

**AOL (FZE)**  
**SAIF ZONE, SHARJAH, U.A.E**  
**STANDALONE FINANCIAL STATEMENTS AND**  
**INDEPENDENT AUDITORS' REPORT**  
**FOR THE YEAR ENDED MARCH 31, 2024**

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## INDEPENDENT AUDITOR'S REPORT

**To**  
**The Shareholders**  
**M/s. AOL (FZE)**  
**P.O. Box 121657**  
**SAIF Zone, Sharjah, U.A.E**

### **Report on the Audit of the Financial Statements**

#### **Opinion**

We have audited the financial statements M/s. AOL (FZE) Sharjah, U.A.E. & its branch M/s. AOL FRP Division (the "Company"), which comprise of the standalone statement of financial position as at **March 31, 2024**, standalone statement of profit and loss and other comprehensive income, standalone statement of cash flow for the year then ended and a summary of significant accounting policies and other explanatory notes.

In our opinion accompanying financial statements give a true and fair view of the financial position of the Company as at **March 31, 2024**, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

#### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in the UAE, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Matters relating to going concern**

We draw attention to the fact that the Company has negative net worth during the year ended March 2024, however the Company continues to be funded by its shareholders to meet its liabilities as and when they fall due.

Our opinion is not modified in respect of this matter and these Financial Statements are prepared as a Going Concern.

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

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are 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 ISAs 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 ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

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.

**For FALCON INTERNATIONAL CONSULTING & AUDITING**

**Chartered Accountants**

  
**Managing Partner**  
**(Rakesh Jain)**  
**Reg. No: 606**



**May 25, 2024**

## AOL (FZE)

Standalone Statement of Financial Position as at March 31, 2024

	Notes	AED in Millions	
		31/Mar/24	31/Mar/23
<b>Assets</b>			
<b>Non-current assets</b>			
Property, Plant and Equipment	4 (a&b)	0.03	29.14
Financial Assets			
Investment	5	-	-
Loans	6	-	-
Other non-current assets	7	-	-
		<u>0.03</u>	<u>29.14</u>
<b>Current assets</b>			
Inventories	8	0.07	0.86
Financial Assets			
Trade receivables	9	0.37	0.48
Cash and cash equivalents	10	0.02	0.03
Other Bank Balances	11	-	-
Loans	6	2.14	1.88
Other Financial Assets	12	-	-
Other current assets	7	0.24	0.21
		<u>2.84</u>	<u>3.46</u>
Assets Held for Sale	13	10.00	-
<b>Total Assets</b>		<u><b>12.86</b></u>	<u><b>32.60</b></u>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Equity Share capital	14	87.90	87.90
Preference Share Capital	14	26.90	26.90
Other Equity	15	(159.17)	(140.50)
		<u>(44.37)</u>	<u>(25.70)</u>
<b>Non-current liabilities</b>			
Financial Liabilities			
Borrowings	16	-	-
Other Financial Liabilities	17	13.20	14.71
Provisions	18	0.72	0.86
		<u>13.91</u>	<u>15.57</u>
<b>Current liabilities</b>			
Financial liabilities			
Borrowings	19	20.32	19.44
Trade payables	20	20.89	20.69
Other financial liabilities	21	1.87	2.39
Other Current liabilities	22	0.24	0.22
		<u>43.30</u>	<u>42.73</u>
<b>Total Equity and liabilities</b>		<u><b>12.86</b></u>	<u><b>32.60</b></u>
Summary of significant Accounting policies	3		

The accompanying notes are an integral part of the financial statements

Approved by the Management on

For AOL (FZE)



Managing Director



## AOL (FZE)

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

	Notes	AED in Millions	
		31/Mar/24	31/Mar/23
<b>Income</b>			
Revenue from operations	23	0.50	2.60
Other income	24	-	0.16
<b>Total revenue (I)</b>		<b>0.50</b>	<b>2.76</b>
<b>Expenses</b>			
Cost of raw material and components consumed	25	0.52	0.04
Purchase of traded goods	26	-	-
(Increase)/ decrease in inventories of finished goods, work-in-progress and traded goods	27	0.52	2.21
Employee benefits expense	28	0.05	0.01
Finance costs	29	0.99	1.25
Depreciation and amortization expense	30	2.66	2.67
Impairment Loss	31	15.53	-
Other expense	32	0.36	4.44
<b>Total expense (II)</b>		<b>20.65</b>	<b>10.63</b>
<b>Loss before exceptional items and tax, (I) - (II)</b>		<b>(20.14)</b>	<b>(7.87)</b>
Exceptional Income / (Expense)	33	1.47	(4.22)
<b>loss for the year</b>		<b>(18.67)</b>	<b>(12.09)</b>
<b>Other comprehensive income</b>			
i) items that will be reclassified to Profit or Loss in subsequent periods		-	-
ii) Income Tax relating to these items		-	-
<b>Other comprehensive income for the year, net of tax</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income/ (loss) for the year</b>		<b>(18.67)</b>	<b>(12.09)</b>

