

34th
ANNUAL REPORT
OF
STARLITE
COMPONENTS
LIMITED

STARLITE COMPONENTS LIMITED F.Y. 2024-2025

<u>ANNUAL REPORT 2023-2024</u>	
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STARLITE COMPONENTS LIMITED F.Y. 2024-2025

CORPORATE INFORMATION

DIRECTORS AND KEY MANAGERIAL PERSONNEL

<u>NAME OF THE DIRECTOR</u>	<u>DESIGNATION</u>
Mr. Prabhu Shankarappa Biradar	Managing Director, Chairperson
Mr. Mahesh Bhagwandas Bakliwal	Non-Executive Independent Director
Mr. Mohit Gurnani	Non-Executive Independent Director
Mr. Simoli Kalpesh Raval	Non-Executive Independent Director
Mr. Satish Wamane	Chief Financial Officer (Appointed w.e.f 11/03/2021)
Ms. Sanskriti Agarwal	Company Secretary & Compliance Officer

**Starlite Components Limited is under Corporate Insolvency Resolution Process (CIRP) of the Insolvency and Bankruptcy Code 2016 (IBC) in terms of Order passed by the Hon'ble National Company Law Tribunal (NCLT), Mumbai Bench with effect from 29th January, 2020. CA Naren Sheth (IBBI-IPA-001/IP-P00133/2017-18/10275) is appointed as Interim Resolution Professional by NCLT vide its Order dated 29th January, 2020. Pursuant to the publication of the Appointment Order and in accordance with the provisions of the Code, the powers of the Board of Directors of the Company stand suspended and the same have been vested with and are being exercised by the Interim Resolution Professional.*

With reference to order dated 14th March, 2024, the Hon'ble National Company Law Tribunal (NCLT), Mumbai Bench has approved the resolution Plan of the Company and power of the Board of Directors vest with and are being exercised by Monitoring Committee.

Statutory Auditors

M/S. Sharp Aarth & Co LLP Chartered Accountants 68, 6th Floor, Business Bay, Shri. Harikuthe Marg, Tidke Colony, Nashik (MH) -422002.

Registrar & Share Transfer

**Link Intime India Pvt. Ltd,
1st Floor, C-101, 247 Park, LBS Marg, Vikhroli West, Mumbai, Maharashtra, 400083**

Secretarial Auditor

**M/S. Bhanu Pratap & Associates,
Company Secretaries, Lucknow**

STARLITE COMPONENTS LIMITED F.Y. 2024-2025

Registered Office

**Plot No. F-108, MIDC Area, Satpur,
Nashik-422007, IN.**

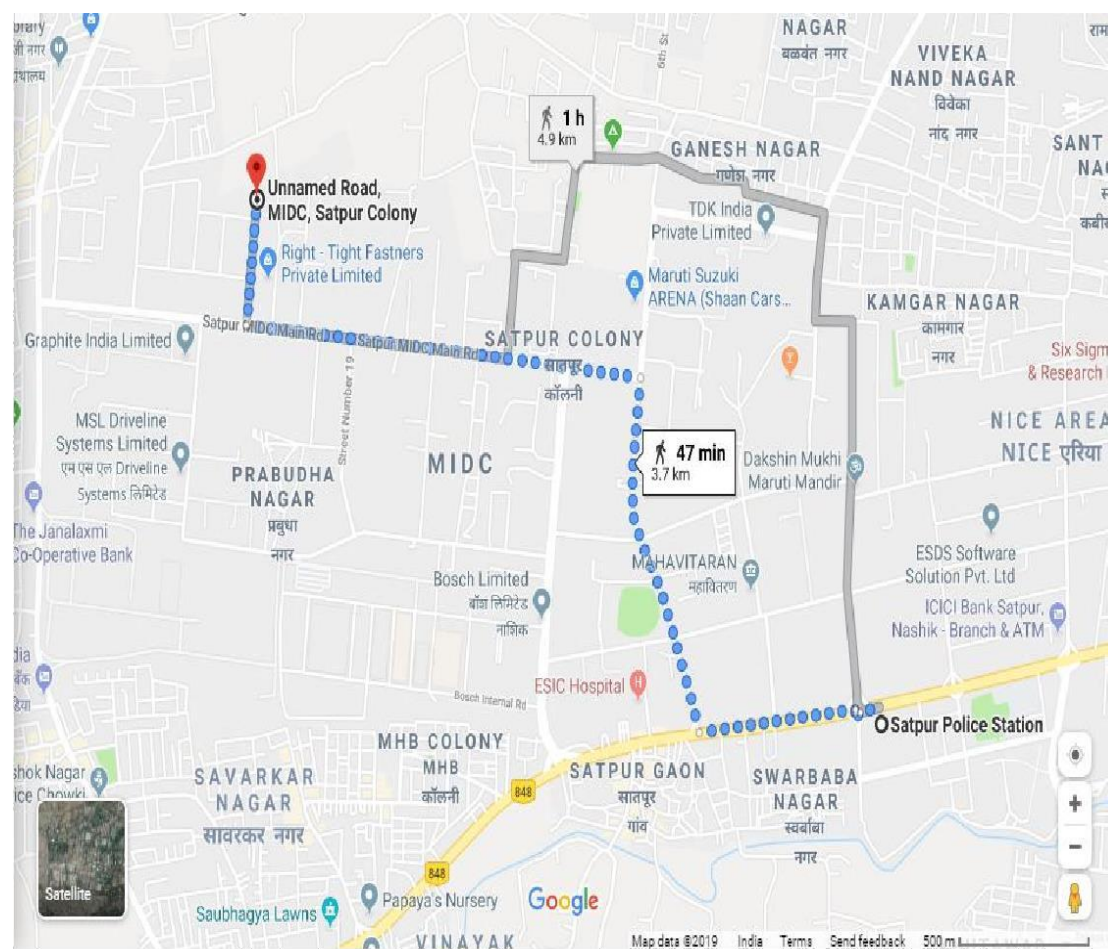
CIN

L31200MH1991PLC063980

Name Of Bankers

**CITI Bank
ICICI Bank Ltd.
State Bank Of India
HDFC Bank Ltd.**

ROUTE MAP FOR ANNUAL GENERAL MEETING FOR FINANCIAL YEAR 2024-25



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NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT THE THIRTY FOURTH ANNUAL GENERAL MEETING (34th AGM) OF THE MEMBERS OF STARLITE COMPONENTS LIMITED (COMPANY) IS SCHEDULED TO BE HELD ON MONDAY, SEPTEMBER 29, 2025 AT 04:00 P.M. AT PLOT NO. F-108, MIDC AREA, SATPUR, NASHIK- 422007, TO TRANSACT THE FOLLOWING BUSINESSES:-

ORDINARY BUSINESS:

1) To consider and adopt the Audited Financial Statement of the Company for the financial year ended March 31, 2025 along with the reports of Board of Directors and the Auditors thereon for the financial year ended March 31, 2025.

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

“RESOLVED THAT the audited financial statements of the Company for the financial year ended March 31, 2024 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and are hereby considered and adopted.”

2) Appointment of Secretarial Auditor of the Company

To consider and approve the appointment of Yash Sagar Srivastava, Practicing Company Secretary as Secretarial Auditor of the Company effective from 01 April 2025 to 31 March 2026 and in this regard, pass the following resolution as an **Ordinary Resolution**:

“RESOLVED THAT pursuant to the provisions of Section 204 of the Companies Act, 2013, and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, read with Regulation 24A of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, including any statutory modification(s) or re-enactment(s) thereof for the time being in force and based on the recommendation of the Audit Committee and approval of the Board of Directors of the Company, Yash Sagar Srivastava, Practicing Company Secretaries (Membership No, A52240, C.P. No. 20419), be and is hereby appointed as the Secretarial Auditors of the Company, for a financial year commencing from 01 April 2025 till 31 March 2026, at such terms and conditions as detailed in the explanatory statement annexed hereto.

RESOLVED FURTHER THAT the Board of Directors, on the recommendation of Audit Committee be and are hereby authorised to finalise and fix the remuneration of the Secretarial Auditors as may be mutually agreed and to do all such acts, deeds, matters and things as may be necessary, incidental or ancillary to the foregoing resolution.

RESOLVED FURTHER THAT the Board of Directors of the Company (including its Committee thereof), be and is hereby authorised to delegate all or any of the powers to any officer(s)/authorised representative(s) of the Company to do all acts, deeds and things and

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take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

3) Any other matter as considered necessary.

Date: September 06,2025

Place: Nasik

Registered

Office:Plot No.F-

108, MIDC Area, Satpur, Nashik-

422007

***For and On Behalf of Board of Directors of
Starlite Components Limited)***

SD

Prabhu

Shankarappa

Biradar ,

Director

STARLITE COMPONENTS LIMITED F.Y. 2024-2025

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THIS MEETING IS ALSO ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. Under the Companies Act, 2013, voting is by a show of hands unless a poll is demanded by a member or members present in person, or by proxy, holding at least one-tenth of the total shares entitled to vote on the resolution or by those holding paid-up capital of at least Rs. 500,000. A proxy shall not vote except on a poll. The instrument appointing the proxy must be deposited at the registered office of the Company not less than 48 hours before the commencement of the meeting.
2. Every member entitled to vote at the Annual General Meeting of the Company can inspect the proxies lodged at the Company at any time during the business hours of the Company during the period beginning twenty-four hours before the time fixed for the commencement of the Annual General Meeting and ending on the conclusion of the meeting. However, a prior notice of not less than 3 (three) days in writing of the intentions to inspect the proxies lodged shall be required to be provided to the Company.
3. The Company has notified closure of Register of Members and Share Transfer Books from, **Tuesday, September 23, 2025 to Monday, September 29, 2025 (both days inclusive)** for convening the Annual General Meeting of the Company.
4. Members are requested to bring their copy of the Notice at the time of attending the Annual General Meeting.
5. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their Demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.
6. Members who are holding shares in identical order of names in more than one folio are requested to send to the Company's Registrar and Transfer Agent, Universal Capital Service Private Limited, Mumbai, details of such folio together with the share certificates for consolidating their holding in one folio. The share certificates will be returned to the Member/s after making requisite changes thereon.
7. Non-resident Indian Shareholders are requested to inform the Company immediately:
8. Change in residential status on return to India for permanent settlement.
9. Particulars of bank account maintained in India with complete name, branch, branch code, account type, account number and address of bank, if not furnished earlier.
10. Copy of Reserve Bank of India permission.
11. Members holding shares in physical form are requested to advise immediately change in their address, if any, quoting their folio number(s) to the Registrar & Share Transfer Agent of the Company.

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12. Members holding shares in the electronic form are requested to advise immediately change in their address, if any, quoting their Client ID number, to their respective Depository Participants.
13. **Members may avail dematerialization facility by opening Demat Accounts with the Depository Participants of either National Securities Depository Limited or Central Depository Services (India) Limited and get the equity share certificates held by them**
14. Members desirous of getting any information in respect of accounts of the Company and proposed resolutions, are requested to send their queries in writing to the Company at its registered office at least 7 days before the date of the meeting, so that the required information can be made available at the meeting.
15. Corporate members intending to send their authorized representative to attend the meeting are requested to send to the Company, a certified true copy of the Board resolution authorizing their representative to attend and vote on their behalf at the meeting.
16. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company/Registrar & Share Transfer Agent i.e. M/s Universal Capital Services Private Limited, Mumbai.
17. Members may also note that the Notice of the Annual General Meeting will also be available on the Company's website: www.starlitecomponents.com for their download. The physical copies of the aforesaid documents will also be available at the Company's Registered Office for inspection during normal business hours on working days. Even after registering for e-communication, members are entitled to receive such communication in physical form, upon making a request for the same, by post free of cost. For any communication, the shareholders may also send requests to the Company's investor email id: investor@starlitecomponents.com

Date: September 06, 2025

Place: Nasik

**Registered
Office: Plot No. F-
108,
MIDC Area,
Satpur, Nashik-
422007**

**For and On Behalf of Board of Directors of
Starlite Components Limited**

**Sd/-
Prabhu
Shankarappa
Biradar ,
Director**

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DIRECTORS REPORT

**TO
THE MEMBERS,
STARLITE COMPONENTS LIMITED**

The Resolution Professional has pleasure in presenting the 34th Annual Report on the business and operations of the Company together with the Audited Statement of Accounts for the financial year beginning from **1st April, 2024** and ended on **31st March, 2025**.

INITIATION OF CORPORATE INSOLVENCY RESOLUTION PROCESS (CIRP):

Starlite Components Limited is under Corporate Insolvency Resolution Process (CIRP) of the Insolvency and Bankruptcy Code 2016 (IBC) pursuant to terms of Order passed by the Hon'ble National Company Law Tribunal (NCLT), Mumbai Bench with effect from 29th January 2020. CA Naren Sheth was appointed as Interim Resolution Professional by NCLT vide its Order dated 29th January 2020. Its affairs, business and assets are being managed by the Interim Resolution Professional CA Naren Sheth who was appointed vide order dated 29 January 2020 by Hon'ble NCLT, Mumbai Bench.

The NCLT vide an order has appointed Mr. Naren Sheth as the Interim resolution professional for the CIRP of the Starlite Components Limited. Further, First CoC meeting held on 3rd March, 2020 in which Committee appointed Mr. Naren Sheth having IP Registration No "IBBI/IPA-001/IP-P00133/2017-18/10275" as the Resolution Professional with unanimous votes.

Pursuant to the ongoing CIRP process of the Company, CoC has unanimously approved Resolution Plan received from Solar Coper Limited ("Resolution Applicant") in the 4th CoC Meeting held on January 01, 2021. The company has submitted the CoC approved Resolution Plan to the Adjudicating Authority Hon'ble NCLT for its approval. The Resolution Plan for the revival of the Company submitted by Resolution Applicant pursuant to provisions of Insolvency and Bankruptcy Code 2016 has been approved by the National Company Law Tribunal, Mumbai ("NCLT") vide its Order dated March 14, 2024 (Order No. I.A. 1130/2021 IN C.P. No. IB- 3550/MB/2019)("the Order").

Under Section 17 of the Insolvency & Bankruptcy Code:

- a. The management of the affairs of the company shall vest in the Interim Resolution Professional.
- b. The powers of the Board of Directors shall stand suspended and be exercised by the Interim Resolution Professional.

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- c. The officers and managers of the company if any shall report to the Interim resolution professional and provide access to such documents and records of the company as may be required by the Interim Resolution Professional.

The financial institutions maintaining accounts of the company shall act on the instructions of the Interim Resolution Professional in relating to such accounts furnish all information relating to the company available with them to the Interim Resolution Professional.

FINANCIAL HIGHLIGHTS:

The financial performance of the Company for the Financial year ended on **31st March 2025** is summarized below:

PARTICULARS	CURRENT YEAR (2024-25)	PREVIOUS YEAR (2023-24)
Revenue from operations	475.43	313.40
Other income	1.34	1.45
Total Income	476.77	314.85
Finance expenses	0.06	0.48
Depreciation	2.26	40.06
Total Expenses	481.76	289.57
Profit/(Loss) Before Tax	-4.99	25.48
Less: Current Tax	-	-
Less: Deferred Tax Liability	0.60	-
Profit/(Loss) after Tax	-5.59	1035.97

STATE OF COMPANY'S AFFAIRS AND FUTURE OUTLOOK:

Due to tightened market conditions and slump in the sales of the products of the company over the period of time there has been a considerable increase in the turnover of the Company.

The balance sheet is showing Net Profit due to approval of Resolution plan by the Hon'ble NCLT.

DIVIDEND:

In order to conserve resources for operational purposes and for further expansion of the business, your Directors have not recommended any dividend on the equity shares for the year under review.

