

INDEPENDENT AUDITOR'S REPORT

To

The Members of **M/s. FLYSBS AVIATION PRIVATE LIMITED**

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of **M/s. FLYSBS AVIATION PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2024, and the Statement of Profit and Loss and 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.

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 ('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, 2024, its profit and cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code 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 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

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.



Information other than the financial statements and auditors' report thereon

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report but does not include the financial statements and our 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 during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Management's responsibility for the financial statements

The Company's board of directors are 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 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management 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.

The board of directors are also responsible for overseeing the Company's financial reporting process.



Auditor's responsibilities for the audit of the financial statements

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional 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 Companies Act, 2013, but 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 financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on other legal and regulatory requirements

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.

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;
- (d) In our opinion, the aforesaid 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 March 31, 2024 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) The company is exempt from reporting on matters with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls. This report does not include report relating to internal financial controls as required u/s 143(3)(i) pursuant to Notification No. GSR 583(E) dated 13.06.2017 issued by MCA.
- (g) With respect to the other matters to be included in the Auditor's report in accordance with the requirements of Sec 197(16) of the Act as amended, we report that Section 197 is not applicable to a private company. Hence reporting as per Section 197(16) is not required
- (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 me:
 - i. The Company does not have any pending litigations which would impact its financial position.



- 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 were required to be transferred to the Investor Education and Protection Fund by the Company.

As per our report of even date

Place: Chennai
Date: 20/09/2024

For KRMM and Associates
Chartered Accountants
Firm Registration No. 020764S

(CA Kotiswar Reddy)
Partner

Membership No. 245013
UDIN: 24245013BJZVUX1461



ANNEXURE "A" referred above of our Report of even date to the members of **M/S FLYSBS AVIATION PRIVATE LIMITED** on the accounts of the company for the year ended 31st March 2024.

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.

(b) As explained to us, fixed assets have been physically verified by the management during the year and there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. As informed to us, no material discrepancies were 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, the company does not have any immovable property. Hence the requirement of maintaining title deeds in the name of the Company is not applicable.
2. The management has conducted the physical verification of inventory at reasonable intervals. According to the information and explanation given to me, no material discrepancies were noticed on physical verification.
3. The Company has not granted interest free secured/unsecured loans to companies, firms, Limited Liability Partnership or other parties covered in the register maintained under Section 189 of the Act.
4. There were advances given to Directors and the group companies in which director of the company is a director; which are in accordance with Section 185 and Section 186 of the Companies Act 2013.
5. The Company has not received any deposits 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 Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
6. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act. Accordingly, paragraph 3(v) of the order is not applicable.
7. (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is generally regular in depositing undisputed statutory dues including provident fund, Investor Education and Protection Fund, Employee State Insurance, Income Tax, Goods and Service Tax,

Wealth Tax, Customs Duty, Excise Duty, Cess and other material statutory dues, as applicable with the appropriate authorities.

(b) According to the information and explanations given to us and based on the records of the company examined by us, there are no dues of Income Tax, Goods and Service Tax, Wealth Tax, Customs Duty, Excise Duty, Cess which are outstanding as at 31st March 2024 for the period of more than six months from the day they become payable.

(c) It was explained that there is no dues of Income Tax, Goods and Service Tax, Wealth Tax, Customs Duty, Excise Duty, Cess which are in dispute as on 31st March 2024.

8. The Company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.
9. The Company did not raise any money by way of public issue or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.
10. According to the information and explanations given to us, no material fraud by the company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. The managerial remuneration in accordance with the provisions of section 197 is not applicable to Private Limited Company, Accordingly, paragraph 3 (xi) of the Order is not applicable.
12. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3 (xii) of the Order is not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Section 177 and 188 of Companies Act, 2013 where applicable and the details of such transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.
14. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has made private placement of shares during the year.
15. According to the information and explanations given to us and based on our examination of the records of the Company, the company has not entered into any

non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3 (xv) of the Order is not applicable.

16. According to the information and explanation give to us, we are of the opinion the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and accordingly the provisions of clause 3(xvi) of the Order is not applicable.

As per our report of even date



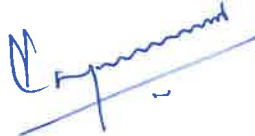
Place: Chennai
Date: 20/09/2024




For KRMM and Associates
Chartered Accountants
Firm Registration No. 020764S
















(CA Kotiswar Reddy)
Partner
Membership No. 245013
UDIN: 24245013BJZVUX1461



FLYSBS AVIATION PRIVATE LIMITED CIN : U62200TN2020PTC136959 Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061 Balance Sheet as at 31st March 2024 (All amounts in INR Lakhs, except share data and unless otherwise stated)			
Particulars	Note No.	As at 31st March, 2024	As at 31st March, 2023
LIABILITIES			
Shareholders Funds			
Share Capital	1	321.02	215.00
Reserves and Surplus	2	6,278.09	924.25
Non - Current Liabilities			
Long Term Borrowings	3	57.11	26.89
Deferred tax liability		127.13	0.19
Current Liabilities			
Short Term Borrowings	4	198.48	308.86
Trade Payables	5	47.66	18.05
Provisions	6	229.69	100.23
Other Current liabilities	7	391.40	171.09
TOTAL		7,650.58	1,764.56
ASSETS			
Non-Current Assets			
Property Plant and Equipment	8	804.35	7.53
Long Term Loan & Advances	9	1,994.48	678.59
Current Assets			
Inventory	10	671.48	-
Trade receivables	11	659.91	597.71
Cash and cash equivalents	12	833.42	253.47
Short Term Loans and Advances	13	311.60	-
Other Current Asset	14	742.93	188.26
Miscellaneous Expenditure			
Pre-Operative Expenses		19.50	39.00
Entry into Service (EIS) Cost	15	1,612.91	-
TOTAL		7,650.58	1,764.56
Company Overview & Significant Accounting Policies	A & B		
Notes forming part of accounts	1-25		
As per our report of even date attached			
For KRMM and Associates	For and on Behalf of the Board		
Chartered Accountants			
Firm Regd No: 020764S			
			