Summary of significant Accounting policies

3

The accompanying notes are an integral part of the financial statements

Approved by the Management on

For AOL (FZE)



Managing Director



**AOL FZE**  
**DUBAI, UNITED ARAB EMIRATES**

**STATEMENT OF CHANGES IN EQUITY AS AT MARCH 31, 2024**

(AED In Million)

	Share Capital	Pref. Share Capital	Retained Earnings	Total
<b>Balance as on 01-04-2022</b>	87.90	26.90	(128.40)	(13.60)
Net profit for the year	-	-	(12.10)	(12.10)
Transition Impact of IFRS 16	-	-	-	-
Issued During the year	-	-	-	-
Dividend Declared	-	-	-	-
Net movements in current account	-	-	-	-
<b>Balance as on 31-03-2023</b>	<b>87.90</b>	<b>26.90</b>	<b>(140.50)</b>	<b>(25.70)</b>
Net profit for the year	-	-	(18.67)	(18.67)
Transition Impact of IFRS 16	-	-	-	-
Issued During the year	-	-	-	-
Dividend Declared	-	-	-	-
Net movements in current account	-	-	-	-
<b>Balance as on 31-03-2024</b>	<b>87.90</b>	<b>26.90</b>	<b>(159.17)</b>	<b>(44.37)</b>

The accompanying notes form an integral part of these financial statements.




## AOL (FZE)

Statement of Cash Flow For the year ended March 31, 2024

	AED in Million	
	31/Mar/24	31/Mar/23
<b>A. Cash flow from operating activities</b>		
<b>(Loss) for the year</b>	<b>(18.67)</b>	<b>(12.09)</b>
Non-cash adjustment to reconcile profit before tax to net		
Depreciation/ amortization on continuing operation	2.66	2.67
Impairment Loss	15.53	-
Diminution in the value of Investment	-	3.94
Interest Expense	0.99	1.25
<b>Operating profit / (loss) before working capital changes</b>	<b>0.51</b>	<b>(4.23)</b>
Movements in working capital :		
Increase/ (decrease) in trade payables	0.20	(1.23)
Increase/ (decrease) in other payables	(2.15)	(0.36)
(Increase) / decrease in trade receivables	0.11	4.71
(increase) / decrease in inventories	0.79	2.15
(increase) / decrease in other receivables	(0.27)	0.50
<b>Net cash flow from operating activities (A)</b>	<b>(0.82)</b>	<b>1.54</b>
<b>B. Cash flows from investing activities</b>		
Purchase of fixed assets, including CWIP		-
Modification of Right of Use Assets	0.92	-
<b>Net cash flow from investing activities (B)</b>	<b>0.92</b>	<b>-</b>
<b>C. Cash flows from financing activities</b>		
Proceeds of Short-term borrowings	0.88	(0.27)
Interest Expense	(0.99)	(1.25)
<b>Net cash flow from financing activities (C)</b>	<b>(0.11)</b>	<b>(1.52)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(0.01)</b>	<b>0.02</b>
Cash and cash equivalents at the beginning of the year	0.03	0.01
<b>Cash and cash equivalents at the end of the year</b>	<b>0.02</b>	<b>0.03</b>
<b>Components of cash and cash equivalents</b>		
With banks- on current account	0.02	0.03
<b>Total cash and cash equivalents (refer note no. 10)</b>	<b>0.02</b>	<b>0.03</b>
Summary of significant accounting policies		
The accompanying notes (1-37) are an integral part of the financial statements		

Approved by the Management on

For AOL (FZE)



Managing Director



**AOL (FZE)**  
**SAIF ZONE, SHARJAH, U.A.E**

**Notes to the Financial Statements for the year ended March 31, 2024**

**1. LEGAL STATUS & BUSINESS ACTIVITIES**

- a) AOL (FZE) ("the Establishment") was registered with the Sharjah Airport International Free Zone, Sharjah-U.A.E (License no. 08437) as a Free Zone Establishment on August 17, 2010 and the license is valid up to August 16, 2024.
- b) AOL FRP Division (Branch) ("the Branch") was registered with the Jebel Ali Free Zone Authority, Dubai, UAE (Industrial License no. 139032 & commercial License no. 139033) as a branch of AOL (FZE) on September 05, 2013 and the license is valid up to September 04, 2024.
- c) AOL Composite Jiangsu ("the subsidiary") was incorporated as subsidiary in china on 18<sup>th</sup> July 2017.
- d) The Company is engaged in the activity of general trading.
- e) The management and control of the Company is vested with Dr. Kailash Shanti Lal Choudhari (Indian national).
- f) The registered office address of the Company is P. O. Box. 121657, Sharjah, United Arab Emirates.

