

**AOL TECHNOLOGIES FZE
JABEL ALI FREE ZONE, DUBAI, U.A.E
FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED MARCH 31, 2024**

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INDEPENDENT AUDITOR'S REPORT

To
The Shareholders
AOL Technologies FZE
Plot No: S30121B,
Jabel Ali Free Zone
Dubai, UAE

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements M/s. **AOL Technologies FZE, Dubai, UAE (the "Company")**, which comprise the statement of financial position as at **March 31, 2024**, statement of profit or loss and other comprehensive income, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except the key matter below, the 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).

Emphasis of Matter

We draw attention that:

-The company is having trade license till 30.08.2020. The company has not renewed its trade license after that.

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

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.

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.

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Auditor's Responsibilities for the Audit of the Financial Statements

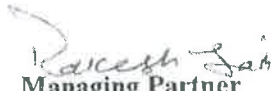
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee 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 TECHNOLOGIES FZE

Balance Sheet as at March 31, 2024

	Notes	AED 3/31/2024	AED 3/31/2023
Assets			
Non-current assets			
Property, Plant and Equipment	3a	4,858,022	5,220,886
Capital work-in-progress	4	37,819,937	45,318,520
Financial assets			
Loans	5	-	-
Other non-current assets	6	-	-
		<u>42,677,959</u>	<u>50,539,406</u>
Current assets			
Financial Assets			
Cash and cash equivalents	7	418	500
Loans	5	-	-
Other current assets	6	112,280	217,995
		<u>112,698</u>	<u>218,495</u>
Total Assets		<u><u>42,790,657</u></u>	<u><u>50,757,901</u></u>
Equity and liabilities			
Equity			
Share Capital	8	27,321,240	27,321,240
Other Equity	8	(15,944,240)	(7,333,265)
		<u>11,377,000</u>	<u>19,987,975</u>
Non-current liabilities			
Financial Liabilities			
Borrowings	9	-	-
Other Financial Liabilities	11	6,216,878	7,089,969
		<u>6,216,878</u>	<u>7,089,969</u>
Current liabilities			
Financial liabilities			
Borrowings	10	1,947,759	1,616,264
Other	11	23,249,020	22,063,693
Provisions	12	-	-
		<u>25,196,779</u>	<u>23,679,957</u>
Total Equity and liabilities		<u><u>42,790,657</u></u>	<u><u>50,757,901</u></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 TECHNOLOGIES FZE



Managing Director



AOL TECHNOLOGIES FZE

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

	Notes	AED 3/31/2024	AED 3/31/2023
Income			
Revenue from operations	13	-	-
Other income	14	-	-
Total revenue (I)		-	-
Expenses			
Cost of raw material and components consumed	15	-	-
Purchase of traded goods	16	-	-
(Increase)/ decrease in inventories of finished goods,work-in-progress and traded goods	17	-	-
Employee benefits expense	18	-	-
Finance costs	19	1,392,285	1,387,828
Depreciation and amortization expense	20	362,864	361,873
Impairment Loss	21	7,498,582	-
Other expense	22	8,000	32,483
Total expense (II)		9,261,731	1,782,184
Loss before exceptional items and tax, (I) - (II)		(9,261,731)	(1,782,184)
Exceptional Items Income / (Expense)	23	650,756	7,506
Loss for the year		(8,610,975)	(1,774,679)
Other comprehensive income			
i) items that will be reclassified to Profit or Loss in subsequent periods		-	-
II) Income Tax relating to these items		-	-
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income/ (loss) for the year		(8,610,975)	(1,774,679)
Summary of significant Accounting policies	3		

