

**21 August, 2024**

**To,  
The Manager,  
National Stock Exchange of India Ltd.  
Exchange Plaza,  
Plot no. C/1, G Block,  
Bandra-Kurla Complex  
Bandra (E)  
Mumbai - 400 051.**

**NSE Symbol: ARIHANTACA**

**Subject: Notice of the 17<sup>th</sup> Annual General Meeting of the Company and submission of Annual Report for the Financial Year 2023-24**

Dear Sir/ Madam,

Pursuant to Regulation 34(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are submitting herewith the Annual Report of the Company for the financial year 2023-24 along with the Notice convening the 17<sup>th</sup> Annual General Meeting scheduled to be held on Thursday, 12<sup>th</sup> September, 2024 at 11:00 AM. (IST) at Registered office of the Company situated at Ground Floor, Triveni Sadan, Opp. Ambe Mata Temple Carter Road No. 3, Borivali (East) Mumbai 400066. The said Annual Report 2023-24 is being sent through electronic mode to the shareholders of the Company.

The aforesaid Annual Report is also available on website of the Company at [www.arihantacademy.com](http://www.arihantacademy.com) and website of stock Exchange i.e. National Stock Exchange of India Limited at [www.nseindia.com](http://www.nseindia.com)

Kindly take the above information on your records.

Yours faithfully,

**For ARIHANT ACADEMY LIMITED**

**ANIL SURESH KAPASI  
MANAGING DIRECTOR  
DIN: 03524165**



# ARIHANT<sup>®</sup> ACADEMY

**SCHOOL | SCIENCE | COMMERCE**

INSPIRE → ASPIRE → ACHIEVE!



## **ANNUAL REPORT**

2023-24

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# Corporate Information

## Board of Directors

Mr. Anil Suresh Kapasi  
Managing Director

Mr. Umesh Anand Pangam  
Chairman & Whole - Time Director

Mr. Harsh Anil Kapasi  
Non-Executive Director

Ms. Kirti Umesh Pangam  
Non-Executive Director

Mr. Himanshu Rajanikant Mody  
Non-Executive Independent Director

Mr. Chintan Sureshbhai Shah  
Non-Executive Independent Director

Mr. Manish Khodidas Desai  
Non-Executive Independent Director

## Key Managerial Personnel

Mr. Shirish Pandurang Kumbhar  
Chief Financial Officer

Ms. Garima Shrivastava  
Company Secretary & Compliance Officer

## Statutory Auditors

M/s G. P. Kapadia and Co., Chartered Accountants, Firm Registration No. 104768W

## Secretarial Auditors

M/s. Dilip Swarnkar & Associates,  
Company Secretary

## Internal Auditor

M/s. Shailesh Kamdar & Co., Chartered Accountants, (Firm Reg. No 117899W)

## Registered Office

Ground Floor, Triveni Sadan, Opp. Ambe Mata Temple Carter Road No. 3, Borivali (East) Mumbai MH 400066

## Registrar & Share Transfer Agent

Bigshare Services Pvt Ltd  
Pinnacle Business Park, Office No S6-2, 6th, Mahakali Caves Rd, next to Ahura Centre, Andheri East, Mumbai, Maharashtra 400093

## Contact Us

Investors Email-Id:  
investors@arihantacademy.com

## Website:

[www.arihantacademy.com](http://www.arihantacademy.com)

## Corporate Identification No.

L80903MH2007PLC175500

# Our Vision

Our vision is to empower over a million students across India to unlock their true potential and achieve their dreams through dedicated coaching, timely guidance, and a supportive environment. We are committed to providing personalized education to every child, regardless of their stream, board, or background. Our approach ensures that students from all walks of life receive the tools and encouragement they need to excel. We believe in creating an inclusive, nurturing space where every student can thrive and succeed in their educational journey.



**Mr. Anil Kapasi**  
Managing Director

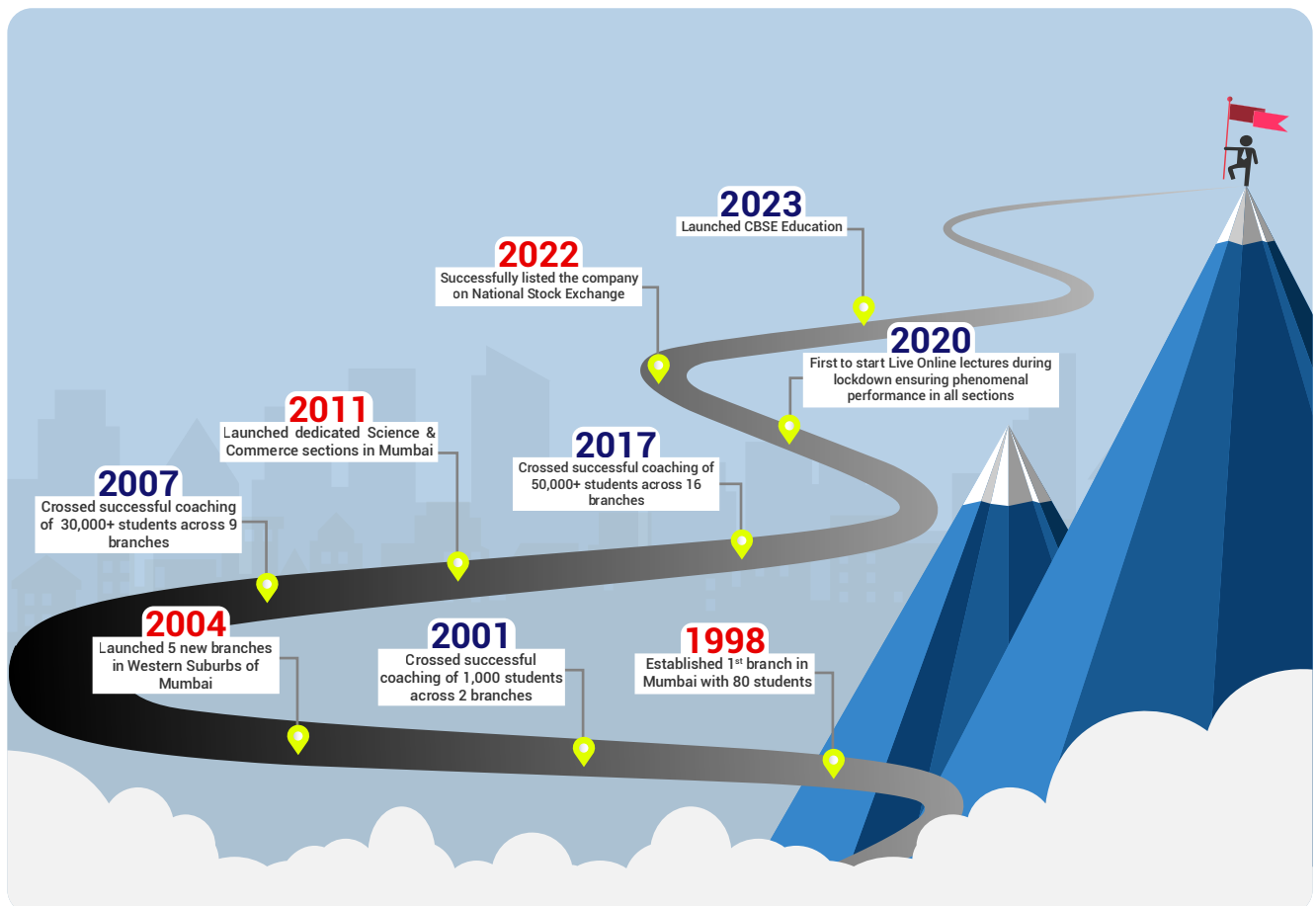
As we celebrate 26 years of educational excellence, our vision is to continue expanding our reach across the city. We are dedicated to providing top-quality education that nurtures young minds and prepares them for the future. Our commitment remains strong: to innovate, adapt, and create an environment where every student can thrive.



**Mr. Umesh Pangam**  
Chairman

Reflecting on 26 years of success, our institute's legacy is one of quality and trust. Our vision is to extend our educational services citywide, ensuring that more students benefit from our expertise. We are committed to shaping future leaders by fostering an environment of knowledge, values, and creativity.

# Our Journey so far



# Managing Director

## Message To Shareholders

Dear Stakeholders,

On behalf of the Board of Directors, I am pleased to present to you the Annual Report for the Financial Year ended March 31, 2024 ("F.Y. 2023-24").

It's a moment of immense pleasure for me as we connect this year on the occasion of 17th Annual General Meeting of ARIHANT ACADEMY LIMITED.

It is with pride that I pen this statement. I hope this letter finds you in good health.

We believe in creating value by taking constant efforts towards building capabilities and developing our competitive edge over peers with the help of bringing in diversity and transparency in doing business and would continue to do so in order to become a stronger entity than we were yesterday.

I would like to take this opportunity to thank our employees for sticking through despite the difficult times. Our focus has been to go an extra mile in taking good care of the health of our employees along with the financial health of the Company.

Most importantly, I would like to thank you, our Shareholders, Bankers and other Stakeholders for your overwhelming trust and confidence that helped and motivated us to pursue an agenda that is in the long-term interest of the Company and hope that this mutual relationship will continue to prosper in long run also.

**With Warm Regards,  
Mr. Anil Suresh Kapasi**

**Sd/-**

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**Managing Director  
Arihant Academy Limited**



# 17th Annual General Meeting



**12th September, 2024**  
**Thursday**

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Ground Floor, Triveni Sadan,  
Opp. Ambe Mata Temple,  
Carter Road No. 3,  
Borivali (East),  
Mumbai 400066



# Notice Of Annual General Meeting

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Notice is hereby given that the 17th Annual General Meeting of the Members of Arihant Academy Limited ("Company") will be held on Thursday, September 12, 2024 at 11.00 A.M. at Ground Floor, Triveni Sadan, Opp. Ambe Mata Temple Carter Road No. 3, Borivali (East) Mumbai 400066 to transact the following business:

## ORDINARY BUSINESS:

### 1. ADOPTION OF AUDITED STANDALONE FINANCIAL STATEMENTS:

To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the financial year ended March 31, 2024, together with the Reports of the Board of Directors and Auditors thereon.

### 2. Declaration of final dividend of Rs. 1.00/- per equity share (10%) for the financial year 2023-24:

To declare final dividend of Rs. 1.00/- per equity share (10%) for the financial year ended on 31st March, 2024.

### 3. APPOINTMENT OF MS. KIRTI UMESH PANGAM (DIN 09742752) AS NON-EXECUTIVE DIRECTOR, LIABLE TO RETIRE BY ROTATION:

To appoint a Director in place of Ms. Kirti Umesh Pangam (DIN 09742752) who retires by rotation in terms of Section 152(6) of the Companies Act, 2013 and being eligible, seeks 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 of the Companies Act, 2013, Ms. Kirti Umesh Pangam (DIN 09742752) who retires by rotation and being eligible offers herself for reappointment, be and is hereby re-appointed as a Non-Executive Director of the Company.

By Order of the Board of Directors  
For **Arihant Academy Limited**

Sd/-

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**Anil Suresh Kapasi**  
**Managing Director**  
**DIN: 03524165**

Date: 14.08.2024  
Place: Mumbai



## NOTES

### **1. 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.**

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 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, not less than 48 hours before the commencement of the Meeting.

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.

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.

2. 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.

3. The Members/Proxies are requested to bring the attendance slip duly filled in for attending the Meeting.

4. The Register of Directors and Key Managerial Personnel and their Shareholding, the Register of Contracts or Arrangements in which Directors are interested will be available for inspection at the Meeting.

5. All the documents referred to in the Notice are annexed thereto including the Annual Report for the financial year 2023-24 and Notice of the 17th Annual General Meeting are open for inspection by the Members, without any fees, at the Registered Office of the Company at Ground Floor, Triveni Sadan, Opp. Ambe Mata Temple Carter Road No. 3, Borivali (East) Mumbai 400066 between 11.00 a.m. and 01.00 p.m. on all working days except Saturday and Sunday up to the date of the Meeting and the same shall also be made available for inspection by Members at the Meeting.

Members holding shares in physical form are requested to approach, Bigshare Services Private Limited the Registrar and Share Transfer Agents of the Company situated at Pinnacle Business Park, Office No S6-2, 6th, Mahakali Caves Rd, next to Ahura Centre, Andheri East, Mumbai, Maharashtra 400093 for:

- a. intimating any change in their address and/or bank mandate;
- b. submitting requests for transfer, transmission, name change, split, consolidation, etc.;
- c. nominating any person to whom the shares shall vest in the event of death;
- d. updating/registering their e-mail address for correspondence; and
- e. any other queries with respect to shares held by them.

6. Members holding shares in electronic form are hereby informed that the Company or its Registrar cannot act on any request received directly from them for any change of address and/or bank mandate or change in e-mail address. Such changes are to be intimated only to the Depository Participants of the Members.

7. Details of Directors retiring by rotation at the ensuing Meeting are provided in the explanatory statement annexed to the Notice pursuant to the provisions of (i) Regulation 36(3) the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and (ii) Secretarial Standard on General Meetings (SS-2), issued by the Institute of Company Secretaries of India, forms integral part of the notice.

