

**AIROLAM LIMITED**

◆ Dalpur Village, Nanapur Approach Road,
Ta.: Prantij, Dist.: S.K., Gujarat - 383120, India.
📞 +91 99099-54411 | 📞 +91 2770-240572/73
🌐 www.airolam.com 📧 marketing@airolam.com



Date: September 01, 2022

To,
The Manager-Listing Department,
The National Stock Exchange of India Limited,
Exchange Plaza, Plot No. C/1, G Block,
Bandra-Kurla Complex, Bandra (E),
Mumbai-400051, Maharashtra.

Scrip Code: **AIROLAM**

Dear Sir,



Sub: Submission of the Annual Report for the financial year 2021-22 in accordance to the provisions of Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

In Pursuance to Regulation 34 of the SEBI (LODR) Regulations, 2015, please find enclosed herewith Annual Report of the Company for Financial Year 2021-22 along with the Notice of Annual General Meeting to be held on September 27, 2022.

Kindly acknowledge the same.

Thanking You

For Airo Lam Limited

Ruchi Shah
Company Secretary and Compliance Officer
M. No.: A41427

ADMIRE THE FINESSE
OF NATURE



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Forward-looking statement

In this Annual Report we have disclosed forward-looking information to enable investors to comprehend our prospects and take informed investment decisions. This report and other statements - written and oral - that we periodically make contain forward-looking statements that set out anticipated results based on the management's plans and assumptions. We have tried wherever possible to identify such statements by using words such as 'anticipates', 'estimates', 'expects', 'projects', 'intends', 'plans', 'believes', and words of similar substance in connection with any discussion of future performance.

We cannot guarantee that these forward-looking statements will be realised, although we believe we have been prudent in assumptions. The achievement of results is subject to risks, uncertainties and even inaccurate assumptions. Should known or unknown risks or uncertainties materialise, or should underlying assumptions prove inaccurate, actual results could vary materially from those anticipated, estimated or projected. Readers should bear this in mind.

We undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise.

Corporate Information

Corporate Identity Number:	L20211GJ2007PLC052019												
Website:	www.airolam.com												
Listed at:	National Stock Exchange of India Limited												
Demat ISIN:	INE801L01010												
Registered Office:	Survey No. 355, Nananpur Road, N.H. No. 8, Village- Dalpur, Prantij, Himatnagar 383120, Gujarat, India.												
Board of Directors:	<table><tr><td>Mr. Pravinkumar Nathalal Patel</td><td>Chairman & MD</td></tr><tr><td>Mr. Sureshkumar H. Patel</td><td>Whole Time Director</td></tr><tr><td>Mr. Hardikkumar P. Patel</td><td>Non-Executive Director</td></tr><tr><td>Mrs. Mamta P. Patel</td><td>Independent Director</td></tr><tr><td>Mr. Manibhai K. Patel</td><td>Independent Director</td></tr><tr><td>Mr. Mehulkumar J. Patel</td><td>Independent Director</td></tr></table>	Mr. Pravinkumar Nathalal Patel	Chairman & MD	Mr. Sureshkumar H. Patel	Whole Time Director	Mr. Hardikkumar P. Patel	Non-Executive Director	Mrs. Mamta P. Patel	Independent Director	Mr. Manibhai K. Patel	Independent Director	Mr. Mehulkumar J. Patel	Independent Director
Mr. Pravinkumar Nathalal Patel	Chairman & MD												
Mr. Sureshkumar H. Patel	Whole Time Director												
Mr. Hardikkumar P. Patel	Non-Executive Director												
Mrs. Mamta P. Patel	Independent Director												
Mr. Manibhai K. Patel	Independent Director												
Mr. Mehulkumar J. Patel	Independent Director												
Chief Financial Officer:	Ms. Keya Mahendrabhai Patel												
Company Secretary & Compliance Officer:	Ms. Ruchi Jayeshbhai Shah												
Statutory Auditors:	M/s. Piyush J. Shah & Co. Chartered Accountants 404, Shikhar Complex, Nr. Vadilal House, Mithakhali Cross Roads, Navrangpura, Ahmedabad – 380009.												
Registrar & Transfer Agent:	Link In Time India Private Limited 247, Lal Bahadur Shastri Marg Surya Nagar, Gandhi Nagar Vikhroli West, Mumbai, Maharashtra 400083.												
Bankers:	Axis Bank Limited												

Making revolutionary changes to laminate industry, Airolam has continuously introduced a holistic approach to the sector. In our quest to reach new and brighter horizons of performance and progress, we are investing in further energising the core of our business to drive greater sustainable and inclusive long-term growth.



*“Dreams are precious,
do laminate them”*

Our Story...

As one of India's fast-growing laminate companies, we are setting industry benchmarks across every facet of our business since inception. In terms of manufacturing scale, global presence, design excellence, quality standards and implementation of advanced technology, we are gaining momentum.

The result is that we have maintained a consistent track record of delivering attractive year-on-year topline growth. We have the capacity, market presence, experience, expertise and brand traction to outperform. With a stronger balance sheet and a sharper focus on cost optimisation and liquidity, we are leveraging new opportunities in high-potential markets.

Our fundamentals are more robust to increase our revenues in the next few years. We are committed to creating exponential value for all stakeholders.

*15+ years'
Experience in
Laminate
Industry*

*10+ Brands
&
Presence in
16+ Locations*

*8+ Branches
&
69+ Distributors*

*230+
Employees*



***Energised for
the future...***

Airolam has strong presence in the organised laminate market across the country. Led by innovation and driven by its goal of scaling new horizons, the Company is on an all-encompassing organisation-wide transformation, in line with the evolving market trends and consumer needs. Its growth strategy is powered by its sharp technological edge, and is nurtured in an employeefriendly environment, designed to deliver long-term value to all stakeholders.



Airolam has an unwavering vision of becoming a company that supports sustainable and environment friendly practices. Airolam envisions reinventing its product range based on the ever-changing trends that capture the attention of people worldwide and create a comprehensive dealer network to ensure users have easy access to their products.

As a responsible and path-breaking company, Airolam aims to keep developing new laminates, which excel in quality and affordability, Focus on technological advancements to facilitate better production, Go above and beyond the existing quality, design & safety standards & Put customer satisfaction at the forefront of its approach.



OUR PRINCIPLES



Ownership

This is our Company and we accept personal responsibility and accountability to meet business needs.

Team Work

We work together on the principle of mutual trust and transparency in a boundary-less organization.

Passion for Winning

We are determined to be the best at doing what matters the most.

Innovation

Continuous innovation in products and processes are the basis of our

People Development

People are our most important asset. We add value through result-driven training, while encouraging and rewarding excellence.

Integrity

We are committed to the achievement of business success with integrity. We are honest with consumers, with business partners

Products

Portfolio

❖ *Decorative Laminates*

1. High Pressure Laminate

High pressure laminates are materials used for surfacing. They are spread as an additional layer on an under layers of plywood, MDF, particle board etc. Specially selected decorative papers and absorbent kraft papers infused with melamine and phenolic resins lead to the making of Airolam's High Pressure Laminates. Airolam's High pressure laminates serve the customers with enriched diversity and overwhelming beauty along with trendy furniture.



2. Anti-Fingerprint Laminate

Airolam's anti-fingerprint laminate has a special treated decor which makes the surface impression free. This specially designed decorative surface is then compressed with kraft paper under high temperature and pressure to create non-porous and hydro-repellent making easy to clean of impurities and grease mark.

3. *High Gloss Laminate*

This type of laminate possesses a high resistance to MAR, scratches, scuff and abrasions; making them more sturdy and defensively durable for application. Airolam's HD gloss laminates are one of the most class apart products in this category.



5. *Digital Laminate*

Airolam's Digital laminates translates your imagination, ideas, dreams into a masterpiece that you can see, feel or touch. These customised digital laminates are ideal to make your interiors memorable with your favourite pictures in the form of digitally laminates.

4. *Postforming Laminate*

Airolam's postforming laminates are the best sources of making the corners look seamless. They bend upto a radius of 6 MM. Vertical and horizontal applications without loss of grain or pattern, complemented by qualities like malleability and ductility make them the perfect and desired choice for various applications. Moreover, postforming laminates prevent water seepage. Such laminates are also available in wood, solid and abstract patterns.



❖ Plywood



1. General Purpose Plywood

General Purpose Plywood is a commercial grade plywood which has a very high internal strength. It is used mainly in the interiors of a home or office. It covers the requirements of interior and exterior application; majorly used in partition and panelling, ceilings in public rooms and corridors, office interiors, hotel interiors, residential interiors, commercial establishments etc.

2. Block Board

Blockboards with decorative face veneers on one or both sides are used in high class furniture, panelling, interior decoration, partitions etc. Commercial MR Grade Blockboards are used for ordinary furniture, table tops, partitions and panelling to be painted over flooring and seats of bus bodies, railway carriages etc.



❖ *Panels*



1. Acrylic Sheet

Acrylic sheet is used in everything from windows and wall partitions to lighting fixtures and canopies. Acrylic for Transportation Applications- Acrylic is used throughout the transportation industry in instrument panels, windows, windshields, and mirrors.

❖ *Laminate Door*

1. Airo Door

The Door Skins can be used at both residential and commercial places. The entire look of a door can be improved drastically using Airolam Door Skins.



“ We design your dream upto the best ”

Migration to Main Board...

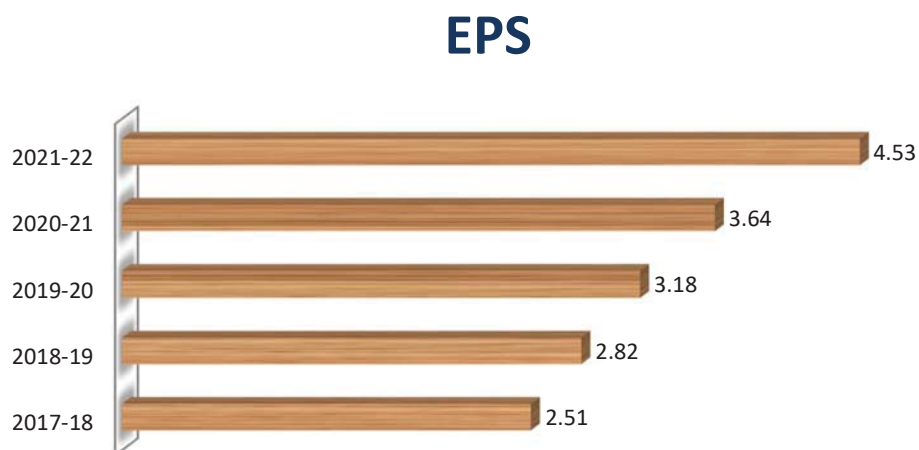
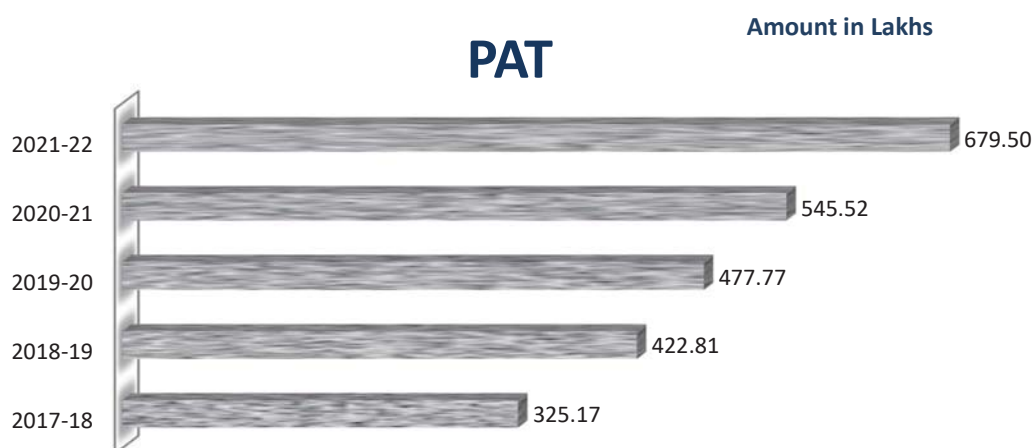
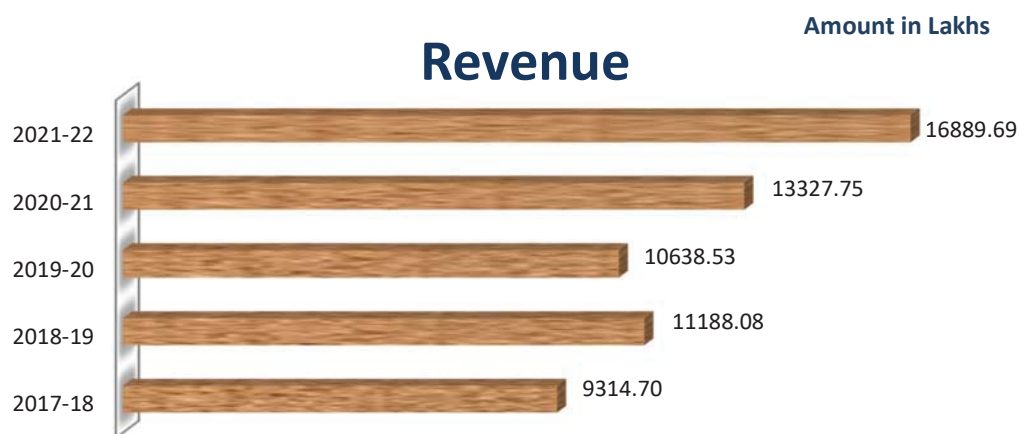
Your Company has migrated from Emerge Platform of NSE to Main Board of National Stock Exchange of India Limited from October, 2021. We are pleased to inform you that your Company is now a Main Board Listed at National Stock Exchange of India Limited.



***Migration to Main Board of
National Stock Exchange
of India Limited***

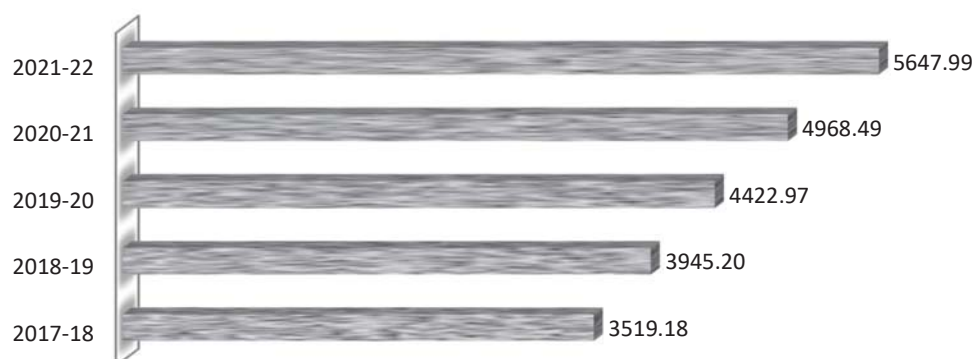
October
2021

Key Performance Indicators...



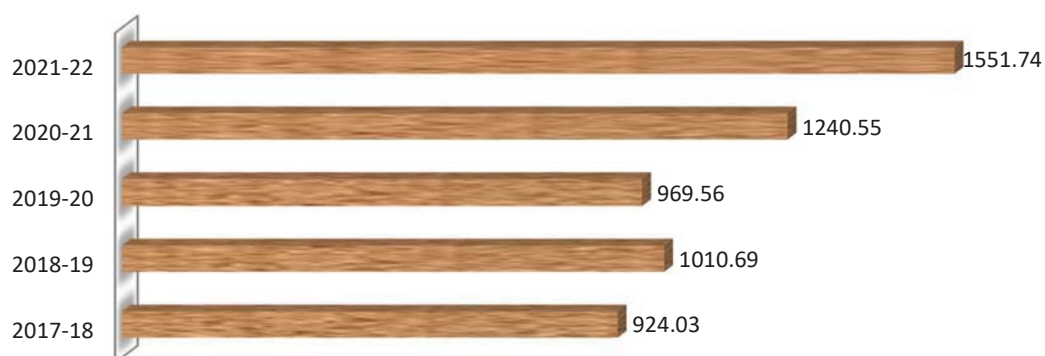
Amount in Lakhs

Net Worth



Amount in Lakhs

EBITDA



Values that drive Airolam...

Trust

Our dealings as an organisation with the environment including individual employees, vendors, business partners, investors, customers and society at large would be in a premise of good faith. We would trust others and strive to earn the trust of others. We would thereby not deal with anybody who breaches our trust or the trust placed on us by our environment. We empower our employees by placing trust in them to take decisions in the best interest of the organisation and as per promulgated norms.

Performance

Performance is valued as the core ingredient for sustainability and would therefore be the underlying metric for selecting people, products or processes for the organisation. Other values would be additional to performance. Performance would mean delivering on commitment in every parameter. It would also entail effort and a continuing endeavour to improve the status quo in order to achieve excellence.

Speed and Agility

We value decisions being made without undue procrastination and being implemented within the shortest possible time because we value this as a source of competitive advantage. Individuals will therefore be held accountable wherever any delays are attributable to them either in the decision making or implementation process. Similarly we shall respond to the market proactively rather than reacting when situation reaches a point where inaction becomes unaffordable.

Learning

Our organisation facilitates the learning of our employees and continuously transforms itself. We also support formal learning through structured programs to empower people outperforming their individual potential.

Managing Director's Communique...

Dear Shareholders,

If there is one thing that FY 2022 proved, it was that people seek out little moments of joy even in, or perhaps more so in troubled times. It was indeed a difficult year, as the continuing COVID crisis peaked devastatingly during the second wave, and the geopolitical tensions triggered by the Russia-Ukraine conflict aggravated the global stress towards the end of the year. The raw material and supply chain disruptions, along with the inflationary pressures resulting from these crises, further aggravated the problems for the Indian economy and industry. Amid these pressures, businesses struggled to cope and survive. I am happy to inform you that your company has improved its performance by leaps and bounds. While ensuring improvement in profitability, your Company has also succeeded in streamlining its operations which has played a major role in achieving this improvement.

Your company has delivered a robust performance in 2021-22 with 26.73% growth in Consolidated Revenue from Operations, touching Rs. 16889.69 Lakhs. Consolidated Net Profit for FY 2021-22 stood at Rs. 679.50 Lakhs, a 24.56% jump over the previous year.

This improvement in performance was possible mainly on account of optimal use of available resources by using the best possible business model and also continued support of the investors and farsighted leadership provided by the Board of Directors. This was supplemented by support at all the levels of operations by all the staff members of your Company.

I would like to sincerely thank all our customers, employees, suppliers, business partners, shareholders for being with us throughout this transformational journey and who continue to repose their faith and trust in our Company. I would particularly like to thank all the employees of Airolam for their dedication, hard work and commitment towards the Company. We look forward to another successful year ahead with several new initiatives planned.

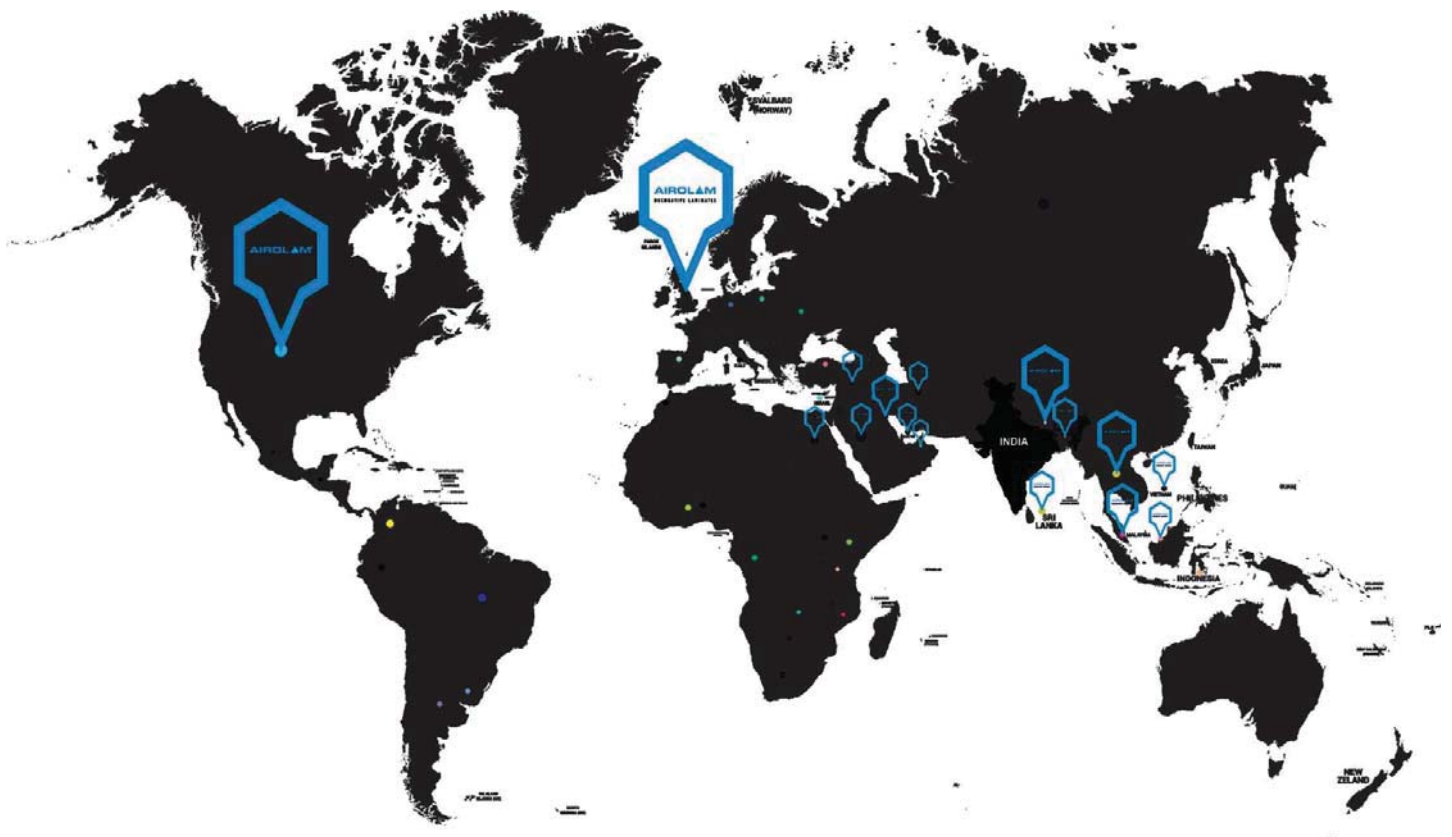
With Best Wishes,
Mr. Pravin Patel
Managing Director

Global Footprints...

The true stature of a brand is enhanced by its presence in different corners of the world. Airolam and its brands are constantly striving to expand their reach in the market, not only domestically but also internationally.

Airolam's progress has not been restricted to India, as it has spread its roots to different parts of the globe. We have created an extensive and far-reaching dealer network that make sure timely delivery to the various countries it caters to. The dealer network has been streamlined to deliver Airolam's exquisite products in a very safe manner, without damaging its integrity or beauty.

At present this dealer network has allowed Airolam to penetrate the markets of 16+ countries such as Singapore, Malaysia, U.S.A., U.K., Kuwait, Bangladesh, Saudi Arabia, Sri Lanka, Thailand, Qatar, U.A.E., Syria, Iran, Egypt, Nepal & Vietnam.



NOTICE

15TH ANNUAL GENERAL MEETING

Notice is hereby given that the Fifteenth Annual General Meeting of the Members of M/s. Airo Lam Limited will be held at registered office of the Company at Survey No. 355, Nanapur Road, N.H. No. 8, Village- Dalpur, Ta. Prantij, Gujarat-383120, India, on Tuesday, 27th day of September, 2022 at 1:30 p.m. to transact the following business:

ORDINARY BUSINESS:

1. Adoption of Accounts:

To Consider and adopt the Audited Standalone & Consolidated Financial Statements of the company for the Financial Year ended on 31st March, 2022 and the Reports of Board of Directors and the Auditors' thereon and in this regard to pass with or without modification the following resolution as

Ordinary Resolution:

"RESOLVED THAT the Audited Standalone & Consolidated Financial Statements of the company for the financial year ended 31st March, 2022 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 Mr. Sureshbhai Hansarajbhai Patel (DIN: 02223842) who is liable to retire by rotation:

To take note of Director retire by rotation, and in this regard to pass with or without modification the following resolution as **Ordinary Resolution:**

"RESOLVED THAT pursuant to the provisions of Section 152 and other applicable provisions, if any, of the Companies Act, 2013, Mr. Sureshbhai Hansarajbhai Patel (DIN: 02223842), who is liable to retire by rotation at this meeting and being eligible for re-appointment has offered himself for re-

appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.”

Place: Prantij
Date: 01.09.2022

By Order of Board of Directors
For, Airo Lam Limited
CIN: L20211GJ2007PLC052019

Registered office:
Survey No. 355, Nananpur Road,
N.H. No. 8, Dalpur, Prantij - 383120,
Gujarat, India.