Approved by the Management on
For AOL TECHNOLOGIES FZE



Managing Director



AOL TECHNOLOGIES FZE

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31 2024

	Amount in AED	
	31-Mar-24	31-Mar-23
A. Cash flow from operating activities		
Loss for the year	(8,610,975)	(1,774,679)
Operating profit / (loss) before working capital changes	<u>(8,610,975)</u>	<u>(1,774,679)</u>
Depreciation/ amortization on continuing operation	362,864	361,873
Impairment Loss	7,498,582	-
Exceptional Loss	(650,838)	-
Interest Expense	1,392,285	1,387,828
Movements in working capital :		
Increase in other payables	1,516,822	1,478,525
Decrease/(Increase) in other receivables	105,714	141,568
Net cash flow from operating activities (A)	<u><u>1,614,455</u></u>	<u><u>1,595,117</u></u>
B. Cash flows from investing activities		
Decrease/(Increase) in Capital Work in Progresses	-	(0)
Net cash flow from investing activities (B)	<u><u>(0)</u></u>	<u><u>(0)</u></u>
C. Cash flows from financing activities		
Other Financial Liabilities	(222,252)	(207,288)
Interest Expense	(1,392,285)	(1,387,828)
Net cash flow from financing activities (C)	<u><u>(1,614,537)</u></u>	<u><u>(1,595,116)</u></u>
Net (decrease) / increase in cash and cash equivalents	(82)	0
Cash and cash equivalents at the beginning of the year	500	500
Cash and cash equivalents at the end of the year	418	500
Components of cash and cash equivalents		
With banks- on current account	418	500
Total cash and cash equivalents (refer note no. 7)	<u><u>418</u></u>	<u><u>500</u></u>
Summary of significant accounting policies		
The accompanying notes (1-28) are an integral part of the financial statements		

Approved by the Management on

For AOL TECHNOLOGIES FZE



Managing Director



AOL TECHNOLOGIES FZE
JABEL ALI FREE ZONE, DUBAI, U.A.E

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

1. LEGAL STATUS & BUSINESS ACTIVITIES

- a) **AOL TECHNOLOGIES FZE** (“the Establishment”) was registered with the Jabel Ali Free Zone, Dubai, U.A.E as a Free Zone Establishment on August 31, 2017. Establishment is having trade license (license no 162379) and industrial license (license no 162380) valid up to August 30, 2020. The company has not renewed its trade license after that.
- b) The Company is engaged in the activity of wires and cable manufacturing/trading, fiber optic product and requisite manufacturing/trading.
- c) The management and control of the Company is vested with Mr. Kailash Shantilal Choudhari (Indian national).
- d) The registered office address of the Company is Plot No S30121B, Jabel Ali Free Zone, Dubai, United Arab Emirates.

SHARE CAPITAL

A) Equity Share Capital

Authorized, issued and paid up equity share capital of the company is AED 100,000 shares of AED 10 each and fully paid and held by the shareholder as follows:

Sl No.	Name of the Shareholder	Nationality	No. of Shares	Amount (AED)	%
1.	M/s. Aksh Optifibre Limited	Indian Co.	<u>100,000</u>	<u>1,000,000</u>	<u>100</u>
			<u>100,000</u>	<u>1,000,000</u>	<u>100</u>

B) Preference Share Capital

Authorized, issued and paid up preference share capital of the company is AED 996,405 shares of 6% non-cumulative optionally convertible preference share of AED 10 Each, fully paid and held by the shareholder as follows:

Sl No.	Name of the Shareholder	Nationality	No. of Shares	Amount (AED)	%
1.	M/s. Aksh Optifibre Limited	Indian Co.	<u>996,405</u>	<u>9,964,050</u>	<u>100</u>
			<u>996,405</u>	<u>9,964,050</u>	<u>100</u>

2. BASIS OF PREPARATION

2.1 Statement of compliance:

The financial statements of the Company have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and applicable provisions of relevant UAE Laws.

The financial statements have been prepared on a historical cost basis except as disclosed in the accounting policies below.



a) STATEMENT OF COMPLIANCE

The financial statements have been presented in United States Dollars (“USD”) which is Company’s functional and presentation currency.

The financial statements have been prepared on a historical cost basis except as disclosed in the accounting policies below.

• **STANDARDS ISSUED BUT NOT YET EFFECTIVE**

The standards, amendments and interpretations that are issued, but not yet effective, up to the date of issuance of the financial statements are disclosed below. The Company intends to adopt these standards, if applicable, when they become effective.

- IFRS 17: Insurance contracts (1 January 2023)
- Initial Application of IFRS 17 and IFRS 9 - Comparative Information - Amendments to IFRS 17 (1 January 2023)
- Disclosure of Accounting Policies - Amendments to IFRS 1 and IFRS Practice Statement 2 (1 January 2023)
- Definition of Accounting Estimates - Amendments to IFRS 8 (1 January 2023)
- Deferred Tax related to Assets and Liabilities arising from a Single Transaction - Amendments to IFRS 12 (1 January 2023)
- Lease Liability in a Sale and Leaseback - Amendments to IFRS 16 (1 January 2024)
- Non-current Liabilities with Covenants - Amendments to IFRS 1 (1 January 2024)
- Classification of Liabilities as Current Or Non-Current - Amendments to IFRS 1 (1 January 2024)
- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendments to IFRS 10 and IAS 28 (To be determined)

The Company is currently assessing the impact of these standards on the future financial statements and intends to adopt these standards, if applicable, when they become effective and mandatory applied.