8. Members who have not registered their e-mail address for receiving all communications including Annual Report, Notices and Circulars, etc. from the Company electronically, are requested to register the same with their Depository Participants (for shares held in electronic form) and with Bigshare Services Private Limited, the Registrar and Share Transfer Agents of the Company (for shares held in physical form). Members, who have registered their e-mail address, are also entitled to receive such communication in physical form, upon request.

9. The Register of Members and the Transfer Books of the Company will remain closed from September 05, 2024 to September 12, 2024, both days inclusive.

10. Payment of Dividend as recommended by the Directors, if approved at the meeting, will be made to those members whose names are on the Company's Register of Members on September 05, 2024 (Record Date) and those whose names appear as Beneficial Owner (in case shares are held in Demat) as at the close of the business hours on September 05, 2024 as per the details to be furnished by the Depositories, viz. National Securities Depository Limited and Central Depository Services (India) Limited for this purpose.

11. Pursuant to Finance Act 2020, dividend income will be taxable in the hands of shareholders w.e.f. 1st April, 2020 and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates. For the prescribed rates for various categories, the shareholders are requested to refer to the Finance Act, 2020 and amendments thereof. The shareholders are requested to update their PAN with the Company/ Link Intime Private Limited (in case of shares held in physical mode) and depositories (in case of shares held in demat mode).

A Resident individual shareholder with PAN and who is not liable to pay income tax can submit a yearly declaration in Form No. 15G/15H, to avail the benefit of non-deduction of tax at source by email to [investors@arihantacademy.com](mailto:investors@arihantacademy.com) and [tds@bigshareonline.com](mailto:tds@bigshareonline.com). Shareholders are requested to note that in case their PAN is not registered, the tax will be deducted at a higher rate of 20%.

Non-resident shareholders can avail beneficial rates under tax treaty between India and their country of residence, subject to providing necessary documents i.e. No Permanent Establishment and Beneficial Ownership Declaration, Tax Residency Certificate, Form 10F, any other document which may be required to avail the tax treaty benefits by sending an email to the RTA / Company.

Link for uploading forms/documents 15G, 15H and 10F - <https://www.bigshareonline.com/Resources.aspx> fill in the details and upload the required documents and submit.

12. The Board of Directors has appointed M/s Dilip Swarnkar & Associates, Practicing Company Secretaries as scrutinizer for the Annual General Meeting of the Company.

13. Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 states that the e-voting facility shall be provided to shareholders in compliance with the conditions specified under Companies (Management and Administration) Rules, 2014, or amendments thereto. However, the Company, being listed on the EMERGE platform of NSE, has been exempted from complying with e-voting requirements vide MCA Notification dated 19th March, 2015 by amendment in Rule 20 of the Companies (Management and Administration) Rules, 2014. Hence pursuant to the notification, the e-voting facility has not been provided.

14. The Annual Report for the financial year 2023-24 and Notice of the 17th Annual General Meeting, inter- alia, indicating the process and manner of voting along with Attendance Slip and Proxy Form are being sent in electronic mode to all the Members holding shares in dematerialized form and having their e-mail address registered with their Depository Participants and such other Members who have positively consented in writing to receive the same by electronic mode. Further physical copies of the above-mentioned documents are being sent to all other Members by the permitted mode. Members, who have received the above documents in electronic mode, are entitled to receive the same, free of cost, in physical form, upon making a request in this regard to Bigshare Services Private Limited, the Registrar and Share Transfer Agents of the Company or to the Company. The abovementioned documents are also available for download on the Company's website i.e. [www.arihantacademy.com](http://www.arihantacademy.com) and on the websites of the Stock Exchanges i.e. NSE Limited at [www.nseindia.com](http://www.nseindia.com)

15. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participant(s). Members holding shares in physical form are required to submit their PAN details to the Company.

16. Only bonafide members of the Company whose names appear on the Register of Members/Register of Beneficial Owners/Proxy holders, in possession of valid attendance slips duly filled and signed will be permitted to attend the meeting. The Company reserves its right to take all steps as may be deemed necessary to restrict non-members from attending the meeting.



**Expanding our  
reach, empowering  
more minds.  
Shaping futures  
across the city.**

# 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: L80903MH2007PLC175500

Name of the Company: ARIHANT ACADEMY LIMITED

Registered Office: Ground Floor, Triveni Sadan, Opp. Ambe Mata Temple Carter Road No. 3, Borivali (East) Mumbai 400066.

E-mail Id:

Folio No./Client Id:

DP. Id:

I/We, being the Member(s) of \_\_\_\_\_ Shares of the above-named Company, hereby appoint

1.

Name: \_\_\_\_\_

Address: \_\_\_\_\_

E-mail Id: \_\_\_\_\_

Signature \_\_\_\_\_, or failing him

2.

Name: \_\_\_\_\_

Address: \_\_\_\_\_

E-mail Id: \_\_\_\_\_

Signature \_\_\_\_\_, or failing him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 17th Annual General Meeting of the Company, to be held on Thursday, September 12, 2024, at Ground Floor, Triveni Sadan, Opp. Ambe Mata Temple Carter Road No. 3, Borivali (East) Mumbai 400066 at 11:00 AM and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.

1. To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the financial year ended March 31, 2024, together with the Reports of the Board of Directors and Auditors thereon.
2. Declaration of final dividend of Rs. 1.00/- per equity share (10%) for the financial year 2023-24
3. To appoint a Director in place of Ms. Kirti Umesh Pangam (DIN 09742752) who retires by rotation in terms of Section 152(6) of the Companies Act, 2013 and being eligible, seeks re-appointment.

Signed this \_\_\_\_\_ day of 2024

Signature of shareholder Signature of Proxy holders(s)

Affix  
Revenue  
Stamp

## Notes

1. This Form of the 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.
2. A proxy need not be a member of the Company.
3. A person can act as a proxy on behalf of the members not exceeding 50 and holding in aggregate not more than 10% of the total share capital of the Company carry voting rights.
4. If a member holding more than 10% of the total share capital carrying voting rights may appoint a single person as a proxy and such person shall not act as proxy for any other member.
5. In case of Joint holder, the vote of the senior who tender as vote, whether in person or by proxy, shall be accepted to the exclusion to the vote of other joint holders. Seniority shall be determined by the order in which the name stand in the register of members.
6. The submission by a member of this form of proxy will not preclude such member from attending in person and voting at the Meeting.
7. This is optional please put a tick mark ( ) in appropriate column against the resolution indicated above. In case of members wishes his/her vote to be used differently, he/she should indicate the number of shares under the columns "For", "Against". In case the members leave the column(s) blank, the proxy will be entitled to vote in the manner he/she thinks appropriate.

***"Nurturing dreams, fostering success. Guiding students to their fullest potential."***

8. An instrument of Proxy duly filled, stamped and signed, is valid only for the Meeting to which it relates including any adjournment thereof.
9. An instrument of Proxy is valid only if it is properly stamped. Unstamped or inadequately stamped Proxies or Proxies upon which the stamps have not been cancelled are invalid.
10. The Proxy-holder should prove his identity at the time of attending the meeting.
11. An authorised representative of a body corporate or of the President of India or of the Governor of a State, holding shares in a company, may appoint a Proxy under his signature.
12. A proxy form which does not state the name of the Proxy should not be considered valid.
13. If an undated Proxy, which is otherwise complete in all respects, is lodged within the prescribed time limit, it should be considered valid.
14. If a Company receives multiple Proxies for the same holdings of a Member, the proxy which is dated last is considered valid; if they are not dated or bear the same date without specific mention of time, all such multiple Proxies should be treated as invalid.



15. If a Proxy had been appointed for the original Meeting and such Meeting is adjourned, any Proxy given for the adjourned Meeting revokes the Proxy given for the original Meeting.
16. A Proxy later in date revokes any Proxy/Proxies dated prior to such Proxy.
17. A Proxy is valid until written notice of revocation has been received by the company before the commencement of the Meeting or adjourned Meeting, as the case may be. A Proxy need not be informed of the revocation of the Proxy issued by the Member. Even an undated letter of revocation of Proxy should be accepted. Unless the Articles provide otherwise, a notice of revocation should be signed by the same person who had signed the Proxy.
18. Requisitions, if any, for inspection of Proxies should be received in writing from a Member at least three days before the commencement of the Meeting.
19. Proxies should be made available for inspection during the period beginning twenty-four hours before the time fixed for the commencement of the Meeting and ending with the conclusion of the Meeting.

## Student Centric Approach

At Arihant Academy, we prioritize making every student's academic journey truly remarkable. We take comprehensive steps to ensure that each student receives the best possible education, tailored to their unique needs. Our approach includes personalized learning plans, innovative teaching methods, and access to state-of-the-art resources. We foster a nurturing and supportive environment where students feel encouraged to explore, inquire, and grow. Our dedicated faculty goes beyond traditional teaching, offering mentorship and guidance that empower students to reach their full potential. Through continuous assessment and feedback, we ensure that every student is on a path to success, prepared for future challenges.



# Attendance Slip

To be surrendered at the time of entry

Folio No. / Client ID: \_\_\_\_\_

No. of Shares: \_\_\_\_\_

Name of Member/Proxy: \_\_\_\_\_

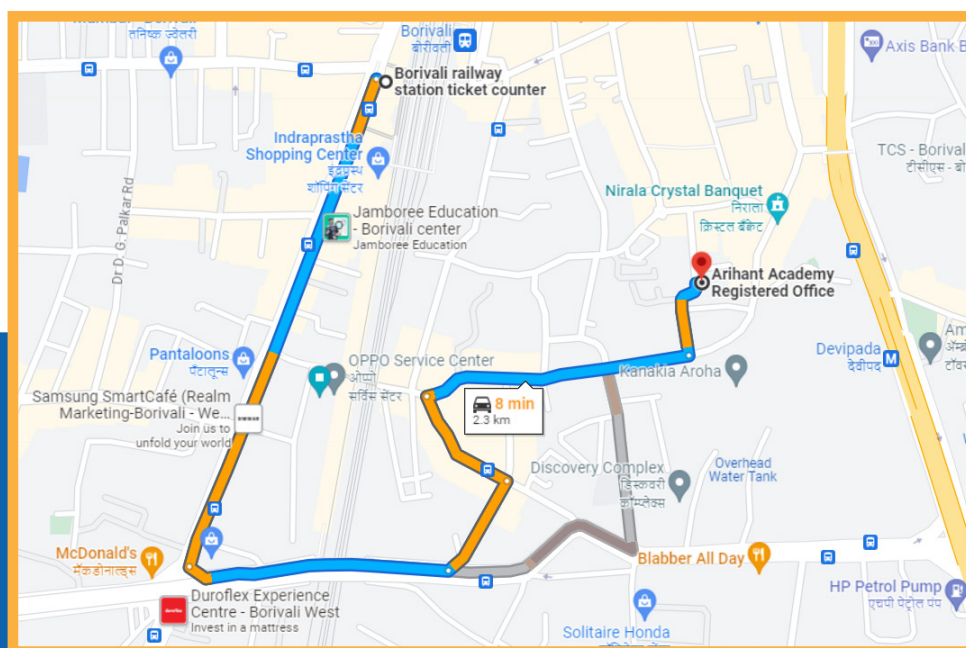
I hereby record my presence at the 17th Annual General Meeting of the Company on Thursday, 12th day of September, 2024, at Ground Floor, Triveni Sadan, Opp. Ambe Mata Temple Carter Road No. 3, Borivali (East) Mumbai 400066 at 11:00 A.M.

\_\_\_\_\_  
Member's/Proxy's Signature

Notes:

1. Please refer to the instructions printed under the Notes to the Notice of the 17th Annual General Meeting.
2. Shareholders/Proxy holders are requested to bring the attendance Slip with them when they come to the meeting.
3. No attendance slip will be issued at the time of meeting.
4. Shareholders who come to attend the meeting are requested to bring their copies of the Annual Report with them, as spare copies will not be available at the meeting.

## ROUTE MAP TO THE VENUE OF THE 17TH ANNUAL GENERAL MEETING ON THURSDAY, SEPTEMBER 12, 2024 AT 11.00 A.M.





# Annexure – A

To be surrendered at the time of entry

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;

Particulars	Kirti Umesh Pangam (DIN 09742752)
Brief Resume of Director	Kirti Umesh Pangam, aged 44 years, is the Non-Executive Director of our Company. She is qualified as a Double Post Graduate in Language and Literature. She has 14 years of experience in the field of education, and a year of experience as Head of Department of History of a premier school in Mumbai. Being well-versed on the new methodologies required to operate schools, she is a consultant, trainer, and advisor to many schools. She is recognized by many reputed organizations like Education World, Digital India etc. as a reputed class educational leader. She is an English and Social Studies teacher with an outstanding track record of teaching students of higher secondary board. She is skilled in integrating relevant technology to support classroom instruction and learning activities. She has hands-on experience in developing curriculum to accommodate different learning styles and maximising students' comprehension. She has developed a high sense of creating positive environment for students. She is a quick learner with exposure to cross-culture work environments.
Current Position	Non-Executive Director (Liable to retire by rotation)
Age	44 Years
Qualification & Experience	She is qualified as a Double Post Graduate in Language and Literature. She has 14 years of experience in the field of education, and a year of experience as Head of Department of History of a premier school in Mumbai
Expertise in Specific functional areas	She is skilled in integrating relevant technology to support classroom instruction and learning activities. She has hands-on experience in developing curriculum to accommodate different learning styles and maximising students' comprehension. She has developed a high sense of creating positive environment for students. She is a quick learner with exposure to cross-culture work environments.
Date of first Appointment	24/09/2022
Terms and Conditions of Appointment	Appointed as Non-Executive Director w.e.f September 24, 2022 and liable to retire by rotation.