CHANGE IN NATURE OF BUSINESS:

During the Period under review, there were no changes in nature of business of the

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company in the Financial Year 2024-25. Rather, the company did not do any business because it was in CIRP.

CHANGES IN SHARE CAPITAL:

At present the securities of the Company are listed on BSE Limited and the Shares of the Company were placed in Z category by BSE Limited.

During the year under review, the Authorized Share Capital of the Company was 1,80,00,000 Equity Shares of Rs.10/- each amounting to Rs.18,00,00, 000/-Subscribed, Issued and Paid up Capital of the Company was 1,71,00,000 Equity Shares of Rs.10/- amounting to Rs.17,10,00,000/-.

DEPOSITS:

The company has not accepted any Deposits under Section 73 of the Companies Act, 2013 read with The Companies (Acceptance of Deposits) Rules, 2014. Neither, any deposit of previous years is unpaid or unclaimed during the financial year.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

During the period under review, CIRP process was initiated by the NCLT, Mumbai bench vide order dated 29th January, 2020 and during the year the business of the company was adversely effected and the financial position of the Company has affected due to no business activity.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

The details of significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and company's operations in future are already provided under the Auditor's Report, kindly refer the Auditor's report for details.

The Company is under Corporate Insolvency Resolution Process (CIRP) of the Insolvency and Bankruptcy Code 2016 (IBC) in terms of Order passed by the Hon'ble National Company Law Tribunal (NCLT), Mumbai Bench with effect from January 29th, 2020.

M/s. Shree Enterprises one of the Operational Creditor had filed an application with Hon'ble NCLT Mumbai for initiation of Corporate Insolvency resolution process against the Company u/s.9 of the Insolvency and Bankruptcy Code, 2016. The Hon'ble NCLT Mumbai after hearing the application vide its order dated 29/01/2020 admitted the application of the said operational creditor for initiation of Corporate Insolvency resolution process (CIRP) and has appointed CA Naren Sheth (Reg. No. Registration No.IP/P- 00133- IBBI/IPA-

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0013113- 1300133/2017-2018/10275) as Interim Resolution Professional (IRP).

Pursuant to the ongoing CIRP process of the Company, CoC has unanimously approved Resolution Plan received from Solar Coyer Limited ("Resolution Applicant") in the 4th CoC Meeting held on January 01, 2021. The company has submitted the CoC approved Resolution Plan to the Adjudicating Authority Hon'ble NCLT for its approval. The Resolution Plan for the revival of the Company submitted by Resolution Applicant pursuant to provisions of Insolvency and Bankruptcy Code 2016 has been approved by the National Company Law Tribunal, Mumbai ("NCLT") vide its Order dated March 14, 2024 (Order No. I.A. 1130/2021 IN C.P. No. IB- 3550/MB/2019)("the Order").

PERFORMANCE AND FINANCIAL POSITION OF EACH OF THE SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENT:

The company has not any joint ventures/ wholly-owned subsidiaries. However, the Company has Associate Named as Solar Coyer Limited (CIN:U21098MP1976PLC001379) is the parent company holds 28.71% shares in the Company.

EXTRACT OF THE ANNUAL RETURN:

Pursuant to the provisions of Section 92(3) of the Companies Act, 2013, every company shall place a copy of the annual return on the website of the Company, if any, and the web-link of such annual return shall be disclosed in the Board's Report. Since, your Company is not required to maintain a website therefore there is no need to place/publish the same.

CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

The details of Energy, Technology, Absorption, Foreign Exchange Earnings and Outgo are as under:

a) Conservation of Energy:

Steps taken for conservation	NIL
Steps taken for utilizing alternate sources of energy	NIL
Capital investment on energy conservation equipment's	NIL

b) Technology Absorption:

Efforts made for technology absorption	NIL
Benefits derived	NIL
Expenditure on Research & Development, if	NIL

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any	
Details of technology imported, if any	NIL
Year of import	NIL
Whether imported technology fully absorbed	NIL
Areas where absorption of imported technology has not taken place, if any	NIL

c) Foreign Exchange Earnings/ Outgo:

INR.

Earnings	0.00
Outgo	0.00

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

During the period under review, the company has not made any related party transactions with related parties as per Accounting Standard -18 and sub-section (1) of section 188 of the Companies Act, 2013.

RISK MANAGEMENT POLICY:

The Company does not have written Risk Management Policy as the elements of risk threatening the Company's existence is very minimal as the Company is being managed and closely supervised by Resolution Professional, the National Company Law Tribunal ("NCLT") and the NCLT, Mumbai, vide order dated 29th January, 2020 ("Insolvency Commencement Order") had initiated Corporate Insolvency Resolution Process ("CIRP") against your Company, based on petition filed by the Operational Creditor under Section 9 of the Insolvency and Bankruptcy Code, 2016 ("the Code"). The Company has not identified any element of risk which may threaten the existence of the Company.

DIRECTORS:

a) Changes in Directors and Key Managerial Personnel:

The details of Directors, Key Managerial Personnel of the Company as at 31st March, 2025 are as follows:

<i>Sr. No.</i>	<i>Name of Director</i>	<i>DIN</i>	<i>Date of Appointment</i>
1.	Mahesh Bhagwandas Bakliwal*	00173691	26/12/2024
2.	Prabhu Shankarappa Biradar*	08871166	26/12/2024
3.	Mohit Gurnani*	10231994	26/12/2024
4.	Simoli Kalpesh Raval*	10350999	26/12/2024

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INDEPENDENT DIRECTORS' DECLARATION

The Independent Directors of Company have confirmed and declared that they are not disqualified to act as Directors and fulfill the conditions and possess necessary qualifications as applicable to Independent Directors in compliance with the provisions of Section 149 of the Companies Act, 2013. The Board is also of the opinion that the Independent Directors fulfill all the conditions specified in the Companies Act, 2013 making them eligible to act as Independent Directors.

The Company has received declarations from all these Independent Directors confirming that they meet with the criteria of independence prescribed under sub-section (6) of Section 149 of the Companies Act, 2013 read with the Schedules and Rules issued thereunder.

PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS UNDER SECTION 186 THE COMPANIES ACT, 2013:

The Company has not granted any loans or given guarantees – directly or indirectly to directors or any other person in whom directors are interested in contravention of Section 185 of the Companies Act, 2013. Accordingly, compliance under Section 185 and 186 of the Act in respect of providing securities is not applicable to the Company.

MANAGERIAL REMUNERATION:

No Managerial Remuneration is required to be disclosed in Board's Report as per Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

STATUTORY AUDITORS:

The Members of the Company at their 31st AGM held on September 26, 2022 have approved the appointment of M/s. Sharp Aarth & Co. LLP, Chartered Accountants, (Firm Registration No. 132748W) as the Statutory Auditor of the Company for a period of 5(Five) consecutive year from the conclusion of the 31st AGM till the conclusion of 36th AGM of the company on such remuneration as may be mutually agreed by the Board and the Auditor.

The requirement to place the matter relating to appointment of Auditors for ratification by members at every Annual General Meeting is done away by Companies Amendment Act, 2017 vide notification dated May 7, 2018 issued by the Ministry of Corporate Affairs, New Delhi. Accordingly, no resolution is proposed for ratification of the appointment of Auditors, who were appointed in the Annual General Meeting, held on.

M/s. Sharp Aarth & Co. LLP, Chartered Accountants, (Firm Registration No. 132748W), were appointed as the Statutory Auditors of the company in the 31st Annual General Meeting of the Company to hold the office upto the conclusion of 36th Annual General

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Meeting.

The Auditor's Report do not contain any qualifications, reservations, adverse remarks or disclaimer.

EXPLANATION OR COMMENTS BY THE BOARD OF DIRECTORS ON EVERY QUALIFICATION, RESERVATION OR ADVERSE REMARKS OR DISCLAIMER MADE BY THE AUDITOR IN THE AUDIT REPORT:

During the Financial Year, the Company was under CIRP and the Resolution Professional is unable to give any explanation on the qualification, reservation or Adverse Remarks or disclaimer made by the auditor in the Audit Report. However, audit report is itself explanatory to its qualification, reservation or Adverse Remarks or disclaimer.

SECRETARIAL AUDITORS:

The National Company Law Tribunal ("NCLT"), Mumbai, vide Order dated 29th January, 2020 ("Insolvency Commencement Order") had initiated Corporate Insolvency Resolution Process ("CIRP") against your Company.

The provisions of Section 204 of the Companies Act, 2013 are applicable to the Company. Mr. Naren Sheth, Resolution Professional of the Company had requested M/s Shivam Sharma & Associates, Company Secretary in Practice, for secretarial Audit and request was accepted by M/s Shivam Sharma & Associates, Company Secretary in Practice, therefore, the Resolution Professional had appointed M/s Shivam Sharma & Associates, Company Secretary in Practice, to conduct Secretarial Audit of the Company for the Financial Year 2023-24. The Secretarial Audit Report for the Financial Year ended March 31, 2024 is annexed herewith marked as **Annexure- I** to this Report.

DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS UNDER SUB-SECTION 12 OF SECTION 143 OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT:

There were no frauds reported by auditors under sub-section 12 of Section 143 other than those which are reportable to the Central Government.

DISCLOSURE IN RESPECT OF VOTING RIGHTS NOT EXERCISED DIRECTLY BY THE EMPLOYEES IN RESPECT OF SHARES TO WHICH THE SCHEME RELATES:

No disclosures are required in respect of voting rights not exercised directly by the employees in respect of shares to which the scheme relates.

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STATEMENT IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:

The term “**Internal Financial Controls**” means the policies and procedures adopted by the company 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.

But the Auditors have pointed out that 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 the changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

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 financial statements reported in paragraph and determining in the audit of the financial statements of the Company for the year ended March 31, 2024 and the material weaknesses do not affect our opinion on the Financial Statements of the Company.

The Management is of the opinion that the Company has adequate Internal Controls but it is needed to be further strengthened.

CORPORATE GOVERNANCE:

As per Regulation 34(3) read with Schedule V of the SEBI Listing Regulations, 2015, a separate section on corporate governance practices followed by the Company together with a certificate from the Practicing Company Secretary confirming compliance forms an integral part of this Report marked as **Annexure II**.

DIRECTORS RESPONSIBILITY STATEMENT:

The clause related to the Directors’ Responsibility Statement referred to in **clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013**, are not applicable to Company as during the tear the Company was under CIRP.

In pursuant to the provisions of the Section 17 of the IBC, 2016, the powers of the board of directors of the Company (“Board of Directors”) shall stand suspended and the same have been vested with and are being exercised by the Resolution Professional.

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CORPORATE SOCIAL RESPONSIBILITY COMMITTEE & (CSR) POLICY:

As per the criteria mentioned in **sub-section 1** of **Section 135** of **Companies Act, 2013**, the Company is not required to constitute CSR committee. Also, provisions relating to formulation of **CSR (Corporate Social Responsibility) Policy** are not applicable to the Company.

COMPOSITION OF THE AUDIT OF COMMITTEE

The Company fall in the provisions of **Section 177** of Companies Act, 2013. Hence requirement of constitution of Audit Committee is applicable on the Company. However, the company has not constituted any Audit Committee.

COMPOSITION OF THE NOMINATION AND REMUNERATION COMMITTEE

The Company fall in the provisions of **Section 178** of Companies Act, 2013. Hence requirement of constitution of Nomination and remuneration Committee is applicable on the Company. However, the company has not constituted any Nomination and remuneration Committee.

COMPOSITION OF THE STAKEHOLDER RELATIONSHIP COMMITTEE

The Company fall in the provisions of **Section 178** of Companies Act, 2013. Hence requirement of constitution of Stakeholder Relationship Committee is applicable on the Company. However, the company has not constituted any Stakeholder Relationship Committee.

ESTABLISHMENT OF VIGIL MECHANISM:

The Company fall in the provisions of **Section 177(9) & (10)** of Companies Act, 2013. Hence requirement of establishing a vigil mechanism i.e. whistle blower policy is applicable on the Company. However, the company has established vigil mechanism.

DISCLOSURES UNDER SEXUAL HARRASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The company is committed to provide a protective environment at workplace for all its women employees. To ensure that every woman employee is treated with dignity and respect and as mandated under —the sexual harassment of women at workplace (prevention, prohibition and redressal) act, 2013. The company has in place an anti-sexual

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harassment policy in line with the requirements of sexual harassment of women at workplace (prevention, prohibition and redressal) act 2013. An internal committee has been setup to redress the complaints received regarding sexual harassment at work place. The following is the summary of sexual harassment complaints received and disposed of during the current financial year.

Number of Complaints received: Nil

Number of Complaints disposed of: Nil

DEMATERIALIZATION OF SHARES:

Shareholders are requested to convert their physical holding to demat /electronic form through any of the depository participants to avoid any possibility of loss, mutilation etc. Of physical share certificates and also to ensure safe and speedy transaction insecurities.

VOLUNTARY REVISION OF FINANCIAL STATEMENTS OR BOARD'S REPORT:

No voluntary revision of Financial Statements or Board's report is needed.

ACKNOWLEDGEMENT:

Your company takes this opportunity to thank all the shareholders of the company for their continued support. Resolution professional wish to place on record their appreciation for the co-operation and support received from employees, staff and other people associated with the company and look forward for their continued support.

**For Starlite Components Limited
(Company under CIRP)**

Sd/-

**Mr. Prabhu Shankarappa Biradar,
Director**

STARLITE COMPONENTS LIMITED F.Y. 2024-2025

ANNEXURE-I

FORM NO. MR-3

SECRETARIAL AUDIT REPORT

For The Financial Year ended March 31, 2025

[Pursuant To Section 204(1) Of The Companies Act, 2013 And Rule No. 9 Of The Companies (Appointment And Remuneration Personnel) Rules, 2014]

To,

The Members,

Starlite Components Limited

Plot No. F-108, MIDC Area, Satpur,

Nashik, Maharashtra, 422007

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s **Starlite Components Ltd (CIN: L31200MH1991PLC063980)** (hereinafter called "the company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Resolution Professional and Board of Directors of The company and during the conduct of the Secretarial Audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2025 complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter. The physical Inspection or Verification of documents and records were taken to the extent possible.

The Present Audit Report also refers to certain events that occurred after the close of financial year ended 31st March 2025 to present fair view of the state of affairs of the Company however, the event that happened after the close of the financial year were not reviewed for the audit purpose.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2025 as provided by Resolution Professional and Board of Directors. According to the provisions of:

- 1) The Companies Act, 2013 (the Act) and the rules made thereunder;
- 2) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- 3) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

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- 4) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; - *(Not applicable to the company as there were no transactions relating to Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings during the financial year under review);*
- 5) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
- a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; *(not applicable as the company did not issue any security during the financial year under review)*
 - d) Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021: *(Not Applicable to the Company during the audit period)*
 - e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021: *(Not Applicable to the Company during the audit period)*
 - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; *(Not Applicable to the Company during the audit period)*
 - h) The Securities and Exchange Board of India (Buy-back of Securities) Regulation 2018; *(Not Applicable to the Company during the audit period)*
 - i) The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirement) Regulation, 2015

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India i.e. Secretarial Standards-1(Meeting of the Board of Directors) &

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Secretarial Standards-2 (General Meetings)

- (ii) The Listing Agreement entered into by the Company with BSE Limited, in compliance with SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015
- (iii) The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015

OTHER APPLICABLE LAW

- 1) The Insolvency And Bankruptcy Code, 2016 read with rules and Regulations made thereunder.