• **IFRS 9 Financial Instruments**

The company has adopted the IFRS 9 Financial Instruments with a date of initial application of January 1, 2018. The requirements of IFRS 9 represents a significant change from IAS 39 Financial Instruments:

The company had implemented IFRS 9 on January 1, 2018. The standard has been applied retrospectively and, in line with IFRS 9, comparative amounts have not been restated, and there was no impact of the adoption of IFRS 9 on the retained earnings. The standard eliminates the use of the IAS 39 incurred loss impairment model approach and the revised guidance on the classification and measurement requirements.

Recognition and Measurement

The new standard brings fundamental changes to the accounting for financial assets and to certain aspects of the accounting for financial liabilities.

Classification and Measurement

The new standard requires all financial assets, except equity instruments and derivatives, to be assessed based on a combination of the entity’s business model for managing the assets and the instruments’ contractual cash flow characteristics. The IAS 39 measurement categories has been replaced by: fair value through profit or loss (FVTPL), fair value through other comprehensive income (FVOCI), and amortized cost.



IFRS 9 also allow entities to continue to irrevocably designate instruments that qualify for amortized cost or fair value through OCI instruments as FVTPL, if doing so eliminates or significantly reduces a measurement or recognition inconsistency. Equity instruments that are not held for trading may be irrevocably designated as FVOCI, with no subsequent reclassification of gains or losses to the income statement.

Impairment

The adoption of IFRS 9 has fundamentally changed the company's accounting for impairment losses for financial assets by replacing IAS 39's incurred loss approach with a forward-looking expected credit loss (ECL) approach. IFRS 9 required the company to record an allowance for ECLs for all debt instruments measured at amortization cost.

For all debt instruments, the company has applied the standard's simplified approach and has calculated ECLs based on lifetime expected credit losses. This amendment did not have any impact on the company's financial statements.

- **IFRS 15 Revenue from Contracts with Customers**

In the current year, the company has applied IFRS 15 Revenue from Contracts with Customers which is effective for an annual period that begins on or after January 1, 2018. IFRS 15 introduced a 5 step approach to revenue recognition. Far more prescriptive guidance has been added in IFRS 15 to deal with specific scenarios. Details of the new requirements as well as their impact on the company's financial statements are described below

The company has applied IFRS 15 in accordance with the retrospective transitional approach as permitted in IFRS 15. In accordance with IFRS 15, the company recognize the cumulative effect of initially applying this Standard as an adjustment to the opening balance of retained earnings of the annual reporting period that includes the date of initial application i.e. January 01, 2018. Under this transition method, the company apply this Standard retrospectively only to contracts that are not completed contracts at the date of initial application.

IFRS 15 uses the terms 'contract asset' and 'contract liability' to describe what might more commonly be known as 'accrued revenue' and 'deferred revenue', however the Standard does not prohibit an entity from using alternative descriptions in the statement of financial position. The company has adopted the terminology used in IFRS 15 to describe such balances.

The application of IFRS 15 has not had a significant impact on the financial position and/or financial performance of the company. The company has initially applied IFRS 15 - Revenue from Contracts with Customers as at January 1, 2018. Under the transition method chosen, there is no impact on amount recognized by the company hence, comparative information is not restated.

2.2 Basis of measurement and preparation

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

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 1st April 2023 to 31st March 2024.



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.

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 Expenditure

Expenses are accounted for on the accrual basis and provisions are made for all known losses and liabilities. Expenses are classified as pre-operative expenses and transferred in to capital work in progress till projected suspended for capitalization.

3.2 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.

3.3 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.

3.4 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:

Name of the related parties	Relation
Aksh Optifiber Limited, India	Holding Company
AOL FZE	Fellow Subsidiary
AOL Composites (Jiangsu) Co. Limited, (China)	Fellow Subsidiary
Aksh Composites Private Limited, (India)	Subsidiary
Aksh Technologies (Mauritius) Limited	Fellow Subsidiary
Dr. Kailash Shantilal Choudhari	Key management personnel

Transactions which were entered into with related parties is disclosed under note 16 of the financial statement.

3.5 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.

3.6 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 account's 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.

3.7 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.

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.

