Bhagi Bhardwaj Gaur & Co.
Chartered Accountants

2952-53/2, Sangtrashan, D.B. Gupta Road,
Pahar Ganj, New Delhi-110055
Phone : 011-43538511
E-mail: bbgcaaccounts@gmail.com

Independent Auditors' Report

To the Members of Skyways Air Services Limited
(formerly known as Skyways Air Services Private Limited)

Report on the Audit of the Consolidated financial statements

Opinion

We have audited the accompanying consolidated financial statements of **Skyways Air Services Limited** ("the Holding Company") and its subsidiaries (together referred as "Group") and its associates, which comprise the Consolidated Balance Sheet as at March 31, 2026, the Consolidated Statement of Profit and Loss, including other comprehensive income, the Consolidated Statement of Changes in Equity statement and the Consolidated Cash Flow Statement for the year then ended, and notes to the consolidated financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "Consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate financial statements and on the other financial information of the subsidiaries and associates the aforesaid Consolidated 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 their consolidated state of affairs of the Group and its associates as at March 31, 2026, their consolidated profit including other comprehensive income, their statement of changes in equity and their consolidated cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated financial statements section of our report.

We are independent of the Group and its associates in accordance with the Code of Ethics issued by Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Holding Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance Report and Shareholder's Information but does not include the Consolidated financial statements and our auditor's report thereon.

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

BHAGI BHARDWAJ GAUR & CO. NEW DELHI CHARTERED ACCOUNTANTS

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

Responsibilities of Management for The Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Companies Act, 2013 that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group and of its associates are responsible for assessing the ability of their respective companies 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 Group or to cease operations, or has no realistic alternative but to do so.

Those respective Board of Directors of the companies included in the Group and of its associates are also responsible for overseeing the financial reporting process of their respective companies.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the Consolidated financial statements as a whole are free from material misstatements, 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 Consolidated financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

a) Identify and assess the risks of material misstatement of the Consolidated 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.



b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

d) 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 ability of the Group 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 Consolidated 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 Group to cease to continue as a going concern.

e) Evaluate the overall presentation, structure, and content of the Consolidated financial statements, including the disclosures, and whether the Consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

f) Obtain sufficient appropriate audit evidence regarding the financial information of entities or the business activities within the Group to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities or business activities included in the Consolidated Financial Statements of which we are the independent auditors. For the entities or business activities included in the Consolidated Financial Statements, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Consolidated financial statements of which we are the independent auditors 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 consolidated 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 regulations 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.



Other Matters

We did not audit the financial statements and other financial information, in respect of 12 subsidiaries, whose financial statements include total assets of INR 12,305.73 lacs as at March 31, 2026, and total revenues of INR 37,870.68 lacs, total net profit after tax of INR 417.54 lacs and net cash outflows of INR 374.49 lacs for the year ended on that date. These financial statements and other financial information have been audited by other auditors, which financial statements, other financial information and auditor's reports have been furnished to us by the management.

The above subsidiaries are located outside India whose financial statements and other financial information, prepared in accordance with accounting principles generally accepted in India, have been audited by other auditors.

The financial statements and other financial information, in respect of 3 associates, whose share of loss reflects INR 4.42 lacs for the year ended on March 31, 2026. These financial statements and other financial information have been audited by other auditors, which financial statements, other financial information and auditor's reports have been furnished to us by the management.

The above associates are located outside India whose financial statements and other financial information, prepared in accordance with accounting principles generally accepted in India, have been audited by other auditors.

Our opinion above on the consolidated financial statements and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditor.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 (the "Order"), issued by the Central Government in terms of Section 143(11) of the Act, based on our audit of the Companies incorporated in India, we give in the "Annexure A" a statement on the matters specified in paragraphs 3(xxi) of the Order.

2. As required by Section 143(3) of the Act, we report, to the extent applicable, that:

a) We / other auditors whose reports we have relied upon 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 of the aforesaid consolidated financial statements.

b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated financial statements have been kept so far as it appears from our examination of those books and reports of the other auditors, except for the matters stated in the paragraph (i) (vi) below on reporting under Rule 11(g).

c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Consolidated Statement of Changes in Equity and Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

e) The modification relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph 2(b) above on reporting under Section 143(3)(b) and paragraph (i)(vi) below on reporting under Rule 11(g).

f) On the basis of the written representations received from the directors of the Holding Company and its subsidiaries, which are companies incorporated in India, none of the directors of the Group's companies, is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164(2) of the Act.

g) with respect to the adequacy of the internal financial controls with reference to consolidated financial statements of the Holding Company and its subsidiaries, incorporated in India, and the operating effectiveness of such controls, refer to our separate report in "Annexure B".

h) In our opinion, the managerial remuneration for the year ended March 31, 2026 has been paid / provided by the Holding Company and its subsidiaries, which are companies incorporated in India, in accordance with the provisions of section 197 read with Schedule V to the Act.

i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

(i) The consolidated financial statements disclose the impact of pending litigations on its consolidated financial position of the Group and its associates in its consolidated financial statements– Refer note 35 to the consolidated financial statements;

(ii) The Group and its associates did not have any long-term contracts including derivative contracts for which there were any material foreseeable;

(iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiaries, which are companies incorporated in India, during the year ended March 31, 2026;

(iv) a) The respective Managements of the Holding Company and its subsidiaries, which are companies incorporated in India, whose financial statements have been audited under the Act, has represented to us that, to the best of their knowledge and belief, no funds have been advanced or loaned or invested (either from share premium or any other sources or kind of funds) by the company to or in any other persons or entities, including entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

b) The respective Managements of the Holding Company and its subsidiaries, which are companies incorporated in India, whose financial statements have been audited under the Act, has represented to us that, to the best of their knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries and

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

c) Based on such audit procedures that the we have considered reasonable and appropriate in the circumstances on the Holding Company and its subsidiaries, which are companies incorporated in India, whose financial statements have been audited under the Act, nothing has come to their notice that has caused them to believe that the representations made to us under sub-clause (a) and (b) above, contain any material mis-statements.

(v) The dividend, declared and paid by the Holding Company and its respective subsidiaries, which are companies incorporated in India whose financial statements have been audited under the Act, is in accordance with section 123, as applicable.

(vi) Based on our examination which included test checks of the Holding Company and its subsidiaries, which are companies incorporated in India, whose financial statements have been audited under the Act, except for the instances discussed in note 52 to the consolidated financial statements, the Holding Company and its subsidiaries, which are companies incorporated in India, have used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit, we did not come across any instance of audit trail feature being tampered in respect of accounting software except for instances as stated in the above note. Additionally, the audit trail to the extent it was enabled has been preserved by the Holding Company and its subsidiaries as per the statutory requirements for record retention.

For **Bhagi Bhardwaj Gaur & Co.**
Chartered Accountants
ICAI Firm's Registration Number: 007895N

per **Mohit Gupta**
Partner
Membership Number: 528337
UDIN: 26528337QAARSM8802

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

New Delhi
June 26, 2026

Annexure 'A' referred to in paragraph under the heading "Report on other legal and regulatory requirements" of our report of even date

Re: Skyways Air Services Limited ('the Company')

(XXI) Qualifications or adverse remarks by the respective auditors in the Companies (Auditors Report) Order (CARO) reports of the companies included in the consolidated financial statements are:

S.No.	Name	CIN	Holding company/Subsidiary	Clause number of the CARO report which is qualified or is adverse
1	Skyways Air Services Limited	U74899DL1984PLC019666	Holding	i(c), ii(b), iii(c), vii(b), ix(f)
2	Surgeport Logistics Private Limited	U74999DL2017PTC319339	Subsidiary	xvii
3	Phantom Road Express Private Limited (formerly known as 'Phantom Express Private Limited')	U74140DL2015PTC276399	Subsidiary	xvii
4	SLS Logistik Academy Private Lmited	U74999DL2019PTC347122	Subsidiary	xvii
5	Skart Global Express Private Limited	U64120DL2019PTC352410	Subsidiary	iii(c),vii(b), xvii
6	Brace Port Logistics Limited	U63030DL2020PLC372878	Subsidiary	ii(b)
7	Forin Container Line Private Limited	U63000DL2021PTC377266	Subsidiary	ii(b)
8	Hubload SLS Services Private Limited	U63030DL2021PTC379891	Subsidiary	xvii
9	SLS ASAP Tech Systems Private Limited (formerly known as 'Northport Logistics Private Limited')	U63030DL2021PTC379867	Subsidiary	xvii
10	Rahat Continental Private Limited	U60210HR1999PTC055940	Subsidiary	ii(b), vii(b)
11	SLS Retail Supermart Private Limited	U74999DL2018PTC342341	Subsidiary	(ix)(d) and xvii
12	Cloudport Logistics Private Limited	U50120DL2024PTC431063	Subsidiary	xvii
13	Oddesy Logistics Private Limited	U63010MH2004PTC145388	Subsidiary	ii(b), vii(b)
14	Avito Global Freight Private Limited	U52290DL2025PTC455894	Subsidiary	xvii

For **Bhagi Bhardwaj Gaur & Co.**
Chartered Accountants
ICAI Firm's Registration Number: 007895N

per **Mohit Gupta**
Partner
Membership Number: 528337
UDIN: 26528337QAARSM8802

BHAGI BHARDWAJ GAUR & CO. NEW DELHI CHARTERED ACCOUNTANTS

New Delhi
June 26, 2026

Annexure 'B' to the Independent Auditor's Report of even date on the Consolidated Financial Statements of Skyways Air Services Limited

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

In conjunction with our audit of the consolidated financial statements of Skyways Air Services Limited (hereinafter referred to as the "Holding Company") as of and for the year ended March 31, 2026, we have audited the internal financial controls with reference to consolidated financial statements of the Holding Company and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the companies included in the Group, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the Holding Company's internal financial controls with reference to consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both, issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statements included obtaining an understanding of internal financial controls with reference to consolidated financial statements, 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 and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to consolidated financial statements.



Meaning of Internal Financial Controls with reference to Consolidated Financial Statements

A company's internal financial control with reference to consolidated financial statements 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 with reference to consolidated financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of 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 (3) 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 with reference to Consolidated Financial Statements

Because of the inherent limitations of internal financial controls with reference to consolidated financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to consolidated financial statements to future periods are subject to the risk that the internal financial controls with reference to consolidated financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Group, which are companies incorporated in India, have, maintained in all material respects, adequate internal financial controls with reference to consolidated financial statements and such internal financial controls with reference to consolidated financial statements were operating effectively as at March 31, 2026, based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For **Bhagi Bhardwaj Gaur & Co.**
Chartered Accountants
ICAI Firm's Registration Number: 007895N

per **Mohit Gupta**
Partner
Membership Number: 528337
UDIN: 26528337QAARSM8802

New Delhi
June 26, 2026

Skyways Air Services Limited (Formerly known as Skyways Air Services Private Limited)
CIN: U74899DL1984PLC019666
Consolidated Balance Sheet as at March 31, 2026
All amounts are in INR lacs unless otherwise stated

Particulars	Notes	As at March 31, 2026	As at March 31, 2025
Assets			
Non-current assets			
Property, plant and equipment	3	12,153.22	11,008.68
Capital work-in-progress	3	7,512.79	4,438.35
Goodwill	4	9,865.95	9,381.45
Other Intangible assets	4	1,459.41	1,271.78
Intangible assets under development	4	1,491.11	1,563.31
Right-of-use assets	5	226.85	629.39
Financial assets			
(i) Investments	6	101.38	105.82
(ii) Other financial assets	7	5,807.65	5,401.47
Income tax assets (net)	8	1,970.36	2,323.32
Deferred tax assets (net)	9	679.78	27.74
Other non-current assets	10	1,739.12	903.53
Total non-current assets		**43,007.62**	**37,054.84**
Current assets			
Inventories	11	79.25	71.70
Financial assets			
(i) Investments	6	2,823.93	2,661.47
(ii) Trade receivables	12	57,947.65	45,596.83
(iii) Cash and cash equivalents	13	12,820.66	14,122.33
(iv) Bank balances other than (iii) above	14	5,933.31	5,235.37
(v) Loans	15	117.11	98.91
(vi) Other financial assets	7	16,688.16	12,485.38
Other current assets	10	11,292.11	14,837.35
		1,07,702.18	**95,109.34**
Assets classified as held for sale	16	114.09	-
Total current assets		**1,07,816.27**	**95,109.34**
Total assets		**1,50,823.89**	**1,32,164.18**
EQUITY AND LIABILITIES			
Equity			
Equity share capital	17	11,644.52	11,242.59
Other equity	18	21,619.69	13,471.46
Equity attributable to equity holders of the parent		**33,264.21**	**24,714.05**
Non Controlling Interest		16,209.31	14,517.86
		16,209.31	**14,517.86**
Total equity		**49,473.52**	**39,231.91**
Liabilities			
Non-current liabilities			
Financial liabilities			
(i) Borrowings	19	10,717.66	10,586.94
(ii) Lease liabilities	20	47.08	429.99
(iii) Other financial liabilities	21	53.35	159.01
Provisions	22	642.32	511.45
Total non-current liabilities		**11,460.41**	**11,687.39**
Current liabilities			
Financial liabilities			
(i) Borrowings	19	51,688.02	45,256.20
(ii) Lease liabilities	20	198.50	224.84
(iii) Trade payables	23		
(a) total outstanding dues of micro and small enterprises		592.58	456.04
(b) total outstanding dues of creditors other than micro and small enterprises		33,858.86	24,087.90
(iv) Other financial liabilities	21	1,102.29	8,674.16
Other current liabilities	24	2,161.11	2,278.96
Provisions	22	111.34	90.59
Current tax liabilities (net)	8	177.26	176.19
Total current liabilities		**89,889.96**	**81,244.88**
Total liabilities		**1,01,350.37**	**92,932.27**
Total equity and liabilities		**1,50,823.89**	**1,32,164.18**

The above consolidated balance sheet should be read in conjunction with accompanying notes.

As per our report of even date

For Bhagi Bhardwaj Gaur & Co.
Chartered Accountants
ICAI Firm Reg. no. 007895N

per Mohit Gupta
Partner
Membership No. 528337

Place: New Delhi
Date: June 26, 2026

For and on behalf of the Board of Directors of
Skyways Air Services Limited (Formerly known as Skyways Air Services Private Limited)

Yashpal Sharma
Chairman & Managing Director
DIN - 00520359

Place:New Delhi
Date: June 26, 2026

Tarun Sharma
Whole Time Director
DIN - 06501856

Place:New Delhi
Date: June 26, 2026

Himanshu Chhabra
Whole Time Director & Chief Financial Officer
DIN - 09018796

Place:New Delhi
Date: June 26, 2026

Hitesh Kumar
Company Secretary & Compliance Officer
Membership Number - A33286

Place:New Delhi
Date: June 26, 2026

Skyways Air Services Limited (Formerly known as Skyways Air Services Private Limited)
CIN: U74899DL1984PLC019666
Consolidated statement of profit and loss for the year ended March 31, 2026
All amounts are in INR lacs unless otherwise stated

	Particulars	Notes	Year ended March 31, 2026	Year ended March 31, 2025
I	**Income**			
	Revenue from operations	25	2,81,289.89	2,24,782.49
	Other income	26	2,677.18	2,317.00
	Total income (I)		**2,83,967.07**	**2,27,099.49**
II	**Expenses**			
	Cost of services	27	2,50,690.56	2,01,606.81
	Purchases of stock-in-trade	28	106.49	92.65
	Changes in inventories of stock in trade	29	(7.55)	(30.98)
	Employee benefits expense	30	11,741.46	9,041.20
	Finance costs	31	4,807.64	2,881.38
	Depreciation and amortization expense	32	1,666.16	1,369.83
	Other expenses	33	6,105.54	5,455.14
	Total expenses (II)		**2,75,110.30**	**2,20,416.03**
III	**Profit before share of net profits from investments accounted for using equity method, exceptional items and tax (I - II)**		**8,856.77**	**6,683.46**
IV	**Share of net profit of associates (net of tax)**		**(4.42)**	**31.19**
V	**Profit before exceptional items and tax (III+IV)**		**8,852.35**	**6,714.65**
VI	**Exceptional items**	51	84.11	-
VII	**Profit before tax (V-VI)**		**8,768.24**	**6,714.65**
VIII	**Tax Expense:**			
	Current tax	34	3,090.07	1,592.89
	Deferred tax	34	(674.21)	310.20
	Total tax expense (VIII)		**2,415.86**	**1,903.09**
IX	**Profit for the year (VII- VIII)**		**6,352.38**	**4,811.56**
X	**Other comprehensive income / (loss)**			
	(i) Items that will not be reclassified to profit or loss			
	- Remeasurement gain / (loss) of the defined benefit plan		88.00	(6.79)
	- Income tax relating to these items		(22.17)	1.71
	(ii) Items that will be reclassified to profit or loss			
	- Exchange differences in translating the financial information of foreign operations		237.98	73.94
	Total other comprehensive income / (loss) for the year (i+ii)		**303.81**	**68.86**
XI	**Total comprehensive income / (loss) for the year (IX+X)**		**6,656.19**	**4,880.42**
	Profit for the year attributable to:			
	- Equity holders of the parent		4,100.88	3,914.45
	- Non-controlling interests		2,251.50	897.11
	Other comprehensive income / (loss) for the year attributable to:			
	- Equity holders of the parent		268.16	(300.53)
	- Non-controlling interests		35.65	369.39
	Total comprehensive income for the year attributable to:			
	- Equity holders of the parent		4,369.04	3,613.92
	- Non-controlling interests		2,287.15	1,266.50
	Earnings per equity share of face value of INR 10 each attributable to equity holders of the Company (EPS)			
	Basic EPS (in INR)		3.56	3.71
	Diluted EPS (in INR)		3.56	3.71

The above consolidated statement of profit and loss should be read in conjunction with accompanying notes.

