



Advanced Composite solutions For sustainable future

ANNUAL REPORT 2023 - 2024

Aeron Composite Limited

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Annual General Meeting

Date :- Friday, 25th day of October, 2024

Time:- 11.00 a.m.

Venue : "Hotel LA' GLORIA, Nr. Zydus Research Center (ZRC),
Opp. Gaay Chhap Besan Factory,
Sarkhej Bavla Highway, Moraiya (Changodar),
Dist. Ahmedabad -382213 Gujarat, India

BOARD OF DIRECTORS

Dilipkumar Ratilal Patel (DIN: 00314623)	Chairman & Non -Executive Director
Pankaj Shantilal Dadhaniya (DIN: 02100802)	Whole Time Director
Ravi Pankajkumar Patel (DIN: 03427590)	Whole Time Director
Naveen Kumar Mandovara (DIN: 02817059)	Non -Executive Independent Director (w.e.f. 20/06/2024)
Poonam Neelendu Savalia (DIN: 06791412)	Non -Executive Independent Director (w.e.f. 20/06/2024)
Chirag Chandulal Patel (DIN: 03380703)	Managing Director

KEY-MANAGERIAL PERSONNEL**CHIEF FINANCIAL OFFICER**

Sanjaykumar Jyestharam Oza
(w.e.f. 20/06/2024)

COMPANY SECRETARY

Vijay Mahendrabhai Dakshini
(w.e.f. 20/06/2024)

STATUTORY AUDITORS

B. H. MANGAROLIA & CO.,
Chartered Accountants
(Firm Registration Number: 105972W)

REGISTERED OFFICE

“Saket Ind. Estate, Plot No. 30/31, Sarkhej Bavla Highway,
Village Moraiya, Changodar-382213, Gujarat, India
E-mail: account@aeroncomposite.com
Website: www.aeroncomposite.com
CIN: *U25209GJ2011PLC065419
**(Refer Para 40 of Directors' Report)*

Listed On:

NSE -EMERGE SME (w.e.f. 04/09/2024) Symbole : AERON
Equity Shares : ISIN DEMATE CODE: INE0WL801011

REGISTRAR & SHARE TRANSFER AGENT

Maashitla Securities Private Limited
451, Krishna Apra, Business Square, Netaji Subhash Place,
Pitampura, New Delhi - 110034
E-mail: rta@maashitla.com

BANKERS

HDFC Bank Limited
Yes Bank Limited

Notice of the 13th Annual General Meeting (AGM)

NOTICE is hereby given that the 13th Annual General Meeting of the members of **AERON COMPOSITE LIMITED** will be held on Friday, 25TH October, 2024 at 11:00 AM at Hotel LA' GLORIA, Nr. Zydus Research Center (ZRC), Opp. Gaay Chhap Besan Factory, Sarkhej Bavla Highway, Moraiya (Changodar), Ahmedabad -382213 Gujarat, to transact the following business:-

ORDINARY BUSINESS

- (1) To receive consider and adopt the audited financial statements of the Company for the financial year ended on 31/03/2024 together with the Auditor's Report thereon.**

To consider and if thought fit to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT the Audited Financial Statements of the company for the Financial Year ended on 31st March 2024 together with the Auditors' Report thereon for the financial year ended on that date be and are hereby received, approved and adopted."

- (2) To receive, consider and adopt the Board of Director's Report for the financial year ended on 31/03/2024.**

To consider and if thought fit to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT the report of the Board of Directors on the financial statements of the company for the year ended on 31st March 2024 as placed before this meeting be and is hereby considered, approved and adopted."

- (3) To appoint Mr. Dilipkumar Ratilal Patel, who retires by rotation and, being eligible, offers himself for re-appointment.**

To consider and if thought fit to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, Mr. **Dilipkumar Ratilal Patel** (DIN 00314623), who retires by rotation at this meeting and being eligible has offered himself for reappointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation."

- (4) Appointment of M/s. Dinesh R. Thakkar & Co., as Statutory Auditors of the company.**

To consider and if thought fit to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 ('the Act'), and the relevant rules made thereunder; (including any amendment, modification, variation or re-enactment thereof), on the basis of recommendation of the Audit Committee and the Board of Directors of the Company, M/s Dinesh R. Thakkar & Co., Chartered Accountants, Ahmedabad (FRN No. 102612W), who have offered themselves for appointment and have confirmed their eligibility to be appointed as Statutory Auditors in terms of Section 141 of the Act and applicable rules and Guidelines, be and are hereby appointed as Statutory Auditors of the Company, to hold office from the conclusion of this Annual General Meeting ("AGM") till the conclusion of the 18th (Eighteenth) AGM to conduct audit of accounts of the Company at a remuneration mentioned in the

statement annexed herewith pursuant to Section 102 of the Act.”

“RESOLVED FURTHER THAT for the purpose of giving effect to the above resolution, the Board of Directors of the Company (hereinafter referred to as Board, which term shall be deemed to include any Committee constituted or to be constituted by the Board or any person(s) authorised by the Board in this regard) be and is hereby authorised on behalf of the Company to do all such acts, deeds, matters and things as it may, in its absolute discretion, deem necessary or desirable for such purpose and with power on behalf of the Company to settle all questions, difficulties or doubts that may arise in regard to implementation of the aforesaid resolution including but not limited to determination of roles and responsibilities/scope of work of the Statutory Auditors, negotiating, finalizing, amending, signing, delivering, executing, the terms of appointment including any contracts or documents in this regard, without being required to seek any further consent or approval of the Members of the Company.”

SPECIAL BUSINESS

(5) Ratification of payment of remuneration to M/s Alok Sharma & Company, a cost accountant.

To consider and if thought fit to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 [including any statutory modification(s) or re-enactment(s) thereof for the time being in force] read with the Companies (Audit and Auditors) Rules, 2014, as amended from time to time, M/s. Alok Sharma & Company, Cost Accountants (Registration Number 20551) Ahmedabad, appointed by the Board of Directors of the Company on the recommendation of the Audit Committee, as Cost Auditors of the Company to conduct audit of the cost records maintained by the Company as prescribed under the Companies (Cost Records and Audit) Rules, 2014, as amended from time to time, for the financial year 2024-25 be paid remuneration of Rs. 50000/-(Rupees Fifty Thousand only) plus applicable taxes and out of pocket expenses incurred in connection with the audit.

“RESOLVED FURTHER THAT the Board of Directors of the Company (including its Committee thereof) be and is hereby authorised to do all such acts, deeds, matters and things as may be necessary, expedient and desirable for the purpose of giving effect to this resolution.”

Date: 25/09/2024

Place: Changodar

For & on behalf of the Board of Directors

Sd/-
VIJAY MAHENDRABHAI DAKSHINI
(Company Secretary)
Membership No.: A34688
E-Mail: cs@aeroncomposite.com

NOTES:

- 1) A member entitled to attend and vote at the Annual General Meeting is entitled to appoint one or more proxies to attend and vote on a poll instead of himself/herself. Such a proxy need not be a member of the company.

Pursuant to the provisions of Sec. 105 of the Companies Act, 2013 a person can act as a Proxy on behalf of Members not exceeding Fifty (50) and holding in aggregate not more than Ten percent (10%) of the total share capital of the Company. A Member holding more than Ten percent (10%) of the total share capital of the Company may appoint a single person as Proxy and such Proxy shall not act as a Proxy for any other Member.

The Proxy form is annexed with this Notice. The instrument appointing the Proxy, in order to be effective, should be deposited at the Registered Office of the Company, duly completed, stamped and signed, not less than 48 hours before the commencement of the Meeting.

Corporate Members intending to send their authorized representatives to attend the Annual General Meeting ("the Meeting") are requested to send to the Company a certified true copy of the Board Resolution authorizing their representatives to attend and vote on their behalf at the Meeting.

During the period beginning 24 hours before the time fixed for the commencement of the Meeting and ending with the conclusion of the Meeting, a member is entitled to inspect the Proxies lodged, at any time during the business hours of the Company, provided that not less than 3 days of notice in writing is given to the Company by such Member.

- 2) In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
- 3) Information pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with respect to the Directors seeking re-appointment in the Annual General Meeting is annexed to this Notice as **Annexure – I**.
- 4) The Register of Directors and Key Managerial Personnel and their Shareholding, the Register of Contracts or Arrangements in which Directors are interested will be available for inspection at the Meeting.
- 5) All the documents referred to in the Notice are annexed thereto including the Annual Report for the financial year 2023-24 and Notice of the Annual General Meeting are open for inspection by the Members, without any fees, at the Registered Office of the company situated at Saket Ind. Estate, Plot No. 30/31, Sarkhej Bavla Highway, Changodar, Village Moraiya, Ahmedabad - 382213 Gujarat between 11.00 A.M and 01.00 P.M on all working days up to the date of the Meeting and the same shall also be made available for inspection by Members at the Meeting.
- 6) Members holding shares in electronic form are hereby informed that the Company or its Registrar cannot act on any request received directly from them for any change of address and/or bank mandate or change in e-mail address. Such changes are to be intimated only to the Depository Participants of the Members.
- 7) Members who have not registered their e-mail address for receiving all communications including Annual Report, Notices and Circulars, etc. from the Company electronically, are requested to register the same with their Depository Participants (for shares held in electronic form) and with **Maashitla Securities Private Limited**, the Registrar and Share Transfer Agents of the Company (for shares held in physical form if any). Members, who have registered their e-mail address, are also entitled to receive such communication in physical form, upon request.

- 8) The Board of Director vide resolution dated 25/09/2024 has appointed M/s. M. A. Nakrani & Associates, a Practicing Company Secretaries as scrutinizer for the 13th Annual General Meeting of the Company.
- 9) In compliance with the provisions of Section 108 and Section 110 of the Act read with Rules 20 and 22 of Companies (Management and Administration) Rules, 2014, Regulation 44 of the Listing Regulations, SS-2 and the MCA Circulars, the Company is pleased to provide remote e-voting facility to its Members, to enable them to cast their votes electronically. The detailed procedure with respect to remote e-voting is mentioned in note No. 17 of this Notice.
- 10) The remote e-voting period begins on **Tuesday, 22nd October, 2024 [9:00 AM] and ends on Thursday, 24th October, 2024 [5:00 PM]**. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. **Friday, 18th October, 2024**, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being Friday, 18th October, 2024.
- 11) During this period, Members of the Company holding shares in physical or electronic form as on the Cut-Off Date i.e. Friday, 18th October, 2024 may cast their vote electronically.
- 12) The Annual Report for the financial year 2023-24 and Notice of the 13th Annual General Meeting, inter- alia, indicating the process and manner of voting along with Proxy Form are being sent in electronic mode to all the Members holding shares in dematerialized form and having their e-mail address registered with their Depository Participants and such other Members who have positively consented in writing to receive the same by electronic mode. Further hard copy of Annual Report to be sent to those shareholders who have sent a request to the company's registered e-mail id: cs@aeroncomposite.com. Members, who have received the above documents in electronic mode, are entitled to receive the same, free of cost, in physical form, upon making a request in this regard to **Maashitla Securities Private Limited**, the Registrar and Share Transfer Agents of the Company or to the Company. The abovementioned documents are also available for download on the Company's website i.e. <https://www.aeroncomposite.com/investorrelations.html> and on the websites of the Stock Exchanges i.e. NSE LTD at <https://www.nseindia.com/>
- 13) The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participant(s). Members holding shares in physical form are required to submit their PAN details to the Company.
- 14) The Register of Members and Share Transfer Books will remain closed from **18th October, 2024 to 25th October, 2024** for the purpose of the Annual General Meeting.
- 15) Members seeking any information with regard to the accounts, are requested to write to the Company at its email id cs@aeroncomposite.com at an early date, so as to enable the Management to keep the information ready at the AGM.
- 16) The route map showing directions to reach the venue of the 13th AGM is annexed
- 17) **THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER:**

The remote e-voting period begins on 22nd October, 2024 at 09:00 A.M. and ends on 24th October 2024 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 18th October, 2024, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being Friday, 18th October, 2024.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting for Individual shareholders holding securities in demat mode In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	- Existing IDeAS user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS Portal” or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp - Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period. - Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience. NSDL Mobile App is available on  App Store  Google Play  

Individual Shareholders holding securities in demat mode with CDSL	1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then user your existing my easi username & password. 2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly. 3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option. 4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.com or call at 022 - 4886 7000
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800-21-09911

B) Login Method for e-Voting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.
Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****.
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:
 - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - (ii) If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered.
6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
 - a) Click on "Forgot User Details/Password?" (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b) Physical User Reset Password? (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.com mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check

box.

8. Now, you will have to click on “Login” button.
9. After you click on the “Login” button, Home page of e-Voting will open.

Step 2: Cast your vote electronically on NSDL e-Voting system.

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle is in active status.
2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
5. Upon confirmation, the message “Vote cast successfully” will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to mnakrani@gmail.com with a copy marked to evoting@nsdl.com. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “[Forgot User Details/Password?](#)” or “[Physical User Reset Password?](#)” option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on : 022 - 4886 7000 or send a request to Pallavi Mahtre at evoting@nsdl.com

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to cs@aeroncomposite.com.
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to cs@aeroncomposite.com. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. Login method for e-Voting for Individual shareholders holding securities in demat mode.

3. Alternatively shareholder/members may send a request to evoting@nsdl.com for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.
5. The Scrutinizer shall, after the conclusion of voting at the 13th Annual General Meeting, would first count the votes cast at the Meeting, thereafter unblock the votes cast through remote e-voting in the presence of at least two (2) witnesses not in the employment of the Company and shall make and submit, not later than 3 (three) working days of the conclusion of the Annual General Meeting, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, which shall countersign the same and declare the result of the voting forthwith.

Date: 25/09/2024

Place: Changodar

For & on behalf of the Board of Directors

Sd/-
VIJAY MAHENDRABHAI DAKSHINI
(Company Secretary)
Membership No.: A34688
E-Mail: cs@aeroncomposite.com

Annexure – I to Notice of 13th Annual General Meeting of the Company

The relevant details of Directors who is proposed to be re-appointed Directors of the Company, as required under Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SS-2 issued by the Company Secretaries of India are as under;

Name	Dilipkumar Ratilal Patel
DIN	00314623
Date of Birth	08/ 11 / 1954
Age	69 Years
Nationality	Indian
Qualifications	Bachelor of Commerce- Ist year
Date of first appointment in the Board	13/05/2011
Experience - Expertise in specific functional areas - Job profile and suitability	He has overall work experience of more than 39 years. He is playing vital role in formulating business strategies and effective Implementation of the same. Currently, he is responsible for the management of Human Resources and CSR activities.
Terms & Conditions	Liabile to retire by rotation
Remuneration Last Drawn	Rs. 1,38,00,000 (2023-24)
Remuneration sought to be paid	Rs. 88,00,000
Shareholding in the Company as on March 31st, 2024	60000 Equity Shares of Rs. 10/- each Fully Paid up
Relationship with other directors / Manager and other Key Managerial Personnel of the company	Uncle of Chirag Chandulal (MD) Patel and Ravi Pankajkumar Patel (WTD) and Pankaj Shantilal Dadhaniya (WTD) is a Cousin of Dilipkumar Ratilal Patel
Number of Meetings of the Board attended during the year	15
List of Other Companies in which Directorship held	Chamak Paint & Coating Private Limited
Other Membership/ Chairmanship of Committees of other Boards	Membership 1 Chairmanship1

EXPLANATORY STATEMENT TO THE NOTICE PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013.**ORDINARY BUSINESS****Item No.4**

Appointment of M/s. Dinesh R. Thakkar & Co., Chartered Accountants, as Statutory Auditors of the Company.

Based on the recommendations of the Audit Committee, the Board of Directors, at its meeting held on 25/09/2024, approved the Appointment of M/s. **Dinesh R. Thakkar & Co.**, Chartered Accountants as the Statutory Auditors of the Company to hold office from the conclusion of this AGM till the conclusion of the Eighteenth AGM. The reappointment is subject to approval of the shareholders of the Company.

The remuneration to be paid to M/s. Dinesh R. Thakkar & Co., for audit services will be Rs. 300000/- plus applicable taxes and out-of-pocket expenses. Besides the audit services, the Company would also obtain certifications from the statutory auditors under various statutory regulations and certifications required by clients, banks, statutory authorities, audit related services and other permissible non-audit services as required from time to time, for which they will be remunerated separately on mutually agreed terms, as approved by the Board of Directors in consultation with the audit committee.

The Board of Directors and the audit committee shall approve revisions to the remuneration of the statutory auditors for the remaining part of the tenure.

The Board of Directors, in consultation with the audit committee, may alter and vary the terms and conditions of appointment, including remuneration, in such manner and to such extent as may be mutually agreed with the statutory auditors.

Brief profile of M/s. Dinesh R. Thakkar & Co.,

M/s Dinesh R. Thakkar & Co., firm of Chartered Accountants registered with the Institute of Chartered Accountants of India (ICAI) vide (Registration No. 102612W). The Firm has 09 professionals and staff. M/s. Dinesh R. Thakkar & Co., is having offices in Ahmedabad. The registered office of the Firm is situated at A-403, Shapath IV, Near Chimanbhai Patel Institute, Opp. Karnavati Club, S G Highway, Ahmedabad – 380015, the Firm has been engaged in statutory and internal audits of Private and Public Limited Companies including Listed Companies, and Management Audit of various Companies. Tax Audit of various entities like Proprietorship, HUFs, Partnership Firms, Companies and Trusts.

None of the Directors and Key Managerial Personnel of the Company and their respective relatives are concerned or interested, financially or otherwise, in passing the proposed Resolution.

The Board recommends the Ordinary Resolution as set out at item No. 4 for approval by the Members.

