act, 2013. In our opinion and according to the information and explanations provided to us, the terms and conditions of the grant of such loans are prima facie not prejudicial to the Company's interest.
- b. The schedule of repayment of principal and payment of interest has been stipulated for the loans granted and the repayment/receipts are not regular.
- c. The Principal and interest are overdue in respect of loans granted to companies, firms or other parties listed in the register maintained under section 189 of the Companies Act, 2013 which are overdue for more than ninety days.
4. In our opinion and according to the information and explanations provided to us, the Company has not granted loans to the parties covered under Section 185 of the Act. The Company has complied with the provisions of Section 186 of the Act in respect of investments made or loans or guarantee or security provided to the parties covered under Section 186.
5. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public in accordance with provisions of sections 73 to 76 of the Act and rules framed there under.



6. We have been informed that the Central Government has not prescribed maintenance of cost records under Section 148(1) of the Act for any products of the Company.

7.a. According to the information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Service Tax, Sales Tax, Wealth Tax, Goods and Service Tax etc. with appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees State Insurance, Income Tax, Service Tax, Sales Tax, Wealth Tax, Goods and Service Tax and other material statutory dues were outstanding at the year end, for a period of more than six months from the date they became payable.

b. According to the records of the Company, no dues of Income Tax, Service Tax, Wealth Tax, Goods and Service Tax, Sales Tax, Value Added Tax etc. are outstanding on account of any dispute.

8. According to the information and explanations given to us, no transactions have been surrendered or disclosed as income during the year in the tax assessments under the Income tax act, 1961.

9. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to its bankers. The Company did not have any outstanding dues to any financial institution or debentures holders during the year.

10. (a). In our opinion and according to the information and explanations provided by the management, the Company has not raised money by way of Public offer for the purposes for which they were raised.

(b). In our opinion and according to the information and explanations provided by the management, the Company has not made any preferential allotment or private placement of shares or convertible debentures during the year.

11. Based upon the audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and according to the information and explanations provided by the management, we report that no fraud by the Company or no material fraud on the Company by the officers and employees of the Company has been noticed or reported during the year.

12. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.

13. According to the information and explanations provided by the management, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the financial statements, as required by the applicable accounting standards.



14. (a). The company has an internal audit system commensurate with the size and nature of the business.
- (b). The report of the Internal Auditor for the period under audit was considered by the statutory Auditor.
15. According to the information and explanations provided by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in section 192 of Companies Act, 2013.
16. According to the information and explanations provided to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.
17. The Company has not incurred cash losses during the current and immediately preceding financial year. The Provision of Section 15(1) of the sick Industrial Companies Act, 1985 shall not be applicable to the Company.
18. According to the information and explanations provided to us, statutory auditor has not given any resignation during the year, and hence, reporting requirements under this clause of the Order are not applicable to the Company and, not commented upon.
19. According to the information and explanations provided to us, on the basis of the financial ratios and expected dates of realization of financial assets, payment of financial liabilities and other information accompanying the financial statements, no material uncertainty exists as on the date of the audit report.
20. (a). The company has not any other than ongoing projects, therefore provision of section 135 of Companies Act, 2013 is not applicable to the company;
- (b). This clause is not applicable to the company.
21. There are no any qualifications or adverse remarks given by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports, hence this clause is not applicable to the company.

For Prem Chand Jain & Co.

Chartered Accountants

FRN : 000066C



CA Simran Khanuja

Partner

(Membership No.: 461383)