As per our report of even date

For Bhagi Bhardwaj Gaur & Co.
Chartered Accountants
ICAI Firm Reg. no. 007895N

per Mohit Gupta
Partner
Membership No. 528337

Place: New Delhi
Date: June 26, 2026

For and on behalf of the Board of Directors of
Skyways Air Services Limited (Formerly known as Skyways Air Services Private Limited)

Yashpal Sharma
Chairman & Managing Director
DIN - 00520359

Place:New Delhi
Date: June 26, 2026

Tarun Sharma
Whole Time Director
DIN - 06501856

Place:New Delhi
Date: June 26, 2026

Himanshu Chhabra
Whole Time Director & Chief Financial Officer
DIN - 09018796

Place:New Delhi
Date: June 26, 2026

Hitesh Kumar
Company Secretary & Compliance Officer
Membership Number - A33286

Place:New Delhi
Date: June 26, 2026

Skyways Air Services Limited (Formerly known as Skyways Air Services Private Limited)
CIN: U74899DL1984PLC019666
Consolidated Statement of Changes in Equity for the year ended March 31, 2026
All amounts are in INR lacs unless otherwise stated

a. Equity share capital

Particulars	Note	Numbers of shares	Amount
Equity shares of INR 10 each issued, subscribed and fully paid			
As at March 31, 2024	18	**1,04,36,480**	**1,043.65**
Changes in equity share capital during the year		10,19,89,438	10,198.94
As at March 31, 2025	18	**11,24,25,918**	**11,242.59**
Changes in equity share capital during the year		40,19,326	401.93
As at March 31, 2026	18	**11,64,45,244**	**11,644.52**

b. Other equity

Year ended March 31, 2026

Particulars	Attributable to the equity holders of the parent				Other items of Other Comprehensive income	Total	Non Controlling Interest	Total Other equity
	Reserve and Surplus							
	General reserve	Securities premium	Retained earnings	Statutory reserve	Foreign currency translation reserve			
Balance as at April 01, 2025	**6.77**	**5,946.84**	**7,347.56**	**44.59**	**125.70**	**13,471.46**	**14,517.86**	**27,989.32**
Profit for the year	-	-	4,100.88	-	-	4,100.88	2,251.50	6,352.38
Other comprehensive income/(loss) for the year, net of income	-	-	133.80	-	134.36	268.16	35.65	303.81
Total comprehensive income for the year	**-**	**-**	**4,234.68**	**-**	**134.36**	**4,369.04**	**2,287.15**	**6,656.19**
Add: Issue of equity shares during the year	-	4,421.26	-	-	-	4,421.26	-	4,421.26
Less: Dividend Paid during the year	-	-	(224.85)	-	-	(224.85)	-	(224.85)
Less: Share issue expense	-	(415.15)	(2.07)	-	-	(417.22)	-	(417.22)
Add/Less: Addition/(withdrawal) of non-controlling interest (NCI)	-	-	-	-	-	-	(595.70)	(595.70)
Balance as at March 31, 2026	**6.77**	**9,952.95**	**11,355.32**	**44.59**	**260.06**	**21,619.69**	**16,209.31**	**37,829.00**

Year ended March 31, 2025

Particulars	Attributable to the equity holders of the parent				Other items of Other Comprehensive income	Total	Non Controlling Interest	Total Other equity
	Reserve and Surplus							
	General reserve	Securities premium	Retained earnings	Statutory reserve	Foreign currency translation reserve			
Balance as at April 01, 2024	**135.88**	**534.42**	**13,644.35**	**18.13**	**51.76**	**14,384.54**	**3,179.81**	**17,564.35**
Profit for the year	-	-	3,914.45	-	-	3,914.45	897.11	4,811.56
Other comprehensive income/(loss) for the year, net of income	-	-	(374.47)	-	73.94	(300.53)	369.39	68.86
Total comprehensive income for the year	**-**	**-**	**3,539.98**	**-**	**73.94**	**3,613.92**	**1,266.50**	**4,880.42**
Add: Issue of equity shares during the year	-	6,771.34	-	-	-	6,771.34	-	6,771.34
Less: Bonus issued during the year	(129.11)	(534.42)	(8,729.30)	-	-	(9,392.83)	-	(9,392.83)
Less: Dividend Paid during the year	-	-	(416.52)	-	-	(416.52)	-	(416.52)
Less: Share issue expense	-	(824.50)	(0.70)	-	-	(825.20)	-	(825.20)
Add/Less: Addition/(withdrawal) of non-controlling interest (NCI)	-	-	-	-	-	-	9,407.76	9,407.76
Add/Less: Transaction with non-controlling interest (NCI)	-	-	(663.79)	-	-	(663.79)	663.79	-
Add/Less: Intra Head Transfer	-	-	(26.46)	26.46	-	-	-	-
Balance as at March 31, 2025	**6.77**	**5,946.84**	**7,347.56**	**44.59**	**125.70**	**13,471.46**	**14,517.86**	**27,989.32**

The above consolidated statement of changes in equity should be read in conjunction with accompanying notes.

As per our report of even date

For Bhagi Bhardwaj Gaur & Co.
Chartered Accountants
ICAI Firm Reg. no. 007895N

per Mohit Gupta
Partner
Membership No. 528337

Place: New Delhi
Date: June 26, 2026

For and on behalf of the Board of Directors of
Skyways Air Services Limited (Formerly known as Skyways Air Services Private Limited)

Yashpal Sharma
Chairman & Managing Director
DIN - 00520359

Place:New Delhi
Date: June 26, 2026

Tarun Sharma
Whole Time Director
DIN - 06501856

Place:New Delhi
Date: June 26, 2026

Himanshu Chhabra
Whole Time Director & Chief Financial Officer
DIN - 09018796

Place:New Delhi
Date: June 26, 2026

Hitesh Kumar
Company Secretary & Compliance Officer
Membership Number - A33286

Place:New Delhi
Date: June 26, 2026

Skyways Air Services Limited (Formerly known as Skyways Air Services Private Limited)
CIN: U74899DL1984PLC019666
Consolidated Statement of Cash Flows for the year ended March 31, 2026
All amounts are in INR lacs unless otherwise stated

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
A. Cash flow from Operating activities		
Profit before tax	8,768.24	6,714.65
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortisation expense	1,666.16	1,369.83
Unrealised foreign exchange (gain) / loss (net)	(176.00)	35.57
(Gain)/Loss on disposal of property, plant and equipment	(141.58)	5.71
Property, plant and equipment written off	-	0.79
Net gain on sale of investment in subsidiaries	-	(424.44)
Interest income	(1,758.03)	(1,551.71)
Finance cost	4,807.64	2,881.38
Unrealised gain on current investments measured at FVTPL	(162.24)	(185.04)
Dividend income from financial assets measured at FVTPL	(0.24)	-
Liabilities written back	(51.64)	(46.82)
Trade and other receivable balances written off	44.06	144.30
Allowance for expected credit loss	118.04	158.47
Impairment allowance for doubtful deposits and advances	123.68	130.97
Share of (profit)/loss of associates	4.42	(31.19)
(Gain)/Loss on modification / termination of lease contracts	(9.40)	-
Working capital adjustments:		
(Increase)/ Decrease in trade receivables	(12,080.27)	3,701.02
(Increase)/ Decrease in inventories	(7.55)	(30.98)
(Increase)/ Decrease in other financial assets	(198.97)	(624.58)
(Increase)/ Decrease in other assets	2,844.76	(6,025.46)
Increase/ (Decrease) in provisions	239.62	(298.60)
Increase/ (Decrease) in trade payable	9,901.97	(3,921.46)
Increase/ (Decrease) in other financial liability	197.77	33.07
Increase/ (Decrease) in other liability	(117.85)	1,059.58
Cash generated/(used) from operations	**14,012.59**	**3,095.06**
Income tax paid (net)	(2,650.99)	(2,894.01)
Net cash inflow/(outflow) from Operating activities	**11,361.60**	**201.05**
B. Cash flow from Investing activities		
Purchase of property, plant and equipment	(5,297.16)	(4,992.43)
Purchase of intangible assets	(555.84)	(897.20)
Payment towards acquisition of subsidiary (net) (Refer note 42)	(8,476.50)	(7,053.01)
Purchase of investment in mutual funds	0.02	(520.00)
Investment made in associates	-	(37.14)
Proceeds from sale of investment in subsidiaries	-	489.68
Loan to employees	(14.64)	(7.29)
Loan to others	-	(35.00)
Bank withdrawal / (deposit) not considered as cash and cash equivalents (net)	(5,103.97)	(2,668.31)
Interest received	1,536.94	491.75
Net cash outflow from Investing activities	**(17,911.15)**	**(15,228.95)**
C. Cash flow from Financing activities		
Proceeds from issue of shares	4,823.19	7,577.45
Interest paid	(4,584.74)	(2,801.18)
Proceeds/payments to Non Controlling shareholders (net of dividend paid)	(595.70)	(1,175.84)
Proceeds from borrowings	34,231.87	27,796.93
Repayment of borrowings	(27,789.98)	(7,687.32)
Payment of principal portion of lease liabilities	(197.60)	(266.86)
Payment of interest on lease liabilities	(36.76)	(52.76)
Share issue expenses	(417.22)	(825.20)
Dividends paid	(224.85)	(416.52)
Net cash inflow from Financing activities	**5,208.21**	**22,148.70**
Net increase/(decrease) in cash and cash equivalents (A+B+C)	(1,341.34)	7,120.80
Cash and cash equivalents at the beginning of the year	14,122.33	7,015.09
Exchange difference on translation of foreign currency cash and cash equivalents	(18.65)	(13.56)
Cash and cash equivalents at the end of the year	**12,762.34**	**14,122.33**

BHAGI BHARDWAJ GAUR & CO. NEW DELHI CHARTERED ACCOUNTANTS

SKYWAYS AIR SERVICES LIMITED

Skyways Air Services Limited (Formerly known as Skyways Air Services Private Limited)
CIN: U74899DL1984PLC019666
Consolidated Statement of Cash Flows for the year ended March 31, 2026
All amounts are in INR lacs unless otherwise stated

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
Components of cash and cash equivalents		
Balances with banks (refer note 13)		
- on current account	4,880.01	4,948.32
- on deposit account (with original maturity of 3 months or less)	967.26	368.74
- on overdraft account	6,921.21	8,746.53
- on dividend account	0.23	7.50
Book Overdraft (refer note 21)	(58.32)	-
Cash on hand (refer note 13)	51.95	51.24
	12,762.34	**14,122.33**

The above cash flow statement has been prepared under Indirect method as set out in Ind AS-7 "Statement of cash flows".

The above consolidated statement of cash flow should be read in conjunction with accompanying notes.

As per our report of even date

For Bhagi Bhardwaj Gaur & Co.
Chartered Accountants
ICAI Firm Reg. no. 007895N

BHAGI BHARDWAJ GAUR & CO. NEW DELHI CHARTERED ACCOUNTANTS

per Mohit Gupta
Partner
Membership No. 528337

Place: New Delhi
Date: June 26, 2026

For and on behalf of the Board of Directors of
Skyways Air Services Limited (Formerly known as Skyways Air Services Private Limited)

Yashpal Sharma
Chairman & Managing Director
DIN - 00520359

Place:New Delhi
Date: June 26, 2026

Tarun Sharma
Whole Time Director
DIN - 06501856

Place:New Delhi
Date: June 26, 2026

Himanshu Chhabra
Whole Time Director & Chief Financial Officer
DIN - 09018796

Place:New Delhi
Date: June 26, 2026

Hitesh Kumar
Company Secretary & Compliance Officer
Membership Number - A33286

Place:New Delhi
Date: June 26, 2026

SKYWAYS AIR SERVICES LIMITED

1 Corporate information

Skyways Air Services Limited (Formerly known as Skyways Air Services Private Limited) (hereinafter referred to "the Holding Company" or "the Parent Company") was incorporated on December 21, 1984. The registered office of the Company is located at RZ 128-129A, Mahipalpur Extension, NH-8, New Delhi-110037, India.

The Holding Company, its subsidiaries and associates (collectively referred as "the Group") are principally engaged in the providing integrated logistics solutions other logistics services and logistics operations and some of the subsidiaries are engaged in providing Training Services, IT and Tech Solutions Services, Trading of Interior Decorative Products and Digital Marketing Services.

The consolidated financial statements for the year ended March 31, 2026 are approved by the Board of Directors in its meeting held on June 26, 2026.

2 Summary of material accounting policies

This note provides a list of the material accounting policies adopted in the preparation of these Indian Accounting Standards (Ind-AS) financial statements. These policies have been consistently applied to all the years.

2.01 Statement of compliance and basis of preparation

The consolidated financial statements of the Group have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation and disclosure requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III) as amended and other relevant provisions of the Act and accounting principles generally accepted in India.

The financial statements are presented in INR and all values are rounded to the nearest lacs, except when otherwise stated.

2.02 Basis of presentation and preparation of Consolidated financial statements

The consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 116 'Leases' and measurements that have some similarities to fair value but are not fair value or value in use in Ind AS 36 'Impairment of Assets'.

In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

2.03 Basis of measurement

The financial statements have been prepared on a going concern basis using historical cost convention and on an accrual method of accounting.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

2.04 Recent accounting pronouncement

The Ministry of Corporate Affairs has amended the Companies (Indian Accounting Standards) Rules, 2015. These amendments are as follows:

(i) Lack of exchangeability – Amendments to Ind AS 21

The Ministry of Corporate Affairs notified amendments to Ind AS 21 The Effects of Changes in Foreign Exchange Rates to specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. The amendments also require disclosure of information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity's financial performance, financial position and cash flows.

The amendments are effective for annual reporting periods beginning on or after April 01, 2025.

(ii) Classification of liabilities as current or non-current and non-current liabilities with Covenants - Amendments to Ind AS 1

The Ministry of Corporate Affairs notified amendments to paragraphs 69 to 76 of Ind AS 1 Presentation of Financial Statements to specify the requirements for classifying liabilities as current or non-current. The amendments clarify:

- What is meant by a right to defer settlement
- That a right to defer must exist at the end of the reporting period
- That classification is unaffected by the likelihood that an entity will exercise its deferral right
- That only if an embedded derivative in a convertible liability is itself an equity instrument would the terms of a liability not impact its classification.

The amendments are effective for annual reporting periods beginning on or after April 01, 2025.

(iii) Supplier Finance Arrangements - Amendments to Ind AS 7 and Ind AS 107

The Ministry of Corporate Affairs notified amendments to Ind AS 7 Statement of Cash Flows and Ind AS 107 Financial Instruments:

Disclosures to clarify the characteristics of supplier finance arrangements and require additional disclosure of such arrangements.

The disclosure requirements in the amendments are intended to assist users of financial statements in understanding the effects of supplier finance arrangements on an entity's liabilities, cash flows and exposure to liquidity risk.

The amendments are effective for annual reporting periods beginning on or after April 01, 2025.

(iv) International Tax Reform—Pillar Two Model Rules – Amendments to Ind AS 12

The Ministry of Corporate Affairs notified amendments to Ind AS 12 Income Taxes in response to the OECD's BEPS Pillar Two rules and include:

- A mandatory temporary exception to the recognition and disclosure of deferred taxes arising from the jurisdictional implementation of the Pillar Two model rules; and
- Disclosure requirements for affected entities to help users of the financial statements better understand an entity's exposure to Pillar Two income taxes arising from that legislation, particularly before its effective date.

The mandatory temporary exception – the use of which is required to be disclosed – applies immediately. The remaining disclosure requirements apply for annual reporting periods beginning on or after April 01, 2025, but not for any interim periods ending on or before March 31, 2026.

The amendments are effective for annual reporting periods beginning on or after April 01, 2025.