3.8 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 TECHNOLOGIES FZE

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

3 (a) Right of Use Assets	AED
	Right to use of Building
Movements during the year	
At April 1, 2022	6,669,370
Addition	-
Deletion	-
Balance as on March 31, 2023	6,669,370
Addition	-
Deletion	-
Balance as on March 31, 2024	6,669,370
Accumulated Depreciation	
At 1 April 2022	1,086,611
Addition	361,873
Deletion	-
Balance as on March 31, 2023	1,448,484
Addition	362,864
Deletion	-
Balance as on March 31, 2024	1,811,348
Net Block value	
At March 31, 2024	4,858,022
At March 31, 2023	5,220,886



AOL TECHNOLOGIES FZE

Notes to financial statements as on March 31, 2024

4. Capital work-in-progress		
	AED	AED
	3/31/2024	3/31/2023
WIP		
Capital WIP	37,819,937	45,318,520
	<u>37,819,937</u>	<u>45,318,520</u>
5. Loans		
	AED	AED
	3/31/2024	3/31/2023
Non-Current		
Security deposit	-	-
	<u>-</u>	<u>-</u>
Current		
Security deposit	-	-
	<u>-</u>	<u>-</u>
6. Other Assets		
	AED	AED
	3/31/2024	3/31/2023
Non-Current		
Capital advances	-	-
Total Other Non-Current Assets	<u>-</u>	<u>-</u>
Current		
Prepaid Expense	-	105,915
Balance With revenue authorities	112,280	112,080
Total Other Current Assets	<u>112,280</u>	<u>217,995</u>
7. Cash and Cash equivalents		
	AED	AED
	3/31/2024	3/31/2023
Balances with banks:		
On current accounts	418	500
	<u>418</u>	<u>500</u>
8. Share Capital		
	AED	AED
	3/31/2024	3/31/2023
Authorized Equity Shares (Nos)		
(AED 1000,000 Divided in to 100,000 Shares of AED 10 each)	1,000,000	1,000,000
Issued, subscribed and fully paid-up Equity shares (No.)		
(AED 1000,000 Divided in to 100,000 Shares of AED 10 each)	1,000,000	1,000,000
	<u>1,000,000</u>	<u>1,000,000</u>
26,32,124 (March 31 2023: 26,32,124) 6% non cumulative optionally convertible Preference share of Arab Emirates Dhiram (AED) 10/- each	26,321,240	26,321,240
	<u>26,321,240</u>	<u>26,321,240</u>
Total	<u>27,321,240</u>	<u>27,321,240</u>



AOL TECHNOLOGIES FZE

Notes to financial statements as on March 31, 2024

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

		3/31/2024	3/31/2023
At the beginning of the year	Nos.	100,000	100,000
Add:			
Issued during the year	Nos.	-	-
Outstanding at the end of the year	Nos.	100,000	100,000
At the beginning of the year	Amount	1,000,000	1,000,000
Add:			
Issued during the year		-	-
Outstanding at the end of the year	Amount	1,000,000	1,000,000

Terms/ rights attached to equity shares

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

		3/31/2024	3/31/2023
At the beginning of the year	Nos.	2,632,124	2,632,124
Add:			
Issued during the year	Nos.	-	-
Outstanding at the end of the year	Nos.	2,632,124	2,632,124
At the beginning of the year	Amount	26,321,240	26,321,240
Add:			
Issued during the year		-	-
Outstanding at the end of the year	Amount	26,321,240	26,321,240

Terms/ rights attached to Preference Shares

(c) Other Equity

	3/31/2024	3/31/2023
Retained Earnings		
Balance as per the last financial statements	(7,333,265)	(5,558,586)
Loss for the year	(8,610,975)	(1,774,679)
Total Other Equity	(15,944,240)	(7,333,265)

9. Long Term Borrowings

	AED 3/31/2024	AED 3/31/2023
Non-Current		
Term Loans		
Secured Loans		
Term Loan From Bank of Baroda	-	-
Total Non-Current long term borrowings	-	-
The above amount includes		
Secured borrowings	-	-
Unsecured borrowings	-	-
Current Maturities		
Term Loans		
Secured Loans		
Term Loan From Bank of Baroda	15,771,091	15,771,091
Total Current Maturities	15,771,091	15,771,091



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Notes to financial statements as on March 31, 2024

The above amount includes

Secured borrowings	15,771,091	15,771,091
Unsecured borrowings	-	-
Amount disclosed under the head "other financial liabilities" (note 11)	(15,771,091)	(15,771,091)
	-	-

Term loan from bank of Baroda carries interest rate @ 5.00% based on Cour Order received by the Company and repayable in next 20 equal quarterly instalments. The loans are secured by way of first charge on fixed assets of the Company and further secured by personal guarantee of Dr. Kailash S Choudhari, SBLC from Union Bank of India for USD 4.457 Mn in favor of Bank of Baroda and Corporate guarantee of Aksh optifibre Limited.