SPECIAL BUSINESS**Item No.5**

Ratification of payment of remuneration to M/s Alok Sharma & Company, cost accountant

The Board of Directors, at its Meeting held on 21/08/2024, upon the recommendation of the Audit Committee, approved the appointment of M/s Alok Sharma & Company, Cost Accountants having Firm Registration Number 20551, as Cost Auditors of the Company for conducting the audit of the cost records of the Company, for the Financial Year 2024-25 at a remuneration of Rs. 50000/- (Rupees Fifty Thousand only) (Plus Goods and Services Tax and reimbursement of out of pocket expenses).

Pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, Members of the Company are required to ratify the remuneration to be paid to the cost auditors of the Company.

Accordingly, consent of the Members is sought for passing an Ordinary Resolution as set out at Item No. 5 of the Notice.

None of the Directors, Key Managerial Personnel of the Company and their relatives are, in any way, concerned or interested, financially or otherwise, in the Resolution set out at Item No. 5 of the Notice.

The Board recommends the Ordinary Resolution as set out at item No. 5 for approval by the Members.

Date: 25/09/2024

Place: Changodar

For & on behalf of the Board of Directors

Sd/-

VIJAY MAHENDRABHAI DAKSHINI

(Company Secretary)

Membership No.: A34688

E-Mail: cs@aeroncomposite.com

Form No. MGT-11**Proxy form**

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN	U25209GJ2011PLC065419
Name of the company	AERON COMPOSITE LIMITED
Registered office	Saket Ind. Estate, Plot No. 30/31, Sarkhej Bavla Highway, Changodar, Village Moraiya, Ahmedabad - 382213 Gujarat

Name of the member (s)					
Registered address					
E-mail Id		Folio No/ Client Id		DP ID	

I/We, being the member (s) of shares of the above named company, hereby appoint:

Name		E-mail Id	
Address			
Signature			

or failing him,

Name		E-mail Id	
Address			
Signature			

or failing him,

Name		E-mail Id	
Address			
Signature			

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 13th Annual general meeting of the company, to be held on the Friday, 25/10/2024 at Hotel LA' GLORIA, Nr. Zydus Research Center (ZRC), Opp. Gaay Chhap Besan Factory, Sarkhej Bavla Highway, Moraiya (Changodar), Ahmedabad -382213 Gujarat, India at 11:00 AM and at any adjournment thereof in respect of such resolutions as are indicated below :

Sr. No.	RESOLUTION(S)	VOTE	
		FOR	AGAINST
01	To receive consider and adopt the audited financial statements of the Company for the financial year ended on 31/03/2024 together with the Auditor's Report thereon		
02	To receive, consider and adopt the Board of Director's Report for the financial year ended on 31/03/2024		
03	To appoint a director in place of Mr. Dilipkumar Ratilal Patel, who retires by rotation and, being eligible, offers himself for re-appointment		
04	Appointment of M/s. Dinesh R. Thakkar & Co., as Statutory Auditors of the company		
05	Ratification of payment of remuneration to M/s Alok Sharma & Company, cost accountant		

Signed this.....day of..... 20....

Signature of shareholder

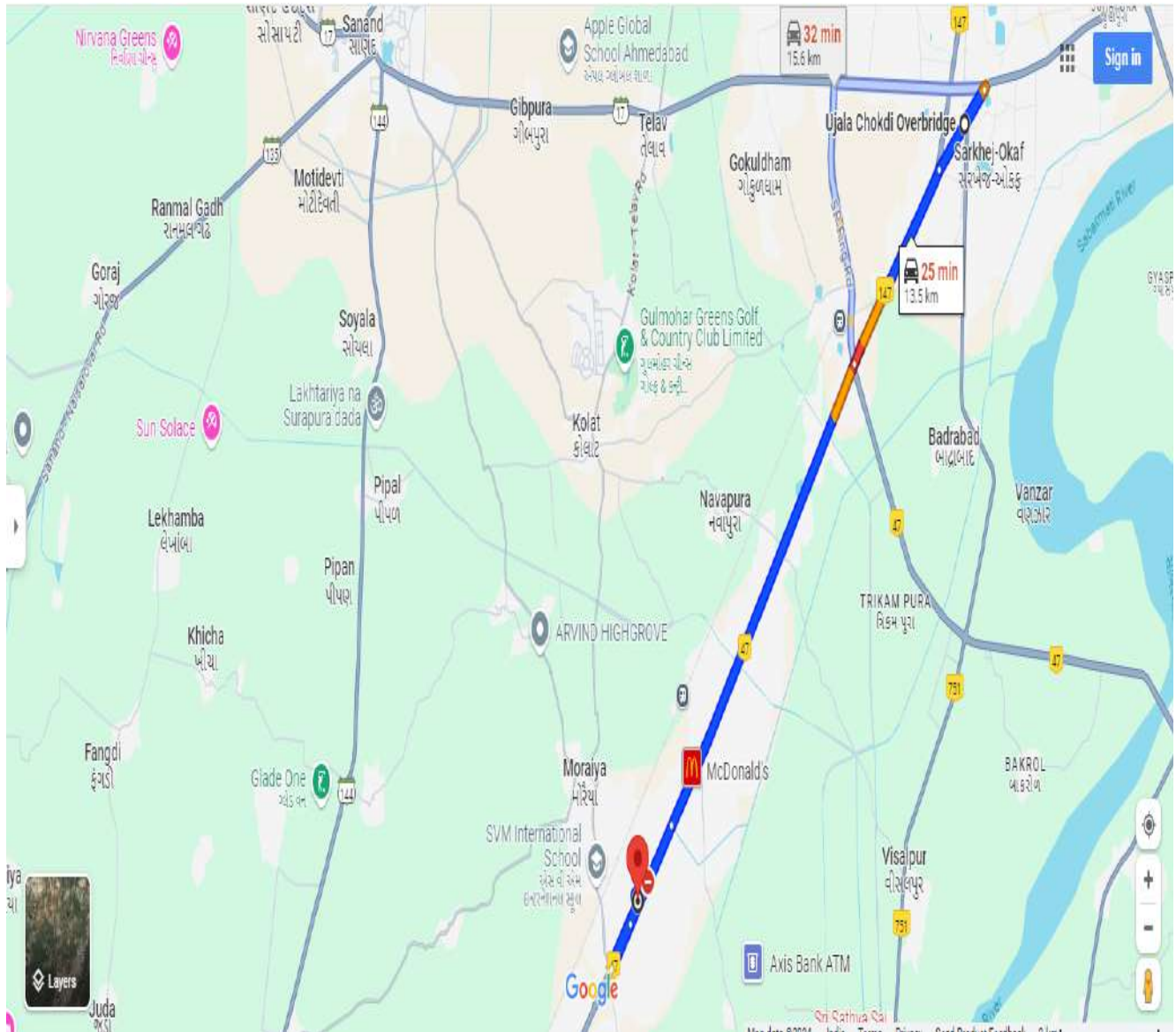
Signature of Proxy holder

Affix
Revenue
Stamp

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

Route Map including Prominent Land Mark of Venue of 13th Annual General Meeting to be held on 25th day of October, 2024, at 11:00 AM at Hotel LA' GLORIA, Nr. Zydus Research Center (ZRC), Opp. Gaay Chhap Besan Factory, Sarkhej Bavla Highway, Moraiya (Changodar), Ahmedabad -382213 Gujarat, India.

ROUTE MAP



DIRECTOR'S REPORT

To,
The Members of
AERON COMPOSITE LIMITED
Changodar, Gujarat,

Your Directors have pleasure in presenting the 13th Board's Report based on the Audited Financial Statements of the company for the Financial Year ended on ended March 31st, 2024.

1. FINANCIAL SUMMARY AND HIGHLIGHTS

(Rs in Lakh)

Particulars	Standalone	
	March 31st, 2024	March 31st, 2023
Revenue from operations	19972.98	17938.42
Other Income	195.44	260.84
Total Revenue	20168.42	18199.26
Finance costs	129.84	159.61
Depreciation and amortization expenses	222.31	162.27
Other expenses	4446.63	3287.62
Total Expenses	18717.98	17242.45
Profit /loss before Tax Expense	1450.43	956.81
Less: Tax Expenses		
	Current Tax	435.00
	Deferred Tax	4.63
Profit /loss for the year	1010.80	661.00
Earnings per share for continuing operation		
	Basic Rs.	64.53
	Diluted Rs.	64.53

2. Brief description of the Company's working during the year

During the year under review, revenue from operations of the Company has increased to Rs. 19972.98 Lakh as against Rs. 17938.42 Lakh in the previous year. The Profit after Tax for the year stood at Rs. 1010.80 Lakh as compared to profit of Rs. 661.00 lakh in the previous year.

3. State of Company's Affairs

The company is being managed under the supervision and control of the board of directors of the company.

The company is engaged in the business of manufacturer, producer, processor, inventors, converter, importer, exporter, trader, buyer, seller, retailer, wholesaler, supplier, stockiest, agent, sub-agent, merchant, distributor, assembler jobber of or otherwise deal in all kinds of Glass Fiber Reinforce Polymer/Fiber Reinforce Polymers Products including but not limited to FRP/GRP Structural Profiles, FRP Deck, FRP Handrail, FRP Fencing, FRP Ladder, Cable Clamps, FRP Canopy, FRP Stairs/Crossovers, FRP Cross Arm, FRP/GRP Pultruded Gratings, FRP/GRP Moulded Gratings, GRP/FRP pipes, GRP/FRP Pole, GRP/FRP Tank, Reinforced Plastic Rods, Fiber Reinforced Rods, Rigid fiber reinforced plastic rods and long splice free plastic reinforced rods. Also supplies of optical fiber cable, power cables, telecom equipment, fiber reinforced insulation tubes, fiber reinforced polymer products such as roofing sheets, fiber glass roofs and prefabricated shelters., FRP tanks, industrial tanks, fiber reinforced plastic tanks and industrial fiber reinforced plastic tanks, fiber reinforced plastic cable trays, channel type cable trays, FRP cable trays, perforated cable trays and perforated channel type cable trays etc. and following major event has occurred during the year

The company has acquired land at Village Jornang, District Mehsana, Gujarat, India and commenced the land development and construction work thereon to relocate the entire manufacturing facility from the existing premises to the new factory premises.

4. Dividend

For the year under review, your director does not recommend any dividend on the equity shares of the Company to conserve the funds for the company's future expansion.

5. TRANSFER TO RESERVES IN TERMS OF SECTION 134 (3) (J) OF THE COMPANIES ACT, 2013

For the financial year ended on March 31st, 2024, the Company has not transferred any amount to General Reserve Account. Therefore, your Company retained the balance of profit to Surplus / (Deficit) in Statement of Profit and Loss Accounts of the Company.

6. Share Capital

Authorized Capital:

During the financial year the Authorized Share Capital of the company was Rs. 3,75,00,000/- divided into 30,00,000 equity shares Rs. 10 each and 7,50,000 preference shares of Rs. 10 each.

Issued, subscribed and paid-up share capital:

During the financial year the issued, subscribed and paid-up share capital of the Company was Rs. 1,56,65,000/-

The company has made right issue of 3,25,000 Equity shares @125/- on 20/09/2022, out of which only 2,66,500 shares were subscribed by shareholders. Later, the unsubscribed portion i.e. 58,500 equity shares of Rs. 10/- was cancelled vide ordinary resolution dated 30/10/2023.

7. Quality initiative

The Company continues to sustain its commitment to the highest levels of quality, superior services management and mature business continuity management. Our customer-centricity, process rigor, and focus on delivery excellence have resulted in consistent improvements in customer satisfaction levels.

8. Initial Public Offer of Equity Shares

During the financial year ended on 31/03/2024 the company has not offered any security for subscription to the public.

9. Deposit from public

The Company has neither accepted nor renewed any deposits covered under section 73 to 76 of the Companies Act, 2013 during the year under review.

10. Particulars of Loans, Guarantee or Investments

During the year under review there was no transactions under Section 186 of the Companies Act, 2013 and rules made there under. However, the company has granted loan of Rs. 32.55 Lac to its employees.

11. Subsidiary / Associate / Joint Venture companies

During the year under review, no company/body corporate/any other entity have become or ceased to be the subsidiary Joint Ventures or Associate Companies.

12. Change in the nature of business

During the year under review there was no change in the nature of business.

13. Material changes and commitments affecting the financial position of the Company after the completion of the financial year.

- a) The company was converted from Private Limited to Public Limited w.e.f. 19/06/2024
- b) The Authorized Share Capital of the company has been increased from Rs. 37500000 to Rs. 200000000 divided into 19250000 equity shares of Rs. 10/- each ranking pari passu in all respect with existing equity shares of the company and 750000 preference shares of Rs. 10/- each.
- c) The company has issued and allotted 10965500 equity shares of Rs.10/- each as Bonus Shares in the ratio of new 7 equity shares for every 1 equity share held by shareholders of the company.
- d) The company has issued 4488000 equity shares of Rs.10/- each for cash at a premium of Rs. 115/- per share aggregating to Rs. 561000,000/- through Initial Public Offer opened on 28/08/2024 and closed on 30/08/2024.
- e) The issued, subscribed and paid-up share capital of the Company has been increased from Rs. 37500000/- to Rs. 170200000/-
- f) The entire share capital of 17020000 Equity shares of the company have been listed and admitted to dealings on the EMERGE SME platform of the National Stock Exchange of India Limited w.e.f. September 04, 2024
- g) The Company has installed state-of-the-art about 1.25 MW DC Capacity & 1 MW AC Capacity solar power plant at its new factory, situated at Jornang, Gujarat, India.

Besides above there have been no material changes and commitments, affecting the financial position of the Company which occurred between the end of the financial year of the Company to which the financial statements relate and the date of this report.

14. Internal Control and their adequacy

The Company has a well-established internal control system. The Company strives to maintain a dynamic system of internal controls over financial reporting to ensure reliable financial record-keeping, transparent financial reporting and disclosure and protection of physical and intellectual property.

15. Conservation of Energy, Technology Absorption and Foreign Exchange Earning and Out Goes;

Information in accordance with the provisions of Section 134(3) (m) of the Companies Act, 2013, read with Rule 8 of the Companies (Accounts) Rules, 2014, regarding Conservation of energy, research and development, technology absorption, foreign exchange earnings and outgo, are enclosed as **Annexure - I** to the Board's report.

16. Directors and Key Managerial personnel and Changes.

The Board of Directors of the Company comprises of following Directors and Key Managerial Personnel as on the date of this report.

Sr. No.	Name of Director & Key Managerial personnel	Designation	DIN
01	Dilipkumar Ratilal Patel	Chairman & Non -Executive Director	00314623
02	Chirag Chandulal Patel	Managing Director	03380703
03	Pankaj Shantilal Dadhaniya	Whole Time Director	02100802
04	Ravi Pankajkumar Patel	Whole Time Director	03427590
05	Naveen Kumar Mandovara	Non-Executive Independent Director	02817059

06	Poonam Neelendu Savalia	Non-Executive Independent Director	06791412
07	Sanjaykumar Jyestharam Oza	CFO	-
08	Vijay Mahendrabhai Dakshini	Company Secretary	-

Mr. Dilipkumar Ratilal Patel (DIN: 00314623), retires by rotation at the 13th AGM and being eligible, offers himself for re-appointment as per the provisions of the section 148 & 152 Companies Act, 2013. The resolution seeking shareholder's approval for his re-appointment forms part of the notice of 13th AGM.

Changes in the Constitution of the Board of Directors of the Company and KMP after the closure of financial year.

- a) Mr. Naveen Kumar Mandovara (DIN: 02817059) and Mrs. Poonam Neelendu Savalia (DIN: 06791412) have been appointed as additional independent directors of the Company w.e.f. 20/06/2024 and both of them appointed as independent directors of the Company w.e.f. 21/06/2024.
- b) Designation of Mr. Pankaj Shantilal Dadhaniya (DIN: 02100802) Changed from director to Whole Time Director w.e.f. 21/06/2024.
- c) Designation of Mr. Ravi Pankajkumar Patel (DIN: 03427590) Changed from director to Whole Time Director w.e.f. 21/06/2024.
- d) Designation of Mr. Dilipkumar Ratilal Patel (DIN: 00314623) Changed from Chairman & Director to Chairman & Non-Executive Director w.e.f. 21/06/2024
- e) Mr. Sanjaykumar Jyestharam Oza has been appointed as CFO of the company w.e.f. 20/06/2024.
- f) Mr. Vijay Mahendrabhai Dakshini has been appointed as Company Secretary of the company w.e.f. 20/06/2024.
- g) Mr. Pankajkumar Ratilal Patel (DIN: 00314964) ceased to be a director upon resignation from the position of Director of the Company w.e.f. 01/04/2024. The Board places on record the appreciation for services during his tenure as a director of the Company.

Annual Evaluation of Board Performance and Performance of its Committees and of Individual Directors:

The status of the company has been changed from unlisted to listed entity w.e.f. 04th September 2024 and hence the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, was not applicable during the financial year ended on 31/03/2024.

However after the closure of financial year and before the date of this report the Nomination and Remuneration Committee of the Board has formulated a Performance Evaluation Framework, under which the Committee has identified criteria upon which every Director, every Committee, and the Board as a whole shall be evaluated.

Nomination and Remuneration Policy:

Pursuant to the provisions of section 178 of the Companies Act, 2013 and rules made there under and SEBI LODR in this aspect was not applicable, however the board has constituted Nomination and Remuneration Policy after the closure of financial year.

The NRC plays a critical role in shaping the governance and leadership structure of the company, ensuring that the right individuals are in key positions and that their compensation aligns with both company goals and regulatory standards. The Company Secretary of the Company is also the secretary of the Nomination and Remuneration Committee.