I have analyzed that due to the default in payment of outstanding dues to Shree Enterprises ("Operational Creditor"). The Operational Creditor approached to National Company Law Tribunal ("NCLT") and the NCLT, Mumbai, vide Order dated 29th January, 2020 ("Insolvency Commencement Order") had initiated Corporate Insolvency Resolution Process ("CIRP") against your Company, based on petition filed by the Operational Creditor under Section 9 of the Insolvency and Bankruptcy Code, 2016 ("the Code").

The NCLT vide an order has appointed Mr. Naren Sheth as the Interim resolution professional for the CIRP of the Starlite Components Limited. Further, First CoC meeting held on 3rd March, 2020 in which Committee appointed Mr. Naren Sheth having IP Registration No "IBBI/IPA-001/IP-P00133/2017-18/10275" as the Resolution Professional with unanimous votes.

In accordance with the provisions of the Code, the powers of the board of directors of the Company ("Board of Directors") stand suspended and the same have been vested with and are being exercised by the Resolution Professional Mr. Naren Sheth.

Pursuant to the ongoing CIRP process of the Company, CoC has unanimously approved Resolution Plan received from Solar Coper Limited ("Resolution Applicant") in the 4th CoC Meeting held on January 01, 2021. The company has submitted the CoC approved Resolution Plan to the Adjudicating Authority Hon'ble NCLT for its approval. The Resolution Plan for the revival of the Company submitted by Resolution Applicant pursuant to provisions of Insolvency and Bankruptcy Code 2016 has been approved by the National Company Law Tribunal, Mumbai ("NCLT") vide its Order dated March 14, 2024 (Order No. I.A. 1130/2021 IN C.P. No. IB- 3550/MB/2019)("the Order"). The company has submitted the certified copy of the order to BSE Limited on April 26, 2024; however, the order copy has not yet been submitted to the Registrar of Companies (ROC).

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines etc. mentioned above subject to the following observations.

I further report that during the audit period:

- 1) I have relied on the representations made by the Resolution Professional for systems and mechanisms formed by the Company for compliances under other laws and regulations applicable to the Company and have serious concerns

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about the compliance mechanism followed by the Company;

- 2) The Company has not appointed Whole Time Company Secretary which is required to be appointed pursuant to the provisions of Section 203 of Companies Act, 2013 and Regulation 6(1) of SEBI (Listing Obligation and Disclosure Requirement), 2015;
- 3) The Company has received email from BSE Limited imposing penalty for non-appointment of Whole Time Company Secretary in compliance with the provisions of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015, and consequently the shareholding of the Promoters have been freeze promoter by the Stock Exchange;
- 4) As per information received the provisions of Section 177 and 178 of Companies Act, 2013 read with the rules made there under, the company is required to constitute Audit Committee and Nomination & Remuneration Committee, but we have not received any documents with respect to this so we are unable to comment on constitution of Committees.
- 5) The website of the Company is not updated as per provisions of regulation 46 of SEBI (Listing Obligation and Disclosure Requirement), 2015, during the year under review;
- 6) M/s. Comet Filament Limited, Company promoted by the same Promoters, has not provided the Exit Offer to the shareholders of the Company within the stipulated period of time and thus has not complied with the provisions of SEBI Circular No. SEBI/HO/MRD/DSA/CIR/P/2017/92 dated August 1, 2018. Pursuant to the non compliance, actions specified under the said SEBI Circular were initiated against the reporting Company i.e. Starlite Components Limited and its Promoters & Directors;
- 7) The Company has obtained an approval from the members of the Company at the 26th Annual General Meeting for preferential allotment of shares to Promoter & Promoter Group for cash and pursuant to conversion of loans obtained from them. The Company has filed the application for In-Principal Approval to BSE Ltd, however, post initiation of CIRP proceedings against the Company w.e.f January 2020, the same is still in pending for approval;
- 8) The Board of Directors of the Company in their meeting held on September 28, 2018 decided to allot 6, 80, 005 Share Warrants at INR 54/- each, convertible into equity shares of the company, in line with special resolution passed in the Annual General Meeting of the Company held on September 28, 2017, without obtaining the In-Principle Approval of the Stock Exchange. However, the said allotment was later reversed in the books of the Company by the resolution passed by the Board of Directors in their meeting held on March 31, 2019. No

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intimation / disclosure / filing pertaining to the aforesaid transaction has been provided by the Company to Stock Exchange or to the Registrar of Companies, Mumbai, Maharashtra;

- 9) The Company has received email dated June 28, 2024 from SEBI pertaining to non-compliance with the provisions of Regulations 33 of SEBI LODR Regulations, 2015 for the quarter ended March, 2024. The Company has replied to the above SCN. As confirmed by the management, the Company has thereafter not received any communication from SEBI in this matter.
- 10) The Company had not provided e-voting facility to members in the previous AGM held for the FY 2023-24;
- 11) The Company has not appointed Internal Auditors as per the provision of Section 138 of the Companies Act, 2013 read with Rule No. 13 of Companies (Accounts) Rules, 2014;
- 12) There were instances where the Company have delayed in filing the disclosure / returns with the Stock Exchanges where the securities of Company are listed and Registrar of Companies, Mumbai, for which the Company has paid additional fees / penalties wherever necessary.
- 13) There are instances wherein the Company have delayed / not filed certain disclosures / returns in compliance with the SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015.
- 14) During the period under review, The Company has delayed the implementation of the Resolution Plan.
- 15) During the period under review, The Company has not complied the Provisions of Regulation 3(5) and 3(6) of the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 and it's showing 'SDD Non-Compliant' on the BSE Website.

This Report is to be read with our letter of even date which is annexed as **Annexure A** and forms an integral part of this Report.

For Bhanu Pratap Singh And Associates

Sd/-

M. No.: F13457; C.P. No.: 22144

UDIN: FO13457GO01194494

Peer Review No. 4781/2023

Place: Lucknow

Date: 06/09/2025

STARLITE COMPONENTS LIMITED F.Y. 2024-2025

Annexure A

(To the Secretarial Auditor's Report of Starlite Components Limited)

To,
The Members,
Starlite Components Limited

The Secretarial Audit Report of even date is to be read along with this letter.

- 1) Maintenance of Secretarial record is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on our audit.
- 2) I have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the Secretarial records. The verification was done on random test basis to ensure that correct facts are reflected in Secretarial records. I believe that the process and practices, I followed provide a reasonable basis of my opinion.
- 3) The correctness and appropriateness of the financial records and Books of accounts of the Company have not been verified.
- 4) Wherever required, I have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.
- 5) The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedure on random test basis.
- 6) The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

NOTE: It is stated that compliance of all the applicable provisions of the Companies Act 2013, is the responsibility of the management and Resolution Professional as now Company is under CIRP from dated 29th January, 2020. Resolution Professional had appointed our Firm to conduct Secretarial Audit only on the basis of document as itself RP have. So our examination of test check basis was limited to the procedures followed by the company for ensuring the compliance with the provision. We state that such compliance is neither an assurance as to the viability of the company nor the efficiency of effectiveness with which the management has conducted its affairs before initiating CIRP.

For Bhanu Pratap Singh And Associates

Sd/-

M. No.: F13457; C.P. No.: 22144

UDIN: FO13457GO01194494

Peer Review No. 4781/2023

Place: Lucknow

Date: 06/09/2025

STARLITE COMPONENTS LIMITED F.Y. 2024-2025

ANNEXURE-II

COMPLIANCE CERTIFICATE

[Pursuant to Regulation 34(3) read with Schedule V Para E of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

We have examined the compliance of conditions of Corporate Governance of M/s Starlite Components Ltd, having CIN L31200MH1991PLC063980 and having Registered Office at Plot No. F-108, MIDC Area, Satpur, Nashik, Maharashtra, 422007, for the financial year ended on March 31, 2025, as stipulated in the relevant regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time ("SEBI LODR, 2015").

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to a review of procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

The compliance of the conditions of Corporate Governance is the responsibility of the Management. My examination was limited to the review of procedures and implementation thereof, as adopted by the Company for ensuring compliance with conditions of Corporate Governance.

In my opinion and to the best of my information and according to the explanations given to me and the representations made by the Directors and the Management, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations, as applicable for the year ended on 31st March, 2025. But the company has delayed in the implementation of the resolution plan.

I further state that this certificate is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the Management has conducted the affairs of the Company.

For Bhanu Pratap Singh And Associates

Sd/-

M. No.: F13457; C.P. No.: 22144

UDIN: F013457G001194571

Peer Review No. 4781/2023

Place: Lucknow

Date: 06/09/2025

STARLITE COMPONENTS LIMITED F.Y. 2024-2025

ANNEXURE-III

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTOR'S

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To

The Members,

STARLITE COMPONENTS LIMITED

**Plot No. F-108, MIDC Area, Satpur,
Nashik, Maharashtra, 422007.**

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **STARLITE COMPONENTS LIMITED** having **CIN: L31200MH1991PLC063980** and having registered office: Plot No. F-108, MIDC Area, Satpur, Nashik, Maharashtra, 422007 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the **Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015**.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on **31st March, 2025** have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

<i>Sr. No.</i>	<i>Name of Director</i>	<i>DIN</i>	<i>Date of Appointment</i>
1.	Mahesh Bhagwandas Bakliwal*	00173691	26/12/2024
2.	Prabhu Shankarappa Biradar*	08871166	26/12/2024
3.	Mohit Gurnani*	10231994	26/12/2024
4.	Simoli Kalpesh Raval*	10350999	26/12/2024

* The previous directors resigned, and new directors were appointed to implement the Resolution Plan.

Ensuring the eligibility for the appointment/ continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Bhanu Pratap Singh And Associates

Sd/-

M. No.: F13457; C.P. No.: 22144

UDIN: F013457G001194571

Peer Review No. 4781/2023

Place: Lucknow

Date: 06/09/2025

INDEPENDENT AUDITOR’S REPORT

To The Monitoring Committee of Starlite Components Limited

Report on the Audit of the Standalone Financial Statements

Corporate Insolvency Proceedings as per Insolvency and Bankruptcy Code, 2016 (IBC)

The Hon’ble National Company Law Tribunal, Mumbai Bench (“NCLT”) admitted an insolvency and bankruptcy petition filed by an operational creditor against Starlite Components Limited (“the Company”) vide its order dated January 29, 2020, had ordered the commencement of the Corporate Insolvency Resolution Process (“CIRP”) in respect of the company under the provisions of the Insolvency and Bankruptcy Code, 2016 (“the Code”).

During the CIRP process, resolution plan of Solar Coper Limited (“Resolution Applicant”), has been approved by the Adjudicating Authority vide order dated March 14, 2024 (“NCLT Order”). As per the terms of Section 31 of the Code, the Approved Resolution Plan shall be binding on the Company, its employees, members, creditors, and other stakeholders involved in the Resolution Plan.

Qualified Opinion

We have audited the accompanying standalone financial statements of **Starlite Components Limited** (“the Company”), which comprise the Balance Sheet as at March 31, 2025, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including a summary of the 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, except for the possible effect of matters described in the Basis for Qualified Opinion section of our report, the aforesaid standalone financial statements give the information required by the Companies Act, 2013, as amended (“the Act”) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, (“Ind AS”) and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025 and its loss (including total comprehensive loss), its cash flows and the changes in equity for the year on that date.

Basis for Qualified Opinion

We draw attention to following notes to the accompanying standalone financial statements for the year ended March 31, 2025:

1. The Company was under the Corporate Insolvency Resolution Process ("CIRP") as per the provisions of Insolvency and Bankruptcy Code, 2016 (the Code') vide order dated January 29, 2020 passed by the National Company Law Tribunal (NCLT'). The powers of the Board of Directors stood suspended as per Section 17 of the Code and such powers were exercised by the erstwhile Resolution Professional (RP) appointed by the NCLT by the said order under the provisions of the Code. Further, under the process, the Resolution Plan submitted by Solar Copyer Limited was approved by the Hon'ble NCLT, Mumbai Bench on March 14, 2024.
2. With the approval of the Resolution plan by Hon'ble NCLT, the CIRP of the Company was concluded and Mr. Naren Sheth has ceased to be the resolution professional of the Company, effective on and from March 14, 2024. As per the terms of the approved resolution plan, Monitoring committee was constituted (are hereafter referred to as the 'Management'), and first meeting of Monitoring Committee was duly held on April 9, 2024. As per Section 20 of the Code, the management and operations of the Company were managed by the erstwhile Resolution Professional Mr. Naren Sheth from the commencement of CIRP and up to the plan approval date (March 14, 2024). In the first meeting of the Monitoring Committee on April 9, 2024, members of Monitoring Committee suggested the implementation of the resolution plan and related compliances on priority basis. Considering the above, the Statement has been prepared on going concern by the Management.
3. Subsequent to the approval of the Resolution Plan by the Committee of Creditors on January 1, 2021, an amendment was introduced by the Securities and Exchange Board of India (SEBI) vide notification dated June 18, 2021. The said amendment inserted a second proviso to sub-rule (5) of Rule 19A of the Securities Contracts (Regulation) Rules, 1957, which mandates that the public shareholding in companies undergoing Corporate Insolvency Resolution Process (CIRP) shall not fall below 5% at any time as a result of implementation of the approved Resolution Plan.

Since, the implementation of full resolution plan is pending; the extinguishment of existing share capital has not been done.

4. Based on the said amendment and advice received from the Bombay Stock Exchange (BSE), the Company has applied before the Hon'ble NCLT, Mumbai Bench, seeking necessary modifications to the Approved Resolution Plan in order to ensure compliance with the minimum public shareholding requirement of 5%. Accordingly, Interlocutory Application (IBC) is filed before Hon'ble NCLT – Mumbai Bench to amend the approved resolution plan and to allow listing and trading of shares of the company.

5. The application for approval of the modified resolution plan is currently pending before the Hon'ble NCLT - Bench. Upon approval, the company expects to comply with all listing requirements and resume normal trading of its securities on the exchange.

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone 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 Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

Material Uncertainty Relating to Going Concern

We draw attention to Note 29 of the Statement in view implementation of the approved resolution plan by the Hon'ble NCLT, Mumbai Bench, the outcome of which cannot be presently ascertained and other matters mentioned above. These events or conditions, along with other matters indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern in the event the approved resolution plan is not implemented.

Our opinion is not modified in respect of the above matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements for the financial year ended March 31, 2025. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have determined the matters described below to be key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the standalone financial statements section of our report, including relation to these matters.

Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the standalone financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying standalone financial statements.

The Key Audit Matter	How the matter was addressed in our audit
1. Revenue Recognition	
<p>Revenue is measured net of penalty on AMC and scrap deduction, etc. on the Company's Annual Maintenance Contract.</p> <p>Revenue is recognized when the control of the underlying products / contract services has been transferred to the customers. There is a risk of revenue being overstated due to mistakes and errors.</p>	<p>Our audit procedures included:</p> <ul style="list-style-type: none"> Assessing the appropriateness of the revenue recognition accounting policies, including those relating to penalty on AMC and scrap deduction, etc. by comparing with applicable Ind AS. Performing substantive testing (including year-end cutoff testing) by selecting samples of revenue transactions recorded during the year by verifying the underlying documents, which included sales invoices/contracts and agreements. Considered the adequacy of the Company's disclosures in respect of revenue.
2. Litigations & Claims	
<p>The Company operates in complex regulatory environment, exposing it to a variety of different central and state laws, regulations and interpretations thereof. In this regulatory environment, there is an inherent risk of litigations and claims.</p> <p>Consequently, provisions and contingent liability disclosures may arise from direct and indirect tax proceedings, legal proceedings, including regulatory and other government/department proceedings, etc.</p> <p>Management applies significant judgment in estimating the likelihood of the future outcome in each case when considering whether, and how much, to provide or in determining the required disclosure for the potential exposure of each matter.</p> <p>These estimates could change substantially over time as new facts emerge as each legal case progress.</p> <p>Given the inherent complexity and magnitude of potential exposures across the Company and the judgment necessary to estimate the amount of provisions required or to determine required disclosures, this is a key audit matter.</p>	<p>Our procedures included:</p> <ul style="list-style-type: none"> Reviewing the outstanding litigations against the Company for consistency with the previous years. Enquire and obtain explanations for movement during the year. Discussing the status of significantly known actual and potential litigations with the senior management personnel who have knowledge of these matters and assessing their responses. Reading the latest correspondence between the Company and the various tax/legal authorities and review of correspondence with / legal opinions obtained by the management, from external legal advisors, where applicable, for significant matters and considering the same in evaluating the appropriateness of the Company's provisions or disclosures on such matters. Examining the Company's legal expenses and reading the minutes of the board meetings, in order to ensure that all cases have been identified. With respect to tax matters, involving our tax specialists, and discussing with the Company's tax officers, their views and strategies on

	<p>significant cases, as well as the related technical grounds relating to their conclusions based on applicable tax laws.</p> <ul style="list-style-type: none"> • Assessing the decisions and rationale for provisions held or for decisions not to record provisions or make disclosures. • For those matters where management concluded that no provisions should be recorded, considered the adequacy and completeness of the Company's disclosures.
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We have determined that there are no other key audit matters to communicate in our report.

