

AARTECH SOLONICS LIMITED

An ISO 9001 : 2015 Certified Company



Date: 10/11/2021

To,
The Listing Department,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400 001
Phone: 91-22-22721233/4
Email: corp.relations@bseindia.com

Scrip Code: 542580

Sub: Auditors Report of Standalone and Consolidated Audited Financial Results of the Company for the half year ended September 30th, 2021 and Declaration (Pursuant to Regulation 33(3)(d) of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015.

Dear Sir(s),

Pursuant to Regulation 33 and any other related regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") we wish to inform you that the Board of Directors (Board) of the company at its Meeting held earlier today i.e., on Wednesday, November 10, 2021 at the registered office of the company i.e., E-2/57, Ashirwad, Arera Colony, Bhopal- 462016 (MP), inter-alia considered and approved:

1. The Independent Auditor's Report and audited standalone financial results of the Company for the half year ended September 30, 2021.
2. The Independent Auditor's Report and audited consolidated financial results of the Company for the half year ended September 30, 2021.

The board meeting commenced at 02:00 PM and concluded at 05:00 PM.

We hereby request you to take the above information on your record.

Thanks & Regards,

For Aartech Solonics Limited

Amit Anil Raje
Chairman & Managing Director
DIN: 00282385

REGD. OFFICE : "ASHIRWAD", E-2/57, Arera Colony, Bhopal-462016 Tel. : 91-755-4276335, 2463593 Mob. : 9993091168, 9993091167
e-mail : info@aartechsolonics.com; fa@aartechsolonics.com

MANDIDEEP UNIT : 35-A/36, Sector-B, Industrial Area, Mandideep Dist. Raisen-462 046 Tel. : 91-7480-233020 Mob. : 9993091168, 9993091167

All Correspondence should be addressed to Regd. Office at Bhopal

CIN-L31200MP1982PLC002030

AARTECH SOLONICS LIMITED

S. Ramanand Aiyar & Co.

CHARTERED ACCOUNTANTS

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

INDEPENDENT AUDITORS' REPORT

To the Members of **AARTECH SOLONICS LIMITED**

Report on Financial Statements

We have audited the accompanying Financial Statements of AARTECH SOLONICS LIMITED ('the Company'), which comprise the Balance Sheet as at September 30, 2021, the statement of Profit and Loss Account and the cash flow statement for the half year ended on that date annexed thereto and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board Of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with the Companies (Auditing Standards) Rules, 2015.

Company's preparation of the financial statements that give a true and fair view in order to design audit

f. With respect to other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2020, in our opinion and to the best of our information and according to the explanations given to us:

- I. The Company does not have any pending litigations which would impact its financial position.
- II. The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.
- III. There has been no delay in transferring amounts if any, to the Investor Education and Protection Fund by the Company.

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


CA Amit Singhvi
Partner
(Membership No.: 129331)



Place: Bhopal
Date: November 10, 2021
UDIN: 21129331AAAAND5940

AARTECH SOLONICS LIMITED**Balance Sheet as at September 30, 2021**

Particulars	Notes	As at 30th September 2021	As at 31st March 2021
EQUITY & LIABILITIES			
Shareholders' Funds			
Share capital	2	7,06,00,940	7,06,00,940
Reserves & Surplus	3	20,42,96,891	20,83,52,027
Non Current Liabilities			
Long term Borrowings		-	-
Deferred Tax Liabilities (Net)	4	7,07,344	6,64,677
Capital Grant	5	17,82,000	-
Current Liabilities			
Short Term Borrowings	6	1,55,83,111	87,55,427
Trade Payables	7	1,04,73,653	1,48,60,259
Other Current Liabilities	8	13,16,590	8,67,700
	9	27,13,302	70,63,522

AARTECH SOLONICS LIMITED

Statement of Profit and Loss for the Half year ended September 30, 2021

	Notes	For half year ended 30th September 2021	For half year ended 31st March 2021
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AARTECH SOLONICS LIMITED

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

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS:

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

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

1.2 PRESENTATION AND DISCLOSURE OF FINANCIAL STATEMENTS:

During the year ended 31 March 2021, the Schedule III notified under the Companies Act, 2013, has become applicable to the Company, for preparation and presentation of its financial statements. The adoption of Schedule III does not impact recognition and measurement principles followed for preparation of these financial statements. However, it has significant impact on presentation and disclosures made in the financial statements. The Company has also reclassified the previous year figures in accordance with the requirements applicable in the current year.

