

INDEPENDENT AUDITOR'S REPORT

To the Members of Afcom Holdings Limited
(Formerly known as Afcom Holdings Private Limited)

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Afcom Holdings Limited** (formerly known as Afcom Holdings Private Limited) ("**The Company**"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 March 31, 2023 and its profit and its cash flows for the year ended on that date.

Basis of Opinion

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 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 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 audit opinion.

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

The Company's Board of Directors and Management is responsible for the preparation of the other information. The other information comprises the information obtained at the date of this auditor's 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 financial statements or our knowledge obtained during the course of our 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.



Responsibility of Management and Those charged with Governance 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 the accounting principles generally accepted in India, including the Accounting Standards referred to in Section 133 of the Companies Act, 2013; read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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.

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 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. 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

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.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- (a) 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.
- (b) 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.



- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- (d) 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.
- (e) 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.

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.

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. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. 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, we give in the **Annexure A**, a statement on the matters specified in the paragraph 3 and 4 of the Order.
2. As required by section 143(3) of the Companies Act 2013, we report that:
 - (a) We have 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 by this Report are in agreement with the books of accounts.



- (d) In our opinion, the Balance Sheet, Statement of Profit and Loss and the Cash Flow Statement comply with the Accounting Standards referred to in Section 133 of the Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules, 2014;
- (e) On the Basis of written representations received from directors as on 31st March 2023, and taken on record by the Board of Directors, we report that none of the Directors are disqualified from being appointed as a director in terms of Sub-Section 2 of section 164 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, to the best of our information & explanations given to us:
- a. The Company does not have any pending litigations which would impact its financial position.
 - b. The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - d.
 - i. Management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts (refer note no 42 (xii)), 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(s) or entity(is), 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.
 - ii. Management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts (refer note no 42 (xiii)), no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("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



- iii. Based on the audit procedures adopted by us, nothing has come to our notice that has caused us to believe that the representations made by the management under sub clause (i) and (ii) above, contain any material misstatement.
- e. The company has not declared/paid any dividend during the year. Hence, reporting in relation to compliance u/s 123 of the Companies Act, 2013 is not applicable.
- f. Proviso to Rule 3 (1) of the Companies (Accounts) Rules, 2014 for maintaining books of accounts using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.
- g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

Place: Chennai
Date: 29.09.2023

For Guru & Ram LLP
Chartered Accountants
FRN.: 009723S/S200039



L Bhadri
Partner
Membership No.: 026463
UDIN:23026463BGVPLA1592

Annexure-A to the Independent Auditor's Report:

(Referred to in paragraph 1 under "Report on Other Legal & Regulatory Requirements" section of our report to the Members of the Company)

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

(i)

- (a) (A) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.
(B) The Company is maintaining records showing full particulars of the intangible assets.
- (b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) There are no immovable properties in the Company. Thus, paragraph 3(i)(c) is not applicable to the Company.
- (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year, and therefore, Clause 3 (i) (d) is not applicable to the Company.

(ii)

- (a) The Company has conducted physical verification of inventories. No discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification when compared with books of account.
- (b) The Company has not been sanctioned any working capital limits on the basis of security of current assets. Thus, paragraph 3 (ii) (b) is not applicable to the Company.
- (iii) The Company has not made any investments in, provided any guarantee or security, and granted any loans or advances in the nature of loan, secured or unsecured, to Companies, Firms, Limited Liability Partnerships or any other parties during the year, and hence, reporting under clauses 3(iii)(a), (b), (c), (d), (e) and (f) of the Order are not applicable.
- (iv) According to the information and explanation given to us, there are no loans, investments, guarantees and security made by the Company to which section 185 or 186 of the Companies Act, 2013 are applicable.
- (v) The Company has not accepted any deposits from the public or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- (vi) According to the information and explanation given to us, the maintenance of cost records has not been specified for the activities of the Company by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013. Hence, reporting under clause 3(vi) of the Order is not applicable.



- (vii) According to the information and explanations given to us, in respect of statutory dues:
- (a) The Company was generally regular in depositing the undisputed statutory dues, applicable to the Company including provident fund, employees' state insurance, income tax, goods & service tax and other material statutory dues, except for certain delays in remittance of dues of tax deducted at source which were subsequently paid or deposited.
 - (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, investor education and protection fund, employee's state insurance, sales tax, incomes tax, service tax, duty of customs, duty of excise, cess and other material statutory were in arrears as at 31st March 2023 for a period of more than six months from the date they became payable.
 - (c) There were no statutory dues referred to in sub-clause (a) above which have not been deposited as on 31st March 2023 on account of disputes.
- (viii) Based on the information and explanation provided to us, the Company has no transactions recorded in the books of accounts that have been surrendered or disclosed as income during the year in the tax assessments under the Income tax Act, 1961.
- (ix)
- (a) According to information and explanations given to us and on the basis of our examination, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender
 - (b) According to information and explanations given to us, the Company is not declared as a wilful defaulter by any bank or financial institution or other lender.
 - (c) According to the information and explanations given to us, the term loans were applied for the purpose for which the loans were obtained.
 - (d) According to the information and explanations given to us, funds raised on short term basis have not been utilised for long term purposes.
 - (e) According to the information and explanations given to us, the Company does not have any subsidiaries, associates or joint ventures. Therefore, reporting under this clause is not applicable.
- (x)
- (a) The Company has raised money through private placement of 7,01,906 shares to the nominal value of Rs.10 each at a premium of Rs. 530 each. The provisions of Section 42 have been complied with. Further according to the information and explanations given to us, the funds raised have been utilised for accomplishing the purposes for which the funds were raised.