**SHARE CAPITAL**

**A) Equity Share Capital**

Authorized, issued and paid-up capital of the group is AED 87,900,000 divided into 586 shares of AED 150,000 each fully paid and held by the shareholder as follows:

Sl. No.	Name of the Shareholder	Nationality	No. of	Amount	% Shares
1.	M/s. Aksh Optifibre Limited	Indian Co.	586	87,900,000	100.00%

**B) Preference Share Capital**

AED 26,900,000 Divided into 538 Share of 6% Non-Cumulative Optionally Convertible Preference Share of AED 50,000 Each and held by the shareholder as follows:

Sl. No.	Name of the Shareholder	Nationality	No. of	Amount	% Shares
1.	M/s. Aksh Optifibre Limited	Indian Co.	538	26,900,000	100.00%





## **2. BASIS OF PREPARATION**

### **2.1 Statement of compliance:**

These financial statements have been prepared in accordance with International Financial Accounting Standards for Small & Medium-sized Entities (IFRS for SMEs) Issued by International Accounting Standards Boards (IASB)

### **2.2 Basis of measurement and preparation**

These financial statements have been prepared under going concern assumption and historical cost convention.

The financial statements include the financial statements of AOL (FZE) and its branch AOL FRP Division. These financial statements have been combined on a line by line basis by adding together like items of assets, liabilities, equity, income and expenses. Intra group transactions have been eliminated.

### **2.3 Basis of accounting & coverage:**

The company follows the accrual basis of accounting, except for statement of cash flows which is presented on cash basis. Under accrual basis, the transactions and events are recognized as and when they occur and are recorded in the financial statements for the period to which they relate to.

The financial statements enclosed cover the period 1<sup>st</sup> April 2023 to 31<sup>st</sup> March 2024. Previous year figures are for the period 1<sup>st</sup> April 2022 to 31<sup>st</sup> March 2023 and have been regrouped wherever necessary.

### **2.4 Functional & presentation currency:**

The financial statements are presented in United Arab Emirates Dirham (AED), which is also the company's functional currency. All financial information presented in AED has been rounded off to the nearest UAE Dirham.

### **2.5 Use of estimates & judgments:**

The preparation of financial statements in conformity with IFRS for SMEs requires management to make estimates, judgments and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses.

Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future period affected & same are mentioned under respective accounting policy note. The following accounting estimates and management judgments have been considered, which are material in nature, in the preparation of financial statements.

#### **Useful lives of property, plant & equipment:**

Company's management estimates the useful life of property, plant & equipment & residual value for calculating depreciation. It reviews the estimated life & residual value



on annual basis & future depreciation expense would be adjusted where the management believes that useful life differs from the previous estimates

**Impairment of accounts receivables:**

Accounts receivables are subjected to recoverability test on a periodical basis when collection of full amounts is no longer probable. Accounts receivable balances which are individually significant, are verified for ageing, subsequent receipts & balance confirmations. Accounts receivable balances which are individually not material, are assessed collectively & estimated reserve for impairment of accounts receivables is created if same is outstanding for beyond normal credit terms & doubtful.

**Obsolescence of inventories:**

Inventories are subjected to ageing & obsolescence test on a periodical basis by management on damaged, obsolete and slow-moving inventories. These reviews require judgments and estimates. Possible changes in these estimates could result in revisions to the valuation of inventories. Management estimates that inventories are fully realizable at value stated therein and reserve for obsolescence of inventories is not required against the same.

**3. SIGNIFICANT ACCOUNTING POLICIES**

The following accounting policies have been consistently applied by the management in preparation of the financial statements except where stated here under:

**3.1 Property, plant and equipment**

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. The cost is depreciated on pro rata basis using the straight-line method over the estimated useful lives as determined by the management.

Property, plant & equipment are, at the reporting date, subject to impairment. Where any indication of impairment exists, the carrying amount is written down to its recoverable amount.

The management's estimate of useful life of various assets is as follows:

Building	30 Years
Office Equipments	05 Years
Plant & Machinery	15 Years
Furniture & fixtures	10 Years
Vehicles	08 Years
Computers	03 Years

A decline in the value of property, plant and equipment could have a significant effect on the amounts recognised in these financial statements. Management assesses the impairment of property, plant and equipment whenever events or changes in circumstances indicate that the carrying value may not be recoverable.



### **3.2 Investment**

Investment in shares is measured at cost which represents the payment made till the balance sheet date. All gains or losses on sale of investment are recognized in the statement of income as and when they arise.

### **3.3 Revenue recognition**

Revenue from sale of goods is recognized when all the following conditions are satisfied.

- i. The Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- ii. The Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- iii. The amount of revenue can be measured reliably.
- iv. It is probable that the economic benefit associated with the transaction will flow to the Company; and
- v. The cost incurred or to be incurred in respect of the transaction can be measured reliably.

### **3.4 Expenditure**

Expenses are accounted for on the accrual basis and provisions are made for all known losses and liabilities. Expenses are presented in the statement of comprehensive income, classified according to the function of expense.