Place: Bhopal

Date: May 08, 2023

UDIN : 23461383BGWDZP3370



# AIC-AARTECH SOLONICS PRIVATE LIMITED

## Balance Sheet as at 31st March 2023

Particulars	Notes	As at 31st March 2023	As at 31st March 2022
<b>EQUITY &amp; LIABILITIES</b>			
<b>Shareholders' Funds</b>			
Share capital	2	1,00,000	1,00,000
Reserves & Surplus	3	-1,85,66,477	-1,74,89,918
<b>Non Current Liabilities</b>			
Long term Borrowings	4	2,00,00,000	2,10,12,042
Deferred Tax Liabilities (Net)	5	2,82,288	2,36,886
<b>Capital Grant</b>	6	17,26,111	26,28,239
<b>Current Liabilities</b>			
Short Term Borrowings			
Trade Payables			
- Total outstanding dues of MSMEs	7	12,00,000	-
- Total outstanding dues of creditors other than MSMEs	7	2,596	5,388
Other Current Liabilities	8	41,01,848	24,94,409
Short Term Provisions	9	1,58,836	2,49,777
<b>TOTAL</b>		<b>90,05,202</b>	<b>92,36,823</b>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property Plant & Equipment & Intangible Assets			
- Property Plant & Equipment	10	49,30,233	53,64,872
Non-Current Investments	11	56,578	56,578
Long Term Loans and Advances			
Other Non Current Assets		-	-
<b>Current Assets</b>			
Current Investments	12	6,13,687	3,22,501
Inventories		-	-
Trade Receivables	13	10,43,700	10,99,768
Cash and Cash Equivalents	14	2,09,532	2,12,246
Short Term Loans and Advances	15	-	5,388
Other Current Assets	16	21,51,472	21,75,470
<b>TOTAL</b>		<b>90,05,202</b>	<b>92,36,823</b>

Significant accounting policies and notes to financial statements are given in note 1 to 26

The accompanying notes are integral part of the Financial Statements

Signed in terms of our report of even date

For **PREM CHAND JAIN & CO.**

Chartered Accountants

*Simran Khanuja*

CA Simran Khanuja

Partner

(Membership No. 461383)

UDIN: 23461383BGWDZP3370

Place : Bhopal

Date : May 8, 2023



For and on behalf of the Board of Directors

*Amir A. Raje*  
Amir A. Raje  
Director



*Arati Nath*  
Arati Nath  
Director



## AIC-AARTECH SOLONICS PRIVATE LIMITED

### Statement of Profit and Loss for the year ended 31st March 2023

	Notes	For the year ended 31st March 2023	For the year ended 31st March 2022
<b>REVENUES</b>			
Revenue from operations	17	37,55,902	15,12,163
Other income	18	9,61,187	-
<b>TOTAL INCOME</b>		<b>47,17,089</b>	<b>15,12,163</b>
<b>EXPENDITURES</b>			
Cost of materials consumed		-	-
Change in inventories of finished goods and work in process		-	-
Employee benefit expenses	19	8,09,176	4,75,649
Finance costs	20	17,92,530	17,88,460
Depreciation and amortization expenses	21	4,34,639	6,61,853
Other expenses	22	27,11,901	3,59,905
<b>TOTAL EXPENSES</b>		<b>57,48,246</b>	<b>32,85,867</b>
<b>Profit before exceptional and extraordinary items and tax</b>		<b>-10,31,157</b>	<b>-17,73,704</b>
Exceptional Items		-	-
Extraordinary Items		-	-
<b>Profit before tax</b>		<b>-10,31,157</b>	<b>-17,73,704</b>
<b>Tax Expense</b>			
Current Tax		-	-
Deferred Tax	23	45,402	23,021
<b>Profit for the year</b>		<b>-10,76,559</b>	<b>-17,96,725</b>
<b>Earnings per equity share (Par value of ₹ 10 each)</b>			
Basic (₹)		-108	-180
Diluted (₹)		-108	-180

Significant accounting policies and notes to financial statements are given in note 1 to 26

The accompanying notes are integral part of the Financial Statements

Signed in terms of our report of even date

For **PREM CHAND JAIN & CO.**

Chartered Accountants

*Simran*

CA Simran Khanuja

Partner

(Membership No. 461383)