- (xi)
- (a) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the company or no fraud / material fraud on the company by the officers and employees of the Company has been noticed or reported during the year.
 - (b) According to the information and explanations given by the management, no reports under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 with the central government as prescribed in rule 13 of the Companies (Audit and Auditors) Rules, 2014.
 - (c) According to the information and explanations given by the management, there was no whistle blower complaints received during the year by the company.
- (xii) According to the information and explanation given to us, the Company is not a Nidhi Company therefore reporting under this clause is not applicable to the Company.
- (xiii) According to the information and explanation given to us and based on our examination of the records of the Company, the transactions with the related parties are in compliance with Section 177 and 188 of the Companies Act, 2013 wherever applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standard.
- (xiv) According to the information and explanations given to us, the Company is not required to have any internal audit system to commensurate with the size and nature of business.
- (xv) According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with Directors or persons connected with him.
- (xvi)
- (a) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.
 - (b) The Company has not conducted any Non-Banking Financial or Housing Finance activities.
 - (c) According to the information and explanations given to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the reserve bank of India.
 - (d) According to the information and explanations given to us, there is no more than one CIC as a part of the Group.
- (xvii) According to the information and explanations given by the management, the Company has not incurred cash Loss during the year or in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year hence the consideration of issues, objections or concerns raised by the outgoing auditors does not arise.



- (xix) According to the information and explanations given by the management, on the basis of financial ratios, ageing and expected dates of realization of financial asset and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the board of directors and management plans, no material uncertainty exists as on the date of the audit report and the Company is 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.
- (xx) In our opinion and according to the information and explanations given by the management, there has been no circumstances where the Company has transferred any un-spent amount to a fund specified in Schedule VII to the companies Act within a period of six months of the expiry of financial year.
- (xxi) The qualifications or adverse remarks in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements is not applicable to the Company.

Place: Chennai
Date: 29.09.2023

For Guru & Ram LLP
Chartered Accountants
Firm Regn. No.: 09723S/S200039

L. Bhadri



L. Bhadri
Partner
Membership No.: 026463
UDIN: 23026463BGVPLA1592

Annexure - B to the Independent Auditors' Report - 31st March 2023

Report on the Internal Financial Controls under Clause (i) of Subsection 3 of Section 143 of the Companies Act, 2013 ("the Act")

1. We have audited the internal financial controls over financial reporting of Afcom Holdings Limited ("the Company") as of March 31, 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Managements Responsibility for Internal Financial Controls

2. 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 (ICAI). 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 Companies Act, 2013.

Auditors' Responsibility

3. 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 Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with 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.

4. 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 auditor's judgment, including the assessment of the risks of material misstatement of the Standalone financial statements, whether due to fraud or error.

5. 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.



A handwritten signature in blue ink, appearing to be "R. Ram", located to the right of the stamp.

Meaning of Internal Financial Controls over Financial Reporting

6. 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 Standalone 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 Standalone 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 Standalone financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

7. 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 control 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

8. In our opinion, the Company has, in all material respects, an adequate internal financial Control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, 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 Control over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Chennai
Date: 29.09.2023

For Guru & Ram LLP
Chartered Accountants
Firm Regn. No.: 09723S/S200039



L. Bhadri
Partner
Membership No.: 026463
UDIN: 23026463BGVPLA1592

AFCOM HOLDINGS LIMITED
(Formerly known as AFCOM HOLDINGS PRIVATE LIMITED)
Balance Sheet as at 31st March, 2023

(Rupees in Lakhs)