CA Kotiswar Reddy	Deepak Parasuraman	Kannan Ramakrishnan	
Partner	DIN: 00699855	DIN: 08202306	
Mem No: 245013	Director	Director	
UDIN: 24245013BJZVUX1461			
Place: Chennai			
Date: 20/09/2024			

FLYSBS AVIATION PRIVATE LIMITED CIN : U62200TN2020PTC136959 Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061			
Profit or Loss for the period ended 31st March 2024 (All amounts in INR Lakhs, except share data and unless otherwise stated)			
Particulars	Note No.	For the period ended 31st March 2024	For the year ended 31st March 2023
INCOME			
Revenue from operations	16	10,648.69	3,410.72
Other Income	17	0.37	23.70
		10,649.06	3,434.42
EXPENDITURE			
Purchase of Spares & Consumables	18	981.77	-
Changes in Inventory	19	-671.48	-
Direct Costs	20	8,505.81	2,652.30
Employee benefit expenses	21	86.93	61.82
Finance costs	22	76.10	110.02
Depreciation and amortisation expenses	8	95.32	1.13
Other expenses	23	181.01	231.37
		9,255.46	3,056.64
Profit Before Tax		1,393.60	377.77
Tax Expenses			
(1) Current tax		153.57	59.96
(2) Deferred tax		126.94	0.02
Profit for the Period		1,113.08	317.80
Earnings Per Equity Share in Rs:			
Basic [nominal value of share Rs 10]	24	42.76	15.63
Diluted [nominal value of share Rs 10]	24	42.76	15.63
No. of Equity Shares used in Computing EPS		26,02,805	20,33,375
Company Overview & Significant Accounting Policies	A & B		
Notes forming part of accounts	1-25		
As per our report of even date attached		For and on Behalf of the Board	
For KRMM and Associates			
Chartered Accountants			
Firm Regd No:			
 CA Kotiswar Reddy Partner Mem No: 245013 UDIN: 24245013BJZVUX1461 Place: Chennai Date: 20/09/2024		 Deepak Parasuraman DIN: 00699855 Director	
		 Kannan Ramakrishnan DIN: 08202306 Director	



<p align="center">FLYSBS AVIATION PRIVATE LIMITED CIN : U62200TN2020PTC136959 Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road, Nanganallur, Chennai - 600061</p>					
<p align="center">Cash flow Statement for the Year Ended 31st March 2024 (All amounts in INR Lakhs, except share data and unless otherwise stated)</p>					
Particulars	For the year ended 31st March 2024	For the year ended 31st March 2023			
A. <u>Cash Flow From Operating Activity</u>					
Net Profit before Tax	1,393.60	377.77			
<u>Adjustment For :</u>					
Depreciation & Amortization	114.82	20.63			
Interest Expenses	76.10	110.02			
Interest Income	-0.37	-0.08			
Cash Flow before adjustment for working capital changes	1,584.16	508.35			
Adjustment For Working Capital changes:					
Trade Receivables	-62.19	-189.55			
Other Current Assets	-554.67	-87.34			
Inventory	-671.48	-			
Short Term Loans and Advances	-311.60	-43.36			
Trade Payables	29.61	-86.88			
Other Current Liabilities	220.31	88.76			
Cash Flow from Operations	234.13	189.98			
Income Tax Paid	-24.11	-			
Cash Flow Before Extra Ordinary Item	210.01	189.98			
Extra ordinary Item	-	-			
Net Cash Flow From Operating Activity (A)	210.01	189.98			
B. <u>Cash Flow From Investment Activity</u>					
Acquisition of Property, Plant & Equipment	-833.17	-			
Entry in to Service (EIS) Cost	-1,671.89	-			
Long Term Loans & Advances	-1,315.88	-267.09			
Interest Income	0.37	0.08			
Net Cash Flow from Investing Activity (B)	-3,820.58	-267.00			
C. <u>Cash Flow from Financing Activity</u>					
Issue of Shares	4,346.77	375.00			
Long Term Borrowings	30.22	-244.92			
Short Term Borrowings	-110.38	306.81			
Interest Expenses	-76.10	-110.02			
Net Cash Flow from Financing Activity (C)	4,190.51	326.87			
Net Increase /(Decrease) in Cash & Cash Equivalents (A+B+C)	579.95	249.85			
Cash and Cash Equivalents at the beginning of the Period	253.47	3.62			
Cash and Cash Equivalents at the end of the Period	833.42	253.47			
<table border="0"> <tr> <td> <p>As per our report of even date attached</p> <p>For KRMM and Associates</p> <p>Chartered Accountants</p> <p>Firm Regd No: 020764S</p> <p></p> <p>CA Kotiswar Reddy</p> <p>Partner</p> <p>Mem No: 245013</p> <p>UDIN: 24245013BJZVUX1461</p> <p>Place: Chennai</p> <p>Date: 20/09/2024</p> </td> <td align="center">  </td> <td> <p align="center">For and on Behalf of the Board</p> <div>  Deepak Parasuraman DIN: 00699855 Director </div> <div>  Kannan Ramakrishnan DIN: 08202306 Director </div> </td> </tr> </table>			<p>As per our report of even date attached</p> <p>For KRMM and Associates</p> <p>Chartered Accountants</p> <p>Firm Regd No: 020764S</p> <p></p> <p>CA Kotiswar Reddy</p> <p>Partner</p> <p>Mem No: 245013</p> <p>UDIN: 24245013BJZVUX1461</p> <p>Place: Chennai</p> <p>Date: 20/09/2024</p>		<p align="center">For and on Behalf of the Board</p> <div>  Deepak Parasuraman DIN: 00699855 Director </div> <div>  Kannan Ramakrishnan DIN: 08202306 Director </div>
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FLYSBS AVIATION PRIVATE LIMITED

CIN : U62200TN2020PTC136959

Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061

Notes Forming Part of Financial Statements As at 31st March 2024

(All amounts in INR Lakhs, except share data and unless otherwise stated)

Particulars	As at 31st March 2024	As at 31st March 2023
NOTE 1		
SHARE CAPITAL		
Authorised Share Capital		
50,00,000 Equity Shares of Rs. 10/- each	500.00	230.00
Issued, Subscribed & Paid- up Share Capital		
32,10,218 Equity Shares of Rs. 10/- each	321.02	215.00

Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Equity Shares	As at 31st March 2024		As at 31st March 2023	
	No.of Shares	Amt (Rs.)	No.of Shares	Amt (Rs.)
At the Beginning of the period	21,50,000	215.00	20,00,000	200.00
Issued during the period	10,60,218	106.02	1,50,000	15.00
Outstanding at the end of the period	32,10,218	321.02	21,50,000	215.00

Terms/Rights attached to the Equity Shares

The company has only one class of equity share having par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share.

