



Date: 30/08/2025

To,

National Stock Exchange of India Limited

Exchange Plaza, C-1, Block G, Bandra Kurla Complex
Bandra (E), Mumbai – 400 051

NSE Symbol: AERON

Sub: Regulation 34 of the Securities and Exchange Board of India (Listing obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations') – Annual Report for the Financial Year 2024-25.

Pursuant to Regulation 34(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed Annual Report of the Company for the financial year 2024-25 which has been sent to the shareholders through electronic mode on 30th August, 2025.

The Notice of AGM and Annual Report 2024-25 has also been uploaded on the website of the Company at https://www.aeroncomposite.com/pdf/Annual-Reports/Annual-Report_2024-25.pdf

The e-voting shall be open for 3 days, commencing on Tuesday, 23rd September, 2025 at 9:00 a.m. and ends on Thursday, 25th September, 2025 at 5:00 p.m. for all the shareholders whose names appear in the Register of Members on Friday, 19th September, 2025.

We request you to kindly take the above information on record.

Thanking You,

Yours Faithfully,

FOR, AERON COMPOSITE LIMITED

CHIRAG CHANDULAL PATEL
MANAGING DIRECTOR
DIN: 03380703

Encl.: as above



AERON COMPOSITE LIMITED

CIN NO : L25209GJ2011PLC065419

Reg. Off. : Plot. No. 30/31, Saket Industrial Estate, Opp. HOF Furniture, Sarkhej-Bavla Highway,
Moraiya-382213, Ahmedabad, Gujarat – INDIA. | **T** : +91-99099 88266, +91-90331 58500
F : +91-79-26561238 | **E** : info@aeroncomposite.com | **W** : www.aeroncomposite.com



Advanced
**COMPOSITE
SOLUTIONS** for a
SUSTAINABLE
FUTURE

ANNUAL REPORT 2024-25



THE COMPOSITE EXPERT...

AERON COMPOSITE LIMITED specializes in manufacturing of various FRP/GRP (Fibre Reinforced Plastic) Products for industrial and recreational use. AERON, with its state of the art facility, offers High-quality advanced composite solutions and reliable services, complying with customer specifications as well as various National and International standards.

We provide complete solution which includes conceptual design, prototype development, testing, manufacturing, logistic support, installation and comprehensive after sales service.

Aeron Composite Limited has Core Value to deliver best quality products and wide marketing network ensures prominent presence in domestic and international markets.

MISSION

To achieve market leadership with customer satisfaction by providing innovative, cost effective and high quality product in domestic and international market.

VISION

Aeron concentrates on growth in future-oriented segments while maintaining a healthy profitable basis of existing products and customers.

www.aeroncomposite.com

CHAIRMAN'S MESSAGE



DILIPKUMAR RATILAL PATEL
Chairman & Non-Executive Director

Dear Valued Shareholders, Partners, and Stakeholders,

It gives me immense pleasure to present to you the maiden Annual Report of **AERON COMPOSITE LIMITED** as a listed company for the financial year ended March 31, 2025, a milestone that signifies how far we have come and the promising future we are building.

From humble beginnings in 2011, Aeron has grown into one of India's leading **FRP PRODUCT MANUFACTURERS** with a presence in **39 countries and 800+ customers**. We have built our business on a simple but powerful belief: **composites are the material of the future**.

FY25 – A Transformational Year

FY25 was a landmark year for Aeron on multiple fronts.

- ◉ We are in the process of transitioning to a **fully owned manufacturing facility at Mehsana, Gujarat**, expanding installed capacity to **18,845 MT** with further scale-up to **22,000 MT by H2FY2025**. This will pave the way for us the foundation to grow with greater efficiency and margins.
- ◉ We successfully launched our **GFRP Rebar business**, one of the most exciting new growth avenues in India's infrastructure ecosystem. Rebars are the backbone of modern construction, and our solution offers **twice the strength of steel, four times lighter weight, zero corrosion, and 45% lower CO₂ footprint**. With production lines commissioned and certified under IS 18255:2023, Aeron is among the few players ready to serve India's massive rebar demand in roads, bridges, and coastal projects. Importantly, **the Hon'ble Minister for Road Transport and Highways, Shri Nitin Gadkari, has been a strong advocate for the use of GFRP rebars in national road and highway construction**, further reinforcing the relevance and timeliness of our entry into this segment.

Financial Snapshot – FY25

Despite an environment of cost volatility and capex-linked demand cycles, we delivered another year of consistent growth.

- ◉ **Revenue** stood at ₹215.3 crore.
- ◉ **EBITDA** of ₹17.9 crore translated into a margin of 8.3%.
- ◉ **PAT** came in at ₹13.3 crore.
- ◉ We achieved **ROE of 19.6% and ROCE of 16.5%**, reflecting our capital-efficient business model.
- ◉ Over the last three years, we have grown revenues at a **25.7% CAGR** and PAT at an impressive **54.6% CAGR**, demonstrating the scalability of our business.

But more than the numbers, what excites us is where we are headed. The newly owned factory, the rebar expansion, and our plans to enter carbon fiber products put us firmly on the path of margin expansion and global leadership.

People at the Core

Behind every milestone is our team of 500+ employees – engineers, technicians, and innovators who bring Aeron's vision to life. With our DSIR-approved R&D unit, continuous training programs, and a culture that rewards innovation, we are preparing our people for the next leap into advanced composites and global markets.

In Closing

As I reflect on FY25, I see Aeron at an inflection point. We are no longer just an FRP manufacturer – we are becoming a composite solutions company, shaping the future of sustainable infrastructure. With our newly owned facility, capacity expansion, new product lines, strong financial foundation, and committed workforce, we are future – ready and focused on delivering long-term value to our stakeholders.

On behalf of the Board, I thank our shareholders, customers, employees, and partners for your continued trust. The best of Aeron Composite Limited is yet to come.

Warm regards,

DILIPKUMAR RATILAL PATEL

Chairman & Non-Executive Director

Aeron Composite Limited

CORPORATE INFORMATION

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CORPORATE INFORMATION
Annual General Meeting Details

DATE : Friday, **26th September**, 2025

TIME : 11.00 AM

VENUE : Hotel LA' GLORIA, Nr. Zydus Research Center (ZRC), Opp. Gaay Chhap Besan Factory, Sarkhej Bavla Highway, Moraiya (Changodar), Dist. Ahmedabad -382213 Gujarat, India

BOARD OF DIRECTORS



**DILIPKUMAR
RATILAL PATEL**
Chairman & Non -
Executive Director
(DIN: 00314623)



**CHIRAG CHANDULAL
PATEL**
Managing Director
(DIN: 03380703)



**PANKAJ SHANTILAL
DADHANIYA**
Whole - Time Director
(DIN: 02100802)



**RAVI PANKAJKUMAR
PATEL**
Whole - Time Director
(DIN: 03427590)

NAVEEN KUMAR MANDOVARA
Non - Executive Independent Director
(DIN: 02817059)
(w.e.f. 21/06/2024)

POONAM NEELENDU SAVALIA
Non - Executive Independent Director
DIN: 06791412)
(w.e.f. 21/06/2024)

**KEY-MANAGERIAL
PERSONNEL**

CHIEF FINANCIAL OFFICER
Sanjaykumar Jyestharam Oza
(w.e.f. 20/06/2024)

COMPANY SECRETARY
Vijay Mahendrabhai Dakshini
(w.e.f. 20/06/2024)

STATUTORY AUDITORS

M/S. DINESH R THAKKAR & CO
Chartered Accountants
(FRN: 102612W)

SECRETARIAL AUDITORS

M/S. M. A. NAKRANI & ASSOCIATES
Practicing Company
Secretaries

Listed On:
NSE -EMERGE SME (w.e.f. 04/09/2024)
Symbol: AERON
Equity Shares ISIN: INE0WL801011

Bankers
HDFC Bank Limited
Yes Bank Limited

REGISTERED OFFICE

Saket Ind. Estate, Plot No. 30/31, Sarkhej Bavla Highway,
Village Moraiya, Changodar-382213, Gujarat, INDIA
E-mail: account@aeroncomposite.com
Website: www.aeroncomposite.com
CIN: L25209GJ2011PLC065419

**REGISTRAR & SHARE
TRANSFER AGENT**

Maashitla Securities Private Limited
451, Krishna Apra Business Square, Netaji
Subhash Place, Pitampura, Delhi-110034
E-mail: rta@maashitla.com

Notice of the 14th Annual General Meeting (AGM)

To,
The Members
AERON COMPOSITE LIMITED

NOTICE is hereby given that the 14th Annual General Meeting of the members of AERON COMPOSITE LIMITED will be held on Friday 26th September, 2025 at 11:00 a.m. at Hotel LA' GLORIA, Nr. Zydus Research Center (ZRC), Opp. Gaay Chhap Besan Factory, Sarkhej Bavla Highway, Moraiya (Changodar), Dist. Ahmedabad -382213 Gujarat, India to transact the following business:-

ORDINARY BUSINESS:

01. To receive, consider and adopt the Audited Standalone Financial Statement of the Company for the Financial Year ended March 31, 2025 and Reports of Board of Directors and Auditors thereon.

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

"RESOLVED THAT the Audited Standalone Financial Statements of the Company for the financial year ended 31st March, 2025 together with the Reports of the Board of Directors' and Auditors' thereon laid before the 14th Annual General Meeting, be and are hereby considered and adopted."

02. To re-appoint Mr. Pankaj Shantilal Dadhaniya (DIN 02100802), Whole-Time Director, who retires by rotation and being eligible, offers himself for re-appointment.

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

"RESOLVED THAT pursuant to the provisions of Section 152(6) of the Companies Act, 2013 and other applicable provisions, if any, Mr. Pankaj Shantilal Dadhaniya (DIN 02100802) (Category: Whole Time Director), who retires by rotation at this meeting and being eligible offered himself for reappointment, be and is hereby re-appointed as a Whole Time Director of the Company, liable to retire by rotation."

SPECIAL BUSINESSES:

03. To consider and appoint M. A. Nakrani & Associates, (ICSI Membership No: FCS 3220), as the Secretarial Auditors of the Company for a first fixed term of five consecutive years from the Financial Year 2025-26 to the Financial Year 2029-30.

To consider and, if thought fit, to pass, with or without modification, the following Resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provision of Regulation 24A and other applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Section 204 and other applicable provisions of the Companies Act, 2013, if any, and applicable rules framed thereunder (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), M. A. Nakrani & Associates (Membership No. F3220, CP No. 4720, Peer Review No. 1295/2021), a practicing Company Secretary, be and is hereby appointed as Secretarial Auditor of the Company for a term of 5 (Five) consecutive years commencing from the financial year beginning from April 1, 2025 to the financial year ending March 31, 2030 and to hold office up to the conclusion of the Nineteenth Annual General Meeting at such remuneration plus applicable taxes and out of pocket expenses at actual incurred in connection with the audit as may be approved by the Board of Directors of the Company or any Committee of the Board."

"RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby severally authorized to take such steps and do all such acts, deeds, matters and things as may be considered necessary, proper and expedient to give effect to this Resolution."

04. Ratification of payment of remuneration to M/s Alok Sharma & Company, a cost accountant.

To consider and, if thought fit, to pass, with or without modification, the following Resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 [including any statutory modification(s) or re-enactment(s) thereof for the time being in force] read with the Companies (Audit and Auditors) Rules, 2014, as amended from time to time, M/s. Alok Sharma & Company, Cost Accountants (Registration Number 20551) Ahmedabad, appointed by the Board of Directors of the Company on the recommendation of the Audit Committee, as Cost Auditors of the Company to conduct audit of the cost records maintained by the Company as prescribed under the Companies (Cost Records and Audit) Rules, 2014, as amended from time to time, for the financial year 2025-26 be paid remuneration of Rs. 50000/- (Rupees Fifty Thousand only) plus applicable taxes and out of pocket expenses incurred in connection with the audit.

By order of the board of directors
AERON COMPOSITE LIMITED

Sd/-

DILIPKUMAR RATILAL PATEL
Chairman and Non-Executive Director
(DIN: 00314623)

REGISTERED OFFICE:

Saket Ind. Estate, Plot No. 30/31,
Sarkhej Bavla Highway, Changodar,
Village Moraiya, Ahmedabad - 382213 Gujarat
Date: 20/08/2025

NOTES:

01. An Explanatory statement pursuant to Section 102(1) of the Act, relating to the Special Businesses to be transacted at the AGM is annexed hereto. Further, additional information as required under Listing Regulations and Circulars issued thereunder is also annexed.

02. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint one or more proxies to attend and vote on a poll instead of himself/herself. Such a proxy need not be a member of the company.

Pursuant to the provisions of Sec. 105 of the Companies Act, 2013 a person can act as a Proxy on behalf of Members not exceeding Fifty (50) and holding in aggregate not more than Ten percent (10%) of the total share capital of the Company. A Member holding more than Ten percent (10%) of the total share capital of the Company carrying voting rights may appoint a single person as Proxy and such Proxy shall not act as a Proxy for any other Member.

The Proxy form is annexed with this Notice. The instrument appointing the Proxy, in order to be effective, should be deposited at the Registered Office of the Company, duly completed, stamped and signed, at least 48 hours before the time of the Meeting.

Annual Report 2024-25

Corporate Members intending to send their authorized representatives to attend the Annual General Meeting ("the Meeting") are requested to send to the Company a certified true copy of the Board Resolution authorizing their representatives to attend and vote on their behalf at the Meeting to the Company Secretary on his e-mail ID at cs@aeroncomposite.com.

During the period beginning 24 hours before the time fixed for the commencement of the Meeting and ending with the conclusion of the Meeting, a member is entitled to inspect the Proxies lodged, at any time during the business hours of the Company, provided that not less than 3 days of notice in writing is given to the Company by such Member.

03. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
04. Members who are holding shares in dematerialized form are requested to write their DP ID and Client ID Numbers in the Attendance Slip for attending the Meeting.
05. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013 ('the Act') and the Register of Contracts or Arrangements in which Directors are interested, maintained under Section 189 of the Act, will be available for inspection by the members at the Annual General Meeting.
06. The Register of Beneficial Owners, Register of Members and Share Transfer Book of the Company shall remain closed from 22nd day September, 2025 to 25th day September, 2025 (both days inclusive) for the purpose of Annual General Meeting.
07. All documents referred to in the accompanying notice and explanatory statement are open for inspection at the registered office of the Company on all working days, except Saturday between 11:00 a.m. to 01:00 p.m. prior to the date of Annual General Meeting of the Company.
08. Any member desiring any clarification/explanation in respect of the information given in this annual report is requested to submit query to the company at least 10 days in advance at cs@aeroncomposite.com or cfo@aeroncomposite.com before the meeting so as to enable the management to keep information ready.
09. Members / proxies / authorized representatives are requested to bring their hard copy of the Annual Report at the Annual General Meeting along with duly filled Attendance Slip enclosed herewith to attend the Meeting. To protect the environment, hard copy of Annual Report will not be distributed at the Annual General Meeting.
10. To support the 'Green Initiative', Members who have not registered their e-mail addresses are requested to register the same with DPs or RTA of the Company.
11. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system will be provided by NSDL.
12. Person who has acquired the shares and has become a member of the Company after the dispatch of the Notice of the AGM and prior to the Cut-off date i.e., Friday 19th September, 2025, shall be entitled to exercise his/her vote either electronically i.e., remote e-voting by following the procedure mentioned in this part or Ballot Paper.
13. The Members of the company holding Shares as on Friday 22nd August, 2025 (Cut-off date for entitlement of Annual Report), shall be eligible for receiving the Annual Report 2024-25 along with the notice of the Annual General Meeting, by electronic mode to all the members whose email addresses are registered with the Depository Participant(s).
14. Members can avail the nomination facility by filing Form No. SH-13, as prescribed under Section 72 of the Companies Act, 2013 and rule 19 (1) of the Companies (Share Capital and debentures) Rules 2014 with the Company. Blank forms will be supplied on request.
15. Members holding shares in dematerialized mode are requested to intimate any changes pertaining with their bank account details, ECS mandates, nominations, change of address/name etc. to their Depository Participant. Changes intimated to the Depository Participant will then be automatically reflected in the Company's records which will help the Company and its Registrar & Share Transfer Agent to provide efficient and better service to the members.
16. The e-voting period commences on Tuesday, 23rd September, 2025 at 9:00 a.m. and ends on Thursday, 25th September, 2025 at 5:00 p.m. During this period, members of the Company holding shares either in physical form or in demat form, as on the Cut-off date i.e. Friday 19th September, 2025, may cast their vote electronically. The members will not be able to cast their vote electronically beyond the date and time mentioned above and the e-voting module will be disabled by NSDL for voting thereafter. The voting rights of the members shall be in proportion to their share in the paid up equity share capital of the Company as on the Cut-off date i.e. Friday 19th September, 2025. Once the vote on a resolution is cast by the member, he/she shall not be allowed to change it subsequently or cast the vote again.
17. The facility for voting through ballot papers will also be made available at the AGM and the 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 process. The 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.
18. If Members are opting for remote e-voting, they shall not vote by poll paper and vice versa. However, in case Members cast their vote both by poll paper and by remote e-voting, then voting done through remote e-voting shall prevail and voting done by poll paper will be treated as invalid.
19. In terms of the provisions of Section 152 of the Act, Mr. Pankaj Shantilal Dadhaniya, the Whole Time Director of the Company, retire by rotation at the Meeting. The Nomination and Remuneration Committee and the Board of Directors of the Company recommend his re-appointment. Mr. Pankaj Shantilal Dadhaniya, the Whole Time Director of the Company, are interested in the Ordinary Resolution set out at Item No. 2 of this Notice regarding his re-appointment.

20. Details under Regulation 36 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 in respect of the Directors seeking appointment/reappointment at this Annual General Meeting are annexed to this Notice.
21. The Route Map to the venue of the meeting is annexed to this Notice.
22. In compliance with the MCA Circulars and SEBI Circular, notice of the 14th AGM along with the Annual Report for the financial year 2024-25 is being sent only through electronic mode to those members whose e-mail address is registered with the Company / Registrar and Transfer Agent / Depository Participants / Depositories. Members may note that this Notice and Annual Report for the financial year 2024-25 will also be available on the Company's website <https://www.aeroncomposite.com/>, websites of the Stock Exchange, i.e., National Stock Exchange of India Limited at www.nseindia.com, respectively, and on the website of Company's Registrar and Transfer Agent, Maashitla Securities Private Limited at its website- www.maashitla.com.
- 23 For receiving all communication (including Annual Report) from the Company electronically:

Members holding shares in dematerialized mode are requested to register / update their e-mail address with the relevant Depository Participant. National Securities Depository Limited (NSDL) has provided a facility for registration / updation of e-mail address through the link: <https://eservices.nsdl.com/kyc-attributes/#/login>.
24. The Scrutinizers shall immediately after the conclusion of the voting at the meeting, first count the votes of the valid poll paper cast at the 14th Annual General Meeting. They shall then proceed to unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company. The Scrutinizers thereafter shall submit their report to the Chairperson after completion of their scrutiny. The result of the voting will be announced within 2 (Two) working days of the conclusion of the 14th Annual General Meeting at the Registered Office of the Company.

The results declared along with the Scrutinizer's report shall be placed on the Company's website <https://www.aeroncomposite.com/> and on the website of NSDL and shall also be intimated to the National Stock Exchange (NSE) where shares of the Company are listed.

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER:

The remote e-voting period begins on **Tuesday, 23rd September, 2025 at 9:00 a.m.** and ends on **Thursday, 25th September, 2025 at 5:00 p.m.** The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 19th September, 2025 may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 19th September, 2025.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<div><div><div><div>1.</div><div>For OTP based login you can click on https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp You will have to enter your 8-digit DP ID, 8-digit Client Id, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/mobile number and click on login. 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 i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period</div></div></div><div><div><div>2.</div><div>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 i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period 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</div></div></div><div><div><div>3.</div><div>Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.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 i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.</div></div></div><div><div><div>4.</div><div>Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience.</div></div></div></div> <div><div><div>NSDL Mobile App is available on</div><div><div><div> App Store</div><div> Google Play</div></div><div><div></div><div></div></div></div></div></div>
Individual Shareholders holding securities in demat mode with CDSL	<div><div><div><div>1.</div><div>Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then user your existing my easi username & password.</div></div></div><div><div><div>2.</div><div>After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers’ website directly.</div></div></div><div><div><div>3.</div><div>If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option.</div></div></div><div><div><div>4.</div><div>Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on 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 able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</div></div></div></div>
Individual Shareholders (holding securities in demat mode) login through their depository participants	<div><div>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 i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.</div></div>

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode 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.com or call at 022 - 4886 7000
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 toll free no. 1800-21-09911

B) Login Method for e-Voting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

- How to Log-in to NSDL e-Voting website?**
- Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.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, your Password/OTP and a Verification Code as shown on the screen. Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
 - Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example, if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

- Password details for shareholders other than Individual shareholders are given below:
 - If you are already registered for e-Voting, then you can user your existing password to login and cast your vote.
 - If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - How to retrieve your 'initial password'?
 - If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered.
- If you are unable to retrieve or have not received the “Initial password” or have forgotten your password:
 - Click on “Forgot User Details/Password?”(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - Physical User Reset Password?” (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.com mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
- After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
- Now, you will have to click on “Login” button.
- After you click on the “Login” button, Home page of e-Voting will open.

Step 2: Cast your vote electronically on NSDL e-Voting system.

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to mnakrani@gmail.com with a copy marked to evoting@nsdl.com. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on : 022 - 4886 7000 or send a request to Pallavi Mhatre at pallavid@nsdl.com

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to cs@aeroncomposite.com.
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to cs@aeroncomposite.com. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. Login method for e-Voting for Individual shareholders holding securities in demat mode.
3. Alternatively shareholder/members may send a request to evoting@nsdl.com for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

ANNEXURE TO THE NOTICE

The relevant details of Directors who is proposed to be re-appointed Directors of the Company, as required under Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SS-2 issued by the Company Secretaries of India are as under;	
Name	: Pankaj Shantilal Dadhaniya
DIN	: 02100802
Date of Birth	: February 21, 1973
Qualification	: Master of Business Administration (MBA)
Brief Resume, Nature of Expertise and skill set in specific functional areas	: He has a work experience of more than 19 years. He is well versed with finance and related activities. He is looking after overall finance and secretarial activities in the company and providing his guidance to team on day-to-day basis.
	: 13/05/2011
Date of Joining the Board of Director of the Company	: 1395336
Number of Shares held in the Company	: Cousin of Dilipkumar Ratilal Patel, the Chairman and Non-Executive Director of the company
Relationship with other Directors / KMP's	: None
Directorships held in other Listed companies	: NA
Memberships / Chairmanships of committees of other listed companies	: NA
Names of the listed entities from which Director resigned in the past three years	: 15
No. of Board meetings attended during last Financial Year	: Whole Time Director liable to retire by rotation
Terms and conditions of appointment	

EXPLANATORY STATEMENT

The following Explanatory Statement pursuant to Section 102(1) of the Companies Act 2013, sets out all material facts relating to items of Special Business mentioned in the accompanying AGM Notice.

Item No. 3 Appointment of Secretarial Auditors for a tenure of five years:

Pursuant to the Regulation 24A & other applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") read with provisions of Section 204 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and other applicable provisions of the Companies Act, 2013, if any ("the Act"), the Audit Committee and the Board of Directors at their respective meetings held on 23rd May, 2025 have approved subject to approval of Members, appointment of CS Mansukh A. Nakrani a proprietor of M/s. M. A. Nakrani & Associates (Membership No. F3220, CP No. 4720, Peer Review No. 1295/2021) as Secretarial Auditors for a term of 5 (Five) consecutive years from April 1, 2025 till March 31, 2030.

Term of appointment: For a term of 5 (Five) consecutive years from April 01, 2025 to March 31, 2030.

Proposed Fee: Fee as determined by the Board, on recommendation of Audit Committee.

Basis of recommendation: The recommendation is based on the fulfilment of the eligibility criteria & qualification prescribed under the Act & Rules made thereunder and SEBI Listing Regulations. While recommending the Board of Directors have also considered, experience of the individual, capability, independent assessment, audit experience and also evaluation of the quality of audit work done by him in the past.

Credentials: CS Mansukh A. Nakrani (Membership No. F3220, CP No. 4720, Peer Review No. 1295/2021), a Practicing Company Secretary, is a seasoned professional with over 35 years of rich experience, specializing in secretarial audits and corporate compliance across a diverse range of industries.

CS Mansukh A. Nakrani has given his consent to act as Secretarial Auditors of the Company and confirmed that his appointment, if approved, would be within the prescribed limits and that he is not disqualified to be appointed as Secretarial Auditors in terms of provisions of the Act & Rules made thereunder and SEBI Listing Regulations.

The Board of Directors of the Company recommends the resolution set out at Item No. 3 for approval of the Members as an Ordinary Resolution.

None of the Director, Key Managerial Personnel, or their respective relatives are, in any way, concerned or interested, financially or otherwise, in the said resolution.