Particulars	Note No	As at 31.03.2023	As at 31.03.2022
I. EQUITY AND LIABILITIES			
Shareholders' Funds			
(a) Share Capital	2	1,760.38	249.88
(b) Reserves and Surplus	3	5,573.61	1,924.23
		7,333.99	2,174.11
Share Application Money Pending Allotment		-	20.00
Non Current Liabilities			
(a) Long Term Borrowings	4	-	3.83
(b) Deferred Tax Liabilities (net)	5	-	0.09
(c) Long Term Provisions	6	10.35	-
		10.35	3.92
Current Liabilities			
(a) Short Term Borrowings	7	47.60	-
(b) Trade Payables			
(A) total outstanding dues of micro enterprises and small enterprises;		-	-
(B) total outstanding dues of creditors other than micro enterprises and small	8	147.21	114.72
(c) Other Current Liabilities	9	379.91	145.51
(d) Short Term Provisions	10	365.98	49.51
		940.70	309.74
TOTAL		8,285.04	2,507.77
II. ASSETS			
Non Current Assets			
(a) Property, Plant & Equipment and intangible assets			
(i) Property, Plant & Equipment	11	25.99	26.20
(ii) Intangible Asset	11	-	0.28
(iii) Capital work-in-progress	12	1,222.04	-
(b) Deferred tax assets (net)	5	2.21	-
(c) Other Non-Current Assets	13	50.00	-
		1,300.24	26.48
Current Assets			
(a) Inventories	14	920.91	-
(b) Trade receivables	15	1,432.28	1,556.19
(c) Cash and Cash Equivalents	16	671.26	53.49
(d) Short Term Loans & Advances	17	1,114.04	14.77
(e) Other Current Assets	18	2,846.31	856.84
		6,984.80	2,481.29
TOTAL		8,285.04	2,507.77

See accompanying notes to financial statements
Significant accounting policies and other notes

1

As per our report of even date

For Guru & Ram LLP

Chartered Accountants

Firm registration no. 0097235/5200039

L. Bhadri

Partner

Membership No. 026463

UDIN: 23026463BGVPLA1592

Place : Chennai

Date : 29.09.2023



For Afcom Holdings Limited

(Formerly known as AFCOM HOLDINGS PRIVATE LIMITED)

Director

Deepak Parasuraman

DIN: 00699855

Place : Chennai

Date : 29.09.2023

Director

Kannan Ramakrishnan

DIN: 08202306

Place : Chennai

Date : 29.09.2023

S. Sneha

Company Secretary

Sneha Seshadri

Membership No: A41789

Place: Chennai

Date : 29.09.2023

AFCOM HOLDINGS LIMITED
(Formerly known as AFCOM HOLDINGS PRIVATE LIMITED)
Statement of Profit & Loss for the year ended 31st March, 2023

(Rupees in Lakhs)

Particulars		Note No	For the year ended 31.03.2023	For the year ended 31.03.2022
I.	Revenue from Operations	19	8,438.57	4,857.75
II.	Other Income	20	0.02	-
III.	Total Income		8,438.59	4,857.75
IV.	Expenses			
	Cost of Operations	21	5,494.29	2,910.62
	Cost of Materials	22	920.91	-
	Changes in Inventories	23	(920.91)	-
	Employee Benefit Expense	24	645.12	237.02
	Finance Costs	25	27.83	153.50
	Depreciation and Amortization Expense	11	5.67	4.72
	Other Expenses	26	445.60	728.50
	Total Expenses		6,618.51	4,034.36
V.	Profit before exceptional and extraordinary items and tax (III-IV)		1,820.08	823.39
VI.	Exceptional items		-	-
VII.	Profit before extraordinary items and tax (V - VI)		1,820.08	823.39
VIII.	Extraordinary Items		-	-
IX.	Profit before tax (VII- VIII)		1,820.08	823.39
X	Tax expense:			
	(1) Minimum Alternate Tax Provision		-	(136.33)
	(2) Minimum Alternate Tax (Credit)		(86.82)	86.82
	(3) Current Tax Provision		(365.98)	-
	(2) Deferred tax		2.30	(0.59)
VIII	Profit (Loss) for the period		1,369.58	773.29
IX	Earnings Per Equity Share in Rs.			
	Basic		9	31
	Diluted		9	31

See accompanying notes to financial statements
Significant accounting policies and other notes

1

As per our report of even date

For Guru & Ram LLP

Chartered Accountants

Firm registration no. 0097235/S200039

L. Bhadri

Partner

Membership No: 026463

UDIN: 23026463BGGVPLA1592

Place : Chennai

Date : 29.09.2023



For Afcom Holdings Limited

(Formerly known as AFCOM HOLDINGS PRIVATE LIMITED)

Director

Deepak Parasuraman

DIN: 00699855

Place : Chennai

Date : 29.09.2023

S. Suka

Company Secretary

Sneka Seshadri

Membership No: A41789

Place: Chennai

Date : 29.09.2023

Director

Kannan Ramakrishnan

DIN: 08202306

Place : Chennai

Date : 29.09.2023

2	Share Capital	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Authorised: (2,40,00,000 equity shares of Rs. 10 each)	2,400.00	333.33
		2,400.00	333.33
	Issued, subscribed and paid up: (1,76,03,751 equity shares of Rs. 10 each)	1,760.38	249.88
		1,760.38	249.88

Of the issued, subscribed and paid up share capital:

- 3,71,116 equity shares of Rs. 10/- each were allotted for consideration other than cash (ie. In lieu of compulsory convertible debentures) by the Company on 17.03.2022
- 1,44,03,069 equity shares of Rs. 10/- each were allotted as fully paid bonus shares by capitalisation of securities premium the Company on 28.03.2023