Details of Shareholders holding >5%

Equity Shares of Re 10/- each fully paid-up	As at 31st March 2024		As at 31st March 2023	
	% holding in the class	No. of Shares	% holding in the class	No. of Shares
Deepak Parasuraman	20.5%	6,57,332	27.9%	6,00,000
Shreshtha Business Solutions LLP	24.2%	7,78,068	27.9%	6,00,000
Annamalai T	12.5%	4,00,000	18.6%	4,00,000
Balasubramanian	5.2%	1,67,890		
Total	62%	20,03,290	74.4%	16,00,000

Details of Promoter shareholding

Equity Shares of Rs 10/- each fully paid-up	As at 31st March 2024		% Changes during the year 2023-24
	No. of Shares	% of holding	
Deepak Parasuraman	6,57,332	20.5%	-7.4%
Shreshtha Business Solutions LLP	7,78,068	24.2%	-3.7%
Annamalai T	4,00,000	12.5%	-6.1%
Amba Shankar	14,333	0.4%	0.4%
Kannan Ramakrishnan	65,932	2.1%	2.1%
Total	19,15,665	59.7%	



FLYSBS AVIATION PRIVATE LIMITED
CIN : U62200TN2020PTC136959
Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061

Notes Forming Part of Financial Statements As at 31st March 2024
(All amounts in INR Lakhs, except share data and unless otherwise stated)

Particulars	As at 31st March 2024	As at 31st March 2023
LIABILITIES		
Note 2: Reserves and Surplus		
Security Premium Account		
Opening balance	360.00	-
Security Premium	4,240.75	360.00
Closing balance	4,600.75	360.00
Surplus in Statement of Profit & Loss		
Opening balance	564.25	246.45
Profit/ (loss) for the year	1,113.08	317.80
Closing balance	1,677.34	564.25
Total Reserves & Surplus	6,278.09	924.25
Note 3: Long Term Borrowings		
Secured Loans		
Yes Bank Car Loan	1.75	4.09
Unsecured Loans		
From Related Party	-	22.80
From Others		
Bajaj Finance Ltd	4.47	-
FedBank Financial Services Ltd	-	-
SMFG India Credit Company Ltd	11.04	-
Kisetsu Saison Finance India	7.11	-
Unity Small Finance Bank	18.17	-
Hero Fincorp Limited	14.57	-
Total	57.11	26.89
Note 4: Short Term Borrowings		
Current Maturities from Long Term Borrowings	77.57	2.05
Cash Credit		
From ICICI Bank	120.91	-
Unsecured Loans	-	-
From Related Party	-	306.81
From Others	-	-
Total	198.48	308.86
Note 5: Trade Payables		
a) Due to Micro, Small and Medium Industries	-	-
b) Others	47.66	18.05
Total	47.66	18.05



FLYSBS AVIATION PRIVATE LIMITED

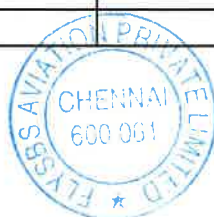
CIN : U62200TN2020PTC136959

Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061

Notes Forming Part of Financial Statements As at 31st March 2024

(All amounts in INR Lakhs, except share data and unless otherwise stated)

Particulars		As at 31st March 2024		As at 31st March 2023	
Trade payables due for payment					
Particulars	As at March 31, 2024				
	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	47.66	-	-	-	47.66
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	47.66	-	-	-	47.66
Particulars	As at March 31, 2023				
	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	-	-	-
(ii) Others	18.05	-	-	-	18.05
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	18.05	-	-	-	18.05
Note 6: Short Term Provisions					
Provision for Tax		229.69		100.23	
Total		229.69		100.23	
Note 7: Other Current Liabilities					
Advance From Customers		170.52		-	
Expenses payable		-		17.98	
Salary Payable		17.48		48.25	
Statutory Dues Payable - TDS		143.07		55.09	
Statutory Dues Payable - GST		59.08		49.77	
Statutory Dues Payable - PF		1.24		-	
Statutory Dues Payable - Professional Tax		-		0.00	
Total		391.40		171.09	
Note 9: Long Term Loan & Advances					
Security Deposit					
Deposit Towards Aircraft		1,755.33		678.59	
Custom Duty (Deposit)		212.14		-	
Rental Deposit		27.00		-	
Total		1,994.48		678.59	



FLYSBS AVIATION PRIVATE LIMITED

CIN : U62200TN2020PTC136959

Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061

Notes Forming Part of Financial Statements As at 31st March 2024

(All amounts in INR Lakhs, except share data and unless otherwise stated)

Particulars	As at 31st March 2024	As at 31st March 2023
Note 10: Inventory		
Closing Inventory		
Spare Parts	477.51	-
Consumables	48.10	
Rotables	145.87	-
Total	671.48	-
Note 11: Trade Receivables		
Unsecured, Considered Good		
Trade receivables outstanding for a period exceeding six months from the date they were due for payment	3.87	-
Others Trade Receivables	656.04	597.71
Total	659.91	597.71