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

1.3 USE OF ESTIMATES:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Difference between the actual results and estimates are recognised in the period in which the results are known / materialised.

1.4 REVENUE RECOGNITION:

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

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



AARTECH SOLONICS LIMITED

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

1. SIGNIFICANT ACCOUNTING POLICIES

1.5 INVENTORIES:

(i) Finished goods and work in progress are valued at lower of historical cost or net realizable value. Cost of inventories comprises of cost of purchase, cost of conversion and other costs incurred in bringing them to their respective present location and condition. By products are valued at net realizable value. Cost of finished goods and by-products includes excise duty. Cost is determined on a weighted average basis.

(ii) Stores, Spares and Raw Materials are valued at lower of historical cost or net realizable value. However materials & other items held for use in the production of inventories are not written below cost if the finished products in which they will be incorporated are expected to be sold at or above cost. Cost is determined on a weighted average basis.

(iii) Historical cost is determined on the basis of weighted average method.

(iv) Obsolete stocks are identified once every year on the basis of technical evaluation and are charged off to revenue.

(v) Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

1.6 INVESTMENTS:

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

1.7 FIXED ASSETS (*Tangible*):

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

1.8 FIXED ASSETS (*Intangible*):

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

1.9 EXPENSES INCURRED DURING CONSTRUCTION PERIOD:

The progress / milestone based payments made under the contracts for projects and assets under construction or development and other capital advances are considered as advances on capital account until the same are allocated to fixed assets, capital work-in-progress, and expenditure during construction and other relevant accounts, as applicable. Expenditure incidental to the construction of projects or assets under construction or development that take substantial period of time to get ready for their intended use is accumulated as expenditure during construction, pending allocation to fixed assets and other relevant accounts, as applicable.



AARTECH SOLONICS LIMITED

Notes on Financial Statements for the Half Year ended 30th September 2024

AARTECH SOLONICS LIMITED

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

1. SIGNIFICANT ACCOUNTING POLICIES

1.14 EMPLOYEES BENEFITS.

AARTECH SOLONICS LIMITED

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

1. SIGNIFICANT ACCOUNTING POLICIES

1.20 EARNINGS PER SHARE:

AARTECH SOLONICS LIMITED

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

2. SHARE CAPITAL

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

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

Particulars	(Number of equity shares)	
	As at 30th September 2021	As at 31st March 2021
Equity Shares at the beginning of the year	70,60,094	70,60,094
Add : Equity shares issued during the year		
- as fully paid up bonus shares	-	-
- as fully paid up shares for cash	-	-
Less : Shares cancelled on buy back of Equity Shares	-	-
Equity Shares at the end of the year	70,60,094	70,60,094

2.2 Terms / rights attached to Equity Shares

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

AARTECH SOLONICS LIMITED

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

3. RESERVES AND SURPLUS

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
a) Capital Reserve		
Balance as per last Financial Statements	35,52,358	35,52,358
Add : Transferred from the statement of profit and loss	-	-
Closing Balance	35,52,358	35,52,358
b) General Reserve		
Balance as per last Financial Statements	9,69,15,392	9,69,15,392
Add : Transferred from the statement of profit and loss	-	-
Add : Transferred from Investment allowance reserve	-	-
Closing Balance	9,69,15,392	9,69,15,392

AARTECH SOLONICS LIMITED

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

5. CAPITAL GRANT

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
– Grant received from DST	17,82,000	-
Total	17,82,000	-