The terms of reference in brief for Nomination and Remuneration Committee can be accessed via: <https://www.aeroncomposite.com/investorrelations.html>.

The Nomination and Remuneration Committee was constituted on 20/06/2024 since then there is no change in the Composition, following is the Composition of the Committee as on the date of this report.

Name of the Director	Status in Committee	Nature of Directorship
Naveen Kumar Mandovara	Chairman	Independent Director
Poonam Neelendu Savalia	Member	Independent Director
Dilipkumar Ratilal Patel	Member	Non-Executive Director

During the Financial Year ended on 31st March 2024, no meeting of the Nomination and Remuneration Committee meeting were held as the committee was formed after the closure of financial year.

Particulars of Employees:

The company was unlisted entity during the financial ended on 31st March, 2024 and hence the provisions of section 197(12) read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 was not applicable.

17. Declaration by independent directors

All Independent Directors were appointed after the closing of the financial year and given their declaration that they meet the criteria of independence as laid down under section 149(6) of the Companies Act, 2013 and Listing Regulations. In the opinion of the Board, all the Independent Directors are well experienced business leaders. Their vast experience shall greatly benefit the Company. Further, they possess integrity and relevant proficiency which will bring tremendous value to the Board and to the Company.

18. Board Meetings and participation of directors

Sr. No.	Name and DIN of the Directors	Designation	Number of Board meetings during the year 2023-24	
			Held	Attended
01	Dilipkumar Ratilal Patel (DIN:00314623)	Chairman & Director	15	15
02	Chirag Chandulal Patel (DIN: 03380703)	Managing Director	15	15
03	Pankaj Shantilal Dadhaniya (DIN: 02100802)	Director	15	14
04	Ravi Pankajkumar Patel (DIN: 03427590)	Director	15	11
05	Pankajkumar Ratilal Patel (DIN: 00314964)	Director	15	15

Constitution of Committees

Since the company was an unlisted entity during the Financial Year ended on 31/03/2024, the provisions for constitution of various committees were not applicable.

However, the Company has constituted the following committees after the end of the financial year ended on 31/03/2024 and up to the date of this report and Board of Directors may, from time to time constitute Committees for various functions.

The details of composition of the committees is as under:

(1) Audit Committee

Name of the Committee Members	Designation
Naveen Kumar Mandovara	Chairman
Poonam Neelendu Savalia	Member
Chirag Chandulal Patel	Member

(2) Nomination and Remuneration Committee

Name of the Committee Members	Designation
Naveen Kumar Mandovara	Chairman
Poonam Neelendu Savalia	Member
Dilipkumar Ratilal Patel	Member

(3) Stakeholder Relationship Committee

Name of the Committee Members	Designation
Dilipkumar Ratilal Patel	Chairman
Naveen Kumar Mandovara	Member
Pankaj Shantilal Dadhaniya	Member

(4) Corporate Social Responsibility Committee

Name of the Committee Members	Designation
Chirag Chandulal Patel	Chairman
Pankaj Shantilal Dadhaniya	Member
Naveen Kumar Mandovara	Member

During the year, the Company has conducted following General Meeting

Type of General Meeting	Date of General Meeting	Mode of Meeting
Annual General Meeting	28/09/2023	Physical
Extra Ordinary General meeting	30/10/2023	Physical

19. Industrial Relations

The Company has adequate skilled & trained workforce for its various areas of operations and the skills up gradation of which is being done on continuous basis for improving the plant operations and quality process. The Company has taken sufficient measures to maintain Industrial Health and Safety at its workplace for employees as laid in the Gujarat State Factories Rules, 1963. The Company is also complying and maintaining all applicable Industrial and Labour laws/ rules.

20. Policy Relating to Directors Appointment and Remuneration

Since the company was an unlisted entity during the Financial Year ended on 31/03/2024, the provisions relating to appointment and remuneration of directors and other matters referred to in Section 178(3) of the Act read with rule 6 of the Companies Meeting of Board and its power), Rules, 2014 were not applicable.

The Company has made disclosure Policy for appointment and remuneration of directors and other matters referred to in Section 178(3) of the Act with rule 6 of the Companies Meeting of Board and its power), Rules, 2014 and the details of the same as provided in company's web site: <https://www.aeroncomposite.com/investorrelations.html> after the end of financial year 31st March, 2024.

21. Directors' Remuneration

During the year the Company has paid remuneration to its Directors as more particularly described in notes to accounts of Audited Financial Statement.

22. Directors Responsibility Statement

To the best of the knowledge and belief of the Directors of the Company and according to the information and explanations obtained by them, your Directors make the following statement in terms of Section 134(3)(c) and 134(5) of the Companies Act, 2013.

- a) In the preparation of the annual accounts for the year ended March 31st, 2024, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same.
- b) The Directors' have selected such accounting policies, applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31st, 2024 and of the profit of the Company for the year ended on that date.
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) The Directors have prepared the annual accounts on a going concern basis.
- e) The Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- f) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

23. Related Party Transactions

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There are no materially significant related party transactions made by the company with related parties which may have potential conflict with the interest of the company at large. However, as part of good corporate governance, the Company has taken prior approval of the Board and / or members wherever it was required. Your Directors draw your attention to notes to the financial statements for detailed related party transactions entered during the year. All the related party transactions were entered by the Company in ordinary course of business and were in arm's length basis.

24. Statutory Auditors

Pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, as amended from time to time, the present statutory auditor's M/s. B H MANGAROLIA & CO., Chartered Accountant, FRN: 155972W who were appointed by the shareholders of the company at the AGM held on 30/09/2019 for a period of 5 years from 2019-20 to 2023-24 and completed their appointment period and the company is required to appoint another statutory auditor in their place from the financial year 2024-25.

The board has obtained the consent and declaration of eligibility from M/s. Dinesh R Thakkar & Co., Chartered Accountants of Ahmedabad for their appointment as a statutory auditors for a period of 5 years from the financial year 2024-25 to 2028-29 subject to approval of members at their ensuing Annual General Meeting.

The board of directors recommend their appointment as a statutory auditors

25. Review of Auditors Report

The Statutory Auditors of the Company have given their Audit Report on the standalone financial statements of the Company for the financial year ended March 31st 2024. All the items on which the Auditors' have commented in their report are self-explanatory and suitably explained in the Notes to the Accounts. With respect to remarks by the statutory auditors regarding delay in depositing amount of dividend in a separate bank account as required as per section 123(4) of the Companies Act, 2013 it is hereby clarified that the delay occurred due to time taken by the bank in opening a Dividend account of the company only and not on the part of management. The management assure for timely compliance in future.

26. Secretarial Auditor's Report

Since the securities of the company got listed on National Stock Exchange of India (NSE Emerge) Platform w.e.f. 04/09/2024 hence the provision of issue of Secretarial Audit Report is not applicable to the company for the financial year ended on 31st March 2024.

27. Internal Auditors Report

The provisions of Section 138 of the Companies Act, 2013 and Rules made there under, was not applicable to the company for the financial year ended on 31st March 2024.

28. Cost Auditor

As per provision of section 148(3) of Companies Act, 2013 and rule 6(2) of Companies (Cost records and audit) Rules, 2014, the company has appointed M/s Alok Sharma & Company, Cost Accountants (Registration Number 20551) Ahmedabad as cost auditor to audit the cost records of the company for the financial year 2023-24.

In terms of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditor has to be approved by the Members of the Company. The resolutions seeking approval of the remuneration of the Cost Auditor for the financial year 2024-25 forms part of this notice.

29. Annual Return

Pursuant to the requirement under section 134(3) (a) and 92(3) of the Companies Act, 2013 ('the Act'), it is hereby reported that the Company is maintaining website <https://www.aeroncomposite.com/index.html> and the copy of form MGT-7 Annual Return for year ended March 31st, 2024 is also placed on it.

30. Business Risk Management

The Risk Management process that is followed to identify, assess and prioritize risks that need to be minimized, monitored and mitigated is quite elaborate. These measures help in reducing and controlling the impact of adverse events and maximize the realization of opportunities.

31. Corporate Social Responsibility

The provisions of section 135 of Companies Act, 2013 was applicable but the requirement of constitution of CSR Committee was not applicable during the financial year ended on 31st March 2024. However, the company has constituted CSR committee after the closure of financial year.

The company has incurred entire CSR obligation of Rs. 1203017/- within the prescribed period, details of which is given in notes to the Audited Financial Statement.

The Annual Report on CSR is enclosed as **Annexure -II** to the Board's report

32. Corporate Governance:

Your company provides utmost importance at best Governance Practices and are designated to act in the best interest of its stakeholders.

Better governance practice enables the company to introduce more effective internal controls suitable to the changing nature of business operations, improve performance and also provide an opportunity to increase stakeholders understanding of the key activities and policies of the organization.

As per the Regulation 15 (Listing Obligations and Disclosure Requirements) Regulations, 2015 applicability of Corporate Governance shall not be mandatory for companies listed on the SME Platform. Since our company has registered on the SME platform of the NSE the requirement of Corporate Governance does not apply to us.

33. Management Discussion & Analysis Report:

Since the company was unlisted entity during the financial year ended on 31st March, 2024, Regulation 34(2)(e) read with Schedule V Part B of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations, 2015") was not applicable. However as a part of good corporate governance The Management Discussion and Analysis Report as required under Regulation 34(2)(e) read with Schedule V Part B of the Securities

and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations, 2015") is annexed herewith as Annexure III

34. Code of Conduct

The requirement of Code of Conduct was not applicable during the financial year ended on 31st March 2024, however the company has adopted the Code of Conduct which is applicable to the Members of the Board and all employees in the course of day to day business operations of the company. The Code has been posted on the Company's website at <https://www.aeroncomposite.com/investorrelations.html> after the end of the financial year ended on 31st March, 2024.

The Code lays down the standard procedure of business conduct which is expected to be followed by the Directors and the designated employees in their business and in particular on matters relating to integrity in the work place, in business practices and in dealing with stakeholders.

35. Reporting of frauds by auditors

For the financial year 2023-24, the statutory auditors has not reported to the board, under Section 143(12) of the Companies Act, 2013, any instances of fraud committed against the Company by its officers or employees, the details of which would need to be mentioned in the Board's report.

36. Vigil Mechanism/Whistle Blower Policy

The requirement of establishment of Vigil Mechanism for the Directors and Employees of the Company was not applicable during the financial year ended on 31st March 2024, however in compliance with the provisions of Section 177(9) of the Companies Act, 2013, the Board of Directors of the Company has framed the "Whistle Blower Policy" as the vigil mechanism for Directors and employees of the Company. The Whistle Blower Policy is disclosed on the website of Company at <https://www.aeroncomposite.com/pdf/Corporate-Policies/whistle-blower-policy.pdf>.

37. Disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The Company has complied with the provisions relating to the constitution of Internal Complaints Committee ("ICC") as required under The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Company is strongly opposed to sexual harassment and employees are made aware about the consequences of such acts and about the constitution of ICC. Neither were any complaints filed during FY 2023-24 under the provisions of the said Act, nor were any complaints outstanding as at the beginning and end of the year under review.

38. Appointment of RTA

M/s Maashitla Securities Private Limited is a Registrar and Share Transfer Agent of the company in order to Compliance with the provision of Companies Act, 2013.

All the Equity Shares of the company as on the date of this report is in demat form and none of shareholders holding shares in physical form.

39. Material Orders

In pursuance to Rule 8(5)(vii) of the Companies (Accounts) Rules, 2014, no significant or material orders were passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

40. Listing with Stock Exchange

During the financial year ended on 31st March 2024 the securities of the company was not listed on any of the exchange, however the equity shares of the company got listed at SME platform of National Stock Exchange of India on **04th September, 2024**.

The company has filed Form CRF with ROC for change in CIN of the company consequent to the listing of security of the company but the approval is pending for updation. Therefore the present CIN is indicating the category of the company as unlisted public limited company.

41. Prevention of Insider Trading

During the financial year ended on 31st March 2024 the provisions of insider trading was not applicable. However the company is complying the regulation after the listing of its securities on NSE Emerge.

42. Status of Cases Filed Under Insolvency and Bankruptcy Code, 2016

No such process initiated during the period under review under the Insolvency and Bankruptcy Code, 2016 (IBC)

43. Compliances of Applicable Secretarial Standards

The Board of Directors affirms that the company has complied with the applicable Secretarial Standards issued by the Institute of Companies Secretaries of India wherever it was applicable.

44. Since the company was unlisted entity during the financial year ended on 31st March, 2024, the disclosure of the details of difference between amount of the valuation done at the time of one-time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof is not applicable.

45. Transfer to Investor Education & Protection Fund

In accordance with the applicable provisions of Companies Act, 2013 (hereinafter referred to as "the Act") read with Investor Education and Protection Fund (Accounting, Audit, Transfer and Refund) Rules, 2016 (hereinafter referred to as the "IEPF Rules"), all unclaimed dividends are required to be transferred by the Company to the IEPF, after completion of seven (7) years. Further, according to IEPF Rules, the shares on which dividend has not been claimed by the shareholders for seven (7) consecutive years or more shall be transferred to the demat account of the IEPF Authority, but there is no such unpaid dividend of last seven years, so this clause is not applicable to the company.

46. Disclosure Relating To Equity Shares With Differential Rights

The Company has not issued any equity shares with differential rights during the year under review and hence no information as per provisions of Rule 4(4) of the Companies (Share Capital and Debenture) Rules, 2014 is furnished.

47. Disclosure Relating To Sweat Equity Shares

The Company has not issued any sweat equity shares during the year under review and hence no information as per provisions of Rule 8(13) of the Companies (Share Capital and Debenture) Rules, 2014 is furnished.

48. Acknowledgement and appreciation

The Directors take this opportunity to express their deep sense of gratitude to the Banks, Central and State Governments and their Departments and the Local Authorities for their continued guidance and support. Your Directors would also like to record its appreciation for the support and cooperation your Company has been receiving from its suppliers, dealers, business partners and others associated with the Company. Your Directors place on record their sincere appreciation to the employees at all levels for their hard work, dedication and commitment. We are deeply grateful for the confidence and faith that all concerned have always reposed in us.

For and on behalf of the Board of Directors
AERON COMPOSITE LIMITED

Sd/-
Chirag Chandulal Patel
Managing Director
DIN: 03380703
Date: 25/09/2024
Place: Ahmedabad

Sd/-
Ravi Pankajkumar Patel
Whole Time Director
DIN: 03427590

Annexure – I

Conservation of energy, technology absorption and foreign exchange earnings and outgo
[Pursuant to clause (m) of sub-section (3) of Section 134 of the Companies Act, 2013,
read with Rule 8 of the Companies (Accounts) Rule, 2014]

Sr. No.	Particulars	Comments
A	Conservation of Energy	
1	The steps taken or impact on conservation of energy	Energy conservation is very important for the company and therefore, energy conservation measures are undertaken wherever practicable in its plant and attached facilities. The Company is making every effort ensure the optimal use of energy, avoid waste and conserve energy by using energy efficient equipment's with latest technologies. Impact on conservation of energy was that the electricity load expenses reduced. Further the company announces its commitment to environmental responsibility with the installation of a State-of-the-art solar power project of about 1.25 MW DC Capacity & 1 MW AC Capacity at its new factory at Village Jornang, Dist.- Mehsana.
2	The steps taken by the Company for utilizing alternate sources of energy	The solar power plant, projected to have an approximate lifespan of 20-25 years, represents a pivotal step in AERON's journey towards sustainable and eco-friendly manufacturing practices
3	The capital investment on energy conservation equipment's	Nil
B	Technology absorption	
1	The efforts made towards technology absorption	The Company continuous to use the latest technologies for improving the productivity and quality of its services and products
2	The benefits derived like product improvement, cost reduction, product development or import substitution	Since the commercial production in the new plant is yet not commenced hence no information.
3	In case of imported technology (imported during the last three years reckoned from the beginning of the financial year: (a) the details of technology imported (b) the year of import (c) whether the technology been fully absorbed (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and	No Technology imported by the company
4	The expenditure incurred on Research and Development	Rs. 64.06 Lakh

C	Foreign exchange earnings and Outgo	Earnings	Outgo
	The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows	Rs. 11035.15 Lakh	Rs. 272.56 Lakh

For and on behalf of the Board of Directors
AERON COMPOSITE LIMITED

Sd/-
Chirag Chandulal Patel **Ravi Pankajkumar Patel**
Managing Director **Whole Time Director**
DIN: 03380703 **DIN: 03427590**

Date: 25/09/2024
Place: Ahmedabad

Annexure – II

Annual Report on Corporate Social Responsibility (CSR) Activities
[Pursuant to Section 135 of the Companies Act, 2013]

1. Brief outline on CSR Policy of the Company:

Corporate Social Responsibility (CSR) is a large part of our overall sustainability policy encompassing social, economic and environmental actions. The policy is also aimed at demonstrating care for the community through its focus on Welfare of the Mentally Challenged person with intellectual disabilities and cognitive challenges, cataract surgeries of poor and needy people, Education and Development of Hearing Impaired Children etc. and supplementing the efforts of the local institutions/NGOs in the aforesaid fields to meet priority needs of the marginalized and underserved communities with the aim to help them to become self-reliant. These efforts are to be undertaken preferably in the local area and areas around our work centres/ project sites or other area/s if public needs so demands. The Company Approaches Corporate Social Responsibility (CSR) strategically – in order to ensure a sustainable future for people and planet.