### **3.5 Staff end-of-service benefits**

Employee benefits have been provided for in accordance with the contractual terms with the employees, but are however subject to minimum of UAE Labour Law requirements. The accrual relating to annual leave and leave passage, is disclosed as a current liability, while the provision relating to end of service benefits is disclosed as a non-current liability.

### **3.6 Provisions & contingencies**

Provisions are recognized when the company has a legal or constructive obligation as a result of past events and it is probable that an outflow of economic benefits would be required to settle these obligations and a reliable estimate of the same can be made. Contingent liabilities are not recognized but are disclosed in the notes to financial statements. A disclosure of contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When likelihood of outflow is remote, no provision or disclosure is made.

### **3.7 Related party transactions**



The company enters into transactions with another company and person that falls within the definition of a related party as per the International Financial Reporting Standards for Small & Medium-sized Entities (IFRS for SMEs).

The terms of trade with such related party is based on commercial terms & conditions agreed upon with them by the management.

Related parties with whom the company has entered into transactions during the year under review comprise of group companies, shareholders and key management personnel as stated hereunder:

<b>Name of the related parties</b>	<b>Relation</b>
AOL Composites (Jiangsu) Co Ltd	Subsidiary Company
AOL Technologies FZE	Holding's Subsidiary
Aksh Composite Pvt. Ltd.	Fellow Subsidiary
Aksh Technologies Mauritius Ltd.	Fellow Subsidiary
Aksh Optifibre Limited, India	Holding Company
Dr. Kailash Shantilal Choudhari	Director & Key management personnel.

Transactions which were entered into with related parties is disclosed under note 32 of the financial statement.

### 3.8 Foreign Currency transactions

Transactions in foreign currencies are translated into UAE Dirhams at the rate of exchange ruling on the date of the transactions.

Monetary assets and liabilities expressed in foreign currencies are translated into UAE Dirhams at the rate of exchange ruling at the balance sheet date.

Gains or losses resulting from foreign currency transactions are taken to the Comprehensive income statement.

### 3.9 Inventories

Inventories are carried at lower of cost and net realizable value (estimated selling price less cost to complete and selling expenses).

Raw material and packing material cost include aggregate of purchase price, including applicable cost to bring the inventory to the present condition, valued at 'first-in-first-out' method.

Finished goods include cost of direct material, direct labour, packaging costs, other direct costs and allocation of production related overheads.

Any excess of carrying amount, over the net realizable value is charged immediately as obsolescence loss through statement of comprehensive income. Inventory items, which are perishable in nature, if any, has been fully provided for.

### 3.10 Financial Instruments

The company recognizes a financial instrument (being a financial asset or financial liability) only when the company becomes a part of the contractual provisions of the instrument. Accounting policy relevant to each type of financial instrument is as follows:



**Cash & cash equivalents:**

Cash & cash equivalents for the purpose of cash flow statement comprises of cash on hand & balance with bank in current accounts

**Accounts receivables:**

Accounts receivables are amounts due from customers towards sale of goods or providing of service in the ordinary course of business. Accounts receivables are recognized initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less reserve for impairment of accounts receivables. A reserve for impairment of accounts receivables is recognised when it is probable that the company will not be able to collect all amounts due according to original terms of the accounts receivables.

**Accounts payable:**

Accounts payable represent obligations towards purchase of goods in the ordinary course of business. Same is free of interest & payable at the end of credit period granted by the suppliers. Accounts payable are recognized initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method.

**Other financial assets:**

Other financial assets are recognised initially at transaction value and subsequently measured at amortised cost using the effective interest method less impairment. However, all other financial assets have a value on realization in the ordinary course of the company's business, which is at least equal to the amount at which they are stated in the statement of financial position.

**Other financial liabilities:**

Other financial liabilities, including borrowings, are initially measured at transaction value, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method.

**3.11 Financial, capital risk management & fair value information:****Credit, liquidity & market rate risk:****Credit risk:**

Credit risk is the risk of financial loss to the company if a customer or counter-party to a financial instrument fails to meet its contractual obligations. The company's cash is placed with banks of repute.

The exposure to credit risk on trade receivables and amounts due from related parties are monitored on an ongoing basis by the management and these are considered recoverable by the company's management.

**Liquidity risk:**

Liquidity risk is the risk that the company will not be able to meet its financial obligations as and when it falls due. The company's assets are sufficient to cover its financial obligations.



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**Market risk:**

Market risk is the risk that changes in market prices, such as investment prices, interest rates and currency rates will affect the company's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return on risk.

**Interest rate risk:**

Interest rate risk is the risk of variability in profit due to change in interest rates on interest bearing assets and interest-bearing liabilities. The interest rate on the company's financial instruments is based on market rates.

**Currency risk:**

Currency risk faced by the company is minimal as there are minimal foreign currency transactions. Most of the monetary assets and liabilities are denominated in UAE Dirhams (AED) or in United States Dollar (USD), which is pegged to AED.