2.1	Reconciliation of the number of Equity shares outstanding	As at 31st March, 23 In Nos	As at 31st March, 22 In Nos
	Shares outstanding as at the beginning of the year	24,98,776	21,27,660
	Shares issued during the year	1,51,04,975	3,71,116
	Shares outstanding at the end of the year	1,76,03,751	24,98,776

Terms/rights attached to equity shares

- The company has issued 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.
- The company declares and pays dividends in Indian Rupees
- Except interim dividend which is declared and paid based on the decision of the Board of Directors, all other dividends are proposed by the Board of Directors and paid on approval of the Shareholders at the Annual General Meeting.
- In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.
- During the last five years immediately preceding the date of Balance sheet, the Company has not issued any shares as bonus shares or without payment being received in cash nor has bought back any shares.

2.8	Particulars of share holders holding more than 5% of the share capital:	As at 31st March, 23	As at 31st March, 22
	Equity Shares		
1	Tiruvananthapur Deepak Parasuraman		
	No. of shares held	45,40,426	14,99,998
	% of shares held	25.79%	60.03%
2	Jaganmohan Manthena		
	No. of shares held	15,91,432	5,00,000
	% of shares held	9.04%	20.01%
3	Anirudh Agro Farm		
	No. of shares held	-	1,27,660
	% of shares held	-	5.11%
4	Manjula Annamalai		
	No. of shares held	32,92,926	99,005
	% of shares held	18.71%	3.96%
5	Thiagaraja Annamalai		
	No. of shares held	10,81,506	1,97,292
	% of shares held	6.14%	7.90%
6	Shreshtha Business Solutions LLP		
	No. of shares held	10,29,639	74,821
	% of shares held	5.85%	2.99%
7	Rajasthan Global Securities Pvt Ltd		
	No. of shares held	10,34,908	-
	% of shares held	5.88%	-



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AFCOM HOLDINGS LIMITED
(Formerly known as AFCOM Holdings Private Limited)
Notes on Financial Statements for the year ended 31st March, 2023

3	Reserves and Surplus	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Securities Premium		
	Opening balance	2,254.16	287.23
	Add: Securities Premium on fresh issue	3,720.10	1,966.92
	Less: Utilised for bonus issue	(1,440.31)	-
	Closing Balance	4,533.95	2,254.15
	Surplus		
	Opening balance	(329.93)	(1,103.21)
	Add: Profit for the period	1,369.59	773.29
	Closing Balance	1,039.66	(329.92)
		5,573.61	1,924.23

4	Long Term Borrowings	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Secured:		
	Term loans from others (Secured by way of hypothecation of vehicle)	-	3.83
		-	3.83

5	Deferred Tax Assets/(Liability)	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Opening balance	(0.09)	0.50
	Add: Deferred tax expense/(income) for the year	2.30	(0.59)
	Closing balance	2.21	(0.09)
		2.21	(0.09)

6	Long Term Provisions	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Provision for Gratuity	10.35	-
		10.35	-

7	Short Term Borrowings	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Secured:		
	Current Maturities of long term borrowings	2.06	-
	Unsecured:		
	(a) Loan repayable on demand		
	(i) From other parties	35.15	-
	(ii) From related parties	10.39	-
		47.60	-

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AFCOM HOLDINGS LIMITED
(Formerly known as AFCOM Holdings Private Limited)
Notes on Financial Statements for the year ended 31st March, 2023

8	Trade Payables	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Outstanding dues of creditors other than Micro and Small enterprises	147.21	114.72
		147.21	114.72

Note:

The Company has not received any information from suppliers or service providers, whether they are covered under the "Micro, Small and Medium Enterprises (Development) Act, 2006". Disclosure relating to amount unpaid at the year end together with interest payable, if any, as required under the said Act are not ascertainable.

Trade Payables Ageing Schedule:

8.1	Particulars	Outstanding for following periods from due date of payment					Total
		Unbilled Dues	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
	(i) MSME	-	-	-	-	-	-
	(ii) Others	-	146.56	0.65	-	-	147.21
	(iii) Disputed dues - MSME	-	-	-	-	-	-
	(iv) Disputed dues - Others	-	-	-	-	-	-

9	Other Current Liabilities	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Audit Fees Payable	11.25	8.23
	TDS payable	158.56	134.80
	GST Payable	163.14	2.48
	Salary Payable	46.14	-
	Provident Fund Payable	0.82	-
		379.91	145.51

10	Short Term Provisions	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Provision for Income Tax	365.98	49.51
		365.98	49.51

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AFCOM HOLDINGS LIMITED
(Formerly known as AFCOM Holdings Private Limited)

