

Price Waterhouse Chartered Accountants LLP

Independent Auditor's Report

To the Members of Airox Technologies Limited (Formerly known as Airox Technologies Private Limited)

Report on the Audit of the Financial Statements

Opinion

1. We have audited the accompanying financial statements of Airox Technologies Limited (Formerly known as Airox Technologies Private Limited) ("the Company"), which comprise the Balance Sheet as at March 31, 2022, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and total comprehensive income (comprising of profit and other comprehensive income), changes in equity and its cash flows for the year then ended.

Basis for Opinion

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

Other Information

4. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board report but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

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Price Waterhouse (a Partnership Firm) converted into Price Waterhouse Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-5001) with effect from July 25, 2014. Post its conversion to Price Waterhouse Chartered Accountants LLP, its ICAI registration number is 012754N/N500016 (ICAI registration number before conversion was 012754N)



Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITOR'S REPORT

To the Members of Airox Technologies Limited (Formerly known as Airox Technologies Private Limited)
Report on Audit of the Financial Statements

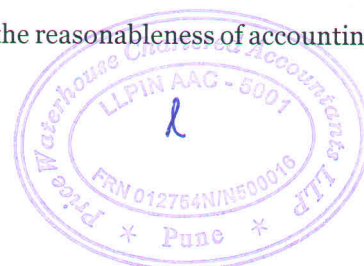
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Responsibilities of management and those charged with governance for the financial statements

5. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
6. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

7. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
8. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



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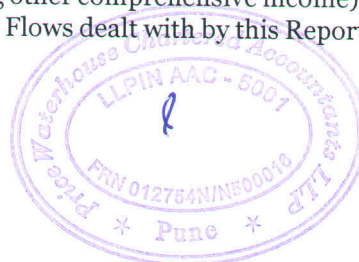
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
9. 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.

Other Matter

10. The financial statements of the Company for the year ended March 31, 2021, were audited by another firm of chartered accountants under the Act who, vide their report dated September 13, 2021, expressed an unmodified opinion on those financial statements.
11. The comparative financial information of the Company for the year ended March 31, 2021 and the transition date opening balance sheet as at April 1, 2020 included in these Ind AS financial statements, are based on the previously issued statutory financial statements for the years ended March 31, 2021 and March 31, 2020 prepared in accordance with the Companies (Accounting Standards) Rules, 2006 (as amended) which were audited by the predecessor auditor who expressed an unmodified opinion vide reports dated September 13, 2021 and December 11, 2020 respectively. The adjustments to those financial statements for the differences in accounting principles adopted by the Company on transition to the Ind AS have been audited by us.
- Our opinion is not modified in respect of these matters.

Report on other legal and regulatory requirements

12. 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 Act, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
13. 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 (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.



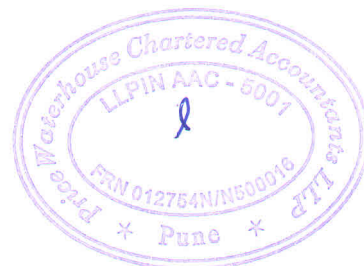
Price Waterhouse Chartered Accountants LLP

INDEPENDENT AUDITOR'S REPORT

To the Members of Airox Technologies Limited (Formerly known as Airox Technologies Private Limited)
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- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- (e) On the basis of the written representations received from the directors as on March 31, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
- (g) 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 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 34 to the financial statements;
 - ii. The Company has long-term contracts as at March 31, 2022 for which there were no material foreseeable losses. The Company did not have any derivative contracts as at March 31, 2022.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2022.
 - iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries (Refer Note 33 to the financial statements);
 - (b) The management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries (Refer Note 33 to the financial statements); and
 - (c) Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.
- v. The Company has not declared or paid any dividend during the year.