The above amendments had no significant impact on the Group's consolidated financial statements.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

2.05 Current and non-current classification

The Group presents assets and liabilities in the balance sheet based on current/ non-current classification. An asset is treated as current when it is:

- ► Expected to be realised or intended to be sold or consumed in normal operating cycle
- ► Held primarily for the purpose of trading
- ► Expected to be realised within twelve months after the reporting period, or
- ► Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is current when:
- ► It is expected to be settled in normal operating cycle
- ► It is held primarily for the purpose of trading
- ► It is due to be settled within twelve months after the reporting period, or
- ► There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

Current assets/liabilities include current portion of non-current financial assets/liabilities respectively. All other assets/ liabilities are classified as non-current. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Group has identified twelve months as its operating cycle.

2.06 Basis of consolidation

The consolidated financial statements comprise the financial statements of the Holding Company and its subsidiaries as at March 31, 2026. Control is achieved when the Group is exposed, or has rights to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee),
- Exposure, or rights to variable returns from its involvement with the investee, and
- The ability to use its power over the investee to affect its returns.

Generally, there is a presumption that a majority of voting rights result in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee,
- Rights arising from other contractual arrangements,
- The Group's voting rights and potential voting rights,
- The size of the group's holding of voting rights relative to the size and dispersion of the holdings of the other voting rights holders.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary.

Consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the Group uses accounting policies other than those adopted in the consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that Group member's financial statements in preparing the consolidated financial statements to ensure conformity with the Group's accounting policies.

The financial statements of all entities used for the purpose of consolidation are drawn up to same reporting date as that of the parent company, i.e., year ended on March 31, 2026.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

2.07 Consolidation Procedure

(A) Subsidiaries

(a) Combine like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognised in the consolidated financial statements at the acquisition date.

(b) Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary. Business combinations policy explains how to account for any related goodwill.

(c) Eliminate in full intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (profits or losses resulting from intragroup transactions that are recognised in assets, such as inventory and Property, plant and equipment, are eliminated in full). Intragroup losses may indicate an impairment that requires recognition in the consolidated financial statements. Ind AS 12 "Income Taxes" applies to temporary differences that arise from the elimination of profits and losses resulting from intragroup transactions.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

When the proportion of the equity held by non-controlling interests changes, the Group adjust the carrying amounts of the controlling and non-controlling interests to reflect the changes in their relative interests in the subsidiary. The Group recognises directly in equity any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received, and attribute it to the owners of the parent.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it:

- Derecognises the assets (including goodwill) and liabilities of the subsidiary at their carrying amount at the date when control is transferred,
- Derecognises the carrying amount of any non-controlling interests,
- Derecognises the cumulative translation differences recorded in equity,
- Recognises the fair value of the consideration received,
- Recognises the fair value of any investment retained,
- Recognises any surplus or deficit in profit or loss,
- Reclassifies the parent's share of components previously recognised in OCI to profit or loss or retained earnings, as appropriate, as would be required if the Group had directly disposed of the related assets or liabilities

(B) Investment in associates and joint ventures

An associate is an entity over which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee, but is not control or joint control over those policies.

A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement, have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control. The considerations made in determining whether significant influence or joint control are similar to those necessary to determine control over the subsidiaries.

The Group's investments in its associate are accounted for using the equity method. Under the equity method, the investment in an associate or a joint venture is initially recognised at cost. The carrying amount of the investment is adjusted to recognise changes in the Group's share of net assets of the associate or joint venture since the acquisition date. Goodwill relating to the associate or joint venture is included in the carrying amount of the investment and is not tested for impairment individually.

The statement of profit and loss reflects the Group's share of the results of operations of the associate or joint venture. Any change in OCI of those investees is presented as part of the Group's OCI. In addition, when there has been a change recognised directly in the equity of the associate or joint venture, the Group recognises its share of any changes, when applicable, in the statement of changes in equity. Unrealised gains and losses resulting from transactions between the Group and the associate or joint venture are eliminated to the extent of the interest in the associate or joint venture.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

If Group's share of losses of an associate or a joint venture equals or exceeds its interest in the associate or joint venture (which includes any long term interest that, in substance, form part of the Group's net investment in the associate or joint venture), the Group discontinues recognising its share of further losses. Additional losses are recognised only to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the associate or joint venture. If the associate or joint venture subsequently reports profits, the Group resumes recognising its share of those profits only after its share of the profits equals the share of losses not recognised.

The aggregate of the Group's share of profit or loss of an associate and a joint venture is shown on the face of the statement of profit and loss.

The financial statements of the associate or joint venture are prepared for the same reporting period as the Group. When necessary, adjustments are made to bring the accounting policies in line with those of the Group.

After application of the equity method, the Group determines whether it is necessary to recognise an impairment loss on its investment in its associate or joint venture. At each reporting date, the Group determines whether there is objective evidence that the investment in the associate or joint venture is impaired. If there is such evidence, the Group calculates the amount of impairment as the difference between the recoverable amount of the associate or joint venture and its carrying value, and then recognises the loss as 'Share of profit of an associate and a joint venture' in the statement of profit and loss.

Upon loss of significant influence over the associate or joint control over the joint venture, the Group measures and recognises any retained investment at its fair value. Any difference between the carrying amount of the associate or joint venture upon loss of significant influence or joint control and the fair value of the retained investment less cost to sell is recognised in statement of profit and loss.

The Group discontinues the use of equity method from the date the investment is classified as held for sale in accordance with Ind AS 105 - Noncurrent Assets Held for Sale and Discontinued Operations and measures the interest in associate and joint venture held for sale at the lower of its carrying amount and fair value less cost to sell.

2.08 Business combination and goodwill

Business combinations other than those under common control transactions are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred measured at acquisition date fair value and the amount of any non-controlling interests in the acquiree. For each business combination, the Group elects whether to measure the non-controlling interests in the acquiree at fair value or at the proportionate share of the acquiree's identifiable net assets. In respect to the business combination for acquisition of subsidiary, the Group has opted to measure the non-controlling interests in the acquiree at the proportionate share of the acquiree's identifiable net assets. Acquisition related costs are expensed in the year in which the cost are incurred and the services are received, with the exception of the costs of issuing debt or equity securities that are recognised in accordance with Ind AS 32 "Financial Instruments: Presentation" and Ind AS 109 "Financial Instruments".

At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognised at their acquisition date fair values. For this purpose, the liabilities assumed include contingent liabilities representing present obligation and they are measured at their acquisition fair values irrespective of the fact that outflow of resources embodying economic benefits is not probable. However, the following assets and liabilities acquired in a business combination are measured at the basis indicated as mentioned hereinafter:

(a) Deferred tax assets or liabilities, and the assets or liabilities related to employee benefit arrangements are recognised and measured in accordance with Ind AS 12 "Income Tax" and Ind AS 19 "Employee Benefits" respectively.

(b) Potential tax effects of temporary differences and carry forwards of an acquiree that exist at the acquisition date or arise as a result of the acquisition are accounted in accordance with Ind AS 12.

(c) Assets (or disposal groups) that are classified as held for sale in accordance with Ind AS 105 "Non-current Assets Held for Sale" and Discontinued Operations are measured in accordance with that standard.

(d) Reacquired rights are measured at a value determined on the basis of the remaining contractual term of the related contract. Such valuation does not consider potential renewal of the reacquired right.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date. This includes the separation of embedded derivatives in host contracts by the acquiree.

If the business combination is achieved in stages, any previously held equity interest is remeasured at its acquisition date fair value and any resulting gain or loss is recognised in profit or loss or OCI, as appropriate.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

2.09 Functional and presentation currency

These financial statements are presented in Indian rupee (INR), which is the functional currency of the Group.

2.10 Revenue recognition

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer, at an amount that reflects the consideration to which the Group expects to be entitled in exchange for those goods or services. The Group has concluded that it is the principal in its revenue arrangements because it typically controls the goods or services before transferring them to the customers.

Performance obligation

At contract inception, the Group assess the goods and services promised in contracts with customers and identifies various performance obligations to provide distinct goods and services to the customers.

The transaction price of goods sold and services rendered is net of variable consideration on account of various elements like discounts etc. offered by the Group as part of the contract.

Sale of services

From Integrated Logistic Solutions

Revenue from multimodal transport services rendered are recognised on the completion of the services as per the terms of contract. Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of services rendered is net of variable consideration on account of various discounts offered by the Group as part of the contract.

From IT and Tech solution services

Revenue for fixed-price contracts is recognised using percentage-of-completion method. The Group estimates the future cost-to-completion of the contracts which is used to determine degree of completion of the performance obligation.

Others

Revenue from digital marketing services and training services rendered are recognised on the completion of the services as per the terms of contract. Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of services rendered is net of variable consideration on account of various discounts offered by the Group as part of the contract.

Sale of Products

Revenue from contracts with customers in respect of sale of products is recognised at the point in time when control of the goods is transferred to the customer, generally on delivery of the goods and there are no unfulfilled obligations. Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation.

The Group considers, whether there are other promises in the contract in which separate performance obligations, to which a portion of the transaction price needs to be allocated. In determining the transaction price for the sale of products, the Group allocates a portion of the transaction price to goods, based on its relative standalone prices.

Interest

Interest income is recognised when it is probable that the economic benefits will flow to the Group and amount of income can be measured reliably. Interest income is included under the head "other income" in the consolidated statement of profit and loss.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

2.11 Cash flow statement

Cash flows are reported using indirect method as set out in Ind AS -7 "Statement of Cash Flows", whereby profit/loss before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Group are segregated based on the available information.

2.12 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at bank and cash on hand and short-term deposits with an original maturity of three months or less, that are readily convertible to a known amount of cash and subject to an insignificant risk of changes in value. For the purpose of the consolidated statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above.

2.13 Property, plant and equipment

Property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

The initial cost of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, and any directly attributable costs of bringing an asset to working condition and location for its intended use. It also includes the initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, wherever applicable. Items such as spares are capitalized when they meet the definition of property, plant and equipment.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment. Likewise, on initial recognition, expenditure to be incurred towards major inspections and overhauls are identified as a separate component and depreciated over the expected period till the next overhaul expenditure.

Subsequent costs and disposal

Subsequent expenditure related to an item of property, plant and equipment is added to its book value only if it increases the future economic benefits from the existing asset beyond its previously assessed standard of performance/life. All other expenses on existing property, plant and equipment, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognized net within other income/other expenses in statement of profit and loss.

Capital work in progress

Assets in the course of construction are capitalized in capital work in progress account. At the point when an asset is capable of operating in the manner intended by management, the cost of construction is transferred to the appropriate category of property, plant and equipment. Costs associated with the commissioning of an asset are capitalised until the period of commissioning has been completed and the asset is ready for its intended use.

Depreciation and amortisation

Depreciation on Property, plant and equipment has been provided on the straight-line method (SLM) to allocate their cost, net of their residual values, as per useful life prescribed in Schedule II to the Act. Management's assessment of independent technical evaluation/advice takes into account, inter alia, the nature of the assets, the estimated usage of the assets, the operating conditions of the assets, past history of replacement and maintenance support. The depreciation method, asset's residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period prospectively.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

Depreciation on tangible fixed assets has been provided on the straight line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of mobile phones in which case life of the asset is considered to be 2 years. Leasehold land is amortized on a straight-line basis over the unexpired period of the leases.

Additions on account of insurance spares, additions/extensions forming an integral part of existing plants and the revised carrying amount of the assets identified as impaired, are depreciated over residual life of the respective asset.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between sales proceeds and the carrying amount of the asset and is recognised in statement of profit and loss.

Depreciation methods, useful lives and residual values are reviewed at each financial year and changes in estimates, if any, are accounted for prospectively.

2.14 Intangible assets

Goodwill
Goodwill is initially measured at cost, being the excess of the aggregate of the consideration transferred over the fair value of net identifiable assets acquired and liabilities assumed. If the fair value of the net assets acquired is in excess of the aggregate consideration transferred, the Company reassesses whether it has correctly identified all of the assets acquired and all of the liabilities assumed and reviews the procedures used to measure the amounts to be recognised at the acquisition date. If the reassessment still results in an excess of the fair value of net assets acquired over the aggregate consideration transferred, then the gain is recognised in other comprehensive income and accumulated in equity as capital reserve. However, if there is no clear evidence of bargain purchase, the group recognizes the gain directly in equity as capital reserve, without routing the same through other comprehensive income.

After initial recognition, goodwill is measured at cost less any accumulated impairment losses, if any. For the purpose of impairment testing, goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Company's cash-generating units that are expected to benefit from the combination, irrespective of whether other assets or liabilities of the acquire are assigned to those units.

A cash generating unit to which goodwill has been allocated is tested for impairment annually or earlier, when there is an indication that the unit may be impaired. If the recoverable amount of the cash generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata based on the carrying amount of each asset in the unit. Any impairment loss for goodwill is recognised in profit or loss. An impairment loss recognised for goodwill is not reversed in subsequent periods.

Other intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any.

Intangible assets are amortised over their estimated useful life. Software is amortised using the straight-line method over the estimated useful life of six years or the tenure of the respective software license, whichever is lower.

The amortization period and the amortization method are reviewed at least at the end of each reporting period. If the expected useful life of the asset is significantly different from previous estimates, the amortization period is revised to reflect the changed pattern, if any.
Subsequent costs and disposal

Subsequent expenditure related to an item of an intangible assets is added to its book value only if it increases the future economic benefits from the existing asset beyond its previously assessed standard of performance/life.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

Derecognition of intangible assets

An intangible asset is derecognised upon disposal (i.e., at the date the recipient obtains control) or when no future economic benefits are expected from its use or disposal. Gains or losses arising from disposal of the intangible assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the assets are disposed off.

2.15 Impairment of tangible and intangible assets

At the end of each reporting period, the Group reviews the carrying amounts of all of its tangible and intangible assets to determine whether there is any indication based on internal/ external factors that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the assets for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in statement of profit and loss.

When an impairment loss subsequently reverses, the carrying amount of the assets (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in statement of profit and loss.

Borrowing costs directly relating to the acquisition, construction or production of a qualifying capital project under construction are capitalised and added to the project cost during construction until such time that the assets are substantially ready for their intended use i.e. when they are capable of commercial production. Where funds are borrowed specifically to finance a project, the amount capitalised represents the actual borrowing costs incurred. Where surplus funds are available out of money borrowed specifically to finance a project, the income generated from such current investments is deducted from the total capitalized borrowing cost. Where the funds used to finance a project form part of general borrowings, the amount capitalised is calculated using a weighted average of rates applicable to relevant general borrowings of the Group during the year. Capitalisation of borrowing costs is suspended and charged to profit and loss during the extended periods when the active development on the qualifying assets is interrupted.

2.16 Foreign currency transactions and translations

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The Group's financial statements are presented in Indian rupee (INR) which is also the Holding Company's functional and presentation currency.

Foreign currency transactions are translated into the functional currency using the exchange rate prevailing at the date of the transaction. Foreign exchange gains and losses resulting from the settlement of such transaction and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rate are generally recognised in the statement of profit and loss.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined.

Exchange differences arising on settlement or translation of monetary items are recognized as income or expense in the period in which they arise with the exception of exchange differences on gain or loss arising on translation of non-monetary items measured at fair value which is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognized in OCI or profit or loss are also recognized in OCI or profit or loss, respectively).

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

On consolidation, the results and financial position of foreign operations that have a functional currency different from the presentation currency (INR) are translated to the presentation currency (INR) in the following manner:

(a) Assets and liabilities are translated at the rate of exchange prevailing at the reporting date.
(b) Their statements of profit and loss are translated at exchange rates prevailing at the dates of the transactions. For practical reasons, the group uses an average rate to translate income and expense items, if the average rate approximates the exchange rates at the dates of the transactions.
(c) All resulting exchange differences arising on translation of financial statement of foreign operations for consolidation are recognised in other comprehensive income.
(d) On disposal of a foreign operation, the component of OCI relating to that particular foreign operation is recognised in statement of profit or loss.
(e) Any Goodwill arising on the acquisition/ business combination of a foreign operation and any fair value adjustments to the carrying amounts of assets and liabilities arising on the acquisition are treated as assets and liabilities of the foreign operation and translated at the spot rate of exchange at the reporting date.
(f) Gain or loss on a subsequent disposal of any foreign operation excludes translation differences that arose before the date of transition but includes only translation differences arising after the transition date.

2.17 Non-current assets held for sale

The Group classifies non current assets as held for sale if their carrying amounts will be recovered principally through a sale rather than through continuing use. Non- current assets classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell. Costs to sell are the incremental costs directly attributable to the disposal of an asset, excluding finance costs and income tax expense. Any expected loss is recognized immediately in the statement of profit and loss.

The criteria for held for sale classification is regarded as met only when the sale is highly probable, and the assets is available for immediate sale in its present condition. Actions required to complete the sale/ distribution should indicate that it is unlikely that significant changes to the sale will be made or that the decision to sell will be withdrawn. Management must be committed to the sale and the sale is expected to be completed within one year from the date of classification.