2. Composition of CSR Committee as on the date of this report:

Name of the Committee Members	Designation
Chirag Chandulal Patel	Chairman
Naveen Kumar Mandovara	Member
Pankaj Shantilal Dadhaniya	Member

3. Web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company:
<https://www.aeroncomposite.com/investorrelations.html>**4. Details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report):** Not Applicable**5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any**

Sr. No.	Financial Year	Amount available for set-off from preceding financial years	Amount required to be set off for the financial year, if any
01	2023-24	Nil	Nil

6. Average net profit of the company as per section 135(5): Rs. 6,01,50,862/-**7. (a) Two percent of average net profit of the company as per section 135(5): Rs. 12,03,017/-**

(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: Nil

(c) Amount required to be set off for the financial year, if any: Nil

Total CSR obligation for the financial year (7a+7b- 7c): Rs. 12,03,017/-

8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of transfer	Name of fund	Amount	Date of transfer
Rs. 1203017/-	-	-	-	-	-

(b) Details of CSR amount spent against ongoing projects for the financial year:

There are no ongoing projects of the company for the financial year.

1	2	3	4	5		6	7	8	9	10	11
Sr. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local area (yes/ No) Location of the project State	Location of the project		Project duration	Amount allocated for the project (in Rs.)	Amount spent in the current financial Year (in Rs.)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.)	Mode of Implementation - Direct (Yes/ No)	Mode of Implementation - Through Implementing Agency.
-	-	-	-	-	-	-	-	-	-	-	-

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

1	2	3	4	5	6	7	8
Sr. No.	Name of the Project	Item from the list of activities in schedule VII to the Act	Local area (Yes/ No)	Location of the project	Amount Spent for the project (In Rs.)	Mode of Implementation Direct (Yes/No)	Mode of implementation Through implementing agency
1			Yes	Gujarat, Ahmedabad	1203017	Yes	N.A.

d) Amount spent in Administrative Overheads: Nil**(e) Amount spent on Impact Assessment, if applicable: Nil****(f) Total amount spent for the Financial Year (8b+8c+8d+8e) = Rs. 1203017/-****(g) Excess amount for set off, if any: Nil****9. (a) Details of Unspent CSR amount for the preceding three financial years: Nil****(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): Nil**

- 10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (Asset-wise details):**
- Date of creation or acquisition of the capital asset(s) – Not Applicable
- Amount of CSR spent for creation or acquisition of capital asset – Nil
- Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc. – Not Applicable
- Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset) – Not Applicable
- 11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per Section 135(5) : Not Applicable**

**For and on behalf of the Board of Directors
AERON COMPOSITE LIMITED**

**Sd/-
Chirag Chandulal Patel
Managing Director
DIN: 03380703**

**Sd/-
Ravi Pankajkumar Patel
Whole Time Director
DIN: 03427590**

**Date: 25/09/2024
Place: Ahmedabad**

Annexure III
Management Discussion & Analysis Report

Introduction:

Our Company was originally incorporated on 13/05/2011 as “AERON COMPOSITE PRIVATE LIMITED” vide CIN. U25209GJ2011PTC065419 under the provisions of the Companies Act, 1956 with the Registrar of Companies, Ahmedabad, Gujarat. The name of our Company was changed from “AERON COMPOSITE PRIVATE LIMITED” to “AERON COMPOSITE LIMITED” (U25209GJ2011PLC065419) vide Fresh Certificate of Incorporation dated June 19, 2024. The Company has issued equity shares through Initial Public Offer (IPO) and the equity shares listed on SME platform of National Stock Exchange of India on 04th September, 2024.

Overview of Business:

Incorporated in the year 2011, we are engaged in the business of engaged in the business as manufacturer, producer, processor, inventors, converter, importer, exporter, trader, buyer, seller, retailer, wholesaler, supplier, stockiest, agent, sub-agent, merchant, distributor, assembler jobber of or otherwise deal in all kinds of Glass Fiber Reinforce Polymer/Fiber Reinforce Polymers Products including but not limited to FRP/GRP Structural Profiles, FRP Deck, FRP Handrail, FRP Fencing, FRP Ladder, Cable Clamps, FRP Canopy, FRP Stairs/Crossovers, FRP Cross Arm, FRP/GRP Pultruded Gratings, FRP/GRP Moulded Gratings, GRP/FRP pipes, GRP/FRP Pole, GRP/FRP Tank, Reinforced Plastic Rods, Fiber Reinforced Rods, Rigid fiber reinforced plastic rods and long splice free plastic reinforced rods. Also supplies of optical fiber cable, power cables, telecom equipment, fiber reinforced insulation tubes, fiber reinforced polymer products such as roofing sheets, fiber glass roofs and prefabricated shelters., FRP tanks, industrial tanks, fiber reinforced plastic tanks and industrial fiber reinforced plastic tanks, fiber reinforced plastic cable trays, channel type cable trays, FRP cable trays, perforated cable trays and perforated channel type cable trays etc.

Holding an experience of more than 13 years and offering wide range of products has really helped company fuel its growth and relationships. Company's generating revenue from a combination of domestic operations and international endeavours from more than 30 countries across the Globe, serving over 800 customers with its marquee clients including NTPC, ONGC, GNFC, L&T and Tata Projects.

Our manufacturing unit has accreditations such as ISO 9001:2015 for the scope of design, manufacturing and supply of FRP pultruded products, FRP Handrails, FRP cable trays, FRP fencing, FRP moulded gratings, FRP Cross arm, FRP poles, FRP rods and moulded mounting structure for solar panels (MMS). Further, our in-house R & D unit is registered with the “Department of Scientific & Industrial Research” for purpose of developing new products and processes. Recently, we have been awarded with Certificate of Recognition and accorded the status of “Two Star Export House” in accordance with the provisions of the Foreign Trade Policy, 2023.

Industry structure and developments:**Global Market Size:**

The value of the global market for all composites is forecast to reach \$88.7 billion, an increase from \$34 billion in 2021 that represents a Compound Annual Growth Rate (CAGR) of 10.2 percent from 2022 to 2031.

The market for Fibre Reinforced Polymer (FRP) Rebars is anticipated to increase at a CAGR of 10.2% from 2022 to 2028, from an estimated value of US\$215.88 million in 2021 to US\$421.02 million.

Indian Market Size:

The Indian composites market is expected to reach an estimated value of US\$ 1.9 billion by 2026 with a CAGR of 16.3% from 2021 to 2026.

Asia Pacific leads in composite demand, bolstered by favourable FDI policies, while North America and Europe are also growing due to the increased use of lightweight materials. Nonetheless, lower per capita composite materials consumption in BRIC is expected to provide an impetus for market growth over the forecast period. Favourable government regulations are anticipated to lower entry barriers for new market participants in emerging economies resulting in higher market fragmentation over the next seven years.

Competitive Strengths

- a) Revenue from multiple geographies from various countries across the globe – Aeron’s diversified global presence, with significant revenue from top countries like India, USA, Australia, UK AND Qatar strengthens their market position and mitigates domestic risks
- b) Diverse range of Fiberglass Reinforce Polymer Products- Aeron manufactures a wide range of durable low-maintenance FRP products for industries such as telecommunications, oil & gas, refineries, renewable energy and chemicals. Now it also plans to expand the product mix to FRP rebar and carbon fiber products to achieve growth targets.
- c) Branding and promotional activities –increased branding and promotional efforts, including participation in national events and trade portals have enhanced Aeron’s visibility in the FRP products industry.
- d) Consistent focus on Quality – the company emphasizes on quality ensured by a dedicated team and ISO 9001:2015 accreditation drives consumer satisfaction and long term brand royalty.
- e) Experienced Senior Management – Experienced promoters bring a combined expertise of 80+ years in the industry fuelling growth and strategic development.

Business Strategies

The company is expanding its manufacturing capabilities with a new 51,671 sq. mtr unit in Mehsana, Gujarat aimed at enhancing efficiency and production through automation. This also implies company will strive towards rallying their R&D capabilities to maintain competitive edge and respond when market becomes challenging. Apart from this Aeron’s strong global presence, conscious efforts to diversify the product line coupled with strong demand of Industry segments that it serves (Telecommunication, Oil & Gas, Refineries, Renewable energy, Chemicals) will help the company boost its Business and growth.

Financial Highlights

Key drivers like the installed capacity increased from 14,569MT to 17,275MT supporting the revenue to rally up from ₹79.06 Cr in FY2021 to ₹ 201.68 Cr by FY 2024. This has resulted PAT grow from ₹2.58 Cr to ₹10.11 Cr in the same period. In terms of capital expenditure (CapEx), Aeron has been steadily expanding its asset base, from ₹43.60 Cr in FY 2021 to ₹101.28 Cr in FY 2024. The company’s borrowing remains controlled, peaking at ₹13.99 Cr in FY 2023, and slightly reducing to ₹11.83 Cr by 2024.

Overall, Aeron's financials reflect robust growth, and the broader industry outlook remains promising. Continued innovation and expansion, like their planned Composite City, will likely enhance their market position and financial performance further.

Opportunities and Threats

Opportunities:

1. Market Expansion:

The potential to enter new geographic markets or untapped customer segments presents a significant growth opportunity. This includes exploring emerging markets where demand for our products/services is rising.

2. Technological Advancements:

Embracing new technologies can enhance our operational efficiency and product offerings. Investments in automation, data analytics, and digital platforms can streamline processes and improve customer experiences.

3. Sustainability Initiatives:

Growing consumer demand for sustainable and environmentally friendly products presents an opportunity to innovate and develop eco-friendly offerings, enhancing our brand image and attracting new customers.

4. Strategic Partnerships:

Collaborating with other organizations, suppliers, or technology firms can provide access to new resources, markets, and expertise, facilitating growth and innovation.

Threats:**1. Economic Uncertainty:**

Fluctuations in the economy, including inflation and changing consumer spending patterns, could impact sales and profitability. We must remain vigilant and adaptable to economic changes.

2. Intense Competition:

The competitive landscape continues to evolve, with both established and new players vying for market share. Maintaining a strong competitive position requires ongoing innovation and differentiation.

3. Regulatory Challenges:

Changes in regulations or compliance requirements can create operational challenges and additional costs. Staying ahead of regulatory developments is essential to mitigate risks.

4. Supply Chain Disruptions:

Global supply chain issues and disruptions can impact our ability to deliver products and services timely. Diversifying suppliers and enhancing supply chain resilience will be critical.

5. Cybersecurity Risks:

Increasing threats to data security and privacy pose significant risks to our operations and reputation. Continued investment in cybersecurity measures is essential to protect our assets and customer information.

Segment-wise or product-wise performance.

FRP PRODUCTS is the only segment in which the company operates, details of which has been given in the financial statement of the company for the financial year ended on 31st March, 2024.

Business Outlook**World Economic Outlook**

Economic activity showed surprising resilience during the global disinflation of 2022–23, with steady growth defying stagflation and recession warnings. Employment and incomes remained stable due to unexpected government spending, household consumption, and a boost in labor force participation, even amid significant central bank interest rate hikes. Global growth is estimated at 3.2 percent for 2023, with projections for 2024 and 2025 remaining unchanged. However, this growth is low by historical standards, impacted by high borrowing costs, reduced fiscal support, and lingering effects from the COVID-19 pandemic and geopolitical tensions. Global inflation is expected to decrease from 6.8 percent in 2023 to 5.9 percent in 2024 and 4.5 percent in 2025, with advanced economies achieving inflation targets sooner than others. The long-term global growth forecast is at its lowest in decades, indicating a slowdown in the convergence of living standards for lower-income countries and persistent economic disparities.

Growth Forecast for Emerging Market and Developing Economies

In emerging market and developing economies, growth is expected to be stable at 4.2 percent in 2024 and 2025, with a moderation in emerging and developing Asia offset mainly by rising growth for economies in the Middle East and Central Asia and for sub-Saharan Africa. Low-income developing countries are expected to experience gradually increasing growth, from 4.0 percent in 2023 to 4.7 percent in 2024 and 5.2 percent in 2025, as some constraints on near-term growth ease.

World Trade Outlook: Stable, in Line with Output

World trade growth is projected at 3.0 percent in 2024 and 3.3 percent in 2025, with revisions of a 0.3 percentage point decrease for 2024 and 2025 compared with January 2024 projections. Trade growth is expected to remain below its historical (2000–19) annual average growth rate of 4.9 percent over the medium term, at 3.2 percent in 2029. This projection implies, in the context of the relatively low outlook for economic growth, a ratio of total world trade to GDP (in current dollars) that averages 57 percent over the next five years, broadly in line with the evolution in trade since the global financial crisis.

Even as world trade-to-GDP ratios remain relatively stable, significant shifts in trade patterns are taking place, with increasing fractures along geopolitical lines, especially since the start of the war in Ukraine in February 2022. IMF staff analysis indicates that growth in trade flows between geopolitical blocs has declined significantly since then compared with growth of trade within blocks.

Risks and concerns.**01.competitive Market Environment:**

The FRP market remains competitive, with both established companies and new entrants increasing market pressure. Competitors offering advanced technologies or more cost-effective solutions could lead to price competition and erosion of our market share. Maintaining our competitive edge will require continuous investment in technology and innovation.

02.Supply Chain Disruptions

Our production processes rely on a stable supply of key raw materials, including resins and glass fibres. Any disruption in our supply chain due to factors such as geopolitical issues, natural disasters, or logistical challenges could result in production delays, increased costs, or inability to meet customer demand. Managing these risks effectively is essential to our operational resilience.

03.Economic and Market Volatility

The performance of our business is closely linked to overall economic conditions and industry-specific factors, particularly in sectors such as construction, telecommunication, Oil & Gas, Refineries, Renewable energy, Chemicals etc. Economic downturns, fluctuations in demand, or changes in customer preferences could lead to reduced revenues. Additionally, rising raw material costs and currency exchange rate fluctuations could adversely impact our profitability.

We are regular hedging exchange risk through natural hedging with forwarding booking to minimize risk at certain extent.

04.Operational Challenges and Project Delays

The complexity of large-scale FRP projects can result in operational challenges, including delays caused by labor shortages, equipment failure, or unforeseen supply chain issues. Delays or cost overruns on key projects may negatively affect profitability, while operational inefficiencies could disrupt production schedules and increase costs.

We have well versed trained team to mitigate this risk with planned strategies to meet the timeline.

Internal control systems and their adequacy.

The Company's internal control systems are crucial for ensuring regulatory compliance, managing financial risks, and maintaining operational efficiency in the FRP sector. Effective controls should encompass compliance with industry standards, robust financial management, and thorough risk mitigation strategies.

Regular audits and assessments are essential to evaluate the adequacy of these controls, identify any weaknesses, and ensure they adopt to evolving industry conditions and project demands. This ongoing review helps maintain operational integrity and financial stability.

Additionally, the following measures are taken to ensure proper control:

- Regular internal and external audits.
- Implementation of standardized operating procedures.
- Comprehensive risk management framework.
- Ongoing employee training and development.

Discussion on financial performance with respect to operational performance.

The financial performance of the Company for the Financial Year 2023-24 is described in the Directors' Report of the Company.

Material developments in Human Resources / Industrial Relations front including number of people employed:

The cordial employer - employee relationship also continued during the year under the review. The Company has continued to give special attention to human resources.

Cautionary note

Statements made in the Management Discussion and Analysis describing the various parts may be "Forward Looking Statement" within the meaning of applicable securities laws and regulations. The actual results may differ from those expectations depending upon the economic conditions, changes in Govt. Regulations and amendments in tax laws and other internal and external factors.

For and on behalf of the Board of Directors
AERON COMPOSITE LIMITED

Sd/-
Chirag Chandulal Patel
Managing Director
DIN: 03380703

Sd/-
Ravi Pankajkumar Patel
Whole Time Director
DIN: 03427590

Date: 25/09/2024
Place: Ahmedabad

INDEPENDENT AUDITORS' REPORT

To the Members of
Aeron Composite Limited
(formerly Known as "Aeron Composite Private Limited")

Report on the Audit of the Standalone Financial Statements

Opinion

01. We have audited the accompanying financial statements of Aeron Composite Limited (the "Company"), which comprise the Balance Sheet as at 31st March, 2024, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information, which we have signed under reference to this report.
02. In our opinion, and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 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 31st March, 2024; and its profit and its cash flows for the year ended on that date.

Basis for Opinion

03. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the Financial Statements and Auditor's Report thereon

04. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, management report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

05. 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 standalone financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. 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 design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
06. In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
07. Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

08. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
09. As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for explaining our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
10. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
11. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

12. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us, we give in the 'Annexure A', a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

13. 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 and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account of the Company;
- d) In our opinion, the aforesaid standalone 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 31st March, 2024 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March, 2024 from being appointed as a Director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure B'. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) With respect to the 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 for which there were any material foreseeable losses.
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - (iv)
 - (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

- (b) The management has represented that, to the best of its knowledge no funds have been received by the company from any person or entity, ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- (v) The dividend declared and paid during the year by the Company is in compliance with Section 123 of the Act except delay in depositing amount of dividend in a separate bank account as required as per section 123(4) of the act.
- (vi) Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the period for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.
- h) With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act:
In our opinion and according to the information and explanations given to us, the Company is not public company for the financial year ended on 31.03.2024. Accordingly, the provisions of section 197 of the Act are not applicable to the company.

For, B H MANGAROLIA & CO.

Chartered Accountants
(FRN 105972W)

Sd/-

(P B MANGAROLIA)

Partner

M. No. 124424

UDIN:24124424BKACCG3304

Place: Ahmedabad

Date: 25.09.2024

ANNEXURE 'A' TO INDEPENDENT AUDITORS' REPORT

[Referred to in Paragraph 12 of our Report of even date]

01. a) (A) The Company has maintained reasonable records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of Intangible assets under development.