UDIN: 23461383BGWDZP3370

Place : Bhopal

Date : May 8, 2023



For and on behalf of the Board of Directors

*Amit A. Raje*

Amit A. Raje  
Director

*Arati Nath*

Arati Nath  
Director



# AIC-AARTECH SOLONICS PRIVATE LIMITED

## Statement of Cash Flow for the year ended 31st March 2023

Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
<b>1. Cash Flows from Operating Activities</b>		
Net Profit and Loss a/c ( as per profit and loss account)	-10,76,559	-17,96,725
Provision for tax made during the year	-	-
Deferred Tax	45,402	23,021
Depreciation for the year	4,34,639	6,61,853
Interest Income (Refer note 18)	-5,610	-
Net gain/(- loss) on sale of investments (Refer note 18)	-49,132	-
Deferred Income of Grant received from NITI Aayog (Refer note 18)	-9,02,128	-
Other non-operating income (Refer note 18)	-4,316	-
<b>Operating Profit Before Working Capital Changes</b>	<b>-15,57,705</b>	<b>-11,11,851</b>
<b>Working Capital Changes</b>		
Decrease/(Increase) in Trade Receivable	56,068	-6,86,336
Decrease/(Increase) in Other Current Assets	23,998	1,20,699
Decrease/(Increase) in Short Term Loan and Advances	5,388	-5,388
Increase/(Decrease) in Trade Payable	11,97,208	3,178
Increase/(Decrease) in Other Current Liabilities	16,07,439	15,47,368
Increase/(Decrease) in Short Term Provision	-90,941	80,049
<b>Cash generated from Operations</b>	<b>12,41,455</b>	<b>-52,281</b>
Income tax paid during the year	-	-
<b>Net cash generated from operational activity</b>	<b>12,41,455</b>	<b>-52,281</b>
<b>2. Cash Flows from Investing Activities</b>		
Interest Income (Refer note 18)	5,610	-
Net gain/(- loss) on sale of investments (Refer note 18)	49,132	-
Other non-operating income (Refer note 18)	4,316	-
Realisation of security deposit	-	-
Investment made in marketable securities (Net)	-2,91,186	-
Purchase of new assets (refer note no. 10)	-	-54,426
Security deposit paid	-	-
<b>Net cash generated from Investment activity</b>	<b>-2,32,127</b>	<b>-54,426</b>
<b>3. Cash Flows from Financing Activities</b>		
Decrease in Long term borrowing	-10,12,042	71,919
Payment of dividend and dividend distribution tax	-	-
<b>Net cash generated from Financing activity</b>	<b>-10,12,042</b>	<b>71,919</b>
<b>4. Net Increase/(Decrease) in Cash (1+2+3)</b>	<b>-2,714</b>	<b>-34,788</b>
Cash and cash equivalents at the beginning of the year	2,12,246	2,47,034
<b>5. Cash and cash equivalents at the end of the year</b>	<b>2,09,532</b>	<b>2,12,246</b>

Signed in terms of our report of even date

For **PREM CHAND JAIN & CO.**  
Chartered Accountants

*Simran Khanuja*

CA Simran Khanuja  
Partner

(Membership No. 461383)

UDIN: 23461383BGWDZP3370

Place : Bhopal

Date : May 8, 2023



For and on behalf of the Board of Directors

*Amit A. Raje*  
Amit A. Raje  
Director

*Arati Nath*  
Arati Nath  
Director



## **AIC-AARTECH SOLONICS PRIVATE LIMITED**

### **Notes on Financial Statements for the Year ended 31st March, 2023**

#### **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.

##### **1.2 PRESENTATION AND DISCLOSURE OF FINANCIAL STATEMENTS:**

The Schedule III notified under the Companies Act, 2013, is 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.

##### **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.

##### **1.4 PROPERTY, PLANT & EQUIPMENTS:**

Property, Plant and Equipment 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.

##### **1.5 EXPENSES INCURRED DURING CONSTRUCTION PERIOD:**

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.

##### **1.6 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.



## **AIC-AARTECH SOLONICS PRIVATE LIMITED**

### **Notes on Financial Statements for the Year ended 31st March, 2023**

#### **1. SIGNIFICANT ACCOUNTING POLICIES**

##### **1.7 REVENUE RECOGNITION:**

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. 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.