Sd/-	Sd/-
Pravinbhai N. Patel	Sureshbhai H. Patel
Chairman & MD	Whole-Time Director
DIN: 01840244	DIN: 02223842

NOTES:

1. The Register of members and Share Transfer Books of the Company will remain closed from Wednesday, 21st September, 2022 to Tuesday, 27th September, 2022 (both days inclusive) for annual closing.
2. **IN TERMS OF SECTION 105 OF THE COMPANIES ACT, 2013 A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND, ON A POLL, VOTE INSTEAD OF HIMSELF, SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.** A person can act as proxy on behalf of members not exceeding 50 [fifty] and holding in aggregate not more than ten (10) per cent of the total share capital of the Company. In case proxies proposed to be appointed by a Member holding more than ten (10) percent of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any such other person or shareholder.
3. Corporate members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the board resolution authorizing their representative to attend and vote on their behalf at the meeting.
4. The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed, and signed and stamped, not less than 48 hours before the commencement of the meeting. A Proxy Form is sent herewith. Proxies submitted on behalf of the companies, societies etc. must be supported by an appropriate resolution/authority, as applicable.
5. Members / proxies / authorized representatives should bring the duly filled Attendance Slip enclosed herewith to attend the meeting.
6. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
7. The Company is concerned about the environment and utilizes natural resources in a sustainable way. We request you to update your email address with your Depository Participant to enable us to send you the financials and other communications electronically.

8. In compliance with Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, as substituted by the Companies (Management and Administration) Amendment, Rules 2015, and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has provided a facility to the members to exercise their votes electronically through the electronic voting service facility arranged by “Link In-Time (India) Pvt. Ltd.”. The facility for voting through ballot paper will also be made available at the AGM and members attending the AGM, who have not already cast their votes by remote e-voting shall be able to exercise their right at the AGM through ballot paper. Members who have cast their votes by remote e-voting prior to the AGM may attend the AGM but shall not be entitled to cast their votes again. The instructions for e-voting are annexed to the Notice.
9. Members’ voting rights shall be in proportion to his/her share of paid up equity share capital of the Company.
10. In case of joint holders attending the meeting together, only whose name appearing first will be entitled to vote.
11. This notice is being sent to all the members at their registered e-mail IDs, whose names appear in the Register of Members / list of Beneficial Owners as received from National Securities Depository Limited (NSDL) / Central Depository Services (India) Limited (CDSL) on 26th August, 2022. The Notice is also posted on the website of the Company i.e. www.airolam.com.
12. Members desirous of asking any questions at the Annual General Meeting are requested to send in their questions so as to reach the Company registered office at least 5 days before the Annual General Meeting so that the same can be suitably replied to.
13. Members who have registered their e-mail id for the receipt of documents in electronic mode are being sent AGM Notice by e-mail. Members who have received AGM Notice by e-mail and wish to vote physically can do the same by remaining present in the meeting.
14. The Securities and Exchange Board of India (SEBI) has mandated the submission of the Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participant(s). Members holding shares in physical form are required to submit

their PAN details to the Registrar and Share Transfer Agents, Link In-time India Private Limited. 247, Lal Bahadur Shastri Marg, Surya Nagar, Gandhi Nagar, Vikhroli West, Mumbai, Maharashtra 400083.

15. In terms of Section 152 of the Companies Act, 2013, Mr. Sureshbhai Hansarajbhai Patel (DIN: 02223842), Whole Time Director of the Company, liable to retire by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. The Board of Directors of the Company recommends his re-appointment.
16. The members who did not exercise their vote by E-Voting shall have an option to cast their vote on poll that will be conducted at the AGM Venue. Further there shall not be any voting through Show of Hands.
17. The Company has appointed M/s. Ashish Sheth & Associates, Chartered Accountants (FRN: 146184W) to act as the Scrutinizer for conducting the electronic voting process in a fair and transparent manner.
18. The Scrutinizer shall, immediately after the conclusion of the e-voting period, unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make, not later than three (3) days of conclusion of the meeting, a consolidated Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company, who shall counter-sign the same.
19. The results shall be declared at or after the Annual General Meeting of the Company. The results declared along with the Scrutinizer's Report shall be placed on the Company's website www.airolam.com and on the website of Link In-Time India Private Limited immediately after the result is declared by the Chairman and communicated to National Stock Exchange of India Limited.
20. Electronic copy of the Notice of the 15th Annual General Meeting of the Company, inter alia, indicating the process of e-voting along as stated herein with Attendance Slip and Proxy Form is being sent to all the Members whose email IDs are registered with the Company/DP(s) for communication purposes unless any member has requested for a physical copy of the same.
21. Members may also note that the Notice of the 15th Annual General Meeting and the Annual Report for F.Y. 2021-22 will also be available on the Company's website www.airolam.com.

The physical copies of the aforesaid documents will also be available at the Company's Registered Office in Prantij, Sabarkantha, for inspection during normal business hours on working days. For any communication related to this AGM or otherwise, the Members may also send requests to the Company's investor email: investor@airolam.com.

22. SEBI has mandated the submission of Permanent Account number (PAN) by every participant in the securities market. Members are therefore requested to submit their PAN details to their Depository Participants.

Place: Prantij
Date: 01.09.2022

By Order of Board of Directors
For, Airo Lam Limited
CIN: L20211GJ2007PLC052019

Registered office:
Survey No. 355, Nanapur Road,
N.H. No. 8, Dalpur, Prantij - 383120,
Gujarat, India.

Sd/-	Sd/-
Pravinbhai N. Patel	Sureshbhai H. Patel
Chairman & MD	Whole-Time Director
DIN: 01840244	DIN: 02223842

ANNEXURE TO NOTICE

**DETAILS OF DIRECTORS SEEKING RE-APPOINTMENT AT THE FORTHCOMING
ANNUAL GENERAL MEETING:**

(Pursuant To Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

Name of the Director	Mr. Sureshbhai Hansarajbhai Patel
Director Identification Number	02223842
Date of Birth	11 th April, 1980
Date of Joining the Board	18 th June, 2008
Qualification	Bachelor of Commerce
Nature of expertise in specific functional areas	Having an experience in Sales and Marketing field
Terms & Conditions of Appointment	Appointed as Whole Time Director of the Company liable to retire by rotation.
Remuneration Paid	He has been paid remuneration of Rs. 11,25,000/-.
Designation	Whole Time Director
No. of Shares held in the Company as on 31st March, 2022	118000
Name of listed entities in which the person also holds the directorship	NIL
Chairman/Member of the Committees of other listed entities as on 31st March, 2022	NIL
Disclosure of relationship between Director inter-se and with Manager, Promoter and KMP of the Company	Not Applicable
Chairman/ Director of other Company as on 31st March, 2022	NIL
No. of Board Meetings attended during the year	12

INSTRUCTION / PROCEDURE FOR THE E-VOTING:

- I. Pursuant to the provisions of Section 108 and 110 of the Act and Rules 20 and 22 of the Companies (Management and Administration) Rules, 2014 ("Rules"), Regulation 44 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 the Company is pleased to provide e-voting facility to all its members to enable them to cast their vote electronically.
- II. The e-voting period commences on Saturday, 24th September, 2022 [9.00 a.m. onwards] and ends on Monday, 26th September, 2022 [Till 5.00 p.m.]. During this period Members' of the Company, holding shares either in physical form or in dematerialized form, as on Tuesday, 20th September, 2022, may cast their vote by e-voting. The e-voting module shall be disabled by LIPL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.

Remote e-Voting Instructions for shareholders:

As per the SEBI circular dated December 9, 2020, individual shareholders holding securities in demat mode can register directly with the depository or will have the option of accessing various ESP portals directly from their demat accounts.

1. Individual Shareholders holding securities in demat mode with NSDL
 1. Existing IDeAS user can visit the e-Services website of NSDL viz... <https://eservices.nsdl.com> either on a personal computer or on a mobile. On the e-Services home page click on the "Beneficial Owner" icon under "Login"" which is available under 'IDeAS' section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be re-directed to "InstaVote" website for casting your vote during the remote e-Voting period.
 2. If you are not registered for IDeAS e-Services, option to register is available at <https://eservices.nsdl.com> Select "Register Online for IDeAS Portal" or click at <https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp>

3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://eservices.nsdl.com> either on a personal computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen-digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be redirected to "InstaVote" website for casting your vote during the remote e-Voting period.

2. Individual Shareholders holding securities in demat mode with CDSL

1. Existing users who have opted for Easi / Easiest, can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <https://web.cdslindia.com/myeasi/home/login> or www.cdslindia.com and click on New System Myeasi.
2. After successful login of Easi/Easiest the user will be able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. LINKINTIME. Click on LINKINTIME and you will be redirected to "InstaVote" website for casting your vote during the remote e-Voting period.
3. If the user is not registered for Easi/Easiest, option to register is available at <https://web.cdslindia.com/myeasi/Registration/EasiRegistration>.
4. Alternatively, the user can directly access e-Voting page by providing demat account number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. LINKINTIME. Click on LINKINTIME and you will be redirected to "InstaVote" website for casting your vote during the remote e-Voting period.

3. Individual Shareholders (holding securities in demat mode) login through their depository participants

You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to

NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be redirected to “InstaVote” website for casting your vote during the remote e-Voting period.

Login method for Individual shareholders holding securities in physical form/ Non-Individual Shareholders holding securities in demat mode is given below:

Individual Shareholders of the company, holding shares in physical form / Non-Individual Shareholders holding securities in demat mode as on the cut-off date for e-voting may register for e-Voting facility of Link Intime as under:

1. Open the internet browser and launch the URL: <https://instavote.linkintime.co.in>
2. Click on “**Sign Up**” under ‘**SHARE HOLDER**’ tab and register with your following details: -

A. User ID:

Shareholders holding shares in physical form shall provide Event No + Folio Number registered with the Company. Shareholders holding shares in NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID; Shareholders holding shares in CDSL demat account shall provide 16 Digit Beneficiary ID.

B. PAN: Enter your 10-digit Permanent Account Number (PAN) (Shareholders who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.

C. DOB/DOI: Enter the Date of Birth (DOB) / Date of Incorporation (DOI) (As recorded with your DP / Company - in DD/MM/YYYY format)

D. Bank Account Number: Enter your Bank Account Number (last four digits), as recorded with your DP/Company.

*Shareholders holding shares in **physical form** but have not recorded ‘C’ and ‘D’, shall provide their Folio number in ‘D’ above

*Shareholders holding shares in **NSDL form**, shall provide ‘D’ above

- ▶ Set the password of your choice (The password should contain minimum 8 characters, at least one special Character (@!#\$%&*), at least one numeral, at least one alphabet and at least one capital letter).
 - ▶ Click “confirm” (Your password is now generated).
3. Click on ‘Login’ under **‘SHARE HOLDER’** tab.
 4. Enter your User ID, Password and Image Verification (CAPTCHA) Code and click on **‘Submit’**.

Cast your vote electronically:

1. After successful login, you will be able to see the notification for e-voting. Select **‘View’** icon.
2. E-voting page will appear.
3. Refer the Resolution description and cast your vote by selecting your desired option **‘Favour / Against’** (If you wish to view the entire Resolution details, click on the **‘View Resolution’** file link).
4. After selecting the desired option i.e. Favour / Against, click on **‘Submit’**. A confirmation box will be displayed. If you wish to confirm your vote, click on **‘Yes’**, else to change your vote, click on **‘No’** and accordingly modify your vote.

Guidelines for Institutional shareholders:

Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on the e-voting system of LIPL at <https://instavote.linkintime.co.in> and register themselves as **‘Custodian / Mutual Fund / Corporate Body’**. They are also required to upload a scanned certified true copy of the board resolution /authority letter/power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the **‘Custodian / Mutual Fund / Corporate Body’** login for the Scrutinizer to verify the same.

Helpdesk for Individual Shareholders holding securities in physical mode/ Institutional shareholders:

Shareholders facing any technical issue in login may contact Link Intime INSTAVOTE helpdesk by sending a request at enotices@linkintime.co.in or contact on: - Tel: 022 – 4918 6000.

Helpdesk for Individual Shareholders holding securities in demat mode:

Individual Shareholders holding securities in demat mode may contact the respective helpdesk for any technical issues related to login through Depository i.e. NSDL and CDSL.

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 or 22-23058542-43.

Individual Shareholders holding securities in Physical mode has forgotten the password:

If an Individual Shareholders holding securities in Physical mode has forgotten the USER ID [Login ID] or Password or both then the shareholder can use the “Forgot Password” option available on the e-Voting website of Link Intime: <https://instavote.linkintime.co.in>

- o Click on ‘Login’ under ‘SHARE HOLDER’ tab and further Click ‘forgot password?’
- o Enter User ID, select Mode and Enter Image Verification code (CAPTCHA). Click on “SUBMIT”.

In case shareholders is having valid email address, Password will be sent to his / her registered e-mail address. Shareholders can set the password of his/her choice by providing the information about the particulars of the Security Question and Answer, PAN, DOB/DOI, Bank Account Number (last four digits) etc. as mentioned above. The password should contain minimum 8 characters, at least one special character (@!#\$%*), at least one numeral, at least one alphabet and at least one capital letter.

User ID for Shareholders holding shares in Physical Form (i.e. Share Certificate): Your User ID is Event No + Folio Number registered with the Company.

Individual Shareholders holding securities in demat mode with NSDL/ CDSL has forgotten the password:

Shareholders who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned depository/ depository participants website.

- It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- For shareholders/ members holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.
- During the voting period, shareholders/ members can login any number of time till they have voted on the resolution(s) for a particular "Event".

Place: Prantij
Date: 01.09.2022

By Order of Board of Directors
For, Airo Lam Limited
CIN: L20211GJ2007PLC052019

Registered office:
Survey No. 355, Nanapur Road,
N.H. No. 8, Dalpur, Prantij - 383120,
Gujarat, India.

Sd/-
Pravinbhai N. Patel
Chairman & MD
DIN: 01840244

Sd/-
Sureshbhai H. Patel
Whole-Time Director
DIN: 02223842

DIRECTORS' REPORT

To,
The Members,
Airo Lam Limited,

The Board of directors of your Company is pleased in presenting the Fifteenth (15th) Annual Report of your Company together with the Audited Financial Statements for the period ended 31st March, 2022.

FINANCIAL RESULTS:-

(Amount in Lakhs)

Particulars	Current Year Ended on 31/03/2022	Previous Year Ended on 31/03/2021
Income from operations	16889.69	13311.02
Other Income	139.09	83.33
Total	17028.78	13394.35
Profit before depreciation, taxation & Extraordinary Items	989.17	1006.59
Less: Depreciation & amortization	304.67	234.80
Less: Provision for Tax	182.74	60.54
Less: Deferred Tax	77.93	165.73
Less: Prior period Tax adjustment	-	-
Profit/(Loss) After Tax	679.50	545.52
Add: Balance brought forward from previous year	2199.22	1653.70
Surplus available for appropriation	2878.72	2199.22
<u>Appropriations:</u>		

General Reserves	Nil	Nil
Less: Proposed Dividend	Nil	Nil
Less: Tax on Dividend	Nil	Nil
Accelerated depreciation on fixed asset	Nil	Nil
Securities Premium	1269.07	1269.07
Balance Carried to Balance Sheet	4147.79	3468.29

OPERATIONAL REVIEW:-

Standalone

Your Company took several initiatives during the last financial year that helped in achieving and consolidating growth in production and sales volumes. Your company tried to increase the sales in the product being manufactured and marketed in-house.

During the year under review, the Company had a standalone revenue from operations of Rs. 16,889.69 Lakhs (previous year Rs. 13,311.02 Lakhs). Total earnings before tax, depreciation and finance cost was Rs. 1,551.74 Lakhs against Rs. 1240.55 Lakhs in the previous year. The Company's Profit before exceptional items and tax was Rs. 940.17 Lakhs which was Rs. 771.79 Lakhs in the Previous Year. The Company had Net Profit of Rs. 679.50 Lakhs during current year (Previous year Profit Rs. 545.52 Lakhs). The Basic and Diluted EPS of the Company for FY 2021-22 is Rs. 4.53 and Rs. 4.53 respectively.

Consolidated

During the year under review, the Company had consolidated revenue of Rs. 16,889.69 Lakhs. The Company's consolidated net profit after tax stood at Rs. 655.72 Lakhs.

RESERVES & SURPLUS

The Company has incurred profit of Rs. 679.50 Lakhs for the current financial year and the same is proposed to be transferred to Reserve & Surplus.

DIVIDEND:-

Your Directors do not recommend any dividends so as to conserve the resources of the company for future needs, for the year 2021-22.

CHANGE IN NATURE OF BUSINESS:-

No change in the nature of Business of the Company during the period under review.

DEPOSITS:-

During the year under review, the Company has not accepted/ renewed deposit from public/ shareholders as per the applicable provisions of the new Companies Act, 2013 and Companies (acceptance of Deposits) Rules, 2014. There is no overdue deposit as on 31st March, 2022.

SUBSIDIARY, JOINT VENTURE (JV) AND ASSOCIATE COMPANIES:-

The Company has following Associate Company:

Sr. No	Name of the Subsidiary/JV/Associate	Nature	Business
1	Airolam Asia Pacific Co. Ltd	Associate	Trading of plywood and veneer sheets

Further, a statement containing salient features of the financial statements of our associate company in the prescribed format AOC-1 is appended as “**Annexure-A**” to the Board’s Report. The statement also provides the details of performances, financial position of our associate concern.

The Company does not have any Joint Venture & Subsidiary Companies.

CORPORATE GOVERNANCE:-

A separate report on Corporate Governance Compliance as stipulated in Regulation 34 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) forms part of the Director’s Report.

AUDIT COMMITTEE:-

The Company has in place an Audit Committee in terms of requirements of the Act read with rules framed thereunder and Listing Regulations. The details relating to the Audit Committee are given in the Corporate Governance Report forming part of this report. The recommendations of Audit Committee were duly accepted by the Board of Directors.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:-

As per Listing Regulations, the Management Discussion and Analysis, is appended to this report.

DIRECTORS AND KEY MANAGERIAL PERSONNEL:-

1. Resignation / Cessation

During the year under review, none of the Directors or KMPs resigned from the Company.

2. Appointments

During the year under review, none of the Directors or KMPs was appointed.

3. Retirement by Rotation

At the ensuing Annual General Meeting Mr. Sureshbhai Hansarajbhai Patel who retires by rotation and being eligible offers themselves for re-appointment.

There being no other changes in Directorship or KMPs of the Company during the year under review.

The details of Directors seeking appointment, re-appointment at the ensuing Annual General Meeting has been provided in the Notice of the Annual General Meeting, forming part of the Annual Report.

DIRECTOR'S RESPONSIBILITY STATEMENT:-

Pursuant to the requirement of Section 134 (5) of the Companies Act, 2013 ("Act"), and based on the representations received from the operating management, the Directors hereby confirm:

- that in the preparation of Annual Accounts, the applicable Accounting Standards had been followed and that no material departures have been made from the same.
- that they had selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year and of the profit or loss of the Company for that period.
- that they had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- that they had prepared the Annual Accounts on a going concern basis.
- that the Company had adequate internal systems and controls in place to ensure compliance of laws applicable to the Company.
- that the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DECLARATION BY INDEPENDENT DIRECTORS:-

All the Independent Directors have given declaration to the Company stating their independence pursuant to Section 149(6) of the Companies Act, 2013 and there has been no change in the circumstances which may affect their status as independent director during the year.

BOARD MEETINGS:-

The Board of Directors duly met 12 (Twelve) times respectively on 16.04.2021, 03.05.2021, 01.06.2021, 16.06.2021, 02.07.2021, 14.09.2021, 02.11.2021, 22.11.2021, 18.12.2021, 04.01.2022, 14.02.2022 and 22.02.2022 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed. The details of the Board Meetings and the attendance of the Directors are provided in the Corporate Governance Report attached hereto which forms part of this Report.

BOARD EVALUATION:-

The Companies Act, 2013 states that a formal annual evaluation needs to be made by the Board that of its committees and individual Directors. Schedule IV to the Companies Act, 2013 states that the performance evaluation of Independent Directors shall be done by the entire Board of Directors, excluding the Director being evaluated. The Board works with the Nomination & Remuneration Committee to lay down the evaluation criteria for the performance of Executive/ Non- Executive/ Independent Directors.

The evaluation of all the Directors, Committees and the Board as a whole was conducted based on the criteria and framework adopted by the Board and results of the evaluation is satisfactory and adequate and meets the requirements. The Board approved the evaluation results as collated by the Nomination & Remuneration Committee.

DETAILS OF COMMITTEE OF DIRECTORS:-

Composition of Audit Committee of Directors, Nomination and Remuneration Committee of Directors, Stake Holders Relationship/ Grievances Committee of Directors and Corporate Social Responsibility Committee, number of meetings held of each Committee during the Financial year 2021-22 and meetings attended by each member of the Committee as required under the Companies Act, 2013 are provided in Corporate Governance Report and forming part of the report.

REMUNERATION POLICY:-

A Nomination and Remuneration Policy has been formulated pursuant to the provisions of Section 178 and other applicable provisions of the Companies Act, 2013 and Rules thereto stating therein the Company's policy on appointment and remuneration of Directors and Key Managerial Personnel which was approved and adopted by the Board of Directors.

CONSERVATION OF ENERGY, TECHNOLOGY ABORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:-

The particulars regarding conservation of energy, technology absorption and Foreign Exchange earnings and outgo pursuant to 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is annexed herewith as “**Annexure B**”.

ANNUAL RETURN:-

The Annual Return of the Company as on March 31, 2022 is available on the Company's website and can be accessed at <https://airolam.com/investor-relation/>.

VIGIL MECHANISM / WHISTLE BLOWER POLICY:-

In order to ensure that the activities of the Company and its employees are conducted in a fair and transparent manner by adoption of highest standards of professionalism, honesty, integrity and ethical behaviour, the Company has adopted a Vigil Mechanism/Whistle Blower Policy. This policy is explained in corporate governance report and also posted on the website of company i.e. <https://airolam.com/investor-relation/>.

CORPORATE SOCIAL RESPONSIBILITY:-

The Corporate Social Responsibility Committee (CSR Committee) has formulated and recommended to the Board, a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company, which has been approved by the Board. The CSR Policy may be accessed on the Company's website at the link <https://airolam.com/investor-relation/>.

The Average Net Profits of the Company for the last three financial years is Rs. 6,68,34,531/- and accordingly the prescribed CSR expenditure during the financial year 2021-22 was Rs. 13,36,691/- (i.e. 2% of the Average Net Profits of the Company for the last three financial years). The Company had undertaken to spend an amount of Rs. 28,62,004/- during the financial year 2021-22 against the mandatory requirement of Rs. 13,36,691/-.

However, due to disruption of COVID-19 pandemic and traveling restriction, the Company could spend Rs. 20,13,600/- towards CSR during the financial year 2021-22 and Rs. 8,48,404/- remained unspent. Pursuant to the provisions of Section 135(5) of the Companies Act, 2013, the unspent CSR amount has been transferred to unspent Corporate Social Responsibility account.

The Annual Report on CSR activities is annexed as **“Annexure-C”** to this Report.

STATUTORY AUDITORS: -

The shareholders of the Company at the 14th Annual General Meeting (AGM) held on September 29, 2021, approved the appointment of M/s Piyush J. Shah & Co., Chartered Accountants (ICAI Firm Registration No. 121172W) as the Statutory Auditors of the Company pursuant to Section 139 of the Companies Act, 2013 for a term of 5 years from the conclusion of 14th AGM till the conclusion of 19th AGM to be held in financial year 2025-26.

The Statutory Auditors’ Report on the Standalone and Consolidated Financial Statements of the Company for the financial year ended March 31, 2022 forms part of this Annual report.

COMMENTS ON AUDITORS’ REPORT:-

There is no adverse comment in the Auditors’ Report which requires any further explanation.

SECRETARIAL AUDITOR:-

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Pitroda Nayan & Co., Practising Company Secretary, to undertake the Secretarial Audit of the Company for FY 2021-22. The Secretarial Audit Report is appended to this report as **“Annexure D”**.

COMMENTS ON SECRETARIAL AUDITORS’ REPORT:-

There is no adverse comment in the Secretarial Auditors’ Report which requires any further explanation.

COST AUDITORS AND COST RECORD:-

Your Company was not required to appoint cost auditor of the Company for FY 2021-22.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:-

No guarantees were given. Details of Loans, guarantees and investments covered under the provisions of Section 186 of the Companies Act, 2013 form part of the notes to the Financial Statements provided in this Annual Report.

RELATED PARTY TRANSACTIONS (RPT):-

Related party transactions that were entered during the financial year were on an arm's length basis and were in the ordinary course of business. There were no materially significant related party transactions with the Company's Promoters, Directors, Management or their relatives, which could have had a potential conflict with the interests of the Company. Transactions with related parties entered by the Company in the normal course of business are periodically placed before the Audit Committee for its omnibus approval and the particulars of contracts entered during the year as per Form AOC-2 is enclosed as "Annexure – E".

INTERNAL CONTROL SYSTEMS:-

The Company has adequate system of internal control to safeguard and protect from loss, unauthorized use or disposition of its assets. All the transactions are properly authorised, recorded and reported to the Management. The Company is following all the applicable Accounting Standards for properly maintaining the books of accounts and reporting financial statements. The internal management of the company checks and verifies the internal control and monitors them in accordance with policy adopted by the company. The Company continues to ensure proper and adequate systems and procedures commensurate with its size and nature of its business.