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors / Monitoring Committee are responsible for the preparation of other information. The other information comprises the information included in the Annual Report, but does not include the standalone financial statements and our auditor's report thereon.

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

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

1. The company has been under the CIRP under the provisions of the Insolvency and Bankruptcy Code, 2016 ('the Code') vide order dated January 29, 2020 passed by the NCLT. The powers of the Board of Directors were suspended as per Section 17 of the Code and such powers are being exercised by the erstwhile RP (upto March 14, 2024) and Monitoring Committee thereafter after approval of the resolution plan by the Order of the Hon'ble NCLT, Mumbai Bench.

2. The Statement has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS), prescribed under section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued there under and other accounting principles generally accepted in India and other recognized accounting practices and policies. This Statement has been adopted by the Monitoring Committee while exercising the powers of the Board of Directors of the Company, in good faith, solely for the purpose of compliance and discharging their duties which has been conferred upon them as per the terms of the approved resolution plan.
3. The management under the direction of the Monitoring Committee are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of financial statements that give a true and fair view of the state of affairs, loss (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Indian Accounting Standards (Ind AS) specified under Section 133 of the Act.
4. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone annual financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
5. In preparing the financial statement, the Company's Management under the direction of Monitoring Committee is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Company's Management under the Monitoring Committee is also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibility for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone annual 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 standalone annual financial statements.

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

- Identify and assess the risks of material misstatement of the standalone annual financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the Company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the standalone financial statement made by the Management.
- Conclude on the appropriateness of the Management and Board of Directors 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 appropriateness of this assumption. 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 standalone annual financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the standalone financial statements of the Company to express an opinion on the standalone financial statements.

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Statements.

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 standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' 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.

Emphasis of Matter

1. *We draw attention to Note 29, regarding modifications to the approved resolution plan as per the SEBI notification dated June 18, 2021; amendments to Securities Contracts (Regulation) Rules, 1957 and the advice received from the Bombay Stock Exchange for compliance with the minimum public shareholding requirement of 5% as a result of implementation of the approved Resolution Plan.*
2. *We draw attention to Note 10(a), in respect of the resolution plan approved by the National Company Law Tribunal vide its order dated March 14, 2024 under section 31 (1) of the Insolvency and Bankruptcy Code, 2016. Based on the resolution plan, the Company has accounted the assigned debt at cost, overriding the Indian Accounting Standards which would require the Company to recognize the assigned debt at its fair value and accordingly the imputed interest cost over the period of loan.*
3. *We draw attention to Note 21 of the Statement which refers to the valuation of all assets held by the Company and subsequent measurement of impairment loss under Ind AS 36 – Impairment of Assets, if any, on completion of CIRP.*
4. *We draw attention in respect of the commercial arbitration proceedings initiated by the company for the non-payment of contractual dues payable by the Ambarnath Municipal Corporation (AMC).*

Our opinion is not modified in respect of above matters.

Other Matters

1. The financial statements of the Company shall be signed by the Chairperson or Managing Director or Whole Time Director or in absence of all of them; it shall be signed by any Director of the Company who is duly authorized by the Board of Directors to sign the financial statements. As mentioned in Note No. 30 of the financial statement, in view of the Corporate Insolvency Resolution Process, the powers of the board of directors stand suspended and are exercised by the erstwhile Resolution Professional and members of the Monitoring Committee.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors' Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section 11 of section 143 of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a) Except for the matters described in the Basis of Qualified opinion paragraph above, we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) Except for the possible effects of the matters described in the Basis of Qualified Opinion paragraph above, 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, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standard (Ind AS) specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, except with regard to matters described in the Basis of Qualified Opinion paragraph above;
 - e) The matter described under the basis for qualified opinion paragraph above and qualified opinion paragraph of 'Annexure B' to this report in our opinion, may have an adverse effect on functioning of the Company and on the amounts disclosed in financial statements of the Company;

- f) On the basis of the written representations received from the directors as on 31st March 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2025 from being appointed as a director in terms of Section 164(2) of the Act;
- g) The qualification relating to maintenance of accounts and other matters connected therewith are as stated in the Basis for Qualified Opinion paragraph above;
- h) With respect to the adequacy of the internal financial controls with reference to these standalone financial statements and the operating effectiveness of such controls, refer to our separate report in “**Annexure B**” to this report;
- i) In view of Corporate Insolvency Resolution Process (CIRP) of the company, no remuneration was paid during the FY 2024-25 under the CIRP process & subsequent period. In our opinion, the managerial remuneration for the year ended March 31, 2025 has been paid / provided by the Company Rs. NIL to its directors in accordance with the provisions of section 197 read with Schedule V to the Act;
- j) With respect to the other matters to be included in the Auditors’ Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations as at 31 March 2025 on its financial position in its standalone financial statements - Refer Note 29 to the standalone financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses as at 31 March 2025.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. (a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, 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

(c) Based on such audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.

- v. The Company has neither declared nor paid any dividend during the year.
- vi. Based on our examination, which included test checks, the Company has used accounting software's for maintaining its books of account for the financial year ended March 31, 2025 which has a feature of recording audit trail (edit log) facility and the same has not been operated throughout the year for all relevant transactions recorded in the software's. Further, during the course of our audit, since audit trail feature was not active, we were unable to verify the instance of the audit trail feature being tampered with. Additionally, the audit trail for the previous year has not been preserved by the Company as per the statutory requirements for record retention, as the feature was not enabled.

For SHARP AARTH & Co. LLP

Chartered Accountants

ICAI Firm Registration No: 132748W / W100823

CA Praveen Purohit

Partner

Membership No. 429231

UDIN: 25429231BMHSZI8986

Place: Nashik

Date: May 27, 2025

ANNEXURE “A” TO THE INDEPENDENT AUDITORS’ REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF STARLITE COMPONENTS LIMITED

With reference to the Annexure “A” referred to in Paragraph 1 under the heading “Report on other legal and regulatory requirements” of our report of even date:

In terms of the information and explanations sought by us and given by the company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

(i) In respect of Property, Plant and Equipment’s

- (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (b) We are informed that the Company physically verifies its assets over a three-year period. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. In accordance with this policy, the Company has physically verified some of the fixed assets on sample basis during the year and no material discrepancies were identified on such physical verification.
- (c) There are no immovable properties in the name of the company. Accordingly, provisions of clauses 3(i)(c) of the Order are not applicable to the Company.
- (d) The Company has not revalued its Property, Plant and Equipment (including Right of use assets) or intangible assets during the year ended March 31, 2025.
- (e) There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.

(ii) In respect of Inventories

- (a) The management has conducted physical verification of inventory at reasonable intervals during the year. In our opinion the coverage and the procedure of such verification by the management is appropriate. Discrepancies on such physical verification were less than 10% in aggregate for each class of inventory and have been properly dealt with in the books of account.

- (b) The Company has not been sanctioned working capital limits in excess of ₹5 crores, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.

(iii) Compliance under section 189 of the Companies Act, 2013

- (a) The Company has not provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, limited liability partnership or any other parties during the year. The Company has not made any investments in firms and limited liability partnership.
- (b) According to the information and explanations given to us and based on the audit procedures conducted by us, we are of the opinion that the investments made during the year are, prima facie, not prejudicial to the interest of the Company.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not given any loans and advances in the nature of loans to any party during the year. Accordingly, provisions of clauses 3(iii)(c) to (f) of the Order are not applicable to the Company.

(iv) Compliance under section 185 and 186 of The Companies Act, 2013

The company has not granted any loans or provided any guarantees or given any security or made any investments to which the provision of section 185 and 186 of the Companies Act, 2013. Accordingly, paragraph 3 (iv) of the order is not applicable.

(v) Compliance under section 73 to 76 of The Companies Act, 2013 and Rules framed thereunder while accepting Deposits

The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.

(vi) Maintenance of Cost Records

As informed to us, the Central Government has not prescribed maintenance of cost records under Section 148 (1) of the Act.

(vii) Deposit of Statutory Dues

- (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, we observed that there were delays in amounts deposited with appropriate authorities for amounts deducted/accrued in the books of account in respect of undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, and other material statutory dues.
- (b) According to the information and explanations given to us, undisputed amount payable which were outstanding as on March 31, 2025 for a period of more than six months from the due date consist of TDS Amount of Rs. 32.96 Lakhs.

Also, the earlier outstanding taxes payable, prior to CIRP period was nullified as per the Extinguishment of liabilities in the NCLT Order passed by the Hon'ble NCLT, Mumbai Bench on March 14, 2024.

- (c) No such dues of Income-Tax, Service Tax, Custom Duty, Excise Duty and GST were outstanding on account of any dispute pending with any forum.

(viii) Reporting on Undisclosed Income:

The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.

(ix) Repayment of Loans

- (a) The Company has defaulted in repayment of loans and borrowing or in the payment of interest thereon to the lenders other than bank and financial institutions. In view of CIRP process, the lenders, i.e., the financial creditors have submitted their claims to the Resolution Professional and the proportionate loan amount has been reduced / re-structured in view of haircut accepted by the financial creditors as per the NCLT order. The remaining loans of the financial creditors will be paid off as per the terms of the approved resolution plan.
- (b) The Company has not been declared willful defaulter by any bank or financial institution or government or government authority.

- (c) In our opinion and according to the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.
- (d) On an overall examination of the standalone financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) On an overall examination of the standalone financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures as defined under the Act.
- (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries. Hence, the requirement to report on clause (ix)(f) of the Order is not applicable to the Company.

(x) Utilization of Money Raised by Public Offers and Term Loan For which they Raised

- (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) The Company has not made any preferential allotment or private placement of shares or fully or partly or optionally convertible debentures during the year. Accordingly, clause 3(x)(b) of the Order is not applicable to the Company.

(xi) Reporting of Fraud during the Period

- (a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the management.
- (b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by cost auditor/ secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.

(xii) Compliance by Nidhi Company Regarding Net Owned Fund to Deposits Ratio

The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a), (b) and (c) of the Order is not applicable to the Company.

(xiii) Related party compliance with Section 177 and 188 of Companies Act, 2013

In our opinion and according to the information and explanations given to us, the Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the standalone financial statements as required by Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified under Section 133 of the Act.

(xiv) Reporting on Internal Audit

- (a) The Company has an internal audit system commensurate with the size and nature of its business.
- (b) The internal audit reports of the Company were not available for the period under audit.

(xv) Reporting on Non cash Transactions with Directors

In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.

(xvi) Reporting on Registration u/s 45-IA of RBI Act

- (a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the /Order is not applicable to the Company.
- (b) The Company is not engaged in any Non-Banking Financial or Housing Finance activities. Accordingly, the requirement to report on clause (xvi)(b) of the Order is not applicable to the Company.
- (c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.

- (d) In our opinion, and according to the information and explanation given to us, the Group (as per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016) does not have any CIC as part of the Group.

(xvii) Reporting on Cash Losses

The Company has incurred cash losses of Rs. 3.33 Lakhs during the current financial year. However, there were no cash losses incurred in the immediately preceding financial year.

(xviii) Reporting on Auditor's Resignation

There has been no resignation of the statutory auditor during the current financial year.

(xix) Reporting on Financial Position

On the basis of CIRP Process and the implementation of the approved resolution plan, the financial ratios disclosed in Note No. 33 to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, it has come to our attention, which causes us to believe that material uncertainty exists as on the date of the audit report that may cast significant doubt on Company's ability to continue as a going concern in the event the approved resolution plan is not fully implemented.

(xx) Reporting on CSR Compliance

The requirements as stipulated by the provisions of Section 135 are not applicable to the Company. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

For SHARP AARTH & Co. LLP

Chartered Accountants

ICAI Firm Registration No: 132748W / W100823

CA Praveen Purohit

Partner

Membership No. 429231

UDIN: 25429231BMHSZI8986

Place: Nashik

Date: May 27, 2025

ANNEXURE “B” TO THE INDEPENDENT AUDITORS’ REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF STARLITE COMPONENTS LIMITED

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

We have audited the internal financial controls with reference to standalone financial statements of Starlite Components Limited (“the Company”) as of March 31, 2025 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s Management is responsible for establishing and maintaining internal financial controls based on the internal controls with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls. 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 the 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.

Auditor’s Responsibility

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. 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.

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.

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 with reference to these standalone financial statements.

Meaning of Internal Financial Controls with reference to these Standalone Financial Statements

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 authorizations of management and directors of the company; and
3. Provide reasonable assurance regarding prevention or timely detection of unauthorized 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 with reference to Standalone Financial Statements

Because of the inherent limitations of internal financial controls with reference to standalone financial statements, 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.

Basis of Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses has been identified in the operating effectiveness of the Company's internal financial controls over financial statements as at March 31, 2025:

- (i) Balances of Trade Receivables, Trade Payables, Other Financial Liabilities are subject to confirmations.

- (ii) The Company's internal financial control with regard to the compliance with the applicable Indian Accounting Standards and evaluation of carrying values of assets and liabilities and other matters, as fully explained in basis for qualified opinion of our main report, resulting in the Company not providing for adjustments, which are required to be made, to the standalone financial statements.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial statements, such that there is a reasonable possibility that a material misstatement of the Company's financial statements will not be prevented or detected on a timely basis.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects / possible effects of the material weaknesses described above under Basis for Qualified Opinion paragraph on the achievement of the objectives of the control criteria, the Company has, in all material respects an adequate internal financial controls with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2025, 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 issued by the ICAI..

We have considered material weakness identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the financial statements of the Company for the year ended March 31, 2025 and these material weaknesses affect our opinion on the financial statements of the Company for the year ended March 31, 2025 [our audit report dated May 27, 2025 which expressed a qualified opinion on those financial statements of the Company].