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14. The provisions of Section 197 read with Schedule V to the Act are applicable only to public companies. Accordingly, reporting under Section 197(16) of the Act is not applicable to the Company as the Company was a private limited company as on March 31, 2022.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: 012754N/N500016



Neeraj Sharma
Partner
Membership Number: 108391
UDIN: 22108391ATIMEU4877
Place: Pune
Date: September 20, 2022

AIROX TECHNOLOGIES LIMITED (Formerly known as Airox Technologies Private Limited)
Balance Sheet as at March 31, 2022
(All amounts are in INR Million, unless stated otherwise)

	Notes	As at March 31, 2022	As at March 31, 2021	As at April 1, 2020
Assets				
Non current assets				
Property, plant and equipment	3 (a)	99.47	16.67	18.03
Right-of-use assets	4	29.25	33.22	22.27
Capital work-in-progress	3 (a)	-	-	-
Financial assets				
Security deposits		5.85	5.27	4.69
Other financial assets	5 (d)	18.63	21.46	1.69
Current tax assets (net)	27B	-	-	0.52
Deferred tax assets (net)	16	12.50	31.62	7.83
Other non current assets	9A	2.08	-	-
Total non-current assets		167.78	108.24	55.03
Current assets				
Inventories	6	529.57	207.53	68.02
Financial assets				
Investments	5 (a)	533.72	0.10	-
Trade receivables	7	115.58	266.65	33.32
Cash and cash equivalents	8	25.96	43.61	12.32
Bank balances other than cash and cash equivalents	5 (b)	4.41	1.58	0.59
Other financial assets	5 (c)	10.26	3.40	-
Other current assets	9B	79.18	4.40	7.75
Total current assets		1,298.68	527.27	122.00
Total assets		1,466.46	635.51	177.03
Equity and Liabilities				
Equity				
Equity share capital	10	222.82	44.64	44.64
Other equity				
Reserves and surplus	11	852.37	132.45	(26.43)
Total equity		1,075.19	177.09	18.21
Liabilities				
Non-current liabilities				
Financial liabilities				
Borrowings	12A	-	8.00	6.73
Lease liabilities	4	2.58	5.92	7.24
Contract liabilities	17 B	50.36	47.99	6.68
Employee benefit obligations	14	3.97	2.96	2.47
Total non-current liabilities		56.91	64.87	23.12
Current liabilities				
Financial liabilities				
Borrowings	12B	-	64.04	57.09
Lease liabilities	4	3.34	3.04	2.81
Trade payables				
Total Outstanding dues of micro enterprises and small enterprises	18	3.67	43.56	1.82
Total Outstanding dues of creditors other than micro enterprises and small enterprises	18	133.74	143.00	27.95
Other financial liabilities	13	2.98	-	-
Contract liabilities	17 B	98.98	44.75	30.57
Employee benefit obligations	14	0.38	0.29	0.25
Current tax liabilities (net)	15	48.80	66.66	-
Other current liabilities	17 A	42.47	28.21	15.21
Total current liabilities		334.36	393.55	135.70
Total liabilities		391.27	458.42	158.82
Total equity and liabilities		1,466.46	635.51	177.03

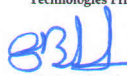
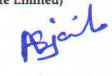

The above Balance Sheet should be read in conjunction with the accompanying notes.
This is the Balance sheet referred in our report of even date.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: - 012734N/N500016



Neeraj Sharma
Partner
Membership no.: 108391

Place: Pune
Date: September 20, 2022

For and on behalf of the Board of Directors of
AIROX TECHNOLOGIES LIMITED (Formerly known as Airox Technologies Private Limited)

  
Sanjay Jaiswal **Ashima Jaiswal** **Sankalp Kandi**
Managing Director Director Company Secretary
DIN No: 05359656 DIN No: 05359660

Place: Aurangabad Place: Aurangabad Place: Aurangabad
Date: Sep 20, 2022 Date: Sep 20, 2022 Date: Sep 20, 2022


Radhamohan Garg
Chief Financial Officer

Place: Aurangabad
Date: Sep 20, 2022



AIROX TECHNOLOGIES LIMITED (Formerly known as Airox Technologies Private Limited)
CIN- U72900MH2012PLC236206
Statement of Profit and Loss for the year ended March 31, 2022
(All amounts are in INR Million, unless stated otherwise)