RISK MANAGEMENT:-

The Company has framed a sound Risk Management Policy to identify and evaluate business risks and opportunities and the same has become integral part of Company's day to day operations. The

key business risks identified by the Company are as follows viz. Industry Risk, Management and Operations Risk, Market Risk, Government Policy risk, Liquidity risk, and Systems risk. The Company has in place adequate mitigation plans for the aforesaid risks.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY:-

There have been no material changes and commitments, if any, affecting the financial position of the Company which have occurred between the ends of the financial year of the Company to which the financial statements relate and the date of the report.

SIGNIFICANT AND MATERIAL ORDERS:-

There are no material orders passed by Regulators, Courts or Tribunals impacting the going concern status and company's operations in future.

REPORTING OF FRAUD:-

There was no instance of fraud during the year under review, which required the Statutory Auditors to report to the Audit Committee and/or Board under section 143(12) of Act and Rules framed thereunder.

DISCLOSURE ABOUT RECEIPT OF ANY COMMISSION BY MANAGING DIRECTOR:-

No Commission was drawn by the Managing Director during the financial year.

INDUSTRIAL RELATIONS:-

The relationship with the workmen and staff remained co-ordial and harmonious during the year and management received full cooperation from employees.

CAUTIONARY STATEMENT:-

Statements in the Boards' Report and the Management Discussion and Analysis describing the Company's objectives, explanations and predictions, may be forward looking within the meaning of

applicable securities laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the company's operations include: global and domestic demand and supply conditions affecting selling prices, new capacity additions, availability of critical materials and their cost, changes in government policies and tax laws, economic development of the country, and other factors which are material to the business operations of the Company.

ACKNOWLEDGEMENT:-

Your Directors place on record their sincere appreciation for the continuous support and cooperation received from the Business Associates including vendors, customers and Banks. Your Directors greatly appreciates overwhelming cooperation, dedication, commitment and contribution made by employees at all levels and look forward for their continued support in future as well. Your Directors would also wish to place on record their gratitude to the shareholders for having faith on the management of the Company.

Place: Prantij
Date: 01.09.2022

By Order of Board of Directors
For, Airo Lam Limited
CIN: L20211GJ2007PLC052019

Registered office:
Survey No. 355, Nanapur Road,
N.H. No. 8, Dalpur, Prantij - 383120,
Gujarat, India.

Sd/-
Pravinbhai N. Patel
Chairman & MD
DIN: 01840244

Sd/-
Sureshbhai H. Patel
Whole-Time Director
DIN: 02223842

ANNEXURE “A” TO DIRECTORS’ REPORT

FORM AOC 1

Pursuant to the first proviso to sub-section (3) of Section 129 read with Rule 5 of the Companies (Accounts) Rules, 2014.

Statement containing salient features of the financial statement of subsidiaries/associate companies /joint ventures

Part “A”: Subsidiary Companies: The Company does not have any Subsidiary Companies.

Part “B”: Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of associates/Joint Ventures		Airolam Asia Pacific Co. Ltd
1	Date of Latest audited Balance Sheet	31.03.2022
2	Shares of Associate/Joint Ventures held by the company on the year end	
	No.	9800
	Amount of Investment in Associates/Joint Venture	Rs. 23,78,325
	Extent of Holding%	49.00%
3	Description of how there is significant influence	Holding more than 20% of total share capital
4	Reason why the associate/joint venture is not consolidated	Not Applicable
5	Net worth attributable to shareholding as per latest audited Balance Sheet	Rs. 20,00,000/-
6	Profit/Loss for the year	NIL
	i. Considered in Consolidation	NIL
	ii. Not Considered in Consolidation	Not Applicable

1. Names of subsidiary, associates or joint ventures which are yet to commence operations: NIL
2. Names of subsidiary, associates or joint ventures which have been liquidated or sold during the year: NIL

Place: Prantij
Date: 01.09.2022

By Order of Board of Directors
For, Airo Lam Limited
CIN: L20211GJ2007PLC052019

Registered office:
Survey No. 355, Nananpur Road,
N.H. No. 8, Dalpur, Prantij - 383120,
Gujarat, India.

Sd/-
Pravinbhai N. Patel
Chairman & MD
DIN: 01840244

Sd/-
Sureshbhai H. Patel
Whole-Time Director
DIN: 02223842

ANNEXURE “B” TO DIRECTORS’ REPORT

CONSERVATION OF ENERGY, TECHNOLOGY ABRORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134(3) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished as below:

(A) Conservation of energy:

Steps taken / impact on conservation of energy, with special reference to the following:

(i) Steps taken by the company for utilizing alternate sources of energy including waste generated:
NIL

(B) Technology absorption:

(i) Company's products are grown by using in-house know how and no outside technology is being used for operational activities. Therefore no technology absorption is required.

(ii) The Company has not incurred any expenditure on research and Development.

(C) Foreign exchange earnings and outgo:

Particulars	Amount (In Rs.)
Foreign Exchange earned in terms of actual inflows during the year	Rs. 68,79,84,790/-
Foreign Exchange outgo during the year in terms of actual outflows	Rs. 28,79,80,619/-

Place: Prantij
Date: 01.09.2022

By Order of Board of Directors
For, Airo Lam Limited
CIN: L20211GJ2007PLC052019

Registered office:
Survey No. 355, Nanapur Road,
N.H. No. 8, Dalpur, Prantij - 383120,
Gujarat, India.

Sd/-	Sd/-
Pravinbhai N. Patel	Sureshbhai H. Patel
Chairman & MD	Whole-Time Director
DIN: 01840244	DIN: 02223842

ANNEXURE “C” TO DIRECTORS’ REPORT

CORPORATE SOCIAL RESPONSIBILITY (CSR)

[Pursuant to clause (o) of sub-section (3) of section 134 of the Act and Rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014]

1. A brief outline of the Company’s CSR policy, including overview of projects or programmes proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.

The Company’s CSR Policy is to serve the cause for creating a healthy and enlightened life for the needy while fulfilling the responsibility of conservation of scarce natural resources. As a concerned corporate citizen, it is felt as a duty to give back some support to the weaker sections of society through sustained projects. The focus was on programmes to promote Education, Healthcare & Medical initiatives, Animal Welfare and Promoting Art.

2. The Composition of the CSR Committee:

Name	Designation	Category
Mr. Pravin Nathabhai Patel	Chairman	Promoter - Executive
Mr. Suresh Hansrajbhai Patel	Member	Promoter - Executive
Mrs. Mamta Premanshubhai Patel	Member	Independent - Non Executive

The Company Secretary acts as the Secretary to the Committee.

3. Average net profit of the company as per Section 135(5): Rs. 668.35 Lakhs
4. (a) Two percent of average net profit of the company as per Section 135(5): Rs. 13.37 Lakhs
(b) Surplus arising out of the CSR projects or programs or activities of the previous financial years: Nil
(c) Amount required to be set off for the financial year, if any: Nil
(d) Total CSR obligation for the financial year (7a+7b-7c): *Rs. 13.37 Lakhs

*The Company had undertaken to spend an amount of Rs. 15.25 Lakhs in addition to the CSR obligation as provided under Sr. No. 4(d) above. Accordingly, the total CSR obligation undertaken by the Company to be spent during the financial year 2021-22 was Rs. 28.62 Lakhs.

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

Total Amount Spent for the Financial Year (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per Section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to Section 135(5)		
	Amount	Date of Transfer	Name of the Fund	Amount	Date of transfer
Rs. 20,13,600/-	-	-	As per Schedule VII	Rs. 8,48,404/-	18.04.2022

b) Manner in which the amount spent during the financial year is detailed below:

Sr. No.	CSR project or activity identified/ beneficiary	Sector in which the project is covered	Location of the Projects / programs	Amount outlay (budget)	Amount spent on the projects or programs Subheads:	Cumulativ e expenditur e up to the reporting period.	Amount spent: Direct/ Implementing Agency
1	Support for Eradicating hunger	Promoting socially & economically backward groups	Himatnagar, Gujarat	Rs. 1,00,000/-	Rs. 46,000/-	Rs. 46,000/-	Through Sadvichar Parivar
2	Support for Shelter to Needy Women	Promoting socially & economically backward groups	Himatnagar, Gujarat	Rs. 5,00,000/-	Rs. 2,00,000/-	Rs. 2,00,000/-	Through Sabarkantha Charitable Trust
3	Support for Eradicating hunger	Rural development projects	Himatnagar, Gujarat	Rs. 1,00,000/-	Rs. 90,000/-	Rs. 90,000/-	Through Sahyog Kushtha Yagna Trust

4	Support for Health Care	Promoting health care including preventive health care	Himatnagar, Gujarat	Rs. 1,00,000/-	Rs. 1,00,000/-	Rs. 1,00,000/-	Through Anjali Society for Rural Health & Development
5	Support for Eradicating hunger & providing shelter to needy	Promoting socially & economically backward groups	Ahmedabad, Gujarat	Rs. 10,000/-	Rs. 1,000/-	Rs. 1,000/-	Through Baba Ramdev Mandir
6	Support for Eradicating hunger & providing shelter to needy	Promoting socially & economically backward groups	Ahmedabad, Gujarat	Rs. 7,50,000/-	Rs. 1,100/-	Rs. 5,600/-	Through Mother Krishna Charitable Trust
7	Support for Health Care	Promoting health care including preventive health care	Himatnagar, Gujarat	Rs. 15,00,000/-	Rs. 11,00,000/-	Rs. 11,00,000/-	Through Gyanmandal Laxmipura Group Prerit Arogyamandal
8	Supporting the growth of the Society	Promoting the growth of the Society		Rs. 1,00,000/-	Rs. 1,00,000/-	Rs. 1,00,000/-	Through Sardar Kalprath
9	Support for Eradicating hunger	Rural development projects	Ahmedabad, Gujarat	Rs. 15,000/-	Rs. 11,000/-	Rs. 11,000/-	Through Kamlesh Vishwakarma
10	Support for Eradicating hunger & providing shelter to needy	Promoting socially & economically backward groups	Ahmedabad, Gujarat	Rs. 5,000/-	Rs. 1,000/-	Rs. 1,000/-	Through Mahant Shree Ramsharandas ji Gaushala Trust

11	Support for Eradicating hunger & providing shelter to needy	Promoting socially & economically backward groups	Ahmedabad, Gujarat	Rs. 5,000/-	Rs. 2,500/-	Rs. 2,500/-	Through Narayan Gau Seva Sansthan
12	Support for Eradicating hunger & providing shelter to needy	Promoting socially & economically backward groups	Ahmedabad, Gujarat	Rs. 15,000/-	Rs. 11,000/-	Rs. 11,000/-	Through The Akshaya Patra Foundation
13	Support for Eradicating hunger	Rural development projects	Himatnagar, Gujarat	Rs. 5,00,000/-	Rs. 3,50,000/-	Rs. 3,50,000/-	Through Kadva Patidar Kuldevi Shri Umiya Mataji Sansthan
Total Expense				Rs. 37,00,000/-	Rs. 20,13,600/-	Rs. 20,18,100/-	

- c) Amount spent in Administrative Overheads: Nil
- d) Amount spent on Impact Assessment, if applicable: N.A.
- e) Total amount spent for the Financial Year (8b+8c+8d+8e): Rs. 20,13,600/-
- f) Excess amount for set off, if any,

Sr. No.	Particular	Amount (in Rs.)
1	Two percent of average net profit of the company as per Section 135(5)	Rs. 13,36,691/-
2	Total amount spent for the Financial Year	Rs. 20,13,600/-
3	Excess amount spent for the financial year [(ii)-(i)]	NIL
4	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
5	Amount available for set off in succeeding financial years [(iii)-(iv)]	NIL

6. a) Details of Unspent CSR amount for the preceding three financial years: Rs. 15,25,313/-
b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s): Rs. 15,25,313/-
7. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (Please provide below details if any) (asset-wise details):

The Company has not created or acquired any capital assets through CSR spent in the Financial Year 2021-22.

8. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per Section 135(5):

Due to disruption of COVID-19 pandemic and traveling restriction, the Company could spend Rs. 20,13,600/- towards CSR during the financial year 2021-22 and Rs. 8,48,404/- remained unspent. Pursuant to the provisions of Section 135(5) of the Companies Act, 2013, the unspent CSR amount has been transferred to unspent Corporate Social Responsibility account.

Place: Prantij
Date: 01.09.2022

By Order of Board of Directors
For, Airo Lam Limited
CIN: L20211GJ2007PLC052019

Registered office:
Survey No. 355, Nananpur Road,
N.H. No. 8, Dalpur, Prantij - 383120,
Gujarat, India.

Sd/-
Pravinbhai N. Patel
Chairman & MD
DIN: 01840244

Sd/-
Sureshbhai H. Patel
Whole-Time Director
DIN: 02223842

ANNEXURE “D” TO DIRECTORS’ REPORT

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2022

**[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,

AIRO LAM LIMITED

[CIN L20211GJ2007PLC052019]

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by AIRO LAM LIMITED [CIN L20211GJ2007PLC052019] (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my 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 Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2022 (‘Audit Period’) 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:

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, 2022 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowing.
- v. 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, 2009.
 - d. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014
 - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (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, 2009 (not applicable to the company during the audit period);
 - h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (not applicable to the company during the audit period);

No specific laws are applicable to the industry in which the Company operates. The same has also been confirmed by the Management.

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

- i. Secretarial Standards issued by the Institute of Company Secretaries of India.
- ii. Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all the directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Board take decision by majority of directors while the dissenting directors' views are captured and recorded as part of the minutes.

I further report that:

There are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable Laws, Rules, Regulations and guidelines.

I further report that there were no other instances of:

- (i) Public/Rights/Preferential issue of Shares/debentures/sweat equity

- (ii) Redemption/buy-back of securities
- (iii) Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013
- (iii) Merger/ amalgamation
- (iv) Foreign technical collaborations.

For. Pitroda Nayan & Co.,

Company Secretaries

Sd/-

Nayan P. Pitroda

Proprietor

Mem.No.: 58473

C.P.No.: 23912

UDIN.: A058473D000839451

P/R No.: 1925/2022

Date.: 24/08/2022

Place.: Ahmedabad

Note: This report is to be read with my letter of even date which is annexed as Annexure herewith and forms and integral part of this report.

Annexure to Secretarial Audit Report

To,

The Members,

AIRO LAM LIMITED

[CIN L20211GJ2007PLC052019]

My report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company.
My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the Management representations 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 procedures on 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.

**For. Pitroda Nayan & Co.,
Company Secretaries**

Sd/-

Nayan P. Pitroda

Proprietor

Mem.No.: 58473

C.P.No.: 23912

UDIN.: A058473D000839451

P/R No.: 1925/2022

Date.: 24/08/2022

Place.: Ahmedabad

ANNEXURE “E” TO DIRECTORS’ REPORT

FORM NO. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies
(Accounts) Rules, 2014)

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm’s length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions not at Arm’s length basis:

Airo Lam Limited (the Company) has not entered into any contract/arrangement/ transaction with its related parties which is not in ordinary course of business or not at arm’s length during F.Y. 2021-22.

2. Details of contracts or arrangements or transactions at Arm’s length basis.

Name of Related Party /Nature of Contract	Nature of Relationship	Salient Terms	Amount	Date of Approval by the Board and Audit Committee
Airolam Asia Pacific Co., Ltd.	Associate Concern	As per contract	53,75,501	16/04/2021
Sales				

Place: Prantij
Date: 01.09.2022

By Order of Board of Directors
For, Airo Lam Limited
CIN: L20211GJ2007PLC052019

Registered office:
Survey No. 355, Nananpur Road,
N.H. No. 8, Dalpur, Prantij - 383120,
Gujarat, India.

Sd/- Pravinbhai N. Patel Chairman & MD DIN: 01840244	Sd/- Sureshbhai H. Patel Whole-Time Director DIN: 02223842
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STATEMENT OF PARTICULARS AS PER RULE 5(1) OF THE COMPANIES

(APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

Sl. No.	Name of Director/ Key Managerial Personnel and Designation	Remuneration of Director / Key Managerial Personnel for the year ended March 31, 2022 (Rs. in lakhs)	% increase in the remuneration in the year ended March 31, 2022	Ratio in the remuneration of each Director to the median remuneration of the employees	Comparison of the remuneration of the Key Managerial Personnel against the performance of the Company
1	Mr. Pravinbhai Nathabhai Patel, Managing Director	8.40	-	4.67	Profit after tax (PAT) for the year 2021-22, increased by 24.56%
2	Mr. Sureshbhai Hansrajbhai Patel - Whole Time Director	11.25	-	6.25	
3	Mr. Hardik P. Patel, Director	4.14	-	2.30	
4	Mr. Mehulkumar J. Patel, Independent Director	-	-	-	
5	Mr. Manilal K. Patel, Independent Director	-	-	-	
6	Mrs. Mamtaben P. Patel, Independent Director	-	-	-	
7	Mr. Keyaben Patel, CFO	-	-	-	
8	Ms. Ruchi Shah, Company Secretary	1.44	-	0.80	

1. The median remuneration of employees of the Company during the year ended March 31, 2022 was Rs. 1,80,000/-.
2. During the year ended March 31, 2022, there was no increase in the median remuneration of employees.

3. As on March 31, 2022, the Company had 197 permanent employees.

4. Relationship between average increase in the remuneration and performance of the Company:

PAT for the year ended March 31, 2021 increased by 24.56% and the median remuneration by 0.00 %.

5. Comparison of remuneration of the Key Managerial Personnel against the performance of the Company:

While PAT rose by 24.56% from Rs. 545.52 Lakhs in 2020-21 to Rs. 679.50 Lakhs in 2021-22, the total remuneration of Key Managerial Personnel is Rs. 15.53 Lakhs in 2021-22.

6. During the financial year 2021-22, there was increase in the salary of the employees.

7. During the year ended March 31, 2022, there was Three (03) employee who are not a director of the Company and in receipt of remuneration of in excess or equivalent of the highest paid director of the Company.

Place: Prantij
Date: 01.09.2022

By Order of Board of Directors
For, Airo Lam Limited
CIN: L20211GJ2007PLC052019

Registered office:
Survey No. 355, Nanapur Road,
N.H. No. 8, Dalpur, Prantij - 383120,
Gujarat, India.

Sd/-
Pravinbhai N. Patel
Chairman & MD
DIN: 01840244

Sd/-
Sureshbhai H. Patel
Whole-Time Director
DIN: 02223842

MANAGEMENT DISCUSSION AND ANALYSIS

Pursuant to Regulation 34 and Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Management Discussion and Analysis Report are as follows:

Indian Economic Overview

The Indian economy reported an attractive recovery in 2021-22, its GDP rebounding from a de-growth of 7.3% in 2020-21 to a growth of 8.7 per cent in 2021-22. By the close of 2021-22, India was among the six largest global economies, its economic growth rate was the fastest among major economies (save China), its market size at around 1.40 billion the second most populous in the world and its rural under-consumed population arguably the largest in the world.

The Indian economy was affected by the second wave of the pandemic that affected economic growth towards the fag end of the previous financial year and across the first quarter of the financial year under review. The result is that after a growth of 1.6% in the last quarter of 2020-21, the Indian economy grew 20.1% in the first quarter of FY 2021-22 due to the relatively small economic base during the corresponding period of the previous year.



The country's manufacturing sector grew an estimated 12.5%, the agriculture sector 3.9%, mining and quarrying by 14.3%, construction by 10.7% and electricity, gas and water supply by 8.5% in FY 2021- 22.

There were positive features of the Indian economy during the year under review.

Foreign direct investments (FDI) in India got its highest annual FDI inflow at US\$83.57 billion in FY2022, a validation of global investing confidence in India's growth story. The government approved 100% FDI for insurance intermediaries and increased FDI limit in the insurance sector from 49% to 74% in Union Budget 2021-22.

India surpassed the Rs. 88,000 Crore target set for asset monetisation in 2021-22, raising over Rs. 97,000 Crore with roads, power, coal, mining and minerals accounting for a large chunk of the transactions.

The Indian government launched a four-year Rs. 6 lac crore asset monetisation plan (roads and highways, pipelines, power transmission lines, telecom towers, railways station re-development, private trains, tracks, goods sheds, dedicated freight corridor, railways stadiums, airports, projects in major ports, coal mining projects, mineral mining blocks, national stadia, redevelopment of colonies and hospitality assets).

In 2021, India was the largest recipient of global remittances. The country received USD 87 billion during 2021, with the US being the largest source (20%). India's foreign exchange reserves stood at an all-time high of USD 642.45 billion as on September 3, 2021, crossing USD 600 billion in Forex Reserves for the first time.

India's currency weakened 3.59% from Rs. 73.28 to Rs. 75.91 to a US dollar through FY 22. The consumer price index (CPI) of India stood at an estimated 5.3% in FY 2021-22. India reported improving Goods and Services Tax (GST) collections month-on-month in the second half of 2021-22 following the relaxation of the lockdown, validating the consumption-driven improvement in the economy. The country recorded its all-time highest GST collections in March 2022 standing at Rs. 1.42 lac crore, which is 15% higher than the corresponding period in 2021.

India ranked 62 in the 2020 World Bank's Ease of Doing Business ranking. The country received positive FPIs worth Rs. 51,000 crore in 2021 as the country ranked fifth among the world's top leading stock markets with a market capitalisation of \$3.21 trillion in March 2022.

The fiscal deficit was estimated at ~Rs. 15.91 trillion for the year ending March 31, 2022 on account of a higher government expenditure during the year under review.

India's per capita income was estimated to have increased 16.28% from Rs. 1.29 lac in 2020-21 to Rs. 1.50 lac in 2021-22 following a relaxation in lockdowns and increased vaccine rollout.

India's tax collections increased to a record Rs. 27.07 lac crore in FY 2021-22 compared with a budget estimate of Rs. 22.17 lac crore. While direct taxes increased 49%, indirect tax collections increased 30%. The tax-to GDP ratio jumped from 10.3% in FY21 to 11.7% in FY22, the highest since 1999.

Retail inflation in March at 6.95% was above the RBI's tolerance level of 6% but fuel prices played no part in this surge. Retail inflation spiked to a 17-month high in March 2022, above the upper limit of the RBI's tolerance band for the third straight month.

Indian Market Overview

❖ Laminates

The size of the Indian decorative laminates market is valued at Rs. 9,000 crore and is growing attractively. This growth is attributed to adoption of higher living standards, shifting preference for modern home furnishings and growing urbanization.

❖ Decorative veneers

There is a growing consumer preference towards decorative veneers due to its durability, smooth finish and sustainability. In the coming years, the demand for veneers will be driven by increasing demand for premium houses, greater disposable income and increasing number of malls, premium retail outlets, hotels and other establishments due to rapid urbanization.

❖ Flooring and doors

The growing preference for engineered wood flooring and doors as a cost-effective alternative to hardwood flooring is expected to boost market demand. Greater durability and easy maintenance are expected to drive the demand for engineered wooden flooring and doors. Growing population and greater demand for housing is expected to drive the demand for wooden flooring and doors.

Demand drivers

Rising population: The population of India stands at 1.39 billion in 2021 and is expected to surpass that of China by the year 2027. This rise in population is anticipated to have a positive effect on the Indian plywood segment, pushing forward the demand of the same.

Urbanisation: The country's urban regions are witnessing a shift from the rural areas. This shift in population will be complemented by a rise in demand for houses and furniture accordingly.

Demographic dividend: The Indian population's median age is expected to reach 28 years in 2022 as against 30 years of global average. A younger generation is expected to have higher demands for ready-made products like wood panel as compared to traditional carpentry.

Growing replacement demand: With the disposable income of India rising on account of an economy rebound, the standards of living in the country are shifting more towards modern ways of living. This has led to a rise for wood panel products in India.

Rise in residential demand: The Indian real estate market is expected to reach a value of USD 1 trillion by 2030. This will, in turn, drive the demand for Indian furniture.

Online retail sector: With houses becoming the new offices since the onset of the pandemic, the employees are now investing in home office furniture. This includes study tables, laptop tables and office chairs, among others. The Indian e-commerce sector which was earlier estimated to reach USD 200 billion by 2026 is now expected to hit this target earlier than the estimated time frame

Rental furniture: Due to rise in financial uncertainty and economic contraction on account of the COVID-19 pandemic, a rising trend was noticed for renting of furniture through online portals instead of buying the furniture for lifetime.

Traction in commercial space: The gross leasing of office space across eight major cities was at 52.57 million square feet in 2021 compared to 49.42 million square feet in 2020, growing by 14%. This growth is largely due to post-pandemic demand recovery in the economy, especially from the IT sector.

Discussion on performance, Financial Year 2021-22

Balance Sheet

- Total assets for FY2021-22 stood at Rs. 15958.64 Lakhs compared to Rs. 13033.44 Lakhs in FY 2020-21.
- Net worth stood at Rs. 5647.99 Lakhs as on 31st March, 2022 compared to Rs. 4968.49 Lakhs as on 31st March, 2021, an increase of 13.68%.