**3.12 Capital management**

The company's policy is to maintain a strong capital base so as to maintain lender and creditor confidence and to sustain future development of the business.



## AOL (FZE)

Notes to financial statements for the year ended March 31, 2024

## 4. (a) Property, Plant and Equipment

	AED in Millions						
	Factory Buildings	Plant and equipment	Furniture and fixtures	Vehicles	Office Equipment	Data Processing System	Total
<b>Cost or valuation</b>							
At 1 April 2022	10.92	32.49	0.18	0.38	0.06	0.01	44.04
Additions	-	-	-	-	-	-	-
Disposals / adjustments	-	-	-	-	-	-	-
<b>At 31 March 2023</b>	<b>10.92</b>	<b>32.49</b>	<b>0.18</b>	<b>0.38</b>	<b>0.06</b>	<b>0.01</b>	<b>44.04</b>
Additions	-	-	-	-	-	-	-
Disposals / adjustments	-	-	-	-	-	-	-
Transfer to Assets Held for sale	(10.92)	(32.49)	(0.18)	-	(0.06)	(0.01)	(43.66)
<b>At 31 March 2024</b>	<b>0.00</b>	<b>0.00</b>	<b>(0.00)</b>	<b>0.38</b>	<b>(0.00)</b>	<b>(0.00)</b>	<b>0.38</b>
<b>Depreciation</b>							
At 1 April 2022	1.74	11.43	0.08	0.28	0.03	0.01	13.56
Charge for the year	0.35	2.06	0.02	0.04	0.00	-	2.46
Disposals / adjustments	-	-	-	-	-	-	-
<b>At 31 March 2023</b>	<b>2.09</b>	<b>13.49</b>	<b>0.09</b>	<b>0.32</b>	<b>0.03</b>	<b>0.01</b>	<b>16.02</b>
Charge for the year	0.35	2.05	0.02	0.03	0.00	-	2.46
Disposals / adjustments	-	-	-	-	-	-	-
Impairment	3.29	12.18	0.05	-	0.01	0.00	15.53
Transfer to Assets Held for sale	(5.72)	(27.72)	(0.16)	-	(0.05)	(0.01)	(33.66)
<b>At 31 March 2024</b>	<b>0.00</b>	<b>0.00</b>	<b>(0.00)</b>	<b>0.35</b>	<b>0.00</b>	<b>(0.00)</b>	<b>0.35</b>
<b>Net Block value</b>							
At 31 March 2024	0.00	0.00	(0.00)	0.03	(0.00)	-	0.03
At 31 March 2023	8.83	19.00	0.09	0.06	0.03	-	28.01

## 4 (b) Right of Use Assets

	Right to use of Building
<b>Movements during the year</b>	
At April 1, 2022	1.94
Addition	-
Deletion	-
<b>Balance as on March 31, 2023</b>	<b>1.94</b>
Addition	-
Modification	-
Deletion	-
Modification of ROU	(1.94)
<b>Balance as on March 31, 2024</b>	<b>-</b>
<b>Accumulated Depreciation</b>	
At 1 April 2022	0.61
Addition	0.21
Deletion	-
<b>Balance as on March 31, 2023</b>	<b>0.82</b>
Addition	0.21
Deletion	-
Modification of ROU	(1.02)
<b>Balance as on March 31, 2024</b>	<b>-</b>
<b>Net Block value</b>	
At March 31, 2024	-
At March 31, 2023	1.13



AOL (FZE)

Notes to financial statements for the year ended March 31, 2024

<b>5. Investment</b>		
	31/Mar/24	31/Mar/23
<b>Investment in subsidiary</b>		
<i>Equity Instruments (Unquoted)</i>		
Investment in AOL Composites (Jiangsu) Co. Ltd	3.94	3.94
<b>Other Investment</b>		
1 (March 31 2023: 1 ) equity share of Arab Emirates Dhiram (AED)		
4 each fully paid-up in Eminent One Ventures Limited	-	-
Provision for dimunition in investment	(3.94)	(3.94)
	<u>-</u>	<u>-</u>

<b>6. Loans</b>		
	31/Mar/24	31/Mar/23
<b>Non-Current</b>		
Security deposit	-	-
<b>Current</b>		
Security deposit	0.25	-
Loan and advances to related parties	1.88	1.88
	<u>2.14</u>	<u>1.88</u>

<b>7. Other Assets</b>		
	31/Mar/24	31/Mar/23
<b>Non-Current</b>		
Capital advances	-	-
<b>Current</b>		
Advances recoverable in cash or kind	0.13	0.04
Prepaid expenses	0.01	0.06
Balances with statutory / government authorities	0.10	0.10
Total Other Current Assets	0.24	0.21
Less:-Provision agst Advance Given	-	-
	<u>0.24</u>	<u>0.21</u>