The Group treats sale of the asset to be highly probable when:

- The appropriate level of management is committed to a plan to sell the asset,
- An active programme to locate a buyer and complete the plan has been initiated (if applicable),
- The asset is being actively marketed for sale at a price that is reasonable in relation to its current fair value,
- The sale is expected to qualify for recognition as a completed sale within one year from the date of classification , and
- Actions required to complete the plan indicate that it is unlikely that significant changes to the plan will be made or that the plan will be withdrawn.

Property, plant and equipment and intangible assets once classified as held for sale are not depreciated or amortized.
Assets and liabilities classified as held for sale are presented separately as current items in the balance sheet.

2.18 Borrowing Costs

Borrowing cost includes interest and other costs incurred in connection with the borrowing of funds and charged to statement of profit and loss on the basis of effective interest rate (EIR) method. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing cost.
Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are recognized as expense in the period in which they occur.

2.19 Inventories

Inventories are valued at lower of cost and net realisable value. Cost is determined on first in first out basis. Inventory cost includes purchase price and other directly attributable costs (such as taxes other than those subsequently recovered from the tax authorities), freight inward and other related incidental expenses incurred in bringing the inventory to its present condition and location.

Net realisable value is the estimated selling price in the ordinary course of business less estimated cost necessary to make the sale.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

2.20 Retirement and other employee benefits

Employee benefits include provident fund, employee state insurance scheme, gratuity fund and compensated absences.

Defined contribution plans

The Group's contribution to provident fund and employee state insurance scheme are considered as defined contribution plans and are charged as an expense based on the amount of contribution required to be made and when services are rendered by the employees.

Defined benefit plans

The Group has a defined benefit plan (the "Gratuity Plan"). The Gratuity Plan provides a lump sum payment to employees who have completed five years or more of service at retirement, disability or termination of employment, being an amount based on the respective employee's last drawn salary and the number of years of employment with the Group.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. The interest cost is calculated by applying the discount rate to the balance of the defined benefit obligation. This cost is included in employee benefit expense in the statement of profit and loss.

The liability or asset recognised in the balance sheet in respect of gratuity plan is the present value of the defined benefit obligation at the end of the reporting period. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

The cost of short-term compensated absences is accounted as under :
(a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and
(b) in case of non-accumulating compensated absences, when the absences occur.

Long-term employee benefits

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognised as a liability at the present value of the defined benefit obligation as at the balance sheet date on the basis of actuarial valuation.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income and are never reclassified to statement of profit and loss. Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in the statement of profit and loss as past service cost.

2.21 Dividend

The Group recognizes a liability to pay dividend to equity holders of the Group, when the distribution is authorised and the distribution is no longer at the discretion of the Group. As per the corporate laws in India, a distribution is authorised when it is approved by the shareholders. A corresponding amount is recognised directly in equity.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

2.22 Leases

The Group assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Group as a lessee

The Group's lease asset classes primarily comprise of lease for land and building. The Group applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

i) **Right-of-use assets**

The Group recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the building (i.e. 30 and 60 years).

If ownership of the leased asset transfers to the Group at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset. The right-of-use assets are also subject to impairment. Refer to the accounting policies in section 'Impairment of non-financial assets'.

ii) **Lease Liabilities**

At the commencement date of the lease, the Group recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating the lease, if the lease term reflects the Group exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

(iii) **Short-term leases and leases of low-value assets**

The Group applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

Group as a lessor

Leases for which the Group is a lessor is classified as finance or operating lease. Leases in which the Group does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.

Determining whether an arrangement contains a lease

An arrangement, which is not in the legal form of a lease, should be accounted for as a lease, if:
i) fulfilment of the arrangement is dependent on the use of a specific asset or assets (the asset); and
ii) the arrangement conveys a right to use the asset.

At inception of an arrangement, the Group determines whether the arrangement is or contains a lease.

At inception or on reassessment of an arrangement that contains a lease, the Group separates payments and other consideration required by the arrangement into those for the lease and those for other elements on the basis of their relative fair values. If it is impracticable to separate the payments reliably, then a finance lease receivable is recognised at an amount equal to the fair value of the underlying asset; subsequently, the receivable is reduced as payments are made and a finance income is recognised using the interest rate implicit in the lease.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the statement of profit and loss on a straight-line basis over the lease term.

2.23 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker of the Group is responsible for allocating resources and assessing performance of the operating segments.

2.24 Exceptional Item

An item of income or expense which by its size, type or incidence is material & requires disclosure in order to improve an understanding of the performance of the Group is treated as an exceptional item and disclosed as such in the financial statements.

2.25 Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effect of all potentially dilutive equity shares.

2.26 Taxes on income

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Current income tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The current tax is calculated using tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Current tax assets and liabilities are offset only if, the Group:
i) has a legally enforceable right to set off the recognised amounts; and
ii) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Deferred tax

Deferred tax is provided using the Balance sheet method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Current and deferred tax for the year

Current and deferred tax are recognised in statement of profit and loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

2.27 Provisions and contingencies

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Group expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to net present value using an appropriate pre-tax discount rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Unwinding of the discount is recognized in statement of profit and loss as a finance cost. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Group does not recognize a contingent liability but discloses its existence in the financial statements.

In the normal course of business, contingent liabilities may arise from litigation and other claims against the Group. There are certain obligations which management has concluded, based on all available facts and circumstances, are not probable of payment or are very difficult to quantify reliably, and such obligations are treated as Contingent liabilities and disclosed in the notes but are not reflected as liabilities in the financial statements. Although there can be no assurance regarding the final outcome of the legal proceedings in which the Group is involved, it is not expected that such contingencies will have a material effect on its financial position or profitability.

Contingent assets are not recognised but disclosed in the financial statements when an inflow of economic benefits is probable.

2.28 Insurance claims

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that the amount recoverable can be measured reliably and it is reasonable to expect ultimate collection.

2.29 Financial instruments

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss and the same are recognised immediately in statement of profit and loss.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

Financial assets

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Classification of financial assets

Debt instruments that meet the following conditions are subsequently measured at amortised cost less impairment loss (except for debt investments that are designated as at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All other financial assets are subsequently measured at fair value.

Amortised cost and effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognised on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognised in profit or loss and is included in the Statement of Profit and Loss.

Financial assets at fair value through profit or loss (FVTPL)

A financial asset may be designated as at FVTPL upon initial recognition if such designation eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities or recognising the gains and losses on them on different bases. The Group has not designated any debt instrument as at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on re-measurement recognised in profit or loss. The net gain or loss recognised in the statement of profit and loss is included in the 'other gains and losses' line item.

Changes in the carrying amount of FVTOCI monetary financial assets relating to changes in foreign currency rates are recognised in profit or loss. Other changes in the carrying amount of FVTOCI financial assets are recognised in other comprehensive income and accumulated under the heading of investments revaluation reserve. When the investment is disposed of or is determined to be impaired, the cumulative gain or loss previously accumulated in the investments revaluation reserve is reclassified to profit or loss.

Changes in the carrying amount of FVTOCI monetary financial assets relating to changes in foreign currency rates are recognised in profit or loss. Other changes in the carrying amount of FVTOCI financial assets are recognised in other comprehensive income and accumulated under the heading of investments revaluation reserve. When the investment is disposed of or is determined to be impaired, the cumulative gain or loss previously accumulated in the investments revaluation reserve is reclassified to profit or loss.

Changes in the carrying amount of investments in equity instruments at FVTOCI relating to changes in foreign currency rates are recognised in other comprehensive income.

Impairment of financial assets

The Group measures the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the Group measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

However, for trade receivables or contract assets that result in relation to revenue from contracts with customers, the Group measures the loss allowance at an amount equal to lifetime expected credit losses.

When making the assessment of whether there has been a significant increase in credit risk since initial recognition, the Group uses the change in the risk of a default occurring over the expected life of the financial instrument instead of the change in the amount of expected credit losses. To make that assessment, the Group compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and considers reasonable and supportable information, that is available without undue cost or effort, that is indicative of significant increases in credit risk since initial recognition.

Derecognition of financial assets

The Group derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Group neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Group recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Group retains substantially all the risks and rewards of ownership of a transferred financial asset, the Group continues to recognise the financial asset.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity is recognised in the statement of profit and loss, if such gain or loss would have otherwise been recognized in the statement of profit and loss on disposal of that financial asset.

On derecognition of a financial asset other than in its entirety (e.g. when the Group retains an option to repurchase part of a transferred asset), the Group allocates the previous carrying amount of the financial asset between the part it continues to recognise under continuing involvement, and the part it no longer recognises on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognised and the sum of the consideration received for the part no longer recognised and any cumulative gain or loss allocated to it that had been recognised in other comprehensive income is recognised in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset. A cumulative gain or loss that had been recognised in other comprehensive income is allocated between the part that continues to be recognised and the part that is no longer recognised on the basis of the relative fair values of those parts.

Financial liabilities and equity instruments

Classification as debt or equity

Debt and equity instruments issued by the Group are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by a Group entity are recognised at the proceeds received, net of direct issue costs.

Repurchase of the Group's own equity instruments is recognised and deducted directly in equity. No gain or loss is recognised in profit or loss on the purchase, sale, issue or cancellation of the Group's own equity instruments.

Financial liabilities

All financial liabilities are subsequently measured at amortised cost using the effective interest method or at FVTPL. However, financial liabilities that arise when a transfer of a financial asset does not qualify for derecognition or when the continuing involvement approach applies, financial guarantee contracts issued by the Group, and commitments issued by the Group to provide a loan at below-market interest rate are measured in accordance with the specific accounting policies set out below.

Financial liabilities are classified as at FVTPL when the financial liability is either held for trading or it is designated as at FVTPL.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

Financial liabilities at fair value through profit or loss (FVTPL)

Financial liabilities are classified as at FVTPL when the financial liability is either held for trading or it is designated as at FVTPL.

A financial liability is classified as held for trading if:

- it has been incurred principally for the purpose of repurchasing it in the near term; or

- on initial recognition it is part of a portfolio of identified financial instruments that the Group manages together and has a recent actual pattern of short-term profit-taking; or

- it is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading may be designated as at FVTPL upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise; or

- the financial liability forms part of a Group of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the Group's documented risk management or investment strategy, and information about the Group is provided internally on that basis; or

- it forms part of a contract containing one or more embedded derivatives, and Ind AS 109 permits the entire combined contract to be designated as at FVTPL in accordance with Ind AS 109.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognised in statement of profit and loss. The net gain or loss recognised in statement of profit and loss incorporates any interest paid on the financial liability and is included in the 'other gains and losses' line item.

However, for not held for trading financial liabilities that are designated as at FVTPL, the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liability is recognised in other comprehensive income, unless the recognition of the effects of changes in the liability's credit risk in other comprehensive income would create or enlarge an accounting mismatch in statement of profit and loss. The remaining amount of change in the fair value of liability is recognised in statement of profit and loss. Changes in fair value attributable to a financial liability's credit risk that are recognised in other comprehensive income are not subsequently reclassified to statement of profit and loss.

Gains or losses on financial guarantee contracts and loan commitments issued by the Group that are designated by the Group as at fair value through profit or loss are recognised in statement of profit and loss.

Financial liabilities subsequently measured at amortised cost

Financial liabilities that are not held for trading and are not designated as at FVTPL are measured at amortised cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Interest expense that is not capitalised as part of costs of an asset is included in the 'finance costs' line item.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

Foreign exchange gains and losses

For financial liabilities that are denominated in a foreign currency and are measured at amortised cost at the end of each reporting period, the foreign exchange gains and losses are determined based on the amortised cost of the instruments and are recognised in the 'other gains and losses' line item in the statement of profit and loss.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

The fair value of financial liabilities denominated in a foreign currency is determined in that foreign currency and translated at the spot rate at the end of the reporting period. For financial liabilities that are measured as at FVTPL, the foreign exchange component forms part of the fair value gains or losses and is recognised in the statement of profit and loss.

Derecognition of financial liabilities

The Group derecognises financial liabilities when, and only when, the Group's obligations are discharged, cancelled or they expire. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in statement of profit and loss.

Derivative financial instruments

The Group uses derivative forward contracts to hedge its foreign currency risks. Such derivative financial instruments are initially recognised at fair value on the date on which derivative contract is entered into and are subsequently remeasured at fair value at the end of each reporting period. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivatives are taken directly to profit or loss.

2.30 Operating cycle

Based on the nature of the operations and the time between the acquisition of assets for processing and their realization in cash or cash equivalents, the Group has ascertained its operating cycle as twelve months for the purpose of current & non-current classification of assets and liabilities.

2.31 Critical accounting judgements and key sources of estimation uncertainty

The preparation of these financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these financial statements and the reported amounts of revenues and expenses for the years presented. Actual results may differ from these estimates under different assumptions and conditions.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and future periods affected.

In particular, information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are included in the following accounting policies and/or notes:

Critical estimates and judgements in applying accounting policies

The following are the critical judgements, apart from those estimations that the management has made in the process of applying the Group Accounting Policies and that have most significant effect on the amounts recognised in the financial statements.

Provisions and contingencies

The significant capital commitments in relation to various capital projects are not recognized in the balance sheet. In the normal course of business, contingent liabilities may arise from litigation and other claims against the Group. Guarantees are also provided in the normal course of business. There are certain obligations which management has concluded, based on all available facts and circumstances, are not probable of payment or are very difficult to quantify reliably, and such obligations are treated as contingent liabilities and disclosed in the notes but are not reflected as liabilities in the financial statements. Although there can be no assurance regarding the final outcome of the legal proceedings in which the Group involved, it is not expected that such contingencies will have a material effect on its financial position or profitability.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

Fair value measurement of financial instruments

Some of the Group's assets and liabilities are measured at fair value for financial reporting purposes. The fair values of financial assets and financial liabilities recorded in the balance sheet in respect of which quoted price in active markets are available are measured using valuation techniques. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

Impairment of assets

In assessing the property, plant and equipment and intangible assets for impairment, factors leading to significant reduction in profits such as changes in commodity prices, the Group's business plans and changes in regulatory environment are taken into consideration. The carrying value of the assets of a cash generating unit (CGU) is compared with the recoverable amount of those assets, that is, the higher of fair value less costs of disposal and value in use. Recoverable value is based on the management estimates of commodity prices, market demand and supply, economic and regulatory climates, long-term plan, discount rates and other factors. Any subsequent changes to cash flow due to changes in the above mentioned factors could impact the carrying value of the assets.

Useful life of property, plant and equipment and intangible assets

Property, plant and equipment and intangible assets as disclosed above are depreciated over their useful economic lives. Management reviews the useful economic lives at least once a year and any changes could affect the depreciation rates prospectively and hence the asset carrying values. The Group also reviews its property, plant and equipment, for possible impairment if there are events or changes in circumstances that indicate that carrying values of the assets may not be recoverable. In assessing the property, plant and equipment for impairment, factors leading to significant reduction in profits such as changes in commodity prices, the Group's business plans and changes in regulatory environment are taken into consideration.

The carrying value of the assets of a cash generating unit (CGU) is compared with the recoverable amount of those assets, that is, the higher of fair value less costs of disposal and value in use. Recoverable value is based on the management estimates of commodity prices, market demand and supply, economic and regulatory climates, long-term plan, discount rates and other factors. Any subsequent changes to cash flow due to changes in the above mentioned factors could impact the carrying value of the assets.

Contingencies and commitments

In the normal course of business, contingent liabilities may arise from litigation, taxation and other claims against the Group. A tax provision is recognised when the Group has a present obligation as a result of a past event, it is probable that the Group will be required to settle that obligation.

Where it is management's assessment that the outcome cannot be reliably quantified or is uncertain the claims are disclosed as contingent liabilities unless the likelihood of an adverse outcome is remote. Such liabilities are disclosed in the notes but are not provided for in the financial statements.

When considering the classification of a legal or tax cases as probable, possible or remote there is judgement involved. This pertains to the application of the legislation, which in certain cases is based upon management's interpretation of country specific tax.

2.32 Key sources of estimation uncertainty

(a) Fair value measurements and valuation processes

Some of the Group's assets and liabilities are measured at fair value for financial reporting purposes. The Board of directors of the Group has designated the Chief Financial Officer of the Group to determines the appropriate valuation techniques and inputs for fair value measurements.

BHAGI BHARDWAJ GAUR & CO CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

(b) Taxes

Uncertainties exist with respect to the interpretation of complex tax regulations, changes in tax laws, and the amount and timing of future taxable income. Given the wide range of business relationships and the long-term nature and complexity of existing contractual agreements, differences arising between the actual results and the assumptions made, or future changes to such assumptions, could necessitate future adjustments to tax income and expense already recorded. The Group establishes provisions, based on reasonable estimates. The amount of such provisions is based on various factors, such as experience of previous tax audits and differing interpretations of tax regulations by the taxable entity and the responsible tax authority. Such differences of interpretation may arise on a wide variety of issues depending on the conditions prevailing in the respective domicile of the companies.