Profit and loss statement

- Revenues from operations increased 26.89% from Rs. 13311.02 Lakhs in FY 2020-21 to Rs. 16889.69 Lakhs in FY 2021-22
- EBITDA increased to Rs. 1551.74 Lakhs in FY 2021-22 compared to Rs. 1240.55 Lakhs in FY 2020-21
- Profit after tax was witnessed at Rs. 679.50 Lakhs in FY 2021-22, with an increase of 24.56%
- Depreciation and amortisation stood at Rs. 304.67 Lakhs in FY 2021-22 compared to Rs. 234.80 Lakhs in FY 2020-21.

Risks and Concerns

The Company has framed a sound Risk Management Policy to identify and evaluate business risks and opportunities and the same has become integral part of Company's day to day operations. The key business risks identified by the Company are as follows viz. Industry Risk, Management and Operations Risk, Market Risk, Government Policy risk, Liquidity risk, and Systems risk. The Company has in place adequate mitigation plans for the aforesaid risks.

Human Resources and Industrial Relations

The Company has created an enabling working environment where employees are selectively recruited, trained and provided with superior career growth. During the year under review, the Company organised various training programmes with a focus on enhancing functional and behavioural competencies. The Company enjoys a harmonious relationship with factory workers; it comprises a blend of millennial and experienced employees.

Internal control systems and their adequacy

The Company has adequate system of internal control to safeguard and protect from loss, unauthorized use or disposition of its assets. All the transactions are properly authorised, recorded and reported to the Management. The Company is following all the applicable Accounting Standards for properly maintaining the books of accounts and reporting financial statements. The internal management of the company checks and verifies the internal control and monitors them in accordance with policy adopted by the company. The Company continues to ensure proper and adequate systems and procedures commensurate with its size and nature of its business.

Cautionary Statement

The statements in the 'management discussion and analysis' section describing the Company's objectives, projections, estimates and prediction may be considered as forward looking statements. All statements that address expectations or projections about the future, including but not limited to statements about the Company's strategy for growth, product development, market positioning, expenditures and financial results are based on certain assumptions and expectations of future events. The Company cannot guarantee that these assumptions and expectations are accurate or will be realised. The Company assumes no responsibility to publicly amend, modify or revise any forward-looking statement on the basis of any subsequent developments, information or events.

REPORT ON CORPORATE GOVERNANCE

Corporate Governance and practices in accordance with the provisions of Regulation 34 of SEBI (LODR) Regulations, 2015:

A. Company's philosophy on Code of Governance:

Corporate Governance is about commitment to values and about ethical business conduct. Corporate Governance primarily involves transparency, complete disclosure, independent monitoring of the state of affairs and being fair to all stakeholders.

The objective of the Company is not only meet the statutory requirements of the code but to go well beyond it by instituting such systems and procedures as are in accordance with the latest global trend of making management completely transparent and institutionally sound.

The Company has always believed in the concept of good Corporate Governance involving transparency, empowerment, accountability and integrity with a view to enhance stakeholder value. The company has professionals on its Board of Directors who get actively involved in the deliberations of the board as well as committees of directors on all important policy matters.

B. Board of Directors:

a) Composition:

The present Board of Directors consists of half of Non-executive / Independent directors. As of date, the Board Comprises of 3 (three) whole time / executive directors/Managing Director/Director and 3 (Three) non executive/ Independent directors. The Number of independent directors on the Board are 3(Three) and others are promoter director.

The company has an executive chairman and the number of non-executive directors is 50% of the total number of directors. The Company, therefore, meets with the requirements relating to the composition of the Board of Directors.

The composition and category of Directors are as follows:

Category	Name Of Directors
Promoter & Executive Director	Mr. Pravin N. Patel (Chairman & Managing Director)
	Mr. Hardikbhai P. Patel (Director)
	Mr. Suresh H. Patel (Whole Time Director)
Non-Executive Directors	Mr. Mehulbhai J. Patel (Independent Director)
	Mr. Manilal K. Patel (Independent Director)
	Mrs. Mamtaben P. Patel (Independent Director)

Attendance of each Director at the Board meetings, Last Annual General Meeting and Number of Other Directorships and Chairmanships / Memberships of Committees of each Director in various companies, during the year 2021-2022:

Name of Directors	Attendance Particulars		No. of Directorships and Committee Memberships / Chairmanships		
	Board Meetings	Last AGM	Other Directorship	Committee Membership	Committee Chairmanship
Pravin N. Patel	12	Present	None	None	None
Hardik P. Patel	12	Present	None	None	None
Suresh H. Patel	12	Present	None	None	None
Mamta P. Patel	12	Present	None	None	None
Manilal K. Patel	12	Present	None	None	None
Mehulbhai J. Patel	12	Present	None	None	None

Number of Board Meetings held and dates on which held:

12 (Twelve) Board Meetings were held during the year 2021-2022, as against the minimum requirement of 4 meetings. The dates on which the meetings were held are 16.04.2021, 03.05.2021, 01.06.2021, 16.06.2021, 02.07.2021, 14.09.2021, 02.11.2021, 22.11.2021, 18.12.2021, 04.01.2022, 14.02.2022 and 22.02.2022. The Company has held one meeting every quarter and the maximum time gap between two meetings was not more than four months.

The Information as required under Regulation 17 of SEBI (LODR) Regulations, 2015 is made available to the Board. The agenda and the papers for consideration at the Board meeting are circulated to the Directors in advance before the meeting. Adequate information is circulated as part of the Board papers and is also made available at the Board Meeting to enable the Board to take informed decisions. Where it is not practicable to attach supporting / relevant document(s) to the Agenda, the same are tabled at the meeting and specific reference to this is made in the agenda.

MD Certification:

Mr. Pravinbhai Nathabhai Patel, Managing Director of the Company is giving annual certification on financial reporting and internal controls to the Board in compliance with Regulation 17[8] of SEBI [Listing Obligations and Disclosure Requirements] Regulations, 2015 [Listing Regulations].

Code of Conduct:

The Company has formulated and implemented a Code of Conduct for all Board Members and senior management personnel of the Company in compliance with Regulation 17 of SEBI (LODR) Regulations, 2015.

Audit Committee:

The Board of Directors of the Company has constituted an Audit Committee on 5th April, 2017. Further, the constitution of Audit Committee has been changed on May 21, 2019. Presently, the Audit Committee comprising of 3 (Three) independent Directors namely Mrs. Mamtaben Premanshu Patel, Chairman and Mr. Manilal Kanjibhai Patel and Mr. Mehulbhai Jayantilal Patel as members of the committee.

The Constitution, composition and functioning of the Audit Committee also meets with the requirements of Section 177 of the Companies Act, 2013 and Regulation 18 of SEBI (LODR) Regulations, 2015.

Terms of Reference:

The terms of reference of the Audit Committee include approving and implementing the audit procedures, reviewing financial reporting systems, internal control systems and control procedures and ensuring compliance with the regulatory guidelines and also include those specified under the Regulation 18 of SEBI (LODR) Regulations, 2015 as well as under Section 177 of the Companies Act, 2013.

Powers of the Audit Committee:

The Audit Committee has powers that include the following:

- a) To investigate any activity of the Company within its terms of reference
- b) To seek information from any employee
- c) To obtain outside legal and other professional advice
- d) To secure attendance of outsiders with relevant expertise, if it considers necessary.

Names of Members and Chairman of the Audit Committee and the meetings attended by them during the Financial Year 2021-22 ending on 31st March, 2022, are as under:

Name of Directors	Category	Status / Designation	No. of Meeting attended
Mrs. Mamtaben Premanshu Patel	Independent Director	Chairman	4
Mr. Manilal Kanjibhai Patel	Independent Director	Member	4
Mr. Mehul Jayantibhai Patel	Independent Director	Member	4

The Committee met 4 (Four) times during the year 2021-2022. The dates on which the Audit Committee meetings were held are 16.06.2021, 14.09.2021, 02.11.2021 and 14.02.2022. The maximum time gap between any two meetings was not more than 120 days.

Members of the Audit Committee have requisite accounting, financial and management expertise.

Nomination and Remuneration Committee:

The Nomination and remuneration committee is entrusted with the responsibility of finalizing the remuneration of Executive / Whole Time Directors.

Presently, Nomination and remuneration committee comprising of 3 (Three) independent Non-Executive Directors namely Mrs. Mamtaben Premanshu Patel, Chairman and Mr. Manilal Kanjibhai Patel and Mr. Mehulbhai Jayantibhai Patel as members of the committee. The Company Secretary of the Company acts as the Secretary to the Nomination and Remuneration Committee.

The Committee met 4 (Four) times during the year 2021-2022. The dates on which the Nomination and remuneration committee meetings were held are 16.06.2021, 14.09.2021, 02.11.2021 and 14.02.2022. It has complied with the provisions of Regulation 19 of SEBI (LODR) Regulations, 2015.

Stakeholders Relationship Committee:

The Board of Directors of the Company has constituted a Stakeholders Relationship Committee as per Regulation 20 of SEBI (LODR) Regulations, 2015.

Presently, the Stakeholders Relationship Committee comprising of Mrs. Mamtaben Premanshu Patel, Chairman of the committee and Mr. Manilal Kanjibhai Patel and Mr. Mehulbhai Jayantibhai Patel as members of the committee, inter alia, approve issue of duplicate certificates and oversee and reviews all matters connected with the securities transfers. The Committee also looks into redressal of shareholders' complaints like transfer of shares, non-receipts of balance sheet, non-receipt of declared dividends etc. The Committee oversees the performance of the Registrar and Transfer Agents and recommends measures for overall improvement in the quality of investor services. As required by the provisions of Regulation 20 of SEBI (LODR) Regulations, 2015, the Company has designated the below cited e-mail ID of the Grievance Redressal Division /Compliance Officer Ms. Ruchi Shah exclusively for the purpose of registering complaints by investors. E-mail ID – cs1@airolam.com

None of the request for transfers, dematerialization and re-materialization was pending for approval as on 31st March, 2022. The Committee met 4 (Four) times during the year on 16.06.2021, 14.09.2021, 02.11.2021 and 14.02.2022.

Corporate Social Responsibility Committee:

Corporate Social Responsibility (CSR) Committee of the Company is constituted as per Section 135 of the Act, 2013. CSR Committee, inter alia, had formulated and recommended to the Board, a Corporate Social Responsibility Policy which indicates the activities to be undertaken by the Company as specified in Schedule VII to the Act, 2013. The CSR Committee recommends the amount of expenditure to be incurred on the CSR activities and monitor the CSR activities undertaken by the Company from time to time.

Terms of Reference of the CSR Committee are as provided hereunder:

- (i) To formulate, monitor and recommend to the Board the CSR Policy including the activities to be undertaken by the Company;
- (ii) To recommend the amount of expenditure to be incurred on the activities undertaken;
- (iii) To monitor the implementation of the framework of Corporate Social Responsibility Policy;
- (iv) To evaluate the social impact of the Company's CSR Activities;
- (v) To review the Company's disclosure of CSR matters;
- (vi) To submit a report on CSR matters to the Board at such intervals and in such format as may be prescribed;
- (vii) To consider other functions, as defined by the Board or as may be stipulated under any law, rule or regulation including Corporate Social Responsibility Voluntary

Composition of the Committee:

As on March 31, 2022, the Corporate Social Responsibility Committee of the Company comprises of 3 (Three) Directors.

Name	Designation	Category
Mr. Pravin Nathabhai Patel	Chairman	Promoter - Executive
Mr. Suresh Hansrajbhai Patel	Member	Promoter - Executive
Mrs. Mamta Premanshubhai Patel	Member	Independent - Non Executive

The Committee met 4 (Four) times during the year 2021-2022. The dates on which the Corporate Social Responsibility Committee meetings were held are 16.06.2021, 14.09.2021, 02.11.2021 and 14.02.2022.

Quarter-wise Summary of Investors' Complaints received and resolved to the satisfaction of the shareholders during the financial year 2021-2022.

Quarter Period		Complaints Position at the beginning of the quarter	Complaints received during the quarter	Complaints resolved during the quarter	Complaints pending at the end of From to the quarter
From	To				
01/04/2021	30/06/2021	NIL	NIL	NIL	NIL
01/07/2021	30/09/2021	NIL	NIL	NIL	NIL
01/10/2021	31/12/2021	NIL	NIL	NIL	NIL
01/01/2022	31/03/2022	NIL	NIL	NIL	NIL
Total		NIL	NIL	NIL	NIL
Complaint pending at beginning of the year = NIL					
Complaint received during the year = NIL					
Complaint resolved during the year = NIL					
Complaint pending at the end of the year = NIL					

Annual General Meetings:

Location, Date and Time for last three Annual General Meetings were as follows:

Year	Location	Date	Time
2018-19	Survey No. 355, Nanapur Road, N.H. No. 8, Village- Dalpur, Ta. Prantij, Gujarat 383120.	30.09.2019	3.00 PM
2019-20	Survey No. 355, Nanapur Road, N.H. No. 8, Village- Dalpur, Ta. Prantij, Gujarat 383120.	30.09.2020	1:30 PM
2020-21	Survey No. 355, Nanapur Road, N.H. No. 8, Village- Dalpur, Ta. Prantij, Gujarat 383120.	29.09.2021	1:30 PM

Disclosures:

The company has entered into transaction with related party as mentioned in “Annexure-E”. However, they are in the ordinary course of business and on arm's length basis.

Means of Communication:

The Company regularly intimates quarterly un-audited as well as yearly audited financial results to the Stock Exchanges, immediately after the same are taken on record by the Board. These results are normally published on National Stock Exchange of India Limited.

General Shareholder Information:

Fifteenth Annual General Meeting

Date: 27th September, 2022

Time: 1.30 P.M.

Venue: Survey No. 355, Nananpur Road, N.H. No. 8, Village- Dalpur, Ta. Prantij, Gujarat 383120.

Financial Year / Calendar

The Company follows April to March as its Financial Year.

Date of Book Closure

From Wednesday, 21st September, 2022 to Tuesday, 27th September, 2022 (both days inclusive).

Listing of Equity Shares on Stock Exchanges at:

National Stock Exchange of India Limited, Exchange Plaza, Plot no. C/1, G Block, Bandra-Kurla Complex, Bandra(E), Mumbai - 400051, Maharashtra.

Annual listing fees for the year 2022-2023, as applicable, have been paid to the National Stock Exchange of India Limited. The Company has also paid Annual Custodial Fees for the year 2022-2023, as applicable, to National Securities Depository Limited [NSDL] and Central Depository Services (India) Limited [CDSL].

Stock Code:

National Stock Exchange of India Limited: AIROLAM

Demat ISIN Number in NSDL & CDSL for Equity Shares: INE801L01010

Registrar and Transfer Agents:

Link In-time India Private Limited

Registered Office:

247, Lal Bahadur Shastri Marg, Surya Nagar, Gandhi Nagar, Vikhroli West, Mumbai, Maharashtra

400083. Tel: +91 022 4918 6000

Website: www.linkintime.co.in

Share Transfer / Demat System:

All the shares related work is being undertaken by our R & T Agent, Link In-time India Private Limited Mumbai. To expedite the process of share transfer, transmission, split, consolidation, re-materialization and de-materialization etc. of securities of the Company, the Board of Directors has delegated the power of approving the same to the Company's R & T Agent under the supervision and control of the Compliance Officer Ms. Ruchi Shah, who is placing a summary statement of transfer/transmission etc. of securities of the Company at the meeting of the Board.

Share lodged for transfer at the R & T Agents address are normally processed and approved within 15 days from the date of its received, subject to the documents been valid and complete in all respect. The investors / shareholders grievances are also taken up by our R & T Agent.

The Company has obtained and filed with the Stock Exchange(s), the half yearly certificates from a Company Secretary in Practice as required Clause 40(9) & 40(10) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

De- materialization of Shares and Liquidity

The Company's Shares are in compulsory Demat mode and as on 31st March, 2022 all the shares i.e. 100% Equity shares of the company are held in dematerialized Form.

High/Low of monthly Market Price of the Company's Equity Shares

The monthly movement of Equity Share prices on NSE during the year is summarized below:

Particulars	High (in Rs.)	Low (in Rs.)
April, 2021	27.00	20.40
May, 2021	26.50	21.65
June, 2021	35.00	22.60
July, 2021	45.35	34.00
August, 2021	59.00	39.50
September, 2021	69.90	41.10
October, 2021	88.70	63.60
November, 2021	72.00	52.15
December, 2021	79.90	52.00
January, 2022	90.10	68.80
February, 2022	84.80	63.00
March, 2022	76.45	58.50

Shareholding Pattern:

Sr. No.	Category	As on March 31, 2021		As on March 31, 2022	
		Nos. of Shares Held	Voting Strength %	Nos. of Shares held	Voting Strength %
1	Promoter & Promoter Group	7834920	52.22	7837920	52.25
2	Mutual Fund, Trust & UTI	48000	0.32	NIL	NIL
3	Bank, Financial Institutions (FI's), Insurance Companies	NIL	NIL	NIL	NIL
4	Foreign Institutional Investors (FII's)	NIL	NIL	NIL	NIL
5	Private Bodies Corporate	30000	0.20	351759	2.34
6	Indian Public	7077080	47.18	6729869	44.86
7	Clearing Member	-	-	10173	0.06
8	Others (Non Resident Indians)	12000	0.08	72279	0.49
Total		15002000	100.00	15002000	100.00

Reconciliation of Share Capital Audit Report:

The Reconciliation of Share Capital Audit Report of the Company prepared in terms of SEBI Circular No. D&CC/FITTC/CIR-16/2002 dated December 31, 2002 reconciling the total shares held in both the depositories, viz. NSDL and CDSL with the total issued / paid-up capital of the Company were placed before the Board of Directors every quarter and also submitted to NSE every quarter.

Compliance by the Company:

The Company has complied with all the mandatory requirements of the Listing Agreement with the National Stock Exchange of India Limited, regulations and guidelines of SEBI (LODR), Regulation 2015.

Place: Prantij
Date: 01.09.2022

By Order of Board of Directors
For, Airo Lam Limited
CIN: L20211GJ2007PLC052019

Registered office:
Survey No. 355, Nanapur Road,
N.H. No. 8, Dalpur, Prantij - 383120,
Gujarat, India.

Sd/-
Pravinbhai N. Patel
Chairman & MD
DIN: 01840244

Sd/-
Sureshbhai H. Patel
Whole-Time Director
DIN: 02223842

AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE:

We have examined compliance by Airo Lam Limited (the Company) with the requirements under Clause 52 of the Listing Agreement and Regulation 15(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as applicable from time to time, entered into by the Company with the National Stock Exchange for the year ended on March 31, 2022.

In our opinion and to the best of our information and according to the explanations given to us and the representation by the Directors and the management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 52 of the Listing Agreement and Regulation 15(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as applicable from time to time.

The compliance of conditions of Corporate Governance is the responsibility of the management of the Company. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. The examination is neither an audit nor an expression of opinion on the financial statements of the Company or the corporate governance report of the Company.

We state that no investor's grievance is pending unresolved by the Company for a period exceeding one month against the Company as per the records maintained by the stakeholder relationship committee.

We further state that such compliance is neither an assurance to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: Ahmedabad

Date: 30.05.2022

For, Piyush J. Shah & Co.

Chartered Accountants

FRN: 121172W

Sd/-

Piyush Shah

Partner

M. No. 108670

CERTIFICATE PURSUANT TO REGULATION 17(8) OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2018

We, Mr. Pravinkumar Nathalal Patel, Managing Director (CEO) and Ms. Keya Patel, CFO do hereby certify to the Board that:

- a) We have reviewed the Balance Sheet as at March 31, 2022, the Profit and Loss Accountant and the Cash Flow Statement for the year ended on that date and that to the best of our knowledge and belief:
 - i. The said statements do not contain any false, misleading or materially untrue statements or figures or omit any material fact, which may make the statements or figures contained therein misleading;
 - ii. The said statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d) We have indicated to the Auditors and the Audit Committee:
 - i. Significant changes in internal control over financial reporting during the year, if any;
 - ii. Significant changes in accounting policies during the year if any and that the same have been disclosed in the notes to the financial statements; and

- iii. Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Place: Prantij
Date: 30.05.2022

Registered office:
Survey No. 355,
Nananpur Road,
N.H. No. 8, Dalpur,
Prantij - 383120,
Gujarat, India.

By Order of Board of Directors
For, Airo Lam Limited
CIN: L20211GJ2007PLC052019

Sd/-	Sd/-
Pravinbhai N. Patel	Keya Patel
Chairman	CFO
DIN: 01840244	



Standalone Financial Statements & Notes

Independent Auditors' Report

**TO,
THE MEMBERS OF
AIRO LAM LIMITED**

Opinion

We have audited the accompanying standalone financial statements of **AIRO LAM LIMITED** ("the Company"), which comprise the Balance Sheet as at **31st March, 2022**, the Profit and Loss Statement, the Cash Flow Statement for the Period ended and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at **31st March, 2022** and its profit and its cash flows for the year/period ended on that date.

Basis of Our Opinion

We conducted our audit in accordance with the standard on auditing (SAs) specified under section 143(10) of the companies act, 2013. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the code ethics issued by the institute of chartered accountants of India together with ethical requirements that are relevant to our audit of financial statement under the provisions of the Companies Act, 2013 and rules thereunder, and we have fulfilled our ethical responsibilities in accordance with these requirements and the code of ethics.

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide separate opinion on these matters.

We have determined that there are no key audit matters to be communicated in our report.

Other Information

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditors' report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained 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.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management and Board of Directors are 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls 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 on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, 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. A. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) the standalone balance sheet, the standalone statement of profit and loss 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 AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on 31st March, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022, from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

B. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

1. The company has disclosed the impact of pending litigation on its standalone financial position in its financial statement.
2. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
3. There was no amount which are required to be transferred, to the investor's education and protection fund by the company.
4. i) 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 Holding Company or its subsidiary companies incorporated in India 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:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Holding Company or its subsidiary companies incorporated in India or

- provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- ii) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Holding Company or its subsidiary companies incorporated in India from any persons or entities, including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Holding Company or its subsidiary companies incorporated in India shall:
- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever (“Ultimate Beneficiaries”) by or on behalf of the Funding Parties or
 - provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries
- iii) Based on such audit procedures as 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 (d)(i) and (d)(ii) contain any material mis-statement.
5. The company or its holding company has not declared and paid any dividend during the year.
- C. With respect to the matter to be included in the Auditors’ report under Section 197(16) of the Act:
6. In our opinion and according to the information and explanation given to us, the remuneration paid during the current year by the Holding Company and its subsidiaries which are incorporated in India to its directors is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director by the Holding Company and its subsidiaries which are incorporated in India, is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

For Piyush J. Shah & Co.
Chartered Accountants
FRN: 121172W

Sd/-
Piyush J. Shah
Partner
M. No: 108670
UDIN: 22108670AJXLEV8361
Place: Ahmedabad
Date: 30th May, 2022

Annexure A to the Independent Auditor's report on the standalone financial statements of Airo Lam Limited for the year ended 31 March 2022

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Airo Lam Limited of even date)

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

- i. In respect of The Company's Property, Plant and Equipment and Intangible assets:
 - (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.
(B) The company has maintained proper records showing full particulars of intangible assets.
 - (b) The Company has a program of physical verification of Property, Plant and Equipment and right-of-use assets so to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were due for verification during the year and were physically verified by Management during the year. According to the information and Explanations given to us, no material discrepancies were noticed on such verification.
 - (c) Based on our examination of property tax receipts and lease agreement for land on which Building is constructed, registered sale deed /transfer deed/ conveyance deed provided to us, we report that, the title in respect of self-constructed buildings and title deeds of all other immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.
 - (d) The company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
 - (e) No proceedings have been initiated during the year or are pending against the company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988(as amended in 2016) and rules made thereunder.
- ii.
 - (a) The physical verification of inventory has been conducted at reasonable intervals by the management and in our opinion the coverage and procedure of such verification by the management is appropriate. There is no discrepancies of 10% or more in the aggregate for each class of inventory was noticed.
 - (b) The company has sanctioned working capital limits in excess of Rs. 5.00 crores, in aggregate, during the year, from banks financial institutions on the basis of security of current assets. The quarterly returns and statement filed by the company with

such banks or financial institutions are in agreement with the books of accounts of the company.

- iii. The company has made investments in companies, firms, LLPS and granted unsecured loans to other parties, during the year, in respect of which:
 - (a) The company has not provided any loans or advances in the nature of loans or stood guarantee, or provided security to any other entity during the year, and hence reporting under clause 3(iii)(a) of the order is not applicable.
 - (b) In our opinion, the investment made and the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the Company's interest.
 - (c) In respect of the loans granted by the company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are generally been regular as per situation.
 - (d) In respect of loans granted by the company, there is no overdue amount remaining outstanding as at the balance sheet date.
 - (e) No loan granted by the company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.
 - (f) The company has not granted any loans and advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii) (f) is not applicable.

The company has not provided any guarantee or security or granted any advances in the nature of loans secured or unsecured, to companies, firms, LLPS or any other parties.
- iv. The company has complied with the provisions of sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.
- v. The company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the order is not applicable.
- vi. The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the company. Hence reporting under clause (vi) of the Order is not applicable to the Company.
- vii. In respect of statutory dues:
 - (a) In our opinion, the company has generally been regular in depositing undisputed statutory dues, including GST, Provident fund, Income Tax, Sales Tax, duty of custom, VAT. Cess and other material statutory dues applicable to it with appropriate authorities.