##### **1.8 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

##### **1.9 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.

##### **1.10 PROVISIONS AND CONTINGENCIES:**

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. Provisions are not discounted and are determined based on best estimate required to settle the obligation at each balance sheet date. Provisions are reviewed at each balance sheet date and are adjusted to effect the current best estimation. A contingent liability is disclosed where the possibility of an outflow of resources embodying economic benefits is possible.

##### **1.11 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 share 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 decline is other than temporary. Any loss or gain on sale / redemption of investments is recognized in the profit and loss account.



## AIC-AARTECH SOLONICS PRIVATE LIMITED

### Notes on Financial Statements for the Year ended 31st March, 2023

#### 2. SHARE CAPITAL

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
<b>Authorized Share Capital:</b>		
10,000 Equity shares of ₹10 each	1,00,000	1,00,000
<b>Total</b>	<b>1,00,000</b>	<b>1,00,000</b>
<b>Issued, subscribed and Paid up:</b>		
10,000 Equity shares of ₹10 each fully paid	1,00,000	1,00,000
<b>Total</b>	<b>1,00,000</b>	<b>1,00,000</b>

#### 2.1 Share holding pattern and details:

Name of Share Holders	No. of Shares	% held
<b>As at March 31, 2023</b>		
Aartech Solonics Ltd	9,900	99.00%
Mr. Anil Anant Raje	100	1.00%
<b>As at March 31, 2022</b>		
Aartech Solonics Ltd	9,900	99.00%
Mr. Anil Anant Raje	100	1.00%

#### 2.2 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 31st March 2023	As at 31st March 2022
Equity Shares at the beginning of the year	10,000	10,000
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	-	-
<b>Equity Shares at the end of the year</b>	<b>10,000</b>	<b>10,000</b>

#### 2.3 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.

#### 2.4 The details of shares held by promoters in the Company:

Name of Promoters	No. of Shares	% held	% Change during the year
<b>As at March 31, 2023</b>			
Aartech Solonics Ltd	9,900	99.00%	Nil
Mr. Anil Anant Raje	100	1.00%	Nil
<b>As at March 31, 2022</b>			
Aartech Solonics Ltd	9,900	99.00%	Nil
Mr. Anil Anant Raje	100	1.00%	Nil

(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)



## AIC-AARTECH SOLONICS PRIVATE LIMITED

### Notes on Financial Statements for the Year ended 31st March, 2023

#### 3. RESERVES AND SURPLUS

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
a) Surplus / (deficit) balance in statement of profit and loss during the year		
Balance as per last Financial Statements	-1,74,89,918	-1,56,93,193
Add : Profit for the year	-10,76,559	-17,96,725
Less: Appropriations:		
- Proposed Dividend on Equity Shares	-	-
- Transfer to General Reserve	-	-
<b>Closing Balance</b>	<b>-1,85,66,477</b>	<b>-1,74,89,918</b>

#### 4. LONG TERM BORROWINGS

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
- Unsecured Loan from Related parties	-	10,12,042
- 8% Convertible Cumulative Debentures	2,00,00,000	2,00,00,000
<b>Total</b>	<b>2,00,00,000</b>	<b>2,10,12,042</b>

#### 5. DEFERRED TAX LIABILITIES (Net)

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
Opening Balance	2,36,886	2,13,865
Add: Deferred tax Liability arising on account of section 35D of Income Tax Act	-	1,300
Add: Deferred tax liability arising on account of difference in Depreciation as per Companies Act and as per Income Tax Act	45,402	21,721
<b>Closing Balance</b>	<b>2,82,288</b>	<b>2,36,886</b>

- 5.1 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.