- b) The Property, Plant and Equipment are physically verified by the Management according to a phased programme designed to cover all the items which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the Property, Plant and Equipment has been physically verified by the Management during the year and no material discrepancies have been noticed on such verification.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company and based on the examination of the conveyance deed provided to us, the title deeds of immovable properties (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the standalone financial statements are held in the name of the Company.
- d) The Company has not revalued its Property, Plant and Equipment (including Right-of-use assets) or intangible assets during the year. Accordingly, the reporting under Clause 3(i)(d) of the Order is not applicable to the Company.
- e) There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
02. (a) The inventory has been physically verified by the management during the year including inventory lying with third parties. In our opinion, the frequency of verification by the management is reasonable and the coverage and procedure for such verification is appropriate. As explained to us and on the basis of records examined by us, the value of the discrepancies noticed on physical verification by management did not exceed 10% or more in aggregate for each class of inventory.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks on the basis of security of current assets. In our opinion, the quarterly returns or statements filed by the Company with such banks are materially in agreement with the books of account of the Company.

03. a) (A) The Company has not granted any loans or provided advances in the nature of loans or stood guarantee or provided security to its subsidiaries, joint ventures and associates during the year. Accordingly, reporting under clause 3(iii)(a)(A) of the Order is not applicable.

(B) The company has not stood guarantee or provided security to any other entity, however during the year the Company has granted advances in the nature of loans to employees as specified below.

(₹ in Lakhs)	
Particulars	Amount Rs.
Aggregate amount granted during the year	32.55
Balance outstanding as on March 31, 2024	18.07

- b) The terms and conditions of the grant of loans or advances in the nature of loans, as referred to a(B) above, are not prima facie prejudicial to the interest of the Company.
- c) In respect of loans or advances in the nature of loans granted by the Company, the schedule of repayment of principal has been stipulated and the repayments are regular.
- d) According to information and explanations given to us and based on the audit procedures performed, in respect of loans to employees granted by the company, there is no overdue amount remaining outstanding as at the balance sheet date.
- e) There were no loans/advances in nature of loans which fell due during the year and were renewed/extended. Further, no fresh loans were granted to same parties to settle the existing overdue loans/advances in nature of loan.
- f) According to information and explanations given to us and based on the audit procedures performed, the company has not granted any loan to employees either repayable on demand or without specifying any terms or period of repayment during the year. Hence reporting under clause 3(iii)(f) of the order is not applicable.
04. In our opinion and according to the information and explanations given to us, the the provisions of Section 185 and 186 of the Act in respect of loans to directors including entities in which they are interested and in respect of loans and advances given, investments made and, guarantees and securities given have been complied with by the Company.

05. The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
06. We have broadly reviewed the books of account maintained by the Company pursuant to the Rules made by the Central Government of India, the maintenance of cost records has been specified under Section 148(1) of the Companies Act, 2013 and are of the opinion that prima facie the prescribed cost records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
07. a) According to information and explanations given to us, the company is generally regular in depositing with Appropriate Authorities undisputed statutory dues including Income Tax, Provident fund, Employees State Insurance, Custom Duty, Goods and Services Tax and other material statutory dues applicable to it. According to the information and explanations given to us, there were no undisputed amounts payable in respect of such dues which were outstanding as on 31st March, 2024 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us there are no any disputed dues which have not been deposited, of income Tax, VAT/Sales Tax, Service Tax, Custom Duty, Excise Duty, GST, Cess as at 31st March, 2024 and therefore no further information is required to be furnished under this clause.
08. The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
09. a) In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- c) In our opinion, and according to the information and explanations given to us, the term loans have been applied for the purposes for which they were obtained.
- d) On an overall examination of the financial Statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.

- e) On an overall examination of the financial Statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
 - f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Hence, the requirement to report on clause 3(ix)(f) of the Order is not applicable to the Company.
10. a) The Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.
- b) The Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.
11. a) During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the year, nor we have been informed of such case by the management.
- b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by auditors in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
12. a) The Company is not a nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a) (b) and (c) of the Order is not applicable to the Company.
13. According to the information and explanations given to us and based on our examinations of the records of the Company, transactions with the related parties are in compliance with section 188 of the Act, where applicable. The details of such related party transactions have been disclosed in the standalone financial statements as required by applicable Accounting Standards. The provisions of section 177 are not applicable to the company for the year and accordingly reporting under clause 3(xiii) insofar it relates to section 177 of the Act is not applicable to the company.

14. a) The company has an internal audit system commensurate with the size and nature of its business.
- b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
15. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its Directors and hence reporting under clause 3(xv) of the Order is not applicable to the Company.
16. a) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the reporting under Clause 3(xvi)(a) of the Order is not applicable to the Company.
- b) The Company has not conducted non-banking financial / housing finance activities during the year. Accordingly, the reporting under Clause 3(xvi)(b) of the Order is not applicable to the Company.
- c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting under Clause 3(xvi)(c) of the Order is not applicable to the Company.
- d) There is no Core Investment Company as a part of the Group, hence, the requirement to report on clause 3(xvi)(d) of the Order is not applicable to the Company.
17. The Company has not incurred cash losses in the current year and in the immediately preceding financial year.
18. There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
19. On the basis of the financial ratios disclosed in note 41 to the financial Statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial Statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

20. The Company has fully spent the required amount towards Corporate Social responsibility (CSR) and there are no unspent CSR amounts for the year requiring a transfer to a fund specified in Schedule VII of the Act or special account in compliance with the provision of sub-section (6) of section 135 of the said Act. Accordingly, reporting under clause 3(xx) of the Order is not applicable for the year.
21. The reporting under Clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements. Accordingly, no comment in respect of the said clause has been included in this report.

For, B H MANGAROLIA & CO.

Chartered Accountants
(FRN 105972W)

Sd/-

(P B MANGAROLIA)

Partner

M. No. 124424

UDIN:24124424BKACCG3304

Place: Ahmedabad

Date: 25.09.2024

ANNEXURE 'B' TO INDEPENDENT AUDITORS' REPORT

[Referred to in Paragraph 13(f) of our Report of even date]

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

We have audited the internal financial controls over financial reporting of Aeron Composite Limited (the "Company"), as of 31st March, 2024, in conjunction with our audit of the standalone financial statements of the Company for the year ended as on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the 'Guidance Note'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Standards on Auditing prescribed under Section 143(10) of the Act and the Guidance Note, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial controls over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

For, B H MANGAROLIA & CO.

Chartered Accountants
(FRN 105972W)

Sd/-

(P B MANGAROLIA)

Partner

Place: Ahmedabad

Date: 25.09.2024

M. No. 124424

UDIN:24124424BKACCG3304

Aeron Composite Limited
(formerly Known as "Aeron Composite Private Limited")
CIN : U25209GJ2011PLC065419
Balance Sheet as at 31st March, 2024

			(₹ in Lakhs)	
PARTICULARS	Note No.	As at 31.03.2024	As at 31.03.2023	
I EQUITY AND LIABILITIES				
1 Shareholders' funds				
a. Share capital	03	156.65	156.65	
b. Reserves and surplus	04	3393.25	2382.45	
		3549.90	2539.10	
2 Non-current liabilities				
a. Long-term borrowings	05	403.53	93.36	
b. Deferred tax liabilities (net)	06	0.00	0.00	
c. Long-term provisions	07	269.88	66.35	
		673.41	159.71	
3 Current liabilities				
a. Short-term borrowings	08	779.20	1306.26	
b. Trade Payable due to Micro and Small Enterprises	09	1452.52	1055.32	
Other than Micro and Small Enterprises		2680.95	1124.43	
c. Other current liabilities	10	980.57	566.10	
d. Short-term provisions	11	11.39	158.49	
		5904.63	4210.60	
TOTAL		10127.94	6909.41	
II ASSETS				
1 Non-current assets				
a. Property, Plant and Equipment and Intangible Assets				
i. Property, Plant and Equipment	12	1767.51	921.28	
ii. Intangible assets		0.00	0.00	
iii. Capital work-in-progress	13	361.15	0.00	
iv. Intangible assets under development	14	47.07	38.32	
		2175.73	959.60	
b. Deferred tax assets (net)	06	2.35	6.98	
c. Long-term loans and advances	15	41.43	0.25	
d. Other non-current assets	16	137.05	166.36	
		2356.55	1133.19	
2 Current assets				
a. Inventories	17	2509.04	1912.30	
b. Trade receivables	18	4145.32	3107.66	
c. Cash and bank balances	19	508.53	195.58	
d. Short-term loans and advances	20	588.83	556.40	
e. Other current assets	21	19.66	4.29	
		7771.39	5776.22	
Significant Accounting Policies	02			
TOTAL		10127.94	6909.41	
See accompanying notes forming part of the financial statements				
As per our report of even date		For and on behalf of the Board of Directors of		
For, B H MANGAROLIA & CO.		Aeron Composite Limited		
Chartered Accountants				
(FRN 105972W)		Sd/-	Sd/-	
Sd/-		(Sanjaykumar J. Oza)	(Chirag Chandulal Patel)	
		Chief Financial Officer	Managing Director	
(P B MANGAROLIA)		PAN: AAKPO8683P	DIN: 03380703	
Partner				
M. No. 124424		Sd/-	Sd/-	
		(Vijay M. Dakshini)	(Ravi Pankajkumar Patel)	
		Company Secretary	Whole-time Director	
Place: Ahmedabad		PAN: ALKPD7248N	DIN: 03427590	
Date: 25.09.2024		Place: Ahmedabad	Date: 25.09.2024	

Aeron Composite Limited

(formerly Known as "Aeron Composite Private Limited")

CIN :U25209GJ2011PLC065419

Statement of Profit and Loss for the year ended 31st March, 2024

(₹ in Lakhs)

PARTICULARS	Note No.	For the year ended	
		31.03.2024	31.03.2023
I. Revenue from operations	22	19972.98	17938.42
II. Other income	23	195.44	260.84
III. Total Income (I + II)		20168.42	18199.26
IV. Expenses			
a. Cost of materials consumed	24	12943.10	12207.24
b. Changes in inventories of finished goods, work-in-progress and stock-in-trade	25	(884.10)	276.06
c. Employee benefits expense	26	1860.20	1149.65
d. Finance costs	27	129.84	159.61
e. Depreciation and amortisation expense	28	222.31	162.27
f. Other expenses	29	4446.63	3287.62
Total expenses		18717.98	17242.45
V. Profit / (Loss) before exceptional and extraordinary items and tax (III - IV)		1450.43	956.81
VI. Exceptional items		0.00	0.00
VII. Profit / (Loss) before extraordinary items and tax (V - VI)		1450.43	956.81
VIII. Extraordinary items		0.00	0.00
IX. Profit / (Loss) before tax (VII - VIII)		1450.43	956.81
X. Tax expense:			
a. Current Tax		435.00	313.00
b. Deferred Tax		4.63	(17.19)
		439.63	295.81
XI. Profit (Loss) for the year (IX - X)		1010.80	661.00
XII. Earnings per equity share			
a. Basic Earnings per share (in ₹)		64.53	45.90
b. Diluted Earnings per share (in ₹)		64.53	45.90
Significant Accounting Policies	02		

See accompanying notes forming part of the financial statements

As per our report of even date

For, B H MANGAROLIA & CO.

Chartered Accountants

(FRN 105972W)

For and on behalf of the Board of Directors of

Aeron Composite Limited

Sd/-

Sd/-

Sd/-

(Sanjaykumar J. Oza)

(Chirag Chandulal Patel)

Chief Financial Officer

Managing Director

(P B MANGAROLIA)

PAN: AAKPO8683P

DIN: 03380703

Partner

M. No. 124424

Sd/-

Sd/-

(Vijay M. Dakshini)

(Ravi Pankajkumar Patel)

Company Secretary

Whole-time Director

Place: Ahmedabad

PAN: ALKPD7248N

DIN: 03427590

Date: 25.09.2024

Place: Ahmedabad

Date: 25.09.2024

Aeron Composite Limited

(formerly Known as "Aeron Composite Private Limited")

CIN :U25209GJ2011PLC065419

Cash Flow Statement for the year 2023-24

(₹ in Lakhs)

Particulars	FY 2023-24	FY 2022-23
A. <u>Cash flow from operating activities</u>		
Net profit before taxation, and extraordinary items	1450.43	956.81
<u>Adjustments for:</u>		
Depreciation	222.31	162.27
Profit on sale of fixed assets	(0.26)	(0.85)
Gratuity Provision	202.43	34.69
Interest income	(13.18)	(9.17)
Interest expense	129.84	159.61
Operating profit before working capital changes	1991.58	1303.36
<u>Adjustments for:</u>		
(Increase)/Decrease in Trade Receivables	(1037.67)	(1035.92)
(Increase)/Decrease in Inventories	(596.75)	257.25
(Increase)/Decrease Other Receivables	122.58	524.13
(Decrease)/Increase in current liabilities and provisions	2223.77	(629.39)
Cash (used in)/generated from operations	2703.51	419.43
Taxes paid (net of refunds)	(598.24)	(217.24)
Cash flow before extraordinary items	2105.27	202.19
Extraordinary item	0.00	0.00
Net cash (used in)/ from operating activities (A)	2105.27	202.19
B. <u>Cash flows from investing activities</u>		
Purchase of Property, Plant & Equipment & Intangible assets (Including capital work-in-progress & Intangible assets under development)	(1449.31)	(368.82)
Proceeds from sale of Property, Plant & Equipment	11.12	1.75
Interest received	13.18	9.17
Net cash (used in)/ from investing activities (B)	(1425.01)	(357.90)

Aeron Composite Limited

(formerly Known as "Aeron Composite Private Limited")

CIN :U25209GJ2011PLC065419

Cash Flow Statement for the year 2023-24

(₹ in Lakhs)

Particulars	FY 2023-24	FY 2022-23
C. Cash flows from financing activities		
Issue of share capital	0.00	333.13
Proceeds/(repayment) of short-term borrowings (net)	(297.81)	137.98
Proceeds from long-term borrowings	577.81	180.54
Repayment of long-term borrowings	(496.88)	(174.44)
Interest paid	(129.84)	(159.61)
Dividends paid	(15.67)	(13.00)
Net cash introduced from /(used in) financing activities (C)	(362.39)	304.60
Net (decrease)/increase in cash & cash equiv. (A+B+C)	317.87	148.88
Cash and cash equivalents at the beginning of the year	190.66	41.78
Cash and cash equivalents at the end of the year	508.53	190.66
	317.87	148.88

As per our report of even date

For and on behalf of the Board of Directors of

For, B H MANGAROLIA & CO.**Aeron Composite Limited**

Chartered Accountants

(FRN 105972W)

Sd/-

(P B MANGAROLIA)

Partner

M. No. 124424

Place: Ahmedabad

Date: 25.09.2024

Sd/-

(Sanjaykumar J. Oza) (Chirag Chandulal Patel)

Chief Financial Officer

PAN: AAKPO8683P

Sd/-

(Vijay M. Dakshini) (Ravi Pankajkumar Patel)

Company Secretary

PAN: ALKPD7248N

Place: Ahmedabad

Sd/-

Managing Director

DIN: 03380703

Whole-time Director

DIN: 03427590

Date: 25.09.2024

01. Company Overview

Aeron Composite Private Limited ('the company'), incorporated under the Companies Act, 1956 vide CIN -U25209GJ2011PTC065419 having its registered office at Plot No 30/31, Saket Industrial Estate, Sarkhej Bavla Highway, Moraiya, Changodar, Ahmedabad-382213 Gujarat and engaged in Manufacturing and dealing in Fiber Glass Reinforce Plastic Products i.e. Cable Tray, Gratings, ROD, Pole, Structure Profiles, Handrails etc. Subsequently, pursuant to Special Resolution passed by the Shareholders at the Extra Ordinary General Meeting, held on 06.05.2024, the Company was converted into a Public Limited Company and consequently the name of our Company was changed from Aeron Composite Private Limited to 'Aeron Composite Limited' vide a fresh certificate of incorporation consequent upon conversion from private company to public company dated 19.06.2024 issued by the Registrar of Companies, Central Processing Centre (CPC), bearing CIN U25209GJ2011PLC065419.

02. Significant accounting policies

2.01 Basis for Preparation of Financial Statements

The financial statements of the company have been prepared and presented in accordance with the Generally Accepted Accounting Principles (GAAP). GAAP comprises the Accounting Standards notified under the Companies Act, 2013. The accounting policies have been framed, keeping in view the fundamental accounting assumptions of Going Concern, Consistency and Accrual, as also basic considerations of Prudence, Substance over form, and Materiality. These have been applied consistently, except where a newly issued accounting standard is initially adopted or a revision in the existing accounting standards require a revision in the accounting policy so far in use. The need for such a revision is evaluated on an ongoing basis.

The Financial Statements have been prepared on a going concern basis, in as much as the management neither intends to liquidate the company nor to cease operations. Accordingly, assets, liabilities, income and expenses are recorded on a Going Concern basis. Based on the nature of products and services, and the time between the acquisition of assets and realization in cash or cash equivalents, the company has ascertained its operating cycle as 12 months for the purposes of current and non-current classification of assets and liabilities.

2.02 Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.02 Accounting Convention

The company follows the mercantile system of accounting, recognizing income and expenditure on accrual basis. The accounts are prepared on historical cost basis and as a going concern. Accounting policies not referred to specifically otherwise, are consistent with the generally accepted accounting principles.

2.03 Inventories

Raw Materials & Consumables have been valued at lower of cost and net realizable value. Cost is determined on FIFO basis.

Cost of Finished Goods and Work in Progress includes all Costs of Purchases, Conversion Cost and other cost Incurred in bringing the inventories to their present location and Condition. The Management estimates the work in progress according to stage of completion.

The Net realizable value is estimated selling price in the ordinary course of business less the estimated costs of Completion and estimated cost necessary to make the finished goods/product ready for sale.