Item No. 4 Ratification of payment of remuneration to M/s Alok Sharma & Company, a cost accountant:

Based on the recommendations of the Audit Committee, the Board of Directors at their meeting held on 23rd May, 2025 had approved the re-appointment and remuneration of M/s. Alok Sharma & Company, Cost Accountants, as the Cost Auditor for audit of the cost accounting records of the Company for the financial year ending 31st March, 2026, at a remuneration of 50,000/- (Rupees Fifty Thousand only) plus taxes & re-imbursement of out-of-pocket expenses in connection with the audit. M/s. Alok Sharma & Company, Cost Accountants have confirmed that they hold a valid certificate of practice under Sub-section (1) of Section 6 of the Cost and Works Accountants Act, 1959. In accordance with the provisions of Section 148(3) of the Act read with the Companies (Audit and Auditors) Rules, 2014 and Companies (Cost Records and Audit) Rules, 2014 (including any statutory modification(s) and/ or re-enactment(s) for the time being in force), the remuneration payable to Cost Auditor has to be ratified by the members of the Company.

Accordingly, ratification by the members is sought to the remuneration payable to the Cost Auditor for conducting the audit of the cost records of the Company for the financial year ending on 31st March, 2026.

The Board recommends the Resolution as set out at Item No. 4 of the Notice for approval by the members.

None of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise in the resolution set out at Item No.4 accompanying Notice.

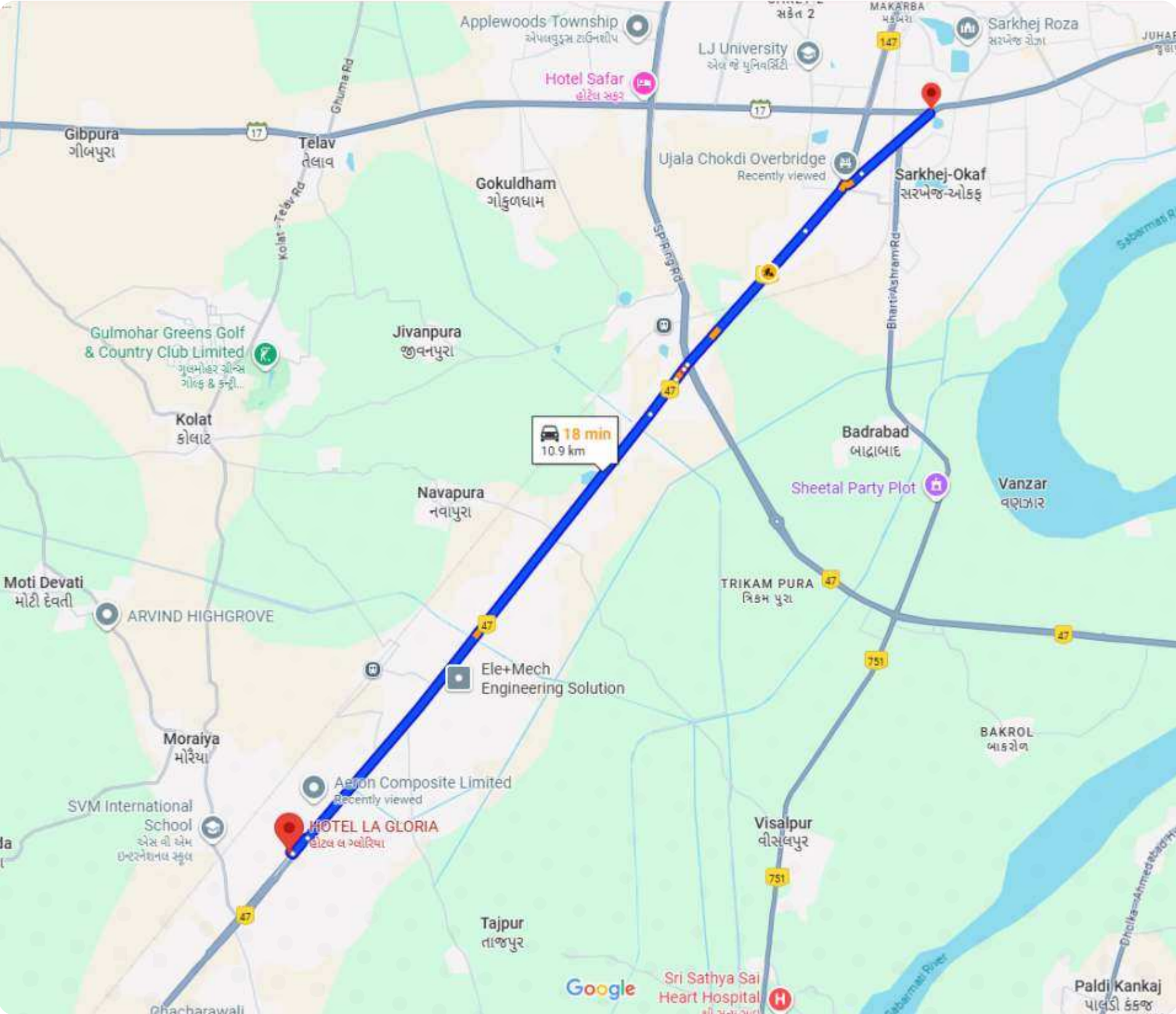
By order of the board of directors
AERON COMPOSITE LIMITED

Sd/-
DILIPKUMAR RATILAL PATEL
Chairman and Non-Executive Director
(DIN: 00314623)

REGISTERED OFFICE:
Saket Ind. Estate, Plot No. 30/31,
Sarkhej Bavla Highway, Changodar,
Village Moraiya, Ahmedabad - 382213 Gujarat
Date: 20/08/2025

ROUTE MAP

Route Map including Prominent Land Mark of Venue of 14th Annual General Meeting to be held on Friday 26th September, 2025 at 11:00 a.m. at Hotel LA' GLORIA, Nr. Zydus Research Center (ZRC), Opp. Gaay Chhap Besan Factory, Sarkhej Bavla Highway, Moraiya (Changodar), Dist. Ahmedabad -382213 Gujarat, India.



FORM NO. 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]

CIN : L25209GJ2011PLC065419

Name of the company : Aeron Composite Limited

Registered office : Saket Ind. Estate, Plot No. 30/31, Sarkhej Bavla Highway, Changodar, Village Moraiya, Ahmedabad - 382213 Gujarat

Name of the member (s):
Registered address:
E-mail Id
Folio No/ Client Id
DP ID:

I/We, being the member (s) of shares of the above named company, hereby appoint.

Name	
Address	
Signature	
E-mail Id	

or failing him

Name	
Address	
Signature	
E-mail Id	

or failing him

Name	
Address	
Signature	
E-mail Id	

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 14th Annual general meeting of the company, to be held on the Friday 26th September, 2025 at 11:00 a.m. at Hotel LA' GLORIA, Nr. Zydus Research Center (ZRC), Opp. Gaay Chhap Besan Factory, Sarkhej Bavla Highway, Moraiya (Changodar), Dist. Ahmedabad -382213 Gujarat, India and at any adjournment thereof in respect of such resolutions as are indicated below:

Sr. No.	Resolution	No. of Equity Shares Held	I/We assent to the resolution (For)	I/We dissent to the resolution (Against)
Ordinary Businesses				
01	To receive, consider and adopt the Audited Standalone Financial Statement of the Company for the Financial Year ended March 31, 2025 and Reports of Board of Directors and Auditors thereon.			
02	To re-appoint Mr. Pankaj Shantilal Dadhaniya (DIN 02100802), Whole-Time Director, who retires by rotation and being eligible, offers himself for re-appointment.			
Special Businesses				
03	To consider and appoint M. A. Nakrani & Associates (ICSI Membership No: FCS 3220), as the Secretarial Auditors of the Company for a first fixed term of five consecutive years from the Financial Year 2025-26 to the Financial Year 2029-30.			
04	Ratification of payment of remuneration to M/s Alok Sharma & Company, a cost accountant.			

Signed this..... day of 2025

Signature of shareholder:

Signature of Proxy holder(s):

Note: This form of proxy 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.

Affix
Revenue
Stamp



ATTENDANCE SLIP
(To be presented at the entrance)
14TH ANNUAL GENERAL MEETING

Friday 26th September, 2025 at 11:00 a.m. at Hotel LA' GLORIA, Nr. Zydus Research Center (ZRC), Opp. Gaay Chhap Besan Factory, Sarkhej Bavla Highway, Moraiya (Changodar), Dist. Ahmedabad -382213 Gujarat, India.

Folio No.	
DP ID No.	
Client ID No.	
Name of the Member	
Signature	
Name of the Proxy Holder	
Signature	

I/We certify that I/we am/are the registered shareholder/proxy for the registered shareholder of the Company.

I/We hereby record my/our presence at the 14th Annual General Meeting ('AGM') of the members of the company will be held on Friday 26th September, 2025 at 11:00 a.m. at Hotel LA' GLORIA, Nr. Zydus Research Center (ZRC), Opp. Gaay Chhap Besan Factory, Sarkhej Bavla Highway, Moraiya (Changodar), Dist. Ahmedabad -382213 Gujarat, India.

Notes:-

1. Only a Member / Proxy holder can attend the Meeting.
2. Please complete the Folio/DP ID/Client ID and name, sign this Attendance Slip, and hand it over at the Attendance Verification Counter at the ENTRANCE OF THE MEETING.
3. The member / Proxy holder should bring his/her copy of the Notice for reference at the Meeting.

BOARD REPORT

To,
The Members of
Aeron Composite Limited
Saket Ind. Estate, Plot No. 30/31,
Sarkhej Bavla Highway, Changodar,
Village Moraiya, Ahmedabad - 382213 Gujarat

Your Directors are pleased to present their 14th Board Report on the business and operations of the company and the Audited Financial Statement of the company for the Financial Year ended on 31st March, 2025 (Reporting Period).

01. Performance Highlight (Standalone)

Your Company has performed during the reporting period as follows

Particulars	31.03.2025	31.03.2024
Revenue from Operations	21,530.71	19,972.98
Other Income	545.43	195.44
Total Revenue	22,076.14	20,168.42
Less: Total Expenditure	20,257.74	18,717.98
Profit / Loss Before Tax	1,818.40	1,450.44
Less: Tax Expenses-Current	517.37	435.00
-Deferred	(33.30)	4.64
Net Profit / Loss after Tax	1,334.33	1,010.80
Earnings Per Share in Rs. (Basic & Diluted)	8.84	64.53

02. State Of Company's Affairs and Operations:

Your Company is engaged into the business of manufacturing of Fiber Glass Reinforced Plastic Products (i.e. Manufacturing and Supplying of FRP Products) with its fully integrated infrastructure plant located at Changodar Gujarat and The Company manufactures wide range of FRP Products.

Standalone Operating Results:

During the year under review, the Standalone Total Revenue of your Company is increased to Rs. 21,530.71 Lakhs for the financial year 2024-25 from Rs. 19,972.98

Lakhs for the previous financial year 2023-24 registering a growth of 7.80 % in the year under review.

Your Company has earned a Profit after Tax (PAT) of Rs. 1,334.33 Lakhs in the financial year 2024-25 as compared to PAT of Rs. 1,010.80 Lakhs in the previous financial year 2023-24 which achieved 32.00% growth in the year under review.

03. Segment reporting:

The company has only one Primary reportable segment viz Fiber Glass Reinforced Polymer Plastic products (i.e. manufacturing & supplying of FRP Products) as per Note No. 37 of Financial Statement.

04. Company Background:

Aeron Composite Limited (CIN: L25209GJ2011PLC065419) was originally incorporated in the name as "Aeron Composite Private Limited" under the Companies Act, 1956 on 13/05/2011. The Company was then converted into a Public Company and the name of the Company was changed to " Aeron Composite Limited " and a Fresh Certificate of Incorporation consequent upon conversion and change of name of Company from Private Limited to Public Limited was issued by the Registrar of Companies, Ahmedabad on 19/06/2024. The company has entered into the primary capital market with an Initial Public Offer of 44,88,000 Equity Shares of Rs. 10/- for cash at a premium of Rs.115/- per share in August 2024 and the equity shares of the Company were listed on NSE Emerge Platform on September 04th, 2024.

05. Dividend

Your Directors are of the view that your Company is currently on the path of growth which requires higher capital deployment to fund the businesses hence need to conserve resources. Keeping in view the objective, Directors do not recommend any dividend.

06. Transfer to Reserves:

During the year, the Board of your Company has not appropriated any amount to the reserves. The profit earned during the year has been carried to the balance sheet of the Company as per Note No. 5 of Financial Statement of the company for F.Y. ended on 31st March, 2025.

07. Change In the Nature of Business

There is no Change in the nature of the business & operation of the Company done during the year under review.

08. Change in Name of the Company:

The Company's name was changed from "AERON COMPOSITE PRIVATE LIMITED" to AERON COMPOSITE LIMITED" effective 19th June, 2024, following its conversion from a Private Limited Company to a Public Limited Company.

09. Change in Capital Structure:

During the year under review, the following changes have been taken place in the Authorised and Paid-up Share Capital of your Company:

The Authorized Share Capital of the company has been increased from Rs. 3,75,00,000 to Rs. 20,00,00,000 divided into 1,92,50,000 equity shares of Rs. 10/- each ranking pari passu in all respect with existing equity shares of the company and 7,50,000 preference shares of Rs. 10/- each.

The company has issued and allotted 1,09,65,500 equity shares of Rs.10/- each as Bonus Shares in the ratio of new 7 equity shares for every 1 equity share held by shareholders of the company.

The company has issued 44,88,000 equity shares of Rs.10/- each for cash at a premium of Rs. 115/- per share aggregating to Rs. 56,10,00,000/- through Initial Public Offer opened on 28/08/2024 and closed on 30/08/2024.

The issued, subscribed and paid-up share capital of the Company has been increased from Rs. 3,75,00,000/- to Rs. 17,02,00,000/-.

The entire share capital of 1,70,20,000 Equity shares of the company have been listed and admitted to dealings on the EMERGE SME platform of the National Stock Exchange of India Limited w.e.f. September 04th, 2024.

10. Alteration of Memorandum of Association:

During the year under review, your Company has altered Name Clause of its Memorandum of Association consequent upon change of name on its conversion from Private Limited into a Public Limited Company and the said alteration was approved by its members at their Extra Ordinary General Meeting held on 06/05/2024.

During the year under review, your Company has altered Main Object Clause of its Memorandum of Association and the said alteration was approved by its members at their Extra Ordinary General Meeting held on 21/06/2024 and the same has been approved vide Certificate of Registration of the Special Resolution Confirming Alteration of Object Clause(s) issued by the office of Registrar of Companies dated 08/07/2024.

11. Alteration of Articles of Association:

During the year under review, your Company has adopted its new set of Articles to commensurate with the requirements of Public Limited Company consequent on conversion of the company from Private Limited into a Public Limited Company and the said alteration was approved by its members at their Extra Ordinary General Meeting held on 06/05/2024.

12. Initial Public Offer ("IPO") and Listing of Equity Shares:

During the year, the company has completed the Initial Public Offer (IPO) pursuant to which 44,88,000 equity shares face value of Rs. 10/- each at premium of Rs. 115/- per share.

The IPO was opened for subscription from 28th August, 2024, to 30th August, 2024. The shares were allotted to applicants on 02nd September, 2024, at the offer price of Rs.125/- per share. The Company's equity shares began trading on the SME Platform (EMERGE) of the National Stock Exchange of India Limited (NSE) from 04th September, 2024.

Out of the proceeds of INR 5,610 Lakh raised from the IPO, INR 1,588.99 Lakh were utilized by the Company during the financial year 2024-25 for the purposes outlined in the prospectus dated 31 August 2024.

The Annual Listing fee for the year 2024-25 has been paid.

13. Sweat Equity Shares:

As per the provisions of Section 54(1)(d) of the Companies Act, 2013 and in terms of Rule 8(13) of Companies (Share Capital and Debentures) Rules, 2014, the Company has not issued any Sweat Equity Shares.

14. Differential Voting Rights:

As per the provisions of Section 43(a)(ii) of the Companies Act, 2013 and in terms of Rule 4(4) of Companies (Share Capital and Debenture Rules, 2014), the Company has not issued any shares with Differential Voting Rights.

15. Employee Stock Options:

As per the provisions of Section 62(1)(b) of the Companies Act, 2013 and in

terms of Rule 12(9) of Companies (Share Capital and Debenture Rules, 2014), the Company has not issued any Employee Stock Options.

16. Depository System:

As the Members are aware, the shares of your Company are trade-able compulsorily in electronic form and your Company has established connectivity with both the National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL). The ISIN allotted to the Company's Equity shares is INE0WL801011.

17. Quality Initiative

The Company continues to sustain its commitment to the highest levels of quality, superior service management, and mature business continuity management. Our customer-centricity, process rigor, and focus on delivery excellence have resulted in consistent improvements in customer satisfaction levels.

18. Transfer of shares and unpaid/unclaimed dividend to Investor Education and Protection Fund:

During the year under 2024-25, the Company was not required to transfer the equity shares/unclaimed dividend to Investor Education and Protection Fund (IEPF) pursuant to provisions of Section 124 and 125 of the Companies Act, 2013.

19. Directors and Key Managerial Personnel (KMPs):

- Board of Directors and KMPs:

The Board of Directors of the Company consists of (1) Mr. Dilipkumar Ratilal Patel, Chairman & Non-Executive Director, (2) Mr. Pankaj Shantilal Dadhaniya, Whole -Time Director, (3) Mr. Ravi Pankajkumar Patel, Whole-Time Director, (4) Mr. Chirag Chandulal Patel, Managing Director, (5) Mr. Naveen Kumar Mandovara and (6) Mrs. Poonam Neelendu Savalia as Non-Executive Independent Directors of the Company.

In the opinion of the Board, all the Independent Directors possess requisite qualifications, experience, expertise including the Proficiency and hold high standards of integrity for the purpose of Rule 8(5)(iia) of the Companies (Accounts) Rules, 2014.

- Change in Constitution of Board of Directors:

- Mr. Naveen Kumar Mandovara (DIN: 02817059) was appointed as additional independent director of the Company w.e.f. 20/06/2024 and appointed as an independent director w.e.f. 21/06/2024.
- Mrs. Poonam Neelendu Savalia (DIN: 06791412) was appointed as additional independent director of the Company w.e.f. 20/06/2024 and appointed as an independent director w.e.f. 21/06/2024.
- Designation of Mr. Pankaj Shantilal Dadhaniya (DIN: 02100802) Changed from Director to Whole-Time Director w.e.f. 21/06/2024.
- Designation of Mr. Ravi Pankajkumar Patel (DIN: 03427590) Changed from Director to Whole-Time Director w.e.f. 21/06/2024.
- Mr. Pankajkumar Ratilal Patel (DIN: 00314964) ceased to be a Director upon resignation from the position of Director of the Company w.e.f. 01/04/2024. The Board places on record the appreciation for services during his tenure as a director of the Company.

- Appointment/ Cessation of other KMPs:

- Mr. Sanjaykumar Jyestharam Oza has been appointed as CFO of the company w.e.f. 20/06/2024.
- Mr. Vijay Mahendrabhai Dakshini has been appointed as Company Secretary of the company w.e.f. 20/06/2024.

- Retired by Rotation:

Pursuant the provisions of Section 152 of the Companies Act, 2013 and rules thereof and Articles of Association of the Company, Mr. Pankaj Shantilal Dadhaniya (DIN 02100802) (Whole-Time Director), retires by rotation at the 14th Annual General Meeting and being eligible, offers himself for re-appointment.

The Board recommends the re-appointment.

- Declaration by the Independent Directors:

The Company has received declarations from the Independent Directors of the Company that they meet with the criteria of independence as prescribed under Sub- section (6) of Section 149 of the Companies Act, 2013 in compliance of Rule 6(1) and (3) of Companies (Appointment and Qualifications of Directors) Rules, 2014 as amended from time to time and there has been no change in the circumstances which may affect their status as independent director during the year and they have complied with the code of conduct for Independent Directors prescribed in Schedule IV of the Companies Act, 2013. During the year under under review, the Non-Executive Directors/Independent Directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees, paid to them for attending meetings of the Board and Committee of the Company.

- Disclosure by Directors:

The Directors on the Board have submitted requisite disclosure under Section 184(1) of the Companies Act, 2013, declaration of non-disqualification under Section 164(2) of the Companies Act, 2013 and Declaration as to compliance with the Code of Conduct of the Company.

20. Meetings of The Board of Directors:

(A) Board of Directors Meeting

During the financial year 2024-25, there were 15 (Fifteen) meetings of the Board of Directors held on (1) 10/04/2024 (2) 02/05/2024 (3) 03/05/2024 (4) 13/05/2024 (5) 20/06/2024 (6) 22/06/2024 (7) 27/06/2024 (8) 10/08/2024 (9) 21/08/2024 (10) 27/08/2024 (11) 31/08/2024 (12) 02/09/2024 (13) 25/09/2024 (14) 12/11/2024 and (15) 23/12/2024 in compliance to the provisions of the Companies Act, 2013 and Secretarial Standards issued by the Institute of Company Secretaries of India.

The maximum gap between any two board meetings is not more than 120 days.

The details of attendance of each director at the board meetings held during the year are given below:

Sr. No.	Name of Director	No. of Meetings entitled to attend	No. of meetings Attended
01	Dilipkumar Ratilal Patel	15	15
02	Chirag Chandulal Patel	15	14
03	Pankaj Shantilal Dadhaniya	15	15
04	Ravi Pankajkumar Patel	15	14
05	Naveen Kumar Mandovara	10	9
06	Poonam Neelendu Savalia	10	9

(B) Audit Committee Meeting of Board of Directors

The Company has constituted Audit Committee vide Board Resolution dated 20/06/2024 in compliance with Section 177 of the Companies Act, 2013 read with rule 6 of the Companies (Meeting of Board and its power) Rules, 2014 and Regulation 18 of SEBI Listing Regulations.

As on 31st March, 2025 the Company's Audit Committee comprised of:

Name of the Director	Status in Committee	Nature of Directorship
Naveen Kumar Mandovara	Chairman	Non-Executive Independent Director
Poonam Neelendu Savalia	Member	Non-Executive Independent Director
Chirag Chandulal Patel	Member	Managing Director

During the financial year 2024-25, there were 4 (Four) Audit Committee meetings held on (01) 22/06/2024 (02) 25/09/2024 (3) 12/11/2024 and (4) 01/03/2025 and all these meetings were attended by all its members.

All the recommendations made by the Audit Committee during the Financial Year 2024-25 were accepted by the Board.

(C) Nomination & Remuneration Committee Meeting of Board of Directors

The Company has formed Nomination and Remuneration Committee vide Board Resolution dated 20/06/2024 as per applicable provisions of the Companies Act, 2013 read with Rule made there under and Regulation 19 of SEBI Listing Regulations.

As on 31st March, 2025 the Company's Nomination and Remuneration Committee comprised of:

Name of the Director	Status in Committee	Nature of Directorship
Naveen Kumar Mandovara	Chairman	Non-Executive Independent Director
Poonam Neelendu Savalia	Member	Non-Executive Independent Director
Dilipkumar Ratilal Patel	Member	Non-Executive Director

During the financial year 2024-25, there were 2 (Two) Nomination and Remuneration Committee Meetings held on (1) 25/09/2024 and (2) 12/11/2024 and all these meetings were attended by all its members.

(D) Stakeholders Relationship Committee Meeting of Board of Directors

The Company has formed Stakeholders Relationship Committee vide Board Resolution dated 20/06/2024 as per the applicable provisions of Section 178(5) of the Companies Act, 2013 read with Rule 6 of the Companies (Meeting of Board and its power) Rules, 2014 and Regulation 20 of SEBI Listing Regulations.

As on 31st March, 2025 the Company's Stakeholders Relationship Committee comprised of:

Name of the Director	Status in Committee	Nature of Directorship
Dilipkumar Ratilal Patel	Chairman	Non-Executive Director
Naveen Kumar Mandovara	Member	Non Executive Independent Director
Pankaj Shantilal Dadhaniya	Member	Whole-Time Director

During the financial year 2024-25, there were 2 (Two) Stakeholders Relationship Committee Meeting held on (1) 25/09/2024 and (2) 12/11/2024 and all these meetings were attended by all its members.

(E) Corporate Social Responsibility Committee Meeting of Board of Directors

The Company has formed Corporate Social Responsibility Committee vide Board Resolution dated 20/06/2024 as per the applicable provisions of the Companies Act, 2013 read with Rule made thereunder and SEBI Listing Regulations, if any.

As on 31st March, 2025 the Company's Corporate Social Responsibility Committee comprised of:

Name of the Director	Status in Committee	Nature of Directorship
Chirag Chandulal Patel	Chairman	Managing Director
Naveen Kumar Mandovara	Member	Non-Executive Independent Director
Pankaj Shantilal Dadhaniya	Member	Whole-Time Director

During the financial year 2024-25, there was 1 (One) Corporate Social Responsibility Committee Meeting held on 18/02/2025 and this meeting was attended by all its members.