Note No - 11 Property, Plant & Equipment and Intangible Assets

Property, plant and equipment	Gross Block						Accumulated Depreciation			Amount in Rs. Lakhs	
	Cost as at 01.04.2022	Additions during the year	Adjustments/ Deletions during the year	Cost as at 31.03.2023	As at 01.04.2022	Depreciation on Deletions	Depreciation for the year	As at 31.03.2023	As at 31.03.2023	As at 31.03.2022	
	Office Equipment	6.79	1.18	-	7.97	3.28	-	1.15	4.44	3.54	3.51
Computers	5.74	3.33	-	9.07	3.00	-	1.88	4.88	4.19	2.74	
Furniture and Fittings	16.39	0.94	-	17.33	1.66	-	1.64	3.30	14.03	14.73	
Motor Vehicle - Motor car	7.45	-	-	7.45	3.12	-	0.88	4.01	3.45	4.33	
Motor Vehicle - Motor cycle	1.17	-	-	1.17	0.28	-	0.11	0.39	0.78	0.89	
Total	37.55	5.45	-	43.00	11.35	-	5.67	17.02	25.99	26.20	

Intangible Assets	Gross Block				Accumulated Depreciation			Amount in Rs. Lakhs	
	Cost as at 01.04.2022	Additions during the year	Adjustments/ Deletions during the year	Cost as at 31.03.2023	As at 01.04.2022	Depreciation on Deletions	Depreciation for the year	As at 31.03.2023	As at 31.03.2022
	Software	0.30	-	0.30	-	0.02	0.02	-	-
Total	0.30	-	0.30	-	0.02	0.02	-	-	0.28



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AFCOM HOLDINGS LIMITED
(Formerly known as AFCOM Holdings Private Limited)
Notes on Financial Statements for the year ended 31st March, 2023

12	Capital Work-in-Progress	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Capital Work-in-Progress	1,222.04	-
		1,222.04	-

13	Other Non-Current Assets	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Fixed deposits with banks	50.00	-
		50.00	-

14	Inventories	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Spares/Rotables/Consumables	920.91	-
		920.91	-

15	Trade Receivables	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Unsecured, considered good	1,432.28	1,556.19
		1,432.28	1,556.19

Trade Receivables Aging Schedule:

15.1	Particulars	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 Years	
	(i) Undisputed Trade receivables - considered good	1,427.84	0.32	4.12	-	-	1,432.28
	(ii) Undisputed Trade receivables - considered doubtful	-	-	-	-	-	-
	(iii) Disputed Trade receivables - considered good	-	-	-	-	-	-
	(v) Disputed Trade receivables - considered doubtful	-	-	-	-	-	-

16	Cash & Cash Equivalents	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Balance with Banks	671.17	52.84
	Cash on hand	0.09	0.65
		671.26	53.49

17	Short Term Loans & Advances	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Unsecured, considered good:		
	Advance to Directors	12.26	-
	Advance to Related Parties	349.56	-
	Advance to Staffs	4.57	-
	Advance to suppliers	558.75	14.77
	Advance to other parties	188.90	-
		1,114.04	14.77

18	Other Current Assets	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	GST Input	-	29.62
	TDS Receivable	10.45	17.45
	Deposits with others	2,835.84	809.77
	Accrued Interest	0.02	-
		2,846.31	856.84

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AFCOM HOLDINGS LIMITED
(Formerly known as AFCOM Holdings Private Limited)
Notes on Financial Statements for the year ended 31st March, 2023

19	Revenue from Operations	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Aircraft Chartering Service income	8,414.43	4,827.41
	Scrap Sales	24.14	30.34
		8,438.57	4,857.75

20	Other Income	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Interest Income	0.02	-
		0.02	-

21	Cost of Operations	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Aircraft Chartering Service expenditure	5,494.29	2,910.62
		5,494.29	2,910.62

22	Cost of Materials	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Purchase of Materials	920.91	-
		920.91	-

23	Changes in Inventories	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Spares/Rotables/Consumables	(920.91)	-
		(920.91)	-

24	Employee benefit Expenses	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Salary	622.87	218.51
	Contribution to Provident Fund	1.74	-
	Contribution to Gratuity	10.35	-
	Staff Welfare Expenses	10.16	18.51
		645.12	237.02

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AFCOM HOLDINGS LIMITED

(Formerly known as AFCOM Holdings Private Limited)

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

25	Finance Cost	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Interest on Car Loan	0.38	0.50
	Interest on Loan	60.85	21.88
	Interest on Bill Discounting	1.32	-
	Interest on Debenture	-	95.88
	Interest on TDS	11.99	28.96
	Interest on GST	0.06	-
	Loan Processing Fee	9.08	-
	Bill Discounting Charges	2.90	-
	Net gain/loss on foreign currency transactions and translation	(58.75)	6.27
		27.83	153.49