(c) Impairment of Financial assets

The impairment provisions of financial assets are based on assumptions about risk of default and expected loss rates. The Group uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on Group's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

(d) Impairment of non-Financial assets

The Group assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An assets recoverable amount is the higher of an asset's CGU'S fair value less cost of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or Group's of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use , the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, or other fair value indicators.

2.33 Standards issued but not effective

There are no standards that are issued but not yet effective on March 31, 2026.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

3 Property, plant and equipment

	Freehold land	Leasehold improvements	Building	Plant and machinery	Furniture & Fixture	Vehicles	Electrical Equipments	Office equipments	Computers	Total	Capital Work in Progress
Gross carrying value:											
Balance as at April 01, 2024	**2,319.69**	**232.52**	**754.11**	**67.21**	**1,222.77**	**2,449.35**	**157.01**	**184.06**	**242.14**	**7,628.86**	**2,957.40**
Additions	-	75.18	1,674.83	67.53	367.85	987.17	255.10	80.72	143.51	3,651.89	3,807.80
Addition on account of acquisition	-	6.55	690.73	0.01	110.75	382.28	5.77	31.13	18.59	1,245.81	-
Disposals/adjustments	-	-	-	(0.01)	(0.02)	(54.49)	(0.01)	(0.32)	(0.10)	(54.95)	(2,326.85)
Balance as at March 31, 2025	**2,319.69**	**314.25**	**3,119.67**	**134.74**	**1,701.35**	**3,764.31**	**417.87**	**295.59**	**404.14**	**12,471.61**	**4,438.35**
Additions	2,019.09	37.39	-	-	196.56	347.25	128.05	55.78	98.06	2,882.18	3,084.83
Classified as held for sale (refer note 16)	-	-	(121.07)	-	-	-	-	-	-	(121.07)	-
Disposals/adjustments	-	(4.69)	(569.66)	-	-	(106.94)	-	-	(0.30)	(681.59)	(10.39)
Balance as at March 31, 2026	**4,338.78**	**346.95**	**2,428.94**	**134.74**	**1,897.91**	**4,004.62**	**545.92**	**351.37**	**501.90**	**14,551.13**	**7,512.79**
Accumulated depreciation:											
Balance as at April 01, 2024	**-**	**50.66**	**25.69**	**3.98**	**108.23**	**308.65**	**12.63**	**24.40**	**53.58**	**587.82**	
Depreciation charge (refer note 32)	-	47.49	34.87	7.40	120.91	449.80	22.46	34.72	78.61	796.26	
Disposals/adjustments	-	-	-	-	-	(23.38)	-	(0.10)	-	(23.48)	
Addition on account of acquisition	-	0.20	20.63	-	19.60	45.62	4.23	4.40	7.65	102.33	
Balance as at March 31, 2025	**-**	**98.35**	**81.19**	**11.38**	**248.74**	**780.69**	**39.32**	**63.42**	**139.84**	**1,462.93**	
Depreciation charge (refer note 32)	-	43.18	63.67	9.18	164.63	529.15	46.57	50.74	121.82	1,028.94	
Classified as held for sale (refer note 16)	-	-	(7.00)	-	-	-	-	-	-	(7.00)	
Disposals/adjustments	-	-	(28.28)	-	-	(58.67)	-	-	(0.01)	(86.96)	
Balance as at March 31, 2026	**-**	**141.53**	**109.58**	**20.56**	**413.37**	**1,251.17**	**85.89**	**114.16**	**261.65**	**2,397.91**	
Net carrying value:											
Balance as at March 31, 2025	2,319.69	215.90	3,038.48	123.36	1,452.61	2,983.62	378.55	232.17	264.30	**11,008.68**	**4,438.35**
Balance as at March 31, 2026	4,338.78	205.42	2,319.36	114.18	1,484.54	2,753.45	460.03	237.21	240.25	**12,153.22**	**7,512.79**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

3.1 Capital work-in-progress (CWIP) ageing schedule

As at March 31, 2026

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
i. Projects in progress	3,084.83	2,698.33	996.35	733.28	7,512.79
Total	**3,084.83**	**2,698.33**	**996.35**	**733.28**	**7,512.79**

As at March 31, 2025

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
i. Projects in progress	2,708.72	996.35	487.74	245.54	4,438.35
Total	**2,708.72**	**996.35**	**487.74**	**245.54**	**4,438.35**

Note :

1. Capital work in progress as at March 31, 2026 includes assets under construction of New Office at Mahipalpur location near Head Office and warehouse situated at Okhla. There are no projects which have either exceeds their budget or whose timelines have been deferred.

2. The Group undisputedly possesses the title deeds for all immovable properties held by the Group, presented under 'Freehold land and Buildings' in the above note, other than below:

Description of property	Gross carrying value as at March 31, 2026	Held in name of	Whether promoter, director or their relative or employee	Period held – indicate range, where appropriate	Reason for not being held in the name of Company
Land at Khasra No. - 378, A Block ,Mahipalpur Extension, New Delhi	568.95	Nathu Singh (Khasra No. 378)	No	Since February 13th, 2024	The Holding Company is in the process of getting the title deeds transferred in its name. Subsequent to balance sheet date, the holding company has obtained the title deed on its name by way of Sale Deed dated April 01, 2026 duly registered with Sub registrar-VIIA New Delhi.
Land at Khasra No. - 385, A Block ,Mahipalpur Extension, New Delhi	106.12	Jagpal Singh (Khasra No. 385)	No	Since February 13th, 2024	This property falls under the category of 'Lal Dora' lands, which may be subject to certain regulatory restrictions relating to transfer. However the Holding Company has obtained the Assignment deed in its favour dated April 01, 2026 duly registered with Sub registrar-VIIA New Delhi.
Land at Khasra No. - 379/2/2, 384/2 A Block ,Mahipalpur Extension, New Delhi	250.00	Hari Chand (Khasra No. 379/2/2 and 384/2)	No	Since February 13th, 2024	This property falls under the category of 'Lal Dora' lands, which may be subject to certain regulatory restrictions relating to transfer.

3. Disclosure of contractual commitments for the acquisition of property, plant and equipment has been provided in note 35.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

4 Goodwill and other Intangible assets

	Computer softwares	Trademark	Total	Goodwill	Intangible assets under development
Gross carrying value :					
Balance as at April 01, 2024	**1,384.82**	**1.84**	**1,386.66**	**1,748.48**	**1,099.59**
Additions	467.26	-	**467.26**	7,632.97	463.72
Addition on account of acquisition	8.23	-	**8.23**	-	-
Disposals/transfer	(33.78)	-	**(33.78)**	-	-
Balance as at March 31, 2025	**1,826.53**	**1.84**	**1,828.37**	**9,381.45**	**1,563.31**
Additions	628.04	-	**628.04**	484.50	538.72
Addition on account of acquisition	-	-	**-**	-	-
Disposals/transfer	-	-	**-**	-	(610.92)
Balance as at March 31, 2026	**2,454.57**	**1.84**	**2,456.41**	**9,865.95**	**1,491.11**
Accumulated depreciation :					
Balance as at April 01, 2024	**210.14**	**0.37**	**210.51**		
Amortisation expense (refer note 32)	344.32	0.36	**344.68**		
Addition on account of acquisition	1.40	-	**1.40**		
Disposals	-	-	**-**		
Balance as at March 31, 2025	**555.86**	**0.73**	**556.59**		
Amortisation expense (refer note 32)	440.08	0.33	**440.41**		
Addition on account of acquisition	-	-	**-**		
Balance as at March 31, 2026	**995.94**	**1.06**	**997.00**		
Net carrying value :					
Balance as at March 31, 2025	1,270.67	1.11	**1,271.78**	**9,381.45**	**1,563.31**
Balance as at March 31, 2026	1,458.63	0.78	**1,459.41**	**9,865.95**	**1,491.11**

The Group performs test for goodwill impairment at least annually on 31st March, or if indicators of impairment arise, such as the effects of obsolescence, demand, competition and other economic factors or on occurrence of an event or change in circumstances that would more likely than not reduce the fair value below its carrying amount. When determining the fair value, we utilize various assumptions, including operating results, business plans and projections of future cash flows. Any adverse changes in key assumptions about our businesses and their prospects or an adverse change in market conditions may cause a change in the estimation of fair value and could result in an impairment charge.

The recoverable amount tests of Cash Generating Units (CGUs) are based on value-in-use, which are determined based on three year business plans that have been approved by management for internal purposes. The said planning horizon reflects the assumptions for short-to-mid term market developments. Considering this and the consistent use of such robust three-year information for management reporting purposes, the Group uses three-year plans for the purpose of impairment testing. Management believes that this planning horizon reflects the assumptions for the expected performance in the markets in which the Group operates.

Assumptions considered while performing goodwill impairment testing are as follows:

EBITDA	The EBITDA margins have been estimated based on past experience after considering the impact of incremental revenue and synergies benefits that the Group will get in future due to increase in process efficiencies. Margins will be positively impacted from the efficiencies, growth in top line and cost rationalisation / others initiatives driven by the Group.
Discount Rate	Discount rate reflects the current market assessment of the risks specific to a CGU based on the weighted average cost of capital for respective CGU. Pre-tax discount rates used for the year ended (March 31, 2026: 15.30%, March 31, 2025: 15.30%).
Growth Rates	The growth rates used are in line with the long-term average growth rates of the respective industry and country in which the entity operates and are consistent with the internal/ external sources of information. The average terminal growth rate used in extrapolating cash flows beyond the planning period for the year ended (March 31, 2026: 5%, March 31, 2025: 5%).
Capital Expenditure	The cash flow forecasts of capital expenditure are based on experience after considering the additional capital expenditure required to meet the business growth.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

4.1 Intangible asset under development ageing

As at March 31, 2026

Particulars	Amount in Intangible asset under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
i. Projects in progress	511.22	169.76	457.02	353.11	1,491.11
Total	**511.22**	**169.76**	**457.02**	**353.11**	**1,491.11**

As at March 31, 2025

Particulars	Amount in Intangible asset under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
i. Projects in progress	463.72	736.27	363.32	-	1,563.31
Total	**463.72**	**736.27**	**363.32**	**-**	**1,563.31**

Note :

1. There are no projects as Intangible assets under development as at March 31, 2026 whose completion is overdue or cost of which has exceeded in comparison to its original plan.
2. Intangible assets under development includes software's being developed internally.
3. Transfer represents assets capitalized from intangible assets under development.

BHAGI BHARDWAJ GAUR & CO * CHARTERED ACCOUNTANTS * NEW DELHI

SKYWAYS AIR SERVICES LIMITED

5 Right-of-use assets

a) This note provide information for leases where the Group is a lessee. The Group leases various offices and warehouse long term lease. The leases for offices and warehouses are typically for 3 to 6 years with mutually exercisable extension option at the end of term.

	Land	Buildings	Total
Gross carrying value :			
Balance as at April 01, 2024	-	**948.50**	**948.50**
Additions	170.84	119.55	290.39
Addition on account of acquisition	-	42.21	42.21
Disposals	-	(10.89)	(10.89)
Balance as at March 31, 2025	**170.84**	**1,099.37**	**1,270.21**
Additions	-	-	-
Disposals	(170.84)	(155.54)	(326.38)
Balance as at March 31, 2026	**-**	**943.83**	**943.83**
Accumulated depreciation :			
Balance as at April 01, 2024	-	**388.61**	**388.61**
Depreciation charge (refer note 32)	0.71	228.18	228.89
Addition on account of acquisition	-	23.86	23.86
Disposals	-	(0.54)	(0.54)
Balance as at March 31, 2025	**0.71**	**640.11**	**640.82**
Depreciation charge (refer note 32)	1.42	195.39	196.81
Disposals	(2.13)	(118.52)	(120.65)
Balance as at March 31, 2026	**-**	**716.98**	**716.98**
Net carrying value :			
Balance as at March 31, 2025	170.13	459.26	629.39
Balance as at March 31, 2026	-	226.85	226.85

b) The following is the carrying value of lease liability and movement thereof during the year ended March 31, 2026:

Particulars	Amount
Balance as at March 31, 2024	**627.39**
Additions during the year	304.46
Disposal/modification during the year	(10.16)
Finance cost accrued during the year (refer note 31)	52.76
Payment of lease liabilities (interest and principal)	(319.62)
Balance as at March 31, 2025	**654.83**
Additions during the year	-
Disposal/modification during the year	(211.65)
Finance cost accrued during the year (refer note 31)	36.76
Payment of lease liabilities (interest and principal)	(234.36)
Balance as at March 31, 2026	**245.58**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

	As at March 31, 2026	As at March 31, 2025
Current Lease liability (refer note 20)	198.50	224.84
Non-Current Lease Liability (refer note 20)	47.08	429.99
	245.58	**654.83**

c) The maturity analysis of lease liabilities are as follows:

Maturity of lease liabilities
Set out below are the undiscounted potential future rental payments relating to periods:

Lease obligations	As at March 31, 2026	As at March 31, 2025
Not later than one year	211.73	271.37
Later than one year and not later than five years	48.03	335.92
Later than five years	-	1,113.27

Interest expense	As at March 31, 2026	As at March 31, 2025
Not later than one year	13.23	46.53
Later than one year and not later than five years	0.95	90.02
Later than five years	-	929.18

d) The weighted average incremental borrowing rate applied to lease liabilities 8.50% p.a.
e) Rental expense recorded for short-term leases are as follows:
The following are the amounts recognised in profit or loss:

	Year ended March 31, 2026	Year ended March 31, 2025
Depreciation expense of right-of-use assets (refer note 32)	196.81	228.89
Finance cost accrued during the year (refer note 31)	36.76	52.76
Expense relating to short-term leases (refer note 33)	770.47	554.49
	1,004.04	**836.14**

f) The Group does not face a significant liquidity risk with regard to its lease liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.

g) The Group has applied a single discount rate to a portfolio of leases of a similar assets in similar economic environment with similar end date.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

6 Investments

	Face Value per share	As at March 31, 2026		As at March 31, 2025	
Non Current		**Units/ shares**	**Amount**	**Units/ shares**	**Amount**
(a) Investment in unquoted equity instruments measured at carrying amount determined using the equity method of accounting					
Associates -					
Skyways SLS Frugal Private Limited (Bangladesh)	BDT 10	2,00,000	85.14	2,00,000	75.75
Skyways SLS Logistik Co., LTD (Thailand)	THB 1,000	1,470	16.24	1,470	30.06
(b) Investment in Cooperative Society					
Gundecha Onclave Premises Co-op Society Ltd.	INR 50		-	10	0.01
Palm Beach Residency			-		0.00
			101.38		**105.82**
Aggregate amount of unquoted investments			101.38		105.82
Aggregate amount of impairment in value of investment			-		-

Note:
On May 15, 2025, one of the Subsidiaries i.e., Brace Port Logistics Limited has incorporated an associate named 'AllGlobal Logistics Inc.' in Markham ON, Canada. As at the year ended March 31, 2026, the said subsidiary company is in the process of making the overseas direct investment (ODI) outward remittance to the said associate.