There were no undisputed amounts payable in respect of GST, Provident Fund, VAT, Income Tax, Sales Tax, Cess and other material statutory dues in arrears as at March 31, 2022 for a period of more than six months from date they become payable.

- (b) According to the information provided there are no statutory dues which have not been deposited as on March 31, 2022 on account of disputes.
- viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in tax assessments under the Income Tax Act, 1961(43 of 1961).
- ix.
 - (a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
 - (b) The company has not been declared wilful defaulter by any bank or financial institutions or government or any government authority.
 - (c) On an overall examination of the financial statements of the company, the term loans were applied for the purpose for which the loans were obtained.
 - (d) On an overall examination of the financial statements of the company, the funds raised on short term basis have, prima facie, not been used for long term purposes by the company.
 - (e) On an overall examination of the financial statements of the company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
 - (f) The company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies and hence reporting on clause 3(ix)(f) of order is not applicable.
- x.
 - (a) The company has not raised the money by the Way of initial public offer or further public offer (including debt instrument) during the year hence reporting under clause 3(x) (a) of order is not applicable.
 - (b) During the year the company has not made any preferential allotment or private placement of shares or convertible debenture (fully or partly or optionally) and hence reporting under clause 3(x) (b) of the order is not applicable.
- xi.
 - (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
 - (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-1 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
 - (c) As per the information and explanations provided to us, the Company/Management has not received any whistle-blower complaints, hence reporting under clause xi(c) or the order is not applicable.

- xii. The Company is not a Nidhi Company and hence reporting under clauses (xii) of the Order is not applicable.
- xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv.
- (a) In our opinion the Company has an adequate internal audit system commensurate the size and the nature of its business.
 - (b) We have considered, the internal audit reports for the year under audit, issued to the company during the year and till date in determining the nature, timing and extent of our audit procedure.
- xv. In our opinion during the year the Company has not entered into with its Directors or persons connected with its directors, and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi.
- (a) In our opinion, the Company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi) (a), (b) and (c) of the Order is not applicable.
 - (b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions 2016) and accordingly reporting under clause 3(xvi) (d) of the Order is not applicable.
- xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii. There has been no resignation of statutory auditors of the company during the year.
- xix. On the basis of financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the board of directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of audit report indicating that company is not capable of meeting its liability existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however state that this is not an assurance as to future viability of the company. We further state that our reporting is based on the facts up to the date of audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a

period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

xx.

- (a) The Company has spent the amount required to be spent towards CSR for the period under review, hence there is no unspent amount toward CSR liability under section 135 of the Companies Act, 2013, hence reporting under clause 3(xx)(a) is not required.
- (b) The Company has spent the amount required to be spent towards CSR for the period under review, hence there is no unspent amount toward CSR liability under section 135 of the Companies Act, 2013, hence reporting under clause 3(xx)(b) is not required.

xxi. There have been no qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements.

For Piyush J. Shah & Co.
Chartered Accountants
FRN: 121172W

Sd/-

Piyush J. Shah
Partner
M. No: 108670
UDIN: 22108670AJXLEV8361
Place: Ahmedabad
Date: 30th May, 2022

Annexure B to the Independent Auditor's report on the standalone financial statements of Airo Lam for the year ended 31 March 2022

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Opinion

We have audited the internal financial controls over financial reporting of **Airo Lam Limited** ("the Company") as of 31st March 2022 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 and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to 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 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. 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 whether 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 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 the internal control based on the assessed risk. The procedure selected depends on the auditor's judgment, including the assessment of risks of material misstatement of the 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 internal financial controls over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls with reference to 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 with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were operating effectively as at 31st March 2022, based on the internal financial controls over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

For Piyush J. Shah & Co.

Chartered Accountants

FRN: 121172W

Sd/-

Piyush J. Shah

Partner

M. No: 108670

UDIN: 22108670AJXLEV8361

Place: Ahmedabad

Date: 30th May, 2022

Airo Lam Limited

Standalone Balance Sheet as at 31st March, 2022

Particulars	Note	AMOUNT IN LAKHS 31-Mar-22	AMOUNT IN LAKHS 31-Mar-21
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	02	1,500.20	1,500.20
(b) Reserves and surplus	03	4,147.79	3,468.29
		5,647.99	4,968.49
2 Share application money pending allotment			
3 Non-current liabilities			
(a) Long term borrowings	04	2,194.85	1,926.27
(b) Deferred tax liability (net)	05	283.69	205.76
(c) Other long term liabilities	06	62.39	17.45
(d) Long term provisions	07	56.09	43.17
		2,597.02	2,192.65
4 Current liabilities			
(a) Short term borrowings	08	2,862.07	1,895.10
(b) Trade payables	09	-	-
(i) Total outstanding dues of micro enterprises and small enterprises		-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		3,923.63	3,264.73
(c) Other current liabilities	10	812.47	586.09
(d) Short term provisions	11	115.46	126.39
		7,713.63	5,872.31
		15,958.64	13,033.44
II. ASSETS			
1 Non-current assets			
(a) Fixed assets	12		
Tangible assets		3,735.37	3,756.37
Intangible assets		0.58	3.76
Capital work-in-progress		-	-
Intangible assets under development		-	-
(b) Non current investments	13	37.08	37.08
(c) Deferred tax assets (net)		-	-
(d) Long term loans and advances	14	54.85	45.51
(e) Other non current assets		-	-
		3,827.88	3,842.72
2 Current assets			
(a) Inventories	15	5,900.72	4,074.16
(b) Trade receivables	16	5,174.95	4,130.68
(c) Cash and cash equivalents	17	455.24	477.72
(d) Short term loans and advances	18	295.07	238.51
(e) Other current assets	19	304.78	269.65
		12,130.76	9,190.72
		15,958.64	13,033.44

Summary of significant accounting policies

01 to 47

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

As per our report of even date

For Piyush J. Shah & Co.

Chartered Accountants

FRN : 121172W

Sd/-

Piyush J. Shah

Partner

M.No. : 108670

UDIN: 22108670AJXLEV8361

Place : Ahmedabad

Date : 30th May, 2022

For and on behalf of Board of directors

Sd/-

Pravin N. Patel

Chairman

DIN: 01840244

Sd/-

Suresh H. Patel

Whole Time Director

DIN: 00256357

Sd/-

Keya Patel

CFO

Sd/-

Ruchi Shah

Company Secretary

Airo Lam Limited

Standalone Statement of Profit and loss for the year ended 31st March, 2022

Particulars	Note	AMOUNT IN LAKHS 2021-22	AMOUNT IN LAKHS 2020-21
I. Revenue From Operations			
Sales (Net of excise duty and other taxes)	20	16,889.69	13,311.02
II. Other Income	21	139.09	83.33
III. Total Revenue (I + II)		17,028.78	13,394.35
IV. Expenses:			
Cost of materials consumed	22	11,522.99	8,695.59
Purchase of Stock in Trade		1,059.41	693.68
Changes in Inventories	23	(1,404.85)	(353.06)
Employee benefits expenses	24	971.28	698.57
Finance costs	25	306.89	233.97
Depreciation and amortization expense			
(i) Depreciation for the year		304.67	234.80
(ii) Preliminary Expenses W/off		-	-
Other expenses	26	3,328.22	2,419.02
Total expenses		16,088.61	12,622.57
V. Profit before exceptional and extraordinary items		940.17	771.78
VI. Exceptional items			
Prior Period Income / (Expenses)		-	-
VII. Profit before extraordinary items and tax (V - VI)		940.17	771.78
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		940.17	771.78
X. Tax expense:			
(1) Current tax		156.93	133.60
(2) Deferred tax		77.93	165.73
(3) Short / (Excess) Provision		(6.15)	9.11
(4) MAT Credit Receivable		31.95	(82.17)
XI Profit (Loss) for the period		679.51	545.52
XII Earnings per equity share:	27		
(1) Basic			
(i) Before Extraordinary Items		4.53	3.64
(ii) After Extraordinary Items		4.53	3.64
(2) Diluted			
(i) Before Extraordinary Items		4.53	3.64
(ii) After Extraordinary Items		4.53	3.64

Summary of significant accounting policies

01 to 47

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

As per our report of even date

For Piyush J. Shah & Co.

Chartered Accountants

FRN : 121172W

Sd/-

Piyush J. Shah

Partner

M.No. : 108670

UDIN: 22108670AJXLEV8361

Place : Ahmedabad

Date : 30th May, 2022

For and on behalf of Board of directors

Sd/-

Pravin N. Patel

Chairman

DIN: 01840244

Sd/-

Keya Patel

CFO

Sd/-

Suresh H. Patel

Whole Time Director

DIN: 00256357

Sd/-

Ruchi Shah

Company Secretary

Airo Lam Limited

Standalone Cash Flow Statement for the year ended 31st March, 2022

Particulars	AMOUNT IN LAKHS 31-Mar-22	AMOUNT IN LAKHS 31-Mar-21
Cash flow from operating activities:		
Net profit before tax as per statement of profit and loss	940.17	771.78
Adjusted for:		
Depreciation & Preliminary Expenses Written Off	304.67	234.80
Interest income on loans & advances given	(7.07)	(6.36)
Net Foregin Exchange Gain / Loss	-	141.53
Interest & finance costs	306.89	233.97
Operating cash flow before working capital changes	1,544.66	1,375.72
Adjusted for:		
(Increase)/ decrease in Inventories	(1,826.56)	(606.32)
(Increase)/ decrease in trade receivables	(1,044.27)	82.67
(Increase)/ decrease in other current assets	(35.13)	(109.15)
Increase/ (decrease) in trade payables	658.90	1,056.08
Increase/ (decrease) in other current liabilities	226.38	419.90
Increase/ (decrease) in Short term provisions	(73.66)	3.58
Increase/ (decrease) in Long term provisions	12.92	6.06
Cash generated from / (used in) operations	(536.76)	2,228.53
Income taxes paid	(120.00)	(183.87)
Net cash generated from/ (used in) operating activities [A]	(656.76)	2,044.66
Cash flow from investing activities:		
Purchase of fixed assets	(291.34)	(2,895.14)
Sale of fixed assets	10.85	1,472.72
(Increase)/ decrease in Short term loans and advances	(56.56)	16.76
(Increase)/ decrease in Long term loans and advances	(9.34)	(4.68)
Purchase of non-current investments	-	(23.78)
Interest income on loans & advances given	7.07	6.36
Net cash flow from/(used) in investing activities [B]	(339.32)	(1,427.77)
Cash flow from financing activities:		
Increase in / (Repayment of) Long-Term Borrowings	268.58	476.02
Increase in/ (Repayment of) Other Long Term Liabilities	44.94	(20.00)
Increase in / (Repayment of) Short-Term Borrowings	966.97	(325.11)
Net Foregin Exchange Gain / Loss	-	(141.53)
Interest & finance costs	(306.89)	(233.97)
Net cash flow from/(used in) financing activities [C]	973.60	(244.59)
Net increase/(decrease) in cash & cash equivalents [A+B+C]	(22.48)	372.30
Cash & cash equivalents as at beginning of the period	477.72	105.42
Cash & cash equivalents as at end of the period (Refer Note : 17)	455.24	477.72

Particulars	AMOUNT IN LAKHS	AMOUNT IN LAKHS
Cash and Cash equivalent comprises of:		
Cash on hand	8.55	8.02
Bank Balances:		
Balance with Banks - Current Accounts	284.42	352.49
Balance with Banks - Fixed Deposits	162.27	117.20
Cash & cash equivalents as at end of the year	455.24	477.72

Summary of significant accounting policies 01 to 47

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

As per our report of even date

For Piyush J. Shah & Co.

Chartered Accountants

FRN : 121172W

Sd/-

Piyush J. Shah

Partner

M.No. : 108670

UDIN: 22108670AJXLEV8361

Place : Ahmedabad

Date : 30th May, 2022

For and on behalf of Board of directors

Sd/-

Pravin N. Patel

Chairman

DIN: 01840244

Sd/-

Suresh H. Patel

Whole Time Director

DIN: 00256357

Sd/-

Keya Patel

CFO

Sd/-

Ruchi Shah

Company Secretary

Airo Lam Limited

Note: 01

A General Information:

Airo Lam Limited (CIN L20211GJ2007PLC052019) is incorporated under the Companies Act, 1956 with its registered office at Survey No: 355, Nanapur Road, N.H. No: 8, Village-Dalpur, Ta-Prantij, Gujarat-383120.

The Company is engaged in the business of production, processing and marketing of decorative laminate and plywood. The manufacturing plant is situated at Himmatnagar, Gujarat. The company has very wide network for sales through an extensive network of branches and distributors.

The standalone financial statements for the year ended on 31st March, 2022 are approved by the Board of Directors and authorised for issue on 30th May, 2022.

B Significant Accounting Policies on Financial Statements

(i) Basis of Accounting Policy

The Financial statements have been prepared to comply with the Generally Accepted Accounting Principles in India (Indian GAPP), including the Accounting standards referred to in Section 133 of the Companies Act, 2013.

The financial statements are prepared on accrual basis under the historical cost convention. The financial statements are presented in Indian rupees rounded off to the nearest rupee.

(ii) Revenue Recognition

Revenue is primarily derived from sale of finished goods to the customers. Revenue is recognized only when risks and rewards incidental to ownership are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from operations includes sale of goods.

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable.

Discount claims, rebates and retirement benefits which cannot be determined with certainty during the year, are recognized on receipt basis.

(iii) Property, Plant & Equipment

Tangible Assets are stated at cost net of recoverable taxes, trade discounts and rebates, less accumulated depreciation and impairment loss, if any. The cost of Tangible Assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use.

Subsequent expenditures related to an item of Tangible Asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

(iv) Depreciation

Up to March 31st, 2014 depreciation on fixed assets is provided on written down value method (WDV) at the rate and manner prescribed in schedule XIV of the Companies Act, 1956 over their useful life. w.e.f April 1st, 2014 depreciation is provided based on useful life of asset as prescribed in schedule II of Companies Act 2013 except in respect of the assets mentioned in Sub note (2) to the Note-12 forming part of Notes to accounts.

Depreciation on additions to the assets and the assets sold or disposed off, during the year is provided on prorata basis, at their respective useful life or rate of depreciation as prescribed with reference to the date of acquisition / installation or date of sale / disposal.

Depreciation on Intangible assets have been provided following the Accounting Standard - 26 "Intangible Assets" on Straight Line basis.

Depreciation on Tangible Assets purchased/acquired/constructed after 01.04.2019 are depreciated on straight line method and the tangible assets purchased/acquired/constructed before that are depreciated on written down value method.

(v) Investments

Investments are stated at cost, after providing provision towards diminution, other than temporary if any.

(vi) Inventories

Inventories are valued at lower of cost or net realizable value. Inventories are taken as valued and certified by the management of the company.

(vii) Goods and Services Tax

GST is charged on ad-valorem basis and is accounted for when the goods are cleared from factory site.

(viii) Provision for Current Tax and Deferred Tax

Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates. Deferred income tax reflect the current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years/period. Deferred tax assets are recognised only to the extent that there is a reasonable certainty that sufficient future income will be available except that deferred tax assets, in case there are unabsorbed depreciation or losses, are recognised if there is virtual certainty that sufficient future taxable income will be available to realise the same.

Deferred tax assets and liabilities are measured using the tax rates and tax law that have been enacted or substantively enacted by the Balance Sheet date.

(ix) Provisions, Contingent Liabilities and Contingent Assets

Provision is recognized in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed unless the possibility of outflow of resources is remote, if any.

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

(x) Retirement Benefits

Leave Encashment:

Leave Encashment is payable as and when due and to the extent there is contravention of Accounting Standard - 15 "Employee Benefits", which has become mandatory. However, the quantum of leave encashment payable is not worked out and therefore it is not possible to quantify the effect of the same on profit and loss account.

Gratuity:

Gratuity is payable as and when due. The quantum of Gratuity payable is worked out on actuarial basis and effect of the same has been provided in profit and loss account. The company have not paid any amount out of the provision made for gratuity.

Defined Contribution Plans:

These are plans in which the company pays pre-defined amounts to separate funds and does not have any legal or informal obligations to pay additional sums. These comprise of contributions to Employees Provident Fund. The Company's payment to the defined contributions plans are reported as expenses during the period in which the employees perform the services that the payment covers.

(xi) Borrowing Cost

Borrowing Costs include Interest, amortization of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the Interest Cost. Cost in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the statement of profit and loss over the tenure of the loan. Borrowing Costs, allocated to and utilized for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset Up to the date of capitalization of such asset is added to the cost of the asset.

Capitalization of borrowing cost is suspended and charged to the statement of profit and loss during extended periods when active development activity on the qualifying asset is interrupted.

(xii) Impairment of Assets

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

(xiii) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the group are segregated.

Cash and Cash equivalent mentioned in Balance Sheet and cash flow comprise of Cash on hand, Balance with banks and amount kept as fixed deposit in banks.

(xiii) Segment Reporting

As per the information received from the management the company has only one reportable business and hence segment wise information is not given.

(xiv) Foreign Exchange Gain / Loss

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.

Monetary items denominated in foreign currencies at the year end are restated at year end rates. In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognised as exchange difference and the premium paid on forward contracts is recognised over the life of the contract.

Non-monetary foreign currency items are carried at cost.

In respect of branches, which are integral foreign operations, all transactions are translated at rates prevailing on the date of transaction or that approximates the actual rate at the date of transaction. Branch monetary assets and liabilities are restated at the year end rates.

Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss, except in case of long term liabilities, where they relate to acquisition of property, plant & equipment, in which case they are adjusted to the carrying cost of such assets.

12 Property, Plant & Equipment (31-Mar-22)					(Amount In Lakhs)					
	Description of Assets	Gross Block			Accumulated Depreciation / Amortization			Net Block		
		Balance as at 01-Apr-21	Additions during the period	Deletions during the period	Balance as at 31-Mar-22	Balance as at 01-Apr-21	Provided during the period	Deletions during the period	Balance as at 31-Mar-22	Balance as at 31-Mar-21
Tangible Assets Own Assets	Buildings	712.24	31.50	-	743.73	205.39	28.63	-	234.02	506.84
		26.13	-	-	26.13	16.90	0.38	-	17.28	9.23
		113.27	-	-	113.27	72.81	1.66	-	74.47	40.46
		851.63	31.50	-	883.13	295.10	30.66	-	325.76	556.53
	Plant & Machinery	4,431.93	234.60	0.28	4,666.26	1,404.37	257.70	-	1,662.07	3,027.56
		4,431.93	234.60	0.28	4,666.26	1,404.37	257.70	-	1,662.07	3,027.56
	Furniture & Fittings	103.01	13.98	10.58	106.42	34.28	8.01	0.21	42.08	68.73
		103.01	13.98	10.58	106.42	34.28	8.01	0.21	42.08	68.73
	Office Equipment	21.20	5.40	-	26.60	11.21	2.11	-	13.32	10.00
		21.20	5.40	-	26.60	11.21	2.11	-	13.32	10.00
	Motor Vehicles	42.15	-	-	42.15	38.19	0.59	-	38.78	3.95
		42.15	-	-	42.15	38.19	0.59	-	38.78	3.95
	Computers and Data Processing Units	24.48	5.85	-	30.33	21.10	2.62	-	23.71	3.38
		24.48	5.85	-	30.33	21.10	2.62	-	23.71	3.38
	Land	86.21	-	-	86.21	-	-	-	-	86.21
86.21		-	-	86.21	-	-	-	-	86.21	
Total (A)		5,560.62	291.34	10.85	5,841.10	1,804.25	301.70	0.21	2,105.74	3,756.37
Intangible Assets	Trade Mark Software	1.08	-	-	1.08	0.39	0.11	-	0.50	0.68
		12.32	-	-	12.32	9.24	3.08	-	12.32	3.08
		13.40	-	-	13.40	9.63	3.19	-	12.82	3.76
	Total (A+B)		5,574.02	291.34	10.85	5,854.50	1,813.88	304.89	0.21	2,118.56
Previous Year		4,151.59	2,895.14	1,472.72	5,574.02	1,579.09	234.80	-	1,813.88	2,572.51

Airo Lam Limited

02 Share Capital:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Authorized : Equity shares 16,000,000 of ` 10 Each	1,600.00	1,600.00
Issued, Subscribed and Fully Paid up : 15,020,000 Equity Shares of ` 10 Each	1,500.20	1,500.20
TOTAL Rs. :	1,500.20	1,500.20

2.1 The Reconciliation of No. of shares outstanding is set out below:

Particulars	As At 31-Mar-22		As At 31-Mar-21	
	No. of shares	Amount in Lakhs	No. of shares	Amount in Lakhs
Equity Shares at the beginning of the year	1,50,02,000	1,50,020.00	1,50,02,000	1,50,020.00
Add/Less: Addition/Deletion	-	-	-	-
Equity Shares at the end of the year	1,50,02,000	1,50,020.00	1,50,02,000	1,50,020.00

Rights, Preferences and Restrictions attached to shares

Equity Shares

The company has only one class of Equity having a par value ` 10.00 per share. Each Shareholder is eligible for one vote per share held. The dividend proposed by the board of directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in the case of Interim Dividend.

In the event of liquidation, the Equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

2.2 The Details of Shareholder holding more than 5% Shares:

Name Of Shareholder	As At 31-Mar-22		As At 31-Mar-21	
	No. Of Shares	% Held	No. Of Shares	% Held
Jasvantbhai Patel	8,83,340	5.89	8,83,340	5.89
Mahendrabhai Nathabhai Patel	9,02,080	6.01	9,02,080	6.01
Pravinkumar Amichandbhai Patel	9,86,574	6.58	9,86,574	6.58
Pravinkumar Nathabhai Patel	11,49,520	7.66	11,49,520	7.66
Total	39,21,514	26.14	39,21,514	26.14

2.3 Shareholding of promoters

Shares held by promoters at the end of the year (31-Mar-22)				%Change During The Year
Sr.No.	Promoter Name	No Of Shares	% of total shares	
1	Pravinbhai Nathabhai Patel	11,49,520	7.6624%	-
2	Patel Pravinbhai Amichandbhai	9,86,574	6.5763%	-
3	Patel Prafulkumar Devachandbhai	7,46,000	4.9727%	-
4	Raval Daxesh Vasant	5,38,000	3.5862%	-
5	Patel Sureshbhai H.	1,18,000	0.7866%	-

Shares held by promoters at the end of the year (31-Mar-21)				%Change During The Year
Sr.No.	Promoter Name	No Of Shares	% of total shares	
1	Pravinbhai Nathabhai Patel	11,49,520	7.6624%	-
2	Patel Pravinbhai Amichandbhai	9,86,574	6.5763%	-
3	Patel Prafulkumar Devachandbhai	7,46,000	4.9727%	-
4	Raval Daxesh Vasant	5,38,000	3.5862%	-
5	Patel Sureshbhai H.	1,18,000	0.7866%	-

03 Reserves and Surplus:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Securities Premium Reserve		
Opening Balance	1,269.07	1,269.07
Add: Addition during the year	-	-
Less: Deletion during the year (Share Issue related expenses)	-	-
Closing Balance	1,269.07	1,269.07
Retained Earnings		
Opening Balance	2,199.21	1,653.70
Add: Profit for the year	679.51	545.52
Closing Balance	2,878.72	2,199.21
TOTAL Rs. :	4,147.79	3,468.29

Securities Premium: The amount received in excess of face value of the equity shares is recognised in Securities Premium.

Retained Earnings: Retained earnings are the profits that the Company has earned till date less any transfers to general reserve, dividends, utilisations or other distributions paid to shareholders.

04 Long-Term Borrowings:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Loans and Advances availed or accepted		
Unsecured Loans from Directors (Refer Sub Note)	298.76	299.60
Unsecured Loans from relatives & shareholders (Refer Sub Note)	241.95	239.86
Secured Loans from Banks	1,654.15	1,386.82
	2,194.85	1,926.27
The above amounts includes		
Secured Borrowings	1,654.15	1,386.82
Unsecured Borrowings	540.70	539.45
TOTAL Rs. :	2,194.85	1,926.27

Sub Note: The Company has utilized the borrowings from Banks for the purpose, for which it has been raised.

Sub Note: The quarterly returns or statement of current assets filed by the Company with banks are in agreement with the books of accounts.

Sub Note: Secured loan from Bank is secured by personal guarantee of Promoter/Director and Promoter Group.

Sub Note:

The company have outstanding Interest free long term loans amounting to Rs. 298.76/- Lakhs from directors. The repayment terms have not been decided yet.

Sub Note:

The company have outstanding Interest free long term loans amounting to Rs. 241.95/- Lakhs from shareholders & relatives of the directors and/or promoters. The repayment terms have not been decided yet.