ICS LIMITED

Statements for the Half Year ended September 30, 2021

		Gross Block			Rate of Depreciation	Depreciation/Amortisation		Net Block	
As at 01/04/2021	Addition/ (Deduction)	As at 30/09/2021	As at 01/04/2021	For the year		As at 30/09/2021	As at 01/04/2021	As at 30/09/2021	
17,90,732	-	17,90,732	-	0.00%	-	-	17,90,732	17,90,732	
2,08,34,523	-	2,08,34,523	74,60,898	3.17%	3,30,227	77,91,125	1,33,73,625	1,30,43,398	
45,54,111	9,62,707	55,16,818	21,51,891	6.33%	95,051	22,46,942	24,02,220	32,69,876	
25,96,872	14,426	26,11,298	19,00,013	9.50%	83,517	19,83,530	6,96,859	6,27,768	
28,03,957	2,27,868	30,31,825	26,31,402	19.00%	28,480	26,59,882	1,72,555	3,71,943	
20,99,007	-	20,99,007	18,30,343	31.67%	67,315	18,97,658	2,68,664	2,01,349	
31,52,135	-	31,52,135	20,93,185	6.33%	95,766	21,88,951	10,58,950	9,63,184	
61,11,748	2,01,264	63,13,012	53,59,548	9.50%	1,35,709	54,95,257	7,52,200	8,17,755	
33,82,304	-	33,82,304	25,45,721	11.88%	78,775	26,24,496	8,36,583	7,57,808	
13,69,248	9,46,816	23,16,064	7,29,973	6.33%	69,538	7,99,511	6,39,275	15,16,553	
4,86,94,637	23,53,081	5,10,47,718	2,67,02,974		9,84,378	2,76,87,352	2,19,91,663	2,33,60,366	

(Amount in ₹)



AARTECH SOLONICS LIMITED

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

11. NON CURRENT INVESTMENT

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Investment in property	1,30,64,811	1,30,64,811
Investment in subsidiary		
– AIC- AARTECH SOLONICS PVT LTD	1,00,000	1,00,000
– FARADIGM ULTRACAPACITORS PVT LTD	95,000	95,000
Investments in equity instruments:		
– Dena Bank Equity	54,640	54,640
– Enerqual Technology Private Limited	3,00,000	3,00,000
– Umang Shridhar Design Private Limited	25,00,000	25,00,000
Investments in Fully Convertible Debenture:		
– Faradigm Ultracapacitors Private Limited	2,50,00,000	2,50,00,000
– AIC- Aartech Solonics Pvt Ltd	2,00,00,000	2,00,00,000
Total	6,11,14,451	6,11,14,451

12. LONG TERM LOANS & ADVANCES

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Loans & Advances to related parties (unsecured considered good)		
– AIC- AARTECH SOLONICS PVT LTD	9,77,182	9,40,123
– FARADIGM ULTRACAPICITORS PVT LTD	9,02,488	30,07,639
Other Loans and Advances (Unsecured Considered Good)	6,02,23,302	5,63,83,302
Security Deposits (Unsecured Considered Good)	40,67,317	31,92,386
Total	6,61,70,289	6,35,23,450







AARTECH SOLONICS LIMITED

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

14. INVENTORIES

(Amount in ₹)

AARTECH SOLONICS LIMITED

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

16. CASH AND CASH EQUIVALENTS

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Balances with banks:		
– Earmarked Balances	-	2,25,000
– Guarantees (refer note no. 16.1)	55,28,176	52,62,419
– Other Commitments (refer note no. 16.2)	20,46,533	41,98,127
Cash on hand	14,004	23,160
Others (refer note no. 15.3)	2,61,229	2,40,236
Total	78,49,943	99,48,942

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

16.2 Other commitments represent balances with banks.

16.3 Others represent imprest given to employees for incurring expenses.

17. SHORT TERM LOANS AND ADVANCES

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Unsecured Loans and Advances: (Unsecured, considered good)		
Advances to Suppliers	1,47,79,561	

AARTECH SOLONICS LIMITED

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

19. REVENUE FROM OPERATIONS

(Amount in ₹)

Particulars	As at	As at
	30th September 2021	31st March 2021

AARTECH SOLONICS LIMITED

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

23. EMPLOYEE BENEFITS

Amount in ₹

AARTECH SOLONICS LIMITED

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

26. OTHER EXPENSES

(Amount in ₹)