	As at March 31, 2026		As at March 31, 2025	
	Units (In Nos.)	**Amount**	**Units (In Nos.)**	**Amount**
(a) Investment in Mutual Investments (Quoted)				
Financial assets carried at fair value through profit or loss (FVTPL)				
Axis Short Term Fund - Regular Growth (STGPG)	11,63,572	372.96	11,63,572	351.40
HDFC Short Term Debt Fund Regular Plan Growth	31,27,767	1,038.81	31,27,767	979.28
ICICI Prudential Short Term Fund Growth Option	16,60,169	1,037.34	16,60,169	976.64
SBI Short Term Debt Fund Regular Plan Growth	11,14,996	370.49	11,14,996	350.06
HDFC Low Duration Fund - Regular Plan - Daily IDCW	65,647	4.33	44,985	4.09
		2,823.93		**2,661.47**
Aggregate book value of quoted investments		2,823.93		2,661.47
Aggregate market value of quoted investments		2,823.93		2,661.47

Note
1. Investment in mutual funds are lien marked with NBFCs and Banks against Working Capital facilities taken from (Citi Bank) and Term loan (Tata capital Financial services Limited) by the holding company.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

	As at March 31, 2026	As at March 31, 2025
7 Other financial assets		
(carried at amortised cost)		
Non Current		
(unsecured and considered good)		
Security deposits (refer note (a) below)	440.62	595.94
Fixed deposits with original maturity of more than twelve months (refer note (b) below)	5,367.03	4,805.53
	5,807.65	**5,401.47**
Current		
(unsecured and considered good)		
Security deposits	673.17	529.45
Fixed deposits with original maturity of more than twelve months but remaining maturity of less than twelve months (refer note c below)	15,575.48	11,607.33
Unbilled revenue	439.51	348.60
(unsecured and considered doubtful)		
Security deposits	203.94	103.00
Less: Impairment allowances for doubtful deposits (refer note (d) below)	(203.94)	(103.00)
	16,688.16	**12,485.38**

Notes:

a. It includes interest accrued of INR 5.48 lacs and INR 4.94 lacs as at March 31, 2026 and March 31, 2025 respectively.

b. Includes bank deposit under lien amounting to INR 5,004.05 lacs and INR 4,569.98 lacs (including interest) marked with banks against working capital and overdraft facilities availed from various banks as at March 31, 2026 and March 31, 2025 respectively. It includes interest accrued of INR 155.60 lacs and INR 438.86 lacs as at March 31, 2026 and March 31, 2025 respectively.

c. Includes bank deposit under lien amounting to INR 10,609.96 lacs and INR 10,918.27 lacs (including interest) marked with banks against working capital and overdraft facilities availed from various banks as at March 31, 2026 and March 31, 2025 respectively. It includes interest accrued of INR 741.31 lacs and INR 347.33 lacs as at March 31, 2026 and March 31, 2025 respectively.

d. Movement in allowance for doubtful deposits

	Year ended March 31, 2026	Year ended March 31, 2025
Balance as at the beginning of the year	103.00	100.00
Provision recognised during the year	103.94	3.00
Provision utilised during the year	(3.00)	-
Balance as at the end of the year	**203.94**	**103.00**

	As at March 31, 2026	As at March 31, 2025
8 Income tax assets and liabilities		
Non-current tax assets		
Income tax receivable (net of provisions for income tax)	1,970.36	2,323.32
	1,970.36	**2,323.32**
Current tax liabilities		
Current tax liabilities (net of advance tax)	177.26	176.19
	177.26	**176.19**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

9 Deferred tax balances

	As at March 31, 2026	As at March 31, 2025
Deferred tax liabilities	(398.93)	(474.24)
Deferred tax assets	1,078.71	501.98
Deferred tax assets / (liabilities) (net)	**679.78**	**27.74**

For the year ended March 31, 2026	Opening Balance	On Account of Acquisition	Recognised/ (reversed) in Profit or loss	Recognised/ (reversed) in other comprehensive Income	Closing balance
Deferred tax liabilities in relation to					
Accelerated depreciation and amortisation for tax purposes	(269.84)	-	19.22	-	(250.62)
Unrealised profit on investments measured at fair value through profit or loss	(59.76)	-	(40.84)	-	(100.60)
Right of use assets	(144.64)	-	96.93	-	(47.71)
	(474.24)	**-**	**75.31**	**-**	**(398.93)**
Deferred tax assets/(liabilities) in relation to					
Provision for employee benefits	151.43	-	60.32	(22.17)	189.58
Allowance for expected credit loss	68.53	-	20.21	-	88.74
Impairment allowance on doubtful deposits and advances	32.96	-	29.80	-	62.76
Bonus payable	25.09	-	14.49	-	39.58
Deferred tax on carry forwarded losses and depreciation	36.76	-	314.24	-	351.00
Preliminary expenses	0.23	-	(0.01)	-	0.22
Dividend - Section 80M of the Income Tax Act,	-	-	180.08		180.08
Lease Liability	164.80	-	(102.99)	-	61.81
Others	22.18	-	82.76	-	104.94
	501.98	**-**	**598.90**	**(22.17)**	**1,078.71**
Deferred tax (liabilities)/ assets (net)	**27.74**	**-**	**674.21**	**(22.17)**	**679.78**

For the year ended March 31, 2025	Opening Balance	On Account of Acquisition	Recognised/ (reversed) in Profit or loss	Recognised/ (reversed) in other comprehensive Income	Closing balance
Deferred tax liabilities in relation to					
Accelerated depreciation and amortisation for tax purposes	(192.53)	(32.85)	(44.46)	-	(269.84)
Unrealised profit on investments measured at fair value through profit or loss	(13.18)	-	(46.58)	-	(59.76)
Right of use assets	(139.22)	(3.54)	(1.88)	-	(144.64)
	(344.93)	**(36.39)**	**(92.92)**	**-**	**(474.24)**
Deferred tax assets/(liabilities) in relation to					
Provision for employee benefits	102.22	29.69	17.81	1.71	151.43
Allowance for expected credit loss	251.82	-	(183.29)	-	68.53
Impairment allowance on doubtful deposits and advances	-	-	32.96		32.96
Bonus payable	25.43	0.89	(1.23)	-	25.09
Deferred tax on carry forwarded losses and depreciation	44.18	-	(7.42)	-	36.76
Preliminary expenses	0.10	-	0.13	-	0.23
Provision for contingencies	100.67	-	(100.67)		-
Lease Liability	157.90	3.65	3.25	-	164.80
Others	1.01	-	21.17		22.18
	683.33	**34.23**	**(217.28)**	**1.71**	**501.98**
Deferred tax (liabilities)/ assets (net)	**338.40**	**(2.16)**	**(310.20)**	**1.71**	**27.74**

Note:
a. Deferred tax assets and deferred tax liabilities are being offset as they relate to taxes on income levied by the same governing taxation laws.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

10 Other assets

	As at March 31, 2026	As at March 31, 2025
Non Current		
(unsecured and considered good)		
Balances with Government authorities (paid under protest)	423.51	214.03
Capital advances	146.56	86.45
Advances for purchase of immovable properties	400.00	325.00
Prepaid expenses (refer note (a) below)	769.05	278.05
	1,739.12	**903.53**

	As at March 31, 2026	As at March 31, 2025
Current		
(unsecured and considered good)		
Prepaid expenses	480.94	310.64
Advances to vendors (refer note (b) below)	685.81	915.91
Advances to employees	48.94	53.95
Balances with Government authorities	9,865.17	13,308.29
Other receivables	211.25	248.56
(unsecured and considered doubtful)		
Advances to vendors	145.41	127.97
Less: Allowance for doubtful advances (refer note (c). below)	(145.41)	(127.97)
	11,292.11	**14,837.35**

Notes:

(a). Prepaid expense includes INR 757.58 lacs and INR 253.47 lacs as at March 31, 2026 and March 31, 2025 respectively towards IPO expense which will be charged to Other equity in subsequent period on completion of IPO.

(b). Advance to vendors include due to related parties INR Nil and INR 6.00 lacs as at March 31, 2026 and March 31, 2025 respectively.

(c) **Movement in allowance for doubtful advances**

	Year ended March 31, 2026	Year ended March 31, 2025
Balance as at the beginning of the year	127.97	-
Provision recognised during the year	19.74	127.97
Provision utilised during the year	(2.30)	-
Balance as at the end of the year	**145.41**	**127.97**

11 Inventories

	As at March 31, 2026	As at March 31, 2025
Stock in trade		
-In hand	79.25	71.70
	79.25	**71.70**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

12 Trade receivables

	As at March 31, 2026	As at March 31, 2025
Unsecured		
Considered good	57,887.68	45,596.74
Considered credit impaired	352.52	272.27
Considered good - Related Parties (refer note 40)	59.97	0.09
	58,300.17	**45,869.10**
Less: Allowance against expected credit loss	(352.52)	(272.27)
	57,947.65	**45,596.83**

12.1 Trade Receivables ageing schedule

As at March 31, 2026

Particulars	Current but not due	Outstanding for following periods from due date of payment					Total
		Less than 6 Months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade Receivables – considered good	39,790.24	14,970.65	1,637.47	839.62	434.20	275.47	**57,947.65**
Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	**-**
Undisputed Trade receivable – credit impaired	-	-	-	69.06	-	-	**69.06**
Disputed Trade receivables - considered good	-	-	-	-	-	-	**-**
Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	**-**
Disputed Trade receivables – credit impaired	-	-	-	107.39	15.10	160.97	**283.46**
Total	**39,790.24**	**14,970.65**	**1,637.47**	**1,016.07**	**449.30**	**436.44**	**58,300.17**

As at March 31, 2025

Particulars	Current but not due	Outstanding for following periods from due date of payment					Total
		Less than 6 Months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade Receivables – considered good	29,397.90	14,716.34	879.71	332.76	252.45	17 66	**45,596.83**
Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	**-**
Undisputed Trade receivable – credit impaired	-	69.06	-	-	-	-	**69.06**
Disputed Trade receivables - considered good	-	-	-	-	-	-	**-**
Disputed Trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	**-**
Disputed Trade receivables – credit impaired	-	21.66	17.05	22.93	30.07	111.50	**203.21**
Total	**29,397.90**	**14,807.06**	**896.76**	**355.69**	**282.52**	**129.16**	**45,869.10**

Note:
a. Trade receivables represents the amount of consideration in exchange of goods or services transferred to the customers that is unconditional.
b. The average credit period to customers ranges between 45 to 60 days. No interest is charged on trade receivables upto the due date from the date of the invoice.
c. No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person. Nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member apart from those mentioned below.

Particulars	As at March 31, 2026	As at March 31, 2025
Skyways SLS Logistik Company Limited (THB)	-	0.07
Himanshu Chhabra	-	0.02
Yashpal Sharma	50.49	-
Rohit Sehgal	0.22	-
Pratishtha Sharma	1.24	-
Bharti Sharma	8.02	-
	59.97	**0.09**

d. Movement in allowance for expected credit loss:

	Year ended March 31, 2026	Year ended March 31, 2025
Balance at the beginning of the year	272.27	1,000.50
Provision for expected credit losses recognised during the year (refer note 33)	122.42	161.01
Provision for expected credit losses reversed during the year	(4.38)	(3.62)
Provision utilised during the year	(37.79)	(885.62)
Balance at the end of the year	**352.52**	**272.27**

(The space has been left blank intentionally)

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

13 Cash and cash equivalents

	As at March 31, 2026	As at March 31, 2025
Balances with banks		
- on current account	4,880.01	4,948.32
- on deposit account (with original maturity of 3 months or less) (refer note b below)	967.26	368.74
- on overdraft account	6,921.21	8,746.53
- on dividend account	0.23	7.50
Cash on hand (including imprest)	51.95	51.24
	12,820.66	**14,122.33**

Note:

a. There are no restrictions with regard to cash and cash equivalents except balance with banks in deposit account as these are lien marked with banks against working capital loans and overdraft facilities availed from various banks as at the end of the reporting period and prior periods.

b. Includes bank deposit under lien amounting to INR 3.50 lacs and INR Nil lacs (including interest) marked with banks against working capital and overdraft facilities availed from various banks as at March 31, 2026 and March 31, 2025 respectively. It includes interest accrued of INR 6.18 lacs and INR 29.39 lacs as at March 31, 2026 and March 31, 2025 respectively.

14 Other bank balances (carried at amortised cost)

	As at March 31, 2026	As at March 31, 2025
Current		
Fixed deposits with original maturity of more than three months but remaining maturity of less than twelve months	5,933.31	5,235.37
	5,933.31	**5,235.37**

Note:

a. Includes bank deposit under lien amounting to INR 4,148.24 lacs and INR 3,384.96 lacs (including interest) marked with banks against working capital and overdraft facilities availed from various banks as at March 31, 2026 and March 31, 2025 respectively. It includes interest accrued of INR 128.24 lacs and INR 115.34 lacs as at March 31, 2026 and March 31, 2025 respectively.

b. Short-term deposits are made of varying periods between 3 to 12 months depending on the cash requirements of the Group and earn interest at the respective short-term deposits rates.

15 Loans (carried at amortised cost)

	As at March 31, 2026	As at March 31, 2025
Current		
(unsecured and considered good)		
Loan to employees (refer note (a) below)	70.58	58.51
Loan to others (refer note (b) below)	46.53	40.40
	117.11	**98.91**

Note:

a. It includes interest accrued of INR 2.53 lacs and INR 5.10 lacs as at March 31, 2026 and March 31, 2025 respectively.

b. It includes interest accrued of INR 11.53 lacs and INR 5.40 lacs as at March 31, 2026 and March 31, 2025 respectively.

c. The loans classified as current are repayable on demand and expectation of management to release them in next financial year.

d. During the period, the Group has assessed recoverability of loans given to employees and others. Considering the current financial position of the Group, on going market condition in which the related party operates and wherever required an impairment allowance has been made.

e. Break up of financial assets carried at amortised cost:

	As at March 31, 2026	As at March 31, 2025
Other financial assets (non-current)	5,807.65	5,401.47
Trade receivables (current)	57,947.65	45,596.83
Cash and cash equivalents (current)	12,820.66	14,122.33
Other bank balances (current)	5,933.31	5,235.37
Loans (current)	117.11	98.91
Other financial assets (current)	16,688.16	12,485.38

16 Asset held for sale

	As at March 31, 2026	As at March 31, 2025
Carrying amount of:		
Building	114.09	-
Investment in Cooperative Society - Palm Beach Residency	0.00	-
	114.09	**-**

(The space has been left blank intentionally)

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

17 Share capital

	As at March 31, 2026	As at March 31, 2025
Authorised		
16,20,00,000 equity shares of INR 10 each (March 31, 2025 : 16,20,00,000 equity shares of INR 10 each)	16,200.00	16,200.00
Issued, subscribed and fully paid up		
11,64,45,244 equity shares of INR 10 each (March 31, 2025 : 11,24,25,918 equity shares of INR 10 each)	11,644.52	11,242.59
	11,644.52	**11,242.59**

Notes:

(i) Rights, preferences and restrictions attached to Equity Shares

The Holding Company has only one class of equity shares having a par value of INR 10 per share. Each holder of equity shares is entitled to one vote per share. The Holding Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Hodling Company, holder of equity shares will be entitled to receive remaining assets of the Holding Company after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(ii) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year:

Issued equity capital

Particulars	As at March 31, 2026		As at March 31, 2025	
	Number	Amount	Number	Amount
Equity shares outstanding at the beginning of the year	11,24,25,918	11,242.59	1,04,36,480	1,043.65
Add : Issued during the year (refer note (vi) to (viii) below	40,19,326	401.93	10,19,89,438	10,198.94
Equity shares outstanding at the end of the year	**11,64,45,244**	**11,644.52**	**11,24,25,918**	**11,242.59**

(iii) Shares held by each shareholder holding more than 5 percent shares:

	As at March 31, 2026		As at March 31, 2025	
	Numbers	% holding	Numbers	% holding
Equity shares				
Yashpal Sharma	5,41,41,448	46.50%	5,43,45,600	48.34%
Tarun Sharma	3,80,18,004	32.65%	3,80,18,004	33.82%

(iv) Shares held by each promoter [as per section 2(69) of the Companies Act, 2013]:

Disclosure of shareholding of promoter as at March 31, 2026 is as follows:

S. No.	Name	As at March 31, 2026		As at March 31, 2025		Change during the year	% change during the year
		Number of shares held	% of total shares	Number of shares held	% of total shares		
1	Yashpal Sharma	5,41,41,448	46.50%	5,43,45,600	48.34%	(2,04,152)	-1.84%
2	Tarun Sharma	3,80,18,004	32.65%	3,80,18,004	33.82%	-	-1.17%
		9,21,59,452	**79.15%**	**9,23,63,604**	**82.16%**		

Disclosure of shareholding of promoter as at March 31, 2025 is as follows:

S. No.	Name	As at March 31, 2025		As at March 31, 2024		Change during the year	% change during the year
		Number of shares held	% of total shares	Number of shares held	% of total shares		
1	Yashpal Sharma	5,43,45,600	48.34%	54,34,560	52.07%	4,89,11,040	-3.73%
2	Tarun Sharma	3,80,18,004	33.82%	41,65,440	39.91%	3,38,52,564	-6.10%
		9,23,63,604	**82.16%**	**96,00,000**	**91.98%**		

(v) Increase in authorised share capital

During the year ended March 31, 2025, the holding company has in aggregate increased its authorised share capital by INR 9,700.00 lacs consist of 9,70,00,000 equity shares of INR 10/- each. Out of this, 9,00,00,000 equity shares has been increased vide shareholders' approval at Extraordinary General Meeting (EGM) held on June 14, 2024 and 70,00,000 equity shares has been increased vide shareholders' approval at Extraordinary General Meeting (EGM) held on March 29, 2025.

(vi) During the year ended March 31, 2026, the holding company in aggregate has issued and allotted 40,19,326 equity shares of INR 10 each amounting to INR 4,823.19 lacs through private placement of 40,19,326 equity shares of INR 10 each at a premium of INR 110 each vide shareholders approval at EGM held on July 28, 2025.

(vii) During the year ended March 31, 2025, the holding company has in aggregate allotted 9,39,28,320 equity shares of INR 10/- each as fully paid bonus shares. Out of this, 4,17,45,920 bonus shares has been allotted vide shareholder's approval at Extraordinary General Meeting (EGM) held on May 24, 2024 and 5,21,82,400 bonus shares has been allotted vide shareholder's approval at Extraordinary General Meeting (EGM) held on December 31, 2024.