Trade Receivables ageing schedule

Particulars	As at 31st March 2024					
	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Trade receivables						
Considered good	656.04	-	3.87	-	-	659.91
Considered doubtful	-	-	-	-	-	-
Disputed Trade receivables						
Considered good	-	-	-	-	-	-
Considered doubtful	-	-	-	-	-	-
Total	656.04	-	3.87	-	-	659.91

Particulars	As at 31st March 2023					
	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Trade receivables						
Considered good	597.71	-	-	-	-	597.71
Considered doubtful	-	-	-	-	-	-
Disputed Trade receivables						
Considered good	-	-	-	-	-	-
Considered doubtful	-	-	-	-	-	-
Total	597.71	-	-	-	-	597.71

Note 12: Cash and Cash Equivalents		
Cash on Hand	56.55	4.07
Balance with Banks	776.86	249.40
Total	833.42	253.47



FLYSBS AVIATION PRIVATE LIMITED
CIN : U62200TN2020PTC136959
Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061

Notes Forming Part of Financial Statements As at 31st March 2024
(All amounts in INR Lakhs, except share data and unless otherwise stated)

Particulars	As at 31st March 2024	As at 31st March 2023
<u>Note 13: Short-term loans and advances</u>		
Loans and Advances		
Advance to related parties		
AFCOM Holdings Limited	311.60	-
To Others	-	-
Total	311.60	-
<u>Note 14: Other Current Assets</u>		
Advances to Vendors	722.53	163.63
TDS Receivables	18.34	2.32
Other Advances	2.06	22.32
Total	742.93	188.26
<u>Note 15: EIS Costs Capitalized</u>		
Aircraft Lease Rent	593.99	-
Rolls Royce Engine Corporate Program Costs	203.51	-
Aircraft Maintenance Costs	204.02	-
Pilots & Crew Salaries	178.04	-
MRO / Maintenance Fees	101.20	-
Embraer Manual Subscriptions	42.98	-
Pre-Induction+Training	310.68	-
Insurance Policy	37.46	-
Less: Amortization	-58.97	-
Total	1,612.91	-



FLYSBS AVIATION PRIVATE LIMITED CIN : U62200TN2020PTC136959 Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061		
Notes Forming Part of Financial Statements As at 31st March 2024 (All amounts in INR Lakhs, except share data and unless otherwise stated)		
Particulars	For the period ended 31st March 2024	For the year ended 31st March 2023
Note 16: Revenue from Operations		
Aircraft Charter Fees	9,756.35	3,221.44
Aircraft Handling Charges	892.34	189.28
Total	10,648.69	3,410.72
Note 17: Other Income		
Scrap Sales	-	23.62
Interest Income	0.37	0.08
Total	0.37	23.70
Note 18: Purchase of Parts Consumables and Rotables		
Spare Parts Consumables and Rotables	904.55	-
Purchase of Consumables (Domestic)	77.22	-
Total	981.77	-
Note 19: Changes in Inventory		
Opening Inventory	-	-
Closing Inventory		
Spare Parts	477.51	-
Consumables	48.10	-
Rotables	145.87	-
Total	-671.48	-
NOTE 20: Direct Costs		
Aircraft Charter Charges	7,529.45	2,316.34
Aircraft Handling Charges	170.65	325.45
Aircraft Lease Charges	309.57	-
Aircraft Maintenance	128.05	-
Aircraft Fuel Expenses	143.60	-
Crew Salary & Allowance	44.97	-
Crew LBT	36.17	6.20
Maintenance Program		
- MRO Fees	125.63	-
- CAMO Fees	9.36	-
Other Aircraft Charges	8.37	4.31
Total	8,505.81	2,652.30



FLYSBS AVIATION PRIVATE LIMITED**CIN : U62200TN2020PTC136959****Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061****Notes Forming Part of Financial Statements As at 31st March 2024****(All amounts in INR Lakhs, except share data and unless otherwise stated)**

Particulars	For the period ended 31st March 2024	For the year ended 31st March 2023
NOTE 21: Employee Benefit Expenses		
Salaries and wages	57.21	61.79
Directors Salary	24.00	-
Staff Welfare	2.80	0.02
Contribution to PF	2.20	-
Staff Training	0.72	-
Total	86.93	61.82
NOTE 22: Finance Cost		
Interest	26.49	97.66
Processing Fees	26.17	-
Interest on Delayed Lease Payment	16.35	-
Bank Charges	7.09	0.54
Interest on 15% CCD	-	11.82
Total	76.10	110.02
NOTE 23: Other Expenses		
Professional Fees	19.36	116.35
Office Rent	44.28	-
Travel Expenses	19.22	-
Pre-Operative Expenses	19.50	19.50
Rates & Taxes	15.01	3.40
Business Promotion Expenses	18.53	79.62
Insurance	13.77	-
Exchange Gain / Loss	-14.05	-
Brokerage & Commission	24.89	-
Power & Fuel	4.11	0.43
Repairs & Maintenance	3.32	0.04
Printing & Stationary	3.70	1.35
Office Expenses	1.73	1.90
DGCA Fee	1.53	-
Audit fees		
- Statutory Audit	4.00	3.00
- Tax Audit	1.00	0.50
- Certification and other matters	-	-
Postage & Courier	0.54	0.15
Parking Fees	0.18	1.00
Telephone Charges	0.33	0.13
Website, Design & Email Costs	0.05	-
Import Permit Charges	-	2.00
Digital Marketing	-	0.81
Vehicle Maintenance	-	1.20
Total	181.01	231.37



FLYSBS AVIATION PRIVATE LIMITED CIN : U62200TN2020PTC136959 Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061		
Notes Forming Part of Financial Statements As at 31st March 2024 (All amounts in INR Lakhs, except share data and unless otherwise stated)		
Particulars	For the period ended 31st March 2024	For the year ended 31st March 2023
Note 24: Calculation of Basic & Diluted EPS		
Net Profit /(Loss) attributable to Equity Shareholders (A)	1,113.08	317.80
Weighted average number of equity shares outstanding during the period (B) (In Nos.)	26,02,805	20,33,375
Basic & Diluted EPS (In Rs.) (A/B)	42.76	15.63