26	Other Expenses	As at 31st March, 23 In Rs. Lakhs	As at 31st March, 22 In Rs. Lakhs
	Communication expenses	1.20	0.90
	Rental expense	29.84	57.15
	Rates and taxes	6.86	8.84
	Printing and Stationery	2.35	1.33
	Entertainment expenses	12.02	21.26
	Bank Charges	7.71	1.32
	Filing fees	1.92	0.08
	Parking fees	2.63	2.91
	Payment to Auditors	-	-
	- Statutory Audit fee	10.00	5.00
	- Tax audit fee	2.50	0.25
	Membership and subscription	2.01	25.77
	Professional Charges	117.05	515.48
	Travelling, Boarding & lodging expenses	109.20	19.52
	Vehicle Maintenance	1.07	0.94
	Office Expenses	0.51	0.39
	Repairs & Maintenance	6.11	7.75
	Books and Periodicals	0.98	0.93
	Miscellaneous Expenses	10.21	12.54
	Vehicle Insurance	0.01	0.14
	Electricity Charges	6.56	3.08
	Application and Assignment Fee	0.10	4.38
	Advertisement Expenses	21.15	38.54
	Discount	2.28	-
	Software Subscription	91.33	-
		445.60	728.50

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AFCOM HOLDINGS LIMITED
(Formerly known as AFCOM Holdings Private Limited)

Note No - 27 - Ratio analysis

S.No	Particulars	As at 31.03.2023	As at 31.03.2022	Variance	Remarks
1	Current ratios (times) [Current Assets / Current Liabilities]	7.43	8.01	-7.31%	Less than 25%
2	Net Debt / Equity Ratio (times) [(Total borrowing - Cash) / Equity]	0.00	0.00	-100.00%	Because the company repaid long term borrowings
3	Debt Service Coverage Ratio (times) [Earnings before Interest, Tax and Exceptional Items / (Interest Expense + Principal repayments of long term loan made during the period excluding prepayment)]	0.01	7.89	-99.86%	Because the company repaid long term borrowings
4	Return on Equity (%) [Net Profit after tax / Average shareholders equity]	37.35%	71.14%	-47.50%	Because of increase in the share capital
5	Inventory Turnover Ratio (times) [Annualised Cost of goods sold / Average Inventory]	NA	NA	NA	NA
6	Debtors Turnover ratio (times) [Annualised Turnover / Average Debtors]	5.65	6.02	-6.24%	Less than 25%
7	Trade Payable turnover ratio (times) [(Cost of Goods sold + Other expenses) / Average Trade payable]	41.95	50.74	-17.32%	Less than 25%
8	Net Capital Turnover ratio (times) [Net Sales / (Current Asset - Current Liabilities excluding current maturities of long term borrowing)]	1.40	2.24	-37.59%	Because the increase in sales
9	Net Profit ratio (%) [Profit after tax / Turnover]	16.23%	15.92%	1.96%	Less than 25%
10	Return on Capital Employed (%) [Earnings before Interest, Tax and Exceptional Items /Capital Employed]	25.69%	43.06%	-40.33%	Because of increase in the share capital
11	Return on Investment (%) [Income generated from invested funds / Average invested funds.]	NA	NA	NA	NA



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Notes to Financial Statements

General Information about the business

M/s Afcom Holdings Private Limited (“the Company”) was incorporated on 15th February 2013 having its registered office at 2, LIC Colony, Dr. Radhakrishnan Nagar, Thiruvamiyur, Chennai – 600041. The Company changed its name from Afcom Holdings Private Limited to Afcom Holdings Limited vide approval received from the Registrar of Companies, Chennai on 11th July 2023. The Company is primarily engaged in business of providing end-to-end cargo solutions and is a cargo airline operator.

1. Significant Accounting Policies and other notes

A. Basis of Preparation of Financial Statements:

The financial statements have been prepared and presented in accordance with the Generally Accepted Accounting Principles in India (IGAAP) and comply with the mandatory Accounting Standards as specified in the Companies (Accounting Standards) Rules 2021, other pronouncements of the Institute of Chartered Accountants of India and the provisions of Companies Act, 2013, to the extent applicable.

B. Current / Non-Current Classification:

Based on the nature of activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

Any asset or liability is classified as current if it satisfies any of the following conditions:

- a) the asset/liability is expected to be realised/settled in the Company's normal operating cycle;
- b) the asset is intended for sale or consumption;
- c) the asset/liability is held primarily for the purpose of trading;
- d) the asset/liability is expected to be realised/settled within twelve months after the reporting period;
- e) the asset is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for atleast twelve months after the reporting date;
- f) in the case of a liability, the Company does not have an unconditional right to defer settlement of the liability for atleast twelve months after the reporting date.

All other assets and liabilities are classified as non-current.

C. Use of Estimates:

The preparation of financial statements in conformity with IGAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure relating to contingent assets and contingent liabilities as on the date of the financial statements and the reported amounts of income and expenses during the period. Differences between actual results and estimates are recognized in the periods in which the results are known / materialize



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D. Property plant and equipment:

All property, plant and equipment are stated at the cost of acquisition or construction less accumulated depreciation, amortization and impairment if any. Cost includes purchase price, taxes and duties, labour cost and directly attributable overheads incurred up to the date the asset is ready for its intended use net of cost reimbursed if any. However, cost excludes Goods and Services Tax to the extent credit of the tax is availed of.

