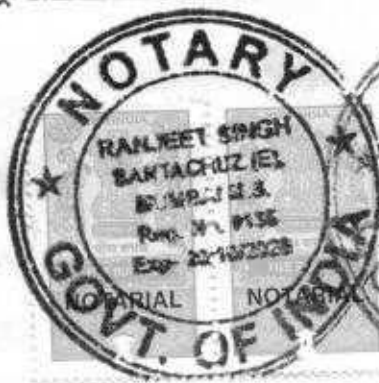




महाराष्ट्र MAHARASHTRA

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प्रधान मुद्रांक कार्यालय, मुंबई  
पञ्च. वि. क्र. ८०००००६

- 4 JUL 2024

सक्षम अधिकारी

श्रीम. एस. एस. चव्हाण

(THE COMPANIES ACT, 2013)

**AFFIDAVIT**

**AS PER SECTION 68(6) OF THE COMPANIES ACT, 2013 AND RULE 17(3)  
OF THE COMPANIES (SHARE CAPITAL AND DEBENTURES) RULES, 2014**

**Declaration of Solvency**

Name of the Company	: Aarti Drugs Limited
Address (Regd. Office)	: Plot No. N-198, MIDC Tarapur, Village Pamtembhi, Tal and Dist. Palghar, Maharashtra 401506
CIN	: L37060MH1984PLC055433
Email Id of the Company	: investorrelations@aartidrugs.com
Presented by Name	: Harshit M. Savla
Designation	: Jt. Managing Director

*Harshit M. Savla*

*for P. M. Chavan*



Harshit M. Savla, Jt. Managing Director residing at 601, Landmark Building, Plot No. 487, Tagore Road, Santacruz (West), Mumbai - 400 054, Maharashtra and Harit P. Shah, Whole time Director, residing at 702, Gopal Sadan, Plot No. 552B, Jame Jamshed Road, Matunga, Mumbai - 400 019, of Aarti Drugs Limited ("**Company**"), on behalf of the Board of Directors (the "Board") of the Company, having its registered office at Plot No. N-198, MIDC Tarapur, Village Pamtembhi, Tal and Dist Palghar 401 506, Maharashtra, India, do solemnly affirm and declare that the Board has made full enquiry into the affairs of the Company and as a result of which, have formed the opinion that the Company is capable of meeting its total liabilities and that the Company will not be rendered insolvent within a period of one year from the date on which the board of directors of the Company approved the proposed buyback of its equity shares. i.e., August 26, 2024 and that the statements made in this Declaration of Solvency to be filed with Registrar of Companies under section 68(6) of the Companies Act, 2013 and Securities and Exchange Board of India (Buy-Back of Securities) Regulations, 2018 are based on the information derived from the records of the Company, and are true and correct.

We append a statement of Company's assets and liabilities as at March 31, 2024 being the latest date before making of this declaration and their estimated realizable values as on August 26, 2024 (Annexure-I).

**Signature :**

**Name :**

Harshit M. Savla

**Designation:** Jt. Managing Director

**DIN:** 00005340

**Signature :**

**Name :**

Harit P. Shah

**Designation:** Whole time Director

**DIN:** 00005501





### Verification

We have been authorized by the Board of Directors of the Company vide Resolution dated August 26, 2024, to verify this form and declare that all the requirements of Companies Act, 2013, and the rules made thereunder in respect of the subject matter of this form and matters incidental thereto have been complied with. We make this solemn declaration believing the same to be true. We also declare that all the information given herein above is true, correct and complete including the attachments to this form and nothing material has been suppressed. We solemnly declare that we have made a full enquiry into the affairs of the company including the assets and liabilities of this Company and have noted that the resolution passed by the Board at its meeting held on August 26, 2024, have approved the buy-back at the price of Rs. 900/- per share (excluding transaction costs viz. brokerage, buyback tax, securities transaction tax, goods and service tax, stamp duty etc.) for an amount not exceeding Rs.59,85,00,000/-,(excluding transaction costs viz. brokerage, buyback tax, securities transaction tax, goods and service tax, stamp duty etc.) as per the provisions of Section 68 of the Companies Act, 2013 and Securities and Exchange Board of India (Buy-Back of Securities) Regulations, 2018 as amended from time to time.

Verified this 26<sup>th</sup> day of August, 2024.

**Signature :**

**Name :**

Harshit M. Savla

**Designation:** Jt. Managing Director

**DIN:**

00005340

**Signature :**

**Name :**

Harit P. Shah

**Designation:** Whole time Director

**DIN:**

00005501

Solemnly affirmed and declared at Mumbai the 26<sup>th</sup> day of August, 2024 before me, Commissioner for Oaths and Notary Public or Justice of the Peace.



**BEFORE ME**

**RANJEET SINGH**  
M.Sc LL.B.

**NOTARY**  
**MAHARASHTRA**

NOTARY PUBLIC (Govt. of India)	
Register No.	4392
Dated	26 AUG 2024





### Annexure I

Statement of Company's assets and liabilities as at March 31, 2024 being the latest available audited financial numbers before making of this declaration and their estimated realizable values as on August 26, 2024.