21. General Meetings

During the Year Under review an Annual General Meeting was held on 25 October, 2024 and 3 (Three) Extra Ordinary General Meetings were held on (1) 22/04/2024, (2) 06/05/2024 and (3) 21/06/2024 in compliance to the provisions of the Companies Act, 2013 and Secretarial Standards issued by the Institute of Company Secretaries of India.

22. Formal evaluation of the performance of the board, committees of the board and individual directors under Section 134(3)(P) of The Companies Act, 2013:

In terms of the provisions of Section 134(3)(p) of the Companies Act, 2013 read with Rule 8(4) of the Companies (Accounts) Rules, 2014, the Nomination and Remuneration Committee has carried out the annual evaluation of Individual Directors of the Company; and the Board of Directors has carried out the annual evaluation of the performance of the Board and its Committees and Independent Directors. Further, Independent Directors also reviewed the performance of the Non-Independent Director and Board as a Whole and performance of the Chairman. The evaluation sheet for evaluation of Board, committees and Directors/Chairman were circulated to the respective meetings of the Board, Nomination and remuneration Committee and Independent Directors Separate Meeting.

The performance of the Board is evaluated based on composition of the Board, its committees, performance of duties and obligations, governance issues etc. The performance of the committees is evaluated based on adequacy of terms of reference of the Committee, fulfilment of key responsibilities, frequency and effectiveness of meetings etc. The performance of individual Directors and Chairman was also carried out in terms of adherence to code of conduct, participation in board meetings, implementing corporate governance practices etc.

The Independent Directors are evaluated based on their participation and contribution, commitment, effective deployment of knowledge and expertise, effective management of relationship with stakeholders, integrity and maintenance of confidentiality and independence of behavior and judgment.

23. Familiarization Program for Independent Directors:

On appointment, the concerned Directors were issued a Letter of appointment setting out in detail, the terms of appointment, duties, responsibilities and expected time commitments. Familiarization Program for Independent Directors includes regular industry trend updates, site visits, pertinent training programs, information access, and frequent interactions with senior management. Your Company is working to cultivate an enlightened and involved Board that supports efficient governance and value creation by actively engaging independent directors and providing them with the necessary resources.

24. Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo:

The information on conservation of energy technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of The Companies (Accounts) Rules, 2014, is attached to this Report as "Annexure - A".

25. Particulars of Employees:

The information required pursuant to Section 197 of Companies Act, 2013 read with Rule 5 of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company is attached as "Annexure - B" to this report.

26. Details of Subsidiary, Joint Venture or Associate Companies:

As on March 31, 2025 the company does not have any Subsidiary, Joint Venture or Associate Company.

27. Internal Control and their Adequacy

The Company has a well-established internal control system. The Company strives to maintain a dynamic system of internal controls over financial reporting to ensure reliable financial record-keeping, transparent financial reporting and disclosure and protection of physical and intellectual property.

28. Corporate Social Responsibility (CSR):

Pursuant to the provisions of Section 135(9) of the Companies Act, 2013, where the amount to be spent under Corporate Social Responsibility (CSR) by a company does not exceed fifty lakh rupees, the requirement under Section 135(1) for constitution of the Corporate Social Responsibility Committee is not applicable and the functions of such committee provided under Section 135 of the Act, are discharged by the Board of Directors of the Company. The function of CSR Committee is discharged by the Board under the provisions of Section 135(9) of the Act. Accordingly, the Board has approved the Corporate Social Responsibility (CSR) Policy. CSR Policy is available on the website of the Company at <https://www.aeroncomposite.com/investorrelations.html>

The Annual Report on CSR Activities during the financial year 2024-25 forming part of this Board's Report is annexed herewith as "Annexure- C" to this report.

29. Related Party Transactions:

All the related party transactions that were entered during the financial year were in the ordinary course of business of the Company and were on arm's length basis. There were no materially significant related party transactions entered by the Company with its Promoters, Directors, Key Managerial Personnel or other persons which may have potential conflict with the interest of the Company and all Related Party transactions are placed before the Audit Committee for approval.

The policy on Related Party Transactions as approved by the Board of Directors is uploaded on the website of the Company <https://www.aeroncomposite.com/investorrelations.html>

Details of material related party Transactions, if any, i.e. transactions exceeding ten percent of the annual consolidated turnover as per the last audited financial statements:- There is no any such material related party transactions.

The details of the related party transactions for the financial year 2024-25 is given in notes of the financial statements, forming part of this Annual Report.

30. Auditors

I. Statutory Auditors:

The Members of the Company, at the 13th Annual General Meeting (AGM) held on 25th October, 2024 approved appointment of M/s. Dinesh R. Thakkar & Co., Chartered Accountants, as Statutory Auditors for a term of five consecutive years from the conclusion of 13th AGM to the conclusion of 18th Annual General Meeting.

The Audited Standalone financial results for the year ended March 31, 2025 have been prepared in accordance with the recognition and measurement principles as per Accounting Standards ("AS"). The Notes to the financial statements referred in the Auditors' Report are self-explanatory and therefore do not call for any comments under Section 134 of the Companies Act, 2013. The report given by the Statutory Auditors on the financial statements of the Company is a part of this Annual Report.

There were no qualifications, reservations, and adverse remark given by the Statutory Auditors in their Report.

Reporting of frauds by Statutory Auditors:

During the year under review, the Auditors have not reported any instances of fraud under Section 143(12) of the Act, committed against the Company by its officers or employees, to the Audit Committee or the Board, the details of which would be required to be mentioned in the Directors' Report.

II. Secretarial Auditor

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and rules thereof, the Company has appointed M/s M. A. Nakrani & Associates, Practicing Company Secretary, Ahmedabad (Firm Registration No.: S1993GJ11100) to conduct a Secretarial Audit for the year 2024-25. The Secretarial Audit Report for the year ended March 31, 2025 is annexed herewith as "Annexure - D" to this Board's Report.

The said secretarial audit report does not contain any qualifications, reservations, or adverse remarks or disclaimer.

III. Internal Auditors

Pursuant to the provisions of Section 138 of the Companies Act, 2013 and the Companies (Accounts) Rules, 2014, the Board appointed M/s. G B & Co., Chartered Accountants, Ahmedabad as an Internal Auditor of the Company for conducting internal audit of the Company for F.Y. 2024-25.

IV. Cost Auditor:

Pursuant to the provisions of Section 148 of the Companies Act, 2013 and rules thereof the Board of Directors of the Company has appointed Mr. Alok Sharma, Cost Accountants, Ahmedabad (Firm Registration No.: 100974) as the Cost Auditor of the Company to audit the cost records of the Company for the financial year ending at March 31, 2025. Further, as per Section 148 of the Companies Act, 2013, the remuneration payable to the Cost Auditor will be placed for ratification/approval of Members at the 14th Annual General Meeting. The Company has maintained the cost accounts and records in accordance with provisions of Section 148 of the Companies Act, 2013 and rules thereof.

31. Material order passed by regulators/courts/tribunals:

There was no material order passed by Regulators/Courts/Tribunals during the year under review impacting the going concern status and company's operations in future.

32. Deposits:

The Company has not accepted any deposits from public and as such, no amount on account of principal or interest on deposits from public was outstanding as on the date of the balance sheet as per section 73 and 76 of the companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014.

33. Corporate Governance Report:

As per regulation 15(2) of the Listing Regulation, the Compliance with the Corporate Governance provisions shall not apply in respect of the following class of the Companies:

- a) Listed entity having paid up equity share capital not exceeding Rs. 10 Crore and Net worth not exceeding Rs. 25 Crore, as on the last day of the previous financial year;
- b) Listed entity which has listed its specified securities on the SME Exchange.

Since, our Company falls in the ambit of aforesaid exemption (b); hence compliance with the provisions of Corporate Governance shall not apply to the Company and it does not form the part of the Annual Report for the financial year 2024-25.

34. Management Discussion and Analysis:

The Management Discussion and Analysis Report for the financial year under review as stipulated under Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, forming part of this Annual Report.

35. Particulars of Loans, Guarantees or Investments made under Section 186 of The Companies Act, 2013:

During the financial year under report the company has not made any loan, investment etc. under Section 186 of the Companies Act, 2013 and rules made there under hence no disclosure.

36. Material changes affecting the financial position of the company:

No material changes and commitments affecting the financial position of the Company have occurred between the end of the financial year of the Company to which the Financial Statements relate and the date of this report.

37. Directors' Responsibility Statement:

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Clause (c) of Sub-Section (3) of Section 134 of the Companies Act, 2013, which states:

- a) In the Preparation of the Annual Accounts, the applicable Accounting Standards had been followed along with proper explanation relating to material departures;
- b) The Directors have 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 as at the end of the financial year and of the profit /loss of the Company for that period;

- c) The Directors have 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;
- d) The Directors have prepared the Annual Accounts on a going concern basis;
- e) The Directors have laid down Internal Financial Controls to be followed by the Company and that such Internal Financial Controls are adequate and were operating effectively; and
- f) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

38. Adequacy of Internal Financial Control:

The Companies Act, 2013 read with Rule 8(5)(viii) of Companies (Accounts) Rules, 2014 re-emphasizes the need for an effective Internal Financial Control system in the Company which should be adequate and shall operate effectively. The Company has devised proper system of internal financial control which is commensurate with size and nature of business. The Company has an Audit Committee headed by the Independent Director, inter-alia, to oversee company's financial reporting process, disclosure of financial information, and reviewing the performance of statutory and internal auditors with management. Further, the Board had appointed Internal Auditor of the Company for the financial year 2024- 25 pursuant to the provisions of Section 138 of the Companies Act, 2013.

39. Compliance With Secretarial Standards:

The Company has devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards issued by the Institute of Company Secretaries of India and that such systems are adequate and operating effectively. During the year under review, the Company has complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

40. Annual Return:

As per the requirement of Section 92(3) read with Section 134(3)(a) of the Companies Act, 2013 read with rules made there under, as amended from time to time, the Annual Return in Form MGT-7 is available on the website of the Company at <https://www.aeroncomposite.com/investorrelations.html>.

41. Disclosure Under Sexual Harassment of Women at Work Place (Prevention, Prohibition & Redressal) Act, 2013:

Your Company has always believed in providing a safe and harassment free workplace for every individual working. The Company always endeavors to create and provide an environment that is free from discrimination and harassment including sexual harassment.

Your Company has in place a Prevention of Sexual Harassment (POSH) policy in accordance with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Your Company has constituted an Internal Complaints Committee pursuant to Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. POSH Committee has equal representation of men and women and is chaired by senior woman of the Company.

The following is the summary of sexual harassments complaints received and disposed of during the financial year ended March 31, 2025.

No. of Complaints Received – Nil

No. of Complaints disposed of – Nil

No. of Cases Pending for more than 90 Days – Nil

42. Risk Management and its Policy:

Your Company's Risk Management practice seeks to sustain the long-term vision and mission of your Company. It continuously evaluates the various risks surrounding the business and seeks to review and upgrade its risk management process. To further endeavor, your Board constantly formulates strategies directed at mitigating these risks which get implemented at the Executive Management level and a regular update is provided to the Board.

The Risk Management System is fully aligned with the corporate and operational objectives. There is no element of risk which in the opinion of the Board that may threaten the existence of the Company.

43. Whistle Blower Policy/Vigil Mechanism:

The Company has established a whistle blower policy/ Vigil mechanism in compliance with the provision of Section 177(10) of the Companies Act, 2013 for the genuine concerns expressed by the employees and Directors about the unethical behavior, actual or suspected fraud or violation of the Company's Code of Conduct.

The Company provides adequate safeguards against victimization of employees and Directors who express their concerns. The Company has also provided direct access to the Chairman of the Audit Committee on reporting issues concerning the interests of employees and the Company. The Board has approved the policy for vigil mechanism which is available on the website of the Company at <https://www.aeroncomposite.com/investorrelations.html>.

44. Proceedings Initiated/ Pending against the Company under The Insolvency and Bankruptcy Code, 2016:

There are no proceedings initiated/pending against the Company under the Insolvency and Bankruptcy Code, 2016 which materially impact the Business of the Company.

45. Website:

As per Regulation 46 of SEBI (LODR) Regulations, 2015, the Company is maintaining a functional website namely <https://www.aeroncomposite.com/> containing basic information about the Company. The website of the Company is also containing

information like Policies, Financial Results, Annual Reports and information of the designated officials of the Company who are responsible for assisting and handling investor grievances for the benefit of all stakeholders of the Company, etc.

46. Business Responsibility Report

Pursuant to Regulation 34 of the Listing Regulations, 2015, Business Responsibility Report is not applicable to your Company.

47. The details of difference between amount of the valuation done at the time of one-time settlement and the valuation done while taking loan from the banks or financial institutions along with the reasons thereof:

The above clause is not applicable to your Company as your Company has not entered into any settlement from Banks or Financial Institutions during the year under review.

48. Dematerialization of Shares:

During the year under review, all the equity shares were dematerialized through depositories viz. National Securities Depository Limited and Central Depository Services (India) Limited, which represents 100% of the total paid-up capital of the Company.

49. Meeting Of Independent Directors:

Schedule IV of the Companies Act, 2013 and the Rules thereunder mandate that the independent directors of the Company shall hold at least one meeting in a financial year, without the attendance of non-independent directors and members of the Management.

During the year under review, the Independent Directors met on 12/11/2024 inter alia, to:

- 1) Review the performance of the Non- Independent Directors and the Board of Directors as a whole.
- 2) Review the performance of the Chairman of the Company, taking into the account of the views of the Executive and Non- Executive Directors.
- 3) Assess the quality, content and timeliness of flow of information between the management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

All the Independent Directors were present in the meeting. At the meeting, the independent directors discussed, among other matters, the performance of the Company and risks faced by it, the flow of information to the Board, competition, strategy, leadership strengths and weaknesses, governance, compliance, Board movements, succession planning, human resources matters and the performance of the executive members of the Board, and the Chairman.

The Board is satisfied with the integrity, expertise and experience (including the proficiency) of the independent directors and their contributions towards the enhancement of operations of the Company.

50. Disclosures Under Maternity Benefit Act, 1961

The Company has complied with the provisions of the Maternity Benefit Act, 1961, as amended, and ensures that all eligible women employees are extended the benefits and protections mandated under the Act, including paid maternity leave and other entitlements. The Company also promotes a gender-inclusive workplace and is committed to supporting the health and well-being of women employees through appropriate workplace policies and practices.

51. Disclosure requirements for certain types of agreements binding listed entities under regulation 30A (2) of SEBI LODR.

There are no agreements entered into by the shareholders, promoters, promoter group entities, related parties, directors, key managerial personnel, employees of the listed entity or of its holding, subsidiary or associate company, among themselves or with the listed entity or with a third party, solely or jointly, which, either directly or indirectly or potentially or whose purpose and effect is to, impact the management or control of the listed entity or impose any restriction or create any liability upon the listed entity as on the date of notification of clause 5A to Para A of Part A of Schedule III of SEBI LODR.

52. Code Of Conduct

The Board of Directors of the Company has adopted a Code of Conduct for Directors and Senior Management and the same is posted on the website of the Company at <https://www.aeroncomposite.com/investorrelations.html>.

53. Acknowledgement:

Your directors place on records their sincere thanks to employees and workers, bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your directors also acknowledge gratefully the shareholders for their support and confidence reposed on your Company.

For and on behalf of Board of Directors of,

AERON COMPOSITE LIMITED
(Formerly known as Aeron Composite Private Limited)

Sd/-

Chirag Chandulal Patel
Managing Director
DIN: 03380703

Sd/-

Ravi Pankajkumar Patel
Whole Time Director
DIN: 03427590

Date: 20/08/2025

Place: Ahmedabad

Management Discussion and Analysis (MD&A)

For the Financial Year Ended March 31, 2025

1. Global Economic Outlook

The global economy in FY25-26 continued to face headwinds from high interest rates, inflationary pressures, and geopolitical uncertainties. According to the IMF's April 2025 World Economic Outlook, global GDP growth is projected at **3.2% in 2025**, largely stable compared to 2024. Advanced economies are slowing, growing at ~1.6%, while emerging markets remain the primary driver of global growth at ~4.2%.

Material-intensive industries such as **infrastructure, renewable energy, and mobility** are expected to see sustained capital expenditure. A major trend is the rising demand for composites – lightweight, durable, and sustainable materials that replace conventional metals. Within this, **Fiber Reinforced Polymers (FRP)** are positioned as strategic enablers for energy transition and resilient infrastructure.

2. Indian Economic Outlook

India's macroeconomic performance remained strong through FY 2024–25, with real GDP growth for the year reaching 6.5%. The growth was led by robust domestic consumption, continued traction in public capital expenditure, and a healthy performance in both manufacturing and services. The Reserve Bank of India (RBI) has projected real GDP to grow at 6.5% in FY 2025–26, with quarterly growth ranging between 6.3% and 6.7%, indicating sustained momentum across sectors.

Inflation remained well-anchored during the year, with the Consumer Price Index (CPI) averaging 4.2%. By Q4 FY25, CPI inflation had eased to 3.2%, its lowest since 2019, largely due to disinflation in food items and base effects. The RBI forecasts inflation to average 3.7% in FY 2025–26, allowing the central bank room to continue its calibrated monetary easing. During the year, the RBI reduced the policy repo rate by a cumulative 100 basis points, bringing it down to 5.50% as of June 2025. The Cash Reserve Ratio (CRR) was also cut by 100 basis points in phased tranches, injecting over ₹2.5 lakh crore into the banking system.

- Key policy and structural drivers strengthening India's composites demand include:
- ◉ **National Infrastructure Pipeline (₹111 lakh crore) and PM Gati Shakti**, creating large-scale material requirements.
 - ◉ **PLI schemes** in renewables, EVs, and advanced materials.
 - ◉ Expansion of **urban infrastructure** (smart cities, metro networks, water treatment plants).
 - ◉ Increasing awareness and adoption of **sustainable construction materials** like FRP.

Together, these factors provide a strong domestic demand base for Aeron's FRP portfolio.

Source: RBI Financial Stability Report – June 2025; RBI Monetary Policy Statement – April and June 2025; IMF World Economic Outlook – April 2024; CS Conversations June 2025; HSBC AM India – Monetary Policy Update, June 2025; Reuters (June 2025)

3. Industry Overview

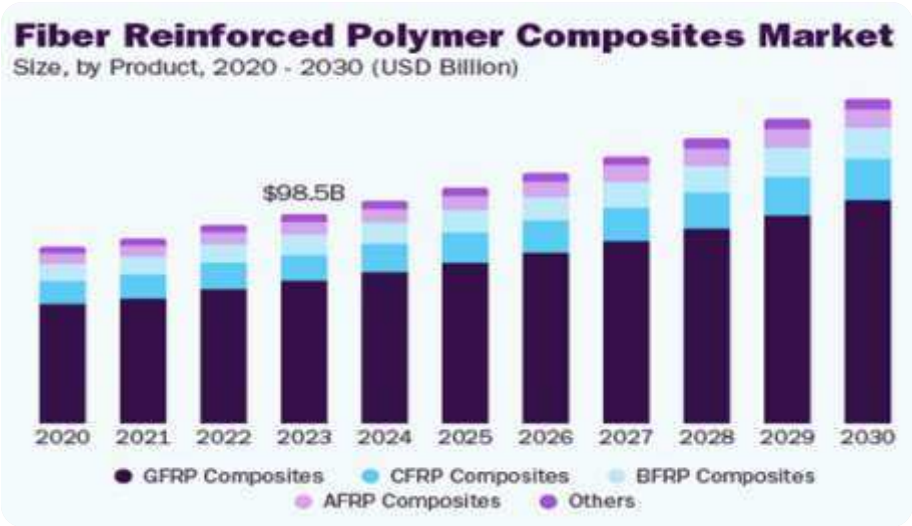
3.1 Indian Manufacturing Sector

India's manufacturing sector contributes ~17% to GDP and is targeted to reach **25% by 2030** under the Make in India and PLI framework. **According to IBEF (2024), the sector attracted USD 9.3 billion FDI inflows in FY24**, with core industries like construction materials, automotive, electrical equipment, and infrastructure seeing strong momentum

Source: 'India Manufacturing Sector: Indias economic ascent - Can manufacturing power the next leap?', ETManufacturing, Press Release:Press Information Bureau,

3.2 Global FRP Industry

The **global Fiber Reinforced Polymer (FRP) industry** was valued at **USD 92.8–133 billion in 2024** and is projected to reach **USD 150–249 billion by 2030–32**, growing at **6.5–8.4% CAGR**. FRP materials are increasingly replacing steel, aluminium, and timber due to **corrosion resistance, light weight, long life, and sustainability**. Major adoption sectors include **construction, oil & gas, renewable energy, aerospace, water treatment, and mobility**.



Source: [Fiber Reinforced Polymer Composites Market Report, 2030](#), [Fiber Reinforced Polymer \[FRP\] Composites Market Size, 2032](#)

3.3 Global GFRP Industry

Within FRP, **Glass Fiber Reinforced Polymer (GFRP)** is the dominant sub-segment due to its cost efficiency and versatility.

- ◉ The global GFRP rebar market was estimated at USD 550 million in 2023 and is projected to grow to USD 1.3 billion by 2032, reflecting a CAGR of nearly 10%
- ◉ Asia-Pacific leads demand, driven by large infrastructure investments.
- ◉ Use cases: bridges, metro systems, tunnels, highways, and coastal structures where steel rebar corrodes quickly.

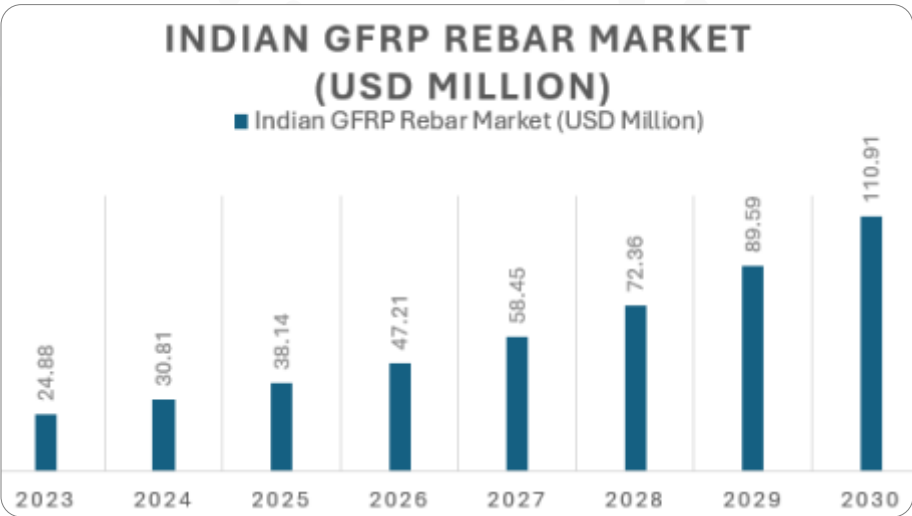
Source: [Gfrp Rebar Material Market Report | Global Forecast From 2025 To 2033](#)

3.4 Indian FRP/GFRP Industry

The Indian FRP market is valued at **USD 1.8 billion (2024)** and is projected to grow to **USD 2.8 billion by 2030** at a **7.8% CAGR**.

Per capita consumption is only **0.55 kg**, compared to **7–11 kg** in developed economies, offering **14–21x growth headroom**.

- ◉ The **Indian GFRP rebar market** alone is currently worth **₹300–500 crore** and is projected to grow at **17.3% CAGR** till 2030. Adoption is increasing in **coastal infra, metro tunnels, highways, and water treatment plants**, with successful use cases like the Bandra-Worli Sea Link and Mumbai Coastal Road. Importantly, **the Hon'ble Minister for Road Transport and Highways, Shri Nitin Gadkari, has been a strong advocate for the use of GFRP rebars in national road and highway construction**, further reinforcing the relevance and timeliness of our entry into this segment.



Source: [Domestic composite materials industry to touch USD 2.8 bn-mark by 2030: Report, ETEnergyworld, Composite Materials Market Poised for Growth Amid Low Consumption in India, India FRP Rebar Market Outlook 2024-2030: Government](#)

4. Company Overview

4.1 Background

Founded in 2011, **AERON COMPOSITE LIMITED (ACL)** is one of India's leading FRP/GRP product manufacturers. Aeron specializes in **glass fibre-based composites**, offering solutions from **design & prototyping to manufacturing, installation, and after-sales service**.

The company is recognized as a **Star Export House** and exports to **39 countries**, serving **800+ global customers** across telecom, oil & gas, utilities, renewable energy, and infrastructure.

Source: RHP

4.2 Transition to Fully Owned Factory

FY25 marked a milestone as Aeron is in the process of shifting from rental facilities to a **fully, company-owned factory at Mehsana, Gujarat**.