FLYSBS AVIATION PRIVATE LIMITED

Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road, Nanganallur, Chennai - 600061

25. Notes forming part of Financial Statements for the year ended 31-03-2024**a) Related Party Transactions****A List of Related Parties during the year :**

Nature of Relationship	Name of the Party
Key Managerial Personnel	Deepak Parasuraman - Director Kannan Ramakrishnan - Director Ambashankar - Additional Director
Entities having common control	Shreshtha Business Solutions LLP Afcom Holdings Limited Chryseum Corporate Services Private Limited

B Summary of transactions during the year with related parties entered into on commercial basis in the interest of the company and approved by the Board, and status of outstanding balances as on 31st March 2024 is as follows:**i) Transactions during the year**

S No	Nature of transaction	FY 2023-24	FY 2022-23
1	Increase in Share Capital - Deepak Parasuraman - Kannan Ramakrishnan - Shreshtha Business Solutions LLP - Ambashankar	5.73 6.59 17.81 1.43	- - - -
2	Unsecured Loans/Advances Received - Deepak Parasuraman - Kannan Ramakrishnan - Ambashankar - Afcom Holdings Limited - Shreshtha Business Solutions LLP - Chryseum Corporate Services Pvt Ltd	- 670.18 75.84 283.44 1,598.03 966.20	123.00 100.00 - 1,216.87 - -
3	Unsecured Loans/Advances Repaid - Deepak Parasuraman - Kannan Ramakrishnan - Ambashankar - Afcom Holdings Limited - Shreshtha Business Solutions LLP - Chryseum Corporate Services Pvt Ltd	22.80 670.18 76.40 901.85 1,548.47 871.95	142.67 206.73 - 868.75 - -
4	Managerial Remuneration - Deepak Parasuraman - Kannan Ramakrishnan - Ambashankar	- - 24.00	- - -



FLYSBS AVIATION PRIVATE LIMITED

Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road, Nanganallur, Chennai - 600061

25. Notes forming part of Financial Statements for the year ended 31-03-2024**ii. Balances outstanding as on 31.03.2024**

1	Loans / Advances Payable / (Recivable)		
	- Deepak Parasuraman	-	22.80
	- Kannan Ramakrishnan	-	-
	- Ambashankar	-	0.56
	- Afcom Holdings Limited	-311.60	306.81
	- Shreshtha Business Solutions LLP	-	-49.56
	- Chryseum Corporate Services Pvt Ltd	-	-94.26
2	Share capital held		
	- Deepak Parasuraman	65.73	60.00
	- Kannan Ramakrishnan	6.59	-
	- Shreshtha Business Solutions LLP	77.81	60.00
	- Ambashankar	1.43	-

b) Contingent Liabilities:

There are no Contingent liabilities as on 31.03.2024

c) Previous year figures:

Figures for the previous year have been re-classified / re-arranged / re-grouped, wherever necessary to conform to current year classification as per the requirement of Revised Schedule III to the Companies Act, 2013.

d) Other Disclosure Requirements:**i) Wilful Defaulter:**

The company is not declared as wilful defaulter by any bank or financial institution or other lender.

ii) Relationship with Struck off Companies:

The Company has not entered into any transactions with companies struck off under section 248 of the Companies Act, 2013.

iii) Details of Crypto Currency or Virtual Currency:

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

iv) Dues to Micro, Small and Medium Enterprise (MSME):

The dues towards micro, small and medium enterprises have been disclosed in the schedules to balance sheet.

v) Undisclosed Income:

There are no transactions that were not recorded in the books of account, and which has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

There is no previously unrecorded income and related assets have been recorded in the books of account during the year.



FLYSBS AVIATION PRIVATE LIMITED

Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road, Nanganallur, Chennai - 600061

25. Notes forming part of Financial Statements for the year ended 31-03-2024

vi) Balance shown under head Sundry Debtors, Creditors, Advances and Deposits are subject to confirmation.

vii) Changes in Accounting Estimates:

There are no changes in Accounting Estimates made by the Company for the period ended 31st March 2024.

viii) Changes in Accounting Policies:

There are no changes in Accounting Policy made by the Company for the period ended 31st March 2024.

ix) Details of Benami Property Held:

There are no proceedings initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988).

x) Proposed Dividend Details:

The Company has not declared dividend during the period under review.

xi) Issue of Share Capital

The Company issued equity shares of 10,60,218 shares for working capital purpose by the Company during the reporting year dated 31-03-2024

The assets other than Property, Plant and Equipment, Intangible Assets and non-current investments have value on realization in the ordinary course of business equal to the amount at which they are stated

xiii) Ratios:

S No.	Type of Ratio	Formula	FY24	FY23	Unit
1	Current Ratio	Current Assets/ Current Liabilities	2.94	1.74	Times
2	Quick Ratio	Quick Assets/ Current Liabilities	2.17	1.74	Times
3	Debt Equity Ratio	Total Debts/ Total Shareholder's Equity	0.06	0.32	Times
4	Debt Service Coverage Ratio	Earning available for Debt Services/ Interest + Installments	13.55	155.58	Times
5	Return on Equity Ratio	Net Income/Total Shareholder's Equity	0.17	0.28	Times
6	Trade Receivables Turnover Ratio	Net sales/Average accounts receivables	16.94	6.83	Times
7	Trade Payables Turnover Ratio	Net Purchases plus Operating Expenses/Average accounts payable	296.89	47.90	Days
8	Net Capital Turnover Ratio	Net annual sales/ Net Asset	4.28	7.65	Times
9	Inventory Turnover Ratio	Cost of Goods/Average Inventory	0.92	NA	Times
10	Net Profit Ratio	Profit after tax/ Net Sales *100	10.46	9.25	%
11	Return On Capital Employed	EBIT/Capital Employed*100	20.54	32.39	%
12	Return on Investment	Profit after tax/Share Capital*100	347.00	147.81	%



FLYSBS AVIATION PRIVATE LIMITED

Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road, Nanganallur, Chennai - 600061