<b>8. Inventories</b>		
	31/Mar/24	31/Mar/23
<i>(Valued at lower of cost and net realisable value)</i>		
Finished and traded goods	-	0.26
Raw material	-	0.04
Semi finished goods	0.05	0.31
Stores, spares and others	0.03	0.25
	<u>0.07</u>	<u>0.86</u>





AOL (FZE)

Notes to financial statements for the year ended March 31, 2024

**9. Trade Receivables**

	31/Mar/24	31/Mar/23
Trade receivables	0.00	0.11
Receivables from related parties	0.37	0.37
	<u>0.37</u>	<u>0.48</u>
Less : Provision for doubtful debts	-	-
	<u>0.37</u>	<u>0.48</u>
<b>Breakup of security details</b>		
Secured, considered good	-	-
Unsecured, considered good	0.37	0.48
Considered doubtful	-	-
	<u>0.37</u>	<u>0.48</u>

There are no trade or other receivable are due from directors or other officers of the Company either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.

**10. Cash and Cash equivalents**

	31/Mar/24	31/Mar/23
Balances with banks:		
On current accounts	0.00	0.03
Cash On Hand	0.01	0.00
	<u>0.02</u>	<u>0.03</u>

**11. Other Bank Balances**

	31/Mar/24	31/Mar/23
Margin Money	-	-
	<u>-</u>	<u>-</u>

**12. Other Financial Assets**

	31/Mar/24	31/Mar/23
Interest accrued on fixed deposits	-	-
Other Receivable	-	-
	<u>-</u>	<u>-</u>



AOL (FZE)

Notes to financial statements for the year ended March 31, 2024

13. Assets Held for Sale		
	31/Mar/24	31/Mar/23
Building	5.20	-
Machinery & Others	4.80	-
	<u>10.00</u>	<u>-</u>

14. Share Capital		
	31/Mar/24	31/Mar/23
<b>Authorized Shares (Nos)</b>		
586 March 31, 2023 : 586) Equity Shares of AED 150000/- each	87.90	87.90
<b>Issued, subscribed and fully paid-up shares (No.)</b>		
586 (March 31, 2023 : 586) Equity Shares of AED 150000/- each	87.90	87.90
	<u>87.90</u>	<u>87.90</u>

<b>Authorized Preference Shares (Nos)</b>		
538 (31 March 2023 - 538) Share of 6% Non Cumulative Optionally Covetable Preference Share of AED 50,000 Each	26.90	26.90
	-	-
<b>Issued, subscribed and fully paid-up Preference</b>		
538 (31 March 2023 - 538) Share of 6% Non Cumulative Optionally Covetable Preference Share of AED 50,000 Each	26.90	26.90
	<u>26.90</u>	<u>26.90</u>

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period.

Equity Shares			
		31/Mar/24	31/Mar/23
At the beginning of the year	Nos.	58.60	58.60
Add:			
Issued during the year	Nos.	-	-
<b>Outstanding at the end of the year</b>	<b>Nos.</b>	<u>58.60</u>	<u>58.60</u>
At the beginning of the year	AED in Lak	87.90	87.90
Add:			
Issued during the year		-	-
<b>Outstanding at the end of the year</b>	<b>AED in Lak</b>	<u>87.90</u>	<u>87.90</u>

(b) Reconciliation of Preference shares outstanding at the beginning and at the end of the reporting period

Preference Shares			
		31/Mar/24	31/Mar/23
At the beginning of the period	Nos.	53.80	-
Add:			
Issued during the period	Nos.	-	53.80
<b>Outstanding at the end of the period</b>	<b>Nos.</b>	<u>53.80</u>	<u>53.80</u>
At the beginning of the period	AED in Lak	(26.90)	-
Add:			
Issued during the period	AED in Lak	-	(26.90)
<b>Outstanding at the end of the period</b>	<b>AED in Lak</b>	<u>(26.90)</u>	<u>(26.90)</u>



AOL (FZE)

Notes to financial statements for the year ended March 31, 2024

<b>15. Other Equity</b>		
	31/Mar/24	31/Mar/23
<b>Retained Earnings</b>		
Balance as per the last financial statements	(140.50)	(128.40)
Loss for the year	(18.67)	(12.10)
<b>Total Other Equity</b>	<b>(159.17)</b>	<b>(140.50)</b>

<b>16. Long Term Borrowings</b>		
	31/Mar/24	31/Mar/23
<b>Non-Current</b>		
<b>Term Loans</b>		
<b>Secured Loans</b>		
Foreign Currency Loan from Bank	-	-
<b>Unsecured Loans</b>		
Foreign Currency Loan from related party	-	-
<b>Total Non-Current long term borrowings</b>	<b>-</b>	<b>-</b>
<b>The above amount includes</b>		
<b>Secured borrowings</b>		
Unsecured borrowings	-	-
<b>Current Maturities</b>		
<b>Term Loans</b>		
<b>Secured Loans</b>		
Foreign Currency Loan from Bank	6.42	6.36
Other Loan from Banks	-	-
<b>Total Current Maturities</b>	<b>6.42</b>	<b>6.36</b>
<b>The above amount includes</b>		
<b>Secured borrowings</b>		
Unsecured borrowings	-	-
Amount disclosed under the head "Current Borrowings" (note)	(6.42)	(6.36)
	-	-

1 Term Loan from Bank of Baroda are secured by way of charge on fixed assets of the Company, personal guarantee of Dr. Kailash S. Choudhari and Corporate Guarantee of M/s Aksh Optifibre Limited and interest accounted @ 5.00% based on Court order.