- Built over **51,671 sq. mtrs.**, the plant houses state-of-the-art pultrusion, moulding, and winding lines.
- Installed capacity: **18,845 MT**, scaling to 22,000 MT by October 2025.
- Benefits: reduced rental overheads, higher efficiency, and capacity to scale **new business lines (GFRP Rebar, CFRP products)**.

Source: Investor PPT



4.3 Deployment of solar

A 1,200 KW rooftop solar plant installation, reinforcing Aeron's focus on solar energy to cut electricity costs, advance sustainability, and lower carbon footprint.

4.4 Manufacturing Processes

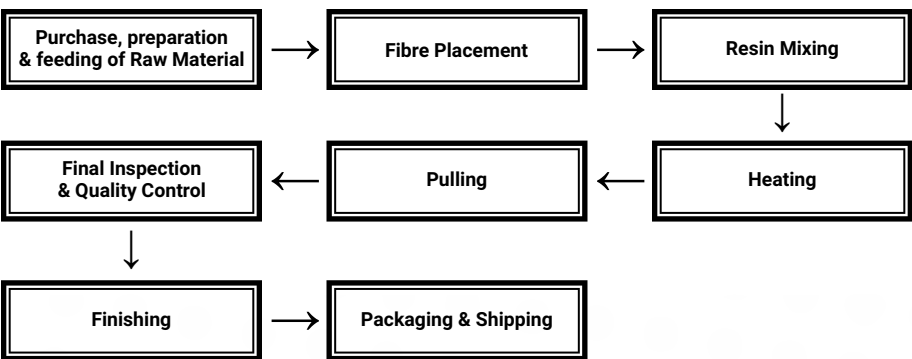
Aeron uses diverse manufacturing technologies to deliver world-class FRP products:

- **Pultrusion** – continuous production of beams, handrails, ladders
- **Moulding** – Moulded gratings,
- **FRP Rod** – FRP Rod for Fiber Optic Cable
- **FRP Rebar** – FRP Rebar for Construction
- **Hand Lay-up** – canopies, roofing, customized products.
- **Machining/Fabrication** – precision-cut profiles for modular assembly

Manufacturing Process for FRP Pultruded Products

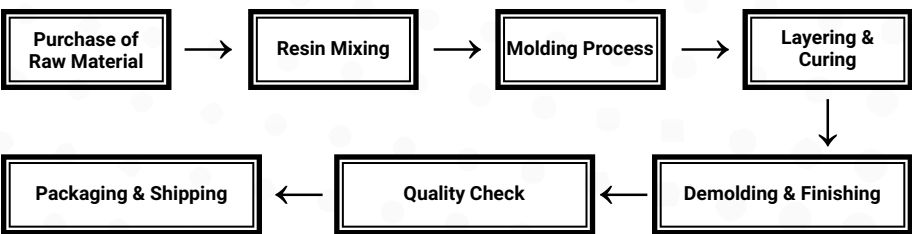
Pultrusion is a manufacturing process used to produce continuous lengths of fiber-reinforced polymer (FRP) profiles with constant cross-sections. The process involves pulling fiber reinforcements, such as glass fibers or carbon fibers, through a resin bath, where they are thoroughly impregnated with a liquid resin. The impregnated fibers then pass through a shaping die, where they are formed into the desired profile shape. Finally, the profile is pulled through a heated die or curing chamber, where the resin is cured (polymerized), resulting in a solid, composite profile with excellent strength-to-weight ratio and corrosion resistance.

Here's a detailed explanation of the Pultrusion process:



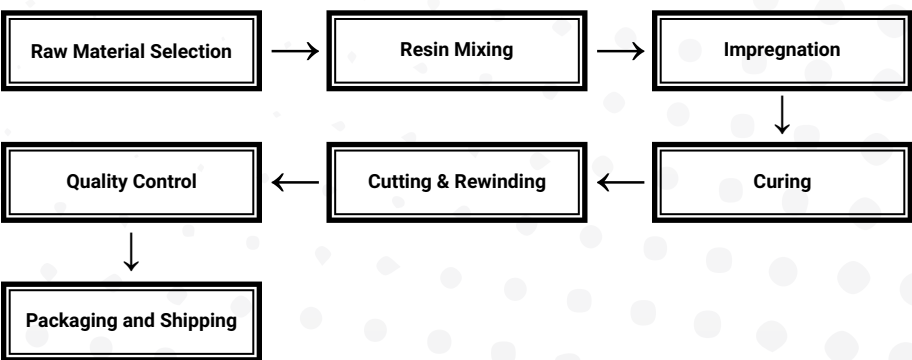
Manufacturing Process for FRP Moulded Gratings:

Molded gratings are made through a process involving the combination of continuous glass fibers and resin in an open mold. Typically, this process starts with the placement of continuous glass fibers (usually in the form of roving) into a mold. The fibers are then impregnated with a liquid resin, often polyester or vinyl ester, using either a vacuum infusion or hand lay-up method. Once the mold is filled, the resin is cured through heat and/or chemical catalysts to solidify the composite material. After curing, the molded gratings are demolded/ejected and trimmed to the desired dimensions.



Manufacturing Process for FRP Rods

This is a variation of the Pultrusion process where UV (ultraviolet) curing is employed to cure the resin rather than traditional heat curing. In this process, UV-sensitive resins are used, which polymerize when exposed to ultraviolet light. The impregnated fibers pass through a UV curing chamber where they are exposed to UV light, causing rapid curing of the resin and solidification of the composite material. This method is often used for producing FRP rods used as central strength members in Optic fibre cables.



Source: RHP

4.5 Competitive Strengths

- ⦿ **Diverse portfolio:** 11+ FRP product lines plus GFRP Rebar.
- ⦿ **Integrated operations:** design→prototyping→ manufacturing → installation.
- ⦿ **Innovation focus:** DSIR-approved R&D unit
- ⦿ **Export leadership:** Presence in 39 countries.
- ⦿ **World class Infrastructure manufacturing facility**

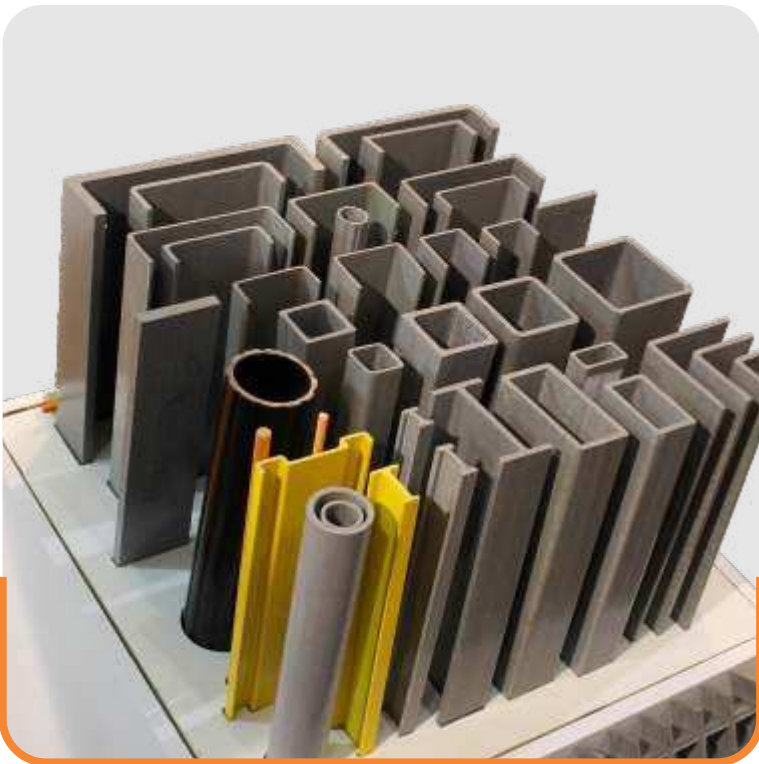
Source: RHP & Investor PPT

5. Product Portfolio & Segment Overview

FRP/GRP STRUCTURAL PROFILES

These are the components used in a variety of industrial and commercial applications. These profiles are available in diverse shapes including I-beams, channels, angles, and square sections.

They are engineered to replace traditional materials like steel and Aluminium due to various properties like Corrosion resistant, light weight, high strength to weight ratio and Durability.



FRP/GRP CABLE TRAY

FRP/GRP cable trays are used for supporting and routing electrical cables in industrial, commercial, and public infrastructure projects. These trays offer a durable, and corrosion-resistant solution for cable management, ensuring the protection and organization of electrical cables.

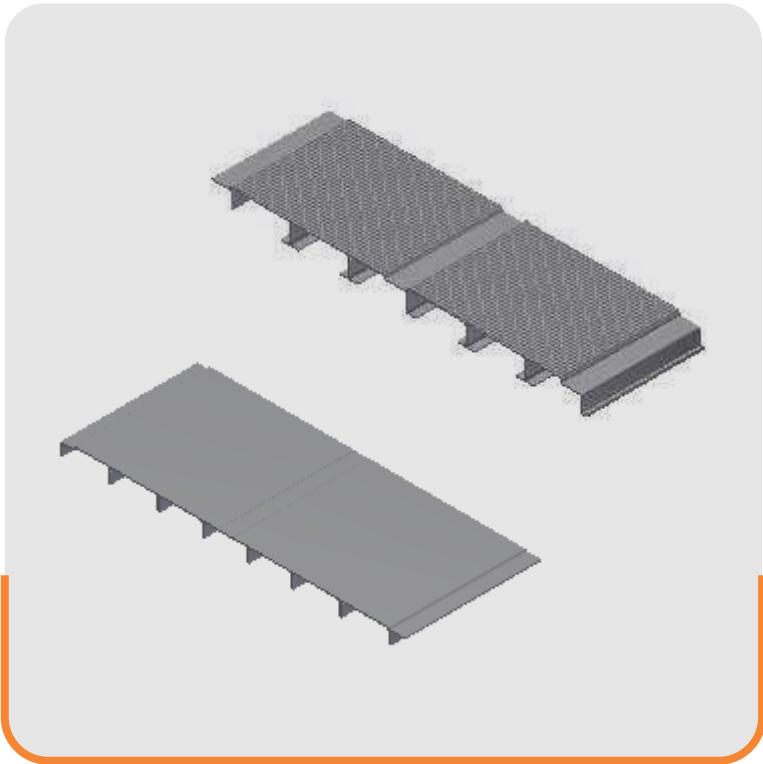
FRP/GRP cable trays come in two main types: ladder type cable trays and perforated type cable trays, each designed to meet specific needs and applications.



FRP DECK

FRP decks are suitable for pedestrian walkways, bridges, platforms, and other structural applications where strength and longevity are crucial. These decks are made from Fiber Reinforced Polymer (FRP), providing an alternative to traditional decking materials such as wood, steel, and concrete.

FRP decks are durable, lightweight, and corrosion-resistant platforms used in a variety of industrial, commercial, and public infrastructure applications.



FRP HANDRAILS

Fiber Reinforced Polymer (FRP) handrails are a type of railing system made from composite materials such as fiberglass reinforced plastic.

These are designed for safety and support in industrial, commercial, and public infrastructure applications. These handrails offer a durable, and corrosion-resistant solution.



FRP LADDER

FRP ladders are used in industrial and commercial settings, providing a safe, durable, and corrosion-resistant climbing solution. These ladders are designed to replace traditional materials due to features like slip resistant, corrosion resistant etc.

We Offer wide range of Ladders such as Manhole Ladder, Platform Ladder, Step Ladder, Safety Cage Ladder. FRP Ladders are required for doing electrical cable/equipment installation due to nonconductive and light weight properties of FRP



FRP POLES

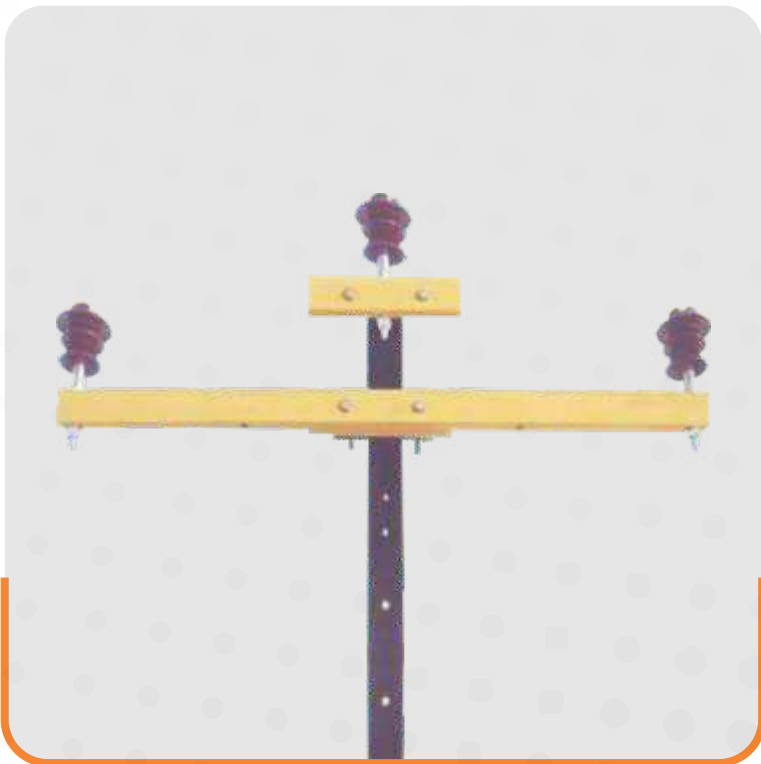
FRP poles are used for lighting, utility, and communication applications, providing a lightweight and durable alternative to traditional materials.

These poles are designed to withstand harsh environmental conditions while maintaining structural integrity being corrosion resistant, lightweight, durable and non-conductive



FRP CROSS ARM

FRP cross arms are integral components of electrical transmission and distribution networks, providing support for power lines and other equipment. These cross arms are made from FRP materials, ensuring they can withstand the demanding conditions of electrical infrastructure like light weight, high strength, Non-conductive etc.



FRP FENCING

FRP fencing provides a strong, durable, and maintenance-free solution for perimeter security in various environments. These fences are designed to withstand harsh conditions while providing a pleasing appearance.

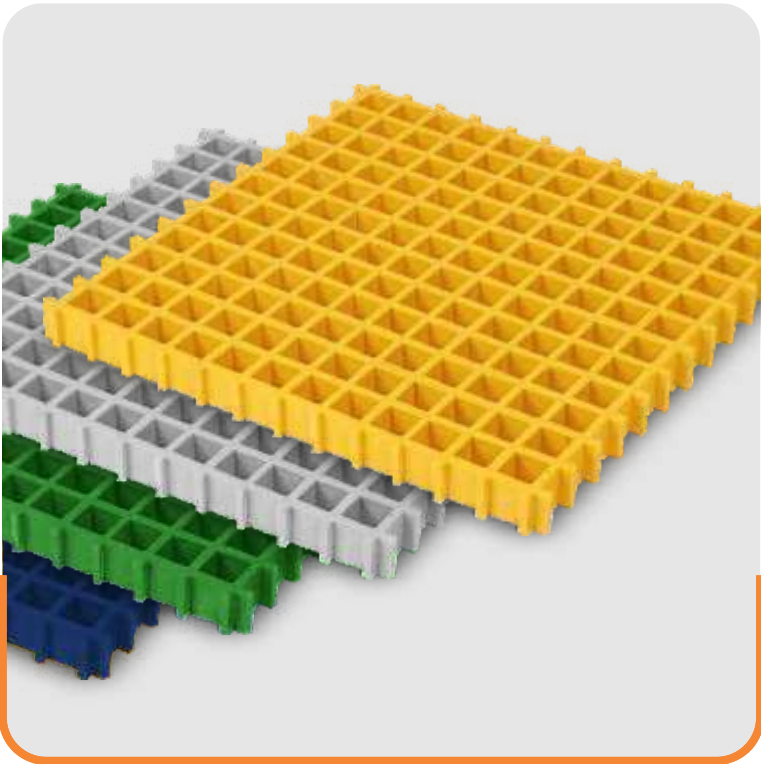
FRP Fencing does not have a resale value hence it is a suitable material for public fencing area where metal fencing is prone to theft due to resale value. FRP Fencing being electrically nonconductive offer safety for transformer and substation.



FRP MOULDED GRATINGS

FRP Gratings are widely used for flooring, walkways, and platforms in industrial and commercial settings. These gratings provide a safe, durable, and corrosion-resistant alternative to traditional metal gratings.

These gratings are typically used in applications requiring bi-directional strength and high chemical resistance. By choosing the appropriate type of FRP grating for a specific application, one can ensure optimal performance, safety, and durability, making these gratings a smart investment for any project.



FRP ROD FOR OPTIC FIBRE CABLE

FRP Rods are designed as strength members in optic fiber cables, providing essential support and protection to the delicate optical fibers within. Their lightweight, non-magnetic, and corrosion-resistant properties ensure minimal impact on cable weight and electromagnetic interference. These characteristics make FRP rods essential for maintaining the structural integrity and performance of optic fiber networks.



AERON GIGABAR®

Fibre Reinforced Plastic/ Glass Fibre Reinforced Plastic is a composite material made of a polymer matrix reinforced with fibres. The fibres are usually Fibreglass, Carbon, or Aramid, while the polymer is usually an Epoxy, Vinylester Thermosetting Plastic for rebar applications.

What is GFRP Rebar?

GFRP Rebar is a **reinforcing rod for concrete** made from continuous glass fibres embedded in a polymer resin. Unlike conventional steel rebar, GFRP is **rust-proof, lightweight, non-conductive, and highly durable**. It addresses the critical challenge of steel corrosion in concrete infrastructure, which leads to costly repairs and shorter lifespans.



Advantages Over Steel Rebar:

- ◉ **Corrosion Resistance** – unaffected by moisture, salts, and chemicals.
- ◉ **Lightweight** – 4x lighter than steel, easier to transport and install.
- ◉ **High Strength** – twice the tensile strength of steel.
- ◉ **Safety** – non-magnetic and non-conductive, safer in electrical environments.
- ◉ **Sustainability** – 45% lower CO2 emissions during production and longer structure life reduces lifecycle footprint.

GRP Rebar Vs TMT Rebar

PROPERTIES	Grade 500	GFRP	COMPARISON
Tensile strength Mpa	500 min	800-1 100	Stronger
Weight/Meter 8mm	0.395 kg	0.099 kg	Lighter
Bar Length	12 meter	upto 100 meters	Better improvement
Cost	Higher	Lower	Cost effective
Life Spend	50 years	(+) 80 years	More durable
Corrosion resistance	No	Yes	More durable
Electric conductivity	Yes	No	NO accidents risk
Thermal conductivity	Yes	No	Does not dissipate heat
Concrete covering	35mm - 45mm	20mm	Lower concrete volume
Shear Strength	120	170	Higher
Bond strength MPa/N/mm2	≥ 10	≥ 7.6	Lower
Compression MPa/N/mm2	500	450	Lower
Modulus of Elasticity [Gpa]	160-200	65	Lower
Elongation (%)	12% (min.)	4% (max.)	Lower
Density (ton/m3)	7.8	1.9	Lower
EMI/RFI Transparency	NO	Yes	Transparent To EMI/RFI
Linear expansion coefficient. α* 10-6/°C	13-15	9-12	Lower
Installation. Handling & Transport Cost	High	Low	Cost Effective
Environmental Impact	High	Low	45% Less CO ² emission

Applications

GFRP Rebar is particularly suited for **roads, bridges, highways, tunnels, coastal infrastructure, chemical plants, and water treatment facilities** – areas where steel is prone to rapid corrosion. Notable projects in India such as the **Bandra-Worli Sea Link, Mumbai Coastal Road, and Gujarat water treatment plants** have already benefitted from GFRP adoption.

Aeron's Capabilities and Expansion Plan for FRP Rebar

- ◉ Commercial sales began in **March 2025**, with initial supplies already delivered.
- ◉ Current setup includes **two dedicated production lines** at the Mehsana facility.
- ◉ Planned expansion to **five lines by FY26**, integrated within existing infrastructure, ensuring cost efficiency and minimal additional capex.
- ◉ The product complies with **IS 18255:2023 standards** for rebar in concrete reinforcement, establishing Aeron as one of the few certified players in India.
- ◉ By leveraging its **strong balance sheet and net cash position**, Aeron is scaling rebar as a **core vertical alongside structural profiles, gratings, and cable systems**.

Strategic Significance

GFRP Rebar positions Aeron in the **fast-growing construction materials space**, expanding its customer base from **Chemical, Water Treatment**, telecom, utilities, and oil & gas to **large infrastructure developers and government EPCs**. This product line is expected to emerge as a **key growth driver** and enhance margins due to its advanced technology and limited competition.

Source: RHP, Product Catalogue, Research



6. Strategic Priorities

1. Scaling GFRP Rebar
 - Target: 5 production lines by FY26.
 - USP: positions Aeron in high-growth construction market.
 - Advantage: complements existing pultrusion setup → economies of scale.
 - Growth: ~20% CAGR market in India.
2. Entry into Carbon Fiber Reinforced Polymers (CFRP)
 - Starting with CFRP Core Rod, Plank for windmill blades and automotive parts.
 - Global CFRP market: USD 17 billion (2024), projected to grow at 10–11% CAGR.
 - USPs of CFRP:
 - 5x strength-to-weight ratio of steel.
 - High fatigue resistance → ideal for wind energy & EV parts.
 - Commands premium margins vs GFRP.
 - Strategic intent: CFRP positions Aeron in high-value, global export markets.
3. Export Market Expansion
 - Target: Growth in existing export market and discover new geography.
 - USP: recognized as Star Export House.
4. Technology & R&D Advancement
 - DSIR-approved lab → new product development in composites.
5. Sustainability & Circular Economy
 - Setup Captive Solar Power Plant to reduce CO2 footprint.
6. Owned Facility Leverage
 - Mehsana plant to be optimized to >70% utilization by FY27.
 - USP: reduces costs, improves margins, supports product diversification.

Sources: Investor PPT, RHP, Market Report

7. Key Financials & Performance (FY25)

Revenue	: ₹215.3 Cr
EBITDA	: ₹17.9 Cr (8.3% margin)
PAT	: ₹13.3 Cr
ROE	: 19.6% ROCE: 16.5%
3Y CAGR	: Revenue 25.7%, PAT 54.6%
Balance Sheet	: Net cash positive; mixed of debt and equity

Source: Investor PPT

8. Risk Management

- Aeron Composite Limited has a structured risk management framework to identify, monitor, and mitigate potential business challenges.
- Raw Material Volatility:** Can be mitigated through multi-supplier sourcing, long-term contracts, and R&D on alternate resins.
 - Technology Obsolescence:** FRP technology evolves rapidly. Mitigation: DSIR-approved R&D, investments in automation & product development and CFRP expansion.
 - Competition:** Entry of global players may intensify pricing pressures. Mitigation: diversified portfolio, strong export base, and focus on niche segments like GFRP Rebar.
 - Infrastructure Cyclicity:** FRP demand tied to infra capex cycles. Mitigation: diversification across telecom, oil & gas, exports, and CFRP.
 - Quality & Compliance:** Non-compliance with global/Indian standards may affect credibility. Mitigation: ISO-certified processes, in-house testing labs, and adherence to global benchmarks.
 - Forex & Export Risk:** Exposure from sales in 39 countries. Mitigation: natural hedging, forward contracts, and geographic diversification.

- Human Capital & Safety:** Skilled workforce essential for composite manufacturing. Mitigation: continuous training, EHS standards, and retention policies.

9. Human Resources

People are central to Aeron's growth. As of FY25, the Company.

- Skilled Workforce:** Employees trained in multiple FRP processes – pultrusion, moulding and fabrication.
- R&D Talent:** DSIR-approved in-house lab with dedicated engineers working on new resins, and product development.
- Culture & Retention:** Focus on performance-linked incentives, career growth, and a safe work environment.
- Future Readiness:** HR strategy aligned with Aeron's expansion into CFRP and high-value exports, ensuring a pipeline of specialized talent.

10. Internal Controls & Governance

The Company has implemented robust internal financial controls aligned with statutory requirements. The Audit Committee oversees compliance, risk management, and process efficiency.

1. Segregation of Duties

- Ensure no single individual controls all aspects of a transaction.
- Divide responsibilities across initiation, approval, execution, and review stages to reduce fraud and error risks.

2. Standardized Operating Procedures (SOPs)

- Document clear, repeatable processes for all critical operations.
- Align SOPs with regulatory requirements and internal policies.

3. Periodic Financial Reconciliations

- Reconcile accounts regularly to detect discrepancies early.
- Automate reconciliation through ERP systems where feasible.

4. Defined Key Controls and Risk Mapping

- Identify and document key controls linked to material risks.
- Use a risk-control matrix to track ownership, frequency, and effectiveness.

5. Regular Internal Audits

- Conduct independent reviews to assess control effectiveness.
- Use audit findings to refine processes and close control gaps.

6. Integrated Assurance Across Three Lines of Defence

- Coordinate efforts between operational teams, risk/compliance, and internal audit.
- Use dashboards to visualize control effectiveness across functions.