25. Notes forming part of Financial Statements for the year ended 31-03-2024**xiv) Details of significant changes in Key Financial Ratios of the Company including**

S No	Key Financial Ratio	Financial Year		% Change in Key Financial Ratios	Explanation
		2023-24	2022-23		
1	Current Ratio	2.94 Times	1.74 Times	69.26%	Various effective measures taken by Management resulted in operational efficacy
2	Quick Ratio	2.17 Times	1.74 Times	24.65%	Various effective measures taken by Management resulted in operational efficacy
3	Debt Equity Ratio	0.06 Times	0.32 Times	-79.63%	Due to issue of additional share capital
4	Debt Service Coverage Ratio	13.55 Times	155.58 Times	-91.29%	Various effective measures taken by Management resulted in operational efficacy
5	Return on Equity Ratio	0.17 Times	0.28 Times	-39.49%	Due to increase in Share capital which was used for expansion and working capital
6	Trade Receivables Turnover Ratio	16.94 Times	6.83 Times	148.00%	Due to increased Turnover in the current FY
7	Trade Payables Turnover Ratio	296.89 Days	47.9 Days	519.84%	Various effective measures taken by Management resulted in operational efficacy
8	Net Capital Turnover Ratio	4.28 Times	7.65 Times	-44.03%	Increase in Asset during the year and resultant contribution to revenue is not covered for the entire period
9	Inventory Turnover Ratio	0.92 Times	NA	NA	NA
10	Net Profit Ratio	10.46 %	9.25 %	13.05%	Various effective measures taken by Management resulted in operational efficacy
11	Return On Capital Employed	20.54 %	32.39 %	-36.58%	Due to increase in Share capital which was used for expansion and working capital
12	Return on Investment	347 %	147.81 %	134.76%	Various effective measures taken by Management resulted in operational efficacy

As per our report of even date attached

For KRMM and Associates

Chartered Accountants

Firm Regd No: 020764S


CA Kotiswar Reddy

Partner

Mem No: 245013

UDIN: 24245013BJZVUX1461

Place: Chennai

Date: 20/09/2024

**For and on Behalf of the Board**

Deepak Parasuraman

DIN: 00699855

Director


Kannan Ramakrishnan

DIN: 08202306

Director



FLYSBS AVIATION PRIVATE LIMITED
Flat 101, Corner Stone Apts, New No.60 MMTC Colony Main Road, Nanganallur, Chennai - 600061

Note No. 8: Property, Plant & Equipment										In INR Lakhs	
Particulars	Gross Block			Depreciation			Net Block				
	Cost as on 01.04.2023	Additions	Deletion	Cost as on 31.03.2024	Up to 31.03.2023	For the Year	Deletion / Adj	Up to 31.03.2024	As on 31.03.2024	As on 31.03.2023	
Aircraft Components & Equipment	-	525.98	-	525.98	-	24.51	-	24.51	501.47	-	-
Office Equipments	1.14	13.30	-	14.44	0.54	1.51	0.03	2.02	12.41	0.60	0.60
Vehicles	9.00	-	-	9.00	2.07	0.57	0.76	1.88	7.12	6.93	6.93
Computers	-	1.17	-	1.17	-	0.21	-	0.21	0.96	-	-
Total Tangible Assets	10.14	540.45	-	550.59	2.61	26.80	0.79	28.63	521.95	7.53	7.53
Intangible Assets											
Air Operator Permit	-	292.72	-	292.72	-	10.33	-	10.33	282.40	-	-
Last Year	10.14	-	-	10.14	0.36	1.13	-	1.49	8.65	9.78	9.78






FLYSBS AVIATION PRIVATE LIMITED
Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road
Nanganallur, Chennai - 600061

Deferred Tax Asset/ Liability for the year ended 31.03.2024

(In Rs Lakhs)

Particulars	Amount	Amount
Timing Differences due to Depreciation		
WDV as per Companies Act, 2013	804.35	
WDV as per Income Tax Act, 1961	574.67	
Timing Difference	229.69	
Deferred Tax Liability on above @ 25.17%		57.81
Timing Differences due to Amortization of EIS Cost		
WDV as per Companies Act, 2013	1,612.91	
WDV as per Income Tax Act, 1961	1,337.51	
Timing Difference	275.40	
Deferred Tax Liability on above @ 25.17%		69.32
Net Deferred Tax Asset/ (Liability) as at 31-03-2024		-127.13
Deferred Tax asset as on 31-03-2023		-0.19
Deferred Tax expense/ (income) to be recognised in P&L		126.94



FLYSBS AVIATION PRIVATE LIMITED Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road,Nanganallur, Chennai - 600061		
Statement of Total Income for the year ended 31-03-2024 (in Rs Lakhs)		
Particulars	Amount	Amount
Income from Business/Profession		
Net Profit/(Loss) as per Profit & Loss A/c		1,393.60
Add : Disallowances		
Amortization & Depreciation as per Companies Act	36.34	
Interest on Late Payment of Direct Taxes	3.58	
Preliminary Expenses already written off	19.50	
Amortization of EIS	58.97	
Disallowance u/s 40 a (ia)	1.20	119.60
Less : Allowances		
Amortization & Depreciation as per Income Tax Act	265.28	
Amortization of EIS	334.38	
Allowance of 40a(ia) disallowed in Earlier years	0.90	600.56
Less : Income to be Taxed separately		
Profit on Sale of Asset	-	
Interest Income	0.37	0.37
Income from Business/Profession		912.28
Income from Other Sources		
Profit on Sale of Asset	-	
Interest Income	0.37	0.37
Gross Total Income		912.64
Tax Particulars		
Tax on Above Income	200.78	
Add: Surcharge	20.08	
Tax including Surcharge	220.86	
Education Cess	8.83	229.69
Less : TDS & TCS receivable	18.34	-18.34
Tax Payable / (Refund)		211.35
Interest u/s 234A	-	
Interest u/s 234B	18.00	
Interest u/s 234C	5.00	
Fee u/s 234F	-	23.00
		234.35