(viii) During the year ended March 31, 2025, the holding company has in aggregate issued and allotted 10,19,89,938 equity shares of INR 10 each out of which amounting to INR 7,577.45 lacs raised through private placement of 72,91,969 equity shares and 7,69,149 shares of INR 10 each at a premium of INR 84 each vide shareholders approval at EGM held on January 13, 2025 and March 29, 2025 respectively.

BHAGI BHARDWAJ GAUR & CO. NEW DELHI CHARTERED ACCOUNTANTS

SKYWAYS AIR SERVICES LIMITED

18 Other equity

	As at March 31, 2026	As at March 31, 2025
General reserve (refer note 18.1)	6.77	6.77
Securities premium (refer note 18.2)	9,952.95	5,946.84
Retained earnings (refer note 18.3)	11,355.32	7,347.56
Foreign currency translation reserve (refer note 18.4)	260.06	125.70
Statutory reserve (refer note 18.5)	44.59	44.59
	21,619.69	**13,471.46**

18.1 General reserve

	As at March 31, 2026	As at March 31, 2025
Balance at the beginning of the year	6.77	135.88
Less : Issue of bonus shares	-	(129.11)
Balance at the end of the year	**6.77**	**6.77**

Nature and purpose of reserve:
The reserve arises on transfer portion of the net profit pursuant to the earlier provisions of Companies Act, 1956. Mandatory transfer to general reserve is not required under the Companies Act, 2013.

18.2 Securities premium

	As at March 31, 2026	As at March 31, 2025
Balance at the beginning of the year	5,946.84	534.42
Add : Premium on issue of equity shares through private placement	4,421.26	6,771.34
Less : Issue of bonus shares	-	(534.42)
Less : Share Issue Expenses on issue of shares through private placement	(415.15)	(824.50)
Balance at the end of the year	**9,952.95**	**5,946.84**

Nature and purpose of reserve:
Securities premium is used to record premium on issue of shares. The reserves can be utilised only for limited purposes in accordance with provisions of the Companies Act, 2013.

18.3 Retained earnings

	As at March 31, 2026	As at March 31, 2025
Balance at the beginning of the year	7,347.56	13,644.35
Profit for the year	4,100.88	3,914.45
Other comprehensive income/(loss)	133.80	(374.47)
Issue of bonus shares	-	(8,729.30)
Adjustment on account of acquisition/disinvestment in subsidiary companies from NCI	-	(663.79)
Interim Dividend paid on equity shares	(224.85)	(416.52)
Transfer to statutory reserve	-	(26.46)
Share Issue Expenses	(2.07)	(0.70)
Balance at the end of the year	**11,355.32**	**7,347.56**

Nature and purpose of reserve:
Retained earnings are the profits/(loss) that the Group has earned/incurred till date, less any transfers to general reserve, dividends or other distributions paid to shareholders. Retained earnings include re-measurement loss / (gain) on defined benefit plans, net of taxes that will not be reclassified to Statement of Profit and Loss.

The amount that can be distributed by the Group as dividends to its equity shareholders, is determined based on the requirements of Companies Act, 2013. Thus, the amounts reported above are not distributable in entirety.

18.4 Foreign Currency Translation Reserve

	As at March 31, 2026	As at March 31, 2025
Balance at the beginning of the year	125.70	51.76
Increase/(decrease) during the year	134.36	73.94
Balance at the end of the year	**260.06**	**125.70**

18.5 Statutory Reserve

	As at March 31, 2026	As at March 31, 2025
Balance at the beginning of the year	44.59	18.13
Increase/(decrease) during the year	-	26.46
Balance at the end of the year	**44.59**	**44.59**

Nature and purpose of reserve:
Statutory reserves are the reserves that every company incorporated in United Arab Emirates needs to mandatory set aside from their profits. The funds in the statutory reserves are not available for distribution to shareholders as dividends.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

19 Borrowings

	As at March 31, 2026	As at March 31, 2025
Non-current		
(Secured, at amortised cost)		
Term Loan (refer note (a) below)	15,628.77	13,129.93
Vehicle loan (refer note (b) below)	1,612.77	2,871.76
Less: Current maturities of Term Loan	(5,921.31)	(4,032.77)
Less: Current maturities of Vehicle Loan	(602.57)	(1,381.98)
	10,717.66	**10,586.94**
Current		
(Secured, valued at amortised cost)		
Working capital demand loan (refer note (c) below)	36,462.31	32,424.24
Overdraft facility from bank (refer note (c) below)	7,622.45	7,369.15
Short Term loan (refer note (d) below)	1,007.64	-
Credit Card facilities from bank (see note (e) below)	0.50	-
Current maturities of Term loan	5,921.31	4,032.77
Current maturities of Vehicle loan	602.57	1,381.98
(Unsecured, at amortised cost)		
Borrowings from others (refer note (f) below)	71.24	48.06
	51,688.02	**45,256.20**

Notes:

a. The Group has obtained Term Loan aggregating to INR 24,570.90 lacs from Bajaj Finance Limited, HDFC bank, Axis Bank, Oxyzo Financial Services Private Limited, Tata Capital Financial Services Limited, Tata Capital Limited, SBM and IDFC and carrying interest rate in the range of 9.00% to 12.50% against which INR 15,628.77 lacs and INR 13,129.93 lacs is outstanding as at March 31, 2026 and March 31, 2025 respectively. It includes interest accrued of INR 58.11 lacs and INR Nil as at March 31, 2026 and March 31, 2025 respectively. These term loans are secured by:-

For Bajaj Finance Limited
(i) exclusive charge on current assets of one of the subsidiary company i.e., Rahat Continental Private Limited with minimum cover of 1.25x.
(ii) Pledge on entire shareholding of Rahat Continental Private Limited.
(iii) Personal guarantee of Mr. Sudershan Lal Sharma, Mr. Yashpal Sharma and Mr. Tarun Sharma.

For Oxyzo Financial Services Private Limited
(i) Cash collateral of INR 400.00 lacs in favour of Oxyzo Financial services Private Limited.
(ii) Co-financed Party's Mr. Yashpal Sharma and Mr. Tarun Sharma.

For Tata Capital Financial Services Limited
(i) Exclusive lien on Mutual funds held by the holding company.
(ii) Personal guarantee of Mr. Yashpal Sharma and Mr. Tarun Sharma.

For Tata Capital Limited ("TCL")
(i) Pledge 51% of their unlisted, fully unencumbered (i.e., free from any charges or restrictions) demat shares in Odyssey Logistics Private Limited as security for the loan with a minimum security cover of 2x for the entire loan tenure.
(ii) Personal guarantee of promoters namely Mr. Yashpal Sharma and Mr. Tarun Sharma
(iii) Also Secured with the corporate guarantee of holding company.
(iv) Extension of charge on mutual fund amounting of INR 1,250.00 lacs.

For Axis Bank Limited
(i) First charge on entire movable fixed assets of the holding company both present and future.
(ii) Negative lien on property located at A-390 B, Village Mahipalpur, New Delhi-110037 in the name of the promoters.
(iii) Collateral in the form of FDR under lien with Axis Bank to the extent of 25% of the limit.
(iv) Personal guarantee of promoters namely Mr. Sudershan Lal Sharma, Mr. Yashpal Sharma and Mr. Tarun Sharma

For SBM Bank
(i) Exclusive Charge by way of lien over Fixed Deposit to the Extent of 25% of sanctioned limit.
(ii) Subservient charge overall the present and future current assets of the borrower.
(iii) Security post dated cheque (PDC) for the principal amount and 3 months interest amount.
(iv) Personal guarantee of promoters namely Mr. Yashpal Sharma and Mr. Tarun Sharma

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

For HDFC Bank

(i) Personal guarantee of Mr. Sudershan Lal Sharma, Mr. Yashpal Sharma and Mr. Tarun Sharma.
(ii) Secondary charge on movable fixed assets of INR 1,260.00 lacs.
(iii) First Pari Passu charge on Entire Current Assets, both present and future.
(iv) First and Exclusive charge by way of Mortgage over the Land & Building of Plot no 239, Okhla Industrial Area Phase-I, Okhla, Delhi, India, 110020.
(v) Corporate guarantee of holding company.
(vi) Exclusive charge on current assets including trade receivables and current assets of the subsidiary company i.e., Rahat Continental Private Limited.
(vii) Fixed deposit receipts of INR 315.00 lacs (by Skyways Air Services Limited).

For IDFC First Bank

(i) Personal guarantee of Mr. Yashpal Sharma and Mr. Tarun Sharma.
(ii) Subservient charge over all the present and future Current Assets.
(iii) Exclusive charge by the way of lien over Fixed Deposit to the extend of 20% of disbursed limit.

b. Secured by Hypothecation of respective Vehicles and are repayable in equated monthly instalments over the tenure of loans of 36 months to 84 months carries interest rate of 7.00% to 12.00%.

c. The group has been sanctioned various working capital and overdraft limits from Bajaj Finance Ltd., Axis Bank, HDFC Bank, IndusInd Bank, Canara Bank, Kotak Bank, ICICI Bank, IDFC , SCB, Citi, SBM, Federal Bank, Bank of Bahrain and Kuwait BSC and Yes Bank, carrying interest rate linked to interest rate indice for overdraft facility and WCDL (to be mutually agreed at the time of disbursement) against which INR 44,084.76 lacs and INR 39,793.39 lacs is outstanding as at March 31, 2026 and March 31, 2025 respectively. It includes interest accrued of INR 54.90 lacs and INR Nil as at March 31, 2026 and March 31, 2025 respectively. These facilities are secured by:-

(i) exclusive charge on Fixed Deposit Receipts of the holding company.
(ii) pari-passu charge on entire present and future current assets of the company except Bajaj Finance Limited.
(iii) Pari-passu charge on residential properties in the name of Bharti Sharma and Sudershan Lal Sharma between SCB and IDFC.
(iv) Also secured with the Personal guarantee of the Directors namely Sudershan Lal Sharma, Yashpal Sharma and Tarun Sharma.
(v) Cash collateral to the tune of 35% in the form of FDRs along with interest, kept with bank under lien.
(vi) Also Secured with the corporate guarantee of holding company.

d. The Group has been sanctioned a short term loan limit amounting to INR 1,000.00 lacs from Tata Capital Limited carrying interest rate is equal to Short term prime lending rate ("STPLR") plus 0.40%, currently i.e., 10.00% p.a (9.60%+0.40%) against which INR 1,007.64 lacs and INR Nil is outstanding as at March 31, 2026 and March 31, 2025 respectively. It include interest accrued of INR 7.64 lacs and INR Nil as at March 31, 2026 and March 31, 2025 respectively. These facilities are secured by irrevocable and unconditional personal guarantee of Mr. Tarun Sharma and Mr. Yashpal Sharma.

e. The Group has been sanctioned a Commercial Card facility from HDFC Bank Limited with a credit limit of INR 3.15 Lakhs. The facility is secured by a lien on fixed deposits aggregating INR 3.50 Lakhs maintained with the bank. The facility is repayable as per the monthly card statement and carries interest and other charges in accordance with the terms and conditions stipulated by the bank, against which INR 0.50 lacs and INR Nil is outstanding as at March 31, 2026 and March 31, 2025 respectively.

f. Borrowings from others are interest free and repayable on demand.
g. The Group has not defaulted on repayment of borrowings and interest during the year.
h. Changes in liability arising from financing activities:

Particulars	Non Current		Current	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
Opening balances	16,001.69	8,978.25	39,841.45	26,755.28
Interest expense	1,427.57	582.23	3,018.62	2,153.09
Cash Inflows	10,051.00	10,923.96	24,180.87	16,872.97
Cash Outflows	(8,869.26)	(3,900.52)	(18,920.72)	(3,786.80)
Interest paid	(1,369.46)	(582.23)	(2,956.08)	(2,153.09)
Closing balances	**17,241.54**	**16,001.69**	**45,164.14**	**39,841.45**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

i. Quarterly returns or statements of current assets filed by the group with banks or financial institutions are in agreement with the books of accounts except to the following on account of variance of entries posted in routine book closure process which is normally concluded post filing of statements with the banks. This does not have any impact on classification of loan or any debt covenants:-

For the year ended March 31, 2026

Skyways Air Services Limited (formerly known as Skyways Air Services Private Limited)

Quarter ended	Name of Bank	Particulars	Amount as per books of accounts	Amount as reported in the quarterly return/statement	Discrepancy*
			(A)	(B)	(A-B)
June 30, 2025	SCB, Yes Bank, HDFC, CITI, IndusInd Bank, Federal, ICICI Bank and BBK	Trade Receivable	16,435.11	18,519.71	**(2,084.60)**
September 30, 2025	SCB, Yes Bank, HDFC, CITI, IndusInd Bank, Federal, ICICI Bank and BBK	Trade Receivable	21,304.43	19,124.55	**2,179.88**
December 31, 2025	SCB, Yes Bank, HDFC, CITI, IndusInd Bank, Federal, ICICI Bank and BBK	Trade Receivable	20,865.55	23,182.41	**(2,316.86)**
March 31, 2026	SCB, Yes Bank, HDFC, CITI, IndusInd Bank, Federal and BBK	Trade Receivable	28,861.34	-	**28,861.34****
June 30, 2025	SCB, Yes Bank, HDFC, CITI, IndusInd Bank, Federal, ICICI Bank and BBK	Trade Payable	11,542.60	6,050.26	**5,492.34**
September 30, 2025	SCB, Yes Bank, HDFC, CITI, IndusInd Bank, Federal, ICICI Bank and BBK	Trade Payable	12,826.05	6,374.48	**6,451.57**
December 31, 2025	SCB, Yes Bank, HDFC, CITI, IndusInd Bank, Federal, ICICI Bank and BBK	Trade Payable	11,839.47	6,528.39	**5,311.08**
March 31, 2026	SCB, Yes Bank, HDFC, CITI, IndusInd Bank, Federal and BBK	Trade Payable	21,156.74	-	**21,156.74****

* variance is on account of entries posted in routine book closure process which is normally concluded post filing of statements with the banks.
** The Holding Company has not submitted Stock statement as at March 31, 2026 with the relevant banks for the Quarter four of the financial year. Instead the holding company submitted the stock statement as at March 28, 2026 with the banks, which cannot be compared with the quarter end balances.

Brace Port Logistics Limited (Formerly Known as Brace Port Logistics Private Limited)

Quarter ended	Name of Bank	Particulars	Amount as per books of accounts	Amount as reported in the quarterly return/statement	Discrepancy*
			(A)	(B)	(A-B)
June 30, 2025	HDFC Bank	Trade Receivable	1,109.54	1,180.39	**(70.85)**
September 30, 2025	HDFC Bank	Trade Receivable	1,141.90	1,141.52	**0.38**
December 31, 2025	HDFC Bank	Trade Receivable	799.05	794.40	**4.65**
March 31, 2026	HDFC Bank	Trade Receivable	709.27	753.28	**(44.01)**
June 30, 2025	HDFC Bank	Trade Payable	361.94	386.49	**(24.55)**
September 30, 2025	HDFC Bank	Trade Payable	352.76	376.58	**(23.82)**
December 31, 2025	HDFC Bank	Trade Payable	157.01	162.26	**(5.25)**
March 31, 2026	HDFC Bank	Trade Payable	284.87	252.51	**32.36**

* variance is on account of entries posted in routine book closure process which is normally concluded post filing of statements with the banks.

BHAGI BHARDWAJ GAUR & CO CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

Skyways Air Services Limited (Formerly known as Skyways Air Services Private Limited)
CIN: U74899DL1984PLC019666
Notes forming part of the Consolidated financial statements for the year ended March 31, 2026
All amounts are in INR lacs unless otherwise stated

Forin Container Line Private Limited

Quarter ended	Name of Bank	Particulars	Amount as per books of accounts	Amount as reported in the quarterly return/statement	Discrepancy*
			(A)	(B)	(A-B)
June 30, 2025	Standard Chartered Bank/HDFC/Federal Bank	Trade Receivable	2,876.37	3,083.91	**(207.54)**
September 30, 2025	Standard Chartered Bank/HDFC/Federal Bank	Trade Receivable	3,265.70	3,061.07	**204.63**
December 31, 2025	Standard Chartered Bank/HDFC/Federal Bank	Trade Receivable	2,831.58	3,008.11	**(176.53)**
March 31, 2026	Standard Chartered Bank/HDFC/Federal Bank	Trade Receivable	2,674.25	2,896.47	**(222.22)**
June 30, 2025	Standard Chartered Bank/HDFC/Federal Bank	Trade Payable	566.55	570.64	**(4.09)**
September 30, 2025	Standard Chartered Bank/HDFC/Federal Bank	Trade Payable	730.28	496.20	**234.08**
December 31, 2025	Standard Chartered Bank/HDFC/Federal Bank	Trade Payable	640.23	575.70	**64.53**
March 31, 2026	Standard Chartered Bank/HDFC/Federal Bank	Trade Payable	1,125.49	737.86	**387.63**

* variance is on account of entries posted in routine book closure process which is normally concluded post filing of statements with the banks.