For SHARP AARTH & Co. LLP

Chartered Accountants

ICAI Firm Registration No: 132748W / W100823

CA Praveen Purohit

Partner

Membership No. 429231

UDIN: 25429231BMHSZI8986

Place: Nashik

Date: May 27, 2025

STARLITE COMPONENTS LIMITED**CIN - L31200MH1991PLC063980****STATEMENT OF ASSETS & LIABILITIES AS ON MARCH 31, 2025****(Rs. in Lakhs)**

Sr. No.	Particulars	Note No.	As at 31 March 2025	As at 31 March 2024
	ASSETS			
1	Non-Current Assets			
	(a) Property, Plant and Equipment	3	32.87	35.13
	(b) Capital work-in-progress		-	-
	(c) Investment Properties		-	-
	(d) Intangible assets		-	-
	(e) Financial Assets			
	(i) Investments	4(a)	0.05	0.05
	(ii) Loans & Advances		-	-
	(iii) Trade Receivables	4(b)	-	-
	(iv) Other Financial Assets	4(c)	17.66	-
	(f) Deferred Tax Assets		-	-
	(g) Other Non-Current Assets	5	10.00	5.80
	Total Non-Current Assets		60.58	40.98
2	Current Assets			
	(a) Inventories	6	0.48	4.07
	(b) Financial Assets			
	(i) Investments		-	-
	(ii) Trade Receivables	4(b)	52.17	31.44
	(iii) Cash and Cash Equivalents	4(d)	1.10	2.51
	(iv) Bank balances other than (iii) above	4(e)	26.02	23.81
	(v) Loans & Advances		-	-
	(vi) Other Financial Assets		-	-
	(c) Current Tax Assets (Net)	7	122.90	128.38
	(d) Other Current Assets		-	-
	Total Current Assets		202.68	190.21
	Total Assets (1+2)		263.25	231.19
	EQUITY AND LIABILITIES			
1	EQUITY			
	(a) Equity Share Capital	8	1,710.00	1,710.00
	(b) Other Equity	9	(1,754.23)	(1,748.65)
	Total Equity		(44.23)	(38.65)

	LIABILITIES			
2	Non-Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	10(a)	160.00	160.00
	(ii) Trade Payables	10(b)	-	-
	(iii) Other Financial Liabilities		-	-
	(b) Other Non-Current Liabilities		-	-
	(c) Provisions	11	-	10.12
	(d) Deferred Tax Liabilities	12	0.60	-
	Total Non-Current Liabilities		160.60	170.12
3	Current Liabilities			
	(a) Financial Liabilities			
	(i) Borrowings		-	-
	(ii) Trade Payables	10(b)		
	- Total Outstanding Dues of Micro Enterprises & Small Enterprises (MSME)		-	-
	- Total Outstanding Dues of Creditors other than Micro Enterprises & Small Enterprises		95.02	26.54
	(iii) Other Financial Liabilities	10(c)	27.85	29.93
	(b) Provisions	11	3.23	5.05
	(c) Current Tax Liabilities (Net)		-	-
	(d) Other Current Liabilities	13	20.79	38.20
	Total Current Liabilities		146.89	99.71
	Total Equity & Liabilities (1+2+3)		263.25	231.18
	Significant Accounting Policies	1		

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For SHARP AARTH & Co. LLP
Chartered Accountants
ICAI Firm Registration No: 132748W / W100823

For Starlite Components Limited

CA Praveen Purohit
Partner
Membership No. 429231

Mr. Naren Sheth
(Authorised Representative of the Monitoring Committee)

Place: Nashik
Date: May 27, 2025

STARLITE COMPONENTS LIMITED**CIN - L31200MH1991PLC063980****STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2025***(Rs. in Lakhs), except per share data*

Sr. No.	Particulars	Note No.	Year Ended	
			31 March 2025	31 March 2024
1	Income			
	(a) Revenue from operations	14	475.43	313.40
	(b) Other Income	15	1.34	1.45
	(c) Total Income [(a) + (b)]		476.77	314.85
2	Expenses			
	(a) Cost of material consumed	16	-	10.39
	(b) Sub – Contracting Expenses	17	451.66	213.70
	(c) Changes in inventories of work-in-progress, stock-in-trade & finished goods	18	3.58	3.68
	(d) Finance costs	19	0.06	0.48
	(e) Depreciation and Amortization Expense	3	2.26	40.06
	(f) Other Expenses	20	24.20	21.27
	(g) Total Expenses [(a) to (f)]		481.76	289.57
3	Profit / (Loss) before Exceptional Items & Tax [1(c) – 2(i)]		(4.99)	25.28
4	Exceptional Items – Effects of Implementation of Resolution Plan	21	-	1,010.70
5	Profit / (Loss) Before Tax [3+4]		(4.99)	1,035.97
6	Tax Expense			
	(a) Current Tax		-	-
	(b) Deferred Tax		0.60	-
	(c) Total Tax Expenses [(a) + (b)]		0.60	-
7	Profit / (Loss) after Tax [5-6(c)]		(5.59)	1,035.97
8	Other Comprehensive Income			
	Items that will not be subsequently reclassified to profit or loss		-	-
9	Total Comprehensive Income for the period (7+8)		(5.59)	1,035.97
10	Paid-up Equity Share Capital (Face value of Rs 10 per share)		1,710.00	1,710.00
11	Reserves including Revaluation Reserves		(44.23)	(38.65)

12	Earning per Equity Share (Face value of Rs. 10 per share)	22		
	Basic and Diluted EPS		(0.03)	6.06
	Significant Accounting Policies	1		

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For SHARP AARTH & Co. LLP
Chartered Accountants
ICAI Firm Registration No: 132748W / W100823

For Starlite Components Limited

CA Praveen Purohit
Partner
Membership No. 429231

Mr. Naren Sheth
(Authorised Representative of the Monitoring Committee)

Place: Nashik
Date: May 27, 2025

STARLITE COMPONENTS LIMITED**CIN - L31200MH1991PLC063980****STATEMENT OF CASH FLOWS FOR YEAR ENDED MARCH 31, 2025***(Rs. in Lakhs)*

Sr. No.	Particulars	Year ended	Year ended
		March 31, 2025	March 31, 2024
1	CASH FLOW FROM OPERATING ACTIVITIES		
	Profit before Income Tax	(4.99)	1,035.97
	Adjustments for:		
	Depreciation & Amortization Expenses	2.26	40.06
	Interest Income	(1.34)	(1.45)
	Finance Cost	0.06	0.48
	Adjustment for Deferred Taxes	(0.60)	(93.55)
	Exceptional Items	-	(925.49)
	Operating Profit before Working Capital Changes	(4.61)	56.03
	Changes in Operating Assets & Liabilities		
	(Increase) / Decrease in Financial Assets	(40.60)	76.17
	(Increase) / Decrease in Non-Financial Assets	1.28	3.10
	(Increase) / Decrease in Inventories	3.58	14.07
	Increase / (Decrease) in Financial Liabilities	66.40	(162.79)
	Increase / (Decrease) in Non-Financial Liabilities	(28.74)	(6.92)
	Cash generated from Operations	(2.69)	(20.33)
	Income Taxes Paid	-	-
	Net Cash Flows from Operating Activities	(2.69)	(20.33)
2	CASH FLOW FROM INVESTING ACTIVITIES		
	Interest Income	1.34	1.45
	Net Cash Inflows from Investing Activities	1.34	1.45
3	CASH FLOW FROM FINANCING ACTIVITIES		
	Proceeds from Long Term Borrowings	-	-
	Proceeds from Short Term Borrowings	-	-
	Finance Cost	(0.06)	(0.48)
	Net Cash Flows from Financing Activities	(0.06)	(0.48)
	Net Increase / (Decrease) in Cash & Cash Equivalents	(1.41)	(19.37)
	Cash & Cash Equivalents at the beginning of the year	2.51	21.88
	Cash & Cash Equivalents at the end of the year	1.10	2.51

1. The Cash Flow Statement has been prepared under the indirect method as set out in Indian Accounting Standard (Ind AS 7) Statement of Cash Flows, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments.
2. Cash comprise cash on hand, current accounts and deposits with banks. Cash equivalents are short term balances (with original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of change in value.

The accompanying notes are an integral part of the financial statements.

As per our report of even date

For SHARP AARTH & Co. LLP
Chartered Accountants
ICAI Firm Registration No: 132748W / W100823

For Starlite Components Limited

CA Praveen Purohit
Partner
Membership No. 429231

Mr. Naren Sheth
(Authorised Representative of the Monitoring Committee)

Place: Nashik
Date: May 27, 2025

STARLITE COMPONENTS LIMITED**CIN - L31200MH1991PLC063980****STATEMENT OF CHANGES IN EQUITY****A. Equity Share Capital****(Rs. in Lakhs)**

Particulars	No. of shares	31 March 2025	31 March 2024
Balance at the beginning of the year	1,71,00,000	1,710.00	1,710.00
Changes in equity shares capital during the year	-	-	-
Balance at the end of the year	1,71,00,000	1,710.00	1,710.00

Footnote:

- (a) **Reduction of existing share capital** – The Existing Approved Resolution Plan proposes reduction of the Company's share capital without any payout to the shareholders. It will be reduced according to the approved Resolution Plan, directions and resolutions to be passed in the meeting of Monitoring Committee and related ROC / BSE & RTA compliances.

We draw attention to the fact that subsequent to the approval of the Resolution Plan by the Committee of Creditors on January 1, 2021, an amendment was introduced by the Securities and Exchange Board of India (SEBI) vide notification dated June 18, 2021. The said amendment inserted a second proviso to sub-rule (5) of Rule 19A of the Securities Contracts (Regulation) Rules, 1957, which mandates that the public shareholding in companies undergoing Corporate Insolvency Resolution Process (CIRP) shall not fall below 5% at any time as a result of implementation of the approved Resolution Plan.

Based on the said amendment and advice received from the Bombay Stock Exchange (BSE), the Company has applied before the Hon'ble NCLT, Mumbai Bench, seeking necessary modifications to the Approved Resolution Plan in order to ensure compliance with the minimum public shareholding requirement of 5%. Accordingly, Interlocutory Application (IBC) is filed before Hon'ble NCLT – Mumbai Bench to amend the approved resolution plan and to allow listing and trading of shares of the company. The application for approval of the modified resolution plan is currently pending before the Hon'ble NCLT - Bench. Upon approval, the company expects to comply with all listing requirements and resume normal trading of its securities on the exchange.

- (b) **Issuance of Securities** – The resolution applicant will be issued 35,000 equity shares of face value of Rs. 10 each and Rutwik Sales Private Limited will be issued 15,000 equity shares of face value Rs. 10 each. Additionally, remaining amount of financial creditors will be settled by issuing equity shares of Rs. 155.00 Lakhs. The number of equity shares may be revised due to modifications in the Approved Resolution Plan, as the IA is filed and pending with Hon'ble NCLT, Mumbai Bench. Shares can be issued only after approval of NCLT.

B. Other Equity

(INR in Lakhs)

Particulars	Reserves and surplus		Total
	Retained Earnings	Capital Reserve	
Balance at April 1, 2024	(2,383.52)	634.88	(1,748.65)
Profit for the year	(5.59)	-	(5.59)
Adjustments	-	-	-
Other Comprehensive Income (net)	-	-	-
Total comprehensive income for the year	(5.59)	--	(5.59)
Transactions with owners in their capacity as owners:			
Dividends Paid	-	-	-
Transfer to general reserve	-	-	-
Balance at 31 March, 2025	(2,389.11)	634.88	(1,754.23)

As per our report of even date

For SHARP AARTH & Co. LLP
Chartered Accountants
ICAI Firm Registration No: 132748W / W100823

For Starlite Components Limited

CA Praveen Purohit
Partner
Membership No. 429231

Mr. Naren Sheth
(Authorised Representative of the Monitoring Committee)

Place: Nashik
Date: May 27, 2025

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2025

I. Company Overview

Starlite Components Limited (“the Company”) having CIN L31200MH1991PLC063980 is public listed company incorporated and domiciled in India having its registered office at F-108, MIDC Area, Satpur, Nashik – 422007, Maharashtra, India. The company is engaged primarily in the manufacturing and selling of LED Products. The equity shares of Company are listed on The Bombay Stock Exchange (BSE) with Scrip Code - 517548.

The Hon’ble National Company Law Tribunal, Mumbai Bench (“NCLT”) admitted an insolvency and bankruptcy petition filed by an operational creditor against Starlite Components Limited (“the Company”) vide its order dated January 29, 2020, had ordered the commencement of the Corporate Insolvency Resolution Process (“CIRP”) in respect of the company under the provisions of the Insolvency and Bankruptcy Code, 2016 (“the Code”).

During the CIRP process, resolution plan of Solar Copyer Limited (“Resolution Applicant”), has been approved by the Adjudicating Authority vide order dated March 14, 2024 (“NCLT Order”). As per the terms of Section 31 of the Code, the Approved Resolution Plan shall be binding on the Company, its employees, members, creditors, and other stakeholders involved in the Resolution Plan.

Subsequent to the approval of the Resolution Plan by the Committee of Creditors on January 1, 2021, an amendment was introduced by the Securities and Exchange Board of India (SEBI) vide notification dated June 18, 2021. The said amendment inserted a second proviso to sub-rule (5) of Rule 19A of the Securities Contracts (Regulation) Rules, 1957, which mandates that the public shareholding in companies undergoing Corporate Insolvency Resolution Process (CIRP) shall not fall below 5% at any time as a result of implementation of the approved Resolution Plan.

Based on the said amendment and advice received from the Bombay Stock Exchange (BSE), the Company has applied before the Hon’ble NCLT, Mumbai Bench, seeking necessary modifications to the Approved Resolution Plan in order to ensure compliance with the minimum public shareholding requirement of 5%. Accordingly, Interlocutory Application (IBC) is filed before Hon’ble NCLT – Mumbai Bench to amend the approved resolution plan and to allow listing and trading of shares of the company.

The application for approval of the modified resolution plan is currently pending before the Hon’ble NCLT - Bench. Upon approval, the company expects to comply with all listing requirements and resume normal trading of its securities on the exchange.

II. Summary of Significant Accounting Policies

(a) Basis of preparation and measurement

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) to comply with the Section 133 of the Companies Act, 2013 (“the 2013 Act”) and the relevant provisions and amendments, as applicable. The financial statements are prepared under the historical cost convention method unless otherwise specified and presented in Indian Rupee (INR), which is also the company’s functional currency. All the amounts have been rounded-off to the rupees in lakhs, unless otherwise indicated.

The financial statements of the Company for the year ended March 31, 2025 were approved by the Monitoring Committee and took the same on record basis recommendation from the suspended directors and authorized for issue on May 27, 2025.

(b) Operating cycle

All assets and liabilities have been classified as current or non-current as per the Company’s normal operating cycle. An operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalents. The Company has identified twelve months as its operating cycle.

(c) Fair value measurement

The Company's accounting policies and disclosures require the measurement of fair values for financial assets and liabilities.

The Company has an established control framework with respect to the measurement of fair values. The management regularly reviews significant unobservable inputs and valuation adjustments.

When measuring the fair value of a financial asset or a financial liability, the Company uses observable market data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1 –quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 – inputs for the asset or liability that are not based on observable market data.

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

(d) Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of amount received or receivable.

Sales are recognized when significant risks & rewards of ownership of the goods are transferred to the buyer, usually on the delivery of goods.

Interest income is recognized using effective rate of interest method.

Other income (including rent, income from sale of scrap, income from claims received, etc.) is recognized on accrual basis. However, where the ultimate collection of the same is uncertain, revenue recognition is postponed to the extent of uncertainty.

Dividend income is accounted when right to receive is established.

(e) Property, Plant and Equipment:

Recognition and measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment, if any. The cost of property, plant and equipment includes purchase price, including freight, duties, taxes and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Property, plant and equipment are derecognized from financial statements, either on disposal or when no economic benefits are expected from its use or disposal. The gain or losses arising from disposal of property, plant and equipment are recognized in the Statement of Profit and Loss in the year of occurrence.

Assets under construction include the cost of property, plant and equipment that are not ready to use at the balance sheet date. Advances paid to acquire property; plant and equipment before the balance sheet date are disclosed under other non-current assets. Assets under construction are not depreciated as these assets are not yet available for use

Subsequent expenditures

Subsequent expenditures related to an item of property, plant and equipment are added to its carrying value only when it is probable that the future economic benefits from the asset will flow to the Company and cost can be reliably measured. All other repair and maintenance costs are recognized in the Statement of Profit and Loss during the year in which they are incurred.