2.04 Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

2.05 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.06 Property, Plant And Equipments

Property, Plants & Equipments are stated at as per Cost Model i.e., at cost less accumulated depreciation and impairment, if any. Costs directly attributable to acquisition are capitalised until the property, plant and equipment are ready for use, as intended by the management. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Input tax credit of GST, Grants on capital goods are accounted for by reducing the cost of Capital Goods. Subsequent expenditures relating to property, plant and equipment are capitalised only when it is probable that future economic benefits associated with them will flow to the Company and the cost of the expenditure can be measured reliably. Repairs and Maintenance costs are recognized in the Statement of Profit and Loss when they are incurred.

When assets are disposed or retired, their cost is removed from the financial statements. The gain or loss arising on the disposal or retirement of an asset is determined as the difference between sales proceeds and the carrying amount of the asset and is recognized in Statement of Profit and Loss for the relevant financial year.

Capital work-in-progress:

Projects under which assets are not ready for their intended use and other capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

2.07 Depreciation and amortisation

Depreciation, on Property, plant & equipment, based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013, on Written Down Value (WDV) method. Depreciation on additions during the year is provided on prorata time basis. Depreciation method, useful life & residual value are reviewed periodically.

2.08 Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Sale of goods

Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers.

Income from services

Revenue from services is recognized when services have been rendered and there should be no uncertainty regarding consideration and its ultimate collection.

Other income

Interest income is accounted on accrual basis.
All other income is recognised on accrual basis.

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

2.09 Foreign currency transactions and translations

Initial Recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Conversion

Monetary foreign currency assets and liabilities remaining unsettled at the balance sheet date are translated at the rates of exchange prevailing on that date. Gains/losses arising on account of realisation/settlement of foreign exchange transactions and on translation of foreign currency assets and liabilities are recognised in the Profit and Loss Account.

2.10 Government grants and subsidies

Government grants and subsidies are recognised when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidy will be received. Government grants whose primary condition is that the Company should purchase, construct or otherwise acquire capital assets are presented by deducting them from the carrying value of the assets. The grant is recognised as income over the life of a depreciable asset by way of a reduced depreciation charge.

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.

2.11 Employee benefits

Short Term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages, and short term compensated absences, etc. are recognized in the period in which the employee renders the related services.

Post- Employment Benefits

Defined contribution plans

The Company's contribution to provident fund is considered as defined contribution plans and is charged as an expense as they fall due based on the amount of contribution required to be made.

Defined benefit plans

Retirement benefits in the form of Gratuity are considered as defined benefit obligations and are provided on the basis of the actuarial valuation as at the date of the Balance Sheet.

2.12 Borrowing costs

Borrowing costs include interest, amortisation of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset is added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.

2.13 Earnings per share

Basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

The diluted potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value which is the average market value of the outstanding shares. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

2.14 Taxes on income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.

2.15 Impairment of assets

The carrying values of assets at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets.

2.16 Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized if, as a result of a past event, the Company has a present legal obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the likely future outflow of economic benefits required to settle the obligation at the reporting date.

Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are neither recognized nor disclosed in the financial statements. However, Contingent assets are assessed continually and when it becomes reasonably certain that inflow of economic benefit will arise.

2.17 Contingencies And Events Occurring After The Balance Sheet Date

Events that occur between balance sheet date and date on which these are approved, might suggest the requirement for an adjustment(s) to the assets and the liabilities as at balance sheet date or might need disclosure. Adjustments are required to assets and liabilities for events which occur after balance sheet date which offer added information substantially affecting the determination of the amounts which relates to the conditions that existed at balance sheet date.

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Notes forming part of the financial statements (2023-24)

03. Share Capital

(₹ in Lakhs)

Particulars	As at 31.03.2024		As at 31.03.2023	
	Number	Rs.	Number	Rs.
<u>Authorised</u>				
Equity shares of Rs. 10 each	3,000,000	300.00	3,000,000	300.00
Preference Shares of Rs. 10 each	750,000	75.00	750,000	75.00
Total Share Capital	3,750,000	375.00	3,750,000	375.00
<u>Issued*</u>				
Equity shares of Rs. 10 each	1,566,500	156.65	1,625,000	162.50
<u>Subscribed and fully paid up</u>				
Equity shares of Rs. 10 each	1,566,500	156.65	1,566,500	156.65
<u>Subscribed but not fully paid up</u>				
Equity shares of Rs. 10 each	-	0.00	-	0.00
Total Share Capital	1,566,500	156.65	1,566,500	156.65

* The company has made right issue of 3,25,000 Equity shares @125/- on 20/09/2022, out of which only 2,66,500 shares were subscribed by shareholders. Later, the unsubscribed portion i.e. 58,500 equity shares of Rs. 10/- was cancelled vide ordinary resolution dated 30/10/2023.

Terms/rights attached to equity shares:

i. The company has only one class of shares referred to as equity shares having a par value of Rs.10/-. Each holder of equity shares is entitled to one vote per share

ii. In the event of liquidation of the Company, the holders of equity shares shall be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The amount distributed will be in proportion to the number of equity shares held by the shareholders.

iii. Pursuant to Shareholders' resolution dated 22nd April, 2024, the Increase in the authorized share capital of the Company from ₹ 375.00 Lakhs divided into 30,00,000 Equity Shares and 7,50,000 preference shares of ₹ 10/- each to ₹ 2000 Lakhs divided into 1,92,50,000 Equity Shares and 7,50,000 Preference shares of ₹ 10/- each ranking pari-passu with the existing share capital.

Reconciliation of Share Capital

Equity shares of Rs. 10 each

i	outstanding at the beginning of the year	1,566,500	156.65	1,300,000	130.00
ii	Issued during the year	-	0.00	266,500	26.65
iii	bought back during the year	-	0.00	-	0.00
iv	outstanding at the end of the year	1,566,500	156.65	1,566,500	156.65

Details of shares held by each shareholder holding more than 5% shares

Equity shares of Rs. 10 each

Sr. No.	Name of Shareholder	As at 31.03.2024		As at 31.03.2023	
		Number	%	Number	%
1	Pankaj Shantilal Dadhaniya	174,417	11.13	174,417	11.13
2	Vishal Amrutlal Vachhani	-	-	81,200	5.18
3	Pankajkumar Ratilal Patel	95,625	6.10	95,625	6.10
4	Alpesh Shantilal Dadhaniya	174,416	11.13	174,416	11.13

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Notes forming part of the financial statements (2023-24)

5	Bipinkumar Ratilal Patel	83,209	5.31	83,209	5.31
6	A. International Private Limited	429,000	27.39	-	-
7	Shobhana Amrutlal Vachhani	-	-	113,800	7.26

Disclosure of Shareholding of Promoters

Shares held by Promoters - As at 31.03.2024

Sr. No.	Promoter name	As at 31.03.2024		As at 31.03.2023		% Change during the year
		Number	%	Number	%	
1	Pankaj Shantilal Dadhaniya	174,417	11.13	174,417	11.13	-
2	A. International Private Limited	429,000	27.39	-	-	27.39
3	Dilipkumar Ratilal Patel	60,000	3.83	60,000	3.83	-
4	Ravi Pankajkumar Patel	66,500	4.25	66,500	4.25	-
5	Chirag Chandulal Patel	56,875	3.63	56,875	3.63	-
Total		786,792	50.23	357,792	22.84	

04. Reserves and surplus

(₹ in Lakhs)

Particulars	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.
<i>Capital redemption reserve</i>		
Opening balance	50.00	50.00
Add: Additions during the year		
Transferred from surplus in Statement of P & L	0.00	0.00
Others	0.00	0.00
Less: Utilised during the year	0.00	0.00
Closing balance	50.00	50.00
<i>Securities premium account</i>		
Opening balance	306.48	0.00
Add : Premium on shares issued during the year	0.00	306.48
Less : Utilised during the year	0.00	0.00
Closing balance	306.48	306.48
<i>Surplus / (Deficit) in Statement of Profit and Loss</i>		
Opening balance	2025.98	1380.65
Add: Profit / (Loss) for the year	1010.80	661.00
Amounts transferred from:		
General reserve	0.00	0.00
Other reserves	0.00	0.00
Less:		
Proposed Dividend	0.00	(15.67)
Tax on dividend	0.00	0.00
Closing balance	3036.78	2025.98
Total Reserves and surplus	3393.25	2382.45

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Notes forming part of the financial statements (2023-24)

05. Long-term borrowings

(₹ in Lakhs)

Particulars	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.
<u>Secured</u>		
Term loans from Banks		
a(i). HDFC Bank Limited	70.00	70.00
Less: Current maturities of long term borrowings (refer note 08)	0.00	0.00
	70.00	70.00
a(ii). HDFC Bank Limited	6.08	27.37
Less: Current maturities of long term borrowings (refer note 08)	6.08	21.29
	0.00	6.08
a(iii). HDFC Bank Limited	261.19	0.00
Less: Current maturities of long term borrowings (refer note 08)	0.00	0.00
	261.19	0.00

HDFC Bank Limited : Security

First charge paripassu on stock, book debts, P & M and other current assets of the company.

Collateral

First charge paripassu on properties as mentioned below. Collateral coverage of 40% to be maintained in multiple banking arrangement with Yes Bank Limited.

Block No. 54/1, Bileshwarpura, Mehsana Highway, Kalol, Gujarat, India
(Owner: M/s. A International Private Limited)

Plot No. 367, Bavla Nalsarovar Road, Phase 3, Kenzville Village- Metaal,
Tal: Bavla, Dist: Ahmedabad (Owner: Ripa Pankaj Dadhaniya)

Survey No. 170 to 174, Akhaj Road, Ambaliyasan- Mehsana Highway,
Opp. Jornang Gate Road, Chhatral, Mehsana (Owner: M/s. Aeron
Composite Private Limited)

Revenue Survey No.327/4/1, opp. Shagun 108 Flat, S P Ring Road,
Zundal Circle, Gandhinagar (Owner: Chandulal Bhanvadiya)

Term Loan Repayable as under

- i. The loan is repayable in 36 monthly installments, starting from Jul, 2021 amounting to Rs. 191,133/- (Sr. No. a(i))
(Rate of interest 9.25% p.a.)
- ii. The GECL is repayable in 36 monthly installments, starting from April, 2025 amounting to Rs. 223,413/- (Sr. No. a(ii))
(Rate of interest 9.25% p.a.)
- iii. The loan is repayable in 84 monthly installments, starting from Aug, 2025 amounting to Rs. 424,883/- (Sr. No. a(iii))
(Rate of interest 9.35% p.a.)

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Notes forming part of the financial statements (2023-24)

b.	HDFC Bank (Staff Bus)	10.55		14.95
	Less: Current maturities of long term borrowings (refer note 08)	<u>4.82</u>		<u>4.40</u>
			5.73	10.55
	<i>(Secured by hypothecation of vehicle EMI over a period of 37 months amounting to Rs. 46,425/- each, Interest rate 9.00% p.a. The loan is repayable, in monthly instalments, by April, 2026)</i>			
c.	HDFC Bank (Vehicle Loan)	6.21		0.00
	Less: Current maturities of long term borrowings (refer note 08)	<u>1.83</u>		<u>0.00</u>
			4.38	0.00
	<i>(Secured by hypothecation of vehicle EMI over a period of 39 months amounting to Rs. 19,315/- each, Interest rate 9.10% p.a. The loan is repayable, in monthly instalments, by April, 2027)</i>			
d.	HDFC Bank (Vehicle Loan)	0.00		1.31
	Less: Current maturities of long term borrowings (refer note 08)	<u>0.00</u>		<u>1.31</u>
			0.00	0.00
	<i>(Secured by hypothecation of vehicle EMI over a period of 36 months amounting to Rs. 16,890/- each, Interest rate 8.00% p.a. The loan is repayable, in monthly instalments, by Nov, 2023)</i>			
e.	HDFC Bank (Vehicle Loan)	3.76		5.69
	Less: Current maturities of long term borrowings (refer note 08)	<u>2.09</u>		<u>1.92</u>
			1.68	3.76
	<i>(Secured by hypothecation of vehicle EMI over a period of 39 months amounting to Rs. 19,307/- each, Interest rate 8.20% p.a. The loan is repayable, in monthly instalments, by Dec, 2025)</i>			
f.	HDFC Bank (CEMID Equipments)	2.97		5.98
	Less: Current maturities of long term borrowings (refer note 08)	<u>2.97</u>		<u>3.00</u>
			0.00	2.97
	<i>(Secured by hypothecation of Equipment EMI over a period of 36 months amounting to Rs. 28,110/- each, Interest rate 8.00% p.a. The loan is repayable, in monthly instalments, by Feb, 2025)</i>			

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Notes forming part of the financial statements (2023-24)

g. HDFC Bank (CEMID Equipments)	9.76	0.00
Less: Current maturities of long term borrowings (refer note 08)	3.03	0.00
	6.74	0.00
<i>(Secured by hypothecation of Equipment EMI over a period of 36 months amounting to Rs. 32,385/- each, Interest rate 10.25% p.a. The loan is repayable, in monthly instalments, by Feb, 2027)</i>		
h(i). Yes Bank Limited	78.65	0.00
Less: Current maturities of long term borrowings (refer note 08)	24.84	0.00
	53.81	0.00
h(ii). Yes Bank Limited	114.83	0.00
Less: Current maturities of long term borrowings (refer note 08)	114.83	0.00
	0.00	0.00
h(iii). Yes Bank Limited	18.96	0.00
Less: Current maturities of long term borrowings (refer note 08)	18.96	0.00
	0.00	0.00

Security- Primary

Paripassu charge on current assets with HDFC Bank by way of hypothecation on all current assets of the company both present and future.

Security- Collateral

HDFC will share pari passu on below mentioned properties

Industrial Block No 54/1, Near Chamak Polymer, Bileshwarpura, Mehsana Highway, Taluka Kalol, Gandhinagar owned by A International Pvt Ltd

Vacant Plot Revenue Survey No 327/4/1, F P NO 157, TPS NO 240, Opp Shagun, 108, Shagun Flat, S P Ring Road, Zundal Circle.

Vacant Plot Revenue Survey No 327/4/1, F P NO 157, TPS NO 240, Opp Shagun, 108, Shagun Flat, S P Ring Road, Zundal Circle.

Further Personal Guarantee of Pankaj Ratilal Patel , Dilipkumar Ratilal Patel , Pankaj Shantilal Dadhaniya , Chandulal Ratilal Patel , Chirag Chandulal Patel , Ravi Pankajkumar Patel, Bipin Kumar Ratilal Patel , Hemang Bipinbhai Patel , Jayesh Dilipkumar Patel , Prabhaben Chandulal Patel , Ripaben Pankaj Dadhaniya , Ruhiben Hemang Patel , Disha Ravi Patel , Kantaben Bipinbhai Patel.

Further Corporate Guarantee of A. International Private Limited.

Term Loan Repayable as under

- i. The loan is repayable in 43 monthly installments, starting from Nov, 2023 amounting to Rs. 206,977/- excluding Interest. (Sr. No. h(i)) (Rate of interest 9.25% p.a.)*
- ii. The loan is repayable in 14 monthly installments, starting from Nov, 2023 amounting to Rs. 1,275,863/- excluding Interest. (Sr. No. h(ii)) (Rate of interest 9.33% p.a.)*
- iii. The loan is repayable in 12 monthly installments, starting from Nov, 2023 amounting to Rs. 270,833/- excluding Interest. (Sr. No. h(iii)) (Rate of interest 9.25% p.a.)*

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Notes forming part of the financial statements (2023-24)

i. Standard Chartered Bank	0.00		151.11
Less: Current maturities of long term borrowings (refer note 08)	0.00		151.11
		0.00	0.00
j. Standard Chartered Bank	0.00		6.60
Less: Current maturities of long term borrowings (refer note 08)	0.00		6.60
		0.00	0.00
k. Standard Chartered Bank	0.00		40.12
Less: Current maturities of long term borrowings (refer note 08)	0.00		40.12
		0.00	0.00
l. Standard Chartered Bank	0.00		47.50
Less: Current maturities of long term borrowings (refer note 08)	0.00		47.50
		0.00	0.00
m. Standard Chartered Bank	0.00		42.41
Less: Current maturities of long term borrowings (refer note 08)	0.00		42.41
		0.00	0.00
n. Standard Chartered Bank	0.00		89.00
Less: Current maturities of long term borrowings (refer note 08)	0.00		89.00
		0.00	0.00
		403.53	93.36
Other loans and advances		0.00	0.00
		403.53	93.36
Total Secured Long Term Borrowings			
<u>Unsecured</u>			
Loans and advances from related parties		0.00	0.00
Other loans and advances		0.00	0.00
		0.00	0.00
Total unsecured Long Term Borrowings			
		0.00	0.00
Total Long-term borrowings			
		403.53	93.36

Installments falling due in respect of all the above secured term loans upto 31.03.2025 have been grouped under "Current maturities of long-term debt" (Refer Note 08.)