Signature



## AIC-AARTECH SOLONICS PRIVATE LIMITED

### Notes on Financial Statements for the Year ended 31st March, 2023

#### 6. CAPITAL GRANT

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
- Grant received from Niti Aayog	17,26,111	26,28,239
<b>Total</b>	<b>17,26,111</b>	<b>26,28,239</b>

#### 7. TRADE PAYABLES

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
Micro, Small and Medium Enterprises	12,00,000	-
Others	2,596	5,388
<b>Total</b>	<b>12,02,596</b>	<b>5,388</b>

7.1 Steps have been taken to identify the suppliers who qualify under the definition of micro and small enterprises, as defined under the Micro, Small and Medium Enterprises Development Act 2006. Since no intimation has been received from the suppliers regarding their status under the said Act as at 31st March 2023, disclosures relating to amounts unpaid as at the year end, if any, have not been furnished. In the opinion of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act, is not expected to be material.

#### 7.2 Trade Payables ageing schedule: As at 31st March, 2023

(Amount in ₹)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 Years	2-3 Years	More than 3 years	
MSME	12,00,000	-	-	-	12,00,000
Others	2,596	-	-	-	2,596
MSME - Disputed Dues	-	-	-	-	-
Others - Disputed Dues	-	-	-	-	-

#### 7.3 Trade Payables ageing schedule: As at 31st March, 2022

(Amount in ₹)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 Years	2-3 Years	More than 3 years	
MSME	-	-	-	-	-
Others	-	5,388	-	-	5,388
MSME - Disputed Dues	-	-	-	-	-
Others - Disputed Dues	-	-	-	-	-



## AIC-AARTECH SOLONICS PRIVATE LIMITED

### Notes on Financial Statements for the Year ended 31st March, 2023

#### 8. OTHER CURRENT LIABILITIES

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
Interest on Debentures Payable	40,01,104	24,71,104
Advance from Customer	1,00,000	-
Expenses Payable	744	23,305
<b>Total</b>	<b>41,01,848</b>	<b>24,94,409</b>

#### 9. SHORT TERM PROVISIONS

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
<b>Provision for Employee Benefits:</b>		
- Salary and Reimbursements	48,307	55,607
<b>Duties &amp; Taxes Payable:</b>		
- TDS Payable	95,529	1,84,170
- GST Payable	-	-
<b>Other Provisions:</b>		
- Audit Fees	15,000	10,000
<b>Total</b>	<b>1,58,836</b>	<b>2,49,777</b>

#### 10. PROPERTY, PLANT & EQUIPMENT

Particulars	Gross Block			As at 31/03/2023	Rate of Depreciation
	As at 01/04/2022	Addition	(Deduction)		
Building	25,83,089	-	-	25,83,089	3.17%
Plant & Machinery	31,69,744	-	-	31,69,744	6.33%
Computer & Accessories	15,22,526	-	-	15,22,526	31.67%
Furniture & Fixtures	4,05,689	-	-	4,05,689	9.50%
Electrical Installation	3,19,287	-	-	3,19,287	9.50%
Office Equipment	4,38,059	-	-	4,38,059	19.00%
<b>Total</b>	<b>84,38,394</b>	<b>-</b>	<b>-</b>	<b>84,38,394</b>	

Particulars	Depreciation & Amortisation			Net Block	
	As at 01/04/2022	For the year	As at 31/03/2023	As at 01/04/2022	As at 31/03/2023
Building	3,22,769	81,884	4,04,653	22,60,320	21,78,436
Plant & Machinery	6,74,998	2,00,643	8,75,641	24,94,746	22,94,103
Computer & Accessories	15,22,526	-	15,22,526	-	-
Furniture & Fixtures	1,20,185	38,547	1,58,732	2,85,504	2,46,957
Electrical Installation	1,18,129	30,333	1,48,462	2,01,158	1,70,825
Office Equipment	3,14,915	83,232	3,98,147	1,23,144	39,912
<b>Total</b>	<b>30,73,522</b>	<b>4,34,639</b>	<b>35,08,161</b>	<b>53,64,872</b>	<b>49,30,233</b>