Intangible Assets

An intangible asset shall be recognized if, and only if:

- (a) it is probable that the expected future economic benefits that are attributable to the asset will flow to the Company; and
- (b) the cost of the asset can be measured reliably.

Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortized over their respective individual estimated useful lives on a straight-line basis, from the date that they are available for use.

Computer softwares / licenses are carried at historical cost. They have an expected finite useful life of 3 years and are carried at cost less accumulated amortization and impairment losses. Computer licenses which are purchased on annual subscription basis are expensed off in the year of purchase.

Depreciation and amortization

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation / Amortization on property, plant & equipment of the Company has been provided using the straight-line method based on the useful life specified in Schedule II to the Companies Act, 2013.

Residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

The useful life is as follows:

Class of Asset	Useful Life
Buildings	30 years
Plant & Equipment	15 years
Electrical Installation	10 years
Furniture & Fixtures	10 years
Office Equipment	5 years
Vehicles	8 years
Computers	3 years

Assets costing less than INR 5,000 are depreciated at 100% in the year of acquisition.

Assets acquired on lease and leasehold improvements are amortized over the primary period of the lease on straight line basis.

The estimated useful lives and residual values of the property, plant & equipment and intangible assets are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

Investment property and depreciation

Investment properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and accumulated impairment loss, if any. The Company does not have any investment property as on the date of balance sheet.

(f) Impairment of non-financial assets:

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment if any indication of impairment exists.

If the carrying amount of the assets exceeds the estimated recoverable amount, an impairment loss is recognized for such excess amount. The impairment loss is recognized as an expense in the standalone statement of profit and loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a decrease to the extent a revaluation reserve is available for that asset.

When there is indication that an impairment loss recognized for an asset (other than a revalued asset) in earlier accounting periods which no longer exists or may have decreased, such reversal of impairment loss is recognized in the standalone statement of profit and loss, to the extent the amount was previously charged to the standalone statement of profit and loss. In case of revalued assets, such reversal is not recognized.

(g) Foreign currency transactions:

Transactions in foreign currencies are translated into the Company's functional currency at exchange rates at the dates of the transactions.

Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the exchange rate at that date.

Non-monetary items that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction.

Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous standalone financial statements are recognized in the standalone statement of profit and loss in the period in which they arise.

(h) Investment in subsidiaries, joint ventures, partnership firms and associates:

Investments in equity shares and preference shares of subsidiaries, joint ventures, partnership firms and associate are recorded at cost and reviewed for impairment at each reporting date and if any impairment is required, the same is recognized in the Statement of Profit and Loss.

(i) Inventories:

- Inventories are valued at cost or market price whichever is less in the case of finished and semi-finished goods and at cost in case of raw material. Cost comprises of cost of purchase, cost conversion & other cost for bringing the inventory to present location and condition.
- The net realizable value of work-in-progress is determined with reference to the selling prices of related finished products.
- Raw material, components and other supplies held for use in the production of finished products are not written down below cost except in cases where material prices are declined, and it is estimated that the cost of finished products will exceed their net realizable value.

- Traded goods are valued at cost of purchase and other costs incurred in bringing the inventories to their present location and condition.
- The value of write down and circumstances, if any are disclosed in the notes pertaining to the inventories. There is no reversal of write down.
- Inventories are not pledged as security for any liabilities.

(j) Income Tax:

The tax expense comprises current and deferred tax. Tax is recognized in the statement of profit and loss except to the extent that it relates to items recognized directly in equity or in OCI.

Current Tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date.

Current tax assets and liabilities are offset only if, the Company:

- has a legally enforceable right to set off the recognised amounts; and
- intends either to realise the asset and settle the liability on a net basis or simultaneously.

Deferred Tax

Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Deferred tax assets are recognized for unused tax losses, unused tax credits and deductible temporary differences to the extent there is convincing evidence that sufficient taxable profit will be available against which such deferred tax asset can be realized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized; such reductions are reversed when the probability of future taxable profits improves.

Unrecognized deferred tax assets are reassessed at each reporting date and recognized to the extent that it has become probable that future taxable profits will be available against which they can be used.

Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset only if:

- i) the Company has a legally enforceable right to set off current tax assets against current tax liabilities; and
- ii) The deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on the same taxable entity.

Minimum Alternative Tax (MAT)

MAT credit is recognized as a deferred tax asset only when and to the extent there is convincing evidence that the Company will pay normal tax during specified period. MAT credit is reviewed at each balance sheet date and written down to the extent the aforesaid convincing evidence no longer exists.

(k) Employee benefits:

Short term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognized as an expense during the period when the employees render the services.

Defined contribution plans

The Company's contribution to Provident Fund, Pension, Superannuation Fund and Employees State Insurance Fund are considered as defined contribution plans, as the Company does not carry any further obligations apart from the contribution made to the respective fund/scheme and are charged as an expense based on the amount of contribution required to be made.

Defined benefit plans

The liability recognized in the balance sheet in respect of defined benefit plans is the present value of the defined benefit obligation at the end of the reporting period. The defined benefits obligation is calculated annually by actuaries using the projected unit credit method.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation. This cost is included in employee benefits expense in the Statement of Profit and Loss. Remeasurement gain and losses arising from experience adjustments, changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income (OCI). They are included in retained earnings in the Statement of Change in Equity and in the Balance Sheet.

Leave Entitlement

Leave entitlement are provided based on an actuarial valuation, similar to that of gratuity benefit. Remeasurement, comprising of actuarial gains and losses, in respect of leave entitlement are recognised in the Statement of Profit and Loss in the period in which they occur.

(l) Leases:

Finance Lease

Agreements are classified as finance leases, if substantially all the risks and rewards incidental to ownership of the leased asset is transferred to the lessee.

Operating Lease

Agreements which are not classified as finance leases are considered as operating lease.

Operating lease payments/income are recognized as an expense/income in the standalone statement of profit and loss on a straight-line basis over the lease term unless there is another systematic basis which is more representative of the time pattern of the lease.

(m) Borrowing Costs:

Borrowing costs are interest and other costs that the Company incurs in connection with the borrowing of funds and is measured with reference to the effective interest rate applicable to the respective borrowing.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. There are no borrowing costs capitalized during the year. All other borrowing costs are recognized as an expense in the period in which they are incurred.

(n) Related Parties

The disclosures of transactions with related parties, their outstanding balances, terms & conditions, securities offered and guarantees given are disclosed in Note No. 24. The company has not made provision for doubtful debts in respect of any of the related parties. The company has not written-off or written back any amount in respect of above related parties.

(o) Earnings per share:

Basic earnings per share is calculated by dividing the profit / (loss) after tax by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share is calculated by dividing the profit / (loss) after tax as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on conversion of all dilutive potential equity shares.

(p) Cash and cash equivalents:

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand, demand deposit and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

(q) Provisions and Contingent Liabilities:

The Company recognizes a provision when there is a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

Contingent assets are neither recognized nor disclosed in the financial statements.

(r) Dividend:

Dividend to the equity shareholders is recognized as a liability in the Company's financial statements in the period in which the dividend is approved by the shareholders.

(s) Events after reporting date:

Where events occurring after the balance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted with the standalone financial statements. Otherwise, events after the balance sheet date of material size or nature are only disclosed.

(t) Segment Reporting:

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.

The primary operating segment of Company is business segment. Since majority of the assets are located at single place and are of common nature, management has decided not to bifurcate the same into segment wise assets & liabilities.

The Geographic Segments identified, as Secondary Segment are “Domestic Market” and “Export Market”.

(u) Cash Flow Statement

The Cash Flow statement is prepared by indirect method set out in Ind AS 7- “Cash Flow Statements” and present cash flows by operating, investing and financing activities of the Company.

(v) Trade Receivables

A receivable is classified as a ‘trade receivable’ if it is in respect of the amount due on account of goods sold or services rendered in the normal course of business.

The management is authorized, whenever required, to execute / transfer / assign Company’s right to claim on its trade receivables in favour of its trade payables to avoid getting stuck in debt recovery loop and affect its operations, by executing proper documentation to that effect in favour of its trade payables / creditors. Consequently, amount of trade receivables is reduced to such extent of debt which is assigned in favour of creditors.

(w) Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after reporting period. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

The management of the company, whenever required, can execute and transfer its right to claim on its trade receivables in favour of its trade payables to avoid financial crunch and getting stuck in trade payable payment pressure and affect its operations, by executing proper documentation to that effect in favour of its trade payables / creditors. Consequently, amount of trade payable is reduced to such extent of debt assigned in their favour.

(x) USE OF ESTIMATES AND JUDGEMENTS

The preparation and presentation of the financial statements in conformity with Ind AS requires the use of estimates, judgments and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are known/ materialize.

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. The management also needs to exercise judgment in applying the accounting policies.

Estimates and underlying assumptions are reviewed at each reporting date. Any revision to accounting estimates and assumptions are recognized prospectively i.e. recognized in the period in which the estimate is revised and future periods affected.

Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect to the carrying amounts of assets and liabilities within the next financial year, are as follows:

i. Evaluation of Net Realizable Value (NRV) of Inventories

Inventories comprising of completed flats and construction-work-in progress are valued at lower of cost and net realizable value. Net Realizable value is based upon the estimates of the management. The effect of changes, if any, to the estimates is recognized in the standalone financial statements for the period in which such changes are determined.

ii. Recognition and measurement of defined benefit obligations

The obligation arising from defined benefit plan is determined on the basis of actuarial assumptions. Key actuarial assumptions include discount rate, trends in salary escalation and attrition rate. The discount rate is determined by reference to market yields at the end of the reporting period on government securities. The period to maturity of the underlying securities correspond to the probable maturity of the post-employment benefit obligations. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

iii. Fair value measurement of financial instruments

When the fair values of the financial assets and liabilities recorded in the balance sheet cannot be measured based on the quoted market prices in active markets, their fair value is measured using valuation technique. The inputs to these models are taken from the observable market where possible, but where this is not feasible, a view of judgment is required in establishing fair values. Any changes in the aforesaid assumptions will affect the fair value of financial instruments.

iv. Impairment losses on investment

The Company reviews its carrying value of investments carried at amortized cost annually or more frequently when there is indication for impairment. If the recoverable amount is less than its carrying amount, the impairment loss is accounted for.

v. Deferred Taxes

Deferred tax is recorded on temporary differences between tax bases of assets and liabilities and their carrying amounts, at the rates that have been enacted or substantively enacted at the reporting date. The ultimate realization of deferred tax assets is dependent upon the generation of future taxable profit during the periods in which those temporary differences and the tax loss carry forwards become deductible. The Company considers the expected reversal of deferred tax liabilities and projected future taxable income in making this assessment. The amount of deferred tax assets considered realizable, however, could be reduced in the near term if estimates of future taxable income during the carry forward periods are reduced.

vi. Provisions and contingencies

The recognition and measurement of other provisions are based on the assessment of the probability of an outflow of resources, and on past experience and circumstances known at the balance sheet date. The actual outflow of resources at a future date may therefore vary from the amount included in other provisions.

STARLITE COMPONENTS LIMITED

Notes to the Financial Statements for the year ended 31st March, 2025

Note 3: Property, Plant and Equipment and Capital work-in-progress

(Rs. in Lakhs)

PARTICULARS	GROSS CARRYING AMOUNT				DEPRECIATION				NET CARRYING AMOUNT	
	As at April 1, 2024	Additions during the year	Deductions during the year	As at March 31, 2025	As at April 1, 2024	For the year ended	Deductions	As at March 31, 2025	As at March 31, 2025	As at March 31, 2024
a) Plant Property & Equipment										
Plant and Equipment	35.69	-	-	35.69	0.56	2.26	-	2.82	32.87	35.13
Total Plant Property & Equipment	35.69	-	-	35.69	0.56	2.26	-	2.82	32.87	35.13

Footnotes:

- Property, plant and Equipment are stated at cost net of depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs (if capitalization criteria are met) and directly attributable costs of bringing the asset to it's working condition for the intended use. Any trade discounts are deducted in arriving at the purchase price.
- Any subsequent expenditure incurred is treated as capital expenditure, if the same tends to increase the efficiency of the asset, otherwise is charged to Profit and Loss account.
- There were no additions to Plant, Property & Equipment during the year.
- As per the provisions of the IBC, the fair value of the assets as on the insolvency commencement date is required to be determined in accordance with Regulation 27 read with Regulation 35 of the CIRP regulation. As per Ind AS 36 – “Impairment of Assets”, impairment testing is to be conducted on an annual basis. On the basis of implementation of the approved resolution plan, the Company has considered carrying out a comprehensive review of all assets including investments, other assets and intangible assets, liabilities and accordingly provided for impairment loss.

STARLITE COMPONENTS LIMITED**Notes to the Financial Statements for the year ended 31st March, 2025.****Note 4: Financial Assets****4(a): Non-Current Investments****(Rs. in Lakhs)**

Particulars	31 March 2025	31 March 2024
Investment in fully paid-up Equity Instruments (Unquoted)		
Investments carried at Cost		
Starlite Lighting Limited	0.00	0.00
1 Equity Share (31 st March 2024: 1 Share) of INR 10/- each		
Investments in Government or trust securities	0.05	0.05
Total	0.05	0.05
Aggregate amount of quoted investments and market value thereof	-	-
Aggregate amount of unquoted investments	0.05	0.05
Aggregate amount of impairment in the value of investments	-	-

4(b): Trade Receivables**(Rs. in Lakhs)**

Particulars	31 March 2025	31 March 2024
Non - Current		
Trade Receivables	-	-
Trade Receivables from Related Parties	-	-
Less: Allowances for Doubtful Debts	-	-
Net Trade Receivables (Non – Current)	-	-
Current		
Trade Receivables	52.17	31.44
Trade Receivables from Related Parties	-	-
Less: Allowances for Doubtful Debts	-	-
Net Trade Receivables (Current)	52.17	31.44
Break-up of security details		
Secured, considered good	-	-
Unsecured, considered good	52.17	31.44
Doubtful	-	-
Total Trade Receivables	52.17	31.44

Footnote:

1. The company has initiated commercial arbitration proceedings for the recovery of the substantial outstanding contractual dues from the Ambarnath Municipal Corporation (AMC). The application is pending before the Hon'ble Bombay High Court.
2. Kindly refer Note No. 1(v) of significant accounting policies regarding trade receivables.
3. Balances of Trade Receivables are subject to confirmation and reconciliation.

Trade Receivables ageing schedule as at 31st March 2025

(Rs. in Lakhs)

Particulars	Not Due	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	-	52.17	-	-	-	-	52.17
ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
Total	-	52.17	-	-	-	-	52.17

Trade Receivables ageing schedule as at 31st March 2024

(Rs. in Lakhs)

Particulars	Not Due	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	-	31.44	-	-	-	-	31.44

ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
Total	-	31.44	-	-	-	-	31.44

Note 4: Financial Assets

4(c): Other Financial Assets

(Rs. in Lakhs)

Particulars	31 March 2025	31 March 2024
(a) Non - Current		
Security Deposits - AMC	17.66	-
Total	17.66	-

4(d): Cash and Cash Equivalents

(Rs. in Lakhs)

Particulars	31 March 2025	31 March 2024
Balances with Banks		
- Current Accounts	1.10	2.51
- Deposits with maturity of less than three months	-	-
- Cheques on Hand	-	-
- Cash on Hand	-	-
Total	1.10	2.51

4(e): Other Bank Balances*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Fixed Deposits with Banks		
FD with SBI Bank (<i>Bank Guarantee</i>) – Refer Footnote	22.35	21.28
FD with Yes Bank	3.63	2.46
Accrued Interest on FD	0.04	0.07
Total	26.02	23.81

Footnote:

1. The Fixed Deposit receipts are under Lien with SBI Bank, towards issue of Bank Guarantees in favour of Karnataka Renewable Energy Development Ltd. (KREDL).