Sub Note:

i) The outstanding Euro Term Loan of Rs. 671.88/- Lakhs from Axis Bank Limited is repayable in 72 months at the rate of 5.00% per annum. The Outstanding amount of Euro Term Loan has been marked to market at the prevalent rate of Euro to Rupee as on 31.03.2022. It is secured by way hypothecation of Property, Plant & Equipment acquired from the loan.

ii) The outstanding Euro Term Loan of Rs. 206.39/- Lakhs from Axis Bank Limited is repayable in 72 months at the rate of 5.00% per annum. The Outstanding amount of Euro Term Loan has been marked to market at the prevalent rate of Euro to Rupee as on 31.03.2022. It is secured by way hypothecation of Property, Plant & Equipment acquired from the loan.

iii) The outstanding Working Capital Term Loan of Rs.449.50/- Lakhs from Axis Bank Limited is repayable in 48 months at the rate of 8.50% per annum. It is secured by way hypothecation of Property, Plant & Equipment acquired from the loan.

Principal Terms and Conditions of Long Term Borrowings:

Sr. No.	Type of Facility	As at 31 st March, 2022 Amount in Lakhs	Rate of Interest	Repayment	Security
1	Vehicle Loan - TATA Motor Finance Limited	1.10	4.99%	47 Equal monthly Installments	Refer Sub Note - 5 (i)
1	Euro Term Loan	671.88	5.00%	72 Equal monthly Installments	Refer Sub Note - 6 (i)
2	Euro Term Loan	206.39	5.00%	72 Equal monthly Installments	Refer Sub Note - 6 (ii)
3	Working Capital Term Loan	449.50	8.50%	48 Equal monthly Installments	Refer Sub Note - 6 (iii)

05 Deferred Tax Liabilities:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Deferred Tax Liabilities		
Related to Preliminary Expenses	3.04	(3.04)
Related to Gratuity Provision	(16.26)	(12.23)
Related to Fixed Assets	296.90	221.04
TOTAL Rs. :	283.69	205.76

Significant components of Deferred Tax

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Deferred Tax Liability		
Difference between book depreciation and tax depreciation	296.90	221.04
Gross Deferred Tax Liability	296.90	221.04
Deferred Tax Assets		
Expenses provided but allowable in Income tax on Payment basis	16.26	12.23
Gross Deferred Tax Asset	16.26	12.23
Reversal of Deferred Tax Assets		
Expense not allowable in previous year but allowable in current year as per Income tax act	3.04	3.04
Net Deferred Tax Asset/Liability	283.69	205.76

06 Other Long-Term Liabilities:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Deposits from Distributors (Refer Sub Note)	62.39	17.45
TOTAL Rs. :	62.39	17.45

Sub Note

The company has accepted interest free deposit from the distributors against supply of goods as per the policy of the Company.

07 Long-Term Provisions:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Provisions for Employee Benefits (Refer Sub Note)	56.09	43.17
TOTAL Rs. :	56.09	43.17

Sub Note:

The company have provided for the gratuity based on AS-15 "Employee Benefits" as per actuarial valuation. The same is not funded.

08 Short-Term Borrowings:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Loans Repayable on Demands - From Banks (Refer Sub Note)		
Working Capital Loans	2,618.42	1,561.00
Current Maturities of Long Term Loans	243.65	334.10
	2,862.07	1,895.10
The above amount includes		
Secured Borrowings	2,862.07	1,895.10
TOTAL Rs. :	2,862.07	1,895.10

Sr. No.	Type of Facility	As at 31 st March, 2022 Amount in Lakhs	Rate of Interest	Repayment within
1	Axis bank cash credit loan	1,767.10	7.90%	12 months
2	Axis bank Packing credit loan	306.70	7.50%	12 months
4	Axis bank Packing credit loan	491.82	7.50%	12 months
5	Letter of credit	50.91	1.30%	12 months

Sub Note: The Company has utilized the borrowings from Banks for the purpose, for which it has been raised.

Sub Note: The quarterly returns or statement of current assets filed by the Company with banks are in agreement with the books of accounts.

Sub Note: Working capital loan is secured by personal guarantee of Promoter/Director and Promoter Group.

Sub Note:

Axis Bank Cash Credit / PCFC / PSCFC LC / SBLC outstanding Rs. 2,617.72/- Lakhs as on March 31, 2022 is secured against hypothecation of stock with netting off of sundry creditors and Book Debts i.e. entire current assets (present and future) of the company including stock of raw material, stock in process, finished goods, consumables, receivables, stores, spares, at the rate of 9.60%.

The company has also provided land and building situated at:

09 Trade Payables:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Trade Payables		
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	3,923.63	3,264.73
TOTAL Rs. :	3,923.63	3,264.73

Sub Note:

Outstanding Balances of Trade Payables as on 31st March, 2022 are taken as certified by management.

Particulars	Outstanding for following periods from due date of payment				As At 31-Mar-22
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) MSME	-	-	-	-	-
(ii) Others	3,854.68	57.58	6.35	5.03	3,923.63
(iii) Disputed dues-MSME	-	-	-	-	-
(iv) Disputed dues-Others	-	-	-	-	-
MSME - Undue					-
Others - Undue					-
Total					3,923.63

Particulars	Outstanding for following periods from due date of payment				As At 31-Mar-21
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) MSME	-	-	-	-	-
(ii) Others	3,203.97	50.73	5.59	4.43	3,264.73
(iii) Disputed dues-MSME	-	-	-	-	-
(iv) Disputed dues-Others	-	-	-	-	-
MSME - Undue					-
Others - Undue					-
Total					3,264.73

Sub Note:

The company has dispatched letter to vendor to ascertain their status under the Micro, Small and Medium Enterprises Development Act, 2006. Based upon the confirmations received from the parties, they are classified accordingly, rest of the parties other than MSMEs.

10 Other Current Liabilities:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Interest on Long Term Borrowings / Deposits (Refer Sub Note)	-	5.97
Sundry Creditors for Capital Goods	19.32	90.66
Sundry Creditors for Expenses	690.70	441.90
Other Payables (Advance from customer)	102.45	47.56
TOTAL Rs. :	812.47	586.09

Sub Note :

Interest on long term borrowing is due on the loan/deposits accepted from Shareholders, Directors, Relatives of directors / promoters and Distributors.

Sub Note :

Sundry Creditors for capital goods as on March 31, 2022 is taken as certified by management and are subject to confirmation and reconciliation.

Sub Note :

Sundry Creditors for expenses as on March 31, 2022 is taken as certified by management and are subject to confirmation and reconciliation.

Sub Note :

Advanced received from customer as on March 31, 2022 is taken as certified by the management. No security have been given against the same.

11 Short-Term Provisions:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Provisions for Expenses	66.68	102.40
Provisions for Government Dues	45.49	23.19
Provisions for Employee Benefits	3.29	0.81
TOTAL Rs. :	115.46	126.39

Sub Note:

Short-Term provisions as on March 31, 2022 includes amount provided based on the management estimation.

13 Non current Investments:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Investments in Equity Shares		
Shares of Listed Companies	13.29	13.29
Shares of Unlisted Companies	23.78	23.78
TOTAL Rs. :	37.08	37.08

Investments in Equity Instruments

Sr. No.	Name of the Company	No of share held by company	Quoted / Unquoted	Classification
1	Latteys Industries Limited	20,000	Quoted	N.A.
2	Airolam Asia Pacific Co., Ltd.	9,800	Unquoted	N.A.

Sub Note:

The company had valued the investment at cost price, without considering the temporary fluctuation.

14 Long Term Loans and Advances:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Security Deposit		
Unsecured Considered good (Refer Sub Note)	52.75	45.51
Balance with government authorities	-	-
Balance with others	2.10	-
TOTAL Rs. :	54.85	45.51

Sub Note:

Security deposit given includes deposit given to Authorities/Suppliers against thier services/supply.

15 Inventories:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Valued at Cost or NRV whichever is Less		
Raw Material	1,625.89	1,204.18
Finished Goods	3,785.82	2,531.49
Work-In-Progress	320.82	280.62
Stores and Spares	168.19	57.86
TOTAL Rs. :	5,900.72	4,074.16

Sub Note:

Inventories as on March 31, 2022 has been taken as certified by management. The same have been physically verified as on March 31, 2022 on sample basis.

16 Trade Receivables:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Unsecured, Considere Good		
Exceeding six months	1,351.50	953.76
Others	3,823.45	3,176.92
	5,174.95	4,130.68
Less: Allowance for doubtful debts	-	-
TOTAL Rs. :	5,174.95	4,130.68

Particulars	Outstanding for following periods from due date of payment					As At 31-Mar-22
	Less than 6 months	6 Months - 1 year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) Undisputed Trade Receivables - Considered Good	3,823.45	1,082.83	135.99	82.05	50.63	5,174.95
(ii) Undisputed Trade Receivables - Which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit impaired	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-
(v) Disputed Trade Receivables - Which have significant increase in credit risk	-	-	-	-	-	-
(v) Disputed Trade Receivables - Credit impaired	-	-	-	-	-	-

Particulars	Outstanding for following periods from due date of payment					As At 31-Mar-21
	Less than 6 months	6 Months - 1 year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) Undisputed Trade Receivables - Considered Good	3,051.90	873.64	85.01	80.22	39.91	4,130.68
(ii) Undisputed Trade Receivables - Which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit impaired	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-
(v) Disputed Trade Receivables - Which have significant increase in credit risk	-	-	-	-	-	-
(v) Disputed Trade Receivables - Credit impaired	-	-	-	-	-	-

Sub Note:

Amounts receivable from Debtors as on March 31, 2022 taken as certified by management and considered good and are subject to confirmation and reconciliation.

17 Cash and Cash Equivalent:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Balance with Banks - Current Accounts	284.42	352.49
Balance with Banks - Fixed Deposits	162.27	117.20
Cash In Hand	8.55	8.02
TOTAL Rs. :	455.24	477.72

18 Short Term Loans and Advances:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Security Deposit		
Secured Considered good		
Balance with government authorities (Refer Sub Note)	307.16	208.14
Balance with others (Refer Sub Note)	(12.10)	30.37
TOTAL Rs. :	295.07	238.51

Sub Note:

Balance with government authorities includes GST receivables and advances made to Excise and/or Custom department.

Sub Note:

Balance with Others includes advance to staff, advances to customers etc.

19 Other Current Assets:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Advances to Suppliers	236.19	169.37
MAT Credit Receivable	50.22	82.17
Prepaid Expenses	17.56	14.30
Interest Receivables	0.80	3.80
TOTAL Rs. :	304.78	269.65

Sub Note:

Advance to suppliers as on March 31, 2022 taken as certified by management and considered good.

20 Revenue from Operations:

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Revenue from sale of products		
Domestic Sales		
Sale of goods	11,879.05	9,899.85
Insurance on Sales	8.65	-
Freight on Sales	39.45	-
Export Sales		
Sale of goods	6,879.85	5,069.30
Gross Revenue from Operations	18,807.00	14,969.15
Less: Adjustments		
GST on Sales	(1,779.46)	(1,330.62)
Rate Difference on Sales	(2.18)	(163.86)
Returns on revenue from sale of products	(135.67)	(163.66)
	(1,917.31)	(1,658.13)
Net Revenue from Operations	16,889.69	13,311.02

21 Other Income:

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Interest Income	7.07	6.36
Export Related Incentive Income	83.49	40.78
Insurance Claim	0.03	3.50
Discount Received	11.76	-
Freight Income	8.80	28.23
Miscellaneous Income	7.96	4.31
Sundry Balances Written Off	19.98	0.15
TOTAL Rs. :	139.09	83.33

22 Cost of Material Consumed:

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Inventory at the beginning		
Raw Material	1,204.18	950.92
Add: Purchases		
Raw Material	11,583.82	8,626.13
Add: Direct Expenses		
Raw Material	360.88	322.72
Less: Inventory at the end		
Raw Material	1,625.89	1,204.18
TOTAL Rs. :	11,522.99	8,695.59

22(i) Purchase of Stock in trade

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Purchase of Goods		
Other than Related	1,059.41	693.68
TOTAL Rs. :	1,059.41	693.68

23 Changes In Inventories:

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Inventory at the end of the year		
Finished Goods	3,785.82	2,531.49
Work-In-Progress	320.82	280.62
Stores and Spares	168.19	57.86
	4,274.83	2,869.98
Inventory at the beginning of the year		
Finished Goods	2,531.49	2,174.08
Work-In-Progress	280.62	216.91
Stores and Spares	57.86	125.92
	2,869.98	2,516.91
(Increase)/Decrease in Inventories		
Finished Goods	(1,254.33)	(357.41)
Work-In-Progress	(40.20)	(63.71)
Stores and Spares	(110.32)	68.05
TOTAL Rs. :	(1,404.85)	(353.06)

Note: Work-in-Progress also includes material lying with third party.

24 Employee Benefit Expenses:

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Salaries and Wages		
Bonus Expenses	12.95	8.62
Director's Remuneration	23.79	23.94
Gratuity Expenses	14.45	6.17
Salary and Wages Expenses	904.98	644.89
	956.17	683.63
Contribution to Provident Fund and other Funds		
Contribution to Provident Fund and other Funds	9.51	5.35
	9.51	5.35
Staff Welfare Expenses		
Staff Welfare Expenses	5.60	9.59
	5.60	9.59
TOTAL Rs. :	971.28	698.57

25 Finance Costs:

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Interest Expenses		
Interest Expenses	227.85	182.03
	227.85	182.03
Other Borrowing Costs		
Other Borrowing Costs and Bank Charges	79.04	51.94
	79.04	51.94
TOTAL Rs. :	306.89	233.97

26 Other Expenses:

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Advertising and Sales Promotion Expenses	599.06	223.59
Bad Debts Written Off	0.04	98.95
Consumption of Stores and Spare Parts	149.10	115.88
Discount / Complain Expenses	125.24	48.61
Donation Expenses	20.21	0.76
Freight Expenses	392.50	220.20
(Gain)/Loss on Foreign Exchange	17.78	141.53
Export Related Expenses	494.55	351.61
Indirect Duty Related Expenses	12.08	69.78
Insurance Expenses	41.86	21.98
Labour Expenses	583.27	488.52
Legal and Professional Expenses	57.34	60.39
Membership Registration Expenses	2.81	0.02
Office Expenses	146.84	44.22
Packing and Forwarding Expenses	217.13	151.67
Postage and Courier Expenses	12.42	4.09
Power and Fuel Expenses	201.19	252.87
Rate Difference	0.12	-
Printing and Stationery Expenses	12.91	2.25
Rent Expenses	74.99	58.17
Repair and Maintenance Expenses	71.09	35.25
Commission Expenses	61.50	-
Telephone and Internet Expenses	6.80	6.10
Travelling Expenses	27.42	22.57
TOTAL Rs. :	3,328.22	2,419.02

27 Earning Per Share:

Particulars	For the FY 2021-22		For the FY 2020-21	
	Amount in Lakhs		Amount in Lakhs	
	Before Extra Ordinary Items	After Extra Ordinary Items	Before Extra Ordinary Items	After Extra Ordinary Items
Basic				
Profit after Tax (A)	679.51	679.51	545.52	545.52
Weighted average number of shares outstanding (B)	150.02	150.02	150.02	150.02
Basic EPS (A)/(B)	4.53	4.53	3.64	3.64
Diluted EPS (A)/(B)	4.53	4.53	3.64	3.64
Face Value per Share	10.00	10.00	10.00	10.00

28 Trade Receivables, Trade Payables, Loans & Advances and Unsecured Loans has been taken at Book Value subject to confirmations and reconciliation.

29 Loans and Advances are considered good in respect of which company does not hold any security other than the personal guarantee of persons.

30 GST has not taken into account for valuation of finished goods looking at factory site in view of accounting policy. The same has no impact on statement of Profit & Loss.

31 Related Party Disclosures:

31.1 Related Parties & their Relationship

As per AS 18, the disclosures of transactions with the related parties are given below:

i) List of Related parties where control exists and related parties with whom transactions have taken place and relationships:

Sr. No.	Name of Related Parties	Relationship
(i)	Shri Pravin N. Patel	Promoter / Director
(ii)	Shri Hardik P. Patel	Director
(iii)	Shri Suresh H. Patel	Promoter / Director
(iv)	Shri Pravin A. Patel	Promoter
(v)	Shri Daxesh Raval	Promoter
(vi)	Shri Praful Patel	Promoter
(vii)	Shri Karan Raval	Relative of Promoter
(viii)	Shri Yash P. Patel	Relative of Director
(ix)	Shri Mahendra N. Patel	Relative of Director
(x)	Smt. Hemlata S. Patel	Relative of Director
(xi)	Smt. Manjulaben P. Patel	Relative of Director
(xii)	Smt. Pooja Y. Patel	Relative of Director
(xiii)	Airolam asia pacific co. Ltd.	Associate Concern

31.2 Transactions with Related Parties

Particulars	Nature of Transaction	For the FY 2021-22	For the FY 2020-21
		Amount in Lakhs	Amount in Lakhs
Pravin N. Patel	Director Remuneration	8.40	8.40
Hardik P. Patel	Director Remuneration	4.14	4.29
Suresh H. Patel	Director Remuneration	11.25	11.25
Yash P. Patel	Salary	5.40	5.40
Mahendra N. Patel	Salary	6.76	5.67
Hemlata S. Patel	Salary	2.25	2.25
Manjulaben P. Patel	Salary	4.68	4.68
Pooja Y. Patel	Salary	2.10	2.07
Airolam Asia Pacific co. Ltd.	Sales	53.76	87.46
Airolam Asia Pacific co. Ltd.	Sales of capital asset	-	10.15

32 All assets and Liabilities are presented as Current or Non-Current as per criteria set out in Schedule - III to the Companies Act, 2013 as notified by Ministry of Corporate Affairs. Based on the nature of operation of the company and realization from the trade receivables, the company has ascertained its operating cycle of less than 12 months. Accordingly 12 months period has been considered for the purpose of Current / Non Current classification of assets and liabilities.

33 Segment Reporting:

The Company have not any business segment or geographical segment other than the one i.e. Dealing in Laminates. Therefore, the Accounting Standard 17 "Segment Reporting" is not applicable.

34 Payment to Auditor as:

Sr. No.	Auditor	For the FY 2021-22	For the FY 2020-21
		(Amount in Lakhs)	
i)	Statutory Audit	2.50	1.50
ii)	Tax Audit	0.50	0.50
iii)	Other Taxation Matters	0.23	0.91

The above fees is exclusive of taxes.

35 Previous year's figures have been regrouped and rearranged wherever necessary.

36 As informed to us, the Contingent Liability is NIL.

37 Corporate Social Responsibility:

Sr. No.	Particulars	Amount
1	Amount required to be spent by the company during the year	13.00
2	Amount of expenditure incurred	20.14
3	Shortfall at the end of the year	-
4	Total of previous years shortfall	-
5	Reason for shortfall	NA
6	Nature of CSR activities	Rural Development Project
7	Details of related party transactions (In relation to CSR)	NIL

Calculation of Corporate Social Responsibility amount:

Sr. No.	Financial Year	Profit for CSR calculation
1	2020-21	772
2	2019-20	636
3	2018-19	598
Net profit as per section 198		2,005.04
Average profit of last three years		668.00
Minimum amount of CSR (2% of average profit of last three years)		13.00

38 Covid Impact:

In view of rapid spread of virus causing Covid-19 pandemic, Government of India imposed lockdown to curb the spread of virus. The nationwide lockdown temporarily impacted the operations of the company due to non-availability of labour, transportation and supply chain disruptions. However, the Government classified seed business as "Essential Commodity" and granted certain relaxations and guidelines so that production, processing and distribution of the seeds will not be effected. The major portion of Company's production, processing and supply chain facilities remain in operation during most of the lockdown period, following safety measures as per guidelines.

Thus, the impact of Covid-19 on the Company is minimal at this point of time. The Company has assessed the recoverability of receivables, inventories, certain investments and other financial assets considering the available internal and external information up to the date of approval of these financial statements. Considering the nature of these assets, the Company expects to recover the carrying amount of these assets.

- 39 There is no proceedings has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- 40 The Company has not been declared wilful defaulter by any bank or financial institutions or other lender.
- 41 The Company does not have any transactions with the company struck off under the section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.
- 42 There is no charges or satisfaction yet to be registered with ROC beyond the statutory period.
- 43 The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of layers) Rules, 2017.
- 44 The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- 45 The company do not have any capital work in progress related work, therefore disclosure related to CWIP aging, is not applicable.
- 46 There is no undisclosed income, which was not disclosed by the company in earlier Financial years.

47 Commitments and contingencies

Capital commitments

The Group has contractually committed (net of advances) Rs. 100.00/- Lakhs as at March 31, 2022 for purchase of property, plant and equipment.

Contingencies: NIL

For Piyush J. Shah & Co.
Chartered Accountants
FRN : 121172W

Sd/-
Piyush J. Shah
Partner
M.No. : 108670
UDIN: 22108670AJXLEV8361
Place : Ahmedabad
Date : 30th May, 2022

For and on behalf of Board of directors

Sd/-
Pravin N. Patel
Chairman
DIN: 01840244

Sd/-
Suresh H. Patel
Whole Time Director
DIN: 00256357

Sd/-
Keya Patel
CFO

Sd/-
Ruchi Shah
Company Secretary

Airolam Limited				
Statement of significant ratios for the year ended				
Particulars	Numerator/Denominator	31-Mar-22	31-Mar-21	Change In %
a) Current Ratio	<u>Current Assets</u> Current liabilities	157%	157%	0.48%
b) Debt -Equity Ratio	<u>Debt</u> Equity	39%	39%	0.23%
c) Debt-Service Coverage Ratio	<u>Earning available for debt service</u> Interest+Installment	1.92	1.41	36.52%
d) Return on equity ratio	<u>Profit after tax</u> Networth	12.03%	10.98%	9.58%
e) Inventory turnover Ratio	<u>Total turnover</u> Average Inventories	3.39	3.53	-4.06%
f)Trade receivable turnover ratio	<u>Total Turnover</u> Average Account Receivable	3.63	3.19	13.77%
g)Trade payable turnover ratio	<u>Total Turnover</u> Average Account Payable	4.70	6.49	-27.56%
h)Net Capital turnover ratio	<u>Total Turnover</u> Net Working Capital	3.82	4.01	-4.68%
i)Net Profit Ratio	<u>Net Profit</u> Total Turnover	4.02%	4.10%	-1.83%
j)Return on Capital employed	<u>Net Profit</u> Capital Employed	8.66%	7.91%	9.50%
k)Return on Investment	<u>Net Profit</u> Total Investment	12.03%	10.98%	9.58%



Consolidated Financial Statements & Notes

Independent Auditors' Report

TO,
THE MEMBERS OF
AIRO LAM LIMITED

Opinion

We have audited the accompanying consolidated financial statements of **Airo Lam Limited** (hereinafter referred to as "the Holding Company"), and its subsidiaries (the holding Company and its subsidiaries together referred as "the Group"), its associates and its jointly controlled entities / joint ventures and joint operations, which comprises the Consolidated Balance Sheet as at **March 31, 2022**, the Consolidated Profit and Loss Statement, and the Consolidated Cash Flow Statement, for the year then ended and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (herein after referred as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31 March 2022, of its consolidated profit and consolidated cash flows for the year then ended.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide separate opinion on these matters.

We have not determined any matters to be the key audit matters to be communicated in our report.

Other Information

The Holding Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Holding Company's Annual Report, but does not include the financial statements and our auditor's report thereon. The Holding Company's annual report is expected to be made available to us after the date of this auditor's report. Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. When we read the Holding Company's annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions, as applicable under the relevant laws and regulations.

Management's and Board of Directors' Responsibilities for the Consolidated Financial Statements

The Holding Company's Management and Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in terms of the requirements of the Act that give a true and fair view of the consolidated state of affairs, consolidated profit/ loss and other comprehensive income, consolidated statement of changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards (AS) specified under Section 133 of the Act. The respective Management and Board of Directors of the Companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of each Company and for preventing and detecting frauds and other irregularities; the 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 the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Management and Board of Directors of the Holding Company, as aforesaid. In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group are responsible for assessing the ability of each Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the Companies included in the Group are responsible for overseeing the financial reporting process of each Company.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 consolidated 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 consolidated 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 on the internal financial controls with reference to the consolidated financial statements and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management and Board of Directors.
- Conclude on the appropriateness of Management and Board of Directors use of the going concern basis of accounting in preparation of consolidated financial statements 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 consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of entities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial statements. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other Companies included in the consolidated financial statements of which we are the independent auditors 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 consolidated 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the order") issued by the Central Government of India in terms of Section 143(11) of the Act, 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. A. As required by Section 143(3) of the Act, based on our audit, we report, to the extent applicable, that :
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statement have been kept by the Company so far as it appears from our examination of those books.
 - c) The consolidated balance sheet, the consolidated statement of profit and loss, the consolidated statement of cash flow and the consolidated statement of changes in equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standard (AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e) On the basis of the written representations received from the directors of holding company as on 31st March, 2022, taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, Associate Companies, jointly controlled entities / Joint Venture and joint operations incorporated in India, none of the directors of the Group is disqualified as on 31st March, 2022, from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting with reference to Consolidated Financial Statements of the holding company and its subsidiary companies, Associate Companies, jointly controlled enterprise / joint ventures and Joint operations incorporated in India and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

B. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

1. There were no pending litigations as on 31st March, 2022, which would impact the consolidated financial position of the Group, its Associates, jointly controlled entities / joint ventures and joint operations in its consolidated financial statement.
2. The Group, its Associates, and jointly controlled entities / joint ventures and joint operations did not have any material foreseeable losses on long-term contracts including derivative contracts during the year ended March 31, 2022.
3. There was no amount which are required to be transferred, to the investor's education and protection fund by the holding company and its subsidiary companies, associate companies, and jointly controlled entities / joint ventures and joint operations incorporated in India, during the year ended on March 31, 2022.
4. i) 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 Holding Company or its subsidiary companies incorporated in India 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:

- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever (“Ultimate Beneficiaries”) by or on behalf of the Holding Company or its subsidiary companies incorporated in India or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- ii) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Holding Company or its subsidiary companies incorporated in India from any persons or entities, including foreign entities (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Holding Company or its subsidiary companies incorporated in India shall:
- directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever (“Ultimate Beneficiaries”) by or on behalf of the Funding Parties or
 - provide any guarantee, security or the like from or on behalf of the Ultimate Beneficiaries
- iii) Based on such audit procedures as 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 (d)(i) and (d)(ii) contain any material mis-statement.
5. The company or its subsidiary company has not declared and paid any dividend during the year.