## AIC-AARTECH SOLONICS PRIVATE LIMITED

### Notes on Financial Statements for the Year ended 31st March, 2023

#### 11. NON CURRENT INVESTMENT

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
<b>Investment in Equity</b>		
- Investment In Ansheo Nutraware Private Limited	25,000	25,000
- Investment In Bozobaka Labs Private Limited	31,578	31,578
<b>Total</b>	<b>56,578</b>	<b>56,578</b>

11.1 All above Investments are carried at cost.

#### 12. CURRENT INVESTMENT

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
<b>Investment in Mutual Fund</b>		
- Nippon India Short Term Fund Growth Plan	-	3,22,501
- Nippon India Large Cap Fund Growth Plan	6,13,687	-
<b>Total</b>	<b>6,13,687</b>	<b>3,22,501</b>

#### 13. TRADE RECEIVABLES

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
<b>Outstanding for more than 6 months</b>		
- Secured, considered good	-	-
- Unsecured, considered good	2,01,893	2,00,713
- Doubtful	-	-
<b>Others</b>		
- Secured, considered good	-	-
- Unsecured, considered good	8,41,807	8,99,055
- Doubtful	-	-
<b>Total</b>	<b>10,43,700</b>	<b>10,99,768</b>

##### 13.1 Trade Receivables ageing schedule: As at 31st March, 2023

Particulars	(Amount in ₹)				
	Outstanding for following periods from due date of payment				
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years
Undisputed Considered Good	8,41,807	1,180	-	2,00,713	-
Undisputed Considered Doubtful	-	-	-	-	-
Disputed Considered Good	-	-	-	-	-
Disputed Considered Doubtful	-	-	-	-	-

##### 13.2 Trade Receivables ageing schedule: As at 31st March, 2022

Particulars	(Amount in ₹)				
	Outstanding for following periods from due date of payment				
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years
Undisputed Considered Good	8,99,055	-	-	-	-
Undisputed Considered Doubtful	-	-	2,00,713	-	-
Disputed Considered Good	-	-	-	-	-
Disputed Considered Doubtful	-	-	-	-	-



## AIC-AARTECH SOLONICS PRIVATE LIMITED

### Notes on Financial Statements for the Year ended 31st March, 2023

#### 14. CASH AND CASH EQUIVALENTS

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
Balances with banks:		
– Other Commitments (refer note no. 14.1)	1,97,018	2,08,128
– Bank deposits with more than 12 months maturity	-	-
Cash on hand	12,514	4,118
Others (refer note no. 14.2)	-	-
<b>Total</b>	<b>2,09,532</b>	<b>2,12,246</b>

14.1 Other commitments represent balances with banks.

14.2 Others represent imprest given to employees for incurring expenses.

#### 15. SHORT TERM LOANS AND ADVANCES

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
Loans & Advances	-	5,388
<b>Total</b>	<b>-</b>	<b>5,388</b>

#### 16. OTHER CURRENT ASSETS

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
TDS Receivable	3,07,098	1,21,011
GST Receivable	18,44,374	20,54,459
<b>Total</b>	<b>21,51,472</b>	<b>21,75,470</b>



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## AIC-AARTECH SOLONICS PRIVATE LIMITED

### Notes on Financial Statements for the Year ended 31st March, 2023

#### 17. REVENUE FROM OPERATIONS

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
- Sale of Products	7,033	22,943
- Sale of Service	37,48,869	14,89,220
<b>Total</b>	<b>37,55,902</b>	<b>15,12,163</b>

#### 18. OTHER INCOME

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
- Interest Income	5,610	-
- Net gain/(- loss) on sale of investments	49,132	-
- Deferred Income of Grant received from NITI Aayog	9,02,128	-
- Other non-operating income	4,316	-
<b>Total</b>	<b>9,61,187</b>	<b>-</b>

#### 19. EMPLOYEE BENEFIT EXPENSES

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
- Salaries and Wages	8,09,176	4,75,649
- Staff Welfare Expenses	-	-
<b>Total</b>	<b>8,09,176</b>	<b>4,75,649</b>