7. Technology-Enabled Controls

- Leverage ERP systems for automated checks, access controls, and audit trails.

8. Tone from the Top

- Senior leadership must champion ethical conduct and control discipline.
- Embed governance values into performance reviews and training.

9. Whistle-blower and Ethics Programs

- Maintain confidential reporting channels for misconduct.
- Promote awareness of ethical standards and anti-corruption policies.

10. Continuous Monitoring and Improvement

- Use KPIs and control dashboards to monitor performance.
- Update controls in response to regulatory changes, business expansion, or audit finding

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

To, The Members of
AERON COMPOSITE LIMITED
Saket Ind. Estate, Plot No. 30/31,
Sarkhej Bavla Highway,
Changodar, Village Moraiya,
Ahmedabad - 382213 Gujarat

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of AERON COMPOSITE LIMITED having CIN L25209GJ2011PLC065419 and having registered office at Saket Ind. Estate, Plot No. 30/31, Sarkhej Bavla Highway, Changodar, Village Moraiya, Ahmedabad - 382213 Gujarat (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

Sr. No.	Name of Director	DIN	Date of Appointment
01	Dilipkumar Ratilal Patel	00314623	13/05/201
02	Pankaj Shantilal Dadhaniya	02100802	13/05/2011
03	Ravi Pankajkumar Patel	03427590	30/09/2014
04	Chirag Chandulal Patel	03380703	01/06/2021
05	Naveen Kumar Mandovara	02817059	20/06/2024
06	Poonam Neelendu Savalia	06791412	20/06/2024

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

Place: Ahmedabad
Date: 14/08/2025

FOR, M. A. NAKRANI & ASSOCIATES

Sd/-
M. A. NAKRANI
(Proprietor)
CP. NO. 4720
UDIN: F003220G001015044

CEO & CFO Compliance Certificate

(Pursuant to Part B of Schedule II read with Regulation 17 (8) of SEBI (Listing Obligation and Disclosure Requirements), Regulations, 2015)

To,
The Members of
AERON COMPOSITE LIMITED
Saket Ind. Estate, Plot No. 30/31,
Sarkhej Bavla Highway, Changodar, Village Moraiya,
Ahmedabad - 382213 Gujarat.

Subject: CEO / CFO Certification (As per Part B of Schedule II read with Regulation 17 (8) of SEBI (Listing Obligation & Disclosure Requirements), Regulations, 2015).

Dear Sir / Madam,

We, Mr. Chirag Chandulal Patel, Managing Director and Mr. Sanjaykumar Jyestharam Oza, Chief Financial Officer of Aeron Composite Limited (Formerly known as Aeron Composite Private Limited), do hereby jointly declare and certify that:

- a) We have reviewed Financial Statements and the Cash Flow Statement of the Company for the year ended 31st March, 2025, and that to the best of our knowledge and belief.
- i. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- ii. These statements together with the schedules and notes thereon present a true and fair view of the Company's affairs for the year ended 31st March, 2025, 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 internal control systems of the Company and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to action to rectify these deficiencies.
- d) We have indicated to the Statutory Auditors and the Audit Committee;
- 1) Significant changes in internal control during the year under review;
- 2) That there are no Significant changes in accounting policies during the year which are to be disclosed in the notes to the financial statements; and
- 3) That there are no 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.

For and on behalf of Board of Directors of,

AERON COMPOSITE LIMITED
(Formerly known as Aeron Composite Private Limited)

Sd/-

Chirag Chandulal Patel
Managing Director
DIN: 03380703

Date: 20/08/2025
Place: Ahmedabad

Sd/-

Sanjaykumar Jyestharam Oza
CFO

Non-Applicability of Regulation 27(2) Of SEBI (LODR) Regulations, 2015 Regarding Corporate Governance

As per regulation 15(2) of the Listing Regulation, the Compliance with the Corporate Governance provisions shall not apply in respect of the following class of the Companies:

- a. Listed entity having paid up equity share capital not exceeding Rs. 10 Crore and Net worth not exceeding Rs. 25 Crore, as on the last day of the previous financial year;
- b. Listed entity which has listed its specified securities on the SME Exchange.

Since, our Company falls in the ambit of aforesaid exemption (b); hence compliance with the provisions of Corporate Governance shall not apply to the Company and it does not form the part of the Annual Report for the financial year 2024-25.

For and on behalf of Board of Directors of,

AERON COMPOSITE LIMITED
(Formerly known as Aeron Composite Private Limited)

Sd/-

Chirag Chandulal Patel
Managing Director
DIN: 03380703

Sd/-

Ravi Pankajkumar Patel
Whole Time Director
DIN: 03427590

Date: 20/08/2025
Place: Ahmedabad

“ANNEXURE – A”

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

(Pursuant to Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014)

A. Conservation of Energy:	
The steps taken or impact on conservation of energy	In its endeavors towards conservation of energy, your Company ensures optimal use of energy, avoid wastages and endeavors to conserve energy as far as possible
The steps taken by the Company for utilizing alternate sources of energy	The Company usually takes care for optimum utilization of energy.
The capital investment on energy conservation equipments	No capital investment on energy Conservation equipment made during the financial year.

B. Technology Absorption:	
The efforts made towards technology absorption:	The nature of business of the company is not Technology intensive. However, based on the technological innovation happening related to the business operations of the company, it is keen to upgrade its processes to improve service quality and reduce costs. Training is also imparted to the company's personnel on the latest development of technology related to the business of the company.
The benefits derived like product improvement, cost reduction, product development or import substitution:	
In case of imported technology: (a) the details of technology imported; (b) the year of import; (c) whether the technology been fully absorbed; (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and	
The expenditure incurred on Research and Development.	The company has In-house Research & Development Centre in developmental activities for new products, improvement in existing products, processes etc. The amount of expenditure incurred on Research and Development is Rs. 91.36 Lakh as per note no. 39 of the Financial Statement of the company.

C. Foreign Exchange Earning and Outgoes:			
(Rs. In lakh)			
Sr. No.	Particulars	F.Y. 2024-25	F.Y. 2023-24
01	Foreign Exchange Earned	12752.25	11035.150
02	Foreign Exchange Expenditure	244.81	272.56

AERON COMPOSITE LIMITED
(Formerly known as Aeron Composite Private Limited)

Sd/-

Chirag Chandulal Patel
Managing Director
DIN: 03380703

Date: 20/08/2025
Place: Ahmedabad

Sd/-

Ravi Pankajkumar Patel
Whole Time Director
DIN: 03427590

“ANNEXURE – B”

PARTICULARS OF EMPLOYEES

Disclosure as required under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

a. The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2024-25 and the percentage increase in remuneration of each Director, Chief Financial Officer, Company Secretary during the financial year 2024-25, are as under.

Sr. No	Name of Director / KMPs	Designation	Remuneration of Directors/KMPs for F.Y. 2024-25 in Rs.	Ratio of Remuneration of each Director to median remuneration of Employees	% increase / (decrease) In remuneration for F.Y. 2024-25
01	Dilipkumar Ratilal Patel	Chairman & Non Executive Director	86.21 Lakh	34.58	-37.53%
02	Chirag Chandulal Patel	Managing Director	86.21 Lakh	34.58	-11.12%
03	Pankaj Shantilal Dadhaniya	Whole Time Director	86.21 Lakh	34.58	-11.12%
04	Ravi Pankajkumar Patel	Whole Time Director	86.21 Lakh	34.58	-11.12%
05	Naveen Kumar Mandovara	Non-Executive Independent Director	NA	-	Not Applicable
06	Poonam Neelendu Savalia	Non-Executive Independent Director	NA	-	Not Applicable
07	Sanjaykumar Jyestharam Oza	Chief Financial Officer	8.98 Lakh	3.60	0.00%
08	Vijay Mahendrabhai Dakshini	Company Secretary & Compliance Officer	3.89 Lakh	1.56	100.00%

- b. Percentage increase in the median remuneration of employees in the financial year:
In the financial year 2024-25, the percentage increase in median remuneration of employees was 9.98 %.
- c. Number of permanent employees on the payroll of Company:
There are 523 permanent employees on the payroll of Company as on March 31, 2025.
- d. Average percentile increases already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

Average annual increase in the salaries of the employees, other than managerial remuneration was 16.26 % whereas there was no increase/decrease in the remuneration to the managerial personal i.e. Chairman and Managing Directors.
- e. Affirmation that the remuneration is as per the remuneration policy of the Company:
It is hereby affirmed that the remuneration paid is as per the Remuneration Policy of the Company.
- f. During the financial year, there was no employee employed throughout the financial year or part of the financial year who was in receipt of remuneration in the aggregate of not less than Rs. 8.50 lakhs per month or Rs. 1.02 Crore per financial year.
- g. The statement containing the names of the top ten employees in terms of remuneration drawn as per Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is provided in a separate annexure forming part of this report. In terms of Section 136 of the Act, the said annexure is open for inspection at the Registered Office of the Company. The Annual Report is being sent to the members excluding the said separate annexure. Any member interested in obtaining a copy of the same may write to the Company Secretary.

AERON COMPOSITE LIMITED
(Formerly known as Aeron Composite Private Limited)

Sd/-

Chirag Chandulal Patel
Managing Director
DIN: 03380703

Date: 20/08/2025
Place: Ahmedabad

Sd/-

Ravi Pankajkumar Patel
Whole Time Director
DIN: 03427590

“ANNEXURE – C”

ANNUAL REPORT ON CSR ACTIVITIES

[Pursuant to Section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility) Rules, 2014]

- 1. Brief Outline on the CSR Policy of the Company:**

The main objective of the CSR Policy is to lay down guidelines for the Company to make CSR as one of the key focus areas to adhere to global interest in environment and society that focuses on making a positive contribution to society through effective impact and sustainable development programs.

This Policy covers the proposed CSR activities to be undertaken by the Company and ensuring that they are in line with Schedule VII of the Act as amended from time to time. It covers the CSR activities which are being carried out in India only and includes strategy that defines plans for future CSR activities.

In this year the focus of CSR activities was mainly towards Promotion of education and skill development, Healthcare initiatives

- 2. Composition of CSR Committee**

As on 31st March, 2025 the Company's Corporate Social Responsibility Committee comprised of:

Name of the Director	Status in Committee	Nature of Directorship
Chirag Chandulal Patel	Chairman	Managing Director
Naveen Kumar Mandovara	Member	Non-Executive Independent Director
Pankaj Shantilal Dadhaniya	Member	Whole-Time Director

During the financial year 2024-25, there was 1 (One) Corporate Social Responsibility Committee Meeting held on 18/02/2025 and this meeting was attended by all its members.

- 3. Executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable: Not Applicable**

4. The details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report): Not Applicable to the Company, since the Company did not meet the criteria specified under Section 135(5) of the Companies Act, 2013.
- 5.**

a) Average net profit of the company as per sub-section 5 of section 135: Rs. 9,69,22,891/-

b) Two percent of average net profit of the company as per sub-section (5) of section 135: Rs. 19,38,458/-

c) Surplus arising out of the CSR Projects or programmes or activities of the previous financial years: Rs. (4,96,000/-)

d) Amount required to be set-off for the financial year, if any: Rs. 4,26,458/-

e) Total CSR obligation for the financial year [(b)+(c)-(d)]: Rs. 15,12,000/-
- 6.**

a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project): Rs. 15,12,000/-

b) Amount spent in administrative overheads: Nil

c) Amount spent on Impact Assessment, if applicable: Nil

d) Total amount spent for the Financial Year [(a)+(b)+(c)]: Rs. 15,12,000/-

e) CSR amount spent or unspent for the Financial Year: Nil

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per sub-section (6) of section 135.		Amount transferred to any fund specified under Schedule VII as per second proviso to sub-section (5) of section 135.		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
Rs. 15,12,000/-	Nil	NA	NA	NIL	NA

f)Excess amount for set-off, if any: Nil

Sl. No. (1)	Particular (2)	Amount(in Rs.) (3)
(I)	Two percent of average net profit of the company as per sub-section (5) of section 135	Rs. 19,38,458/-
(ii)	Total amount spent for the Financial Year	Rs. 15,12,000/-*
(iii)	Excess amount spent for the Financial Year [(ii)-(I)]	Nil
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	Rs. 69,542/-
(v)	Amount available for set off in succeeding Financial Years [(iii)-(iv)]	Rs. 69,542/-

*Excess utilisation towards CSR obligation in F.Y.23-24 amounting Rs. 4.96 lakhs (i.e. 17 lakhs – 12.03 lakhs), out of the said surplus of previous financial year amounting Rs. 4.26 lakhs has been set off against CSR obligation of FY 2024-25.

7. Details of Unspent Corporate Social Responsibility amount for the preceding three financial years:

Sl. No	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under sub-section (6) of section 135 (in Rs.)	Balance Amount in Unspent CSR Account under sub-section (6) of section 135 (in Rs.)	Amount Spent in the Financial Year (in Rs)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to sub-section (5) of section 135, if any	Amount remaining to be spent in succeeding Financial Years (in Rs)	Deficiency, if any
01	FY-1	Not Applicable					
02	FY-2						
03	FY-3						

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: No
9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per sub-section (5) of section 135: Not Applicable

For and on behalf of Board of Directors of,

AERON COMPOSITE LIMITED
(Formerly known as Aeron Composite Private Limited)

Sd/-

Chirag Chandulal Patel
Managing Director
DIN: 03380703

Sd/-

Ravi Pankajkumar Patel
Whole Time Director
DIN: 03427590

Date: 20/08/2025
Place: Ahmedabad

Form No. MR-3
SECRETARIAL AUDIT REPORT

For The Financial Year Ended 31st March 2025
[Pursuant to section 204(1) of the Companies Act, 2013 and rule no.9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members of
AERON COMPOSITE LIMITED
Saket Ind. Estate, Plot No. 30/31,
Sarkhej Bavla Highway,
Changodar, Village Moraiya,
Ahmedabad - 382213 Gujarat

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by AERON COMPOSITE LIMITED (hereinafter called 'the Company') having CIN L25209GJ2011PLC065419. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our 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, 2025 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the company for the financial year ended on 31st March, 2025 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 Borrowings,
- 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 (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999,
 - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008,
 - 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; and,
 - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998,
- vi. We have relied on the representation made by the management of the company, its officers and on the reports given by designated professionals for systems and processes formed by the company to monitor and ensure compliances under other applicable Acts, Laws and Regulations to the Company.

The list of major head/groups of Act, Laws and Regulations as applicable to the Company is as under;

- 1)The Factories Act 1948.
- 2)Various Industrial Acts.
- 3)The POSH Act 2013.
- 4)Various Acts in respect of Environment and pollution Control.
- 5)The Foreign Trade (Development and Regulation) Act, 1992.
- 6)The Income Tax Act, 1961.
- 7)The Companies Act, 2013.
- 8)The Central and State Tax Acts.

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

- i. Secretarial Standards issued by The Institute of Company Secretaries of India,
- ii. The Listing Agreements entered into by the Company with National Stock Exchange of India Limited (NSE) read with Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Annual Report 2024-25

I hereby report that during the period under review, the Company has complied with the applicable provisions of the Act, Rules, Regulations, Guidelines, Standards etc. mentioned above subject to our observations herein below.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors and Non-Executive 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. The following changes has been recorded during the Audit Period:

- a) Mr. Naveen Kumar Mandovara (DIN: 02817059) and Mrs. Poonam Neelendu Savalia (DIN: 06791412) have been appointed as additional independent directors of the Company w.e.f. 20/06/2024 and both of them appointed as independent directors of the Company w.e.f. 21/06/2024.
- b) Designation of Mr. Pankaj Shantilal Dadhaniya (DIN: 02100802) Changed from director to Whole Time Director w.e.f. 21/06/2024.
- c) Designation of Mr. Ravi Pankajkumar Patel (DIN: 03427590) Changed from director to Whole Time Director w.e.f. 21/06/2024.
- d) Mr. Sanjaykumar Jyestharam Oza has been appointed as Chief Financial Officer (CFO) of the company w.e.f. 20/06/2024.
- e) Mr. Vijay Mahendrabhai Dakshini has been appointed as Company Secretary of the company w.e.f. 20/06/2024.
- f) Mr. Pankajkumar Ratilal Patel (DIN: 00314964) ceased to be a director upon his resignation from the position of Director of the Company w.e.f. 01/04/2024.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent in advance as required, 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.

All decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

We 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.

We further report that during the audit period, the company entered into primary capital market with an initial Public Offering (IPO) of 44,88,000 equity shares of Rs.10/- each for cash at a premium of Rs.115/- per share in August, 2024 and an allotment of 44,88,000 equity shares of Rs.10/- each at a premium of Rs.115/- per share was approved by the Board of Directors at their meeting held on 02nd Day of September 2024.

The company got (1) listing approval for its 1,70,20,000 Equity shares of Rs. 10/- each on 03rd Day of September 2024 and (2) Trading permission on 04th Day of September 2024 from National Stock Exchange SME Emerge Platform for the same.

We further report that no other specific event/ action having a major bearing on the company's affairs in pursuance to the laws, rules, regulations, guidelines, etc. referred to above.

Place: Ahmedabad
Date: 14/08/2025

FOR, M. A. NAKRANI & ASSOCIATES

Sd/-

M. A. NAKRANI
(Proprietor)
CP. NO. 4720
UDIN: F003220G001014956
Peer Review No. 1295/2021

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

“ANNEXURE A”
(To The Secretarial Audit Report)

To,
The Members of
AERON COMPOSITE LIMITED
Saket Ind. Estate, Plot No. 30/31,
Sarkhej Bavla Highway,
Changodar, Village Moraiya,
Ahmedabad - 382213 Gujarat

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

- 1.Maintenance of Secretarial record is the responsibility of the Management of the Company. Our responsibility is to express an opinion on these Secretarial records based on our audit.
- 2.We 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. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
- 3.We have not verified the correctness and appropriateness of financial records and Books of Accounts and cost records of the Company.
- 4.We have obtained the Management representation about the compliance of laws, rules and regulations and happening of events, secretarial records and other factual position which cannot be otherwise verified etc. wherever required or necessary.
- 5.The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of Management. Our examination was limited to the verification of the same 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, M. A. NAKRANI & ASSOCIATES

Place: Ahmedabad
Date: 14/08/2025

Sd/-

M. A. NAKRANI
(Proprietor)
CP. NO. 4720
UDIN: F003220G001014956
Peer Review No. 1295/2021



INDEPENDENT AUDITOR’S REPORT

To the Members of
AERON COMPOSITE LIMITED
Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone Financial Statements of **AERON COMPOSITE LIMITED (Formerly known as Aeron Composite Private Limited) (CIN: L25209GJ2011PLC065419)** ("the Company"), which comprises the Balance Sheet as at **31st March 2025**, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and notes to the Standalone Financial Statement, including 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 Standalone Financial Statements give the information required by the Companies Act, 2013("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act("AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at **31st March 2025**, and its Profit, and its cash flows for the year ended on that date.

Basis For Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor’s Responsibilities for the Audit of Standalone the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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

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

The Company’s Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the board’s report including Annexure to Board’s Report but does not include the Standalone Financial Statements and our auditor’s report thereon.

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

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

Responsibilities of Management and Those Charged with Governance for the Standalone 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 and presentation of these Standalone 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.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Statements, the Board of Directors is responsible for assessing the Company’s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The Board of Directors are also responsible for overseeing the Company’s financial reporting process.

Auditor’s Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone 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 Standalone 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- 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 Standalone 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.

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- Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the 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. 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 Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account of the Company.
 - d) In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards 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, 2025 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to adequacy of internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
 - g) In our opinion and to the best of our information and explanation given to us, the managerial remuneration paid/ provided by company to its directors during the year is in accordance with provisions of section 197 of the Act.

- h) 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:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements. (Refer to Note 32 to financial statements.)
 - ii. The company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which required to be transferred to the investor education and protection fund by the company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (b) The Management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or Otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (c) Based on the audit procedures adopted that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations made by the Management under sub clause (a) and (b) above, contain any material misstatement.
 - v. The company has not declared or paid any dividend during the year. Therefore, compliance of provisions of section 123 of the Act is not applicable.
 - vi. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with in respect of the accounting software where audit trail was enabled. Additionally, the audit trail has been preserved by the company as per the statutory requirements for record retention.

**PLACE: AHMEDABAD
DATE: 23rd MAY, 2025**

**FOR, DINESH R THAKKAR & CO.
CHARTERED ACCOUNTANTS
FRN: 102612W**

**KEYUR M. THAKKAR
(PARTNER)
M.NO.190243
UDIN: 25190243BNGCIK1288**

ANNEXURE - A TO THE INDEPENDENT AUDITOR'S REPORT

F.Y. 2024-25

Referred to in Paragraph 1. Under the heading of “Report on other legal and regulatory requirements” section of our report of even date to the members of Aeron Composite Limited on the Standalone Financial Statements as of and for the year ended 31st March, 2025.

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

- i. In respect of 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.
(B) The company has maintained proper records showing full particulars of intangible assets.
 - b) The Property, Plant and Equipment are physically verified by the management according to a phased programme designed to cover all the items which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the Property, Plant and Equipment has been physically verified by the management during the year and no material discrepancies have been noticed on such verification.
 - c) According to the information and explanations given to us and on the basis of our examination of the records of the Company and based on the examination of the conveyance deed provided to us, the title deeds of immovable properties disclosed in the Standalone Financial Statements are held in the name of the Company.
 - d) Based on our audit procedures and according to the information and explanations given to us, the Company has not revalued its Property, Plant and Equipment or intangible assets during the year. Accordingly, the reporting under Clause 3(i)(d) of the Order is not applicable to the Company.
 - e) Based on our audit procedures and according to the information and explanations given to us, no proceedings have been initiated or are pending against the company for holding any benami property under Prohibition of Benami Transactions Act, 1988 (as amended in 2016) (formerly the Benami Transactions (Prohibition) Act, 1988 (45 of 1988)) and rules made thereunder during the year.

ii. In respect of its Inventories :

- a) According to the information and explanations given to us, the inventory has been physically verified by the management during the year including inventory lying with third parties. In our opinion, the frequency of verification by the management is reasonable and the coverage and procedure for such verification is appropriate. As explained to us and on the basis of records examined by us, the value of the discrepancies noticed on physical verification by management as compared to book records did not exceed 10% or more in aggregate for each class of inventory.
- b) According to the information and explanations given to us, the company has been sanctioned working capital facility in excess of ₹ 5 crores, in aggregate, from bank on the basis of security of current assets. In our opinion, the Company has filed quarterly returns or statements with such bank are in agreement with the books of account of the company other than those as set out below. Such differences arose due to provisional figures reported to the banks prior to the finalisation of the quarterly accounts. Based on our examination, these differences have been reconciled, and the reconciliation does not have any material impact on the Company's reported financial position as at the year ended 31st March, 2025.

(Rs. In Lakhs)

Type of Assets	Quarter Ended	Name of the Bank	Working Capital Limit Sanctioned	Amount Disclosed to bank at quarter ended	Amount as per Books of Account at quarter ended	Difference	Reason for Difference
Inventories	30.06.2024	HDFC Bank Ltd	2620.77	2929.01	2945.49	-16.48	Provisional Figures reported to banks earlier to finalization of quarterly accounts.
		YES Bank Ltd	1800.00	2929.01	2945.49	-16.48	
Trade Receivables (Net of Advances)	30.06.2024	HDFC Bank Ltd	2620.77	4126.47	4106.79	19.68	Provisional Figures reported to banks earlier to finalization of quarterly accounts.
		YES Bank Ltd	1800.00	4126.47	4106.79	19.68	
Trade Payables of Raw Materials and Capital Goods (Net of Advances)	30.06.2024	HDFC Bank Ltd	2620.77	2547.16	2545.75	1.42	Provisional Figures reported to banks earlier to finalization of quarterly accounts.
		YES Bank Ltd	1800.00	2547.16	2545.75	1.42	
Trade Receivables (Net of Advances)	30.09.2024	HDFC Bank Ltd	2620.77	4227.69*	4227.51*	0.18	Provisional Figures reported to banks earlier to finalization of quarterly accounts.

Trade Payables of Raw Materials and Capital Goods (Net of Advances)	30.09.2024	HDFC Bank Ltd	2620.77	4067.18	4066.30	0.89	Provisional Figures reported to banks earlier to finalization of quarterly accounts.
		YES Bank Ltd	1800.00	4067.18	4066.30	0.89	
Trade Receivables (Net of Advances)	31.12.2024	HDFC Bank Ltd	2620.77	4753.16*	4728.35*	24.81	Provisional Figures reported to banks earlier to finalization of quarterly accounts.
		YES Bank Ltd	1800.00	4705.31	4680.50	24.81	
Trade Receivables (Net of Advances)	31.03.2025	HDFC Bank Ltd	2620.77	4326.22*	4326.19*	0.03	Provisional Figures reported to banks earlier to finalization of quarterly accounts.
		YES Bank Ltd	1800.00	4298.70	4298.67	0.03	
Trade Payables of Raw Materials (Net of Advances)	31.03.2025	HDFC Bank Ltd	2620.77	3995.28	3991.53	3.75	Provisional Figures reported to banks earlier to finalization of quarterly accounts.
		YES Bank Ltd	1800.00	3995.28	3991.53	3.75	

* Trade Receivables submitted to HDFC Bank Ltd. excludes advance received from trade receivable more than 90 Days as per requirement of Bank.

iii. In respect of Loans/Guarantee/Security/Investment given/made by the Company :

The Company has not made any investment or granted any loans or advances in the nature of loans or provided any guarantee or security, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year. Accordingly, reporting under the clauses (a) to (f) of paragraph 3(iii) of the companies (Auditor’s Report) Order, 2020 is not applicable to the company.