Particulars	As at	
	30th September 2021	31st March 2021
Administrative Expenses		
Audit fees	50,000	1,00,000
Director Sitting Fees	60,000	15,000
Membership & Registration Fees	1,18,484	67,985
Insurance Expenses	74,240	22,678
Internet Expenses	1,16,298	2,25,700
Legal expenses	76,644	1,60,793
Professional & consultancy expenses	6,97,485	7,80,650

AARTECH SOLONICS LIMITED

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

Research & Development Expenses

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

Loss due to Foreign Currency Fluctuation (E)

Total Other Expenses (A+B+C+D+E)	1,03,30,088	1,13,17,178
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27. DEFERRED TAX EXPENSE

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

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

– Depreciation as per Income Tax Act, 1961	:	₹	11,48,483
– Depreciation as per Companies Act, 2013	:	₹	9,84,378
– Difference	:	₹	1,64,105
– Deferred Tax Expense/(Income)	:	₹	42,667

27.2 Net deferred tax expense debited to statement of profit and loss for the period is ₹ 42,667



in ₹

00,000

77,182

40,065

00,000

50,000

07,010

50,000

02,488

72,055

00,000

52,500

AARTECH SOLONICS LIMITED**Statement of Cash Flow for the Half Year ended September 30, 2021**

Particulars	For half year ended 30th September 2021	For half year ended 31st March 2021
1. Cash Flows from Operating Activities		
<i>Net Profit and Loss a/c (as per profit and loss account)</i>	-40,55,136	51,98,228
Add : (A) Apportionment of Fund :		
<i>Provision for tax made during the year</i>	-	17,50,487
<i>Deferred Tax</i>	42,667	33,994
Net Profit before taxation and extra ordinary items	-40,12,469	69,82,709
Add : (B) Non operating Expenses :		
<i>Depreciation during the year</i>	9,84,378	10,27,519
Sub Total	9,84,378	10,27,519
Less : (C) Non operating Income :		
<i>Interest Income (refer note 19)</i>	22,52,819	45,25,127
<i>Rental Income (refer note 19)</i>	1,26,816	1,05,850
<i>Dividend Income (refer note 19)</i>	-	11,507
<i>Net gain/(- loss) on sale of investments (refer note 19)</i>	60,65,131	26,08,050
<i>Other non-operating income (refer note 19)</i>	24,068	27,840
<i>Revenue Grant from DST</i>	10,48,560	-
<i>Profit on sale of Fixed Assets (refer note 19)</i>	-	-
Sub Total	95,17,394	72,78,374
(D) Operating Profit Before Working Capital Changes (A+B-C)	-1,25,45,485	7,31,854
Add : (E) Increase in current liabilities and decrease in current assets:		
<i>Decrease in Inventory</i>	-	59,16,311
<i>Decrease in Account Receivable</i>	1,54,38,652	-
<i>Decrease in Short Term Loans and Advances</i>	-	2,15,004

AARTECH SOLONICS LIMITED**Statement of Cash Flow for the Half Year ended September 30, 2021**

Particulars	For half year ended 30th September 2021	For half year ended 31st March 2021
(B) Net cash outflow from investment activity		
<i>Investment made in marketable securities during the year</i>	2,60,78,131	3,45,65,072
<i>Investment made in Subsidiary Company</i>	-	-
<i>Investment made in Debentures of Subsidiary Company</i>	-	29,20,000
<i>Investment made in Property</i>	-	-
<i>Long Term Loans & Advances</i>	17,71,908	-
<i>Purchase of new assets (net of sale proceed)</i>	23,53,081	6,79,157