#### 20. FINANCE COST

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
Interest Expenses (Refer Note No. 20.1)	17,83,510	17,79,910
Other borrowing costs (Refer Note No.20.2)	9,020	8,550
<b>Total</b>	<b>17,92,530</b>	<b>17,88,460</b>

20.1 Interest Expenses includes interest paid on unsecured loan to related party and Interest on Debentures.

20.2 Other borrowing costs includes bank charges, commission paid during the year.

#### 21. DEPRECIATION AND AMORTISATION EXPENSES

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
Depreciation of tangible assets	4,34,639	6,61,853
Amortisation of intangible assets	-	-
<b>Total</b>	<b>4,34,639</b>	<b>6,61,853</b>

21.1 Refer note 10 for assets wise details of depreciation charge and note 1.6 for depreciation policy and rates of depreciation



## AIC-AARTECH SOLONICS PRIVATE LIMITED

Notes on Financial Statements for the Year ended 31st March, 2023

### 22. OTHER EXPENSES

Particulars	(Amount in ₹)	
	As at 31st March 2023	As at 31st March 2022
<b>Administrative Expenses</b>		
Audit fees	20,000	10,000
Rates & Taxes	9,797	-
Legal Expenses	1,000	50
Professional & Consultancy Charges	26,000	24,000
Printing & Stationery Expenses	45,000	3,160
Office Expenses	8,928	10,864
Repair & Maintenance	49,897	33,829
Miscellaneous Administrative expenses	-	14,465
<b>Total (A)</b>	<b>1,60,622</b>	<b>96,368</b>
<b>Incubation Centre Expenses</b>		
Advertisement & Marketing Expenses	-	18,350
Consumables	32,800	2,34,236
Startup Support Expenses	25,00,000	-
Training, Exhibition, Workshop & Seminar Expenses	-	6,000
Travelling & Accommodation Expenses	18,479	4,951
<b>Total (B)</b>	<b>25,51,279</b>	<b>2,63,537</b>
<b>Loss due to Foreign Currency Fluctuation (D)</b>	-	-
<b>Total Expenses (A+B+C)</b>	<b>27,11,901</b>	<b>3,59,905</b>



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## AIC-AARTECH SOLONICS PRIVATE LIMITED

### Notes on Financial Statements for the Year ended 31st March, 2023

#### 23. 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:

##### 23.1 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	:	₹	6,09,261
- Depreciation as per Companies Act, 2013	:	₹	4,34,639
- Difference	:	₹	1,74,622
- Deferred Tax Expense/(Income)	:	₹	45,402

23.2 Net deferred tax expense debited to statement of profit and loss for the period is ₹ 45,402

#### 24. RELATED PARTY DISCLOSURE

S.No.	Name of Related Party	Related Party Category	Nature of Transaction	As at 31st March 2023	As at 31st March 2022
1	Aartech Solonics Ltd	Holding Company	Interest paid on Unsecured Loan	83,509	79,910
2	Aartech Solonics Ltd	Holding Company	Repayment of Unsecured Loan	10,87,200	-
3	Aartech Solonics Ltd	Holding Company	Interest on Debentures	17,00,001	17,00,000
4	Aartech Solonics Ltd	Holding Company	Others Services (Expenses)	25,00,000	-
5	Aartech Solonics Ltd	Holding Company	Job Work Service (Revenue)	8,42,766	6,19,125



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## AIC-AARTECH SOLONICS PRIVATE LIMITED