FLYSBS AVIATION PRIVATE LIMITED									
Flat101, Corner Stone Apts, New No.60 MMTC Colony Main Road, Nanganallur, Chennai - 600061									
Depreciation for AY 2024-25 as per Income Tax Act, 1961									
				In INR Lakhs					
S No	Particulars	Rate	WDV As on 01.04.2023	Additions		Deletions	Total as on 31.03.2024	Depreciation for the period	WDV as on 31.03.2024
				More than 180 days	Less than 180 days				
1	Block I - 15% Plant & Machinery	15%	6.78	12.56	0.73	-	20.08	2.96	17.12
2	Block II - 40% Computers	40%	-	1.17	-	-	1.17	0.47	0.70
3	Block III - 40% Aircraft & Its Components	40%	-	525.98	-	-	525.98	210.39	315.59
4	Block IV - 25% Air Operator Permit	25%	-	119.00	173.72	-	292.72	51.47	241.26
	Total		6.78	658.71	174.46	-	839.95	265.28	574.67



M/s. FLYSBS AVIATION PRIVATE LIMITED
Notes to Financial Statements for the year ended 31st March 2024

A. COMPANY OVERVIEW

FlySBS Aviation Private Limited having CIN: U62200TN2020PTC136959 was incorporated on 07th August 2020 under the provisions of the Companies Act 2013, and is having its registered office at Flat 101, Corner Stone Apts, New No 60 MMTC Colony Main Road, Nanganallur, Chennai, Tamil Nadu, India - 600061 and having its corporate office at 3rd Floor, Indiqube, Plot No 16(NP), SIDCO Industrial Estate, Ekkatuthangal, Guindy, Chennai - 600032. The Objectives of the company are:

1. To establish organize, manage, run, charter, conduct, contract, develop, handle, own and operate all types of aircrafts, air buses, aeroplane, seaplanes, flying boats, hover crafts, helicopters, and other crafts used in air transport for the carriage of passengers, goods, mails and other items on all routes and lines on national and international level, subject to the laws in force and to act as commission agents, booking agents, indenting agents, travel agents, fleet owners, garage owners service station owners, cargo superintendents, cargo owners, loading and unloading contractors, couriers, liasioners, charters, package tour operators, and to do all incidental acts and things necessary for the attainment of the above objects.
2. To invest, promote, establish, administer, maintain Special Purpose Vehicles in the form of corporate entities, Limited Liability Partnerships or any other form of known business structures with the object of carrying on business of the Company.

B. SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation of Accounts

The financial statements are prepared under historical cost convention, on accrual basis and in accordance with the accounting principles generally accepted in India and comply with mandatory Accounting Standards notified by the Central Government of India under the Companies (Accounting Standards) Rules, 2021 and with relevant provisions of the Companies Act 2013.

Use of Estimates

The preparation of the financial statements are in conformity with the generally accepted accounting principles requiring the management to make estimates and assumptions that



affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the year. The estimates and assumptions used in the accompanying financial statements are based upon the management's evaluations of the relevant facts and circumstances as of the date of the financial statements. The actual results could differ from these estimates

Valuation of Inventories

Inventory of consumables/spares and loose tools are valued at lower of cost and net realisable value. The cost is calculated at purchase price and expenditure directly attributable to the acquisition of such inventories for bringing them to their present location..

Cash Flow Statements

The Cash Flow Statement is prepared under Indirect Method and as prescribed by Accounting Standard-3. Cash and Cash Equivalents comprise of Cash in Hand, Cheques in Hand, Current and Other Accounts (including Fixed Deposits) held with Banks.

Events occurring after the Balance Sheet Date

Events occurring after the balance sheet date, which provide additional evidences in estimation of amounts relating to conditions that existed on the balance sheet date, are adjusted for in the financial statements.

Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies

- **Net Profit for the Period**

All the items of income and expenses in the period are included in the determination of Net Profit/Loss for the period, unless specifically mentioned elsewhere in the Financial Statements or is required by an Accounting Standard.

- **Prior Period Items**

Income / Expenditure are disclosed in Prior Period Adjustments only when the value exceeds Rs. 100,000 in each case

- **Extra Ordinary Items**



Extraordinary items are the transactions, which have not occurred as a part of the company's normal business and the same are accounted for in the manner laid down in AS – 5. Extraordinary items, if any are disclosed separately in accordance with Accounting Standard – 5.

Revenue Recognition

Revenue from Chartering Services is recognized in accordance with the terms of contract or agreement signed with the customer.

Property Plant and Equipment Including Intangible Assets:

Property Plant and Equipments are stated at cost, less accumulated depreciation. Cost includes cost of acquisition including material cost, freight, installation cost, duties and taxes, and other incidental expenses, incurred up to the installation stage, related to such acquisition. Property Plant and Equipments purchased in India in foreign currency are recorded in Rupees, converted at the exchange rate prevailed on the date of purchase. Intangible assets that are acquired by the Company are measured initially at cost. After initial recognition, an intangible asset is carried at its cost less any accumulated amortisation and any accumulated impairment loss.

Depreciation & Amortisation:

The Company has applied the estimated useful lives as specified in Schedule II of the Companies Act 2013 and calculated the depreciation as per the Straight Line Method (SLM). Where a significant component (in terms of cost) of an asset has an economic useful life shorter than that of its corresponding assets, the component is depreciated over its shorter life. Depreciation on new assets acquired during the year is provided on pro rata basis from the date of such additions. Depreciation on asset sold, discarded or demolished during the year is being provided upto the date in which such assets are sold, discarded or demolished. Depreciation in respect of property / plant and equipment costing less than Rs.5000/- is provided at 100%.

Intangible assets are amortised on a straight-line basis over the period of 8 Years. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit and loss.