C. With respect to the matter to be included in the Auditors’ report under Section 197(16) of the Act:

6. In our opinion and according to the information and explanation given to us, the remuneration paid during the current year by the Holding Company and its subsidiaries which are incorporated in India to its directors is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director by the Holding Company and its subsidiaries which are incorporated in India, is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

For Piyush J. Shah & Co.
Chartered Accountants
FRN: 121172W

Sd/-

Piyush J. Shah
Partner
M. No.: 108670
UDIN: 22108670AJXJNS2543
Place: Ahmedabad
Date: 30th May, 2022

Annexure A to the Independent Auditor's report on the consolidated financial statements of Airo Lam for the year ended 31 March 2022

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

xxi. There have been no qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements.

Annexure B to the Independent Auditors' Report on the consolidated financial statements of Airo Lam Limited for the year ended 31 March 2022

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act") on the Consolidated Financial Statements of Airo Lam Limited

(Referred to in paragraph A(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Opinion

In conjunction with our audit of the consolidated financial statements of **Airo Lam Limited** ("the Holding Company") as of **31st March, 2022**, we have audited the internal financial controls over the consolidated financial statements of the Holding Company, its subsidiary companies, its Associate Companies and jointly controlled entities / joint ventures or joint operations incorporated in India under the Companies Act, 2013.

Management's Responsibility for Internal Financial Controls

The respective company's management and the Board of Directors, of the Holding Company, its subsidiary companies, its Associate Companies and jointly controlled entities / joint ventures or joint operations incorporated in India, are responsible for establishing and maintaining internal financial controls over financial reporting based on the criteria established by the respective company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective 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 (hereinafter referred to as "the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls over financial reporting. 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 with reference to consolidated financial statements were 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 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 the internal control based on the assessed risk. The procedure selected depend on the auditor's judgement, including the assessment of risks of material misstatement of the consolidated 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 internal financial controls over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial controls over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 consolidated financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Holding Company, its subsidiary companies, its Associate Companies and jointly controlled entities / joint ventures or joint operations incorporated in India, have, adequate internal financial controls over consolidated financial reporting and such internal financial controls were operating effectively as at 31 March 2021, based on the internal financial controls with reference to consolidated financial statements criteria established by such companies considering the essential components of such internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

Other Matters

Our aforesaid reports under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to NIL subsidiary companies, NIL associate companies and NIL jointly controlled companies, which are companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India.

For Piyush J. Shah & Co.

Chartered Accountants

FRN: 121172W

Sd/-

Piyush J. Shah

Partner

M. No: 108670

UDIN: 22108670AJXJNS2543

Place: Ahmedabad

Date: 30th May, 2022

Airo Lam Limited

Consolidated Balance Sheet as at 31st March, 2022

Particulars	Note	AMOUNT IN LAKHS 31-Mar-22	AMOUNT IN LAKHS 31-Mar-21
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	02	1,500.20	1,500.20
(b) Reserves and surplus	03	4,124.01	3,468.29
		5,624.21	4,968.49
2 Share application money pending allotment			
3 Non-current liabilities			
(a) Long term borrowings	04	2,194.85	1,926.27
(b) Deferred tax liability (net)	05	283.69	205.76
(c) Other long term liabilities	06	62.39	17.45
(d) Long term provisions	07	56.09	43.17
		2,597.02	2,192.65
4 Current liabilities			
(a) Short term borrowings	08	2,862.07	1,895.10
(b) Trade payables	09		
(i) Total outstanding dues of micro enterprises and small enterprises		-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises		3,923.63	3,264.73
(c) Other current liabilities	10	812.47	586.09
(d) Short term provisions	11	115.46	126.39
		7,713.63	5,872.31
		15,934.86	13,033.44
II. ASSETS			
1 Non-current assets			
(a) Fixed assets	12		
(i) Tangible assets		3,735.37	3,756.37
(ii) Intangible assets		0.58	3.76
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non current investments	13	13.29	37.08
(c) Deferred tax assets (net)		-	-
(d) Long term loans and advances	14	54.85	45.51
(e) Other non current assets		-	-
		3,804.09	3,842.72
2 Current assets			
(a) Inventories	15	5,900.72	4,074.16
(b) Trade receivables	16	5,174.95	4,130.68
(c) Cash and cash equivalents	17	455.25	477.72
(d) Short term loans and advances	18	295.07	238.51
(e) Other current assets	19	304.78	269.65
		12,130.77	9,190.72
		15,934.86	13,033.44

Summary of significant accounting policies

01 to 47

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

As per our report of even date

For Piyush J. Shah & Co.

Chartered Accountants

FRN : 121172W

Sd/-

Piyush J. Shah

Partner

M.No. : 108670

UDIN: 22108670AJXLEV8361

Place : Ahmedabad

Date : 30th May, 2022

For and on behalf of Board of directors

Sd/-

Pravin N. Patel

Chairman

DIN: 01840244

Sd/-

Suresh H. Patel

Whole Time Director

DIN: 00256357

Sd/-

Keya Patel

CFO

Sd/-

Ruchi Shah

Company Secretary

Airo Lam Limited

Consolidated Statement of Profit and loss for the year ended 31st March, 2022

Particulars	Note	AMOUNT IN LAKHS 2021-22	AMOUNT IN LAKHS 2020-21
I. Revenue From Operations			
Sales (Net of excise duty and other taxes)	20	16,889.69	13,311.02
II. Other Income	21	139.09	83.33
III. Total Revenue (I + II)		17,028.78	13,394.35
IV. Expenses:			
Cost of materials consumed	22	11,522.99	8,695.59
Purchase of Stock in Trade		1,059.41	693.68
Changes in Inventories	23	(1,404.85)	(353.06)
Employee benefits expenses	24	971.28	698.57
Finance costs	25	306.89	233.97
Depreciation and amortization expense			
(i) Depreciation for the year		304.67	234.80
(ii) Preliminary Expenses W/off		-	-
Other expenses	26	3,352.00	2,419.02
Total expenses		16,112.39	12,622.57
V. Profit before exceptional and extraordinary items		916.39	771.78
VI. Exceptional items			
Prior Period Income / (Expenses)		-	-
VII. Profit before extraordinary items and tax (V - VI)		916.39	771.78
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		916.39	771.78
X. Tax expense:			
(1) Current tax		156.93	133.60
(2) Deferred tax		77.93	165.73
(3) Short / (Excess) Provision		(6.15)	9.11
(4) MAT Credit Receivable		31.95	(82.17)
XI Profit (Loss) for the period		655.73	545.52
XII Earnings per equity share:	27		
(1) Basic			
(i) Before Extraordinary Items		4.37	3.64
(ii) After Extraordinary Items		4.37	3.64
(2) Diluted			
(i) Before Extraordinary Items		4.37	3.64
(ii) After Extraordinary Items		4.37	3.64

Summary of significant accounting policies

01 to 47

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

As per our report of even date

For Piyush J. Shah & Co.

Chartered Accountants

FRN : 121172W

Sd/-

Piyush J. Shah

Partner

M.No. : 108670

UDIN: 22108670AJXLEV8361

Place : Ahmedabad

Date : 30th May, 2022

For and on behalf of Board of directors

Sd/-

Pravin N. Patel

Chairman

DIN: 01840244

Sd/-

Suresh H. Patel

Whole Time Director

DIN: 00256357

Sd/-

Keya Patel

CFO

Sd/-

Ruchi Shah

Company Secretary

Airo Lam Limited

Consolidated Cash Flow Statement for the year ended 31st March, 2022

Particulars	AMOUNT IN LAKHS	AMOUNT IN LAKHS
	31-Mar-22	31-Mar-21
Cash flow from operating activities:		
Net profit before tax as per statement of profit and loss	916.39	771.78
Adjusted for:		
Depreciation & Preliminary Expenses Written Off	304.67	234.80
Interest income on loans & advances given	(7.07)	(6.36)
Net Foregin Exchange Gain / Loss	-	141.53
Interest & finance costs	306.89	233.97
Operating cash flow before working capital changes	1,520.88	1,375.72
Adjusted for:		
(Increase)/ decrease in Inventories	(1,826.56)	(606.32)
(Increase)/ decrease in trade receivables	(1,044.27)	82.67
(Increase)/ decrease in other current assets	(35.13)	(109.15)
Increase/ (decrease) in trade payables	658.90	1,056.08
Increase/ (decrease) in other current liabilities	226.38	419.90
Increase/ (decrease) in Short term provisions	(73.66)	3.58
Increase/ (decrease) in Long term provisions	12.92	6.06
Cash generated from / (used in) operations	(560.54)	2,228.53
Income taxes paid	(120.00)	(183.87)
Net cash generated from/ (used in) operating activities [A]	(680.54)	2,044.66
Cash flow from investing activities:		
Purchase of fixed assets	(291.34)	(2,895.14)
Sale of fixed assets	10.85	1,472.72
(Increase)/ decrease in Short term loans and advances	(56.56)	16.76
(Increase)/ decrease in Long term loans and advances	(9.34)	(4.68)
Purchase of non-current investments	23.79	(23.78)
Interest income on loans & advances given	7.07	6.36
Net cash flow from/(used) in investing activities [B]	(315.53)	(1,427.77)
Cash flow from financing activities:		
Increase in / (Repayment of) Long-Term Borrowings	268.58	476.02
Increase in/ (Repayment of) Other Long Term Liabilities	44.94	(20.00)
Increase in / (Repayment of) Short-Term Borrowings	966.97	(325.11)
Net Foregin Exchange Gain / Loss	-	(141.53)
Interest & finance costs	(306.89)	(233.97)
Net cash flow from/(used in) financing activities [C]	973.60	(244.59)
Net increase/(decrease) in cash & cash equivalents [A+B+C]	(22.47)	372.30
Cash & cash equivalents as at beginning of the period	477.72	105.42
Cash & cash equivalents as at end of the period (Refer Note : 17)	455.25	477.72

Particulars	AMOUNT IN LAKHS	AMOUNT IN LAKHS
Cash and Cash equivalent comprises of:		
Cash on hand	8.56	8.02
Bank Balances:		
Balance with Banks - Current Accounts	284.42	352.49
Balance with Banks - Fixed Deposits	162.27	117.20
Cash & cash equivalents as at end of the year	455.25	477.72

Summary of significant accounting policies 01 to 47

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

As per our report of even date

For Piyush J. Shah & Co.

Chartered Accountants

FRN : 121172W

Sd/-

Piyush J. Shah

Partner

M.No. : 108670

UDIN: 22108670AJXLEV8361

Place : Ahmedabad

Date : 30th M

For and on behalf of Board of directors

Sd/-

Pravin N. Patel

Chairman

DIN: 01840244

Sd/-

Suresh H. Patel

Whole Time Director

DIN: 00256357

Sd/-

Keya Patel

CFO

Sd/-

Ruchi Shah

Company Secretary

Airo Lam Limited

Note: 01

A General Information:

Airo Lam Limited (CIN L20211GJ2007PLC052019) is incorporated under the Companies Act, 1956 with its registered office at Survey No: 355, Nanapur Road, N.H. No: 8, Village-Dalpur, Ta-Prantij, Gujarat-383120.

The Company is engaged in the business of production, processing and marketing of decorative laminate and plywood. The manufacturing plant is situated at Himmatnagar, Gujarat. The company has very wide network for sales through an extensive network of branches and distributors.

The consolidated financial statements for the year ended on 31st March, 2022 are approved by the Board of Directors and authorised for issue on 30th May, 2022.

B Significant Accounting Policies on Financial Statements

(i) Basis of Accounting Policy

The Consolidated Financial statements have been prepared to comply with the Generally Accepted Accounting Principles in India (Indian GAPP), including the Accounting standards referred to in Section 133 of the Companies Act, 2013.

The financial statements are prepared on accrual basis under the historical cost convention. The financial statements are presented in Indian rupees rounded off to the nearest rupee.

(ii) Revenue Recognition

Revenue is primarily derived from sale of finished goods to the customers. Revenue is recognized only when risks and rewards incidental to ownership are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from operations includes sale of goods.

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the interest rate applicable.

Discount claims, rebates and retirement benefits which cannot be determined with certainty during the year, are recognized on receipt basis.

(iii) Property, Plant & Equipment

Tangible Assets are stated at cost net of recoverable taxes, trade discounts and rebates, less accumulated depreciation and impairment loss, if any. The cost of Tangible Assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use.

Subsequent expenditures related to an item of Tangible Asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

(iv) Depreciation

Up to March 31st, 2014 depreciation on fixed assets is provided on written down value method (WDV) at the rate and manner prescribed in schedule XIV of the Companies Act, 1956 over their useful life. w.e.f April 1st, 2014 depreciation is provided based on useful life of asset as prescribed in schedule II of Companies Act 2013 except in respect of the assets mentioned in Sub note (2) to the Note-12 forming part of Notes to accounts.

Depreciation on additions to the assets and the assets sold or disposed off, during the year is provided on prorata basis, at their respective useful life or rate of depreciation as prescribed with reference to the date of acquisition / installation or date of sale / disposal.

Depreciation on Intangible assets have been provided following the Accounting Standard - 26 "Intangible Assets" on Straight Line basis.

Depreciation on Tangible Assets purchased/acquired/constructed after 01.04.2019 are depreciated on straight line method and the tangible assets purchased/acquired/constructed before that are depreciated on written down value method.

(v) Investments

Investments are stated at cost, after providing provision towards diminution, other than temporary if any.

(vi) Inventories

Inventories are valued at lower of cost or net realizable value. Inventories are taken as valued and certified by the management of the company.

(vii) Goods and Services Tax

GST is charged on ad-valorem basis and is accounted for when the goods are cleared from factory site.

(viii) Provision for Current Tax and Deferred Tax

Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates. Deferred income tax reflect the current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years/period. Deferred tax assets are recognised only to the extent that there is a reasonable certainty that sufficient future income will be available except that deferred tax assets, in case there are unabsorbed depreciation or losses, are recognised if there is virtual certainty that sufficient future taxable income will be available to realise the same.

Deferred tax assets and liabilities are measured using the tax rates and tax law that have been enacted or substantively enacted by the Balance Sheet date.

(ix) Provisions, Contingent Liabilities and Contingent Assets

Provision is recognized in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed unless the possibility of outflow of resources is remote, if any.

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

(x) Retirement Benefits

Leave Encashment:

Leave Encashment is payable as and when due and to the extent there is contravention of Accounting Standard - 15 "Employee Benefits", which has become mandatory. However, the quantum of leave encashment payable is not worked out and therefore it is not possible to quantify the effect of the same on profit and loss account.

Gratuity:

Gratuity is payable as and when due. The quantum of Gratuity payable is worked out on actuarial basis and effect of the same has been provided in profit and loss account. The company have not paid any amount out of the provision made for gratuity.

Defined Contribution Plans:

These are plans in which the company pays pre-defined amounts to separate funds and does not have any legal or informal obligations to pay additional sums. These comprise of contributions to Employees Provident Fund. The Company's payment to the defined contributions plans are reported as expenses during the period in which the employees perform the services that the payment covers.

(xi) Borrowing Cost

Borrowing Costs include Interest, amortization of ancillary costs incurred and exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the Interest Cost. Cost in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the statement of profit and loss over the tenure of the loan. Borrowing Costs, allocated to and utilized for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset Up to the date of capitalization of such asset is added to the cost of the asset.

Capitalization of borrowing cost is suspended and charged to the statement of profit and loss during extended periods when active development activity on the qualifying asset is interrupted.

(xii) Impairment of Assets

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

(xiii) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the group are segregated.

Cash and Cash equivalent mentioned in Balance Sheet and cash flow comprise of Cash on hand, Balance with banks and amount kept as fixed deposit in banks.

(xiii) Segment Reporting

As per the information received from the management the company has only one reportable business and hence segment wise information is not given.

(xiv) Foreign Exchange Gain / Loss

Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.

Monetary items denominated in foreign currencies at the year end are restated at year end rates. In case of items which are covered by forward exchange contracts, the difference between the year end rate and rate on the date of the contract is recognised as exchange difference and the premium paid on forward contracts is recognised over the life of the contract.

Non-monetary foreign currency items are carried at cost.

In respect of branches, which are integral foreign operations, all transactions are translated at rates prevailing on the date of transaction or that approximates the actual rate at the date of transaction. Branch monetary assets and liabilities are restated at the year end rates.

Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Statement of Profit and Loss, except in case of long term liabilities, where they relate to acquisition of property, plant & equipment, in which case they are adjusted to the carrying cost of such assets.

12 Property, Plant & Equipment (31-Mar-22)		(Amount In Lakhs)						
Description of Assets	Gross Block			Accumulated Depreciation / Amortization			Net Block	
	Balance as at 01-Apr-21	Additions during the period	Deletions during the period	Balance as at 31-Mar-22	Balance as at 01-Apr-21	Provided during the period	Deletions during the period	Balance as at 31-Mar-22
Tangible Assets								
Own Assets								
Buildings								
Factory Building	712.24	31.50	-	743.73	205.39	28.63	-	509.71
Labour Quarters	26.13	-	-	26.13	16.90	0.38	-	8.85
Office Building	113.27	-	-	113.27	72.81	1.66	-	38.80
	851.63	31.50	-	883.13	295.10	30.66	-	557.37
								556.53
Plant & Machinery								
Plant & Machinery	4,431.93	234.60	0.28	4,666.26	1,404.37	257.70	-	3,004.19
	4,431.93	234.60	0.28	4,666.26	1,404.37	257.70	-	3,004.19
								3,027.56
Furniture & Fittings								
	103.01	13.98	10.58	106.42	34.28	8.01	0.21	64.34
	103.01	13.98	10.58	106.42	34.28	8.01	0.21	64.34
								68.73
Office Equipment								
	21.20	5.40	-	26.60	11.21	2.11	-	13.28
	21.20	5.40	-	26.60	11.21	2.11	-	13.28
								10.00
Motor Vehicles								
	42.15	-	-	42.15	38.19	0.59	-	3.36
	42.15	-	-	42.15	38.19	0.59	-	3.36
								3.95
Computers and Data Processing Units								
	24.48	5.85	-	30.33	21.10	2.62	-	6.62
	24.48	5.85	-	30.33	21.10	2.62	-	6.62
								3.38
Land								
	86.21	-	-	86.21	-	-	-	86.21
	86.21	-	-	86.21	-	-	-	86.21
								86.21
Total (A)	5,560.62	291.34	10.85	5,841.10	1,804.25	301.70	0.21	3,735.37
								3,756.37
Intangible Assets								
Trade Mark Software								
	1.08	-	-	1.08	0.39	0.11	-	0.58
	12.32	-	-	12.32	9.24	3.08	-	-
Total (B)	13.40	-	-	13.40	9.63	3.19	-	0.58
								3.76
Total (A+B)	5,574.02	291.34	10.85	5,854.50	1,813.88	304.89	0.21	3,735.95
								3,760.13
Previous Year	4,151.59	2,895.14	1,472.72	5,574.02	1,579.09	234.80	-	3,760.13
								2,572.51

Airo Lam Limited

02 Share Capital:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Authorized : Equity shares 16,000,000 of ` 10 Each	1,600.00	1,600.00
Issued, Subscribed and Fully Paid up : 15,020,000 Equity Shares of ` 10 Each	1,500.20	1,500.20
TOTAL Rs. :	1,500.20	1,500.20

2.1 The Reconciliation of No. of shares outstanding is set out below:

Particulars	As At 31-Mar-22		As At 31-Mar-21	
	No. of shares	Amount in Lakhs	No. of shares	Amount in Lakhs
Equity Shares at the beginning of the year	1,50,02,000	1,50,020.00	1,50,02,000	1,50,020.00
Add/Less: Addition/Deletion	-	-	-	-
Equity Shares at the end of the year	1,50,02,000	1,50,020.00	1,50,02,000	1,50,020.00

Rights, Preferences and Restrictions attached to shares

Equity Shares

The company has only one class of Equity having a par value ` 10.00 per share. Each Shareholder is eligible for one vote per share held. The dividend proposed by the board of directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in the case of Interim Dividend.

In the event of liquidation, the Equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion to their shareholding.

2.2 The Details of Shareholder holding more than 5% Shares:

Name Of Shareholder	As At 31-Mar-22		As At 31-Mar-21	
	No. Of Shares	% Held	No. Of Shares	% Held
Jasvantbhai Patel	8,83,340	5.89	8,83,340	5.89
Mahendrabhai Nathabhai Patel	9,02,080	6.01	9,02,080	6.01
Pravinkumar Amichandbhai Patel	9,86,574	6.58	9,86,574	6.58
Pravinkumar Nathabhai Patel	11,49,520	7.66	11,49,520	7.66
Total	39,21,514	26.14	39,21,514	26.14

2.3 Shareholding of promoters

Shares held by promoters at the end of the year (31-Mar-22)				%Change During The Year
Sr.No.	Promoter Name	No Of Shares	% of total shares	
1	Pravinbhai Nathabhai Patel	11,49,520	7.6624%	-
2	Patel Pravinbhai Amichandbhai	9,86,574	6.5763%	-
3	Patel Prafulkumar Devachandbhai	7,46,000	4.9727%	-
4	Raval Daxesh Vasant	5,38,000	3.5862%	-
5	Patel Sureshbhai H.	1,18,000	0.7866%	-

Shares held by promoters at the end of the year (31-Mar-21)				%Change During The Year
Sr.No.	Promoter Name	No Of Shares	% of total shares	
1	Pravinbhai Nathabhai Patel	11,49,520	7.6624%	-
2	Patel Pravinbhai Amichandbhai	9,86,574	6.5763%	-
3	Patel Prafulkumar Devachandbhai	7,46,000	4.9727%	-
4	Raval Daxesh Vasant	5,38,000	3.5862%	-
5	Patel Sureshbhai H.	1,18,000	0.7866%	-

03 Reserves and Surplus:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Securities Premium Reserve		
Opening Balance	1,269.07	1,269.07
Add: Addition during the year	-	-
Less: Deletion during the year (Share Issue related expenses)	-	-
Closing Balance	1,269.07	1,269.07
Retained Earnings		
Opening Balance	2,199.21	1,653.70
Add: Profit for the year	655.73	545.52
Closing Balance	2,854.94	2,199.21
TOTAL Rs. :	4,124.01	3,468.29

Securities Premium: The amount received in excess of face value of the equity shares is recognised in Securities Premium.

Retained Earnings: Retained earnings are the profits that the Company has earned till date less any transfers to general reserve, dividends, utilisations or other distributions paid to shareholders.

04 Long-Term Borrowings:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Loans and Advances availed or accepted		
Unsecured Loans from Directors (Refer Sub Note)	298.76	299.60
Unsecured Loans from relatives & shareholders (Refer Sub Note)	241.95	239.86
Secured Loans from Banks	1,654.15	1,386.82
	2,194.85	1,926.27
The above amounts includes		
Secured Borrowings	1,654.15	1,386.82
Unsecured Borrowings	540.70	539.45
TOTAL Rs. :	2,194.85	1,926.27

Sub Note: The Company has utilized the borrowings from Banks for the purpose, for which it has been raised.

Sub Note: The quarterly returns or statement of current assets filed by the Company with banks are in agreement with the books of accounts.

Sub Note: Secured loan from Bank is secured by personal guarantee of Promoter/Director and Promoter Group.

Sub Note:

The company have outstanding Interest free long term loans amounting to Rs. 298.76/- Lakhs from directors. The repayment terms have not been decided yet.

Sub Note:

The company have outstanding Interest free long term loans amounting to Rs. 241.95/- Lakhs from shareholders & relatives of the directors and/or promoters. The repayment terms have not been decided yet.