Further, in accordance with General Circular No. 04/2015 dated 10.03.2015- loans and advances to employees other than the managing or whole time directors (which is governed by section 185) are not governed by the requirements of section 186 of the Companies Act, 2013, therefore no further information is required to be furnished under this clause.

- iv.

In respect of Loans/Investments/Guarantees/Security by the Company :

On the basis of our examination of the records, the company during the year has not granted any loans nor provided any guarantees or security in connection with a loan to any person or any other body corporate and also has not made any investments. Therefore, the requirement to report under clause (iv) of para 3 of the order are not applicable to the company.
- v.

In respect of Deposits :

The Company has not accepted any public deposits and also no amounts which are deemed to be deposits and hence the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under are not applicable to the company.
- vi.

In respect of Cost Records :

We have broadly reviewed the cost records maintained by the company pursuant to the Companies (cost records and Audit) Rules, 2014 prescribed by the central government under Section 148(1) of the Companies Act, 2013 and are of opinion that, prima facie, the prescribed accounts and cost records have been maintained. We have, however not made detailed examination of the cost records, with a view to determine whether they are accurate or complete.
- vii.

In respect of statutory dues:

a)

The company is generally regular in depositing with Appropriate Authorities undisputed statutory dues including Income Tax, Goods and Service Tax, Custom Duty and other material statutory dues applicable to it. According to the information and explanation given to us, there were no undisputed amount payable in respect of such due which were outstanding as at 31st March, 2025 for a period more than six months from the date they became payable.

b)

There are no any disputed dues which have not been deposited of Income tax, Goods and Service Tax, Custom duty, Cess as at 31st March 2025 except mentioned below.

(Rs. In Lakhs)

Name of Statue	Nature of the Dues	Amount (Rs.)			Period to which the amount relates	Forum where dispute is pending
		Amount Involved	Amount Paid under Protest	Amount Unpaid		
Goods and Service Tax Act,2017	Goods and Service Tax	6.18	6.18	-	FY 2024-25	Preferred first appeal to Appellate Authority

- Viii. In respect of Unrecorded Income :-**
 The company has not surrendered or disclosed any transaction, previously unrecorded in books of account, as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), the refore no further information is required to be furnished under this clause.
- ix. In respect of Repayment of Loans :-**
 (a) Based on our audit procedures, we are of the opinion that the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon due to any lender.
 (b) Based on our audit procedures, the Company has not been declared willful defaulter by any bank or financial institution or other lender.
 (c) Based on our audit procedures, we report that the term loan availed by the company during the year were applied for the purpose for which the loans were obtained.
 (d) Based on our audit procedures, funds raised on short term basis have, prima facie, not been utilized for long term purposes by the company.
 (e) Based on our audit procedures, the company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(e) of the order is not applicable to the company.
 (f) Based on our audit procedures, the company does not have any subsidiary, associate or joint venture. Accordingly, the requirement to report on clause 3(ix)(f) of the order is not applicable to the company.
- x. In respect of Utilization of IPO and Private Placement and Preferential Issues :-**
 a)According to the information and explanations given to us, the company has come out with public issue amounting ₹ 5610.00 Lakhs wherein it has issued 44,88,000 equity shares of ₹ 10/- each at issue price of ₹ 125 each on dated 4th September, 2024. The amount incurred has been utilized for the purpose it was raised. However, out of total proceeds from the IPO, the balance amount of ₹ 4021.01 Lakhs (excluding interest amount ₹ 182.09 Lakhs) remain unutilised as at 31st March, 2025 and has been placed in Fixed Deposit as well as monitoring account with Banks.

(Rs. In Lakhs)

Nature of the fund raised	Purpose for which funds were raised	Total Amount Raised	Amount utilized for the other purpose	Unutilized balance as at balance sheet date	Details of default	Subsequently rectified
Initial Public Offer	Funding the Capital Expenditure requirements towards setting up of an additional manufacturing unit	3,903.60	Nil	3081.69	Not Applicable	Not Applicable
Initial Public Offer	Issue related Expenses	313.55	Nil	Nil	Not Applicable	Not Applicable
Initial Public Offer	General corporate purpose	1392.85	Nil	219.32	Not Applicable	Not Applicable
Total		5610.00	-	4021.01	-	Not Applicable

- b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and therefore no further information is required to be furnished under this clause.
- xi. In respect of Reporting of Fraud :**
 a) Based upon the audit procedures performed, we report that no fraud by the company or any fraud on the company has been noticed or reportedduring year.
 b) During the year, no report under sub section (12) of section 143 of the Companies Act has been filed by us in Form ADT 4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
 c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.

xii. In respect of Nidhi Company:

The Company is not a Nidhi Company as per the provision of companies Act, 2013. Therefore, the provision of clause 3 (xii) (a), (b) & (c) of the company's (Auditor's Report) order, 2020 is not applicable.

xiii. In respect of Related Party Transaction:

In our opinion, the all transaction entered by the company with related parties are in compliance with the provision of section 177 and 188 of the Companies Act, 2013 and details thereof have been properly disclosed in the notes to the Standalone Financial Statements, as required by the applicable accounting standards.

xiv. In respect of Internal Audit:

In our opinion and based on our examination, according to the size and nature of the business, the company has established the internal audit system as per the provision of section 138 of Companies Act, 2013. Further, we have considered the internal audit report issued to the company by the internal auditor for the year ended 31st March, 2025.

xv. In respect of Non- cash Transaction:

The company has not entered into any non-cash transactions with the directors or persons connected with him during the year. Therefore, the provision of clause 3 (xv) of the company's (Auditor's Report) order, 2020 is not applicable.

xvi. In respect of Register Under RBI Act, 1934:

The registration under section 45 IA of Reserve Bank of India Act, 1934 is not required as the company is not engaged in the business of a non-banking financial institution (as defined in section 45-I(a) of the Reserve Bank of India Act, 1934) as its principal business and hence clause 3 (xvi) (a) to (d) of Company's (Auditor's Report) Order, 2020 is not applicable.

xvii. In respect of Cash Losses :

The Company has not incurred cash losses in the current year and in the immediately preceding financial year.

xviii. In respect of Auditor's Resignation:

The previous statutory auditor vacated office during the year pursuant to the mandatory rotation requirements under Section 139(2) of the Companies Act, 2013. This is not regarded as a resignation and, accordingly, the reporting under this clause is not applicable.

xix. In respect of Financial Position :

On the basis of the financial ratios disclosed in notes to the Standalone Financial Statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Standalone Financial Statements, 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 the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the 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. In respect of Corporate Social Responsibility :

(a) Based upon the audit procedures performed, Company has fully spent the amount as required towards of Corporate Social Responsibility during the year as required under sub-section (5) of Section 135 of the Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable to the Company.

(b) According to Information and explanation provided to us, the company does not have any ongoing project with respect to CSR. Hence, reporting under clause 3(xx)(b) of the Order is not applicable to the Company.

**PLACE: AHMEDABAD
DATE: 23rd MAY, 2025**

**FOR, DINESH R THAKKAR & CO.
CHARTERED ACCOUNTANTS
FRN: 102612W**

**KEYUR M. THAKKAR
(PARTNER)
M.NO.190243
UDIN: 25190243BNGCIK1288**



ANNEXURE - B TO THE INDEPENDENT AUDITOR'S REPORT

F.Y. 2024-25

Referred to in (f) of Paragraph 2 under the heading of “Report on other legal and regulatory requirements” section of our report of even date to the members of Aeron Composite Limited on the Standalone Financial Statements as of and for the year ended 31st March, 2025

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

We have audited the internal financial controls with reference to Standalone Financial Statements of **AERON COMPOSITE LIMITED (Formerly known as Aeron Composite Private Limited)** (“the Company”) as at 31st March, 2025 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibilities for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibilities

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Standalone Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to Standalone Financial Statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to Standalone Financial Statements.

Meaning of Internal Financial Controls with reference to standalone financial statements

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

Inherent Limitations Of Internal Financial Controls With Reference To Standalone Financial Statements

Because of the inherent limitations of internal financial controls with reference to standalone financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to standalone financial statements to future periods are subject to the risk that the internal financial control with reference to standalone 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to Standalone Financial Statements and such internal financial controls with reference to Standalone Financial Statements were operating effectively as at March 31, 2025, based on, the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

PLACE: AHMEDABAD
DATE: 23rd MAY, 2025

FOR, DINESH R THAKKAR & CO.
CHARTERED ACCOUNTANTS
FRN: 102612W

KEYUR M. THAKKAR
(PARTNER)
M.NO.190243
UDIN: 25190243BNGCIK1288

AERON COMPOSITE LIMITED

(Formerly Known as Aeron Composite Private Limited)
(CIN: L25209GJ2011PLC065419)

Balance Sheet as at 31 March 2025

(₹ in lakhs)

Particulars	Note	As at 31 March 2025	As at 31 March 2024
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share Capital	4	1,702.00	156.65
(b) Reserves and Surplus	5	8,396.45	3,393.25
Total		10,098.45	3,549.90
(2) Non-current liabilities			
(a) Long-term Borrowings	6	2,091.35	403.53
(b) Long-term Provisions	7	-	269.88
Total		2,091.35	673.41
(3) Current liabilities			
(a) Short-term Borrowings	8	2,457.59	779.20
(b) Trade Payables	9		
- Due to Micro and Small Enterprises		759.60	1,452.52
- Due to Others		4,381.57	2,680.95
(c) Other Current Liabilities	10	505.60	878.18
(d) Short-term Provisions	11	339.10	113.78
Total		8,443.46	5,904.63
Total Equity and Liabilities		2 0,633.26	1 0,127.94
II. ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment and Intangible Assets			
(i) Property, Plant and Equipment	12	1,953.71	1,767.51
(ii) Capital Work-in-progress	12	3,471.85	361.15
(iii) Intangible Assets under Development	12	54.29	47.07
(b) Deferred Tax Assets (net)	13	35.64	2.35
(c) Long term Loans and Advances	14	43.08	41.42
(d) Other Non-current Assets	15	78.60	137.05
Total		5,637.17	2,356.55
(2) Current assets			
(a) Inventories	16	5,369.60	2,509.04
(b) Trade Receivables	17	4,515.23	4,145.32
(c) Cash and cash equivalents	18	4,567.59	508.53
(d) Short-term Loans and Advances	19	24.33	18.07
(e) Other Current Assets	20	519.34	590.43
Total		14,996.09	7,771.39
Total Assets		2 0,633.26	1 0,127.94

See accompanying notes to the financial statements

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As per our report of even date
For **DINESH R THAKKAR & CO.**
Chartered Accountants
Firm's Registration No. 190243

KEYUR M. THAKKAR
PARTNER
Membership No. 190243

Place: AHMEDABAD
Date: 23 May 2025

SANJAYKUMAR J. OZA
Chief Financial Officer

CHIRAG CHANDULAL PATEL
Managing Director
DIN: 03380703

VIJAY M. DAKSHINI
Company Secretary
M. No.: A34688

For and on behalf of the Board of
AERON COMPOSITE LIMITED
(Formerly Known as Aeron Composite Private Limited)
(CIN: L25209GJ2011PLC065419)

RAVI PANKAJKUMAR PATEL
Whole-Time Director
DIN: 03427590

Place: AHMEDABAD
Date: 23 May 2025

Annual Report 2024-25

AERON COMPOSITE LIMITED
(Formerly Known as Aeron Composite Private Limited)
(CIN: L25209GJ2011PLC065419)
Statement of Profit and loss for the year ended 31 March 2025

(₹ in lakhs)

Particulars	Note	As at 31 March 2025	As at 31 March 2024
Revenue from Operations	21	21,530.71	19,972.98
Other Income	22	545.43	195.44
Total Income		22,076.14	20,168.42
Expenses			
Cost of Material Consumed	23	14,808.72	12,943.10
Change in Inventories of work in progress and finished goods	24	(2,448.91)	(884.10)
Employee Benefit Expenses	25	1,798.79	1,860.20
Finance Costs	26	236.75	129.84
Depreciation and Amortization Expenses	27	320.38	222.31
Other Expenses	28	5,542.01	4,446.63
Total expenses		20,257.74	18,717.98
Profit before Exceptional and Extraordinary Item and Tax		1,818.40	1,450.44
Exceptional Item		-	-
Profit before Extraordinary Item and Tax		1,818.40	1,450.44
Extraordinary Item		-	-
Profit before Tax		1,818.40	1,450.44
Tax Expenses	29		
- Current Tax		517.37	435.00
- Deferred Tax		(33.30)	4.64
Profit after Tax		1,334.33	1,010.80
Earnings Per Share (Face Value per Share Rs.10 each)			
-Basic (In ₹)	30	8.84	64.53
-Diluted (In ₹)	30	8.84	64.53

See accompanying notes to the financial statements 1-52

As per our report of even date
For **DINESH R THAKKAR & CO.**
Chartered Accountants
Firm's Registration No. 102612W

For and on behalf of the Board of
AERON COMPOSITE LIMITED
(Formerly Known as Aeron Composite Private Limited)
(CIN: L25209GJ2011PLC065419)

KEYUR M. THAKKAR
PARTNER
Membership No. 190243
Place: AHMEDABAD
Date: 23 May 2025

SANJAYKUMAR J. OZA
Chief Financial Officer

CHIRAG CHANDULAL PATEL
Managing Director
DIN: 03380703

VIJAY M. DAKSHINI
Company Secretary
M. No.: A34688

RAVI PANKAJKUMAR PATEL
Whole-Time Director
DIN: 03427590
Place: AHMEDABAD
Date: 23 May 2025

Annual Report 2024-25

AERON COMPOSITE LIMITED
(Formerly Known as Aeron Composite Private Limited)
(CIN: L25209GJ2011PLC065419)
Cash Flow Statement for the year ended 31 March 2025

(₹ in lakhs)

Particulars	Note	As at 31 March 2025	As at 31 March 2024
CASH FLOW FROM OPERATING ACTIVITIES			
Net Profit before tax		1,818.40	1,450.43
Profit/(loss) from Discontinuing Operation (after tax)		-	-
Depreciation and Amortisation Expense		320.38	222.31
Effect of Exchange Rate Change		(23.65)	-
(Gain) on Sale / Discard of Assets (Net)		(3.04)	(0.26)
Bad debt, provision for doubtful debts		24.52	-
Non Cash Expenses		60.19	202.43
Interest Income		(211.77)	(13.18)
Finance Costs		236.75	129.84
Operating Profit before working capital changes		2,221.78	1,991.58
Adjustment for:			
Inventories		(2,860.55)	(596.75)
Trade Receivables		(370.78)	(1,037.67)
Loans and Advances		(7.74)	-
Other Current Assets		126.21	122.58
Trade Payables		1,011.58	-
Other Current Liabilities		(382.48)	2,223.77
Short-term Provisions		154.68	-
Long-term Provisions		(269.88)	-
Cash (Used in)/Generated from Operations		(377.18)	2,703.51
Tax paid(Net)		506.74	598.24
Net Cash (Used in)/Generated from Operating Activities		(883.92)	2,105.27
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of Property, Plant and Equipment		(3,625.03)	(1,449.31)
Sale of Property, Plant and Equipment		9.65	11.12
Interest received		208.66	13.18
Net Cash (Used in)/Generated from Investing Activities		(3,406.72)	(1,425.01)
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from Issue of Share Capital		5,610.00	-
Issue Expense on account of IPO of shares		(395.78)	-
Proceeds from Long Term Borrowings		1,861.70	577.81
Repayment of Long Term Borrowings		(173.88)	(496.88)
Proceeds from Short Term Borrowings		1,678.38	(297.81)
Dividends Paid (including Dividend Distribution Tax)		-	(15.67)
Interest Paid		(227.17)	(129.84)
Net Cash (Used in)/Generated from Financing Activities		8,353.25	(362.39)
Net Increase/(Decrease) in Cash and Cash Equivalents		4,062.61	317.87
Opening Balance of Cash and Cash Equivalents		508.53	190.66
Exchange difference of Foreign Currency Cash and Cash equivalents		(3.55)	-
Closing Balance of Cash and Cash Equivalents	18	4,567.59	508.53
Cash on hand		36.05	34.10
Balances with banks in current accounts		285.22	474.43
Bank Deposit		4,246.32	-
Cash and cash equivalents as per Cash Flow Statement		4,567.59	508.53

Note: The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard 3 (AS-3), "Cash Flow Statements".

See accompanying notes to the financial statements

As per our report of even date
For **DINESH R THAKKAR & CO.**
Chartered Accountants
Firm's Registration No. 102612W

KEYUR M. THAKKAR
PARTNER
Membership No. 190243
Place: AHMEDABAD
Date: 23 May 2025

SANJAYKUMAR J. OZA
Chief Financial Officer

CHIRAG CHANDULAL PATEL
Managing Director
DIN: 03380703

VIJAY M. DAKSHINI
Company Secretary
M. No.: A34688

For and on behalf of the Board of
AERON COMPOSITE LIMITED
(Formerly Known as Aeron Composite Private Limited)
(CIN: L25209GJ2011PLC065419)

RAVI PANKAJKUMAR PATEL
Whole-Time Director
DIN: 03427590
Place: AHMEDABAD
Date: 23 May 2025

AERON COMPOSITE LIMITED

(Formerly Known as Aeron Composite Private Limited)
(CIN: L25209GJ2011PLC065419)

Notes forming part of the Financial Statements

1. COMPANY INFORMATION

Aeron Composite Private Limited ('the company'), incorporated under the Companies Act, 1956 vide CIN -U25209GJ2011PTC065419 having its registered office at Plot No 30/31, Saket Industrial Estate, Sarkhej Bavla Highway, Moraiya, Changodar, Ahmedabad-382213 Gujarat and engaged in the business of manufacturing and supplying of Fiber Glass Reinforce Polymer Products i.e. FRP products including FRP Pultruded Products, FRP Moulded Gratings & FRP Rods tailored for various industrial applications. We provide comprehensive solution which includes conceptual design, prototype development, testing, manufacturing, logistic support, installation and after sales service. FRP product is a composite material consisting of a polymer matrix (resins) reinforced with fibers such as fiberglass, carbon or aramid. This combination offers numerous benefits, including corrosion resistance, chemical resistance, high strength, lightweight properties, electrical and thermal non-conductivity, and ease of fabrication.

Subsequently, pursuant to Special Resolution passed by the Shareholders at the Extra Ordinary General Meeting, held on May 6th, 2024, the Company was converted into a Public Limited Company and consequently the name of Company was changed from Aeron Composite Private Limited to 'Aeron Composite Limited' vide a fresh certificate of incorporation consequent upon conversion from private company to public company dated June 19th, 2024 issued by the Registrar of Companies, Central Processing Centre (CPC), bearing CIN U25209GJ2011PLC065419.

The equity shares of the Company bearing CIN L25209GJ2011PLC065419 were listed on Emerge Platform of National Stock Exchange of India Limited (NSE SME Emerge) w.e.f September 4th, 2024 as the company has come out with initial public issue amounting Rs 5610.00 Lakhs wherein it has issued 44,88,000 equity shares of Rs.10/- each at issue price of Rs.125 each.

2. SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Preparation

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, as applicable. The financial statements have been prepared under the historical cost convention on accrual basis. The accounting policies have been framed, keeping in view the fundamental accounting assumptions of Going Concern, Consistency and Accrual, as also basic considerations of Prudence, Substance over form, and Materiality. These have been applied consistently, except where a newly issued accounting standard is initially adopted or a revision in the existing accounting standards require a revision in the accounting policy so far in use. The need for such a revision is evaluated on an ongoing basis.

b. Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year.

The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

c. Accounting Convention

The company follows the mercantile system of accounting, recognizing income and expenditure on accrual basis. The Financial Statements have been prepared on a going concern basis, in as much as the management neither intends to liquidate the company nor to cease operations. Accordingly, assets, liabilities, income and expenses are recorded on a Going Concern basis. Accounting policies not referred to specifically otherwise, are consistent with the generally accepted accounting principles. The accounting Policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

d. Property, Plant and Equipment

Property, Plant & Equipment are stated at as per Cost Model i.e., at cost less accumulated depreciation and impairment, if any. Costs directly attributable to acquisition are capitalised until the property, plant and equipment are ready for use, as intended by the management. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Input tax credit of GST, Grants on capital goods are accounted for by reducing the cost of Capital Goods. Subsequent expenditures relating to property, plant and equipment are capitalised only when it is probable that future economic benefits associated with them will flow to the Company and the cost of the expenditure can be measured reliably. Repairs and Maintenance costs are recognized in the Statement of Profit and Loss when they are incurred. When assets are disposed or retired, their cost is removed from the financial statements. The gain or loss arising on the disposal or retirement of an asset is determined as the difference between sales proceeds and the carrying amount of the asset and is recognized in Statement of Profit and Loss for the relevant financial year.

e. Depreciation and amortization

Depreciation has been provided on the Fixed Asset on the Written Down Value (WDV) method and in accordance with the useful life of the Asset as prescribed under Schedule II of the Companies Act, 2013. Depreciation on additions during the year is provided on prorata time basis. Depreciation method, useful life & residual value are reviewed periodically.

f. Impairment of assets

At each balance sheet date, the management reviews the carrying amounts of its assets included in each cash generating unit to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the asset.

-Reversal of impairment loss is recognised as income in the statement of profit and loss. An impairment loss is charged off to profit and loss account as and when asset is identified for impairment.

g. Inventories

Raw Materials & Consumables have been valued at lower of cost and net realizable value. Cost is determined on a first-in-firstout basis. Work-in-progress is carried at the lower of cost and net realisable value. Stores and spare parts are carried at lower of cost and net realisable value. Finished goods produced or purchased by the Company are carried at lower of cost and net realisable value. Cost includes direct material and labour cost and a proportion of manufacturing overheads.

Cost of Finished Goods and Work in Progress includes all Costs of Purchases, Conversion Cost and other cost Incurred in bringing the inventories to their present location and Condition. The Management estimates the work in progress according to stage of completion. The Net realizable value is estimated selling price in the ordinary course of business less the estimated costs of Completion and estimated cost necessary to make the finished goods/product ready for sale.

h. Cash and cash equivalents

The Company considers all highly liquid Investments, which are readily convertible into known amount of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents.

i. Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

j. Capital work-in-progress:

Projects under which assets are not ready for their intended use and other capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

k. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

- Sale of goods:

Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers.

- Income from services:

Revenue from services is recognized when services have been rendered and there should be no uncertainty regarding consideration and its ultimate collection.

- Other income:

Interest income is recognised on Accrual basis taking into account the amount outstanding and the rate applicable. All other income is recognised on accrual basis.

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

I. Employee Benefits

Post-employment benefit plans

Defined contribution plans : The Company's contribution to provident fund is considered as defined contribution plans and is charged as an expense as they fall due based on the amount of contribution required to be made. Defined benefit schemes (i.e Gratuity), the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuations being carried out at each balance sheet date. Actuarial gains and losses are recognised in full in the statement of profit and loss for the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested, or amortised on a straight-line basis over the average period until the benefits become vested.

Short Term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages, and short term compensated absences, etc. are recognized in the period in which the employee renders the related services.

m. Borrowing Cost

Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets till such time the asset is ready for its intended use. A qualifying asset is one that necessarily takes substantial period of time to get eady for intended use.All other borrowing costs are charged to profit and loss account.

Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset is added to the cost of the assets. Capitalisation of borrowing costs is suspended and charged to the Statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted.

n.Research and Development Expenses

Revenue expenditure pertaining to research is charged to the Statement of Profit and Loss. Development costs of products are also charged to the Statement of Profit and Loss unless a product's technological feasibility has been established, in which case such expenditure is capitalised. The amount capitalised comprises expenditure that can be directly attributed or allocated on a reasonable and consistent basis to creating, producing and making the asset ready for its intended use. Fixed assets utilised for research and development are capitalised and depreciated in accordance with the policies stated for Tangible Fixed Assets and Intangible Assets.

o.Foreign currency transactions

Initial Recognition : Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Conversion : Monetary foreign currency assets and liabilities remaining unsettled at the balance sheet date are translated at the rates of exchange prevailing on that date. Gains/losses arising on account of realisation/settlement of foreign exchange transactions and on translation of foreign currency assets and liabilities are recognised in the Profit and Loss Account.