AARTECH SOLONICS LIMITED

CONSOLIDATED FINANCIAL STATEMENT

S. Ramanand Aiyar & Co.

CHARTERED ACCOUNTANTS

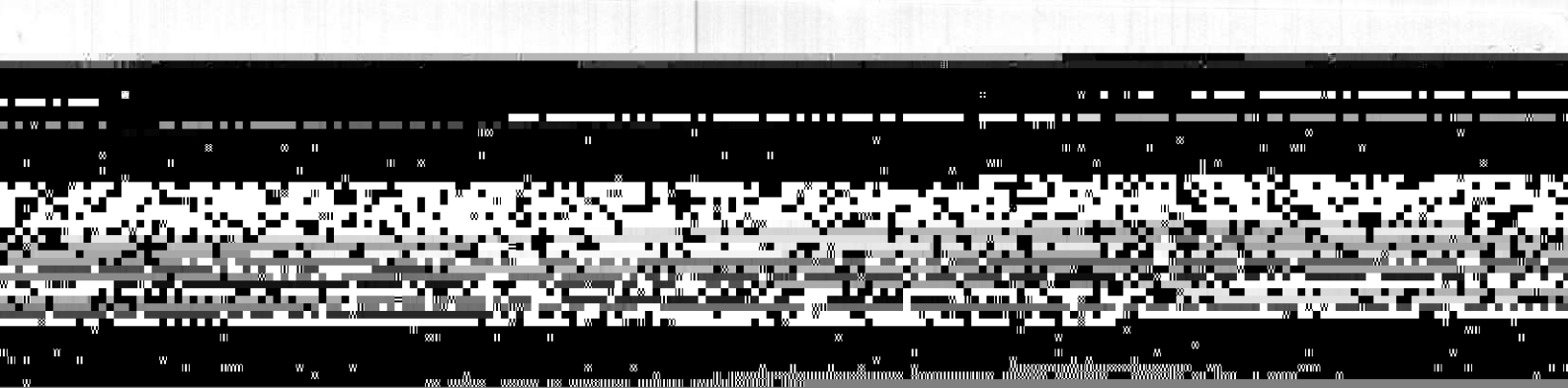
51, Ratna lok Colony, Scheme No. 53, Vijay Nagar, INDORE- 452011 (M.P.)
Tel: 0731-4066810, E-mail : indore@sraco.in, www.sraco.in

INDEPENDENT AUDITORS' REPORT

To the Members of **AARTECH SOLONICS LIMITED**

Report on Consolidated Financial Statements

We have audited the accompanying Consolidated Financial Statements of **AARTECH SOLONICS LIMITED**
(herein referred to as the holding company) for the period ending 31st March 2015.



AARTECH SOLONICS LIMITED**Consolidated Balance Sheet as at September 30, 2021**

Particulars	Notes	As at 30th September 2021	As at 31st March 2021
EQUITY & LIABILITIES			
Shareholders' Funds			
Share capital	2	7,06,00,940	7,06,00,940
Reserves & Surplus	3	16,81,88,750	17,01,00,000

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

	Notes	For half year ended 30th September 2021	For half year ended 31st March 2021
REVENUES			
Revenue from operations	21	3,14,37,163	6,28,70,194
Other income	22	77,96,413	42,67,150
TOTAL REVENUE		3,92,33,576	6,71,37,344
EXPENDITURES			
Cost of materials consumed	23	3,52,31,125	3,58,10,767
Change in inventories of finished goods and work in process	24	-1,00,05,997	-8,19,269
Employee benefit expenses	25	1,24,18,433	1,54,33,239
Finance costs	26	8,67,714	10,34,943
Depreciation and amortization expenses	27	17,61,486	18,65,476
Other expenses	28	1,03,68,487	1,09,21,487
TOTAL EXPENSES		5,06,41,248	6,42,46,643
Profit before exceptional and extraordinary items and tax		-1,14,07,672	28,90,701
Exceptional Items			
Profit before extraordinary items and tax		-1,14,07,672	28,90,701
Extraordinary Items			
Profit before tax		-1,14,07,672	28,90,701
Tax Expense			
Current Tax			
Deferred Tax	29	-	17,50,487
Profit for the year		1,20,716	2,73,482
		-1,15,28,388	8,66,732
Earnings per equity share (Par value of ₹ 10 each)			
Basic (₹)		-1.59	0.71
Diluted (₹)		-1.59	0.71

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

The accompanying notes are integral part of the Financial Statements

AARTECH SOLONICS LIMITED

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

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 CORPORATE INFORMATION

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

1.2 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

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

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

1.3 PRINCIPLES OF CONSOLIDATION

1.1.1. The financial statements of the Holding Company and its subsidiaries are combined on a line by line basis by adding together like items of assets, liabilities, equity, incomes, expenses and cash flows, after fully eliminating intra-group balances and intra-group transactions.

AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended

ARTESHA COLONICS LIMITED

AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended

AARTECH SOLONICS LIMITED

Notes on Consolidated Financial Statements for the Half Year ended

September 30, 2021

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

1.15 EMPLOYEES BENEFITS

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

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Notes on Consolidated Financial Statements for the Half Year ended

September 30, 2021

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

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

1.21 EARNINGS PER SHARE

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

AARTECH SOLONICS LIMITED

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

2. SHARE CAPITAL

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

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

AARTECH SOLONICS LIMITED

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

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

Name of Share Holders	No. of Shares	% held
As at September 30, 2021		
<u>Aartech Solonics Limited</u>		
Mr. Anil Anant Raje	15,58,667	22.08%
Mrs. Chhaya Anil Raje	9,33,333	13.22%
Mrs. Prajakta Shashikant Kulkarni	10,92,000	15.47%
Mr. Amit Anil Raje	10,21,067	14.46%
Ashtamangal Projects Limited	4,80,000	6.80%
<u>Faradigm Ultracapacitors Private Limited</u>		
Aartech Solonics Ltd	9,500	95.00%
Mr. Anil Anant Raje (Minority Interest)	500	5.00%
Since, Mr. Anil Anant Raje does not have any beneficial interest in the shares, the company Faradigm Ultracapacitors Private Limited is a wholly owned subsidiary of Aartech Solonics Ltd as it is having 100% beneficial interest in the shares of Faradigm Ultracapacitors Private Limited.		
<u>AIC-Aartech Solonics Private Limited</u>		
Aartech Solonics Ltd	9,900	99.00%
Mr. Anil Anant Raje (Minority Interest)	100	1.00%
Nominee shareholder holding shares on behalf of Aartech Solonics Ltd U/s 187 of Companies Act 2013. Hence, AIC-Aartech Solonics Pvt Ltd is a wholly owned subsidiary of Aartech Solonics Ltd as per the said section		

As per the records:

AARTECH SOLONICS LIMITED**Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021****3. RESERVES AND SURPLUS**

(Amount in ₹)

Particulars	As at 30th September 2021	As at 31st March 2021
a) Capital Reserve		
Balance as per last Financial Statements	35,52,358	35,52,358
Add : Transferred from the statement of profit and loss		

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

9. TRADE PAYABLES

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

10. OTHER CURRENT LIABILITIES

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

11. SHORT TERM PROVISIONS

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



2021

Particulars	(Amount in ₹)					
	As at 01/04/2021			As at 30/09/2021		
	As at 01/04/2021	Depreciation/Amortisation For the year	Deduction	As at 30/09/2021	As at 01/04/2021	As at 30/09/2021
%	-	-	-	-	17,90,732	17,90,732
%	77,01,783	3,71,169	-	80,72,952	1,57,15,829	1,53,44,660
%	35,61,282	5,68,098	-	41,29,380	1,38,87,926	1,42,82,535
%	19,87,809	98,684	-	20,86,493	9,28,350	8,44,092
%	28,63,085	70,096	-	29,33,181	3,78,931	5,36,703
%	31,21,780	2,40,561	-	33,62,341	4,99,753	2,59,192
%	20,93,185	95,766	-	21,88,951	10,58,950	9,63,184
%	55,52,950	1,68,734	-	57,21,684	12,54,061	12,86,591
%	25,45,721	78,775	-	26,24,496	8,36,583	7,57,808
%	7,30,045	69,603	-	7,99,648	6,41,237	15,18,450
	3,01,57,640	17,61,486	-	3,19,19,126	3,69,92,352	3,75,83,947

Rs Pvt Ltd the plant & machinery is recorded at cost i.e. ₹ 81,26,978.