	Notes	For the year ended March 31, 2022	For the year ended March 31, 2021
Income			
Revenue from operations	19	2,265.97	729.87
Other income	20	31.44	2.68
Total income		2,297.41	732.55
Expenses			
Cost of raw materials consumed	21	788.37	462.02
Changes in inventories of finished goods and stores and spares	22	40.90	(74.38)
Employee benefit expense	23	82.08	43.91
Depreciation and amortisation expense	24	6.26	5.76
Finance costs	25	13.40	14.07
Other expenses [includes net impairment losses of financial assets of INR 4.80 million (March 31, 2021: INR 18.28 million)]	26	161.20	66.15
Total expenses		1,092.21	517.53
Profit before tax		1,205.20	215.02
Income tax expense			
Current tax	27	285.69	80.04
Deferred Tax	27	19.13	(23.75)
Total tax expense		304.82	56.29
Profit for the year		900.38	158.73
Other comprehensive income/ (loss)			
Items that will not be reclassified to profit or loss			
Remeasurement of post employment benefit obligations		(0.16)	0.20
Income tax relating to these items		0.04	(0.05)
Other comprehensive income/ (loss) for the year, net of tax		(0.12)	0.15
Total comprehensive income for the year		900.26	158.88

Earnings per equity share - Basic and Diluted (in Rs.)

(Face value of share - Rs. 10 each) (refer note 10)

35

40.34

7.11

The above Statement of Profit and Loss should be read in conjunction with the accompanying notes.

This is the Statement of Profit and Loss referred in our report of even date

For Price Waterhouse Chartered Accountants LLP

Firm Registration Number: - 012754N/N500016

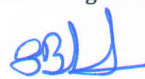

Neeraj Sharma

Partner

Membership no.: 108391

Place: Pune

Date: September 20, 2022

For and on behalf of the Board of Directors of
AIROX TECHNOLOGIES LIMITED (Formerly known as Airox Technologies Private Limited)

Sanjay Jaiswal

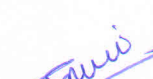
Managing Director

DIN No: 05359656


Ashima Jaiswal

Director

DIN No: 05359660


Sankalp Kandi

Company Secretary

Place: Aurangabad

Date: Sep 20, 2022

Place: Aurangabad

Date: Sep 20, 2022

Place: Aurangabad

Date: Sep 20, 2022


Radhamohan Garg

Chief Financial Officer

Place: Aurangabad

Date: Sep 20, 2022



AIROX TECHNOLOGIES LIMITED (Formerly known as Airox Technologies Private Limited)
CIN- U72900MH2012PLC236206
Statement of Changes in equity for the year ended March 31, 2022
(All amounts are in INR Million, unless stated otherwise)


A. Equity share capital:	Notes	No. of shares	Amount
As at April 1, 2020	10	4,464,350	44.64
Change in equity share capital		-	-
As at March 31, 2021		4,464,350	44.64
Change in equity share capital		17,818,000	178.18
As at March 31, 2022		22,282,350	222.82

B. Other equity

Particulars	Reserves and surplus			
	Capital redemption reserve	Securities premium	Retained earnings	Total
As at April 1, 2020	-	0.07	(26.50)	(26.43)
Profit for the year	-	-	158.73	158.73
Other comprehensive income/(loss)	-	-	0.15	0.15
As at March 31, 2021	-	0.07	132.38	132.45
Profit for the year	-	-	900.38	900.38
Other comprehensive income/(loss)	-	-	(0.12)	(0.12)
Transaction with Owners in their capacity as Owners:				
Bonus shares issued during the year	-	-	(178.57)	(178.57)
Premium paid on shares bought back during the year	-	-	(1.77)	(1.77)
Transferred from Retained earnings	0.39	-	(0.39)	-
As at March 31, 2022	0.39	0.07	851.91	852.37


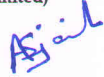
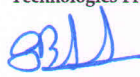
The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.
This is the Statement of Changes in Equity referred in our report of even date.