Such assets are classified to the appropriate categories of property, plant and equipment when completed and ready for its intended use. Property, plant and equipment not ready for the intended use, on the date of Balance sheet, are disclosed as "Capital work-in progress".

E. Depreciation:

Depreciation on property, plant and equipment is charged over the useful life of the assets on the straight line method in accordance with Schedule II of the Companies Act, 2013. Where a significant component (in terms of cost) of an asset has an economic useful life shorter than that of its corresponding asset, the component is depreciated over its shorter life. Depreciation on additions is being provided on pro rata basis from the date of such additions. Depreciation on assets sold, discarded or demolished during the year is being provided upto the date in which such assets are sold, discarded or demolished. Depreciation in respect of property, plant and equipment costing less than Rs. 5,000/- is provided at 100%.

F. Intangible assets:

Intangible assets with finite useful lives that are acquired separately and the estimated useful life is more than one year, is capitalized and carried at cost less accumulated amortization and accumulated impairment losses.

The intangible assets are amortized on straight line basis over its useful life. The useful life of the Intangible assets are reviewed annually with respect to estimates and changes if any are, being accounted for on a prospective basis.

G. Impairment:

At each Balance Sheet date, the Company ascertains whether there is any impairment of the fixed / intangible assets based on internal / external factors. An impairment loss is recognized, wherever the carrying amount of the assets exceeds its recoverable amount. Any such impairment loss is recognized by charging it to the Profit and Loss Statement.

H. Inventory:

Cost of inventories have been computed to include all costs of purchases, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Stores, packing material and tools are valued at lower of cost arrived at on First-In First-Out (FIFO) basis or net realizable value.

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I. Foreign Currency Transactions

Transactions in foreign currencies are initially recorded at their respective functional currency (i.e. Indian rupee) spot rates at the date the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognized in the statement of profit and loss.

J. Accounting for Leases:

The Company accounts for finance lease and operating lease transactions entered into in accordance with Accounting Standard – 19 “Leases”. The Company during the year, had taken 2 aircrafts on wet lease. The said lease is treated as an “Operating Lease” in terms of requirements of Accounting Standard – 19 and accordingly the entire lease payments has been treated as expenditure and debited to the profit & loss statement.

K. Earnings Per Share:

The Company reports basic and diluted earnings per share in accordance with Accounting Standard 20 on “Earnings per Share” issued by the Institute of Chartered Accountants of India. Basic earnings per share are computed by dividing the net profit or loss after tax attributable to equity shareholders for the period by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, net profit or loss after tax attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares outstanding during the period as adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.

Earnings per share is calculated by dividing the profit attributable to the shareholders by the number of equity shares outstanding as at the close of the year.

(In Rs.)

Particulars	2022-23	2021-22
Basic Earnings per Share of Rs.10 each:		
Profit/(Loss) after tax (in Rs.)	13,69,58,517	7,73,28,798
Number of Shares*	1,48,55,145	24,98,776
Basic & Diluted Earnings per Share (in Rs.)	9	31

*Weighted average number of shares

L. Contingent Liabilities:

Contingent Liabilities as defined in Accounting Standard 29 on “Provision, Contingent Liabilities and Contingent Assets are disclosed by way of notes to account. Provision is made if it becomes probable that an outflow of future economic benefits will be required for an item previously dealt with as a contingent liability.

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M. Taxes on Income:

Current tax expense comprises of both current as well as deferred taxes. 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 including the tax payable under section 115JB, if any, in respect of taxable income for the year.

Deferred tax is recognized, on timing difference, being the difference between taxable incomes and accounting income that originates in one period and are capable of reversal in one or more subsequent periods.

Deferred tax assets and liabilities are measured based on the tax rates that are expected to be applied in the period when asset is realized or the liability is settled, based on tax rates and tax laws that have been enacted or substantially enacted by the Balance Sheet date.

Amount in Rs.

Particulars	As at	As at
	31.03.2023	31.03.2022
Opening Balance of Deferred tax assets/(liabilities)	(9,077)	49,776
Add: Deferred tax (expense)/income for the year	2,30,328	(58,852)
Closing Balance of Deferred tax assets/(liabilities)	2,21,251	(9,077)

N. Additional regulatory requirements

- i. The Company does not hold any immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) whose title deeds are not in the name of the Company.
- ii. the Company has not revalued its Property, Plant and Equipment (ref note 1.D).
- iii. Company has not granted Loans or Advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person during the year, that are:
 - (a) repayable on demand; or
 - (b) without specifying any terms or period of repayment

iv. Capital work in progress

CWIP	Amount of (in Rs.) CWIP for a period of			
	Less than 1 year	1-2 years	2-3 years	More than 3 years
Projects in Progress	12,22,03,888/-	-	-	-
Projects Temporarily Suspended	-	-	-	-
Total	12,22,03,888/-	-	-	-