06. Deferred tax liability/ Asset

(₹ in Lakhs)

Particulars	As at	As at
	31.03.2024	31.03.2023
	Rs.	Rs.
a <u>Tax effect of items constituting deferred tax liability</u>		
i Fixed assets:Impact of difference between tax depreciation and depreciation/ amortization charged for the financial reporting	35.49	14.95
ii On expenditure deferred in the books but allowable for tax purposes	0.00	0.00
Deferred tax liability	35.49	14.95

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Notes forming part of the financial statements (2023-24)

b Tax effect of items constituting deferred tax Assets

- i Impact of expenditure charged to the statement of profit and loss
in the current year but allowed for tax purposes on payment basis

Disallowances under Section 40A(7), 43B of the Income Tax Act, 1961	37.83	21.93
Deferred tax asset	37.83	21.93
Net Deferred Tax Liability/ Asset	(2.35)	(6.98)

07. Long-term provisions

(₹ in Lakhs)

Particulars	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.
Provision for employee benefits (Gratuity)	269.88	66.35
Provision - Others	0.00	0.00
Total Long-term provisions	269.88	66.35

08. Short-term borrowings

(₹ in Lakhs)

Particulars	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.
<u>Secured</u>		
Loans repayable on demand		
<u>From Banks</u>		
a. HDFC Bank (Export Packing Credit)	298.07	270.97
<u>Security</u>		
<i>Hypothecation of Stock, Book debt and all other current assets of the company</i>		
<i>(Interest rate 9.35% p.a. - linked with 3M T-Bills)</i>		
<u>Refer Note. No. 5 for collateral securities offered to HDFC Bank.</u>		
b. Yes Bank Limited (Cash Credit)	301.70	0.00
<i>Hypothecation of stock and Book Debts (under pari passu charge with HDFC bank Limited),</i>		
<i>(Interest rate 9.33% p.a.)</i>		
<u>Refer Note. No. 5 for collateral securities offered to Yes Bank.</u>		
c. HSBC Bank (Export Packing Credit)	0.00	455.98
d. Standard Chartered Bank	0.00	90.71
e. Standard Chartered Bank (Export Packing Credit)	0.00	79.93
	599.77	897.59
Current maturities of long-term borrowings	179.43	408.67
Other loans and advances	0.00	0.00
Total Secured Short Term Borrowings	779.20	1306.26

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Unsecured

Loans and advances from related parties	0.00	0.00
Other loans and advances	0.00	0.00
Total Unsecured Short Term Borrowings	0.00	0.00
Total Short-term borrowings	779.20	1306.26

09. Trade payables

(₹ in Lakhs)

Particulars	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.
Trade payable - Micro and small enterprises	1452.52	1055.32
Trade payable - Other than micro and small enterprises	2680.95	1124.43
Total Trade payables	4133.46	2179.75

Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

This information has been determined to the extent such parties have been identified on the basis of information available with the Company.

Particulars	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.
a) Principal amount remaining unpaid to any supplier as at the end of the accounting year	1452.52	1055.32
b) Interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day	-	-
c) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	Not Ascertained	Not Ascertained
d) Interest accrued and remaining unpaid	-	-
e) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises	-	-

Trade Payables ageing schedule - As at 31.03.2024

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Not Due	Less than 1 year	1-2 year	2-3 year	More than 3 years	
MSME	1286.33	162.64	1.12	0.00	2.43	1452.52
Others	0.00	2667.41	3.38	0.00	10.15	2680.95
Disputed dues – MSME	0.00	0.00	0.00	0.00	0.00	0.00
Disputed dues – Others	0.00	0.00	0.00	0.00	0.00	0.00
	1286.33	2830.05	4.51	0.00	12.58	4133.46

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Trade Payables ageing schedule - As at 31.03.2023						(₹ in Lakhs)
Particulars	Outstanding for following periods from due date of payment					Total
	Not Due	Less than 1 year	1-2 year	2-3 year	More than 3 years	
MSME	0.00	1048.65	0.00	6.54	0.14	1055.32
Others	0.00	1113.66	0.31	0.17	10.29	1124.43
Disputed dues – MSME	0.00	0.00	0.00	0.00	0.00	0.00
Disputed dues – Others	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	2162.32	0.31	6.70	10.43	2179.75

10. Other current liabilities			(₹ in Lakhs)
Particulars	As at	As at	
	31.03.2024	31.03.2023	
	Rs.	Rs.	
Interest accrued but not due on borrowings	4.62	3.64	
Unpaid dividends	0.00	0.27	
Other payables			
Statutory remittances	279.94	168.08	
Payables for Expenses	373.40	111.47	
Advances from customers	322.62	282.63	
	975.96	562.19	
Total Other current liabilities	980.57	566.10	

11. Short-term provisions			(₹ in Lakhs)
Particulars	As at	As at	
	31.03.2024	31.03.2023	
	Rs.	Rs.	
Provision for employee benefits	11.39	12.49	
Provision - Others			
Provision for tax (net of advance tax)	0.00	130.34	
Provision for proposed equity dividend	0.00	15.67	
	0.00	146.00	
Total Short-term provisions	11.39	158.49	

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12. Property, Plant and Equipment

(₹ in Lakhs)

Particulars	Gross block			
	Balance	Additions	Disposals	Balance
	as at			as at
	01.04.2023			31.03.2024
	Rs.	Rs.	Rs.	Rs.
Land	0.00	424.17	0.00	424.17
Plant and Equipment	1232.73	452.24	9.11	1675.87
Dies, Tools and Other Equipment	482.82	166.46	3.34	645.94
Furniture and Fixtures	5.44	0.00	0.00	5.44
Vehicles	49.14	10.62	2.45	57.31
Office equipment	35.81	5.39	0.00	41.20
Computer	38.30	20.52	0.00	58.83
Total	1844.25	1079.41	14.90	2908.76
Previous year	1524.95	330.50	11.19	1844.25

Particulars	Accumulated Depreciation			
	Balance	Depreciation for the year	Eliminated on disposal of assets	Balance
	as at			as at
	01.04.2023			31.03.2024
	Rs.	Rs.	Rs.	Rs.
Land	0.00	0.00	0.00	0.00
Plant and Equipment	557.61	138.18	2.93	692.87
Dies, Tools and Other Equipment	285.07	59.33	0.08	344.32
Furniture and Fixtures	3.27	0.56	0.00	3.84
Vehicles	22.61	9.10	1.03	30.68
Office equipment	26.63	4.98	0.00	31.61
Computer	27.78	10.16	0.00	37.94
Total	922.98	222.31	4.03	1141.25
Previous year	771.00	162.27	10.29	922.98

Particulars	Net Block	
	As at	As at
	31.03.2024	31.03.2023
	Rs.	Rs.
Land	424.17	0.00
Plant and Equipment	983.00	675.12
Dies, Tools and Other Equipment	301.62	197.74
Furniture and Fixtures	1.61	2.17
Vehicles	26.63	26.54
Office equipment	9.59	9.18
Computer	20.89	10.53
Total Tangible assets	1767.51	921.28
Previous year	921.28	753.95

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13. Capital work-in-progress

(₹ in Lakhs)

Particulars	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.
Capital work-in-progress (Building)	361.15	0.00
Total Capital work-in-progress	361.15	0.00

The projects mentioned above are expected to complete as per plan and there are no projects which are overdue or has exceeded its cost compared to its original plan.

Capital work-in-progress ageing schedule - As at 31.03.2024

(₹ in Lakhs)

Particulars	Amount in CWIP for a period of				
	Less than 1 year	1-2 year	2-3 year	More than 3 years	Total
Projects in progress	361.15	0.00	0.00	0.00	361.15
Projects temporarily suspended	0.00	0.00	0.00	0.00	0.00
	361.15	0.00	0.00	0.00	361.15

Capital work-in-progress ageing schedule - As at 31.03.2023

(₹ in Lakhs)

Particulars	Amount in CWIP for a period of				
	Less than 1 year	1-2 year	2-3 year	More than 3 years	Total
Projects in progress	0.00	0.00	0.00	0.00	0.00
Projects temporarily suspended	0.00	0.00	0.00	0.00	0.00
	0.00	0.00	0.00	0.00	0.00

14. Intangible assets under development

(₹ in Lakhs)

Particulars	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.
Computer Software (ERP)	47.07	38.32
Total Intangible assets under development	47.07	38.32

The projects mentioned above are expected to complete as per plan and there are no projects which are overdue or has exceeded its cost compared to its original plan.

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Intangible assets under development ageing schedule - As at 31.03.2024					(₹ in Lakhs)
Particulars	Amount in Intangible assets under development for a period of				Total
	Less than 1 year	1-2 year	2-3 year	More than 3 years	
Projects in progress	8.75	38.32	0.00	0.00	47.07
Projects temporarily suspended	0.00	0.00	0.00	0.00	0.00
	8.75	38.32	0.00	0.00	47.07

Intangible assets under development ageing schedule - As at 31.03.2023					(₹ in Lakhs)
Particulars	Amount in Intangible assets under development for a period of				Total
	Less than 1 year	1-2 year	2-3 year	More than 3 years	
Projects in progress	38.32	0.00	0.00	0.00	38.32
Projects temporarily suspended	0.00	0.00	0.00	0.00	0.00
	38.32	0.00	0.00	0.00	38.32

15. Long-term loans and advances		(₹ in Lakhs)	
Particulars		As at	As at
		31.03.2024	31.03.2023
		Rs.	Rs.
(Unsecured, considered good)			
Capital advances		41.43	0.25
Total Long-term loans and advances		41.43	0.25

16. Other non-current assets		(₹ in Lakhs)	
Particulars		As at	As at
		31.03.2024	31.03.2023
		Rs.	Rs.
Security deposits		48.12	38.79
Others			
Deposits held as margin money or security against borrowings, guarantees and other commitments	88.93		127.58
		88.93	127.58
Total Long-term loans and advances		137.05	166.36

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17. Inventories

(₹ in Lakhs)

Particulars	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.
<i>(At lower of cost and net realisable value)</i>		
Raw materials	694.11	1016.23
Work-in-progress	1338.56	631.66
Finished goods (other than those acquired for trading)	441.61	264.41
Consumables	34.76	0.00
Total Inventories	2509.04	1912.30

18. Trade receivables

(₹ in Lakhs)

Particulars	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.
Secured, considered good	0.00	0.00
Unsecured considered good	4145.32	3107.66
Doubtful	0.00	0.00
Less: Provision for doubtful trade receivables	0.00	0.00
Total Trade receivables	4145.32	3107.66

Trade Receivables ageing schedule - As at 31.03.2024

(₹ in Lakhs)

Particulars	Undisputed Trade Receivables – considered good	Undisputed Trade Receivables – considered doubtful	Disputed Trade Receivables – considered good	Disputed Trade Receivables – considered doubtful	Total
Outstanding for following periods from due date of payment					
Less than 6 months	3951.84	0.00	0.00	0.00	3951.84
6 months - 1 year	101.06	0.00	0.00	0.00	101.06
1-2 year	61.95	0.00	0.00	0.00	61.95
2-3 year	15.64	0.00	0.00	0.00	15.64
More than 3 years	14.84	0.00	0.00	0.00	14.84
Total	4145.32	0.00	0.00	0.00	4145.32

Trade Receivables ageing schedule - As at 31.03.2023

(₹ in Lakhs)

Particulars	Undisputed Trade Receivables – considered good	Undisputed Trade Receivables – considered doubtful	Disputed Trade Receivables – considered good	Disputed Trade Receivables – considered doubtful	Total
Outstanding for following periods from due date of payment					
Less than 6 months	3018.95	0.00	0.00	0.00	3018.95
6 months - 1 year	57.40	0.00	0.00	0.00	57.40
1-2 year	15.98	0.00	0.00	0.00	15.98
2-3 year	3.86	0.00	0.00	0.00	3.86
More than 3 years	11.47	0.00	0.00	0.00	11.47
Total	3107.66	0.00	0.00	0.00	3107.66

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Trade receivables include debts due from:			(₹ in Lakhs)
Particulars	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.	
Private companies in which any director is a director or member	46.38	0.00	

19. Cash and bank balances			(₹ in Lakhs)
Particulars	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.	
<i>Cash and cash equivalents</i>			
Balances with banks			
In current accounts	474.43	164.87	
Cash on hand	34.10	25.79	
	508.53	190.66	
<i>Other bank balances</i>			
Balances held as margin money or security against borrowings, guarantees and other commitments	0.00	4.91	
	0.00	4.91	
Total Cash and bank balances	508.53	195.58	

20. Short-term loans and advances			(₹ in Lakhs)
Particulars	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.	
(Unsecured, considered good)			
Loans and advances to employees	18.07	8.31	
Prepaid expenses	20.75	14.10	
Balances with government authorities			
GST credit/ refund receivable	419.94	422.86	
VAT credit/ refund receivable	0.65	0.65	
	420.59	423.50	
Advance income tax (net of provisions)	32.43	0.00	
Others	96.99	110.48	
Total Short-term loans and advances	588.83	556.40	

21. Other current assets			(₹ in Lakhs)
Particulars	As at 31.03.2024 Rs.	As at 31.03.2023 Rs.	
Security deposits	19.66	4.29	
Total Other current assets	19.66	4.29	

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22. Revenue from operations		(₹ in Lakhs)	
Particulars		Year ended	
		31.03.2024 Rs.	31.03.2023 Rs.
<u>Gross</u>			
Sale of products	19647.80		17755.15
Sale of services	50.19		13.06
Other operating revenues	274.99		170.21
		19972.98	17938.42
	Total Revenue from operations	19972.98	17938.42
<u>Sale of products comprise</u>			
Manufactured goods			
FRP products		19647.80	17755.15
	Total - Sale of manufactured goods	19647.80	17755.15
<u>Sale of services comprise</u>			
Installation & Erection Charges		16.49	13.06
Machinery Rent Income		12.00	0.00
Manpower Supply Income		21.70	0.00
	Total - Sale of services	50.19	13.06
<u>Other operating revenues comprise</u>			
Export Incentives		274.99	170.21
	Total - Other operating revenues	274.99	170.21

23. Other income		(₹ in Lakhs)	
Particulars		Year ended	
		31.03.2024 Rs.	31.03.2023 Rs.
Interest income		13.18	9.17
Net gain on foreign currency transactions and translation (other than considered as finance cost)		109.88	187.09
Other non-operating income (net of expenses directly attributable to such income)		72.38	64.58
	Total Other income	195.44	260.84
<u>Interest income comprises:</u>			
Interest from banks on Deposits		8.01	7.25
Interest on loans and advances		2.77	0.31
Interest on overdue trade receivables		0.00	0.02
Interest income from Electricity Deposit		2.40	1.18
Other interest		0.00	0.41
	Total	13.18	9.17

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Particulars	Year ended	
	31.03.2024	31.03.2023
	Rs.	Rs.
Other non-operating income comprises:		
Profit on sale of fixed assets (net of expenses directly attributable)	0.26	0.85
Liabilities / provisions no longer required written back	35.25	63.73
Bad Debt Recovery	36.87	0.00
Total	72.38	64.58

24. Cost of materials consumed

(₹ in Lakhs)

Particulars	Year ended	
	31.03.2024	31.03.2023
	Rs.	Rs.
Opening stock	1016.23	997.42
Add: Purchases	12620.99	12226.05
	13637.22	13223.47
Less: Closing stock	694.11	1016.23
	12943.10	12207.24
Total Cost of materials consumed	12943.10	12207.24
<i>Material consumed comprises:</i>		
Resin, Glass Fiber etc.	12943.10	12207.24
Total	12943.10	12207.24

25. Changes in inventories of finished goods, work-in-progress and stock-in-trade

(₹ in Lakhs)

Particulars	Year ended	
	31.03.2024	31.03.2023
	Rs.	Rs.
Inventories at the end of the year:		
Finished goods	441.61	264.41
Work-in-progress	1338.56	631.66
	1780.17	896.07
Inventories at the beginning of the year:		
Finished goods	264.41	242.98
Work-in-progress	631.66	929.14
	896.07	1172.13
Net (increase) / decrease in inventories	(884.10)	276.06

Particulars	As at 31.03.2024		As at 31.03.2023	
	Closing	Opening	Closing	Opening
	Rs.	Rs.	Rs.	Rs.
Finished goods				
FRP Products	441.61	264.41	264.41	242.98
Total Finished goods	441.61	264.41	264.41	242.98

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26. Employee benefits expense (₹ in Lakhs)

Particulars	Year ended	
	31.03.2024	31.03.2023
	Rs.	Rs.
Salaries	1508.56	1020.90
Contributions to PF, ESI and other funds	53.68	31.75
Gratuity Expenses	203.90	36.71
Staff welfare expenses	94.05	60.29
Total Employee benefits expense	1860.20	1149.65

27. Finance costs (₹ in Lakhs)

Particulars	Year ended	
	31.03.2024	31.03.2023
	Rs.	Rs.
<i>Interest expense on</i>		
Borrowings	73.40	124.73
Trade payables	0.00	14.43
Others	9.93	2.56
Other borrowing costs	46.51	17.89
Total Finance costs	129.84	159.61

28. Depreciation and amortisation expense (₹ in Lakhs)

Particulars	Year ended	
	31.03.2024	31.03.2023
	Rs.	Rs.
Depreciation and amortisation for the year on tangible assets	222.31	162.27
Depreciation and amortisation for the year on intangible assets	0.00	0.00
Total Depreciation and amortisation expense	222.31	162.27

29. Other expenses (₹ in Lakhs)

Particulars	Year ended	
	31.03.2024	31.03.2023
	Rs.	Rs.
<u>Other Manufacturing and Direct Exps.</u>		
Jobwork charges	132.39	18.33
Consumption of stores and spare parts	1083.70	756.71
Power and fuel	236.06	192.57
Repairs and maintenance - Machinery	37.88	39.54
Labour Charges	947.12	292.93
Other Mfg. & Direct Exps.	73.04	45.40
<u>Other Admin. Exps.</u>		
Rent	428.64	407.78
Repairs and maintenance - Buildings	70.62	36.67
Repairs and maintenance - Others	15.09	18.08
Insurance	36.98	16.82
Rates and taxes	25.31	8.42
Communication Exps.	15.04	12.36

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Travelling and conveyance	62.20	42.78
Printing and stationery	18.39	11.42
Legal and professional	131.45	78.04
Payments to auditors	3.06	2.55
Corporate social responsibility expense	17.00	0.00
Other Miscellaneous expenses	58.26	59.27

Other Selling & Marketing Exps.