Number of Board Meetings attended during the year	4 Board Meetings
Shareholding in the Company	4.26 %
Relationship with Other Directors	Wife of Whole Time Director, Mr. Umesh Anand Pangam
Other Directorships	NA
Memberships / Chairmanship of Committees	Nomination and Remuneration Committee - Member Stakeholders Relationship Committee - Member
Listed Entity from which he has resigned in the past three years	NA



## AFA 2024

We understand the immense joy and contentment that comes with achieving one's dreams. At Arihant Academy, we strive to elevate this joy by celebrating students' achievements in a special way. Our annual felicitation program, "A Fervent Applause" is designed to recognize, appreciate and celebrate the successful journeys of students who have excelled in competitive exams as well as state boards achieve. It is a moment of pride for parents to witness their child receiving awards in front of a large audience. The students receive cash prizes, medals and trophies for their accomplishments.

# Boards' Report

To,  
The Members,  
Arihant Academy Limited

The Board of Directors of the Company have great pleasure in presenting the 17th Boards' Report of the Company together with Audited Financial Results for the year ended March 31, 2024. This report states compliance as per the requirements of the Companies Act, 2013 ("the Act"), the Secretarial Standards, the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and other rules and regulations as applicable to the Company.

## 1. FINANCIAL PERFORMANCE:

The highlight of the financial performance of the Company for the year ended March 31, 2024 is summarized as follows:

(Amount in lakhs)		
Particulars	FY 2023-24	FY 2022-23
Revenue from Operations	3,032.35	2,311.81
Other Income	123.11	117.18
<b>Total Income</b>	<b>3,155.46</b>	<b>2,428.99</b>
Employee Benefit Expenses	642.92	498.87
Financial Cost	0.82	2.13
Depreciation and amortisation expenses	135.84	90.87
Other Expenses	2,196.67	1,526.31
<b>Total Expenses</b>	<b>2,976.25</b>	<b>2,118.18</b>
Profit/(Loss) before Tax	179.21	310.81
Less : Exceptional items	-	78.83
<b>Profit/(Loss) before Tax</b>	<b>179.21</b>	<b>231.98</b>
Provision for Taxation (Net)	24.41	83.14
<b>Profit/(Loss) after tax</b>	<b>154.80</b>	<b>148.84</b>
Other Comprehensive income for the financial year	-	-
<b>Total Comprehensive income/(loss) for the financial year</b>	<b>-</b>	<b>-</b>
Earnings per Equity Share (₹) - Face value of 10/- each	2.56	4.82

## **2. BUSINESS AND FINANCIAL PERFORMANCE OVERVIEW:**

### **Business Overview**

With the motto of building the nation through education, your Company is constantly contributing in the field of education across age groups, all the while maintaining its core values of integrity, ownership, leadership, trust and continuous learning. We believe that every child has a unique and infinite potential and we are committed to help children realise their capabilities.

### **Financial Performance Overview**

During the year under review, the Company has earned a total revenue of Rs. 3155.46 Lakhs for the year ended March 31, 2024 as against Rs. 2,428.99 Lakhs in the previous financial year.

The Company has recorded a profit (PBT) of Rs. 179.21 Lakhs for the year ended March 31, 2024 as compared to Rs. 231.98 Lakhs in the previous financial year.

The Profit/ (Loss) after Tax (PAT) for the year ended March 31, 2024 stood at Rs. 154.80 Lakhs as compared to Rs. 148.84 Lakhs in the previous financial year.

## **3. DIVIDEND/ TRANSFER TO RESERVES:**

The Board of directors of the company recommended Dividend @10% (Rs 1/- per equity share) for the financial year 2023-24.

In Financial year 2023-24 the reserve maintained with the Company is Rs. 1,514.66 lakhs while in the year 2022-23 reserve was Rs. 1,359.88 Lakhs.

Your Company has not transferred the profits for year ended March 31, 2024 to Reserves and Surplus.

## **4. MATERIAL CHANGES AND COMMITMENTS BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENT RELATE AND THE DATE OF THIS REPORT:**

The board of directors of the company recommended dividend @ 10% (Rs. 1/- per equity share) for the financial year 2023-24 subject to approval of shareholders at the ensuing Annual General Meeting of the company.

## **5. DEPOSITS:**

The Company has neither accepted nor renewed any deposits falling within the purview of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules 2014 as amended from time to time, during the year under review.

## **6. CHANGE IN THE NATURE OF BUSINESS:**

There has been no change in the Business of the Company during the financial year ended March 31, 2024.

## **7. CAPITAL STRUCTURE:**

### **AUTHORIZED SHARE CAPITAL**

The Authorized Share Capital of the Company as on March 31, 2024 was Rs 10,00,00,000/- (Rupees Ten Crore) divided into 10,000,000 shares of Rs 10/- each.

## ISSUED AND PAID-UP CAPITAL

The paid-up Equity Share Capital as on March 31, 2024 was Rs. 6,05,52,000/- (Rupees Six Crore Five Lakhs Fifty-Two Thousand Only) divided into 60,55,200 Shares of Rs. 10/- each.

**CHANGES IN SHARE CAPITAL:** There is no change in share capital of Company during the financial year.

## 8. DISCLOSURES RELATING TO HOLDING, SUBSIDIARY, ASSOCIATE COMPANY AND JOINT VENTURES:

As on March 31, 2024 the Company has no Holding, Subsidiaries, Associate Company, and Joint Venture.

## 9. DIRECTORS & KEY MANAGERIAL PERSONNEL:

The composition of Board of Directors and Key Managerial Personnel (KMP) of the Company as on March 31, 2024 were as follows:

Sr. No.	Name of Director	Designation	Appointment/Resignation	Date of Appointment / Cessation/ Change in Designation
1.	Anil Suresh Kapasi	Managing Director	No Change	25/09/2022
2.	Umesh Anand Pangam	Whole-Time Director	No Change	25/09/2022
3.	Kirti Umesh Pangam	Non-Executive Director	No Change	24/09/2022
4.	Harsh Anil Kapasi	Non-Executive Director	No Change	24/09/2022
5.	Himanshu Rajanikant Mody	Non-Executive, Independent Director	No Change	25/09/2022
6.	Chintan Sureshbhai Shah	Non-Executive, Independent Director	No Change	25/09/2022
7.	Manish Khodidas Desai	Non-Executive, Independent Director	No Change	25/09/2022
8.	Shirish Pandurang Kumbhar	Chief Financial Officer	No Change	23/08/2022
9.	Deeksha Tiwari	Company Secretary & Compliance Officer	Appointment	25/09/2022
10.	Deeksha Tiwari	Company Secretary & Compliance Officer	Resignation	20/06/2023
11.	Sumeet Bhawe	Company Secretary & Compliance Officer	Appointment	16/09/2023



12.	Sumeet Bhawe	Company Secretary & Compliance Officer	Resignation	07/10/2023
13.	Garima Shrivastava	Company Secretary & Compliance Officer	Appointment	11/10/2023

#### **10. STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS:**

Pursuant to the provisions of sub-section (7) of Section 149 of the Companies Act, 2013, the Company has received individual declarations from all the Independent Directors confirming that they fulfil the criteria of Independence as specified in Section 149(6) of the Companies Act, 2013.

The Independent Director have complied with the Code of Conduct for Independent Directors prescribed in Schedule IV of the Act. In view of the available time limit, those Independent Director who are required to undertake the online proficiency self-assessment test as contemplated under Rule 6(4) of the Companies (Appointment and Qualification of Directors) Rules, 2014, had committed to perform the test within time limit stipulated under the act however two Independent directors yet to complete the online proficiency self-assessment test as they have two years' time period for completion of the same and company already ask them to complete online proficiency self-assessment test. The Company has received declarations from all Independent Directors of the Company confirming that they continue to meet the criteria of Independence as prescribed under Section 149 of the Companies Act 2013.

#### **11. BOARD AND COMMITTEE MEETING:**

##### **Number of Board Meetings**

The Board of Directors met 8 times during the financial year ended March 31, 2024 on 30-05-2023, 12-08-2023, 16-09-2023, 11-10-2023, 09-11-2023, 13-12-2023, 20-02-2024, 16-03-2024 in accordance with the provisions of the Companies Act, 2013 and rules made there under. The intervening gap between two Board Meeting was within the period prescribed under the Companies Act, 2013 and as per Secretarial Standard-1. The prescribed quorum was presented for all the Meetings and Directors of the Company actively participated in the meetings and contributed valuable inputs on the matters brought before the Board of Directors from time to time.

## 12. COMMITTEES OF THE BOARD:

The Company has three committees viz; Audit Committee, Nomination and Remuneration Committee, Stakeholders Relationship Committee which has been established as a part of the better Corporate Governance practices and is in compliance with the requirements of the relevant provisions of applicable laws and statutes.

### I. Audit Committee:

The Audit Committee of the Company is constituted under the provisions of section 177 of the Companies Act, 2013.

Composition of the Committee:

Sr. No.	Name	Designation
1.	Mr. Manish Khodidas Desai	Chairman
2.	Mr. Chintan Sureshbhai Shah	Member
3.	Mr. Anil Suresh Kapasi	Member

All the recommendation made by the Audit Committee in the financial year 2023-24 was approved by the Board.

Meeting of Audit Committee and Relevant Quorum:

The Audit Committee shall meet at least four times in a year and not more than one hundred and twenty days shall elapse between two meetings. The quorum for Audit Committee meeting shall either be two members or one third of the members of the Audit Committee, whichever is greater, with at least two Independent Directors.

The Chairman of the Committee must attend the Annual General Meetings of the Company to provide clarifications on matters relating to the audit.

During the year under review, the Company held 4 (Four) Audit Committee meetings.

Company Secretary shall act as the secretary to the Audit Committee.

### II. Nomination & Remuneration Committee:

The Nomination & Remuneration Committee of the Company is constituted under the provisions of section 177 of the Companies Act, 2013.

Composition of the Committee:

Sr. No.	Name	Designation
1.	Mr. Chintan Sureshbhai Shah	Chairman
2.	Mr. Himanshu Rajnikant Mody	Member
3.	Ms. Kirti Umesh Pangam	Member



#### Meeting of Nomination and Remuneration Committee and Relevant Quorum:

The quorum necessary for a meeting of the Nomination and Remuneration Committee shall be two members or one third of the members, whichever is greater. The Committee is required to meet at least once a year.

During the year under review, the Company held 3 (three) Nomination and Remuneration Committee meetings.

Company Secretary shall act as the secretary to the Nomination and Remuneration Committee.

### III. Stakeholder Relationship Committee

The Stakeholder Relationship Committee of the Company is constituted under the provisions of section 177 of the Companies Act, 2013.

Composition of the Committee:

Sr. No.	Name	Designation
1.	Mr. Himanshu Rajnikant Mody	Chairman
2.	Mr. Manish Khodidas Desai	Member
3.	Ms. Kirti Umesh Pangam	Member

#### Meeting of Stakeholder's Relationship Committee and Relevant Quorum:

The Stakeholder's Relationship Committee shall meet once in a year. The quorum for a meeting of the Stakeholder's Relationship Committee shall be two members present.

During the year under review, the Company held 1 (one) Stakeholders Relationship Committee meeting.

Company Secretary shall act as the secretary to the Stakeholder's Relationship Committee.

### 13. NOMINATION AND REMUNERATION POLICY:

The Company believes that building a diverse and inclusive culture is integral to its success. A diverse Board, among others, will enhance the quality of decisions by utilizing different skills, qualifications, professional experience and knowledge of the Board members necessary for achieving sustainable and balanced development. In terms of SEBI Listing Regulations and Act, the Company has in place Nomination & Remuneration Policy.

The said policy of the Company, inter alia, provides that the Nomination and Remuneration Committee shall formulate the criteria for appointment of Executive, Non-Executive and Independent Directors on the Board of Directors of the Company and persons in the Senior Management of the Company, their remuneration including determination of qualifications, positive attributes, independence of directors and other matters as provided under sub-section (3) of Section 178 of the Act (including any statutory modification(s) or re-enactment(s) thereof for the time being in force). The Policy also lays down broad guidelines for evaluation of performance of Board as a whole, Committees of the Board, Individual Directors including the Chairperson and the Independent Directors. The aforesaid Nomination and Remuneration Policy has been uploaded on the website of your Company [www.arihantacademy.com](http://www.arihantacademy.com)

#### **14. CORPORATE GOVERNANCE REPORT:**

Since the Company is listed on EMERGE platform of National Stock Exchange of India Ltd., the provisions of Corporate Governance are not applicable on the Company.