The estimated useful lives of Property, Plant and Equipment are as follows:

Category	Useful life
Computer & Accessories	3 Years
Aircraft Components & Equipment	20 Years



Office Equipment	5 Years
Vehicles	15 Years

Accounting for Effects on Changes in Foreign Exchange Rates

Foreign Currency transactions are recorded in the reporting currency (Indian Rupee) by applying the exchange rates between the reporting currency and the foreign currency at the date of transaction. Foreign Currency Monetary items are reported using the closing rate. Non-Monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of transaction. Exchange differences arising on the settlement of monetary items or on reporting Company's monetary items at rates different from those at which they were initially recorded during the year or reported in the previous financial statements are recognized as income or expense in the year in which they arise.

Accounting for Investments

There are no investments made by the company.

Retirement Benefits for Employees

Accounting for Employee Benefits

- **Short term Employee Benefits**

Short term Employee Benefits such as Incentive is expected to be paid in exchange of the services rendered by the employees is recognized during the period when the employee renders the service.

- **Provident Fund:**

Provident fund is a defined contribution scheme as the company pays fixed contribution at pre determined rates. The obligation of the Company is limited to such fixed contribution. The contributions are charged to Profit & Loss Account.

- **Gratuity:**

The provisions of The Payment of Gratuity Act, 1972 are not applicable as the employee count is below the threshold limit as specified in the Gratuity Act.

- **Leave Encashment:**

The leave encashment liability upon retirement would not arise as the accumulated leave is reimbursed every year and accounted at actual.



Borrowing Costs

Borrowing Costs attributable to acquisition and construction of assets are capitalized as part of the cost of such asset up to the date when such asset is ready for its intended use. Other Borrowing Costs are treated as Revenue Expenditure.

Related Party Disclosure

The Related Party transaction have been classified under the heads Holding company, Ultimate holding company, Key Management Personnel, and Entities over which Key Management Personnel and/or their relatives are able to exercise significant influence. The details of the same has been given in Note No. 25a to Financial Statements.

Accounting for Leases

- Finance Lease Payments are apportioned between Finance Charges and reduction of lease liability as per the relevant agreements.
- Operating Lease payments are recognized in the Statement of Profit and Loss over the Lease term.

Earnings Per Share

- Basic Earnings Per Share has been computed with reference to Weighted Average Number of Shares outstanding at Monthly rests
- Diluted Earnings Per Share has been computed based on the basic earnings adjusted for all dilutive potential equity shares

Tax Expenses

Tax expense comprises of current and deferred. Current income tax is measured as the amount expected to be paid to the tax authorities in accordance with the Indian Income tax Act, 1961. Deferred income taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred Tax is measured based on the Tax Laws and rates that have been enacted or substantively enacted at the Balance Sheet Date. Deferred Tax Assets are recognized on brought forward unabsorbed depreciation and brought forward losses only if there is a virtual certainty supported by convincing evidence that such deferred tax assets can be realized against future taxable profits. Deferred Tax Asset of earlier years is reassessed and recognized to the extent that it has become reasonably certain that future taxable income will be available against which, such deferred tax assets can be realized.



Current Tax Assets and Current Tax Liabilities are offset when there's a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis. Deferred Tax Asset and Deferred Tax Liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where deferred tax assets and deferred tax liabilities relate to taxes on income levied by same governing taxation laws.

Company has opted for special rate of tax of the Income Tax Act, 1961. Hence, the provisions of Minimum Alternate Tax are not applicable.

Impairment of Assets

At each Balance Sheet date, the management reviews the carrying amounts of its assets to determine where there is any indication that those assets were impaired. An Asset is treated as Impaired when the carrying cost of the asset exceeds its recoverable value. An Impairment loss is charged to the Profit and Loss Account in the year in which the asset is identified as impaired, unless the asset is carried at revalued amount, in which case any impairment loss of a revalued asset is treated as a decrease in Revaluation Reserve.

The Impairment Loss recognized in prior accounting periods is reversed if there has been an increase in the estimate of recoverable value.

Provisions and Contingent Liabilities

- **Provisions:**

A provision is recognized when an enterprise has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reasonable estimate can be made. Provisions are not discounted to its present value and are determined based on management estimate to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

- **Contingent Liabilities:**

A contingent liability is a possible obligation that arises from the past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to be settle the obligation. The company does not recognize a contingent liability but discloses its existence in the financial statement unless the possibility of an outflow is remote.



Miscellaneous Expenditure: Entry into Service (EIS) Cost

The Company has planned to diversify its mode of operation from wet lease where the aircrafts are hired as a package inclusive of fuel, crew, pilot etc to Dry lease arrangement where the company hires only Aircraft with all other necessary requirements to operate the aircraft and do the service to be taken care by the company itself from hiring Pilot, crew members, fuel, maintenance etc to leverage from the limitations of wet lease mode of operation.

The company brought the Aircraft in April 2023 on Lease basis and spent expenses such as lease rent, hiring pilot, crew & their trainings, aircraft maintenance, etc but the operation of Aircraft was started in December 2023 as the company was waiting for its Air Operator License from Aviation authorities. Therefore, the Expenses spent, for the period April 2023 to the date when the Asset put into use i.e., December 2023, have been grouped under Miscellaneous Expenditure.

Above EIS cost is amortized for a period of 8 years and the amortization cost is charged to the statement of Profit and Loss.

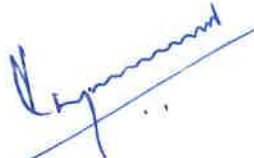
General

The Company has complied with the Accounting Standards wherever applicable to the Company. The Compliance meets the requirements of Section 133 of the Companies Act, 2013.

Figures for the previous year have been re-classified / re-arranged / re-grouped, wherever necessary to conform to current year classification as per the requirement of Revised Schedule III to the Companies Act, 2013.

For & on Behalf of the Board


Deepak Parasuraman
Director
DIN: 00699855


Kannan Ramakrishnan
Director
DIN: 08202306

Place: Chennai
Date: 20/09/2024



As per the report of even date

**For KRMM and Associates,
Chartered Accountants,
FRN: 020764S**


CA Kotiswar Reddy
Partner
M.No. 245013
UDIN: 24245013BJZVUX1461