10. Short Term Borrowings	AED	AED
	3/31/2024	3/31/2023
Secured Loans		
Overdraft facilities from Bank	1,947,759	1,616,264
	<u>1,947,759</u>	<u>1,616,264</u>
Aggregate secured loans	-	-
Aggregate unsecured loans	1,947,759	1,616,264

11. Other financial Liabilities	AED	AED
	3/31/2024	3/31/2023
Non-Current		
Lease Liabilities (Pursuant to IFRS 16)	6,216,878	6,439,131
Others	650,838	650,838
	<u>6,867,716</u>	<u>7,089,969</u>
Less: Provision made	650,838	-
	<u>6,216,878</u>	<u>7,089,969</u>
Current		
Current maturities of long term debt (Refer note No.9)	15,771,091	15,771,091
Others	7,477,929	6,292,602
	<u>23,249,020</u>	<u>22,063,693</u>

12. Provisions	AED	AED
	3/31/2024	3/31/2023
Non-Current		
Provision for Gratuity & Compensated Absences	-	-
	<u>-</u>	<u>-</u>
Current		
Provision for Gratuity & Compensated Absences	-	-
	<u>-</u>	<u>-</u>

13. Revenue From Operations	AED	AED
	3/31/2024	3/31/2023
Revenue from operations	-	-
	<u>-</u>	<u>-</u>



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

20. Depreciation and amortization expense	AED	AED
	3/31/2024	3/31/2023
Depreciation on Right to use of Assets (Lease Assets)	362,864	361,873
	362,864	361,873
21. Impairment Loss	AED	AED
	3/31/2024	3/31/2023
Impairment loss on Capital Work in Progress	7,498,582	-
	7,498,582	-
22. Other expenses	AED	AED
	3/31/2024	3/31/2023
Professional & Legal Expenses	-	5,250
Auditors' Remuneration	8,000	-
Other Expenses	-	27,233
	8,000	32,483
23. Exceptional items Income / (Expense)	AED	AED
	3/31/2024	3/31/2023
Balances Written back	650,756	7,506
	650,756	7,506



AOL TECHNOLOGIES FZE

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

24. CONTINGENT LIABILITIES Amount in AED

	31/Mar/24	31/Mar/23
Corporate guarantees given to UBI	-	-
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.

25. RELATED PARTY TRANSACTION Amount in AED

The Company has not entered into transactions with any 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.

Transactions	Amount in AED			
	Holding Company/Subsidiaries	Key Management Personnel	31/Mar/24	31/Mar/23
Loan & Advance Taken (Holding's Company)	-	-	-	-
Repayment of Loan & Advance	-	-	-	-
Interest Capitalised	-	-	-	-
Loan & Advance taken/(Repaid) (Fellow Subsidiary)	-	-	-	-
Share Application Money (Holding's Company)	-	-	-	-
Remuneration paid	-	-	-	-

Balance due (to)/ from 31/Mar/24 31/Mar/23

Loan and Advances		
Aksh Optifibre Limited, India (Holding Company)	-	-
Interest payable to Aksh Optifibre Limited (Holding Company) (net of provisions)	-	(650,838)
Trade and other Payables		
AOL FZE (Fellow Subsidiary)	(1,827,510)	(1,827,510)
Dr. Kailash Shantilal Choudhari (Director Remuneration)	-	-

26. IMPAIRMENT OF CAPITAL WORK IN PROGRESS Amount in AED

Company has invested AED 2,73,21,240 for setting up a project for manufacturing of Optic Fibre Plant but due to financial constraint, project was not completed and still pending for capitalisation. During the year, Company has approached an investor for providing financial assistance / acquiring the plant on as it is basis. Company has received a non-binding offer from that investor. On the basis of offer, the company has made provision of AED 74,98,582 as impairment of Capital Work in Progress.

27. PROVISION REGARDING INTEREST ON LOAN PAYABLE TO HOLDING COMPANY Amount in AED

Exceptional item includes, Interest payable to holding company AED 6,50,756 which was due for payment on April, 2026 but due to financial constraint, the company is not able to pay the same, hence requested to holding company for waiver of the Interest payable of AED 6,50,756 and shown as Income.

28. Regrouping items

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

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

Approved by the Management on
For AOL TECHNOLOGIES FZE


Managing Director