#### **15. FAMILIARIZATION PROGRAMME FOR INDEPENDENT DIRECTORS:**

The Board members are provided with necessary documents/ brochures, reports and internal policies to enable them to familiarize with the Company's procedures and practices, the website link is [www.arihantacademy.com](http://www.arihantacademy.com)

#### **16. ANNUAL EVALUATION:**

Pursuant to the provisions of the Companies Act and the SEBI Listing Regulations, a structured questionnaire was prepared for evaluating the performance of Board, its Committees and Individual Director including Independent Directors. The questionnaires were prepared after taking into consideration the various facets related to working of Board, its Committee and roles and responsibilities of Director. The Board and the Nomination and Remuneration Committee reviewed the performance of the Individual Directors including Independent Directors on the basis of the criteria and framework adopted by the Board. Further, the performance of Board as a whole and committees were evaluated by the Board after seeking inputs from all the Directors on the basis of various criteria. The Board of Directors expressed their satisfaction with the evaluation process. In a separate meeting of Independent Directors, the performance of Non-Independent Directors, performance of Board as a whole and performance of the Chairman was evaluated, taking into account the views of the Executive Directors and Non-Executive Directors.

#### **17. CORPORATE SOCIAL RESPONSIBILITY:**

Provisions of Corporate Social Responsibility pursuant to the provisions of the Section 135 of the Companies Act, 2013 is not applicable on our Company.

#### **18. VIGIL MECHANISM FOR THE DIRECTORS AND EMPLOYEES:**

The Company has established a vigil mechanism, through a Whistle Blower Policy, where Directors and employees can voice their genuine concerns or grievances about any unethical or unacceptable business practice. A whistle-blowing mechanism not only helps the Company in detection of fraud, but is also used as a corporate governance tool leading to prevention and deterrence of misconduct.

It provides direct access to the employees of the Company to approach the Compliance Officer or the Chairman of the Audit Committee, where necessary. The Company ensures that genuine Whistle Blowers are accorded complete protection from any kind of unfair treatment or victimization. The Whistle Blower Policy is disclosed on the website of the Company at [www.arihantacademy.com](http://www.arihantacademy.com)

#### **19. RISK MANAGEMENT:**

The Board of the Company has evaluated a risk management to monitor the risk management plan for the Company. The Audit Committee has additional oversight in the area of financial risk and controls. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on continuing basis.

## **20. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:**

The details of loans, guarantees or investments covered under Section 186 of the Companies Act, 2013 are given in the Note to the Financial Statements.

## **21. MATERIAL ORDERS OF JUDICIAL BODIES/ REGULATORS**

No order, whether significant and/or material has been passed by any regulators, courts, tribunals impacting the going concern status and Company's operations in future.

## **22. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES UNDER SECTION 188 OF THE ACT**

All related party transactions that were entered into during the Period under review, were on arm's length basis and in the ordinary course of business. No materially significant related party transactions which required the approval of members, were entered into by the Company during the Period under review. Further, all related party transactions entered into by the Company are placed before the Audit Committee for its approval.

The particulars of the contracts or arrangements entered into by the Company with related parties as referred to in Section 134(3)(h) read with section 188(1) of the Act and rules framed thereunder, in the Form No. AOC-2 are annexed and marked as Annexure-A.

## **23. AUDITORS:**

### **STATUTORY AUDITORS**

M/s. G. P. Kapadia and Co., Chartered Accountants (Firm Registration No. 104768W) were appointed as the statutory auditors of the Company at the 16th Annual General Meeting of the Company for a term of five consecutive years i.e. from F.Y. 2023- 24 to 2027-28, who shall hold office from the conclusion of 16th Annual General Meeting till the conclusion of the 21st Annual General Meeting to be held in the year 2028, in terms of provisions of section 139 of the Act.

Further the Statutory Auditors have submitted their Report on the Financial Statements for the financial year ended March 31, 2024, which forms part of this Report. Also, there is no qualifications, reservations or adverse remarks made by the M/s. G. P. Kapadia and Co. Statutory Auditor of Company in their Audit Report for the year under review.

### **SECRETARIAL AUDITORS**

Pursuant to the provisions of Section 204 of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors has appointed M/s. Dilip Swarnkar & Associates, Practicing Company Secretary, as Secretarial Auditors of the Company for the year under review. The Secretarial Audit report received from the Secretarial Auditors is annexed to this report marked as **Annexure B** and forms part of this report.

### **INTERNAL AUDITORS**

The Board of Directors, based on the recommendation of the Audit Committee and pursuant to the provisions of section 138 of the Act read with the Companies (Accounts) Rules, 2014, has appointed M/s. Shailesh Kamdar & Co., Chartered Accountants, (Firm Reg. No 117899W) as the Internal Auditor of your Company for the year under review. The Internal Auditor conducts the internal audit of the functions and operations of the Company.

## AUDITOR'S REPORT AND SECRETARIAL AUDIT REPORT

**Statutory Auditor's Report:** There are no qualifications, reservations or adverse remarks made by Statutory Auditors in the Auditor's report. The Statutory Auditors have not reported any incident of fraud to the Audit Committee of the Company under subsection (12) of section 143 of the Companies Act, 2013, during the year under review.

The notes on accounts referred to the Auditors' Report are self-explanatory and therefore, do not call for any further explanation.

**Secretarial Auditor's Report:** There are no qualifications, reservations or adverse remarks made by Statutory Auditors in the Auditor's report.

### 24. EXTRACTS OF ANNUAL RETURN:

In accordance with Section 92(3) and Section 134(3)(a) of the Companies Act, 2013 read with Companies (Management and Administration) Rules, 2014, the Annual Return as on March 31, 2024 is available on the Company's website [www.arihantacademy.com](http://www.arihantacademy.com).

# Student Testimonials

### Jarul Vekariya

Scored 99.60% in ICSE Board Exam 2024  
& secured All-India Rank 2

I joined Arihant Academy in my ninth grade, right before my first unit test. The classes had frequent tests that helped me to stay on track and understand where I needed to improve. The Arihant Edge App gave us access to all the recorded lectures and notes. There were one-to-one meetings between students and teachers. Overall, I found Arihant Academy very supportive. I would recommend them to anyone looking for a structured learning environment.

### Sanjana Ranade

Scored 99.80% in SSC Board Exam 2022  
& secured 1st Rank in Mumbai

Professional guidance and constant support from the teachers of Arihant Academy have helped me achieve this score. Provision of lecture recordings on Arihant Edge App, Test Series & Personal Attention on individual improvements are the reason I'm continuing my journey with Arihant Academy for FYJC Commerce.

### Seshadri Iyer

Scored 100%ile in MHT-CET 2023  
& secured 2nd Rank in Maharashtra

The professors at Arihant Academy are not only tutors but also mentors who helped me navigate my path to success in NEET as well as MHT-CET. The management is as good as it's faculty. With their guidance, I have secured M.B.B.S. seat in Cooper Medical College, Mumbai.

### Bhumi Mehta

Scored 100% in SSC Board Exam 2021  
& secured 1st Rank in Maharashtra

Arihant Academy, Family and Friends, the three pillars of my life. The Teachers and non-teaching staff have always made me feel at home. Several guidance lectures and regular cycle-tests were conducted which helped me to boost my confidence. They have imbibed in me that unprecedented times would come and go but what would stay along are your consistent efforts.

## **25. MANAGEMENT DISCUSSION & ANALYSIS REPORTS:**

A detailed report on Management Discussion and Analysis (MDA) Report is included in this Report as **Annexure - C**.

## **26. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:**

The provisions of Section 134(3)(m) of the Companies Act, 2013 regarding the conservation of energy, technology absorption, foreign exchange earnings and outgo are not applicable to the Company considering the nature of activities undertaken by the Company during the year under review.

## **27. STATEMENT PURSUANT TO SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014:**

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is provided in this Report as **Annexure D** which forms part of this Report.

## **28. HUMAN RESOURCES**

The relations with the employees and associates continued to remain cordial throughout the year. The Directors of your Company wish to place on record their appreciation for the excellent team spirit and dedication displayed by the employees of the Company.

## **29. NON-APPLICABILITY OF THE INDIAN ACCOUNTING STANDARDS:**

As per provision to regulation Rule 4(1) of the companies (Indian Accounting Standards) Rules, 2015 notified vide Notification No. G.S.R 111 (E) on 16th February, 2015, Companies whose shares are listed on NSE EMERGE as referred to in Chapter XB of SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009, are exempted from the compulsory requirements of adoption of IND-AS w.e.f. 1st April, 2017.

## **30. DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013:**

The Company is committed to provide a safe and conducive work environment to its employees. There exist at the group level an Internal Complaints Committee ('ICC') constituted under The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The group is strongly opposed to sexual harassment and employees are made aware about the consequences of such acts and about the constitution of ICC. During the year under review, no complaints were filed with the Committee under the provisions of the said Act in relation to the workplace/s of the Company.

## **31. COMPLIANCE WITH SECRETARIAL STANDARDS ON BOARD AND ANNUAL GENERAL MEETINGS:**

The Company has complied with Secretarial Standards issued by the Institute of Company Secretaries of India on Board meetings and Annual General Meetings.

The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively.

### **32. MAINTENANCE OF COST RECORD:**

The provisions relating to maintenance of cost records as specified by the Central Government under sub section (1) of section 148 of the Companies Act, 2013, were not applicable to the Company upto March 31, 2024 and accordingly such accounts and records were not required to be maintained.

### **33. ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENTS:**

The Company has in place adequate Internal Financial Controls with reference to financial statements. During the year under review, such controls were tested and no reportable material weakness in the design or operation was observed.

### **34. GREEN INITIATIVES**

In compliance with Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 Notice of the AGM along with the Annual Report 2023-24 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report 2023-24 will also be available on the Company's website [www.arihantacademy.com](http://www.arihantacademy.com)

### **35. INSOLVENCY AND BANKRUPTCY CODE 2016:**

No application or proceeding was initiated in respect of the Company in terms of Insolvency and Bankruptcy Code 2016.

### **36. THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOANS FROM BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF:**

During the year under review, there were no transactions or events with respect to the one-time settlement with any bank or financial institution; hence no disclosure or reporting is required.

### **37. DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to Section 134 of the Companies Act, 2013 ('the Act'), with respect to Directors Responsibility Statement it is hereby confirmed:

- a) The Financial Statements of the Company - comprising of the Balance Sheet as at March 31, 2024 and the Statement of Profit & Loss for the year ended as on that date, have been prepared on a going concern basis following applicable accounting standards and that no material departures have been made from the same;
- b) Accounting policies selected were applied consistently and the judgments and estimates related to these financial statements have been made on a prudent and reasonable basis, so as to give a true and fair view of the state of affairs of the Company as at March 31, 2024, and, of the profits and loss of the Company for the year ended on that date;



- c) Proper and sufficient care has been taken for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, to safeguard the assets of the Company and to prevent and detect fraud and other irregularities;
- d) Requisite Internal Financial Controls to be followed by the Company were laid down and that such internal financial controls are adequate and operating effectively; and
- e) Proper systems have been devised to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

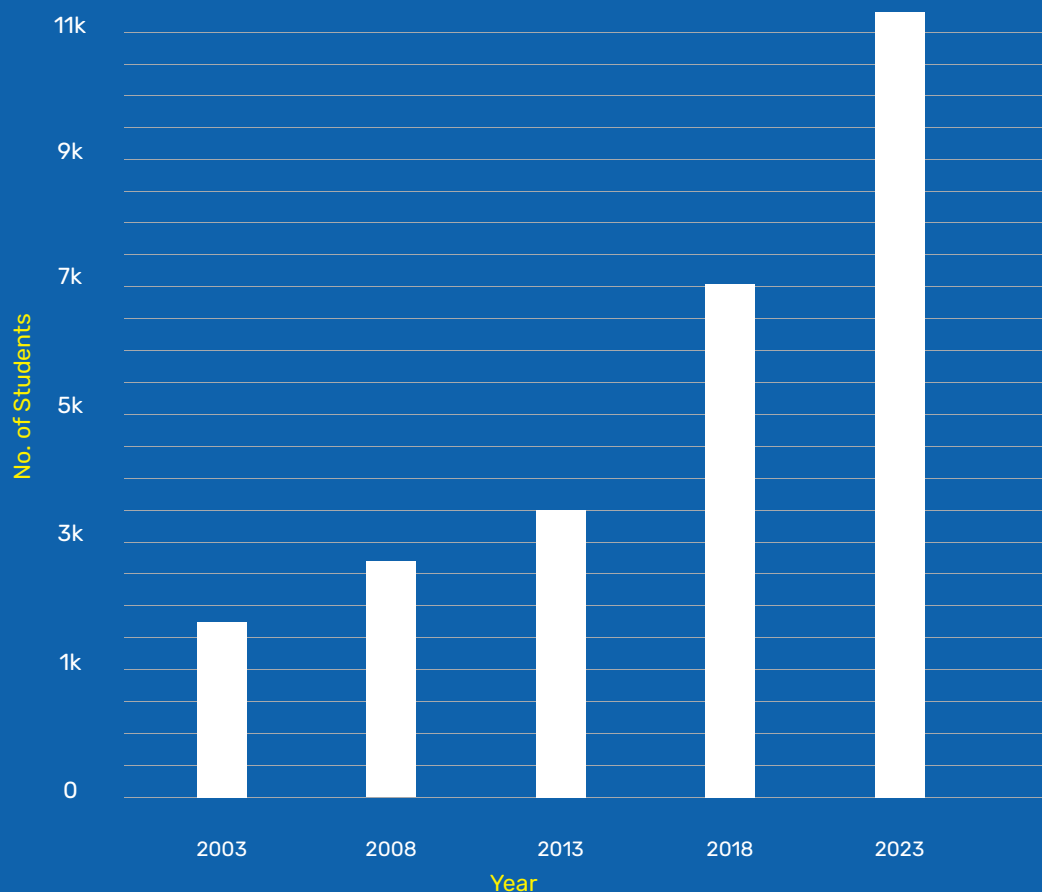
### 38. ACKNOWLEDGEMENTS:

Your Directors place on record their sincere thanks to 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 acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

**For and on behalf of the Board**  
**Arihant Academy Limited**

**Sd/-**  
**Umesh Anand Pangam**  
**Whole- Time Director**  
**DIN - 03524171**  
**Place: Mumbai**

**Sd/-**  
**Anil Suresh Kapasi**  
**Managing Director**  
**DIN - 03524165**



Growing  
with an  
average  
of **150%**  
every  
**5 years!**



# Annexure – A to Board Report

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## Form No. AOC-2

[Pursuant to clause (h) of sub-section (3) of Section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014]

### 1. Details of contracts or arrangements or transactions not at arm's length basis:

There were no contracts or arrangements or transactions entered into during the year ended March 31, 2024, which were not at arm's length basis.

### 2. Details of material contracts or arrangement or transactions at arm's length basis:

There were no material contracts or arrangements or transactions for the year ended March 31, 2024.

Thus, this disclosure is not applicable.

**For and on behalf of the Board**  
**Arihant Academy Limited**

**Sd/-**

**Sd/-**

**Umesh Anand Pangam**  
**Whole- Time Director**  
**DIN - 03524171**

**Anil Suresh Kapasi**  
**Managing Director**  
**DIN - 03524165**

**Place: Mumbai**  
**Date: 14.08.2024**

# Annexure – B to Board Report

**Form No. MR-3**  
**SECRETARIAL AUDIT REPORT OF**  
**ARIHANT ACADEMY LIMITED**

**FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2024**

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

**To,**

**The Members,**

**ARIHANT ACADEMY LIMITED**

**GROUND FLOOR, TRIVENI SADAN, OPP. AMBE MATA TEMPLE CARTER ROAD NO. 3,  
BORIVALI (EAST) MUMBAI MH 400066 IN**

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **ARIHANT ACADEMY LIMITED (CIN: L80903MH2007PLC175500)** ('hereinafter called the Company') for financial year ended March 31, 2024 (hereinafter referred to as "**the Audit Period**"). 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 and as per the explanations given to us and the representations made by the Management of the Company, we hereby report that in our opinion, the Company had during the Audit Period complied with the statutory provisions listed hereunder and also that the Company had proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, minute books, forms, and returns filed during the Audit Period and other records maintained by the Company for the Audit Period, according to the provisions of the following laws:

I. The Companies Act, 2013 and the Rules made there under and the applicable provisions of the Companies Act, 1956;

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. 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 (Listing Obligation and Disclosure Requirements) Regulations, 2015;

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, 2018; **(Not applicable to the Company during the audit period)**

d. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder **(Not applicable to the Company during the audit period)**

e. The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; **(Not applicable to the Company during the audit period)**

f. The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; **(Not applicable to the Company during the audit period)**

g. 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; **(Not applicable to the Company during the audit period)**

h. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; (Not applicable to the Company during the audit period)

i. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **(Not applicable to the Company during the audit period)**

V. Compliances/ processes/ systems under other specific applicable Laws (as applicable to the industry) are being relied based on Internal Report maintained by Company under internal Compliance system submitted to the Board of Directors of the Company.

We have also examined compliance with the applicable clauses of Secretarial Standards issued by the Institute of Company Secretaries of India and Listing Agreement entered by the Company with stock Exchange i.e. NSE during the Audit Period. Further the Company has also complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

**We further report that:**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, and Independent Directors. The changes in the composition of the Board of Directors that took place during the audit period were carried out in compliance with the provisions of the Act.

Adequate notices are given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent in advance 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 decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

We further report that as per the explanations given to us and the representations made by the management and relied upon by us, 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 period under review, the Company has not undertaken any specific events/ actions that can have a major bearing on the Company's compliance responsibility in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc

**FOR DILIP SWARNKAR & ASSOCIATES  
COMPANY SECRETARIES**

**DATE: 07-08-2024  
PLACE: MUMBAI**

**Sd/-**

**DILIP KUMAR SWARNKAR  
PROPRIETOR  
ACS 47600 & CP 26253  
UDIN: A047600F000918536**

**This report is to be read with our letter of even date which is annexed as 'ANNEXURE I' and forms an integral part of this report.**

# Annexure – I

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**(To the Secretarial Audit Report of Arihant Academy Limited for the financial year ended March 31, 2024)**

**To,  
The Members,  
ARIHANT ACADEMY LIMITED  
GROUND FLOOR, TRIVENI SADAN, OPP. AMBE MATA TEMPLE CARTER ROAD NO. 3,  
BORIVALI (EAST) MUMBAI MH 400066 IN**

Our Secretarial Audit Report for the financial year 31st March, 2024 is to be read along with this letter.

**Management's Responsibility: -**

1. It is the responsibility of the management of the Company to maintain secretarial records, devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.

**Auditor's Responsibility: -**

2. Our responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.  
3. We believe that audit evidence and information obtained from the Company's management is adequate and appropriate for us to provide a basis for our opinion.  
4. Wherever required, we have obtained the management's representation about the compliance of laws, rules and regulations and happening of events etc.

**Disclaimer: -**

5. 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.  
6. We have not verified the correctness and appropriateness of financial records and books of account of the Company.

**FOR DILIP SWARNKAR & ASSOCIATES  
COMPANY SECRETARIES**

**DATE: 07-08-2024  
PLACE: MUMBAI**

**Sd/-**

**DILIP KUMAR SWARNKAR  
PROPRIETOR  
ACS 47600 & CP 26253  
UDIN: A047600F000918536**

# Annexure – C to Board Report

## MANAGEMENT DISCUSSION & ANALYSIS REPORT

### 1. INTRODUCTION:

Our Company was originally incorporated under the name “India Tutorials Private Limited” under the provisions of the Companies Act, 1956 and Certificate of Incorporation was issued by the Registrar of Companies, Mumbai, on October 30, 2007. Subsequently, the name of our Company was changed to “Arihant Academy Private Limited” via Shareholders’ Resolution dated September 18, 2012 pursuant to which fresh Certificate of Incorporation dated October 31, 2012 was issued by Registrar of Companies, Mumbai. Consequently, the status of the Company was changed to public limited and the name of our Company was changed to “Arihant Academy Limited” vide Special Resolution passed by the Shareholders at the Extra Ordinary General Meeting of our Company held on September 09, 2022. The fresh certificate of incorporation consequent to conversion was issued on September 19, 2022 by the Registrar of Companies, Mumbai. The Corporate Identification Number of our Company is L80903MH2007PLC175500. Further the Company has issued share pursuant to Initial Public Offer (IPO) and listed on SME platform of NSE on December 29, 2022.

### 2. INDUSTRY STRUCTURE:

India has the largest population in the world in the age bracket of 5-24 years with 580 million people, presenting a huge opportunity in the education sector. India holds an important place in the global education industry. India has one of the largest networks of higher education institutions in the world. However, there is still a lot of potential for further development and improvement in the education system.

With increasing awareness, private Indian players are collaborating with international brands to provide an international standard of education. Private investments in the Indian education sector have increased substantially over the past two decades. The demand for specialised degrees is also picking up with more and more students opting for specific industry focused qualifications. Higher education institutes in India are focusing on creating online programmes due to the increasing demand from consumers.

### 3. INVESTMENTS/ DEVELOPMENTS:

The education and training sector in India has witnessed some major investments and developments in the recent past.

### 4. OPPORTUNITIES AND THREATS:

#### **Strength:**

Growth in the Indian economy and demand creates unprecedented opportunities for company to invest significantly in each of its core businesses. Outlook for the overall industries is positive. In keeping with the philosophy of continuous consumer centric approach which is the hall mark of any organization, several developmental activities have been planned for the next fiscal year.

#### **Opportunities:**

- 100% FDI under automatic route is allowed in the Indian education sector.

- To liberalise the sector, the Government has taken initiatives such as the National Accreditation Regulatory Authority Bill for Higher Educational and the Foreign Educational Institutions Bill.
- In July 2022, Prime Minister Mr. Narendra Modi inaugurated a three-day Akhil Bharatiya Shiksha Samagam at Varanasi to discuss how the implementation of the National Education Policy 2020 can be taken further across the country with various stakeholders.
- As part of a comprehensive initiative known as PM eVIDYA, the Department of School Education and the Ministry of Education were recognised by UNESCO for their use of information and communication technology (ICT) during the COVID-19 pandemic.

### **Threats:**

We operate in a competitive atmosphere. Some of our competitors may have greater resources than those available to us. While product quality, brand value, distribution network, etc are key factors in client decisions among competitors, however, price is the deciding factor in most cases. We face fair competition from both organized and unorganized players in the market. We believe that our experience in this business and quality assurance will be key to overcome competition posed by such organized and unorganized players. Although, a competitive market, there are not enough number of competitors offering services similar to us. We believe that we are able to compete effectively in the market with our quality of services and our reputation. We believe that the principal factors affecting competition in our business include client relationships, reputation, and the relative quality and price of the services.

## **5. SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE:**

We provide a comprehensive range of coaching services to students across various fields as mentioned below:

### **1. Secondary School Section (SSC, ICSE & CBSE BOARD)**

- Class 8, 9 and 10

### **2. Higher Secondary Section**

#### **• Science Section**

- Class 11 and 12
- Examinations of Engineering like JEE (Main), JEE (Advanced) and MHT- CET (State level)
- Medical entrance exam NEET (National Level)
- Pharmacy entrance exam MHT- CET (State Level, Maharashtra)

#### **• Commerce Section**

- Class 11 and 12
- CA entrance exams including CA Foundation and CA Intermediate
- CS Entrance exams including CSEET and CS-Executive

## **6. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:**

The Company has an effective and reliable internal control system commensurate with the size of its operations. At the same time, it adheres to local statutory requirements for orderly and efficient conduct of business, safeguarding of assets, the detection and prevention of frauds and errors, adequacy and completeness of accounting records and timely preparation of reliable financial information. The efficacy of the internal checks and control systems is validated by self-audits and internal as well as statutory auditors.

## 7. DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:

**Reserves and Surplus:** The Reserve and Surplus of Company is Rs. 1,514.66 Lakhs as on period ended on 31st March, 2024.

**Total Income:** The Company has earned total Income Rs. 3,155.46 Lakhs as on period ended on 31st March, 2024.

## 8. MATERIAL DEVELOPMENTS IN HUMAN RESOURCES / INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED:

Your Company follows a policy of building strong teams of talented professionals. People remain the most valuable asset of your Company. The Company recognizes people as its most valuable asset and the Company has kept a sharp focus on Employee Engagement. The Company's Human Resources is commensurate with the size, nature and operations of the Company.

## 9. DETAILS OF KEY FINANCIAL RATIOS, ALONG WITH DETAILED EXPLANATIONS THEREFOR:

Description	As at 31st March, 2024	As at 31st March, 2023	Variance	Remark
Debtors Turnover Ratio	127.50%	112.33%	13.51%	NA
Inventory Turnover Ratio	NA	NA	NA	NA
Interest Coverage Ratio	-	149.12%	100%	Company does not have any debt during the current financial year
Current Ratio	1.68%	2.57%	-34.75%	Reduction in current liabilities as compared to previous year.
Debt-Equity Ratio	-	-	-	NA
Operating Profit Margin (%)	5.94%	10.13%	-0.41%	NA
Net Profit Margin (%)	5.11%	6.44%	-0.21%	NA
Debt Service Coverage Ratio	-	3.12%	-100%	Company does not have any debt during the current financial year.
Return on Equity	7.58%	12.11%	-37.42%	Shareholders fund increased due to issue of the equity shares during the month of the December 2022.