Forward Exchange Contracts not intended for trading or speculation purposes : The premium or discount arising at the inception of forward exchange contracts is amortised as expense or income over the life of the contract. Exchange differences on such contracts are recognised in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognised as income or as expense for the year.

p.Taxation

The accounting treatment for the Income Tax in respect of the Company's income is based on the Accounting Standard on 'Accounting for Taxes on Income' (AS-22). The provision made for Income Tax in Accounts comprises both, the current tax and deferred tax.

Provision for Current Tax is made on the assessable Income Tax rate applicable to the relevant assessment year after considering various deductions available under the Income Tax Act, 1961.

Deferred tax expense or benefit is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and is likely to reverse in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance tax paid and income tax provision arising in the same tax jurisdiction for relevant tax paying units and where the Company is able to and intends to settle the asset and liability on a net basis.

The Company offsets deferred tax assets and deferred tax liabilities if it has a legally enforceable right and these relate to taxes on income levied by the same governing taxation laws.

q. Segment accounting

As per Accounting Standard 17 on "Segment Reporting" (AS 17), the company has only one Primary reportable segment viz Fiber Glass Reinforced Polymer Plastic products (i.e. manufacturing & Supplying of FRP Products). However, the Company is having revenue from its customers which are located outside India of more than 10% of its total revenue. Accordingly, as per AS-17 Segment Reporting, the company has identified geographic segment as its secondary reportable segment.

r. Government Grants

Government Grants are recognized when there is reasonable assurance that the company will comply with the conditions attached to them and the grants will be received.

Government grants whose primary conditions that company should purchase, construct or otherwise acquired capital assets are presented by deducting them from carrying value of assets. The grant is recognised as income over the life of a depreciable asset by way of a reduced depreciation charge.

When the grant or subsidy relates to an expense item, it is recognized as income over the periods necessary to match them on a systematic basis to the costs, which it is intended to compensate.

s. Earnings Per Shares

Basic earning per share is computed by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Diluted earning per share is computed by taking into account the weighted average number of equity shares outstanding during the period and the weighted average number of equity shares which would be issued on conversion of all dilutive potential equity shares into equity shares.

In case of bonus issue the weighted average number of equity shares outstanding during the period and for all periods presented should be adjusted for events, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources.

t. Provisions, Contingent liabilities and Contingent assets

A provision is recognized if, as a result of a past event, the Company has a present legal obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the likely future outflow of economic benefits required to settle the obligation at the reporting date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are neither recognized nor disclosed in the financial statements. However, Contingent assets are assessed continually and when it becomes reasonably certain that inflow of economic benefit will arise.

u. Contingencies and Events Occurring After the Balance Sheet Date

Events that occur between balance sheet date and date on which these are approved, might suggest the requirement for an adjustment(s) to the assets and the liabilities as at balance sheet date or might need disclosure. Adjustments are required to assets and liabilities for events which occur after balance sheet date which offer added information substantially affecting the determination of the amounts which relates to the conditions that existed at balance sheet date.

3 Additional Notes

a) In the opinion of the Board and to the best of its knowledge and belief, the value on realization of current assets and loans and advances are approximately of the same value as stated. The management has confirmed that adequate provisions have been made for all the known and determined liabilities and the same is not in excess of the amounts reasonably required to be provided for. All other contractual liabilities connected with business operations of the Company have been appropriately provided for.

b) The company does not expect any statutory liabilities other than those provided in the books of account.

c) During the year Pursuant to Initial Public offering (IPO), 44,88,000 equity shares of Rs 10 were allotted at premium of 115. Out of total IPO proceeds amounting Rs. 5610.00 Lakhs, amount of Rs 4021.01 Lakhs (excluding interest amount Rs.182.09 Lakhs) remain unutilised as at March 31st ,2025 and has been placed in Fixed Deposit as well as monitoring account with Banks.

As per our report of even date
For **DINESH R THAKKAR & CO.**
Chartered Accountants
Firm's Registration No. 102612W

KEYUR M. THAKKAR
PARTNER
Membership No. 190243

SANJAYKUMAR J. OZA
Chief Financial Officer

CHIRAG CHANDULAL PATEL
Managing Director
DIN: 03380703

VIJAY M. DAKSHINI
Company Secretary
M. No.: A34688

RAVI PANKAJKUMAR PATEL
Whole-Time Director
DIN: 03427590

Place: AHMEDABAD
Date: 23 May 2025

Place: AHMEDABAD
Date: 23 May 2025

For and on behalf of the Board of
AERON COMPOSITE LIMITED
(Formerly Known as Aeron Composite Private Limited)
(CIN: L25209GJ2011PLC065419)

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AERON COMPOSITE LIMITED

(Formerly Known as Aeron Composite Private Limited)
(CIN: L25209GJ2011PLC065419)

Notes forming part of the Financial Statements

4 Share Capital

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Authorised Share Capital		
Equity Shares, of Rs. 10 each, 19250000 (Previous Year -3000000) Equity Shares	1,925.00	300.00
Cummulative Preference Shares, of Rs. 10 each, 750000 (Previous Year -750000) Preference Shares	75.00	75.00
Issued, Subscribed and Fully Paid up Share Capital		
Equity Shares, of Rs. 10 each, 17020000 (Previous Year -1566500) Equity Shares paid up	1702.00	156.65
Total	1702.00	156.65

Pursuant to Shareholders’ resolution dated 22nd April, 2024, the Increase in the authorized share capital of the Company from ₹ 375.00 Lakhs divided into 30,00,000 Equity Shares and 7,50,000 preference shares of ₹ 10/- each to ₹ 2000 Lakhs divided into 1,92,50,000 Equity Shares and 7,50,000 Preference shares of ₹ 10/- each ranking pari-passu with the existing share capital.

(i) Reconciliation of number of shares

Particulars Equity Shares	As at 31 March 2025		As at 31 March 2024	
	No. of shares	(₹ in lakhs)	No. of shares	(₹ in lakhs)
Opening Balance	15,66,500	156.65	15,66,500	1 56.65
Issued during the year by way of Bonus	1,09,65,500	1,096.55	-	-
Issued during the year by way of IPO	44,88,000	448.80	-	-
Closing balance	1,70,20,000	1,702.00	15,66,500	156.65

Cummulative Preference Shares

Particulars	No. of shares	(₹ in lakhs)	No. of shares	(₹ in lakhs)
Opening Balance	-	-	-	-
Issued during the year	-	-	-	-
Deletion	-	-	-	-
Closing balance	-	-	-	-

(ii) Rights, preferences and restrictions attached to shares

Equity Shares: The Company has one class of equity shares. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in 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.

(iii) Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company

Equity Shares Name of Shareholder	As at 31 March 2025		As at 31 March 2024	
	No. of shares	In %	No. of shares	In %
Pankaj Shantilal Dadhaniya	13,95,336	8.20%	1,74,417	11.13%
Pankajkumar Ratilal Patel	7,65,000	4.49%	9 5,625	6.10%
Alpesh Shantilal Dadhaniya	13,95,328	8.20%	1,74,416	11.13%
Bipinkumar Ratilal Patel	6,65,672	3.91%	8 3,209	5.31%
A. International Private Limited	34,32,000	20.16%	4,29,000	27.39%

(iv) Shares held by Promoters at the end of the year As at 31 March 2025

Name of Promoter	Class of Shares	No. of shares	% of total shares	% Change during the year
Pankaj Shantilal Dadhaniya	Equity	13,95,336	8.20%	-2.93%
A. International Private Limited	Equity	34,32,000	20.16%	-7.23%
Dilipkumar Ratilal Patel	Equity	4,80,000	2.82%	-1.01%
Ravi Pankajkumar Patel	Equity	5,32,000	3.13%	-1.12%
Chirag Chandulal Patel	Equity	4,55,000	2.67%	-0.96%

Shares held by Promoters at the end of the year As at 31 March 2024

Name of Promoter	Class of Shares	No. of shares	% of total shares	% Change during the year
Pankaj Shantilal Dadhaniya	Equity	1,74,417	11.13%	0.00%
A. International Private Limited	Equity	4,29,000	27.39%	27.39%
Dilipkumar Ratilal Patel	Equity	60,000	3.83%	0.00%
Ravi Pankajkumar Patel	Equity	66,500	4.25%	0.00%
Chirag Chandulal Patel	Equity	56,875	3.63%	0.00%

5 Reserves and Surplus

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Capital Redemption Reserve		
Opening Balance	50.00	50.00
Closing Balance	50.00	50.00
Securities Premium		
Opening Balance	306.48	306.48
Add: Issue of Shares by way of IPO	5,161.20	-
Less: Utilisation towards Issue expenses incurred on IPO of shares	395.78	-
Closing Balance	5,071.89	3 06.48
Statement of Profit and loss		
Balance at the beginning of the year	3,036.78	2,025.98
Add: Profit/(loss) during the year	1,334.33	1,010.80
Less: Appropriation		
-Bonus shares Issued	1,096.55	-
Balance at the end of the year	3,274.56	3,036.78
Total	8,396.45	3,393.25

6 Long term borrowings

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Secured Term loans from banks		
-a) HDFC Term Loan	1,070.80	261.19
-b) YES BANK Term Loan	28.98	53.81
-c) YES BANK Term Loan	243.82	-
-d) YES BANK Term Loan	502.11	-
-e) YES BANK Term Loan	116.66	-
-f) YES BANK Term Loan	1.87	-
-g) YES BANK Term Loan	14.17	-
-h) YES BANK Term Loan	42.78	-
-k) HDFC Term Loan (Covid Limit)	48.62	70.00
-l) HDFC Vehicle Loan (I)	2.38	4.38
-l) HDFC Vehicle Loan (ii)	0.46	5.73
-l) HDFC Vehicle Loan (iii)	-	1.68
-m) HDFC FORKLIFT Loan	3.39	6.74
-n) HDFC Crane Loan	15.31	-
Total	2,091.35	403.53

Particulars of Long term Borrowings

Name of Lender/Type of Loan	Nature of Security	Rate of Interest	Monthly Installments	No of Remaining Installment
a) HDFC Term Loan	Paripassu on Stock, Book Debts, Plant and Machinery and other Current Asstets	Linked with 3M T-Bills	18,47,988	84
b) YES BANK Term Loan	Paripassu Charge on Current Assets	EBLR + 2.75%	2,06,977	27
c) YES BANK Term Loan	Paripassu Charge on Current Assets	EBLR + 3%	3,58,561	72
d) YES BANK Term Loan	Paripassu Charge on Current Assets	EBLR + 3%	7,38,402	72
e) YES BANK Term Loan	Paripassu Charge on Current Assets	EBLR + 3%	1,71,554	72
f) YES BANK Term Loan	Paripassu Charge on Current Assets	EBLR + 3%	2,750	72
g) YES BANK Term Loan	Paripassu Charge on Current Assets	EBLR + 3%	20,833	72
h) YES BANK Term Loan	Paripassu Charge on Current Assets	EBLR + 3%	62,914	72
k) HDFC Term Loan (Covid Limit)	Paripassu on Stock, Book Debts, Plant and Machinery and other Current Asstets	Linked with HBEBLR	2,23,413	36
l) HDFC Vehicle Loan (i)	Vehicle	9.10%	19,315	25
l) HDFC Vehicle Loan (ii)	Vehicle	9.00%	46,425	13
l) HDFC Vehicle Loan (iii)	Vehicle	8.20%	19,307	9
m) HDFC FORKLIFT Loan	Hypothecation of Equipment	10.25%	32,385	23
n) HDFC Crane Loan	Crane	9.17%	69,950	36

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HDFC Bank Limited : Security (for reference of (a) ,(k) to (n),(p),(q))
 Primary :-First charge paripassu on stock, book debts, P & M and other current assets of the company. Collateral :- First charge paripassu on properties as mentioned below.

Collateral coverage of 40% to be maintained in multiple banking arrangement with Yes Bank Limited, (i) -Block No. 54/1, Bileshwarpura, Mehsana Highway, Kalol, Gujarat, India (Owner: M/s. A International Private Limited), (ii) -Plot No. 367, Bavla Nalsarovar Road, Phase 3, Kenzville Village- Metaal, Tal: Bavla, Dist: Ahmedabad (Owner: Ripa Pankaj Dadhaniya), (iii) -Survey No. 170 to 174, Akhaj Road, Ambaliyasan- Mehsana Highway, Opp. Jornang Gate Road, Chhatral, Mehsana (Owner: M/s. Aeron Composite Limited), (iv) -Revenue Survey No.327/4/1, opp. Shagun 108 Flat, S P Ring Road, Zundal Circle, Gandhinagar (Owner: Chandulal R Patel), (v) - Fixed Deposit of Rs 50,00,000/-.

Personal Guarantee of -Pankaj Shantilal Dadhaniya, Chandulal R Patel, Dilipbhai Ratilal Patel, Ravi Pankajkumar Patel, Pankajbhai Ratilal Patel, Chirag Chandulal Patel, M/S A International Pvt Ltd, Ripa Pankaj Dadhaniya.

Yes Bank Limited : Security (for Referece of (b) to (h),(o))
 Primary :- Paripassu charge on current assets with HDFC Bank by way of hypothecation on all current assets, MFA of the company both present and future.

Collateral :- HDFC will share pari passu on below mentioned properties, (i) -Industrial Block No 54/1, Near Chamak Polymer, Bileshwarpura, Mehsana Highway, Taluka Kalol, Gandhinagar owned by A International Pvt Ltd, (ii) -Vacant Plot Revenue Survey No 327/4/1, F P NO 157, TPS NO 240, Opp. Shagun, 108, Shagun Flat, S P Ring Road, Zundal Circle, Ahmedabad, (iii)- Land at 170, Opp Jornang Gate Road, Akhaj Road, Jornang, Mehsana near Chhatral.

Personal Guarantee of -Hemang Bipinbhai Patel, Ravi Pankajkumar Patel, Ripa Pankaj Dadhaniya, Dilipkumar Ratilal Patel, Pankajkumar Ratilal Patel, Pankaj Shantilal Dadhaniya, Chandulal Ratilal Patel, Chirag Chandulal Patel.

Further Corporate Guarantee of A. International Private Limited, an enterprise under influence of KMP.

a) The Company has not been declared wilful defaulter by any bank or financial institution or other lender.

b) The borrowings obtained by the company from banks and financial institutions have been applied for the purposes for which such loans were taken.

c) HDFC Bank Monthly Installments includes Interest and Principal and Yes Bank Monthly Installments consists of only Principal.

7 Long term provisions (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Provision for employee benefits	-	269.88
Total	-	269.88

8 Short term borrowings (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Current maturities of long-term debt		
-a) HDFC Term Loan	84.08	-
-b) YES BANK Term Loan	24.84	24.84
-c) YES BANK Term Loan	14.34	-
-d) YES BANK Term Loan	29.54	-
-e) YES BANK Term Loan	6.86	-
-f) YES BANK Term Loan	0.11	-
-g) YES BANK Term Loan	0.83	-
-h) YES BANK Term Loan	2.52	-
-l) YES BANK Term Loan	-	114.83
-j) YES BANK Term Loan	-	18.96
-k) HDFC Term Loan (Covid Limit)	21.38	-
-l) HDFC Vehicle Loan (I)	2.00	1.83
-l) HDFC Vehicle Loan (ii)	5.27	4.81
-l) HDFC Vehicle Loan (iii)	1.68	2.08
-m) HDFC FORKLIFT Loan	3.35	6.00
-m) HDFC Term Loan (Covid Limit)	-	6.08
-n) HDFC Crane Loan	6.68	-
Secured Loans repayable on demand from banks		
-o) Yes Bank (Working Capital)	1,134.32	301.70
-p) HDFC Bank (Export Packing Credit)	68.29	298.07
-q) HDFC Bank (Working Capital)	1,051.50	-
Total	2,457.59	779.20

Particulars of Short term Borrowings

Name of Lender/Type of Loan	Rate of Interest	Nature of Security
Yes Bank (Cash Credit)	EBLR+ 2.83%	Hypothecation of stock and Book Debts (under paripassu charge with HDFC bank Limited)
HDFC Bank (Export Packing Credit)	Linked with 3M T-Bills	Hypothecation of Stock, Book debt and all Other scurrent assets of the Company
HDFC Bank (Cash Credit)	Linked with 3M T-Bills	Hypothecation of Stock, Book debt and all Other scurrent assets of the Company

Refer Note 6 for Collateral Securities Offered to HDFC Bank and Yes Bank

9 Trade payables (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Due to Micro and Small Enterprises	759.60	1,452.52
Due to others	4,381.57	2,680.95
Total	5,141.17	4,133.47

9.1 Trade Payable ageing schedule as at As at 31 March 2025 (₹ in lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	759.31	-	-	0.29	759.60
Others	4,381.46	0.11	-	-	4,381.57
Disputed dues- MSME	-	-	-	-	-
Disputed dues- Others	-	-	-	-	-
Sub total					5,141.17
MSME - Undue					-
Others - Undue					-
MSME - Unbilled dues					-
Others - Unbilled dues					-
Total					5,141.17

9.2 Trade Payable ageing schedule as at As at 31 March 2024 (₹ in lakhs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	162.64	1.12	-	2.43	166.19
Others	2,667.41	3.38	-	10.15	2,680.95
Disputed dues- MSME	-	-	-	-	-
Disputed dues- Others	-	-	-	-	-
Sub total					2,847.13
MSME - Undue					1,286.33
Others - Undue					-
MSME - Unbilled dues					-
Others - Unbilled dues					-
Total					4,133.46

Trade Payables includes amounting Rs 524.08 Lakhs for Capital Goods for the year ended March 31,2025 and amounting Rs 119.54 Lakhs for the year ended March 31,2024.

9.3 Micro and Small Enterprise

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
	Amount	Amount
(a)(i) the principal amount remaining unpaid to any supplier at the end of accounting year;	759.60	1,452.52
(a)(ii) the interest due thereon remaining unpaid to any supplier at the end of each accounting year;	2.39	-
(b) the amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during accounting year;	-	-
(c) the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	Not Ascertained	Not Ascertained
(d) the amount of interest accrued and remaining unpaid at the end of accounting year; and	-	-
(e) the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

This information has been determined to the extent such parties have been identified on the basis of information available with the company.

10 Other current liabilities

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Interest accrued but not due on borrowings	14.02	4.62
Statutory dues	44.46	203.53
Salaries and wages payable	94.09	97.83
Advances from customers	241.07	322.62
Unpaid Expenses	111.96	249.58
Total	505.60	878.18

11 Short term provisions

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Provision for employee benefits	118.56	37.38
Provision for income tax (Net of Advance)	10.45	-
Provision for Anti-Dumping Duty Expenses	207.70	76.40
Provision for MSME	2.39	-
Total	339.10	113.78

12 Property, Plant and Equipment

(₹ in lakhs)

Name of Assets	Gross Block				Depreciation and Amortization				Net Block	Net Block
	As on 01-Apr-24	Addition	Deduction	As on 31-Mar-25	As on 01-Apr-24	for the year	Deduction	As on 31-Mar-25	As on 31-Mar-25	As on 31-Mar-24
(i) Property, Plant and Equipment										
Land	424.17	-	-	424.17	-	-	-	-	424.17	424.17
Plant and Equipment	2,321.81	442.77	7.05	2,757.53	1,037.19	277.42	0.44	1,314.17	1,443.36	1,284.62
Furniture and Fixtures	5.44	-	-	5.44	3.84	0.41	-	4.25	1.19	1.61
Vehicles	57.31	-	-	57.31	30.68	8.32	-	39.00	18.31	26.63
Office equipment	41.20	5.44	-	46.64	31.91	5.23	-	37.14	9.50	9.28
Computers	58.83	64.97	-	123.80	37.63	29.00	-	66.63	57.17	21.20
Total	2,908.76	513.19	7.05	3,414.90	1,141.25	320.38	0.44	1,461.19	1,953.71	1,767.51
Previous Year	1,844.25	1,079.41	14.90	2,908.76	922.98	222.31	4.03	1,141.25	1,767.51	921.28
(i) Capital Work-in-progress									3,471.85	361.15
(ii) Intangible Assets under Development									54.29	47.07

The title deeds of all the immovable properties are held in the name of the company.
The Company has not revalued its property, plant and equipment or intangible assets or both during the current or previous year.

(ii) Capital Work-in-progress

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Opening Balance	361.15	-
Add: Addition during the year	3,110.71	361.15
Less: Capitalised during the year	-	-
Closing Balance	3,471.85	361.15

Capital Work-in-Progress Ageing Schedule (₹ in lakhs)

Capital Work-in-Progress	Amount in CWIP for a period of				31-Mar-25	Amount in CWIP for a period of				31-Mar-24
	Less than 1 year	1 -2 Years	2-3 Years	More than 3 Years	Total	Less than 1 year	1 -2 Years	2-3 Years	More than 3 Years	Total
Projects in progress	3,110.71	361.15	-	-	3,471.85	361.15	-	-	-	361.15
Projects temporarily suspended	-	-	-	-	-	-	-	-	-	-

(iii) Intangible Assets under Development (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Opening Balance	47.07	38.32
Add: Addition during the year	7.22	8.75
Less: Capitalised during the year	-	-
Closing Balance	54.29	47.07

Intangible assets under development ageing Schedule (₹ in lakhs)

Capital Work-in-Progress	Amount in CWIP for a period of				As at 31-Mar-25	Amount in CWIP for a period of				As at 31-Mar-24
	Less than 1 year	1 -2 Years	2-3 Years	More than 3 Years	Total	Less than 1 year	1 -2 Years	2-3 Years	More than 3 Years	Total
Projects in progress	7.22	8.75	38.32	-	54.29	8.75	38.32	-	-	47.07
Projects temporarily suspended	-	-	-	-	-	-	-	-	-	-

13 Deferred tax assets net (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Deferred tax assets net	35.64	2.35
Total	35.64	2.35

13.1 Significant Components of Deferred Tax (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Deferred Tax Asset		
Expenses provided but allowable in Income tax on Payment basis	5.27	11.62
Provision for doubtful debts	6.17	-
Provision for Anti-dumping Duty	52.28	22.25
Provision for Gratuity	-	3.96
Gross Deferred Tax Asset (A)	63.72	37.83
Deferred Tax Liability		
Difference between book depreciation and tax depreciation	17.44	35.49
Expenses provided but allowable in Income tax on Payment basis	10.63	-
Gross Deferred Tax Liability (B)	28.07	35.49
Net Deferred Tax Asset (A)-(B)	35.64	2.35

14 Long term loans and advances (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Capital Advances	43.08	41.42
Total	43.08	41.42

15 Other non current assets (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Security Deposits	75.47	48.12
Bank Deposit having maturity of greater than 12 months	3.13	-
Others	-	88.93
-Deposits held as margin money or security against borrowings, guarantees and other commitments	-	-
Total	78.60	137.05

16 Inventories (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Raw materials	1,127.15	694.11
Work-in-progress	2,251.13	1,338.56
Finished goods	1,493.71	441.61
Consumables	13.37	34.76
Total Continued	4,885.36	2,509.04

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Inventories

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Total continued from previous page	4,885.36	2,509.04
Goods-in-transit*	484.24	-
Total	5,369.60	2,509.04

*Nature of Goods-in -Transit are Finished Goods

17 Trade receivables

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Unsecured considered good	4,539.75	4,145.32
Provision for doubtful debts	(24.52)	-
Total	4,515.23	4,145.32

17.1 Trade Receivables ageing schedule as at As at 31 March 2025

(₹ in lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables-considered good	4,074.77	357.66	66.98	21.77	18.57	4,539.74
Undisputed Trade Receivables-considered doubtful	-	-	-	-	-	-
Disputed Trade Receivables considered good	-	-	-	-	-	-
Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
Sub total						4,539.74
Undue - considered good						-
Undue - considered doubtful						-
Provision for doubtful debts						(24.52)
Total						4,515.23

17.2 Trade Receivables ageing schedule as at As at 31 March 2024

(₹ in lakhs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables-considered good	3,951.84	101.06	61.95	15.64	14.84	4,145.32
Undisputed Trade Receivables-considered doubtful	-	-	-	-	-	-
Disputed Trade Receivables considered good	-	-	-	-	-	-
Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
Sub total						4,145.32
Undue - considered good						-
Undue - considered doubtful						-
Provision for doubtful debts						-
Total						4,145.32

18 Cash and cash equivalents

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Cash on hand	36.05	34.10
Balances with banks in current accounts	285.22	474.43
Bank Deposit		
-Bank Deposit having maturity of greater than 3 months and less than 12 months	4,133.55	-
-Deposits held as margin money or security against borrowings, guarantees and other commitments	112.77	-
Cash and cash equivalents - total	4,567.59	508.53
Deposits with original maturity for more than 12 months	3.13	-
(Less): Long term Deposits reclassified to other non current assets	(3.13)	-
Total	4,567.59	508.53

19 Short term loans and advances

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Loans and advances to employees	24.33	18.07
Total	24.33	18.07

20 Other current assets

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Interest accrued	3.11	0.81
Advance To Suppliers	100.72	31.00
Export Incentive Receivables	53.44	51.36
GST credit/ refund receivable	269.40	419.94
Income Tax Receivable	32.26	32.43
Pre-Paid Expense	17.99	20.75
Security Deposit	20.65	19.66
Subsidy Receivable	21.12	11.50
TL interest Capitalization of Assets	-	2.33
VAT credit/ refund receivable	0.65	0.65
Total	519.34	590.43

21 Revenue from operations

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Sale of products	21,113.71	19,647.80
Sale of services	112.71	50.19
Other operating revenues -Export Incentive	304.29	274.99
Total	21,530.71	19,972.98

21.1 Revenue from major Products & Services

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
A) Manufactured Goods- FRP Products	21,113.71	19,647.80
B) Sale of services comprise		
i) Installation & Erection Charges	46.71	16.49
ii) Machinery Rent Income	66.00	12.00
iii) Manpower Supply Income	-	21.70
Total	21,226.42	19,697.99

22 Other Income

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Interest Income*	211.77	13.18
Other non-operating income (net of expenses)	44.38	72.12
Net gain on foreign currency transactions and translation	286.24	109.88
Profit of on sale of Capital Goods	3.04	0.26
Total	545.43	195.44

*Interest Income includes amounting Rs 182.09 Lakhs from Deposits out of IPO Proceeds for the year ended March 31,2025.