Sales commission	310.22	167.51
Advertisement Exps.	72.70	39.36
Business promotion	39.55	29.16
Freight Outward & Export Exps.	631.92	849.31
Bad trade and other receivables written off	0.00	162.60

Total Other expenses	4446.63	3287.62
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Particulars	Year ended	
	31.03.2024	31.03.2023
	Rs.	Rs.
<i>Payments to the auditors comprises</i>		
Statutory Audit Fees	1.75	1.50
Tax Audit Fees	0.25	0.25
Tax Matter & Other certification work	1.06	0.80
Total	3.06	2.55

30. Corporate social responsibility

(₹ in Lakhs)

Particulars	Year ended	
	31.03.2024	31.03.2023
	Rs.	Rs.
i Amount required to be spent by the company during the year	12.03	0.00
ii Amount spent during the year on:		
a. Construction/acquisition of any asset	0.00	0.00
b. For purposes other than (i) above	17.00	0.00
iii Shortfall at the end of the year	0.00	0.00
iv Total of previous years shortfall	0.00	0.00
v Reason for shortfall	NA	NA
vi Details of related party transactions	NA	NA

vii Nature of CSR activities include Welfare of the Mentally Challenged person with intellectual disabilities and cognitive challenges, cataract surgeries of poor and needy people, Education and Development of Hearing Impaired Children.

viii The Company does not carry any provisions for Corporate social responsibility expenses for current year and previous year.

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31. Value of imports calculated on CIF basis			(₹ in Lakhs)	
Particulars	Year ended			
	31.03.2024	31.03.2023		
	Rs.	Rs.		
Raw Material	1972.49	2388.17		
Components and spare parts	0.00	0.00		
Capital goods	9.16	68.85		
Total	1981.65	2457.03		
32. Expenditure in foreign currency			(₹ in Lakhs)	
Particulars	Year ended			
	31.03.2024	31.03.2023		
	Rs.	Rs.		
Commission	261.12	162.51		
Membership & Subscription Exp.	5.69	1.86		
Exhibition Exps	5.74	0.81		
Total	272.56	165.18		
33. Details of consumption of imported and indigenous items			(₹ in Lakhs)	
Particulars	Year ended 31.03.2024		Year ended 31.03.2023	
	Rs.	%	Rs.	%
Raw Material				
Imported	2291.75	17.71	3867.20	31.68
Indigenous	10651.36	82.29	8340.03	68.32
Total	12943.10	100.00	12207.24	100.00
Components and spare parts				
Imported	0.00	-	0.00	-
Indigenous	1083.70	100.00	756.71	100.00
Total	1083.70	100.00	756.71	100.00
34. Earnings in foreign exchange			(₹ in Lakhs)	
Particulars	Year ended			
	31.03.2024	31.03.2023		
	Rs.	Rs.		
Export of goods calculated on FOB basis	11035.15	8901.01		
Other income	0.00	0.00		
Total	11035.15	8901.01		
35. Contingent liabilities and commitments			(₹ in Lakhs)	
Particulars	As at		As at	
	31.03.2024	31.03.2023		
	Rs.	Rs.		
Contingent liabilities				
Counter Guarantees given to the Banks In respect of various guarantees issued by The Bank to the third parties.	315.16	58.67		
Commitments				
Estimated amount of contracts remaining to be executed on capital account and not provided for	1764.53	-		

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36. Disclosures pursuant to Accounting Standard-15 "Employee Benefits"

Particulars	(₹ in Lakhs)	
	As at	As at
	31.03.2024	31.03.2023
	Rs.	Rs.
a. <u>Reconciliation of opening and closing balances of the present value of defined benefit obligation</u>		
Obligation at the beginning of the year/period	78.84	44.15
Interest Cost	5.90	3.09
Current Service Cost	59.40	15.01
Benefits paid	(1.47)	(2.02)
Actuarial (gain)/loss	138.61	18.60
Obligation at the end of the year/period	281.27	78.84
b. <u>The amount to be recognised in Balance Sheet and statement of profit and loss</u>		
Present value of Obligation at the end of the year	281.27	78.84
Fair value of Plan assets at the end of the year	0.00	0.00
Funded status	(281.27)	(78.84)
Net Liability recognised in Balance Sheet	281.27	78.84
c. <u>Expenses recognised in statement of profit and loss</u>		
Current Service Cost	59.40	15.01
Interest Cost	5.90	3.09
Expected Return on Plan Assets	0.00	0.00
Actuarial (Gain)/Loss	138.61	18.60
Expenses recognised in statement of profit and loss	203.90	36.71
d. <u>Assumptions</u>		
Discount Rate	7.23%	7.48%
Salary escalation	16.00%	7.00%
Rate of Employee Turnover	6.00%	4.00%

37. Details of borrowing costs capitalised

Particulars	(₹ in Lakhs)	
	Year ended	
	31.03.2024	31.03.2023
	Rs.	Rs.
Borrowing costs capitalised during the year as PPE / intangible assets / capital work-in-progress	2.33	0.00

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38. Earning Per Share

(₹ in Lakhs)

Particulars	Year ended	
	31.03.2024	31.03.2023
	Rs.	Rs.
Earnings per share		
Profit/(Loss) attributable to equity holders of the Company	1010.80	661.00
Weighted average number of equity shares	1,566,500	1,440,186
Basic Earnings Per Share (in ₹)	64.53	45.90
Diluted Earnings Per Share (in ₹)	64.53	45.90

The Company does not have any outstanding dilutive potential equity shares. Consequently the basic and dilutive earning per share of the Company remain the same.

39. Research and Development activities

The company has In-house Research & Development Centre in developmental activities for new products, improvement in existing products, processes etc.

Details of Capital & Revenue expenditure incurred is as detailed below:

(₹ in Lakhs)

Particulars	Year ended	
	31.03.2024	31.03.2023
	Rs.	Rs.
Revenue Expenditure	64.06	73.18
Capital Expenditure	0.00	0.00
Total R & D Expenditure	64.06	73.18

40. Related party transactions**List of Related Parties as per AS – 18**

Particulars	Names of related parties	Nature of Relationship
Directors and Key Managerial Personnel (KMP)	Chirag Chandulal Patel	Managing Director
	Dilipkumar Ratilal Patel	Chairman & Non-Executive Director
	Ravi Pankajkumar Patel	Whole Time Director
	Pankaj Shantilal Dadhaniya	Whole Time Director
	Vishal Amrutlal Vachhani	Director and Key Management Personnel (KMP) (ceased to be Director w.e.f. 12.01.2023)
	Pankajkumar Ratilal Patel	Director and Key Management Personnel (KMP) (w.e.f. 10.08.2022, ceased to be Director w.e.f. 01.04.2024)
	Sanjaykumar J. Oza	Chief Financial Officer (w.e.f. 20.06.2024)
	Vijay M. Dakshini	Company Secretary (w.e.f. 20.06.2024)
Relatives of KMP	Bipinkumar Ratilal Patel	Relative of Key Managerial Personnel
	Prabhaben Chandulal Patel	Relative of Key Managerial Personnel
	Manishaben Dilipkumar Patel	Relative of Key Managerial Personnel
	Vishal Dilipkumar Patel	Relative of Key Managerial Personnel
	Tejal Jayesh Patel	Relative of Key Managerial Personnel
	Kantaben Bipinbhai Patel	Relative of Key Managerial Personnel
	Alpesh Shantilal Dadhaniya	Relative of Key Managerial Personnel
	Ripaben Pankaj Dadhaniya	Relative of Key Managerial Personnel
	Pravinaben Pankajkumar Patel	Relative of Key Managerial Personnel

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Relatives of KMP	Payalben Chirag Patel	Relative of Key Managerial Personnel
	Chandulal Ratilal Patel	Relative of Key Managerial Personnel
	Jayesh Dilipkumar Patel	Relative of Key Managerial Personnel
	Ruhiben Hemang Patel	Relative of Key Managerial Personnel
	Disha Ravi Patel	Relative of Key Managerial Personnel
	Shantilal Shambhubhai HUF(Karta Pankaj Shantilal Dadhaniya)	Relative of Key Managerial Personnel
Enterprises owned or significantly influenced by key Managerial personnel or their relatives	Jal Agro Industries	Enterprise under significant Influence of KMP
	A. Innovative International Limited	Enterprise under significant Influence of KMP
	A. International Pvt Ltd	Enterprise under significant Influence of KMP
	Chamak Polymers Pvt Ltd	Enterprise under significant Influence of KMP
	Chamak Paint Industries	Enterprise under significant Influence of KMP
	A. Innovative Food Products LLP	Enterprise under significant Influence of KMP
	Chamak Paint & Coating Pvt Ltd.	Enterprise under significant Influence of KMP
	Innomach Engineering Private Limited	Enterprise under significant Influence of KMP

B Related party transactions

(₹ in Lakhs)

Sr. No.	Name of Party	Nature of Transactions	FY 2023-24	FY 2022-23
01	Pankaj Shantilal Dadhaniya	Salary	97.00	126.00
		Rent Expense	6.77	3.30
		Dividend Paid	0.00	1.74
02	Dilipkumar Ratilal Patel	Salary	138.00	90.00
		Dividend Paid	0.00	0.60
03	Ravi Pankajkumar Patel	Salary	97.00	72.00
		Dividend Paid	0.00	0.67
04	Chirag Chandulal Patel	Salary	97.00	84.00
		Dividend Paid	0.00	0.57
05	Vishal Amrutlal Vachhani	Salary	0.00	9.00
06	Pankajkumar Ratilal Patel	Salary	97.00	106.00
		Dividend Paid	0.00	0.96
07	Sanjaykumar J. Oza	Salary	8.98	8.24
08	Bipinkumar Ratilal Patel	Dividend Paid	0.00	0.83
09	Prabhaben Chandulal Patel	Rent Expense	6.77	3.30
		Dividend Paid	0.00	0.58
10	Manishaben Dilipkumar Patel	Rent Expense	6.77	3.30
		Dividend Paid	0.00	0.23

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11	Vishal Dilipkumar Patel	Dividend Paid	0.00	0.39
12	Tejal Jayesh Patel	Dividend Paid	0.00	0.13
		Land Purchase	66.75	0.00
13	Kantaben Bipinbhai Patel	Rent Expense	6.77	3.30
		Dividend Paid	0.00	0.38
14	Alpesh Shantilal Dadhaniya	Dividend Paid	0.00	1.74
15	Ripaben Pankaj Dadhaniya	Rent Expense	6.77	3.30
		Land Purchase	133.47	0.00
16	Pravinaben Pankajkumar Patel	Rent Expense	6.77	3.30
		Dividend Paid	0.00	0.27
17	Payalben Chirag Patel	Salary	0.00	1.26
		Dividend Paid	0.00	0.18
		Land Purchase	66.75	0.00
18	Chandulal Ratilal Patel	Dividend Paid	0.00	0.63
19	Jayesh Dilipkumar Patel	Dividend Paid	0.00	0.38
20	Disha Ravi Patel	Dividend Paid	0.00	0.06
		Land Purchase	66.75	0.00
21	Shantilal Shambhubhai HUF (Karta Pankaj Shantilal Dadhaniya)	Dividend Paid	0.00	0.30
22	Jal Agro Industries	Rent Exps.	0.14	0.63
		Closing Balance [CR/(Dr)]	0.00	0.17
23	A. Innovative International Limited	Sales/Revenue from Operations	3.85	0.80
		Purchases- Machinery	0.00	154.82
		Closing Balance [CR/(Dr)]	(21.00)	(0.79)
24	A. International Pvt Ltd	Interest Exps.	0.00	0.16
		Loan Accepted	0.00	50.00
		Loan Repaid	0.00	50.00
		Dividend Paid	0.00	4.29

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25	Chamak Polymers Pvt Ltd	Sales (Capital Goods)	6.18	0.00
		Purchases	152.27	183.87
		Purchases- Machinery	58.00	0.00
		Manpower Supply Income	21.70	0.00
		Machinery Rent Income	12.00	0.00
		Job Work charges Exps	94.59	0.00
		Interest Income	0.00	0.31
		Loan Granted	0.00	0.00
		Loan Recovered	0.00	40.00
		Loan Accepted	0.00	40.00
		Loan Repaid	0.00	40.00
		Closing Balance [CR/(Dr)]	101.71	(17.21)
26	A. Innovative Food Products LLP	Sales/Revenue from Operations	5.14	0.07
		Loan Granted	60.00	0.00
		Loan Recovered	60.00	0.00
		Interest Income	2.12	0.00
27	Chamak Paint & Coating Pvt Ltd.	Purchases	555.92	340.69
		Sales/Revenue from Operations	0.25	0.30
		Closing Balance [CR/(Dr)]	36.39	(15.86)
28	Innomach Engineering Private Limited	Purchases- Machinery	24.07	0.00
		Closing Balance [CR/(Dr)]	18.40	0.00
29	Ruhiben Hemang Patel	Land Purchase	66.75	0.00

41. Additional Regulatory Information

a. Ratios

Current ratio (in times)		Current year	Previous year	Variance(%)
Numerator	Denominator	1.32	1.37	-4.06
Current Assets	Current Liabilities			
Debt-Equity ratio (in times)		Current year	Previous year	Variance(%)
Numerator	Denominator	0.33	0.55	-39.56
Total Debt	Shareholder's Equity			

Variance primarily on account of increase in shareholders' equity during the current year.

Debt service coverage ratio (in times)		Current year	Previous year	Variance(%)
Numerator	Denominator	5.06	4.13	22.32
Earnings available for debt service (Net Profit before taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets)	Debt Service (Interest & Lease Payments + Principal Repayments)			

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-	Return on equity ratio (in %)		Current year	Previous year	Variance(%)
	Numerator	Denominator			
	Net Profits after taxes – Preference Dividend (if any)	Average Shareholder's Equity	33.20	32.25	2.96

-	Inventory Turnover Ratio (no. of times)		Current year	Previous year	Variance(%)
	Numerator	Denominator			
	Cost of Goods Sold	Average Inventory (Opening + Closing balance / 2)	5.45	6.12	-10.82

-	Trade receivables turnover ratio (in times)		Current year	Previous year	Variance(%)
	Numerator	Denominator			
	Revenue from Operations(Sales)	Average Accounts Receivable (Opening + Closing balance / 2)	5.43	6.86	-20.83

-	Trade payables turnover ratio (in times)		Current year	Previous year	Variance(%)
	Numerator	Denominator			
	Net Credit Purchases	Average Trade Payables (Opening + Closing balance / 2)	4.17	5.62	-25.68

Variance is primarily on account of increase in Avg. Trade payables as compared to prev. year.

-	Net capital turnover ratio (in times)		Current year	Previous year	Variance(%)
	Numerator	Denominator			
	Revenue from Operations(Sales)	Avg. Working Capital	11.48	13.34	-13.95

-	Net profit ratio (in %)		Current year	Previous year	Variance(%)
	Numerator	Denominator			
	Net Profit after tax	Revenue from Operations (Sales)	5.13	3.72	37.94

Variance is primarily on account of increase in Net profits due to higher margins as compared to prev. year.

-	Return on capital employed (in %)		Current year	Previous year	Variance(%)
	Numerator	Denominator			
	Earning before interest and taxes	Capital Employed (Tangible Net Worth + Total Debt + Deferred Tax Liability)	32.20	27.46	17.26

b. Title deeds of immovable properties

The title deeds of all the immovable properties are held in the name of the company.

c. Valuation of Property Plant & Equipment, intangible asset

The Company has not revalued its property, plant and equipment or intangible assets or both during the current or previous year.

d. Loans or advances to specified persons

No loans or advances in the nature of loans are granted to promoters, directors, KMPS and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are repayable on demand or without specifying any terms or period of repayment.

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e. Details of benami property held

No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

f. Borrowing secured against current assets

The Company has borrowings from banks or financial institutions on the basis of security of current assets during the year. The quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of account.

g. Wilful defaulter

The Company has not been declared wilful defaulter by any bank or financial institution or other lender.

h. Relationship with struck off companies

The Company has no transactions with the companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.

i. Registration of charges or satisfaction with Registrar of Companies (ROC)

There are no charges or satisfaction yet to be registered with Registrar of Companies (ROC) beyond the statutory period.

j. Compliance with approved scheme(s) of arrangements

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

k. Compliance with number of layers of companies

The Company has complied with the number of layers prescribed under the Section 2(87) of the Companies Act, 2013 read with Companies (Restriction on number of layers) Rules, 2017.

l. Utilisation of borrowed funds and share premium

No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

m. Undisclosed income

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded previously in the books of account.

n. Details of crypto currency or virtual currency

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

o. Utilisation of borrowings availed from banks and financial institutions

The borrowings obtained by the company from banks and financial institutions have been applied for the purposes for which such loans were taken.

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- 42.** Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of even date

For, B H MANGAROLIA & CO.

Chartered Accountants

(FRN 105972W)

Sd/-

(P B MANGAROLIA)

Partner

M. No. 124424

Place: Ahmedabad

Date: 25.09.2024

For and on behalf of the Board of Directors of

Aeron Composite Limited

Sd/-

(Sanjaykumar J. Oza)

Chief Financial Officer

PAN: AAKPO8683P

Sd/-

(Vijay M. Dakshini)

Company Secretary

PAN: ALKPD7248N

Place: Ahmedabad

Sd/-

(Chirag Chandulal Patel)

Managing Director

DIN: 03380703

Sd/-

(Ravi Pankajkumar Patel)

Whole-time Director

DIN: 03427590

Date: 25.09.2024