Notes on Financial Statements for the Year ended 31st March, 2023

### 25. RATIO ANALYSIS

S.No.	Particulars	As at	
		31st March 2023	31st March 2022
1	<u>Current Ratio</u>	<b>73.55%</b>	<b>138.76%</b>
	Numerator - Current Assets	40,18,391	38,15,373
	Denominator - Current Liabilities	54,63,280	27,49,574
2	<u>Debt Equity Ratio</u>	<b>-147.24%</b>	<b>-151.75%</b>
	Numerator - Total Outside Liabilities	2,71,89,391	2,63,89,855
	Denominator - Total Shareholders Equity	-1,84,66,477	-1,73,89,918
3	<u>Debt Service Coverage Ratio</u>	<b>4.76%</b>	<b>2.75%</b>
	Numerator - Net Operating Income	11,41,590	6,45,038
	Denominator - Debt Service	2,40,01,104	2,34,83,146
4	<u>Return on Equity Ratio</u>	<b>6.00%</b>	<b>10.33%</b>
	Numerator - Profit for the period	-10,76,559	-17,96,725
	Denominator - Avg. Shareholders Equity	-1,79,28,198	-1,73,89,918
5	<u>Inventory Turnover Ratio</u>	<b>0.00%</b>	<b>0.00%</b>
	Numerator - Cost of Goods sold	-	-
	Denominator - Average Inventory	-	-
6	<u>Trade Receivables Turnover Ratio</u>	<b>440.14%</b>	<b>199.86%</b>
	Numerator - Net Credit Sales	47,17,089	15,12,163
	Denominator - Average Trade Receivables	10,71,734	7,56,600
7	<u>Trade Payables Turnover Ratio</u>	<b>0.00%</b>	<b>0.00%</b>
	Numerator - Total Purchases	-	-
	Denominator - Average Trade Payables	-	-
8	<u>Net Capital Turnover Ratio</u>	<b>-259.94%</b>	<b>141.88%</b>
	Numerator - Net Sales	37,55,902	15,12,163
	Denominator - Average Working Capital	-14,44,889	10,65,799
9	<u>Net Profit Ratio</u>	<b>-28.66%</b>	<b>-118.82%</b>
	Numerator - Profit After Tax	-10,76,559	-17,96,725
	Denominator - Sales	37,55,902	15,12,163
10	<u>Return on Capital employed</u>	<b>49.06%</b>	<b>0.17%</b>
	Numerator - Profit before Interest and Taxes	7,52,353	6,206
	Denominator - Capital Employed	15,33,523	36,22,124
11	<u>Return on Investment</u>	<b>0.00%</b>	<b>0.00%</b>
	Numerator - Return/Profit/Earnings	-	-
	Denominator - Investment	-	-



## AIC-AARTECH SOLONICS PRIVATE LIMITED

### Notes on Financial Statements for the Year ended 31st March, 2023

#### 26. ADDITIONAL REGULATORY INFO:

S.No.	Particulars	As at 31st March 2023
1	Title deeds of Immovable Property not held in name of the Company	NA
2	Where the Company has revalued its Property, Plant and Equipment, the company shall disclose as to whether the revaluation is based on the valuation by a registered valuer as defined under rule 2 of the Companies	NA
3	Following disclosures shall be made where Loans or Advances in the nature of loans are granted to promoters, directors, revaluation is based on the valuation by a registered valuer as defined under rule 2 of the Companies (a) repayable on demand or (b) without specifying any terms or period of repayment <u>Type of Borrower</u> <u>Amount of Loan</u> <u>Percentage</u> Promoters Directors KMPs Related Parties	NA
4	Capital-Work-in Progress (CWIP) / Intangible assets under development (ITAUD)	NA
5	Details of Benami Property held	
6	Where the Company has borrowings from banks or financial institutions on the basis of security of current assets, it shall disclose the following:- (a) whether quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in (b) if not, summary of reconciliation and reasons of material discrepancies, if any to be adequately disclosed.	Yes
7	Wilful Defaulter	NA
8	Relationship with struck off companies	NA
9	Where any charges or satisfaction yet to be registered with Registrar of Companies beyond the statutory period, details and reasons thereof shall be disclosed.	NA
10	Compliance with number of layers of companies	NA
11	Compliance with approved Scheme(s) of Arrangements	NA
12	Utilisation of Borrowed funds and share premium	NA