<b>17 Other Financial Liabilities</b>		
	31/Mar/24	31/Mar/23
<b>Non-Current</b>		
<b>Others</b>		
	13.20	14.71
	<b>13.20</b>	<b>14.71</b>
<b>Payable to related party</b>		
Others	-	1.52



AOL (FZE)

Notes to financial statements for the year ended March 31, 2024

<b>18. Provisions</b>		
	31/Mar/24	31/Mar/23
<b>Non-Current</b>		
Provision for Gratuity & Compensated Absences	0.72	0.86
	<u>0.72</u>	<u>0.86</u>

<b>19. Short Term Borrowings</b>		
	31/Mar/24	31/Mar/23
<b>Secured Loans</b>		
Working capital facility from Bank	4.98	4.62
Bill Discounting from Bank of Baroda	-	0.04
<b>Current maturities of long term debt</b>	<b>6.42</b>	<b>6.36</b>
<b>Unsecured Loans</b>		
Loan from Related Parties	1.28	1.22
Loan from Others	7.65	7.20
	<u>20.32</u>	<u>19.44</u>
Aggregate secured loans	4.98	4.66
Aggregate unsecured loans	15.34	14.77

<b>20. Trade Payables</b>		
	31/Mar/24	31/Mar/23
<b>Current</b>		
Trade Payables	20.89	20.69
	<u>20.89</u>	<u>20.69</u>
<b>Other Details</b>		
Trade payables to related parties	-	16.98
Others	20.89	3.71

Trade payables are generally non-interest bearing and are generally on credit terms of 30 to 90 days.

<b>21. Other Financial Liabilities</b>		
	31/Mar/24	31/Mar/23
<b>Current</b>		
Others	1.87	2.39
<b>Total Current financial liabilities</b>	<u>1.87</u>	<u>2.39</u>

<b>22. Other Current Liabilities</b>		
	31/Mar/24	31/Mar/23
<b>Current</b>		
Advance from Customers	0.24	0.18
Others	0.00	0.03
<b>Total Current financial liabilities</b>	<u>0.24</u>	<u>0.22</u>



AOL (FZE)

Notes to financial statement for the year ended March 31, 2023

**23. Revenue From Operations**

	31/Mar/24	31/Mar/23
<b>Revenue from operations</b>		
Sale of products		
- Finished goods	0.50	-
- Traded goods	-	2.60
Other operating revenue		
- Scrap sales	-	-
- Exchange Fluctuation	(0.00)	0.00
<b>Revenue from operations (gross)</b>	<u>0.50</u>	<u>2.60</u>

**24. Other Income**

	31/Mar/24	31/Mar/23
Other Income	-	0.16
	<u>-</u>	<u>0.16</u>

**25. Cost of raw material and components consumed**

	31-Mar-24	31-Mar-23
Inventory at the beginning of the year	0.04	0.09
Add: Purchases	0.48	-
Less: inventory at the end of the year	-	0.04
<b>Cost of raw material and components</b>	<u>0.52</u>	<u>0.04</u>

**26. Details of purchase of traded goods**

	31/Mar/24	31/Mar/23
Optical fibre & Fibre reinforced plastic rods	-	-
	<u>-</u>	<u>-</u>

**27. (Increase)/ decrease in inventories**

	31/Mar/24	31/Mar/23
<b>Inventories at the end of the year</b>		
Finished/Traded goods	(0.00)	0.26
Semi Finished goods	0.05	0.31
	<u>0.05</u>	<u>0.57</u>
<b>Inventories at the beginning of the year</b>		
Finished/traded goods	0.26	2.24
Semi finished goods	0.31	0.54
	<u>0.57</u>	<u>2.78</u>
	<u>0.52</u>	<u>2.21</u>

**28. Employee benefits expense**

	31/Mar/24	31/Mar/23
Salaries, wages and bonus	0.05	0.01
Staff welfare expenses	-	0.00
	<u>0.05</u>	<u>0.01</u>



AOL (FZE)

Notes to financial statements for the year ended March 31, 2024

<b>29. Finance costs</b>		
	<b>31/Mar/24</b>	<b>31/Mar/23</b>
Interest on Term Loan	0.20	0.68
Interest others	0.79	0.56
Bank Charges	0.01	0.01
	<b>0.99</b>	<b>1.25</b>