Trade Receivables turnover ratio	127.50%	112.33%	13.51%	NA
Trade payables turnover ratio	59.40%	109.69%	45.85%	Outstanding payment is more than as compared to previous year.
Net capital turnover ratio	2.76%	4.27%	-35.35%	New branches capitalised during the year; the company is in the expansion phase.
Net profit ratio	5.11%	6.44%	-20.70%	NA
Return on Capital employed	8.45%	11.88%	-28.87%	Due to decrease in profit before tax in current year as compared to previous year.
Return on investment	NA	NA	NA	NA

#### 10. DETAILS OF ANY CHANGE IN RETURN ON NET WORTH AS COMPARED TO THE IMMEDIATELY PREVIOUS FINANCIAL YEAR ALONG WITH A DETAILED EXPLANATION THEREOF.

The Return on Net Worth for F.Y. 2023-24 was 7.30% and for F.Y. 2022-23 was 7.57%. The Company is in the growth phase and therefore the Company has incurred substantial expenses towards the business growth and for the purpose of fund raising by getting listed on the NSE EMERGE stock exchange.

#### 11. FORWARD-LOOKING STATEMENT:

Certain statements made in the Management Discussion and Analysis Report relating to the Company's objectives, projections, outlook, expectations, estimates, and others may constitute forward-looking statements within the meaning of applicable laws and regulations. Actual results may differ from such expectations, whether expressed or implied. Several factors could make a significant difference to our operations. These include climatic and economic conditions affecting demand and supply, government regulations and taxation, any epidemic or pandemic, and natural calamities over which we do not have any direct/indirect control.

**For and on behalf of the Board**  
**Arihant Academy Limited**

**Sd/-**

**Umesh Anand Pangam**  
**Whole- Time Director**  
**DIN - 03524171**

**Sd/-**

**Anil Suresh Kapasi**  
**Managing Director**  
**DIN - 03524165**

**Place: Mumbai**  
**Date: 14.08.2024**

## Annexure – D

**Details pertaining to remuneration 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.**

**1. The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2023-24:**

Sr. No.	Name of the Director / Key Managerial Person (KMP) and Designation	% increase/ (decrease) in remuneration in the financial year 2023-24	Ratio of remuneration of each Director/KMP to median remuneration of employees
1	Anil Suresh Kapasi – Managing Director	-17%	19.16
2	Umesh Anand Pangam – Chairman & Whole - Time Director	-29%	21.08
3	Himanshu Rajanikant Mody – Non-Executive Independent Director	NA	NA
4	Chintan Sureshbhai Shah – Non-Executive Independent Director	NA	NA
5	Harsh Anil Kapasi – Non-Executive Director	NIL	11.50
6	Manish Khodidas Desai – Non-Executive Independent Director	NA	NA
7	Kirti Umesh Pangam – Non-Executive Director	NA	NA
8	Sumeet Bhawe* – CS	NA	1.95
9	Garima Shrivastava* – CS	NA	0.73
10	Deeksha Tiwari – CS	-71%	0.31
11	Shirish Pandurang Kumbhar – CFO	-1%	8.18

**\* Mr. Sumeet Bhawe and Ms. Garima Shrivastava were appointment in F.Y. 23-24, hence comparable data not available.**

**2. The percentage increase in the median remuneration of employees of the Company in the financial year:**

During the financial year 2023-24, the median remuneration of employees of the Company was increased by 9%

**3. The number of permanent employees on the rolls of Company:**

As on March 31, 2024, there were 209 permanent employees on the rolls of the Company.

**4. Average percentile increase made in the salaries of employees other than managerial personnel in the last financial year i.e. 2023-24 was – 6.27%**

**5. Average percentile increases/(decrease) in the managerial remuneration in the last financial year i.e. 2023-24 was – (14.70%)**

**6. It is affirmed that the remuneration paid is as per the remuneration policy of the Company.**

**"Success is not just about achieving goals, but about the continuous pursuit of knowledge that empowers and inspires. At our institute, education is the foundation upon which lifelong success is built."**

**Mr. Harsh Kapasi**

Chief Operating Officer

# Audited Financial Statements

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## TO THE MEMBERS OF ARIHANT ACADEMY LIMITED (formerly known as Arihant Academy Private Limited)

### Report on the Audit of Financial Statements

#### Opinion

We have audited the accompanying financial statements of Arihant Academy Limited (the “Company”), which comprises the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss, Cash Flow Statement for the year then ended and 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 (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, 2024, the 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 Act. Our responsibilities under those SAs 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI’s Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the 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 Financial Statements and Auditor’s Report Thereon

The Company’s management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Director’s Report including Annexures to Director’s Report, Business Responsibility Report, Corporate Governance and Shareholder’s Information, but does not include the financial statements and our auditors’ 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 and Board of Director's Responsibility for the Financial Statements**

The Company's management and Board of Directors are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, profit/loss, change in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards (AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 and ensuring their operating effectiveness and 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.

In preparing the financial statements, management and Board of Directors are 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 skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. 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 in the financial statement made by management and Board of Directors.

- 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.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

## **Report on Other Legal and Regulatory Requirements**

As required by the Companies (Auditors' 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 A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

(A) As required by Section 143(3) of the Act, we report that:

- 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.
- 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.
- 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.
- 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.
- On the basis of the written representations received from the directors as on 31st March 2024, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2024 from being appointed as a director in terms of Section 164(2) of the Act;



- With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

(B) 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 a pending litigation as disclosed with impact as at 31st March 2024 on its financial position in its financial statements refer Note No.23 to the 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 has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

(iv) [a] On the basis of written representations received and taken on record from the management, no funds other than as disclosed in the notes to the accounts have been advanced or loaned or invested 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] further, management has represented that no funds other as disclosed in the notes to the accounts 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; and

[c] Based on our audit procedures nothing has come to our notice that can cause us to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.

(v) As stated in Note No 32 to the financial statements, the board of Directors of the company has proposed final dividend for the year which is subject to the approval of the members at the ensuring Annual General Meeting. The dividend declared is in accordance with section 123 of the act to the extent it applies to declaration of dividend.

(vi) With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act, in our opinion and according to the information and explanations given to us, managerial remuneration paid is as per the limits prescribed by Section 197(5).

(vii) Based on our examination which included test checks the company have used an accounting software/other software for maintaining its books of account which has a feature of recording audit trail (edit log) facility but the same has not operated throughout the year for all relevant transactions recorded in the software.

**For G.P. KAPADIA & CO.**  
**Chartered Accountants**  
**(Firm Registration No. 104768W)**

**Atul B. Desai**  
**Partner**  
**Membership No.:030850**  
**Place: Mumbai**  
**Date: 28th May 2024**  
**UDIN: 24030850BKAVUU6713**

## ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of Arihant Academy Limited. on the financial statements for the year ended March 31, 2024]

- i. In respect of the Company's Property, Plant and Equipment and Intangible asset:
- a) (A) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;  
 (B) The Company is maintaining proper records showing full particulars of intangible assets;  
 b) The Company has not carried out physical verification of Property, Plant and Equipment during the year.  
 c) The Company do not hold any immovable properties in its name, so this paragraph 3(i)(c) is not applicable.  
 d) The Company has not revalued its Property, Plant and Equipment or intangible assets or both during year;  
 e) No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

- ii. (a) As per information provided and explained to us by company, the company does not have any inventories during the year and hence the paragraph 3(ii)(a) of the Order is not applicable to the company.  
 (b) As per information provided and explained to us by company, the company does not have any working capital hence the paragraph 3(ii)(b) of the Order is not applicable to the Company.

iii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.

(a) Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has provided loans or provided advances in the nature of loans, or stood guarantee, or provided security to any other entity as below:

[A] The company has not provided any loans or advances and guarantees or security to subsidiaries, joint ventures and associates. The aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to parties other than subsidiaries, joint ventures and associates;

(Rs. in Lakhs)

Particulars	Amount (Rs.) outstanding as on 31st March, 2023	Aggregate Amount received (Rs.) during the year	Interest Accured during the year	Amount (Rs.) outstanding as on 31st March, 2024
Related Parties	86.30	-	-	86.30
Other Parties	285.05	108.05	108.05	198.24
<b>Total</b>	<b>371.35</b>	<b>108.05</b>	<b>108.05</b>	<b>236.30</b>

(b) As per information provided and explained to us by the company, the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the company's interest.

(c) According to the information and explanation given to us, the repayment of principal and payment of interest has not been stipulated and the repayments or receipt have been regular.

(d) According to the information and explanation given to us, there is no overdue amount for more than ninety days in respect of loans given.

(e) According to the information and explanation given to us, there is no loan or advances in nature of loans granted falling due during the year, which has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to same parties.

(f) According to the information and explanation given to us, the company has granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment are detailed below:

(Rs. in Lakhs)

Particulars	Related Parties	Others
Repayable on Demand (A)	86.30	198.24
Agreement does not specify any terms or period of Repayment (B)	-	-
<b>Total</b>	<b>86.30</b>	<b>236.30</b>

iv. In our opinion and according to the information and explanations given to us, the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security are not applicable. Accordingly, paragraph 3(iv) of the order is not applicable to the Company.

v. The company has not accepted any deposits from public during the year in terms of the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

vi. As the company is not a manufacturing concern, the maintenance of cost records as prescribed by the Central Government under Sub Section (1) of Section 148 of the Companies Act, 2013 is not applicable to the company.

vii. (a) According to information and explanation given to us, the company is generally regular in depositing undisputed statutory dues including Goods and Service tax, Provident fund, Employees' state Insurance, Income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities during the year and no such dues are outstanding for more than six months from the date they became payable except as given below:

(Rs. in Lakhs)

Nature of Statute	Nature of Dues	Amount (Rs.)	Period for which the amount relates
The Income Tax Act, 1961	Income Tax	4.41	A.Y. 2012-13

(b) According to the information and explanation given to us, there are no dues of sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute. There is an Income tax due pending on account of dispute which has not been deposited with the appropriate authorities as follows:

(Rs. in Lakhs)

Nature of Statute	Nature of Dues	Amount (Rs.)	Period for which the amount relates	Forum where the dispute is pending	Remarks, if any
The Income Tax Act, 1961	Income Tax	3.57	A.Y. 2023-2024	Income Tax Officer	Rectification filled
Good and Service Tax Act	GST	8.33	F.Y. 2018-2019	Deputy Commissioner of State Tax	Appeal Pending

viii. In our opinion and according to the information and explanations given to us, the company does not have any transactions not recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax, 1961 (43 of 1961).

ix. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year. Accordingly, the provisions of paragraph 3(ix)(b) to (f) of the Order are not applicable to the Company and hence not commented upon.

x. In our opinion and according to the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, the paragraph 3(x)(b) of the Order is not applicable to the Company.

xi. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or on the Company by its officers or employees or whistle-blower complaints nor have we been informed of such case by the management.

xii. The Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company.

xiii. In our opinion and according to the information and explanations given to us and based on examination of records, transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

xiv. Based on information and explanations provided to us and our audit procedures, in our opinion, the Company has an internal audit system commensurate with the size and nature of its business. We have considered the internal audit reports of the Company issued till date for the period under audit.

xv. According to the information and explanations given to us and based on examination of records, the company has not entered into any non-cash transactions with directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the company. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.

xvi. In our 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 paragraph 3(xvi) of the Order are not applicable to the Company and hence not commented upon.

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

xviii. The company is audited by its previous auditor only in the current year, hence clause 3(xviii) of the Order is not applicable to the company.

xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the 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. As per information and explanation provided to us, section 135 of Companies Act, 2013 is not applicable to the company. Accordingly, paragraph 3(xx) is not applicable.

xxi. In our opinion, the financial statements are standalone; Hence, paragraph 3(xxi) is not applicable.

**For G. P. Kapadia & Co.**  
**Chartered Accountants**  
**Firm Registration No.104768W**

**Atul B. Desai**  
**Partner**  
**Membership No.030850**  
**Place: Mumbai**  
**Date: 28th May 2024**  
**UDIN: 24030850BKAVUU6713**



## **ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT**

[Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of Arihant Academy Limited on the financial statements for the year ended March 31, 2024]

### **Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of Arihant Academy Limited as of March 31, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on 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' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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, to the extent applicable to an audit of internal financial controls, 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 over financial reporting 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 judgement, 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 over financial reporting.

## Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of 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:

- Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

## Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting 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, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on 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).