Sub Note:

i) The outstanding Euro Term Loan of Rs. 671.88/- Lakhs from Axis Bank Limited is repayable in 72 months at the rate of 5.00% per annum. The Outstanding amount of Euro Term Loan has been marked to market at the prevalent rate of Euro to Rupee as on 31.03.2022. It is secured by way hypothecation of Property, Plant & Equipement acquired from the loan.

ii) The outstanding Euro Term Loan of Rs. 206.39/- Lakhs from Axis Bank Limited is repayable in 72 months at the rate of 5.00% per annum. The Outstanding amount of Euro Term Loan has been marked to market at the prevalent rate of Euro to Rupee as on 31.03.2022. It is secured by way hypothecation of Property, Plant & Equipement acquired from the loan.

iii) The outstanding Working Capital Term Loan of Rs.449.50/- Lakhs from Axis Bank Limited is repayable in 48 months at the rate of 8.50% per annum. It is secured by way hypothecation of Property, Plant & Equipement acquired from the loan.

Principal Terms and Conditions of Long Term Borrowings:

Sr. No.	Type of Facility	As at 31 st March, 2022 Amount in Lakhs	Rate of Interest	Repayment	Security
1	Vehicle Loan - TATA Motor Finance Limited	1.10	4.99%	47 Equal monthly Installments	Refer Sub Note - 5 (i)
1	Euro Term Loan	671.88	5.00%	72 Equal monthly Installments	Refer Sub Note - 6 (i)
2	Euro Term Loan	206.39	5.00%	72 Equal monthly Installments	Refer Sub Note - 6 (ii)
3	Working Capital Term Loan	449.50	8.50%	48 Equal monthly Installments	Refer Sub Note - 6 (iii)

05 Deferred Tax Liabilities:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Deferred Tax Liabilities		
Related to Preliminary Expenses	3.04	(3.04)
Related to Gratuity Provision	(16.26)	(12.23)
Related to Fixed Assets	296.90	221.04
TOTAL Rs. :	283.69	205.76

Significant components of Deferred Tax

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Deferred Tax Liability		
Difference between book depreciation and tax depreciation	296.90	221.04
Gross Deferred Tax Liability	296.90	221.04
Deferred Tax Assets		
Expenses provided but allowable in Income tax on Payment basis	16.26	12.23
Gross Deferred Tax Asset	16.26	12.23
Reversal of Deferred Tax Assets		
Expense not allowable in previous year but allowable in current year as per Income tax act	3.04	3.04
Net Deferred Tax Asset/Liability	283.69	205.76

06 Other Long-Term Liabilities:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Deposits from Distributors (Refer Sub Note)	62.39	17.45
TOTAL Rs. :	62.39	17.45

Sub Note

The company has accepted interest free deposit from the distributors against supply of goods as per the policy of the Company.

07 Long-Term Provisions:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Provisions for Employee Benefits (Refer Sub Note)	56.09	43.17
TOTAL Rs. :	56.09	43.17

Sub Note:

The company have provided for the gratuity based on AS-15 "Employee Benefits" as per actuarial valuation. The same is not funded.

08 Short-Term Borrowings:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Loans Repayable on Demands - From Banks (Refer Sub Note)		
Working Capital Loans	2,618.42	1,561.00
Current Maturities of Long Term Loans	243.65	334.10
	2,862.07	1,895.10
The above amount includes		
Secured Borrowings	2,862.07	1,895.10
TOTAL Rs. :	2,862.07	1,895.10

Sr. No.	Type of Facility	As at 31 st March, 2022 Amount in Lakhs	Rate of Interest	Repayment within
1	Axis bank cash credit loan	1,767.10	7.90%	12 months
2	Axis bank Packing credit loan	306.70	7.50%	12 months
4	Axis bank Packing credit loan	491.82	7.50%	12 months
5	Letter of credit	50.91	1.30%	12 months

Sub Note: The Company has utilized the borrowings from Banks for the purpose, for which it has been raised.

Sub Note: The quarterly returns or statement of current assets filed by the Company with banks are in agreement with the books of accounts.

Sub Note: Working capital loan is secured by personal guarantee of Promoter/Director and Promoter Group.

Sub Note:

Axis Bank Cash Credit / PCFC / PSCFC LC / SBLC outstanding Rs. 2,617.72/- Lakhs as on March 31, 2022 is secured against hypothecation of stock with netting off of sundry creditors and Book Debts i.e. entire current assets (present and future) of the company including stock of raw material, stock in process, finished goods, consumables, receivables, stores, spares, at the rate of 9.60%.

The company has also provided land and building situated at:

09 Trade Payables:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Trade Payables		
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	3,923.63	3,264.73
TOTAL Rs. :	3,923.63	3,264.73

Sub Note:

Outstanding Balances of Trade Payables as on 31st March, 2022 are taken as certified by management.

Particulars	Outstanding for following periods from due date of payment				As At 31-Mar-22
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) MSME	-	-	-	-	-
(ii) Others	3,854.68	57.58	6.35	5.03	3,923.63
(iii) Disputed dues-MSME	-	-	-	-	-
(iv) Disputed dues-Others	-	-	-	-	-
MSME - Undue					-
Others - Undue					-
Total					3,923.63

Particulars	Outstanding for following periods from due date of payment				As At 31-Mar-21
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) MSME	-	-	-	-	-
(ii) Others	3,203.97	50.73	5.59	4.43	3,264.73
(iii) Disputed dues-MSME	-	-	-	-	-
(iv) Disputed dues-Others	-	-	-	-	-
MSME - Undue					-
Others - Undue					-
Total					3,264.73

Sub Note:

The company has dispatched letter to vendor to ascertain their status under the Micro, Small and Medium Enterprises Development Act, 2006. Based upon the confirmations received from the parties, they are classified accordingly, rest of the parties other than MSMEs.

10 Other Current Liabilities:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Interest on Long Term Borrowings / Deposits (Refer Sub Note)	-	5.97
Sundry Creditors for Capital Goods	19.32	90.66
Sundry Creditors for Expenses	690.70	441.90
Other Payables (Advance from customer)	102.45	47.56
TOTAL Rs. :	812.47	586.09

Sub Note :

Interest on long term borrowing is due on the loan/deposits accepted from Shareholders, Directors, Relatives of directors / promoters and Distributors.

Sub Note :

Sundry Creditors for capital goods as on March 31, 2022 is taken as certified by management and are subject to confirmation and reconciliation.

Sub Note :

Sundry Creditors for expenses as on March 31, 2022 is taken as certified by management and are subject to confirmation and reconciliation.

Sub Note :

Advanced received from customer as on March 31, 2022 is taken as certified by the management. No security have been given against the same.

11 Short-Term Provisions:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Provisions for Expenses	66.68	102.40
Provisions for Government Dues	45.49	23.19
Provisions for Employee Benefits	3.29	0.81
TOTAL Rs. :	115.46	126.39

Sub Note:

Short-Term provisions as on March 31, 2022 includes amount provided based on the management estimation.

13 Non current Investments:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Investments in Equity Shares		
Shares of Listed Companies	13.29	13.29
Shares of Unlisted Companies	-	23.78
TOTAL Rs. :	13.29	37.08

Investments in Equity Instruments

Sr. No.	Name of the Company	No of share held by company	Quoted / Unquoted	Classification
1	Latteys Industries Limited	20,000	Quoted	N.A.
2	Airolam Asia Pacific Co., Ltd.	9,800	Unquoted	N.A.

Sub Note:

The company had valued the investment at cost price, without considering the temporary fluctuation.

14 Long Term Loans and Advances:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Security Deposit		
Unsecured Considered good (Refer Sub Note)	52.75	45.51
Balance with government authorities	-	-
Balance with others	2.10	-
TOTAL Rs. :	54.85	45.51

Sub Note:

Security deposit given includes deposit given to Authorities/Suppliers against thier services/supply.

15 Inventories:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Valued at Cost or NRV whichever is Less		
Raw Material	1,625.89	1,204.18
Finished Goods	3,785.82	2,531.49
Work-In-Progress	320.82	280.62
Stores and Spares	168.19	57.86
TOTAL Rs. :	5,900.72	4,074.16

Sub Note:

Inventories as on March 31, 2022 has been taken as certified by management. The same have been physically verified as on March 31, 2022 on sample basis.

16 Trade Receivables:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Unsecured, Considere Good		
Exceeding six months	1,351.50	953.76
Others	3,823.45	3,176.92
	5,174.95	4,130.68
Less: Allowance for doubtful debts	-	-
TOTAL Rs. :	5,174.95	4,130.68

Particulars	Outstanding for following periods from due date of payment					As At 31-Mar-22
	Less than 6 months	6 Months - 1 year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) Undisputed Trade Receivables - Considered Good	3,823.45	1,082.83	135.99	82.05	50.63	5,174.95
(ii) Undisputed Trade Receivables - Which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit impaired	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-
(v) Disputed Trade Receivables - Which have significant increase in credit risk	-	-	-	-	-	-
(v) Disputed Trade Receivables - Credit impaired	-	-	-	-	-	-

Particulars	Outstanding for following periods from due date of payment					As At 31-Mar-21
	Less than 6 months	6 Months - 1 year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) Undisputed Trade Receivables - Considered Good	3,051.90	873.64	85.01	80.22	39.91	4,130.68
(ii) Undisputed Trade Receivables - Which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - Credit impaired	-	-	-	-	-	-
(vi) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-
(v) Disputed Trade Receivables - Which have significant increase in credit risk	-	-	-	-	-	-
(v) Disputed Trade Receivables - Credit impaired	-	-	-	-	-	-

Sub Note:

Amounts receivable from Debtors as on March 31, 2022 taken as certified by management and considered good and are subject to confirmation and reconciliation.

17 Cash and Cash Equivalent:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Balance with Banks - Current Accounts	284.42	352.49
Balance with Banks - Fixed Deposits	162.27	117.20
Cash In Hand	8.56	8.02
TOTAL Rs. :	455.25	477.72

18 Short Term Loans and Advances:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Security Deposit		
Secured Considered good		
Balance with government authorities (Refer Sub Note)	307.16	208.14
Balance with others (Refer Sub Note)	(12.10)	30.37
TOTAL Rs. :	295.07	238.51

Sub Note:

Balance with government authorities includes GST receivables and advances made to Excise and/or Custom department.

Sub Note:

Balance with Others includes advance to staff, advances to customers etc.

19 Other Current Assets:

Particulars	As At 31-Mar-22	As At 31-Mar-21
	Amount in Lakhs	Amount in Lakhs
Advances to Suppliers	236.19	169.37
MAT Credit Receivable	50.22	82.17
Prepaid Expenses	17.56	14.30
Interest Receivables	0.80	3.80
TOTAL Rs. :	304.78	269.65

Sub Note:

Advance to suppliers as on March 31, 2022 taken as certified by management and considered good.

20 Revenue from Operations:

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Revenue from sale of products		
Domestic Sales		
Sale of goods	11,879.05	9,899.85
Insurance on Sales	8.65	-
Freight on Sales	39.45	-
Export Sales		
Sale of goods	6,879.85	5,069.30
Gross Revenue from Operations	18,807.00	14,969.15
Less: Adjustments		
GST on Sales	(1,779.46)	(1,330.62)
Rate Difference on Sales	(2.18)	(163.86)
Returns on revenue from sale of products	(135.67)	(163.66)
	(1,917.31)	(1,658.13)
Net Revenue from Operations	16,889.69	13,311.02

21 Other Income:

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Interest Income	7.07	6.36
Export Related Incentive Income	83.49	40.78
Insurance Claim	0.03	3.50
Discount Received	11.76	-
Freight Income	8.80	28.23
Miscellaneous Income	7.96	4.31
Sundry Balances Written Off	19.98	0.15
TOTAL Rs. :	139.09	83.33

22 Cost of Material Consumed:

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Inventory at the beginning		
Raw Material	1,204.18	950.92
Add: Purchases		
Raw Material	11,583.82	8,626.13
Add: Direct Expenses		
Raw Material	360.88	322.72
Less: Inventory at the end		
Raw Material	1,625.89	1,204.18
TOTAL Rs. :	11,522.99	8,695.59

22(i) Purchase of Stock in trade

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Purchase of Goods		
Other than Related	1,059.41	693.68
TOTAL Rs. :	1,059.41	693.68

23 Changes In Inventories:

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Inventory at the end of the year		
Finished Goods	3,785.82	2,531.49
Work-In-Progress	320.82	280.62
Stores and Spares	168.19	57.86
	4,274.83	2,869.98
Inventory at the beginning of the year		
Finished Goods	2,531.49	2,174.08
Work-In-Progress	280.62	216.91
Stores and Spares	57.86	125.92
	2,869.98	2,516.91
(Increase)/Decrease in Inventories		
Finished Goods	(1,254.33)	(357.41)
Work-In-Progress	(40.20)	(63.71)
Stores and Spares	(110.32)	68.05
TOTAL Rs. :	(1,404.85)	(353.06)

Note: Work-in-Progress also includes material lying with third party.

24 Employee Benefit Expenses:

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Salaries and Wages		
Bonus Expenses	12.95	8.62
Director's Remuneration	23.79	23.94
Gratuity Expenses	14.45	6.17
Salary and Wages Expenses	904.98	644.89
	956.17	683.63
Contribution to Provident Fund and other Funds		
Contribution to Provident Fund and other Funds	9.51	5.35
	9.51	5.35
Staff Welfare Expenses		
Staff Welfare Expenses	5.60	9.59
	5.60	9.59
TOTAL Rs. :	971.28	698.57

25 Finance Costs:

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Interest Expenses		
Interest Expenses	227.85	182.03
	227.85	182.03
Other Borrowing Costs		
Other Borrowing Costs and Bank Charges	79.04	51.94
	79.04	51.94
TOTAL Rs. :	306.89	233.97

26 Other Expenses:

Particulars	For the FY 2021-22	For the FY 2020-21
	Amount in Lakhs	Amount in Lakhs
Advertising and Sales Promotion Expenses	599.06	223.59
Bad Debts Written Off	0.04	98.95
Consumption of Stores and Spare Parts	149.10	115.88
Discount / Complain Expenses	125.24	48.61
Donation Expenses	20.21	0.76
Freight Expenses	392.50	220.20
(Gain)/Loss on Foreign Exchange	17.78	141.53
Export Related Expenses	494.55	351.61
Indirect Duty Related Expenses	12.08	69.78
Insurance Expenses	41.86	21.98
Labour Expenses	583.27	488.52
Legal and Professional Expenses	57.34	60.39
Membership Registration Expenses	2.81	0.02
Office Expenses	146.84	44.22
Packing and Forwarding Expenses	217.13	151.67
Postage and Courier Expenses	12.42	4.09
Power and Fuel Expenses	201.19	252.87
Rate Difference	0.12	-
Printing and Stationery Expenses	12.91	2.25
Rent Expenses	74.99	58.17
Repair and Maintenance Expenses	71.09	35.25
Commission Expenses	61.50	-
Loss on Investment in Associate concern	23.78	-
Telephone and Internet Expenses	6.80	6.10
Travelling Expenses	27.42	22.57
TOTAL Rs. :	3,352.00	2,419.02

27 Earning Per Share:

Particulars	For the FY 2021-22		For the FY 2020-21	
	Amount in Lakhs		Amount in Lakhs	
	Before Extra Ordinary Items	After Extra Ordinary Items	Before Extra Ordinary Items	After Extra Ordinary Items
Basic				
Profit after Tax (A)	655.73	655.73	545.52	545.52
Weighted average number of shares outstanding (B)	150.02	150.02	150.02	150.02
Basic EPS (A)/(B)	4.37	4.37	3.64	3.64
Diluted EPS (A)/(B)	4.37	4.37	3.64	3.64
Face Value per Share	10.00	10.00	10.00	10.00

28 Trade Receivables, Trade Payables, Loans & Advances and Unsecured Loans has been taken at Book Value subject to confirmations and reconciliation.

29 Loans and Advances are considered good in respect of which company does not hold any security other than the personal guarantee of persons.

30 GST has not taken into account for valuation of finished goods looking at factory site in view of accounting policy. The same has no impact on statement of Profit & Loss.

31 Related Party Disclosures:

31.1 Related Parties & their Relationship

As per AS 18, the disclosures of transactions with the related parties are given below:

i) List of Related parties where control exists and related parties with whom transactions have taken place and relationships:

Sr. No.	Name of Related Parties	Relationship
(i)	Shri Pravin N. Patel	Promoter / Director
(ii)	Shri Hardik P. Patel	Director
(iii)	Shri Suresh H. Patel	Promoter / Director
(iv)	Shri Pravin A. Patel	Promoter
(v)	Shri Daxesh Raval	Promoter
(vi)	Shri Praful Patel	Promoter
(vii)	Shri Karan Raval	Relative of Promoter
(viii)	Shri Yash P. Patel	Relative of Director
(ix)	Shri Mahendra N. Patel	Relative of Director
(x)	Smt. Hemlata S. Patel	Relative of Director
(xi)	Smt. Manjulaben P. Patel	Relative of Director
(xii)	Smt. Pooja Y. Patel	Relative of Director
(xiii)	Airolam asia pacific co. ltd.	Associate Concern

31.2 Transactions with Related Parties

Particulars	Nature of Transaction	For the FY 2021-22	For the FY 2020-21
		Amount in Lakhs	Amount in Lakhs
Pravin N. Patel	Director Remuneration	8.40	8.40
Hardik P. Patel	Director Remuneration	4.14	4.29
Suresh H. Patel	Director Remuneration	11.25	11.25
Yash P. Patel	Salary	5.40	5.40
Mahendra N. Patel	Salary	6.76	5.67
Hemlata S. Patel	Salary	2.25	2.25
Manjulaben P. Patel	Salary	4.68	4.68
Pooja Y. Patel	Salary	2.10	2.07
Airolam Asia Pacific co. Ltd.	Sales	53.76	87.46
Airolam Asia Pacific co. Ltd.	Sales of capital asset	-	10.15

32 All assets and Liabilities are presented as Current or Non-Current as per criteria set out in Schedule - III to the Companies Act, 2013 as notified by Ministry of Corporate Affairs. Based on the nature of operation of the company and realization from the trade receivables, the company has ascertained its operating cycle of less than 12 months. Accordingly 12 months period has been considered for the purpose of Current / Non Current classification of assets and liabilities.

33 Segment Reporting:

The Company have not any business segment or geographical segment other than the one i.e. Dealing in Laminates. Therefore, the Accounting Standard 17 "Segment Reporting" is not applicable.

34 Payment to Auditor as:

Sr. No.	Auditor	For the FY 2021-22	(Amount in Lakhs) For the FY 2020-21
i)	Statutory Audit	2.50	1.50
ii)	Tax Audit	0.50	0.50
iii)	Other Taxation Matters	0.23	0.91

The above fees is exclusive of taxes.

35 Previous year's figures have been regrouped and rearranged wherever necessary.

36 As informed to us, the Contingent Liability is NIL.

37 Corporate Social Responsibility:

Sr. No.	Particulars	Amount
1	Amount required to be spent by the company during the year	13.00
2	Amount of expenditure incurred	20.14
3	Shortfall at the end of the year	-
4	Total of previous years shortfall	-
5	Reason for shortfall	NA
6	Nature of CSR activities	Rural Development Project
7	Details of related party transactions (In relation to CSR)	NIL

Calculation of Corporate Social Responsibility amount:

Sr. No.	Financial Year	Profit for CSR calculation
1	2020-21	772
2	2019-20	636
3	2018-19	598
Net profit as per section 198		2,005.04
Average profit of last three years		668.00
Minimum amount of CSR (2% of average profit of last three years)		13.00

38 Covid Impact:

In view of rapid spread of virus causing Covid-19 pandemic, Government of India imposed lockdown to curb the spread of virus. The nationwide lockdown temporarily impacted the operations of the company due to non-availability of labour, transportation and supply chain disruptions. However, the Government classified seed business as "Essential Commodity" and granted certain relaxations and guidelines so that production, processing and distribution of the seeds will not be effected. The major portion of Company's production, processing and supply chain facilities remain in operation during most of the lockdown period, following safety measures as per guidelines.

Thus, the impact of Covid-19 on the Company is minimal at this point of time. The Company has assessed the recoverability of receivables, inventories, certain investments and other financial assets considering the available internal and external information up to the date of approval of these financial statements. Considering the nature of these assets, the Company expects to recover the carrying amount of these assets.

- 39 There is no proceedings has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- 40 The Company has not been declared wilful defaulter by any bank or financial institutions or other lender.
- 41 The Company does not have any transactions with the company struck off under the section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.
- 42 There is no charges or satisfaction yet to be registered with ROC beyond the statutory period.
- 43 The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of layers) Rules, 2017.
- 44 The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- 45 The company do not have any capital work in progress related work, therefore disclosure related to CWIP aging, is not applicable.
- 46 There is no undisclosed income, which was not disclosed by the company in earlier Financial years.

47 Commitments and contingencies

Capital commitments

The Group has contractually committed (net of advances) Rs. 100.00/- Lakhs as at March 31, 2022 for purchase of property, plant and equipment.

Contingencies: NIL

For Piyush J. Shah & Co.
Chartered Accountants
FRN : 121172W

Sd/-
Piyush J. Shah
Partner
M.No. : 108670
UDIN: 22108670AJXLEV8361
Place : Ahmedabad
Date : 30th May, 2022

For and on behalf of Board of directors

Sd/-
Pravin N. Patel
Chairman
DIN: 01840244

Sd/-
Suresh H. Patel
Whole Time Director
DIN: 00256357

Sd/-
Keya Patel
CFO

Sd/-
Ruchi Shah
Company Secretary

Airolam Limited

Statement of significant ratios for the year ended

Particulars	Numerator/Denominator	31-Mar-22	31-Mar-21	Change In %
a) Current Ratio	$\frac{\text{Current Assets}}{\text{Current liabilities}}$	157%	157%	0.48%
b) Debt -Equity Ratio	$\frac{\text{Debt}}{\text{Equity}}$	39%	39%	0.66%
c) Debt-Service Coverage Ratio	$\frac{\text{Earning available for debt service}}{\text{Interest+Installment}}$	1.87	1.41	32.94%
d) Return on equity ratio	$\frac{\text{Profit after tax}}{\text{Networth}}$	11.66%	10.98%	6.19%
e) Inventory turnover Ratio	$\frac{\text{Total turnover}}{\text{Average Inventories}}$	3.39	3.53	-4.06%
f)Trade receivable turnover ratio	$\frac{\text{Total Turnover}}{\text{Average Account Receivable}}$	3.63	3.19	13.77%
g)Trade payable turnover ratio	$\frac{\text{Total Turnover}}{\text{Average Account Payable}}$	4.70	6.49	-27.56%
h)Net Capital turnover ratio	$\frac{\text{Total Turnover}}{\text{Net Working Capital}}$	3.82	4.01	-4.68%
i)Net Profit Ratio	$\frac{\text{Net Profit}}{\text{Total Turnover}}$	3.88%	4.10%	-5.27%
j)Return on Capital employed	$\frac{\text{Net Profit}}{\text{Capital Employed}}$	8.39%	7.91%	5.99%
k)Return on Investment	$\frac{\text{Net Profit}}{\text{Total Investment}}$	11.66%	10.98%	6.19%

Form MGT-11
Proxy form

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

AIRO LAM LIMITED

CIN: L20211GJ2007PLC052019

Regd. Office: Survey No. 355, Nananpur Road, N.H. No. 8,
Village- Dalpur, Ta. Prantij, Gujarat 383120, India.

Ph: +91-2770-240572

Email:- cs1@airolam.com

Fax: +91-2770 240574

Website: www.airolam.com

Name of the Member(s):
Registered address:

E-mail ID:
Folio No/DP ID-Client ID:

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

1	Name Address Email id	Signature
2	Name Address Email id	Signature
3	Name Address Email id	Signature

as my / our Proxy to attend and vote (on a poll) for me/us and on my/our behalf at the
15th Annual General Meeting to be held on Tuesday, 27th September, 2022, at 1:30 P.M.
at Survey No. 355, Nananpur Road, N.H. No. 8, Village- Dalpur, Ta. Prantij, Gujarat
383120, and adjournment thereof in respect of such resolutions as are indicated below:

Ordinary Business:

1. Adoption of audited Standalone & Consolidated Financial Statements for the year ended 31.03.2022.

2. Appointment of Mr. Sureshbhai Hansarajbhai Patel (DIN: 02223842), who retires by rotation.

In this _____ day of _____, 2022.

Signature of shareholder: _____

Signature of Proxy holder(s): _____

Affix
Revenue
Stamp of
Rs.1

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

ATTENDANCE SLIP

PLEASE FILL ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL

(Joint shareholders may obtain additional Slip at the venue of the meeting)

DP ID		Name & Address of The Registered Shareholder /Proxy in full
Regd. Folio No.		
No. of Shares		

I certify that I am a registered Shareholder/proxy for the registered Shareholder of the Company.

I hereby record my/our presence at the 15th Annual General Meeting of the Company held on the 27th day of September, 2022 at Survey No. 355, Nananpur Road, N.H. No. 8, Village- Dalpur, Ta. Prantij, Gujarat 383120 at 1:30 PM.

Name of Shareholder/Proxy:.....

Signature of Shareholder/Proxy:

Corporate Office

Airo Lam Limited

Survey No. 355, Dalpur Village, Nananpur Approach Road, Ta. : Prantij, Dist.: Sabarkantha, Gujarat - 383120, India.

Phone: +91 2770 240572, 240573

Fax: +91 2770 240574

Email: info@airolam.com, admin@airolam.com, cs1@airolam.com

Website: www.Airolam.com