Note 5: Other Non-Current Assets*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Other Non-Current Assets		
Performance Guarantee Deducted by AMC	10.00	5.80
Total	10.00	5.80

Note 6: Inventories*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Inventories (<i>lower of cost or net realisable value</i>)		
Raw Materials	-	-
Work-in-progress	-	-
Finished Goods	0.48	4.07
Total	0.48	4.07

Footnote:

1. Mode of valuation of inventories is stated in Note 1 – Significant Accounting Policies.

Note 7: Current Tax Assets (Net)*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Balances with Government Authorities		
Income Tax Refund	14.74	14.74
Tax Deducted at Source	23.70	15.70
Excess Credit Balances of GST (ITC)	78.73	78.73
TDS on GST – Ambernath Municipal Corporation	5.73	19.21
Total	122.90	128.38

Footnote:

1. Excess Credit Balance of GST is subject to reconciliation and confirmation with the Electronic Credit Ledger on GSTN portal and with GSTR – 2B & 2A statement. Mismatches, if any, will be reconciled and adjusted at the time of GST annual return filing and GST audit.

STARLITE COMPONENTS LIMITED

Notes to the Financial Statements for the year ended 31st March, 2025

Note 8: Equity Share Capital

(Rs. in Lakhs)

Particulars	31 March 2025	31 March 2024
Authorised Share Capital		
1,80,00,000 (As at 31 st March, 2025: 1,80,00,000) Equity Shares of INR 10/- each	1,800.00	1,800.00
Issued, subscribed and fully paid-up capital comprises:		
1,71,00,000 (As at 31 st March, 2025: 1,71,00,000) Equity Shares of INR 10/- each	1,710.00	1,710.00

1. Reconciliation of number of shares outstanding at the beginning and at the end of the year

(Rs. in Lakhs)

Particulars	31 March 2025		31 March 2024	
	Number of Equity Shares	Share Capital	Number of Equity Shares	Share Capital
Fully paid equity shares (in Lakhs)				
Shares outstanding at the beginning of the year	171.00	1,710.00	171.00	1,710.00
Add: Bonus issue during the year	-	-	-	-
Add: Fresh issue during the year	-	-	-	-
Shares outstanding at the end of the year	171.00	1,710.00	171.00	1,710.00

2. Terms/rights attached to equity shares

The Company has a single class of equity shares having a par value of Rs. 10 per share. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. The Board of Directors has not declared any dividend for the year ending 31st March, 2025.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company in proportion to the number of equity shares held by each shareholder, after settlement of all preferential obligations.

3. Reduction of existing share capital

The Existing Approved Resolution Plan proposes reduction of the Company's share capital without any payout to the shareholders. It will be reduced according to the approved Resolution Plan, directions and resolutions to be passed in the meeting of Monitoring Committee and related ROC / BSE & RTA compliances.

We draw attention to the fact that subsequent to the approval of the Resolution Plan by the Committee of Creditors on January 1, 2021, an amendment was introduced by the Securities and Exchange Board of India (SEBI) vide notification dated June 18, 2021. The said amendment inserted a second proviso to sub-rule (5) of Rule 19A of the Securities Contracts (Regulation) Rules, 1957, which mandates that the public shareholding in companies undergoing Corporate Insolvency Resolution Process (CIRP) shall not fall below 5% at any time as a result of implementation of the approved Resolution Plan.

Based on the said amendment and advice received from the Bombay Stock Exchange (BSE), the Company has applied before the Hon'ble NCLT, Mumbai Bench, seeking necessary modifications to the Approved Resolution Plan in order to ensure compliance with the minimum public shareholding requirement of 5%. Accordingly, Interlocutory Application (IBC) is filed before Hon'ble NCLT – Mumbai Bench to amend the approved resolution plan and to allow listing and trading of shares of the company. The application for approval of the modified resolution plan is currently pending before the Hon'ble NCLT - Bench. Upon approval, the company expects to comply with all listing requirements and resume normal trading of its securities on the exchange.

4. Issuance of Securities

The resolution applicant will be issued 35,000 equity shares of face value of Rs. 10 each and Rutwik Sales Private Limited will be issued 15,000 equity shares of face value Rs. 10 each. Additionally, remaining amount of financial creditors will be settled by issuing equity shares of Rs. 155.00 Lakhs. The number of equity shares may be revised due to modifications in the Approved Resolution Plan, as the IA is filed and pending with Hon'ble NCLT, Mumbai Bench. Shares can be issued only after approval of NCLT.

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

Particulars	As at 31 st March, 2025		As at 31 st March, 2024	
	Number of shares held	% Holding	Number of shares held	% Holding
Fully paid-up equity shares				
Solar Copyer Limited	49,09,963	28.71%	49,09,963	28.71%
Mr. Arvind Bharati	14,42,538	8.44%	14,42,538	8.44%
Mr. Ravindra Bharati	14,62,240	8.55%	14,62,240	8.55%

6. Details of Shares hold by Promoters & Promoter Group

Shares Held by Promoters at the end of the year			% Change in During the Year
Promoter Name	No. of Shares	% of Total Shares	
Solar Copyer Limited	49,09,963	28.71%	-
Mr. Arvind Subhashchandra Bharati	14,42,538	8.44%	-
Mr. Ravindra Subhashchandra Bharati	14,62,240	8.55%	-
Mrs. Rochana Subhashchandra Bharati	5,92,400	3.46%	-
Mr. Sukrit Arvind Bharati	1,31,930	0.77%	-
Ravindra Bharati (HUF)	1,10,426	0.65%	-
Arvind Bharati (HUF)	1,00,000	0.58%	-
Mrs. Ashu Arvind Bharati	77,840	0.46%	-
Mrs. Shilpa Ravindra Bharati	8,300	0.05%	-
Total Share Holding	88,35,637	51.67%	-

Footnote:

As per the records of the company, including its register of shareholders / members and other declarations received from the shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

Note 9: Other Equity*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Capital Reserve		
i) Capital Subsidy		
Balance at the beginning of the year	20.00	20.00
Add - Amount transferred from surplus in the Statement of Profit & Loss	-	-
Less: Utilization during the year	-	-
Balance at the end of the year	20.00	20.00
ii) Capital receipt in respect of Principle Waiver of Term Loans	-	-
Balance at the beginning of the year	109.08	109.08
Add - Amount transferred from surplus in the Statement of Profit & Loss	-	-
Less: Utilization during the year	-	-
Balance at the end of the year	109.08	109.08
iii) Capital Reserve in respect of Reduction in Share Capital as per BIFR order		
Balance at the beginning of the year	505.80	505.80
Add - Amount transferred from surplus in the Statement of Profit & Loss	-	-
Less: Utilization during the year	-	-
Balance at the end of the year	505.80	505.80
Total Capital Reserve (i + ii + iii)	634.88	634.88
Retained Earnings		
Balance at the beginning of the year	(2,383.52)	(3,419.49)
Add - Profit attributable to the owners of the company	(5.59)	1,035.97
Balance at the end of the year	(2,389.11)	(2,383.52)
Total Other Equity	(1,754.23)	(1,748.65)

Note 10: Financial Liabilities**10 (a): Non – Current Borrowings****(Rs. in Lakhs)**

Particulars	31 March 2025	31 March 2024
Secured Loans – Others		
Inter Corporate Deposits (ICD)	160.00	160.00
	160.00	160.00
Unsecured Loans – Others	-	-
Total Borrowings	160.00	160.00
Less: Transferred to Current Maturities	-	-
Non – Current Borrowings	160.00	160.00

Footnote:

1. As per the terms of the approved resolution plan, the financial creditors have accepted the haircut and the remaining amount of financial creditors will be settled by issuing equity shares of the company.
2. Details of haircut accepted by the Financial Creditors as per the Approved Resolution Plan

(Rs. in Lakhs)

Sr. No.	Particulars	Solar Copyer	Rutwik Sales
1	Loan Outstanding as per the CIRP Claim	406.09	70.00
2	<i>Haircut accepted as per approved resolution plan</i>	<i>(269.84)</i>	<i>(46.25)</i>
3	Outstanding Balance as on 31-03-2025	136.25	23.75

Issuance of Securities

The resolution applicant will be issued 35,000 equity shares of face value of Rs. 10 each and Rutwik Sales Private Limited will be issued 15,000 equity shares of face value Rs. 10 each. Additionally, remaining amount of financial creditors will be settled by issuing equity shares of Rs. 155.00 Lakhs. The number of equity shares may be revised due to modifications in the Approved Resolution Plan, as the IA is filed and pending with Hon'ble NCLT, Mumbai Bench. Shares can be issued only after approval of NCLT.

Note 10(b): Trade Payables*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Trade Payables		
Amount due to Micro, Small & Medium Enterprise (MSME)	-	-
Other than due to Micro, Small and Medium Enterprises	95.02	26.54
Total Trade Payables	95.02	26.54
(a) Non – Current Trade Payables	-	-
(b) Current Trade Payables	95.02	26.54
Total Trade Payables	95.02	26.54

Footnote:

1. The above figures of Trade Payables are shown as net of advances paid to the local and import suppliers.
2. The average credit period on purchases available to company ranges from 1 to 6 months.
3. The amount of trade payables outstanding as on CIRP date has been extinguished in terms of the approved resolution plan by the Hon'ble NCT, Mumbai Bench vide its order dated March 14, 2024, as the amount allocated to the Operational Creditors is NIL.
4. Information regarding the status and amounts payable to the suppliers under the "Micro, Small and Medium Enterprises Development Act, 2006", out of the total amounts payable to the Trade Payables is being compiled on the basis of communication and MSME registration certificate received from the MSME creditors.
5. The Company has not made any provision for interest to be paid/payable to micro and small enterprises during the year.
6. Kindly refer Note No. 1(w) of significant accounting policies regarding trade payables.
7. Trade Payables include Rs.80.65 Lakhs (31st March, 2024: Rs. 16.68 Lakhs) due to related parties. Kindly refer Note 26.

Trade Payables Ageing Schedule as on March 31, 2025
(Rs. in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	-	-	-	-	-
ii) Others	-	95.02	-	-	-	95.02
iii) Disputed Dues - MSME	-	-	-	-	-	-
iv) Disputed Dues -Others	-	-	-	-	-	-
Total	-	95.02	-	-	-	95.02

Trade Payables Ageing Schedule as on March 31, 2024
(Rs. in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) MSME	-	-	-	-	-	-
ii) Others	-	26.54	-	-	-	26.54
iii) Disputed Dues - MSME	-	-	-	-	-	-
iv) Disputed Dues -Others	-	-	-	-	-	-
Total	-	26.54	-	-	-	26.54

Note 10 (c): Other Financial Liabilities
(Rs. in Lakhs)

Particulars	31 March 2025	31 March 2024
Non-Current	-	-
Total	-	-
Current		
From Related Parties – Mr. Arvind Bharati	27.55	29.63
Other Financial Liabilities	0.30	0.30
Total	27.85	29.93

Note 11: Provisions*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Non – Current Provisions		
(a) Employee Benefits		
Provision for Gratuity	-	10.12
Total	-	10.12
Current Provisions		
(a) Employee Benefits		
Salary & Bonus Payable	-	-
(b) Other Provisions		
Audit Fees Payable	3.00	5.05
Provision for Expenses - Ambernath	0.23	-
Total	3.23	5.05

Note 12: Deferred Tax Liabilities*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Opening Balance	-	93.55
Temporary difference on account of depreciation on Property, Plant and Equipment	0.60	-
CIRP Adjustment	-	(93.55)
Deferred Tax Liabilities (Net)	0.60	-

Footnote:

Deferred tax assets have not been recognised in respect of business losses and unabsorbed depreciation, as it is not probable that sufficient taxable income will be available in the future against which such the deferred tax assets can be realised in the normal course of business of the company.

Note 15: Other Current Liabilities*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Other Current Liabilities		
GST Payable	(12.17)	11.04
TDS Payable	32.96	23.95
Statutory Dues Payable	-	3.22
Total	20.79	38.20

STARLITE COMPONENTS LIMITED**Notes to the Financial Statements for the year ended 31st March, 2025****Note 14: Revenue from Operations***(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Sale of Products		
(a) Manufactured Goods		
(b) Traded Goods	-	-
Sale of Services		
(a) AMC Charges – Ambernath Project	475.43	313.40
Total	475.43	313.40

Note 15: Other Income*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Interest Income	1.34	1.45
Other Non – Operating Income	-	-
Total	1.34	1.45

Note 16: Cost of materials consumed*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Raw materials at beginning of year	-	10.39
<u>Add:</u> Purchases of raw material during the year	-	-
<u>Less:</u> Raw material at end of the year	-	-
Total cost of materials consumed	-	10.39

Note 17: Sub - Contracting Expenses*(Rs. in lakhs)*

Particulars	31 March 2025	31 March 2024
Labour Charges - Outside Contractors	451.66	213.70
Total	451.66	213.70

Note 18: Changes in inventories of work-in-progress, stock-in-trade and finished goods*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Opening balance		
Work-in progress	-	-
Finished goods	4.07	7.75
Total Opening Balance	4.07	7.75
Closing balance		
Work-in progress	-	-
Finished goods	0.48	4.07
Total Closing Balance	0.48	4.07
Total changes in inventories of work-in-progress, stock-in-trade and finished goods	3.58	3.68

Note 19: Finance Costs*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Bank Charges & Commission	0.05	0.48
Interest	0.01	-
Total	0.06	0.48

Note 20: Other Expenses*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Membership Fees	0.05	0.05
Rates & Taxes	1.10	1.28
Rent	4.32	4.32
Payment to Auditors	3.00	3.00
Legal & Professional Fees	10.54	6.96
Telephone Charges	0.06	0.04
BSE Annual Listing Fees	3.45	3.25
Share Register Maintenance Charges	1.25	1.20
Advertisement expenses	0.22	0.15
ROC Filing Fees	0.04	0.01
Insurance Charges	0.17	0.18
Water Charges	0.82	0.82
Total	24.20	21.27

Note 20(a): Details of Payments to Auditors*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Payment to Auditors		
As Auditor:		
Audit Fees	2.25	2.25
Tax Audit Fees	0.75	0.75
	3.00	3.00
In Other Capacities		
Taxation Matters	-	-
Certification Matters	-	-
Re-imburement of Expenses	-	-
	-	-
Total	3.00	3.00

Note 21: Exceptional Items*(Rs. in Lakhs)*

Particulars	31 March 2025	31 March 2024
Effects of implementation of Resolution Plan	-	1,010.70
Total	-	1,010.70

Effects of Implementation of Resolution Plan

As per the provisions of the IBC, the fair value of the assets as on the insolvency commencement date is required to be determined in accordance with Regulation 27 read with Regulation 35 of the CIRP regulation. The erstwhile RP is obligated to appoint 2 registered valuers to determine such valuation. In furtherance thereof, the erstwhile RP had duly appointed 2 registered valuers who have submitted their report. As per Ind AS 36 – “Impairment of Assets”, impairment testing is to be conducted on an annual basis. On completion of CIRP and on the basis of approved resolution plan, the Company has considered carrying out a comprehensive review of all assets including investments, other assets and intangible assets, liabilities and accordingly provided for impairment loss.

Exceptional items amounting to Rs. 1,010.70 Lakhs in the statement of year ended on 31/03/2024 represents amount arising on account of impairment of assets and liabilities and due to the effects of implementation of the approved resolution plan.