For Price Waterhouse Chartered Accountants LLP
Firm Registration Number: - 012754N/N500016


Neeraj Sharma
Partner
Membership no.: 108391

Place: Pune
Date: September 20, 2022

For and on behalf of the Board of Directors of
AIROX TECHNOLOGIES LIMITED (Formerly known as Airox Technologies Private Limited)


Sanjay Jaiswal Ashima Jaiswal Sankalp Kandi
Managing Director Director Company Secretary
DIN No: 05359656 DIN No: 05359660

Place: Aurangabad Place: Aurangabad Place: Aurangabad
Date: Sep 20, 2022 Date: Sep 20, 2022 Date: Sep 20, 2022


Radhamohan Garg
Chief Financial Officer

Place: Aurangabad
Date: Sep 20, 2022



AIROX TECHNOLOGIES LIMITED (Formerly known as Airox Technologies Private Limited)

CIN- U72900MH2012PLC236206

Statement of Cash Flows for the year ended March 31, 2022

(All amounts are in INR Million, unless stated otherwise)

Sr.no	Particulars	March 31, 2022	March 31, 2021
A	Cash flow from operating activities		
	Net profit before tax	1,205.20	215.02
	Adjustments for:		
	Depreciation and amortisation expenses	6.26	5.76
	Unwinding of discount on security deposits	(0.39)	(0.38)
	Fair value gain on valuation of investments	(1.33)	-
	Realised (gain) / Loss on Mutual Fund Investments	(26.30)	-
	Provision for expected credit loss	1.82	0.01
	Interest income from financial assets	(0.29)	(0.34)
	Interest on delayed payments of taxes	12.31	8.35
	Interest expense on lease liability	0.49	0.63
	Interest and other finance cost	0.60	5.09
	Operating profits before working capital changes	1,198.37	234.14
	Adjustments for changes in:		
	(Increase)/ Decrease in Inventories	(322.06)	(139.51)
	(Increase)/ Decrease in trade receivables	149.25	(233.34)
	(Increase)/ Decrease in Other Financial Assets	1.94	(3.65)
	(Increase)/ Decrease in other current assets	(82.91)	3.35
	Increase/(Decrease) in employee benefit obligations	1.10	0.53
	Increase/ (Decrease) in Trade payables	(49.12)	156.69
	Increase/(Decrease) in Other Current Liabilities and non current liabilities	58.46	60.29
		(243.34)	(155.64)
	Cash generated from operations before tax	955.03	78.50
	Income Taxes paid	(303.55)	(12.86)
	Net cash generated from operating activities	651.48	65.64
B	Cash flow from investing activities		
	Purchase of property, plant and equipment	(84.18)	(0.52)
	Redemption of mutual funds	1,104.53	-
	Investment in mutual funds	(1,610.52)	(0.10)
	Payment for investments in fixed deposits	(1.36)	(37.01)
	Proceeds from maturity of fixed deposits	0.75	16.68
	Acquisition of right of use asset	-	(13.09)
	Net cash flow used in investing activities	(590.78)	(34.04)
C	Cash Flow from financing activities		
	Proceeds from long term borrowings	0.33	9.67
	Repayment of long term borrowings	(8.33)	(8.40)
	Proceeds from short term borrowings	2,465.10	562.49
	Repayment of short term borrowings	(2,529.14)	(555.54)
	Lease payments including interest	(3.54)	(3.44)
	Interest Paid other than on lease liabilities	(0.60)	(5.09)
	Buy back of shares	(2.16)	-
	Net cash flow used in financing activities	(78.34)	(0.31)
	Net Increase/ (Decrease) in Cash and Cash Equivalents	(17.65)	31.29
	Opening Cash and cash equivalents	43.61	12.32
	Closing Cash and cash equivalents	25.96	43.61

Details of non-cash investing and financing activities:

The following are the non-cash investing and financing activities:

Bonus issue of shares

178.57

Acquisition of right of use asset

-

1.75

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

This is the Statement of Cash Flows referred in our report of even date.

For Price Waterhouse Chartered Accountants LLP

Firm Registration Number: - 012754N/N500016



Neeraj Sharma

Partner

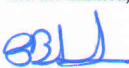
Membership no.: 108391

Place: Pune

Date: September 20, 2022

For and on behalf of the Board of Directors of

AIROX TECHNOLOGIES LIMITED (Formerly known as Airox Technologies Private Limited)



Sanjay Jaiswal

Managing Director

DIN No: 05359656



Ashima Jaiswal

Director

DIN No: 05359660



Sankalp Kandi

Company Secretary

Place: Aurangabad

Date: Sep 20, 2022

Place: Aurangabad

Date: Sep 20, 2022

Place: Aurangabad

Date: Sep 20, 2022



Radhamohan Garg

Chief Financial Officer

Place: Aurangabad

Date: Sep 20, 2022