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- v. The Company does not have any intangible assets under development as at the year then ended.
- vi. No proceeding has been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- vii. The Company does not have borrowings from banks or financial institutions on the basis of security of current assets during the financial year.
- viii. The Company has not been declared as a willful defaulter by any bank or financial institution or other lender and has been regular in satisfying its dues outstanding to banks.
- ix. The Company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956
- x. The Company does not have any charges or satisfaction yet to be registered with Registrar of Companies (ROC) beyond the statutory period.
- xi. The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- xii. **Ratios:**
Refer note 27 to the Financial statements for disclosure relating to Ratios.
- xiii. No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013 during the financial year.
- xiv. **Utilization of Borrowed funds and share premium**
 - a. The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kinds of funds) to any other persons or entities, including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall,
 - i. 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
 - ii. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
 - b. The Company has not received any fund from any person or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall,
 - iii. 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

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- iv. provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

The provisions of the Foreign Exchange Management Act, 1999 (42 of 1999) and Companies Act has been complied with the transactions of the Company during the period / year and the transactions are not violative of the Prevention of Money-Laundering act, 2002 (15 of 2003).

xv. Corporate Social Responsibility

Particulars	Details
Amount required to be spent by the Company during the Year	Rs. 26,135
Amount of expenditure incurred during the year	Rs. 26,135
Shortfall at the end of the year	Nil
Total of Previous year's shortfall	Nil
Reason for Shortfall	Not applicable
Nature of CSR Activities	Amount contributed to PM CARES Fund as per Point (viii) of the Schedule VII to the Companies Act, 2013

- xvi. During the current and previous year, the Company has not traded or invested in Crypto / Virtual Currency.

O. Other Notes:

- i. Payment to Statutory and Branch Auditors represents the following: -

Particulars	2022-23	2021-22
Towards Statutory Audit Fees	Rs. 10,00,000/-	Rs.5,00,000/-
Towards Tax Audit Fees	Rs. 2,50,000/-	Rs. 25,000/-
Total	Rs. 12,50,000/-	Rs.5,25,000/-

- ii. The Company has not received any information from suppliers or service providers, whether they are covered under the "Micro, Small and Medium Enterprises (Development) Act, 2006". Disclosure relating to amount unpaid at the year end together with interest payable, if any, as required under the said Act are not ascertainable.
- iii. No confirmation was obtained for various debit/credit balances included in the Balance Sheet. However, in the opinion of the Board of Directors, the Current Assets, will have value on realization not less than the value at which they are stated on the Balance Sheet.

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iv. Related Party Transactions:

As per the Accounting Standard 18 on "Related Party Disclosures" issued by the Institute of Chartered Accountants of India, the disclosures of transactions with the related parties of the Company are as follows:

v. Related party and their relationship:

a. Directors of the Company:

- (i) Mr. Deepak Parasuraman (Whole-time director)
- (ii) Mr. Jaganmohan Manthena (Whole-time director)
- (iii) Mr. Kannan Ramakrishnan (Executive director)
- (iv) Mr. Lalit Gupta (Non-executive director)

b. Enterprises in which KMPs are interested

- (i) M/s. FLY SBS Aviation Private Limited.
- (ii) M/s. Chryseum Corporate Services Private Limited
- (iii) M/s. AAR Indamer Technics Private Limited
- (iv) M/s. Flyaster Aviation Private Limited
- (v) M/s. Shreshtha Business Solutions LLP

Transaction with related parties:

(Amount in Rs.)

Particulars	Referred in (a) above	Referred in (b) above	Shareholders
Procurement of Services/Payment of Salary	Rs. 90,00,000/-	Rs. 4,75,500/-	-
Service Income	-	Rs. 1,19,62,795/-	-
Outstanding Balance Payable	-	-	Rs. 10,39,455/-
Outstanding Balance Receivable	Rs.12,26,461/-	Rs. 5,06,71,230/-	Rs. 37,84,000/-

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D.P. *S. Sreka*

- vi. Previous year's figures have been regrouped/ reclassified according to current year's classification for comparison purpose.
- vii. The figures have been rounded off to the nearest Lakh rupees, unless otherwise specified.

**Vide our report of even date
For Guru & Ram LLP
Chartered Accountants
Firm Registration No: 009723S/S200039**



**L. Bhadri
Partner
Membership No. 026463
UDIN: 23026463BGVPLA1592**

**Place: Chennai
Date: 29.09.2023**

**For Afcom Holdings Limited
(Formerly Known as Afcom Holdings Private Limited)**

**Director
Deepak Parasuraman
DIN: 00699855**

**Place: Chennai
Date: 29.09.2023**

**Director
Kannan Ramakrishnan
DIN: 08202306**

**Place: Chennai
Date: 29.09.2023**

**Company Secretary
Sneka Seshadri
Membership No: A41789
Place: Chennai
Date: 29.09.2023**