<b>30. Depreciation and amortization expense</b>		
	<b>31/Mar/24</b>	<b>31/Mar/23</b>
Depreciation of Property plant & Equipment's	2.46	2.48
Depreciation on Right to use of Assets (Lease Assets)	0.21	0.19
	<b>2.66</b>	<b>2.67</b>

<b>31. Impairment Loss</b>		
	<b>31/Mar/24</b>	<b>31/Mar/23</b>
Impairment Loss of Property, Plant and Equipments	15.53	-
	<b>15.53</b>	<b>-</b>

<b>32. Other expenses</b>		
	<b>31/Mar/24</b>	<b>31/Mar/23</b>
Consumption of stores and spares	0.23	0.00
Power & Fuel	0.01	0.00
Packing Material Consumed	-	0.00
- Others	-	0.00
Travelling & Conveyance	0.01	0.01
Postage & Telephone	-	(0.00)
Insurance	-	0.00
Rent	0.02	0.21
Provision for doubtful debts/advance	-	4.22
Professional & Legal Expenses	-	-
Auditors' Remuneration	0.01	-
Other Expenses	0.10	0.01
	<b>0.36</b>	<b>4.44</b>

<b>33. Exceptional items Income / (Expense)</b>		
	<b>31/Mar/24</b>	<b>31/Mar/23</b>
Foreign Exchange Fluctuations	(0.06)	(0.32)
Provision for dimunition in investments	-	(3.94)
Balances written off / written back	1.54	0.04
	<b>1.47</b>	<b>(4.22)</b>



AOL (FZE)

Notes to financial statements for the year ended March 31, 2024

**34. CONTINGENT LIABILITIES** AED in Millions

31/Mar/24      31/Mar/23

Capital commitments

Except for the above and ongoing business obligation which are under normal course of a business against which no loss is expected, there has been no other known contingent liability or capital commitment on on Company's account as of balance sheet date.

**35. RELATED PARTY TRANSACTION**

The Company enters into transactions with entities that fall within the definition of a related party. The management considers such transactions to be in the normal course of business.

Related parties comprise companies under common ownership and/or common management control / shareholders and directors.

**Transaction with related parties** AED in Millions

Nature of Transaction      Holding      Subsidiary / Fellow Subsidiary      KMP / Others      Total

Sale				-
	1.61	-	-	1.61
Loan Taken			0.06	0.06
			0.06	0.06

*Figures in italic represents Previous Year*

**Balance due to/(from) as at** AED in Millions

	31-Mar-24	31-Mar-23
<b>Investment (net of provision)</b>		
AOL Composite Jiangsu Co. Ltd (Subsidiary Company)	-	-
<b>Loan and Advances Taken/Interest Payable</b>		
Aksh Optifibre Limited, India (Holding Company)	(13.20)	(13.20)
Dr. Kailash Shantilal Choudhari(Director)	(1.28)	(1.22)
<b>Loan and Advances Given</b>		
AOL Technologies FZE ( Fellow Subsidiary)	1.88	1.88
AOL Composite Jiangsu Co. Ltd (Subsidiary Company)	0.12	-

AOL (FZE)

Notes to financial statements for the year ended March 31, 2024

**Balance due to/(from) as at** AED in Millions

	31-Mar-24	31-Mar-23
<b>Trade and other Receivable</b>		
Aksh Optifibre Limited, India (Holding Company)	-	-
Aksh Composites Private Limited ( Fellow Subsidiary)	0.08	0.08
AOL Technologies Mauritius Ltd ( Fellow Subsidiary)	0.28	0.28
<b>Trade and other Payables</b>		
Aksh Optifibre Limited, India (Holding Company)	(16.98)	(16.98)
Aksh Composites Private Limited ( Fellow Subsidiary)	(0.24)	(0.24)
Dr. Kailash Shantilal Choudhari ( Director Remuneration)	(1.55)	(1.55)



AOL (FZE)

Notes to financial statements for the year ended March 31, 2024

**36. IMPAIRMENT OF PROPERTY, PLANT AND EQUIPMENT AND CLASSIFICATION OF ASSETS HELD FOR SALE**

The Company invested AED 114.80 million in setting up a project for manufacturing an FRP Rod plant. However, due to the global slowdown in the optical fiber industry, the company has ceased its business operations and is now seeking a prospective buyer to acquire the plant. Consequently, the company conducted a valuation of its assets through a RICS Registered Valuer. Based on this valuation, which includes buildings, plant machinery, and other assets, the company recognized an impairment loss of AED 15.53 million and classified the recoverable value of AED 10 million as assets held for sale.

**37. COMPARATIVE AMOUNTS**

Previous year's figures have been reworked, regrouped, rearranged and reclassified to conform to those of current year's figures wherever necessary.

The accompanying notes form an integral part of these financial statements.

Approved by the Management on  
For AOL (FZE)

  
Managing Director