Note 22: Earnings Per Share:

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year.

(Rs. in Lakhs)

Particulars	31 March 2025	31 March 2024
Profit attributable to equity shareholders of the Company	(5.59)	1,035.97
Weighted average number of equity shares (In lakhs)	171.00	171.00
Nominal Value of Equity Shares	Rs. 10/-	Rs. 10/-
Basic EPS	(0.03)	6.06
Diluted EPS	(0.03)	6.06

For calculation of Earnings Per Share, in case of bonus issue the number of equity share outstanding before the bonus issue is adjusted for proportionate change in number of equity shares outstanding as if the bonus issue had occurred at the beginning of the earliest period reported.

Note 23: Contingent Liabilities and Commitments and Contingencies**Contingent Liabilities & Commitments (Not Provided For)**

(Rs. in Lakhs)

Particulars	31 March 2025	31 March 2024
(A) Claims against the Company not acknowledged as debts on account of:		
1. TDS liability on account of short deduction, short payment and interest thereon as per TRACES	7.80	7.70
(B) On account of corporate guarantees issued by the Company to bankers and others on behalf of other companies and joint ventures for facilities availed by them (amount outstanding there against)	-	-
Total	5,318.15	5,318.04

Footnote:

- a) In terms of the approved resolution plan by the Hon'ble NCLT, Mumbai Bench, the Resolution Applicant has not proposed to pay any amount towards Statutory Dues outstanding as on CIRP commencement date post approval of resolution plan. Accordingly, the entire statutory dues as on the CIRP Commencement date shall stand waived, settled and extinguished, and no claims whatsoever, of any nature, shall subsist.

Note 24: Disclosure pursuant to Indian Accounting Standard (Ind-AS) 24 Related Party Disclosures:

Related parties have been identified on the basis of representation and information given by the Key Management Personnel.

Sr. No.	Name of Related Party
A.	Key Managerial Personnel:
1	Mr. Arvind Subhashchandra Bharati (Till 26/12/2024)
2	Mrs. Sujata Sachchidanand Paradkar (Till 26/12/2024)
3	Mr. Sreekumar Swamikuttan Menon (Till 26/12/2024)
4	Mr. Anand Pralhad Sapkal (Till 26/12/2024)
	Additional Directors:
5	Mr. Mahesh Bhagwandas Bakliwal (Appointed w-e-f 26/12/2024)
6	Mr. Prabhu Shankarappa Biradar (Appointed w-e-f 26/12/2024)
7	Mr. Mohit Gurnani (Appointed w-e-f 26/12/2024)
8	Mr. Simoli Kalpesh Raval (Appointed w-e-f 26/12/2024)
9	Mr. Satish Kisanrao Wamane – CFO (Appointed w-e-f 26/12/2024)
B.	Enterprise over which key Management Personnel are able to exercise significant influence
1	Solar Copyer Limited – Resolution Applicant
2	Virtuoso Optoelectronics Limited
3	M/s. Solar Technologies
4	Reprolite Paper (I) Private Limited
C.	Relatives
1	Smt. Rochana Subhashchandra Bharati (Till 26/12/2024)
2	Mr. Ravindra Subhashchandra Bharati (Till 26/12/2024)
3	Mr. Sukrit Arvind Bharati (Till 26/12/2024)
4	Mrs. Ashu Arvind Bharati (Till 26/12/2024)

Transactions carried out with related parties referred above, in ordinary course of business

(Rs. in Lakhs)

Sr. No.	Name of the Party	Nature of Transactions	31 March 2025	31 March 2024
1	Reprolite Paper (I) Private Limited	Factory Rent	4.32	4.32
2	Solarcopyer Limited	Labour Charges (Ambernath)	451.66	213.70
		Settlement of Secured Loans on account of NCLT Order	--	(269.84)

3	Mr. Arvind Bharati	Advance Received (Payment on behalf of Company)	(2.08)	0.17
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Balances outstanding at the end of the year

(Rs. in Lakhs)

Sr. No	Name of the Party	Nature of Transactions	31 March 2025	31 March 2024
1	Solarcopyer Limited	Trade Payables	80.65	16.68
2	Solarcopyer Limited	Secured Loans	136.25	136.25
3	Mr. ArvindBharti	Other Payables	27.55	29.63
4	Reprolite Paper (I) Private Limited	Trade Payables	0.78	0.39

Footnote:

- (a) The transactions with the related parties are made on terms equivalent to those that prevail in arm's length transactions.
- (b) No amount has been provided as doubtful debt or advance written off or written back in the year in respect of debts due from/ to above related parties.
- (c) Solar Copyer Limited is a Strategic Investor of the Company in accordance with the Order of Hon'ble BIFR Order dated 10th October, 2013. Also, Solar Copyer is a resolution applicant whose resolution plan under CIRP has been approved by the Adjudicating Authority (Mumbai – NCLT) on March 14, 2024.

Note 25: Leases

The company has entered into cancellable operating leasing arrangements for commercial premises and office premises:

(Rs. in Lakhs)

Particulars	31 March 2025	31 March 2024
Operating lease expenses recognized in profit and loss account	4.32	4.32

The lease term does not contain any exceptional / restrictive covenants nor are there any options given by the lesser to purchase the properties. The agreement provides for changes in the rentals along with taxes leviable.

Note 26: Disclosure Pursuant to Indian Accounting Standard (Ind-AS) 12 Income Taxes:

The company has not recognized Deferred Tax Assets in the Profit and Loss Account as it is not probable that sufficient taxable income will be available in the future against which such the deferred tax assets can be realised in the normal course of business of the company.

(Rs. in Lakhs)

Particulars	31 March 2025	31 March 2024
Deferred Tax Liabilities (Opening balance)	-	93.55
Income Tax at the applicable rate on the difference between the aggregate book written down value and tax written down value of property, plant and equipment	0.60	-
CIRP Adjustment	-	(93.55)
Deferred Tax Liabilities (Net)	0.60	-

Note 27:

Previous period figures have been regrouped and reclassified wherever necessary, to confirm with current years' presentation.

Note 28: Other Statutory Information

- (a) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (b) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- (c) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (d) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding 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
- (e) To the best of our knowledge and representation received from the management, the Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

- i. 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
 - ii. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- (f) The Company has not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- (g) To the best of our knowledge and representation received from the management, the Company has not granted any loans or advances in nature of loans to promoters, directors and KMPs either severally or jointly during the year ended March 31, 2025.
- (h) The Company has not been declared willful defaulter by any bank, financial institution, government or government authority.
- (i) The Company has not revalued its property, plant and equipment (including right-to-use assets) or intangible assets during the year ended March 31, 2025.
- (j) As per information received from the management, there were no transactions entered with the companies which are struck off.

Note 29: Corporate Insolvency Resolution Process (CIRP)

The Hon'ble National Company Law Tribunal, Mumbai Bench ("NCLT") admitted an insolvency and bankruptcy petition filed by an operational creditor against Starlite Components Limited ("the Company") vide its order dated January 29, 2020, had ordered the commencement of the Corporate Insolvency Resolution Process ("CIRP") in respect of the company under the provisions of the Insolvency and Bankruptcy Code, 2016 ("the Code").

During the CIRP process, resolution plan of Solar Copyer Limited ("Resolution Applicant"), has been approved by the Adjudicating Authority vide order dated March 14, 2024 ("NCLT Order"). As per the terms of Section 31 of the Code, the Approved Resolution Plan shall be binding on the Company, its employees, members, creditors, and other stakeholders involved in the Resolution Plan.

Pursuant to the Approved Resolution Plan, the Monitoring Committee has been formed w.e.f 9th April, 2024 to manage the affairs of the Company and to maintain the Company as a 'Going Concerns'. Considering this, the financial statements continue to be prepared on going concern basis.

Upon implementation of the Approved Resolution Plan, inter alia, total plan outlay of Rs. 269.00 Lakhs would be deployed as under:

- (i) Payment to Financial Creditors – Rs. 160.00 Lakhs
- (ii) Payment towards CIRP Cost – Rs. 30.00 Lakhs
- (iii) Payment towards workmen and employees – Rs. 24.00 Lakhs
- (iv) Payment towards working capital and capex requirement – Rs. 55.00 Lakhs
- (v) Payment towards Operational Creditors, Government Dues - NIL

Additionally, Rs. 13.15 lakhs will be paid towards outstanding gratuity and provident fund.

Reduction of existing share capital & modifications to the approved resolution plan –

The Existing Approved Resolution Plan proposes reduction of the Company's share capital without any payout to the shareholders. It will be reduced according to the approved Resolution Plan, directions and resolutions to be passed in the meeting of Monitoring Committee and related ROC / BSE & RTA compliances.

We draw attention to the fact that subsequent to the approval of the Resolution Plan by the Committee of Creditors on January 1, 2021, an amendment was introduced by the Securities and Exchange Board of India (SEBI) vide notification dated June 18, 2021. The said amendment inserted a second proviso to sub-rule (5) of Rule 19A of the Securities Contracts (Regulation) Rules, 1957, which mandates that the public shareholding in companies undergoing Corporate Insolvency Resolution Process (CIRP) shall not fall below 5% at any time as a result of implementation of the approved Resolution Plan.

Based on the said amendment and advice received from the Bombay Stock Exchange (BSE), the Company has applied before the Hon'ble NCLT, Mumbai Bench, seeking necessary modifications to the Approved Resolution Plan in order to ensure compliance with the minimum public shareholding requirement of 5%. Accordingly, Interlocutory Application (IBC) is filed before Hon'ble NCLT – Mumbai Bench to amend the approved resolution plan and to allow listing and trading of shares of the company. The application for approval of the modified resolution plan is currently pending before the Hon'ble NCLT - Bench. Upon approval, the company expects to comply with all listing requirements and resume normal trading of its securities on the exchange.

Issuance of Securities –

The resolution applicant will be issued 35,000 equity shares of face value of Rs. 10 each and Rutwik Sales Private Limited will be issued 15,000 equity shares of face value Rs. 10 each. Additionally, remaining amount of financial creditors will be settled by issuing equity shares of Rs. 155.00 Lakhs. The number of equity shares may be revised due to modifications in the Approved Resolution Plan, as the IA is filed and pending with Hon'ble NCLT, Mumbai Bench. Shares can be issued only after approval of NCLT

Note 30: Authorization of Financial Statements

The Monitoring Committee has approved the financial statements at their meeting held on May 27, 2025 which was chaired by Mr. Naren Sheth, Erstwhile Resolution Professional ('RP') and members of Monitoring Committee of the Company, basis recommendation from the directors.

With respect to the financial statements for the year ended March 31, 2025, the Authorized Representative of Monitoring Committee has signed the same solely for the purpose of ensuring compliance by the Corporate Debtor with applicable laws, and subject to the following disclaimers:

- (i) The erstwhile RP and the Monitoring Committee has furnished and signed the report in good faith and accordingly, no suit, prosecution or other legal proceeding shall lie against the RP in terms of Section 233 of the Code;
- (ii) No statement, fact, information (whether current or historical) or opinion contained herein should be construed as a representation or warranty, express or implied, of the erstwhile RP and the Monitoring Committee including, their authorized representatives and advisors;
- (iii) The erstwhile RP and the Monitoring Committee, in review of the financial statements and while signing this statement of financial statements, has relied upon the assistance provided by the directors of the Company, and certifications, representations and statements made by the suspended directors of the Company, in relation to these financial statements. The statement of audited standalone financial statements of the Company for the year ended March 31, 2024 have been taken on record by the erstwhile RP and the Monitoring Committee solely on the basis of and on relying the aforesaid certifications, representations and statements of the aforesaid directors and the management of the Corporate Debtor. For all such information and data, the erstwhile RP and the Monitoring Committee has assumed that such information and data are in the conformity with the Companies Act, 2013 and other applicable laws with respect to the preparation of the financial statements and that they give true and fair view of the position of the Corporate Debtor as of the dates and period indicated therein. Accordingly, the erstwhile RP is not making any representations regarding accuracy, veracity or completeness of the data or information in the financial statements.
- (iv) In terms of the provisions of the Code, the erstwhile RP and the Monitoring Committee is required to undertake a review of certain transactions. Such review has been completed and the erstwhile RP has filed the necessary applications with the adjudicating authority.

Note 31: Audit Trail

The Company has used the accounting software for maintaining its books of accounts which has a feature of recording audit trail (edit log) facility and the same has not been operated throughout the year for all relevant transactions recorded in the software. Since audit trail feature was not activated, instances of audit trail feature being tampered with in respect of these accounting software could not be verified. Additionally, the audit trail for the previous year has not been preserved by the Company as per the statutory requirements for record retention, as the feature was not enabled.

Note 32: Backup of Books of Accounts

The Company is maintaining its books of account in electronic mode and these books of account are accessible in India at all times and the back-up of books of account has been kept in servers physically located in India on a daily basis.

As per our report of even date

For SHARP AARTH & Co. LLP
Chartered Accountants
ICAI Firm Registration No: 132748W / W100823

For Starlite Components Limited

CA Praveen Purohit
Partner
Membership No. 429231

Mr. Naren Sheth
(Authorised Representative of the Monitoring Committee)

Place: Nashik
Date: May 27, 2025

Notes to the Financial Statements for the year ended March 31, 2025
Note 33: Analytical Ratios

Ratio	Numerator - Basis	Denominator - Basis	Current Period FY 2024-25	Previous Period FY 2023-24	% Variance	Reason for variance
Current Ratio	Total Current Assets	Total Current Liabilities	1.38	1.91	-27.67%	There has been substantial increase in the current liabilities, due increase in trade payables figures and accordingly the current ratio is reduced.
Debt - Equity Ratio	Debt consists of borrowings and lease liabilities.	Total Equity	(3.62)	(4.14)	-12.63%	-
Debt Service Coverage Ratio	Earning for Debt Service = Net Profit after taxes + Non-cash operating expenses + Interest + Other non-cash adjustments	Debt service = Interest and lease payments + Principal repayments	#DIV/0!	#DIV/0!	#DIV/0!	-
Return on Equity Ratio (%)	Profit for the year less Preference dividend (if any)	Average total equity	13.48%	-186.11%	-107.24%	There has been substantial increase in the total equity due to effect of implementation of resolution plan in the previous period, accordingly the ratio is improved.
Inventory Turnover Ratio (in times)	Cost of raw materials consumed + Changes in inventories of finished goods, work-in-progress and stock-in-trade	Average inventory	-	0.94	-100.00%	-
Trade Receivables Turnover Ratio (in times)	Revenue from operations (including other income)	Average Trade Receivables	11.40	1.77	545.74%	Due to good recovery from the Debtors during the year and increase in the turnover, the ratio has been improved
Trade Payables Turnover Ratio (in times)	Cost of raw materials consumed + Changes in inventories of finished goods, work-in-progress and stock-in-trade	Average Trade Payables	-	0.10	-100.00%	-
Net Capital Turnover Ratio (in times)	Revenue from operations (including other income)	Average Working Capital (i.e. Total Current Assets less Total Current Liabilities)	6.52	5.74	13.54%	-
Net Profit Ratio (%)	Profit after Tax for the year	Revenue from Operations	-1.17%	330.55%	-100.36%	There has been substantial increase in the net profit due to effect of implementation of resolution plan in the previous period, accordingly the ratio is reduced.
Return on Capital Employed (%)	Profit before tax and finance costs	Capital Employed = Net worth + Lease Liabilities + Deferred Tax Liabilities	11.30%	-2681.96%	-100.42%	There has been substantial increase in the total equity & the net profit due to effect of implementation of resolution plan in the previous period, accordingly the ratio is reduced.
Return on Investment (%)	Interest on bank deposits	Average invested funds in bank deposits	5.37%	5.70%	-5.85%	-