Name of the Company: Aarti Drugs Limited (Standalone) (Rs.in Crores)

	Book Value	Estimated to realize
1. Balance at Bank	3.58	3.58
2. Cash in hand	0.24	0.24
3. Inventories	441.77	441.77
4. Trade Receivables	643.95	643.95
5. Short-term Loans and Advances	11.51	11.51
6. Other Current Assets	79.97	79.97
7. Current Investments	0.00	0.00
8. Land - Freehold	0.00	0.00
9. Leasehold Land	87.92	210.48
10. Buildings	133.27	223.60
11. Plant and Machinery	495.02	495.02
12. Furniture and fixtures	1.28	1.28
13. Vehicles	2.60	2.60
14. Office Equipment	0.24	0.24
15. Right of use Assets	1.75	1.75
16. Other Tangible and Intangible Assets	0.21	0.21
17. Capital Work in Process	221.62	221.62
18. Long-term Loans and Advances	0.00	0.00
19. Other Non-Current Assets	16.71	16.71
20. Investment other than Marketable Securities	29.97	29.97
<b>Total Assets</b>	<b>2,171.62</b>	<b>2384.51</b>



Liabilities [Note below line items are Indicative in Nature ]

		Estimated to rank for Payment as on August 26, 2024
		(Rs. in Crores)
1. Secured on specific assets viz; Hypothecation and first charge of over stock of raw materials, work in process, finished goods, stores and spares not relating to plant and machinery and book debts. Mortgage & First Charge over office premises		0.00
2. Secured by floating charge(s), viz;		426.78
3. Estimated cost of liquidation and other expenses including interest accruing until payment of debts in Full.		7.54
4. Unsecured creditors (amounts estimated to rank for payment)		
(a)	Trade accounts	416.65
(b)	Other liabilities	
	i) Long Term Borrowings -	3.57
	ii) Short-term Borrowings -	42.50
	iii) Other Current Liabilities -	29.62
(c)	Other Long Term Liability	1.08
(d)	Provisions:	
	Long-term Provision -	2.74
	Short-term Provision -	1.53
(e)	Deferred Tax Liabilities	69.73
	<b>Total:</b>	<b>1001.75</b>
	Total estimated value of assets	2384.51
	Total Liabilities including contingent liabilities	1243.97
	<b>Estimated surplus after paying Debts in full</b>	<b>1140.54</b>

Signature :

*Harshit M. Savla*

Name : Harshit M. Savla  
Designation: Jt. Managing Director  
DIN: 00005340

Place: Mumbai  
Date: August 26, 2024

Signature :

*Harit P. Shah*

Name : Harit P. Shah  
Designation: Whole time Director  
DIN: 00005501





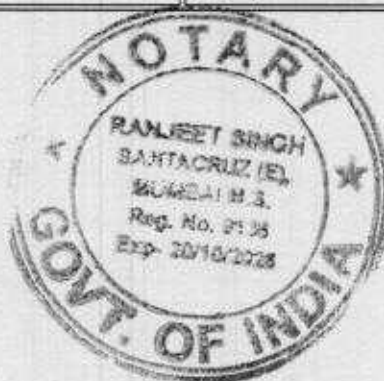
## Annexure I

Statement of Company's assets and liabilities as at March 31, 2024 being the latest available audited financial numbers before making of this declaration and their estimated realizable values as on August 26, 2024.

Name of the Company: Aarti Drugs Limited (consolidation) (Rs.in Crores)

	Book Value	Estimated to realize
1. Balance at Bank	9.17	9.17
2. Cash in hand	0.26	0.26
3. Inventories	485.89	485.89
4. Trade Receivables	704.55	704.55
5. Short-term Loans and Advances	11.57	11.57
6. Other Current Assets	109.27	109.27
7. Current Investments	0.00	0.00
8. Land - Freehold	0.00	0.00
9. Leasehold Land	92.76	210.48
10. Buildings	156.61	236.81
11. Plant and Machinery	549.00	549.00
12. Furniture and fixtures	6.42	6.42
13. Vehicles	2.93	2.93
14. Office Equipment	0.44	0.44
15. Right of use Assets	1.75	1.75
16. Other Tangible and Intangible Assets	1.18	1.18
17. Capital Work in Process	260.87	260.87
18. Long-term Loans and Advances	0.00	0.00
19. Other Non-Current Assets	19.70	19.70
20. Investment other than Marketable Securities	19.97	19.97
<b>Total Assets</b>	<b>2,432.36</b>	<b>2630.27</b>

*[Signature]*



*[Signature]*



**Liabilities [Note below line items are Indicative in Nature ]**

			Estimated to rank for Payment as on August 26, 2024
			(Rs. in Crores)
1. Secured on specific assets viz; Hypothecation and first charge of over stock of raw materials, work in process, finished goods, stores and spares not relating to plant and machinery and book debts. Mortgage & First Charge over office premises			0.00
2. Secured by floating charge(s), viz;			516.35
3. Estimated cost of liquidation and other expenses including interest accruing until payment of debts in Full.			8.66
4. Unsecured creditors (amounts estimated to rank for payment)			
(a)	Trade accounts		449.61
(b)	Other liabilities		
	i) Long Term Borrowings		3.57
	ii) Short-term Borrowings -		42.50
	iii) Other Current Liabilities -		53.69
(c)	Other Long Term Liability		1.08
(d)	Provisions:		
	Long-term Provision -		2.74
	Short-term Provision -		2.95
(e)	Deferred Tax Liabilities		75.71
		<b>Total:</b>	<b>1156.86</b>
	Total estimated value of assets		2630.27
	Total Liabilities including contingent liabilities		1405.80
	<b>Estimated surplus after paying Debts in full</b>		<b>1224.47</b>

Signature :



Name :

Harshit M. Savla

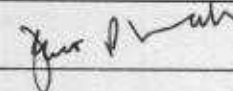
Designation:

Jt. Managing Director

DIN:

00005340

Signature :



Name :

Harit P. Shah

Designation:

Whole time Director

DIN:

00005501

Place: Mumbai

Date: August 26, 2024