**For G.P. KAPADIA & CO.**  
**Chartered Accountants**  
**(Firm Registration No. 104768W)**

**Atul B. Desai**  
**Partner**  
**Membership No.:030850**  
**Place: MUMBAI**  
**Date: 28th May 2024**  
**UDIN: 24030850BKAVUU6713**

# ARIHANT ACADEMY LIMITED

(formerly known as Arihant Academy Private Limited)

CIN - U80903MH2007PLC175500

## Balance Sheet as at 31st March, 2024

(Rs. in Lakhs)

Particulars	Note No.	Year ended 31st March, 2024	Year ended 31st March, 2023
<b>I. EQUITY AND LIABILITIES</b>			
(1) Shareholder's Funds			
(a) Share Capital	2	605.52	605.52
(b) Reserves and Surplus	3	1,514.66	1,359.88
(c) Money received against share warrants		-	-
(2) Share application money pending allotment		-	-
(3) Non-Current Liabilities			
(a) Long-term borrowings		-	-
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long Term Liabilities		-	-
(d) Long term provisions	4	41.66	37.24
(4) Current Liabilities			
(a) Short-term borrowings		-	-
(b) Trade payables	5		
(i) Total outstanding dues of MSME		4.83	-
(ii) Total outstanding dues of creditors other than MSME		57.43	11.71
(c) Other current liabilities	6	1245.00	680.34
(d) Short-term provisions	7	77.70	110.04
<b>Total</b>		<b>3,546.80</b>	<b>2,804.73</b>
<b>II. ASSETS</b>			
(1) Non-current assets			
(a) Property, Plant and Equipment	8		
(i) Tangible assets		460.42	227.68
(ii) Intangible assets		36.14	0.23
(iii) Capital work-in-progress		92.84	-
(iv) Intangible assets under development		-	-
(b) Non-current investments		-	-
(c) Deferred tax assets (net)	28	62.29	30.00
(d) Long term loans and advances	9	572.42	485.43
(e) Other non-current assets		-	-
(2) Current assets			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables	10	6.40	41.16
(d) Cash and cash equivalents	11	1,988.63	1,521.91
(e) Short-term loans and advances	12	63.03	275.28
(f) Other current assets	13	264.63	223.04
<b>Total</b>		<b>3,546.80</b>	<b>2,804.73</b>
Significant Accounting Policies	1		
Notes on Financial Statements	2-38		
As per our annexed report of even date FOR G. P. KAPADIA AND CO. (Chartered Accountants) FRN : 104768W		UMESH PANGAM Whole Time Director DIN: 03524171 Dated : 28/05/2024 Place : Mumbai	ANIL KAPASI Managing Director DIN: 03524165 Dated : 28/05/2024 Place : Mumbai
CA ATUL B DESAI (Partner) MRN.: 030850 Dated : 28/05/2024 Place : Mumbai		SHIRISH KUMBHAR Chief Financial Officer	GARIMA SRIVASTAVA Company Secretary

# ARIHANT ACADEMY LIMITED

(formerly known as Arihant Academy Private Limited)

CIN - U80903MH2007PLC175500

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

(Rs. in Lakhs)

Particulars	Note No.	Year ended 31st March, 2024	Year ended 31st March, 2023
<b>A) REVENUE</b>			
a) Revenue from operations	14	3,032.35	2,311.81
b) Other Income	15	123.11	117.18
<b>Total Income</b>		<b>3,155.46</b>	<b>2,428.99</b>
<b>B) EXPENSES</b>			
a) Cost of Material Consumed		-	-
b) Purchase of Stock-in-Trade		-	-
c) Changes in Inventories of Finished goods, Work-in-progress and Stock-in-Trade		-	-
d) Employee Benefit Expenses	16	642.92	498.87
e) Financial costs	17	0.82	2.13
f) Depreciation and amortization expense	8	135.84	90.87
g) Other expense	18	2,196.67	1,526.31
<b>Total Expense</b>		<b>2,976.25</b>	<b>2,118.18</b>
<b>C) Profit before exceptional and extraordinary items and tax</b>		<b>179.21</b>	<b>310.81</b>
<b>D) Exceptional items</b>		<b>-</b>	<b>78.83</b>
<b>E) Profit before extraordinary items and tax</b>			<b>-</b>
<b>F) Extraordinary Items</b>			<b>-</b>
<b>G) Profit before Tax</b>		<b>179.21</b>	<b>231.98</b>
<b>H) Tax Expense:</b>			
a) Current tax		56.70	88.84
b) Deferred tax	28	(32.29)	(5.70)
<b>I) Profit after Tax</b>		<b>154.80</b>	<b>148.84</b>
<b>J) Earning per equity share:</b>			
a) Basic	27	2.56	4.82
b) Dilute	27	2.56	4.82

Significant Accounting Policies  
Notes on Financial Statements

1  
2-38

As per our annexed report of even date  
FOR G. P. KAPADIA AND CO.  
(Chartered Accountants)  
FRN : 104768W

UMESH PANGAM  
Whole Time Director  
DIN: 03524171  
Dated : 28/05/2024  
Place : Mumbai

ANIL KAPASI  
Managing Director  
DIN: 03524165  
Dated : 28/05/2024  
Place : Mumbai

CA ATUL B DESAI  
(Partner)  
MRN.: 030850  
Dated : 28/05/2024  
Place : Mumbai

SHIRISH KUMBHAR  
Chief Financial Officer

GARIMA SRIVASTAVA  
Company Secretary

# ARIHANT ACADEMY LIMITED

(formerly known as Arihant Academy Private Limited)

CIN - U80903MH2007PLC175500

## Cash Flow Statement for the year ended 31st March, 2024

(Rs. in Lakhs)

Particulars		Year ended 31st March, 2024		Year ended 31st March, 2023	
<b>A</b>	<b>Cash Flow from Operating Activities</b>				
	Net Profit / (Loss) Before tax		179.21		231.98
	Adjusted for :				
	Depreciation and Amortisation	135.84		169.70	
	Provision for Expenses	-		11.26	
	Bank Charges	0.82		0.56	
	Interest Income	(121.59)		(116.24)	
	(Profit)/loss on sale of mutual fund	-		(0.02)	
	Misc Income	-		(0.92)	
	Interest Expenses	-	15.07	1.57	65.92
	<b>Sub-total</b>		<b>194.28</b>		<b>297.90</b>
	(Increase) / Decrease in Trade receivables	34.76		(41.16)	
	(Increase) / Decrease in Short-term loans and advances	212.25		(245.21)	
	(Increase) / Decrease in Long-term loans and advances	(87.00)		(100.09)	
	(Increase) / Decrease in Other current assets	(7.12)		(135.61)	
	(Increase) / Decrease in Other non current assets	-		1.46	
	Increase / (Decrease) in trade payables	50.55		(4.41)	
	Increase / (Decrease) in Other Non Current Liabilities	-		(9.51)	
	Increase / (Decrease) in other current liabilities	564.65		227.01	
	Increase / (Decrease) in long term provisions	4.42		37.24	
	Increase / (Decrease) in short-term provisions	(0.19)		50.83	
	<b>Sub-total</b>		<b>772.33</b>		<b>(219.45)</b>
			<b>966.61</b>		<b>78.45</b>
			<b>(141.12)</b>		<b>(81.41)</b>
<b>Net Cash Flow from/(used in) Operating activities</b>			<b>825.49</b>		<b>2.96</b>
<b>B</b>	<b>Cash Flow from Investing Activities</b>				
	Purchase of Mutual Fund			-	
	Proceeds from sale of investment	-		0.70	
	Purchase of Tangible Asset/Capital Work in Progress	(461.33)		(130.57)	
	Purchase of Intangible Asset	(36.00)		-	
	Interest Income	139.39		116.24	
	Miscellaneous Income	-		0.92	
	Profit from sale of mutual fund	-		0.02	
<b>Net Cash Flow from/(used in) Investing activities</b>			<b>(357.94)</b>		<b>(12.69)</b>
<b>C</b>	<b>Cash Flow from Financing Activities</b>				
	Proceeds from Issue of Shares & Securities Premium	-		1,471.68	
	Interest expense	-		(1.57)	
	Bank charges	(0.82)		(0.56)	
	IPO Expense	-		(112.91)	
	Increase/ (Reduction) in Borrowings	-		(127.60)	
<b>Net Cash Flow from/(used in) Financing activities</b>			<b>(0.82)</b>		<b>1,229.04</b>
<b>Net increase/(decrease) in Cash or Cash Equivalents</b>			<b>466.73</b>		<b>1,213.39</b>
Cash and Cash Equivalents at the beginning of the year			1,521.91		308.52
Cash and Cash Equivalents at the end of the year			1,988.63		1,521.91

Notes:

1. The cash flow statement has been prepared in accordance with the requirements of Accounting Standard - 3 specified under section 133 of the companies act, 2013.

2. Cash and Cash Equivalent represent cash and bank balances (Refer Note No. 11)

AS PER REPORT OF EVEN DATE

FOR G. P. KAPADIA AND CO.

(Chartered Accountants)

FRN : 104768W

CA ATUL B DESAI

(Partner)

MRN.: 030850

Dated : 28/05/2024

Place : Mumbai

For and on behalf of Board of Directors

UMESH PANGAM

Whole Time Director

DIN: 03524171

Dated : 28/05/2024

Place : Mumbai

ANIL KAPASI

Managing Director

DIN: 03524165

Dated : 28/05/2024

Place : Mumbai

SHIRISH KUMBHAR  
Chief Financial Officer

GARIMA SRIVASTAVA  
Company Secretary

**ARIHANT ACADEMY LIMITED**  
(formerly known as Arihant Academy Private Limited)  
CIN - U80903MH2007PLC175500

**Notes forming part of the financial statements for the year ended 31st March 2024**

**Note 2: Share capital** (Rs. in Lakhs)

Particulars		As at 31 March, 2024 Amount (Rs.)	As at 31 March, 2023 Amount (Rs.)
i.	<b>Authorised Share Capital</b>		
	1,00,00,000 Equity shares of Rs. 10/- each [Previous Year: 1,00,00,000 Equity shares of Rs.10/- each]	1,000.00	1,000.00
	<b>Total</b>	<b>1,000.00</b>	<b>1,000.00</b>
ii.	<b>Issued, subscribed and paid up</b>		
	*60,55,200 Equity shares of Rs.10/- each fully paid up [Previous Year: 60,55,200 Equity shares of Rs.10/- each fully paid up]	605.52	605.52
	<b>Total</b>	<b>605.52</b>	<b>605.52</b>

\* Note 1: 44,10,000 shares were issued during the year as Bonus shares on 23rd August, 2022.

\* Note 2: 16,35,200 shares of face value Rs. 10 per share were allotted under Initial Public Offer at Premium of Rs. 80 per share

**Rights, preferences and restrictions attached to Equity Shares**

The Company has a single class of equity shares. Accordingly, all equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shares are entitled to receive dividend as declared from time to time. Each holder of equity shares is entitled to one vote per share. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid. Failure to pay any amount called up on shares may lead to forfeiture of the shares.

On winding up of the Company, the holders of equity shares will be entitled to receive the residual assets of the company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.

**Reconciliation of number of Equity shares outstanding at the beginning and at the end of the year:** (Rs. in Lakhs)

Particulars	As at 31 March, 2024		As at 31 March, 2023	
	No. of Shares	Amount	No. of Shares	Amount
Shares outstanding at the beginning of the year	60,55,200	605.42	10,000	1.00
Add: Shares issued during the year	-	-	60,45,200	604.52
Less: Shares bought back and extinguished during the year	-	-	-	-
Shares outstanding at the end of the year	60,55,200	605.42	60,55,200	605.52

**Details of equity shares held by each shareholder holding more than 5% shares** (Rs. in Lakhs)

Shareholder holding equity shares with voting rights	As at 31 March, 2024		As at 31 March, 2023	
	No. of Shares	% of Holding	No. of Shares	% of Holding
(i) Mr. Anil Kapasi	15,82,801	26.14%	15,82,801	26.14%
(ii) Mr. Umesh Pangam	15,27,994	25.23%	15,27,994	25.23%
(iii) Mrs. Hiral Kapasi	5,88,302	9.72%	5,88,302	9.72%
(iv) Mrs. Kirti Pangam	2,57,902	4.26%	5,88,302	9.72%
<b>Total</b>	<b>39,56,999</b>	<b>65.35%</b>	<b>42,87,399</b>	<b>70.81%</b>

**Shareholding of Promoters and Promoter Group** (Rs. in Lakhs)

Name of Equity Shareholders	As at 31 March, 2024		As at 31 March, 2023	
	No. of Shares	% of Holding	No. of Shares	% of Holding
(i) Mr. Anil Kapasi	15,82,801	26.14%	15,82,801	26.14%
(ii) Mr. Umesh Pangam	15,27,994	25.23%	15,27,994	25.23%
(iii) Mrs. Hiral Kapasi	5,88,302	9.72%	5,88,302	9.72%
(iv) Mrs. Kirti Pangam	2,57,902	4.26%	5,88,302	9.72%
(v) Mr. Harsh Kapasi	66,300	1.09%	66,300	1.09%
(vi) Mrs. Rishika Pangam	66,300	1.09%	66,300	1.09%
(vii) Mrs. Sharda Shah	1	0.00%	1	0.00%
<b>Total</b>	<b>40,89,600</b>	<b>67.54%</b>	<b>44,20,000</b>	<b>73.00%</b>



**ARIHANT ACADEMY LIMITED**  
(formerly known as Arihant Academy Private Limited)  
CIN - U80903MH2007PLC175500

**Notes forming part of the financial statements for the Year ended 31st March 2024**

(Rs. in Lakhs)