23 Cost of Material Consumed

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Raw Material Consumed		
Opening stock	694.11	1,016.23
Purchases	15,241.76	12,620.99
Less: Closing stock	1,127.15	694.11
Total	14,808.72	12,943.10
Total	14,808.72	12,943.10

24 Change in Inventories of work in progress and finished goods (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Opening Inventories		
Finished Goods	441.61	264.41
Work-in- progress	1,338.56	631.66
Goods-in- transit	-	-
Less: Closing Inventories		
Finished Goods	1,493.71	441.61
Work-in-progress	2,251.13	1,338.56
Goods-in-transit	484.24	-
Total	(2,448.91)	(884.10)

25 Employee benefit expenses (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Salaries and wages	1,600.62	1,508.56
Contribution to provident and other funds	53.79	53.68
Staff welfare expenses	86.58	94.06
Gratuity Expenses	57.80	203.90
Total	1,798.79	1,860.20

Defined Benefit Plan
Changes in the present value of the defined benefit obligation (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Defined Benefit Obligation at beginning of the year	281.27	78.84
Current Service Cost	122.86	59.40
Interest Cost	20.01	5.90
Actuarial (Gain) / Loss	(85.83)	138.61
Benefits Paid	(1.42)	(1.47)
Defined Benefit Obligation at year end	336.88	281.27

Changes in the fair value of plan assets (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Fair value of plan assets as at the beginning of the year	-	-
Expected return on plan assets	-	-
Contributions by the Employer	281.27	-
Actuarial gain/ (loss) on plan assets	3.78	-
Total	285.05	-

Reconciliation of present value of defined benefit obligation and fair value of assets (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Present value obligation as at the end of the year	(336.88)	(281.27)
Fair value of plan assets as at the end of the year	285.05	-
Funded status/(deficit)	(51.83)	(281.27)

Expenses recognized in Profit and Loss Account (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Current service cost	122.86	59.40
Interest cost	20.01	5.90
Net actuarial loss/(gain) recognized during the year	(89.61)	138.61
Total expense recognised in Profit and Loss	53.25	203.90

Actuarial assumptions

Particulars	As at 31 March 2025	As at 31 March 2024
Discount Rate	6.83%	7.23%
Expected Rate of increase in Compensation Level	15.00%	16.00%
Rate of Employee Turnover	5.00%	6.00%

26 Finance costs (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Interest expense		
-Interest on Cash Credit	127.32	36.06
-Interest on PCFC & EPCL	33.70	29.65
-Interest on Term Loan	30.21	7.69
-Interest on Vehicle Loan	1.39	-
-Others	2.94	9.93
Other borrowing costs	41.19	46.51
Total	236.75	129.84

27 Depreciation and amortization expenses (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Depreciation on property, plant and equipment	320.38	222.31
Total	320.38	222.31

28 Other expenses (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Manufacturing Expenses		
-Consumption of stores and spare parts	1,042.98	1,083.70
-Job Work	529.60	132.39
-Labour Charges	1,296.48	947.12
-Other Manufacturing and Direct Expenses	69.95	73.04
-Power and fuel	180.61	236.06
-Repairs and maintenance - Machinery	66.95	37.88
Selling & Distribution Expenses		
-Advertisement Exps.	19.30	72.70
-Business promotion	64.55	39.55
-Freight Outward & Export Exps.	1,181.09	631.92
-Sales commission	163.85	310.22
Other Business Administrative Expenses		
-Bad Debt Provision	24.52	-
-Communication Exps.	17.68	15.04
-Corporate social responsibility expense	15.12	17.00
-Insurance	47.13	36.98
-Legal and professional	113.33	134.51
-Other Miscellaneous expenses	77.63	58.26
-Printing and stationery	20.21	18.39
-Rates and taxes	27.48	25.31
-Rent Expense	423.28	428.64
-Repairs and maintenance - Buildings	30.83	70.62
-Repairs and maintenance - Others	24.59	15.09
-Travelling and conveyance	104.85	62.21
Total	5,542.01	4,446.63

29 Tax Expenses (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Current Tax	517.37	435.00
Deferred Tax	(33.30)	4.64
Total	484.07	439.64

Significant components of Deferred Tax charged during the year (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Difference between book depreciation and tax depreciation	(18.05)	20.53
Anti-dumping Duty	(30.03)	(22.25)
Expenses provided but allowable in Income tax on Payment basis	16.99	(11.62)
Provision for doubtful debts	(6.17)	-
Gratuity (Net)	3.96	17.97
Total	(33.30)	4.63

30 Earning per share

Particulars	As at 31 March 2025	As at 31 March 2024
Profit attributable to equity shareholders (₹ in lakhs)	1,334.33	1,010.80
Weighted average number of Equity Shares	1,50,89,546	1 5,66,500
Weighted average number of Equity Shares (Restated)		1,25,32,000
Earnings per share basic (₹)	8.84	64.53
Earnings per share basic (₹) (Restated)		8.07
Earnings per share diluted (₹)	8.84	64.53
Earnings per share diluted (₹) (Restated)		8.07
Face value per equity share (₹)	10	1 0

During the current year ended 31st March 2025, the Company has issued 1,09,65,500 equity shares by way of bonus. In accordance with the requirements of AS 20– Earnings Per Share and Schedule III of the Companies Act, 2013, the earnings per share Rs.8.07 for the previous year ended 31st March 2024 have been restated as if the bonus issue had occurred at the beginning of the comparative period.

31 Auditors' Remuneration (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Payments to auditor as		
- Statutory Audit Fees	3.00	1.75
- for taxation matters	-	0.25
- for company law matters	-	1.06
- for other attestation	0.35	-
Total	3.35	3.06

32 Contingent Liabilities and Commitments (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
A. Contingent liabilities		
- (i) Counter Guarantees given to the Banks In respect of various guarantees issued b The Bank to the third parties.	176.41	315.16
- Claims against the Company not acknowledged as debt		
- (ii) Goods and Service Tax Act,2017 - Pending Litigation pertaining to FY 2024-25*	6.18	
B. Commitments		
- (i) Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of Advances)	433.00	1,764.53
Total	609.41	2,079.70

*The company had preferred appeal against demand order for amounting Rs. 6.18 Lakhs issued by GST Department dated 01.10.2024. The company has already paid the said amount of Rs 6.18 Lakhs to GST department as money paid under protest.

33 Earnings in Foreign Currencies (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Export of Goods calculated on FOB basis	12,752.25	11,035.15
Total	12,752.25	11,035.15

34 Expenditure made in Foreign Currencies

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
C&F Charges	8.44	-
Professional and Consultation Fees	0.43	-
Travelling Expenses	22.43	-
Exhibition Expenses	-	5.74
Commission Expenses	211.40	261.12
Membership & Subscription Expenses	2.11	5.69
Total	244.81	272.56

35 Value of Import on CIF basis

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Raw Materials	2,379.26	1,972.49
Capital goods	104.57	9.16
Total	2,483.84	1,981.65

36 Value of imported and indigenous raw materials, spare parts and components consumed

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Raw Materials		
- Imported	2,370.55	2,291.75
- Indigeneous	12,438.16	10,651.36
Spare parts and components		
- Imported	-	-
- Indigeneous	1,042.98	1,083.70
Total	15,851.70	14,026.81

37 Segment Reporting

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Revenue by Geographical Market		
In India	8,629.20	9,024.90
Outside India	12,901.50	10,948.08
Revenue From Operations	21,530.71	19,972.98
Segment Results		
Unallocated*	2,055.15	1,580.28
Less: Interest	236.75	129.84
Net Profit Before Tax	1,818.40	1,450.43
Carrying Amount of Segment Assets (Trade Receivable Only)*		
In India	1,341.07	1,912.44
Outside India	3,198.67	2,232.88
Net Profit Before Tax	4,539.74	4,145.32

Accounting Policies adopted for Segment
 As per Accounting Standard 17 on "Segment Reporting" (AS 17), the company has only one Primary reportable segment viz Fiber Glass Reinforced Polymer Plastic products (i.e. manufacturing & Supplying of FRP Products). However, the Company is having revenue from its customers which are located outside India of more than 10% of its total revenue. Accordingly, as per AS-17 Segment Reporting, the company has identified geographic segment as its secondary reportable segment.

*The company has maintained records for cost of material consumed and other expenses incurred for manufacturing of goods in books of accounts. However, Product manufacturing operations and overseas liabilities are integrated in-nature for domestic and exports sales. Accordingly, the export segment results & Segment liabilities is not identifiable. Similarly, Segment Assets related to outside India is identifiable to the extent of outstanding Trade Receivables only.

Other segment footnote
 No single external customer represents 10% or more of the Company’s total revenue for the years ended 31st March, 2025 and 31st March,2024, respectively.

(I) List of Related Parties

Dilipkumar Ratilal Patel
Chirag Chandulal Patel
Ravi Pankajkumar Patel
Pankaj Shantilal Dadhaniya
Pankajkumar Ratilal Patel
Sanjaykumar J. Oza
Vijay M. Dakshini
Bipinkumar Ratilal Patel
Prabhaben Chandulal Patel
Manishaben Dilipkumar Patel
Vishal Dilipkumar Patel
Tejal Jayesh Patel
Kantaben Bipinbhai Patel
Alpesh Shantilal Dadhaniya
Ripaben Pankaj Dadhaniya
Pravinaben Pankajkumar Patel
Payalben Chirag Patel
Chandulal Ratilal Patel
Jayesh Dilipkumar Patel
Ruhiben Hemang Patel
Disha Ravi Patel
Shantilal Shambhubhai HUF (Karta Pankaj Shantilal Dadhaniya)
Jal Agro Industries
A. Innovative International Limited
A. International Pvt Ltd
Chamak Polymers Pvt Ltd
Chamak Paint Industries
A. Innovative Food Products Limited
(Formerly Known as A. Innovative Food Products LLP)
Chamak Paint & Coating Pvt Ltd.
Innomach Engineering Private Limited
Naveen Kumar Mandovara
Poonam Neelendu Savalia
Aalekh Realty LLP
Pehchan Buildcon LLP
Pride Assignments LLP
Galaxy Oils LLP
Nachiketa Infragreen Private Limited

Chairman & Non-Executive Director
Managing Director
Whole Time Director
Whole Time Director
Relative of KMP
Chief Financial Officer
Company Secretary & Compliance Officer
Relative of KMP
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(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Transactions with Whole Time Director		
Salary		
- Pankaj Shantilal Dadhaniya	86.21	97.00
- Ravi Pankajkumar Patel	86.21	97.00
Rent Expense		
- Pankaj Shantilal Dadhaniya	6.06	6.77
Transactions with Chairman & Non-Executive Director		
Salary		
- Dilipkumar Ratilal Patel	86.21	138.00
Transactions with Relative of KMP		
Salary		
- Pankajkumar Ratilal Patel	73.33	97.00
- Jayesh Dilipkumar Patel	60.00	-
Rent Expense		
- Prabhaben Chandulal Patel	6.06	6.77
- Manishaben Dilipkumar Patel	6.06	6.77
- Kantaben Bipinbhai Patel	6.06	6.77
- Ripaben Pankaj Dadhaniya	6.06	6.77
- Pravinaben Pankajkumar Patel	6.06	6.77

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Land Purchase		
- Tejal Jayesh Patel	-	66.75
- Ripaben Pankaj Dadhaniya	-	133.47
- Payalben Chirag Patel	-	66.75
- Disha Ravi Patel	-	66.75
- Ruhiben Hemang Patel	-	66.75
Transactions with Chief Financial Officer		
Salary		
- Sanjaykumar J. Oza	8.98	8.98
Transactions with Enterprise under significant Influence of KMP		
Rent Expense		
- Jal Agro Industries	-	0.14
Sales/Revenue from Operations		
- A. Innovative International Limited	8.33	3.85
- A. Innovative Food Products Limited (Formerly Known as A. Innovative Food Products LLP)	0.98	5.14
- Chamak Paint & Coating Pvt Ltd. Sales (Capital Goods)	1.17	0.25
- - Chamak Polymers Pvt Ltd	55.89	6.18
Purchases		
- Chamak Polymers Pvt Ltd	365.71	152.27
- Chamak Paint & Coating Pvt Ltd.	507.01	555.92
- Innomach Engineering Private Limited	21.75	-
Purchases- Machinery		
- Chamak Polymers Pvt Ltd	-	58.00
- Innomach Engineering Private Limited	15.19	24.07
Manpower Supply Income		
- Chamak Polymers Pvt Ltd	139.29	21.70
Machinery Rent Income		
- Chamak Polymers Pvt Ltd	66.00	12.00
Job Work charges Exps		
- Chamak Polymers Pvt Ltd	454.94	94.59
Loan Granted		
- A. Innovative Food Products Limited (Formerly Known as A. Innovative Food Products LLP)	-	60.00
Loan Recovered		
- A. Innovative Food Products Limited (Formerly Known as A. Innovative Food Products LLP)	-	60.00
Interest Income		
- A. Innovative Food Products Limited (Formerly Known as A. Innovative Food Products LLP)	-	2.12
Transactions with Company Secretary & Compliance Officer		
Salary		
- Vijay M. Dakshini	3.89	-
Transactions with Independent Director		
Sitting Fees to Director		
- Naveen Kumar Mandovara	1.00	-
- Poonam Neelendu Savalia	1.00	-
Transactions with Managing Director		
Salary		
- Chirag Chandulal Patel	86.21	97.00

(iii) Related Party Balances

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Balances with Enterprise under significant Influence of KMP		
Capital advances		
- A. Innovative International Limited	-	21.00
- Chamak Polymers Pvt Ltd	-	10.00
Trade Payable due to Other		
- Chamak Polymers Pvt Ltd	-	94.05
- Chamak Polymers Pvt Ltd	-	64.04
Trade receivables		
- Chamak Polymers Pvt Ltd	-	46.38
Trade Payable due to MSME		
- Chamak Paint & Coating Pvt Ltd.	16.55	36.39
Trade Payable due to Other		
- Innomach Engineering Private Limited	-	18.40
Balances with Company Secretary & Compliance Officer		
- Vijay M. Dakshini	0.50	-
Balances with Chief Financial Officer		
- Sanjaykumar J. Oza	0.67	0.67

- a) Poonam Neelendu Savalia was appointed as an Independent Director w.e.f. 20.06.2024.
- b) Pankajkumar Ratilal Patel was appointed as Director w.e.f. 10.08.2022 and ceased to be the same w.e.f. 01.04.2024.
- c) Sanjaykumar J. Oza was appointed as a Chief Financial Officer w.e.f. 20.06.2024.
- d) Vijay M. Dakshini was appointed as a Company Secretary and Compliance Officer w.e.f. 20.06.2024.
- e) Naveen Kumar Mandovara was appointed as an Independent Director w.e.f. 20.06.2024.

39 Research and Development activities (₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Revenue Expenditure	91.36	64.06
Capital Expenditure	-	-
Total	91.36	64.06

The company has In-house Research & Development Centre in developmental activities for new products, improvement in existing products, processes etc.

40 Statement of Utilization of Funds Raised Through IPO (₹ in lakhs)

Particulars	Object of the issue	Utilised till March 31,2025	Pending utilisation as at March 31,2025
a) Funding the Capital Expenditure requirements towards up of an additional manufacturing unit	3,903.60	1 01.91	3,801.69
b) Issue related Expenses	313.55	313.55	NIL
c) General corporate purpose	1,392.85	1,173.53	219.32
Total	5,610.00	1,588.99	4,021.01

41 Loans and Advances given to Related Parties

No loans or advances in the nature of loans are granted to promoters, directors, KMP and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are repayable on demand or without specifying any terms or period of repayment.

42 Security of Current Assets Against Borrowings

The Company has borrowings from banks or financial institutions on the basis of security of current assets during the year. The quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of account except mentioned below:

Reconciliation between Inventories as per Quarterly statement filed with YES and HDFC Bank and as per Books of Account (₹ in lakhs)

Particulars	Jun, 2024	Sept, 2024	Dec, 2024	Mar, 2025
Inventories as per Quarterly Return filed with YES Bank and HDFC Bank	2 ,929.01	3 ,655.12	4 ,305.49	5 ,369.60
Add: Provisional Figures reported to banks earlier to finalization of quarterly accounts.	16.48	-	-	-
Inventories as per Books of Account	2,945.49	3,655.12	4 ,305.49	5,369.60

Reconciliation between Trade Payables as per Quarterly statement filed with YES and HDFC Bank and as per Books of Account (₹ in lakhs)

Particulars	Jun, 2024	Sept, 2024	Dec, 2024	Mar, 2025
Trade Payables of Raw Materials (Net of Advances) as per Quarterly Return filed with YES and HDFC Bank	2 ,547.16	4 ,067.18	4 ,884.19	3 ,995.28
Less: Provisional Figures reported to banks earlier to finalization of quarterly accounts.	1.42	0.89	-	3.74
Tarde Payables as per Books of Account	2,545.75	4,066.30	4 ,884.19	3,991.54

Reconciliation between Trade Receivables as per Quarterly statement filed with YES Bank and as per Books of Account (₹ in lakhs)

Particulars	Jun, 2024	Sept, 2024	Dec, 2024	Mar, 2025
Trade Receivables (Net of Advances) as per Quarterly Return filed with YES Bank	4 ,126.47	4 ,161.18	4 ,705.31	4 ,298.70
Less: Provisional Figures reported to banks earlier to finalization of quarterly accounts.	1 9.68	-	24.81	0.03
Trade Receivables as per Books of Account	4,106.79	4,161.18	4 ,680.50	4,298.67

Reconciliation between Trade Receivables as per Quarterly statement filed with HDFC Bank and as per Books of Account (₹ in lakhs)

Particulars	Jun, 2024	Sept, 2024	Dec, 2024	Mar, 2025
Trade Receivables (Net of Advances) as per Quarterly Return filed with HDFC Bank*	4,126.47	4,227.69	4,753.16	4,326.22
Less: Provisional Figures reported to banks earlier to finalization of quarterly accounts.	19.68	0.18	24.81	0.03
Trade Receivables as per Books of Account	4,106.79	4,227.51	4,728.35	4,326.19

* Trade Receivables submitted to HDFC Bank Ltd. excludes advance received from trade receivable more than 90 Days as per requirement of Bank.

43 Details of Benami Property held

No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

44 Relationship with Struck off Companies

The Company has no transactions with the companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of the Companies Act, 1956.

45 Registration of Charge

The company had complied with requirement of registration of charges with Registrar of Companies in respect of borrowings from the bank for company's assets.

46 Ratio Analysis (₹ in lakhs)

Particulars	Numerator/Denominator	As at 31 March 2025	As at 31 March 2024	Change in %
(a) Current Ratio	$\frac{\text{Current Assets}}{\text{Current Liabilities}}$	1.78	1.32	34.94%
(b) Debt-Equity Ratio	$\frac{\text{Total Debts}}{\text{Shareholder's Equity}}$	0.45	0.33	35.20%
(c)Debt Service Coverage Ratio	$\frac{\text{Earning available for Debt Service}}{\text{Debt Service}}$	10.55	6.85	53.98%
(d) Return on Equity Ratio	$\frac{\text{Profit after Tax}}{\text{Average Shareholder's Equity}}$	19.55%	33.20%	-41.11%
(e) Inventory turnover ratio	$\frac{\text{Cost of Goods Sold}}{\text{Average Inventories}}$	3.14	5.45	-42.48%
(f) Trade receivables turnover ratio	$\frac{\text{Total Turnover}}{\text{Average Trade Receivable}}$	4.97	5.51	-9.72%
(g) Trade payables turnover ratio	$\frac{\text{Total Purchases}}{\text{Average Trade Payable}}$	3.29	4.35	-24.49%
(h) Net capital turnover ratio	$\frac{\text{Total Turnover}}{\text{Average Working Capital}}$	5.11	11.64	-56.05%
(I) Net profit ratio	$\frac{\text{Net Profit}}{\text{Total Turnover}}$	6.20%	5.06%	22.46%
(j) Return on Capital employed	$\frac{\text{Earning before interest and taxes}}{\text{Capital Employed}}$	13.73%	32.20%	-57.36%
(k) Return on investment	$\frac{\text{Return on Investment}}{\text{Total Investment}}$	0.00%	0.00%	-

Reasons for Variances

- a) The ratio increased as Current Assets includes cash and cash equivalent which also having IPO funds balance in current year
- b) The ratio increased due to more increase in Debt as compared to increase in Share Holders Equity in Current Year
- c) The ratio increased as earnings increased during the current year
- d) The ratio decreased due to increase in average equity of the company due to IPO whose funds are in under process for utilisation
- e) The ratio decreased due to increase in average inventory during current year compared to previous year
- h) The ratio decreased as the average working capital is higher during current year as compared to previous year as it includes unutilised IPO funds as Cash and cash equivalent Balance
- j) The ratio decreased as the company has issued shares by way of IPO during current year

47 Undisclosed Income

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded previously in the books of account.

48 CSR Expenditure

(₹ in lakhs)

Particulars	As at 31 March 2025	As at 31 March 2024
Amount required to be spent by the company during the year	19.38	12.03
Amount of expenditure incurred	15.12	17.00
Shortfall at the end of the year	0.00	0.00
Total of previous years shortfall	0.00	0.00
Movement in the provision	0.00	-

Surplus of previous financial year offset against current year CSR Obligation
Based on the guidance note on Accounting for Expenditure on Corporate Social Responsibility Activities (CSR) issued by the Institute of Chartered Accountants of India and In compliance with the section 135 of Companies Act 2013, the company has already spent amount of Rs.15.12 lakhs towards CSR expenditure. Excess utilisation towards CSR obligation in F.Y.23-24 amounting Rs. 4.96 lakhs (i.e. 17 lakhs – 12.03 lakhs), out of the said surplus of previous financial year amounting Rs. 4.26 lakhs has been set off against CSR obligation of FY 2024-25 .

Nature of CSR activities

- a) Nature of CSR activities for the year ended March 31, 2025 include primarily in the areas of Promotion of education and skill development, Healthcare initiatives.
I) Blind People's Association amounting Rs. 4.72 Lakhs
ii) Financial Assistance for Children's Education amounting Rs. 2.00 Lakhs
iii) Providing accommodation with food to the patients and their relatives in Ahmedabad and surrounding hospitals amounting Rs. 8.00 Lakhs
iv) Contribution to Education Trust amounting Rs.0.40 lakhs.
- b) Nature of CSR activities for the year ended March 31, 2024 include Welfare of the Mentally Challenged person with intellectual disabilities and cognitive challenges, cataract surgeries of poor and needy people, Education and Development of Hearing Impaired Children.

Details of related party transactions
Nil

49 Details of Crypto Currency
The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

50 Other Statutory Disclosures as per the Companies Act, 2013
The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

51 Subsequent Events
There is no adjusting event occurred between reporting date and date of signing the financial statements.

52 Regrouping
Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of even date
For **DINESH R THAKKAR & CO.**
Chartered Accountants
Firm's Registration No. 102612W

KEYUR M. THAKKAR
PARTNER
Membership No. 190243

SANJAYKUMAR J. OZA
Chief Financial Officer

CHIRAG CHANDULAL PATEL
Managing Director
DIN: 03380703

VIJAY M. DAKSHINI
Company Secretary
M. No.: A34688

RAVI PANKAJKUMAR PATEL
Whole-Time Director
DIN: 03427590

Place: AHMEDABAD
Date: 23 May 2025

Place: AHMEDABAD
Date: 23 May 2025

For and on behalf of the Board of
AERON COMPOSITE LIMITED
(Formerly Known as Aeron Composite Private Limited)
(CIN: L25209GJ2011PLC065419)

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