AARTECH SOLONICS LIMITED

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

13. NON CURRENT INVESTMENT

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

14. LONG TERM LOANS & ADVANCES

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

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



AARTECH SOLONICS LIMITED

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

15. CURRENT INVESTMENT

(Amount in ₹)

Particulars	As at 30th September 2021	As at 31st March 2021
Investments in mutual funds (Instrument wise):		
- Tata Banking & PSU Debt Fund Regular Plan Growth	-	5,83,848
- Aditya Birla Sunlife Equity Advantage Growth Fund	11,00,000	6,00,000
- Aditya Birla Sun Life Banking And Financial Services Fund	5,38,082	5,38,082
- Aditya Birla Sun Life Overnight Fund Growth Plan	1,194	1,194
- Aditya Birla Sunlife MNC Fund Growth Plan	10,00,000	10,00,000

AARTECH SOLONICS LIMITED**Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021****16. INVENTORIES**

(Amount in ₹)

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

17. TRADE RECEIVABLES

(Amount in ₹)

Particulars	As at	
	30th September 2021	31st March 2021

AARTECH SOLONICS LIMITED

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

20. OTHER CURRENT ASSETS

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

21. REVENUE FROM OPERATIONS

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

22. OTHER INCOME

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
- Interest Income	2,28,199	11,01,821
- Rental Income	1,26,816	1,05,850
- Dividend Income	-	11,507
- Net gain/(- loss) on sale of investments	62,72,688	29,32,555
- Net gain on foreign currency transacti		

AARTECH SOLONICS LIMITED

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

Particulars	(Amount in ₹)	
	As at 30th September 2021	As at 31st March 2021
Administrative Expenses		
Audit fees	50,000	1,20,000
Director Sitting Fees	60,000	15,000
Membership & Registration Fees	1,18,484	67,985
Insurance Expenses	89,758	29,816
Internet Expenses	1,16,298	2,25,700
Legal Expenses	76,644	1,60,793
Professional & Consultancy Expenses	7,41,485	9,16,650
Electricity Expenses	51,021	44,641
Office Expenses	1,10,348	2,24,199
Petrol & Diesel	1,53,924	1,46,221
Postage & Courier Charges	13,702	12,516
Printing & Stationery Expenses	50,397	26,786
Rates and Taxes	51,756	5,73,563
Rent Office	9,00,000	9,00,000
Repairs & Maintenance	3,33,750	6,58,939
Vehicle Repairs & Maintenance	1,50,608	1,58,718

AARTECH SOLONICS LIMITED**Notes on Consolidated Financial Statements for the Half Year ended September 30, 2021****Research & Development Expenses**

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

AARTECH SOLONICS LIMITED

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

Particulars	As at 30th September 2021	As at 31st March 2021
1. Cash Flows from Operating Activities		
<i>Net Profit and Loss a/c (as per profit and loss account)</i>	-1,15,28,388	8,66,732
Add : (A) Apportionment of Fund :		
<i>Provision for tax made during the year</i>	-	17,50,487
<i>Deferred Tax</i>	1,20,716	2,73,482
Net Profit before taxation and extra ordinary items	-1,14,07,672	28,90,701
Add : (B) Non operating Expenses :		
<i>Depreciation during the year</i>	17,61,486	18,65,476
Sub Total	17,61,486	18,65,476
Less : (C) Non operating Income :		
<i>Interest Income</i>	2,28,199	11,01,821
<i>Rental Income</i>	1,26,816	1,05,850
<i>Dividend Income</i>	-	11,507
<i>Net gain/(- loss) on sale of investments</i>	62,72,688	29,32,555
<i>Other non-operating income</i>	24,068	28,638
<i>Revenue Grant from DST</i>	10,48,560	-
<i>Profit on sale of fixed assets</i>	-	-
Sub Total	77,00,331	41,80,372
(D) Operating Profit Before Working Capital Changes (A+B-C)	-1,73,46,517	5,75,805
Add : (E) Increase in current liabilities and decrease in current assets:		
<i>Decrease in Inventory</i>		53,93,831
<i>Decrease in Account Receivable</i>	1,56,16,274	-
<i>Decrease in Short term Loans and Advances</i>	1,05,368	-
<i>Decrease in Other Current Assets</i>	-	25,37,429
<i>Increase in</i>		

AARTECH SOLONICS LIMITED**Statement of Consolidated Cash Flow for the Half year ended September 30, 2021**

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