Note 3: Reserves & Surplus	Year ended 31st March, 2024 Amount	Year ended 31st March, 2023 Amount
(i) Surplus/ (Deficit) in Statement of Profit & Loss Account		
Opening Balance	1,359.86	491.90
Add: Profit/ (Loss) during the year	154.80	148.83
Bonus Issue*	-	(441.00)
Less: Gratuity for Transition period**	-	(35.10)
<b>Closing Balance</b>	<b>1,514.66</b>	<b>164.63</b>
(ii) Securities Premium Account	-	1,308.16
Less: IPO Expense***	-	(112.91)
<b>Closing Balance</b>	<b>-</b>	<b>1,195.25</b>
<b>Closing Balance (i + ii)</b>	<b>1,514.66</b>	<b>1,359.88</b>
<p>* 44,10,000 shares of face value Rs.10 were issued during the year as Bonus shares on 23rd August, 2022.</p> <p>** As per transition provision of AS-15 "Employee Benefits", the difference between transition liability and liability i.e. Rs.35,10,485 is adjusted against reserves and surplus.</p> <p>*** The company has issued and allotted 16,35,200 equity shares of Rs.10 each at premium of Rs.80 per share through Initial Public Offer as per section 52 of Companies Act, 2013 , aggregating to Rs.605.52 Lakhs. The Net issue expenses are Rs.112.91 Lakhs.</p>		
Note 4: Long Term Provisions	Year ended 31st March, 2024 Amount	Year ended 31st March, 2023 Amount
(i) Long Term Provisions		
(a) Gratuity (Refer note no 29)	41.66	37.24
<b>Closing Balance</b>	<b>41.66</b>	<b>37.24</b>
Note 5: Trade Payables*	Year ended 31st March, 2024 Amount	Year ended 31st March, 2023 Amount
(i) Trade Payables		
(a) Micro, Small and Medium Enterprises	4.83	-
(b) Others	57.43	11.71
(Refer Note no 20 for ageing)		
<b>Closing Balance</b>	<b>62.26</b>	<b>11.71</b>
Note 6: Other Current Liabilities	Year ended 31st March, 2024 Amount	Year ended 31st March, 2023 Amount
(i) Outstanding Expenses		
(a) Salary and Reimbursement	41.38	38.81
(b) Contributin to PF	3.65	2.16
(c) Rent Payable	15.81	15.57
(d) Statutory Dues Payable	43.19	48.19
(e) Others Payable	27.43	42.37
(ii) Advance Fees Received	1,113.54	533.24
<b>Closing Balance</b>	<b>1,245.00</b>	<b>680.34</b>

Note 7: Short Term Provision	Year ended 31st March, 2024 Amount	Year ended 31st March, 2023 Amount
(i) Provision For Employee Benefit		
(a) Gratuity (Refer note no 29)	2.43	9.12
(b) Leave Encashment	18.57	12.08
(ii) Provision For Taxation	56.70	88.84
<b>Closing Balance</b>	<b>77.70</b>	<b>110.04</b>
Note 9: Long Term Advances	Year ended 31st March, 2024 Amount	Year ended 31st March, 2023 Amount
(i) Security Deposits	287.88	222.13
(ii) Loans and Advances to Related Parties		
(a) Secured, Considered good	-	-
(b) Unsecured, Considered good	86.30	86.30
(c) Considered Doubtful	-	-
Less : Provision for doubtful related parties	-	-
(iii) Others Loans and Advances	-	-
(a) Secured, Considered good	-	-
(b) Unsecured, Considered good	198.24	177.00
(c) Considered Doubtful	-	-
<b>Closing Balance</b>	<b>572.42</b>	<b>485.43</b>
Note 10: Trade Receivable*	Year ended 31st March, 2024 Amount	Year ended 31st March, 2023 Amount
(i) Outstanding for less than 6 months		
(a) Secured, considered good	-	-
(b) Unsecured, considered good	6.40	41.16
(c) Unsecured, considered doubtful	-	-
(ii) Outstanding for more than 6 months		
(a) Secured, considered good	-	-
(b) Unsecured, considered good	-	-
(c) Unsecured, considered doubtful	27.07	-
Less : Bad Debts W/off	(27.07)	-
<b>Closing Balance</b>	<b>6.40</b>	<b>41.16</b>
* For Ageing refer note no.24		
Note 11: Cash & Cash Equivalents	Year ended 31st March, 2024 Amount	Year ended 31st March, 2023 Amount
(i) Balance with banks in Current A/c	41.34	35.92
(ii) Deposits with banks	1,943.14	1,479.96
(iii) Cash on Hand	4.15	6.03
(iv) Others	-	-
<b>Closing Balance</b>	<b>1,988.63</b>	<b>1,521.91</b>

**ARIHANT ACADEMY LIMITED**  
(formerly known as Arihant Academy Private Limited)  
CIN - U80903MH2007PLC175500

Notes forming part of the financial statements for the Year ended 31st March 2024

Note 8 - Property, Plant and Equipment

Particulars	Tangible Assets									Intangible Assets		*Capital Work-in-progress
	Electric Equipments	Leasehold Improvement	Projectors	Furniture and Fixtures	Office Equipments	Computers	Scooter	Mobile	Total Tangible Assets	Software and Goodwill	Total Intangible Assets	
Gross Block												
Balance at 1 April 2022	150.12		9.83	541.45	38.18	76.75	1.70	16.81	834.85		-	
Additions	17.93	4.28	6.49	73.21	2.82	17.04	-	8.45	130.22	0.35	0.35	
Disposals/discard	-	-	-	-	-	-	-	-	-	-	-	-
<b>Balance at 31 March 2023</b>	<b>168.05</b>	<b>4.28</b>	<b>16.32</b>	<b>614.66</b>	<b>41.01</b>	<b>93.79</b>	<b>1.70</b>	<b>25.27</b>	<b>965.06</b>	<b>0.35</b>	<b>0.35</b>	<b>-</b>
Balance at 1 April 2023	168.05	4.28	16.32	614.66	41.01	93.79	1.70	25.27	965.06	0.35	0.35	-
Additions	102.90	59.78	3.32	163.28	12.41	23.16	-	3.64	368.49	36.00	36.00	92.84
Disposals/discard	-	-	-	-	-	-	-	-	-	-	-	-
<b>Balance at 31 March 2024</b>	<b>270.95</b>	<b>64.06</b>	<b>19.64</b>	<b>777.94</b>	<b>53.41</b>	<b>116.95</b>	<b>1.70</b>	<b>28.91</b>	<b>1,333.55</b>	<b>36.35</b>	<b>36.35</b>	<b>92.84</b>
Accumulated depreciation									-			
Balance at 1 April 2022	95.51	-	5.97	378.92	25.69	53.90	1.26	6.57	567.82	-	-	-
Depreciation for the year	36.41	1.11	4.03	85.68	9.96	22.96	0.11	9.33	169.59	0.12	0.12	-
Accumulated depreciation on disposals/ discard	-	-	-	-	-	-	-	-	-	-	-	-
<b>Balance at 31 March 2023</b>	<b>131.91</b>	<b>1.11</b>	<b>9.99</b>	<b>464.59</b>	<b>35.65</b>	<b>76.86</b>	<b>1.37</b>	<b>15.90</b>	<b>737.39</b>	<b>0.12</b>	<b>0.12</b>	<b>-</b>
Balance at 1 April 2023	131.91	1.11	9.99	464.59	35.65	76.86	1.37	15.90	737.39	0.12	0.12	-
Depreciation for the year	30.80	11.01	3.97	57.01	5.80	22.05	0.08	5.03	135.75	0.09	0.09	-
Accumulated depreciation on disposals/ discard	-	-	-	-	-	-	-	-	-	-	-	-
<b>Balance at 31 March 2024</b>	<b>162.71</b>	<b>12.12</b>	<b>13.96</b>	<b>521.60</b>	<b>41.45</b>	<b>98.92</b>	<b>1.45</b>	<b>20.93</b>	<b>873.14</b>	<b>0.21</b>	<b>0.21</b>	<b>-</b>
Net Block												
At 31 March 2023	36.14	3.17	6.32	150.06	5.36	16.92	0.33	9.37	227.68	0.23	0.23	-
<b>At 31 March 2024</b>	<b>108.24</b>	<b>51.94</b>	<b>5.68</b>	<b>256.34</b>	<b>11.97</b>	<b>18.02</b>	<b>0.25</b>	<b>7.97</b>	<b>460.42</b>	<b>36.14</b>	<b>36.14</b>	<b>92.84</b>

\* Refer Note No 22 for CWIP Ageing.

Note 12: Short Term Loans and Advances	Year ended 31st March, 2024 Amount	Year ended 31st March, 2023 Amount
(ii) Others Loans and Advances		
(a) Secured, Considered good	-	-
(b) Unsecured, Considered good	-	123.17
(c) Considered Doubtful	-	-
Less : Provision for doubtful security deposits	-	-
(iii) Loans and Advances to Employees	-	-
(a) Secured, Considered good	-	-
(b) Unsecured, Considered good	5.71	6.52
(c) Considered Doubtful	-	-
Less : Provision for doubtful related employees	-	-
(iv) Security Deposit		
(a) Secured, Considered good	0.77	-
(b) Unsecured, Considered good	-	-
Rent Deposit	-	24.50
(v) Advances to Creditors		
(a) Secured, Considered good	-	-
(b) Unsecured, Considered good	56.55	121.09
(c) Considered Doubtful	-	-
<b>Closing Balance</b>	<b>63.03</b>	<b>275.28</b>
Note 13: Other Current Assets	Year ended 31st March, 2024 Amount	Year ended 31st March, 2023 Amount
(i) Prepaid Expenses	13.43	15.74
(ii) Interest Receivable	6.69	24.49
(iii) Balance with Government Authorities	185.40	97.96
(iv) Advance income tax	59.11	84.86
<b>Closing Balance</b>	<b>264.63</b>	<b>223.04</b>

**ARIHANT ACADEMY LIMITED**

(formerly known as Arihant Academy Private Limited)

CIN - U80903MH2007PLC175500

**Notes forming part of the financial statements for the Year ended 31st March 2024**

(Rs. in Lakhs)

Note 14: Revenue from Operation	Year ended 31st March, 2024 Amount	Year ended 31st March, 2023 Amount
Services Rendered	3,032.35	2,311.81
	3,032.35	2,311.81
Note 15: Other Income	Year ended 31st March, 2024 Amount	Year ended 31st March, 2023 Amount
Interest Income	121.59	116.24
Other Income	1.52	0.92
Profit On Sale Of Mutual Fund	-	0.02
	123.11	117.18

**ARIHANT ACADEMY LIMITED**  
(formerly known as Arihant Academy Private Limited)  
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Notes forming part of the financial statements for the Year ended 31st March 2024

(Rs. in Lakhs)

Note 16: Employee Benefit Expenses	Year ended 31st March, 2024 Amount	Year ended 31st March, 2023 Amount
Salaries to Staff	588.24	429.08
Gratuity (Refer note no 29)	4.36	11.26
Staff Welfare	8.32	3.33
Directors' Remuneration	42.00	55.20
<b>Total (i)</b>	<b>642.92</b>	<b>498.87</b>
<b>Note 17: Financial Costs</b>	<b>Year ended 31st March, 2024 Amount</b>	<b>Year ended 31st March, 2023 Amount</b>
Interest Expense	-	1.57
Bank charges	0.82	0.56
<b>Total (ii)</b>	<b>0.82</b>	<b>2.13</b>
<b>Note 18: Other Expense</b>	<b>Year ended 31st March, 2024 Amount</b>	<b>Year ended 31st March, 2023 Amount</b>
Advertisement Expenses	125.17	85.04
Audit Fees (Refer to note 26)	8.30	5.45
Brokerage & Commission	0.56	8.59
Computer Expenses	44.33	36.47
Conveyance & Transport	13.52	8.61
Donation	12.22	1.00
Electricity Expenses	87.41	63.31
Entertainment Expenses	67.41	35.16
House Keeping Expenses	6.25	4.22
Insurance Charges	0.01	0.02
Internet Expenses	1.87	1.61
Legal Expenses	4.80	3.82
Membership & Subscription	0.23	0.22
Office Expenses	0.56	1.43
Paper Checking Charges	22.93	20.63
Printing & Stationary Expenses	43.16	30.06
Interest on GST paid	1.32	0.53
Int On Statutory Liability	1.86	0.30
Professional Charges	897.83	626.17
Rent	509.57	370.24
Repairs & Maintenance	59.86	36.40
Seminars & Functions	23.44	31.45
Students Bags	20.48	13.41
Students Books & Notes	146.78	111.91
Subject Co-ordination	5.68	0.85
Sundry Expenses	14.72	9.15
Supervisors Charges	20.70	15.70
Telephone Expenses	5.73	4.56
Security Deposit W/off	22.90	-
Bad Debts	27.07	-
	<b>2,196.67</b>	<b>1,526.31</b>
<b>Grand Total</b>	<b>2,840.41</b>	<b>2,027.31</b>





## ANNUAL REPORT 2023-24

### Registered Office

Arihant Academy Limited,  
Ground Floor, Triveni Sadan, Nr. Ambaji Mata Mandir,  
Carter Rd No 3, Borivali East, Mumbai 400066.