Rahat Continental Private Limited

Quarter ended	Name of Bank	Particulars	Amount as per books of accounts	Amount as reported in the quarterly return/statement	Discrepancy*
			(A)	(B)	(A-B)
June 30, 2025	HDFC Bank	Trade Receivable	3,045.38	3,054.64	**(9.26)**
September 30, 2025	HDFC Bank	Trade Receivable	3,178.64	3,102.09	**76.55**
December 31, 2025	HDFC Bank	Trade Receivable	3,510.03	1,919.56	**1,590.47**
March 31, 2026	HDFC Bank	Trade Receivable	3,839.78	2,686.07	**1,153.71**
June 30, 2025	HDFC Bank	Trade Payable	1,435.26	1,411.45	**23.81**
September 30, 2025	HDFC Bank	Trade Payable	1,876.49	1,423.28	**453.21**
December 31, 2025	HDFC Bank	Trade Payable	2,989.62	535.41	**2,454.21**
March 31, 2026	HDFC Bank	Trade Payable	2,416.08	1,029.39	**1,386.69**

* variance is on account of entries posted in routine book closure process which is normally concluded post filing of statements with the banks.

Odyssey Logistics Private Limited

Quarter ended	Name of Bank	Particulars	Amount as per books of accounts	Amount as reported in the quarterly return/statement	Discrepancy*
			(A)	(B)	(A-B)
June 30, 2025	SCB, Yes Bank, HDFC Bank and CITI Bank	Trade Receivable	12,182.84	12,416.62	**(233.78)**
September 30, 2025	SCB, Yes Bank, HDFC Bank and CITI Bank	Trade Receivable	13,782.78	13,364.71	**418.07**
December 31, 2025	SCB, Yes Bank, HDFC Bank and CITI Bank	Trade Receivable	15,099.21	15,177.61	**(78.40)**
March 31, 2026	SCB, Yes Bank, HDFC Bank and CITI Bank	Trade Receivable	15,871.91	15,615.93	**255.98**
June 30, 2025	SCB, Yes Bank, HDFC Bank and CITI Bank	Trade Payable	6,195.33	4,552.13	**1,643.20**
September 30, 2025	SCB, Yes Bank, HDFC Bank and CITI Bank	Trade Payable	6,488.99	4,233.62	**2,255.37**
December 31, 2025	SCB, Yes Bank, HDFC Bank and CITI Bank	Trade Payable	5,060.20	4,353.34	**706.86**
March 31, 2026	SCB, Yes Bank, HDFC Bank and CITI Bank	Trade Payable	6,415.13	6,008.75	**406.38**

* variance is on account of entries posted in routine book closure process which is normally concluded post filing of statements with the banks.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

For the year ended March 31, 2025

Skyways Air Services Limited (formerly known as Skyways Air Services Private Limited)

Quarter ended	Name of Bank	Particulars	Amount as per books of accounts	Amount as reported in the quarterly return/statement	Discrepancy*
			(A)	(B)	(A-B)
June 30, 2024	SCB, Yes Bank, HDFC, CITI and IndusInd Bank	Trade Receivable	21,728.27	21,788.45	(60.18)
September 30, 2024	SCB, Yes Bank, HDFC, CITI and IndusInd Bank	Trade Receivable	21,040.49	23,304.95	(2,264.46)
December 31, 2024	SCB, Yes Bank, HDFC, CITI and IndusInd Bank	Trade Receivable	19,730.05	21,760.64	(2,030.59)
March 31, 2025	SCB, Yes Bank, HDFC, CITI, IndusInd Bank, Federal and BBK	Trade Receivable	21,004.43	22,515.39	(1,510.96)
June 30, 2024	SCB, Yes Bank, HDFC, CITI and IndusInd Bank	Trade Payable	13,834.57	6,555.30	7,279.27
September 30, 2024	SCB, Yes Bank, HDFC, CITI and IndusInd Bank	Trade Payable	13,938.45	7,376.71	6,561.74
December 31, 2024	SCB, Yes Bank, HDFC, CITI and IndusInd Bank	Trade Payable	12,285.74	7,093.76	5,191.98
March 31, 2025	SCB, Yes Bank, HDFC, CITI, IndusInd Bank, Federal and BBK	Trade Payable	14,452.72	6,547.74	7,904.98

*Variance is on account of entries posted in routine book closure process which is normally concluded post filing of statements with the banks.

Brace Port Logistics Limited (Formerly Known as Brace Port Logistics Private Limited)

Quarter ended	Name of Bank	Particulars	Amount as per books of accounts	Amount as reported in the quarterly return/statement	Discrepancy*
			(A)	(B)	(A-B)
June 30, 2024	ICICI Bank	Trade Receivable	1,527.87	1,073.12	454.75
September 30, 2024	ICICI Bank	Trade Receivable	1,026.93	1,089.07	(62.14)
December 31, 2024	ICICI Bank	Trade Receivable	1,007.89	1,034.13	(26.24)
March 31, 2025	ICICI Bank	Trade Receivable	1,161.55	1,169.00	(7.45)
June 30, 2024	ICICI Bank	Trade Payable	1,140.58	379.38	761.20
September 30, 2024	ICICI Bank	Trade Payable	349.03	178.28	170.75
December 31, 2024	ICICI Bank	Trade Payable	181.65	178.20	3.45
March 31, 2025	ICICI Bank	Trade Payable	313.43	216.39	97.04

*Variance is on account of entries posted in routine book closure process which is normally concluded post filing of statements with the banks.

Forin Container Line Private Limited

Quarter ended	Name of Bank	Particulars	Amount as per books of accounts	Amount as reported in the quarterly return/statement	Discrepancy*
			(A)	(B)	(A-B)
June 30, 2024	Standard Chartered Bank	Trade Receivable	2,322.71	2,097.96	224.75
September 30, 2024	Standard Chartered Bank	Trade Receivable	4,739.51	4,751.56	(12.05)
December 31, 2024	Standard Chartered Bank	Trade Receivable	3,809.38	3,521.92	287.46
March 31, 2025	Standard Chartered Bank	Trade Receivable	3,093.55	2,995.99	97.56
June 30, 2024	Standard Chartered Bank	Trade Payable	546.88	597.15	(50.27)
September 30, 2024	Standard Chartered Bank	Trade Payable	666.06	885.11	(219.05)
December 31, 2024	Standard Chartered Bank	Trade Payable	865.45	812.30	53.15
March 31, 2025	Standard Chartered Bank	Trade Payable	1,102.04	530.69	571.35

*Variance is on account of entries posted in routine book closure process which is normally concluded post filing of statements with the banks.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

Phantom Road Express Private Limited (formerly known as Phantom Express Private Limited)

Quarter ended	Name of Bank	Particulars	Amount as per books of accounts	Amount as reported in the quarterly return/statement	Discrepancy*
			(A)	(B)	(A-B)
June 30, 2024	HDFC	Trade Receivable	630.76	663.79	(33.03)
September 30, 2024	HDFC	Trade Receivable	598.95	710.58	(111.63)
June 30, 2024	HDFC	Trade Payable	190.19	141.12	49.07
September 30, 2024	HDFC	Trade Payable	360.83	180.44	180.39

*Variance is on account of entries posted in routine book closure process which is normally concluded post filing of statements with the banks.

Rahat Continental Private Limited

Quarter ended	Name of Bank	Particulars	Amount as per books of accounts	Amount as reported in the quarterly return/statement	Discrepancy*
			(A)	(B)	(A-B)
March 31, 2025	HDFC	Trade Receivable	2,408.27	2,411.28	(3.01)
March 31, 2025	HDFC	Trade Payable	1,359.38	1,073.24	286.14

*Variance is on account of entries posted in routine book closure process which is normally concluded post filing of statements with the banks.

Odyssey Logistics Private Limited

Quarter ended	Name of Bank	Particulars	Amount as per books of accounts	Amount as reported in the quarterly return/statement	Discrepancy*
			(A)	(B)	(A-B)
March 31, 2025	SCB, Yes Bank and CITI Bank	Trade Receivable	15,460.31	15,542.89	(82.58)
March 31, 2025	SCB, Yes Bank and CITI Bank	Trade Payable	6,257.26	5,167.04	1,090.22

*Variance is on account of entries posted in routine book closure process which is normally concluded post filing of statements with the banks.

	As at March 31, 2026	As at March 31, 2025
20 Lease liability		
Non-current		
Lease liability (refer note 5)	47.08	429.99
	47.08	**429.99**
Current		
Lease liability (refer note 5)	198.50	224.84
	198.50	**224.84**

Particulars	Lease Liability	
	March 31, 2026	March 31, 2025
Opening balances	654.83	627.39
Addition/acquisition	-	304.46
Disposal/Modification	(211.65)	(10.16)
Interest expense (refer note 31)	36.76	52.76
Cash Outflows		
- Payment of principal portion	(197.60)	(266.86)
- Payment of interest portion	(36.76)	(52.76)
Closing balances	**245.58**	**654.83**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

21 Other financial liabilities

	As at March 31, 2026	As at March 31, 2025
Non-current		
Security deposits	53.35	159.01
	53.35	**159.01**
Current		
Capital creditors	113.44	55.06
Trade/ security deposits	151.53	23.20
Payable for investment in subsidiary company	-	7,992.00
Employee dues payable	778.96	603.90
Book overdraft	58.32	-
Unclaimed dividend	0.04	-
	1,102.29	**8,674.16**

Break up of financial liabilities carried at amortised cost:

	As at March 31, 2026	As at March 31, 2025
Borrowings (non current)	10,717.66	10,586.94
Lease liabilities (non current)	47.08	429.99
Other financial liabilities (non current)	53.35	159.01
Borrowings (current)	51,688.02	45,256.20
Trade payables (current)	34,451.44	24,543.94
Lease liabilities (current)	198.50	224.84
Other financial liabilities (current)	1,102.29	8,674.16

22 Provisions

	As at March 31, 2026	As at March 31, 2025
Non-current		
Provision for employee benefits		
Provision for compensated absences	83.00	25.92
Provision for gratuity (net) (refer note 36)	559.32	485.53
	642.32	**511.45**
Current		
Provision for employee benefits		
Provision for compensated absences	14.51	3.25
Provision for gratuity (net) (refer note 36)	96.83	87.34
	111.34	**90.59**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

23 Trade payables

	As at March 31, 2026	As at March 31, 2025
Current		
i. Total outstanding dues of micro enterprises and small enterprises (refer note 23.1 below)	592.58	456.04
ii. Total outstanding dues of creditors other than micro enterprises and small enterprises	33,858.86	24,087.90
	34,451.44	24,543.94

23.1 Micro, Small and Medium Enterprises Development Act

Information as required to be furnished as per section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) for the year ended March 31, 2026 and March 31, 2025 is given below. This information has been determined to the extent such parties have been identified on the basis of information available with the Group.

(i) The principal amount and the interest due thereon remaining unpaid to any supplier covered under MSMED Act:		
- Principal amount	519.26	439.89
- Interest thereon	73.32	16.15
(ii) The amount of interest paid by the buyer in terms of section 16, of the MSMED Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	-	-
(iii) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act	-	-
(iv) The amount of interest accrued and remaining unpaid at the end of each accounting year	73.32	16.15
(v) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006	-	-

Due to Micro, Small and Medium Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the management. This has been relied upon by the auditor.

23.2 Trade Payable ageing schedule

As at March 31, 2026

Particulars	Unbilled Dues	Not due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	13.57	458.87	95.86	20.45	3.83	-	592.58
Total outstanding dues of creditors other than micro enterprises and small enterprises	2,809.44	27,890.72	2,956.05	84.58	116.23	1.84	33,858.86
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	-
Total	2,823.01	28,349.59	3,051.91	105.03	120.06	1.84	34,451.44

As at March 31, 2025

Particulars	Unbilled Dues	Not due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	-	419.52	33.56	2.96	-	-	456.04
Total outstanding dues of creditors other than micro enterprises and small enterprises	387.77	21,909.31	1,484.82	228.24	73.35	4.39	24,087.90
Disputed dues of micro enterprises and small enterprises	-	-	-	-	-	-	-
Disputed dues of creditors other than micro enterprises and small enterprises	-	-	-	-	-	-	-
Total	387.77	22,328.83	1,518.38	231.20	73.35	4.39	24,543.94

Note:

a. The average credit period on purchases is up to 90 days for the Group. The Group however ensures that all payables are paid within the pre agreed credit period.
b. Trade Payables include due to related parties INR 966.94 lacs and INR 746.69 lacs as at March 31, 2026 and March 31, 2025 respectively.
c. The amounts are unsecured and non-interest bearing.

24 Other liabilities

	As at March 31, 2026	As at March 31, 2025
Current		
Contract liabilities	449.04	324.08
Statutory liabilities	1,365.15	1,543.89
Deferred revenue	2.25	5.14
Others	344.67	405.85
	2,161.11	2,278.96

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

		Year ended March 31, 2026	Year ended March 31, 2025
25	**Revenue from operations**		
25.1	**Revenue from contracts with customers**		
	Sale of services	2,81,141.10	2,24,700.40
	Sale of products	148.79	82.09
		2,81,289.89	**2,24,782.49**

(a) Disaggregated revenue information

Set out below is the disaggregation of the Group's revenue from contracts with customers:

Segment

Type of goods/services	Year ended March 31, 2026	Year ended March 31, 2025
(i) Type of goods & service		
Integrated Logistics Solutions	2,80,150.47	2,24,154.19
Sale of goods	148.79	82.09
Digital Marketing services	64.82	320.37
Training Services	124.54	47.31
IT and Tech solution services	801.27	178.53
Total revenue from contracts with customers	**2,81,289.89**	**2,24,782.49**
(ii) Geographical information		
Within India	2,11,085.34	1,61,935.55
Outside India	70,204.55	62,846.94
Total revenue from contracts with customers	**2,81,289.89**	**2,24,782.49**
(iii) Timing of revenue recognition		
Goods transferred at a point of time	148.79	82.09
Services transferred over the time	2,81,141.10	2,24,380.03
Total revenue from contracts with customers	**2,81,289.89**	**2,24,462.12**

(b) Reconciling the amount of revenue recognised in the statement of profit and loss with the contracted price

Revenue as per contracted price	2,86,273.93	2,28,413.05
Adjustments:		
Less: Credit note	(4,984.04)	(3,630.56)
Revenue from contracts with customers	**2,81,289.89**	**2,24,782.49**

	As at March 31, 2026	As at March 31, 2025
(c) Contract balances		
Trade receivables (refer note 12)	57,947.65	45,596.83
Contract liabilities (refer note 24)	449.04	324.08
Unbilled Revenue (refer note 7)	439.51	348.60
Deferred revenue (refer note 24)	2.25	5.14

The average credit period to customers ranges between 45 to 60 days. No interest is charged on trade receivables upto the due date from the date of the invoice.

Contract liabilities consist of short-term advances received against supply of goods and services to customer. Such advances are adjusted against supply of goods or services within a range of 3 months from the reporting date and the revenue is recognised out of the contract liabilities.

(d) Performance obligations

Sales of goods: Performance obligation is satisfied when control of goods is transferred to the customer, generally on delivery of the goods.

Sales of services: The performance obligation in respect of air freight services is satisfied over a period of time and acceptance of the customer. In respect of these services, payment is generally due upon completion of services.

		Year ended March 31, 2026	Year ended March 31, 2025
26	**Other income**		
	Interest income		
	Interest income earned on:		
	- bank deposits (at amortised cost)	1,650.43	1,514.19
	- financial assets (at amortised cost)	13.94	13.40
	Interest received on income tax refund	93.37	23.97
	Other interest income	0.29	0.15
		1,758.03	**1,551.71**
	Others		
	Rental income	0.36	0.06
	Unrealised gain on current investments measured at FVTPL	162.24	185.04
	Gain on modification / termination of lease contracts	9.40	-
	Gain on sale of property, plant and equipment (net)	141.58	-
	Gain on disposal of investment in subsidiary	-	424.44
	Dividend income from financial assets measured at FVTPL	0.24	0.05
	Reversal of Allowance for expected credit loss on trade receivables (refer note 12)	4.38	2.54
	Liabilities written back	51.64	46.82
	Gain on foreign currency transactions (net)	413.98	38.37
	Other income	135.33	67.97
		919.15	**765.29**
	Total other income	**2,677.18**	**2,317.00**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

27 Cost of services

	Year ended March 31, 2026	Year ended March 31, 2025
Purchase of Services	2,50,690.56	2,01,606.81
	2,50,690.56	**2,01,606.81**

28 Purchase of stock in trade

	Year ended March 31, 2026	Year ended March 31, 2025
Purchase of stock in trade	106.49	92.65
	106.49	**92.65**

29 Changes in inventories of stock in trade

	Year ended March 31, 2026	Year ended March 31, 2025
Opening Stock/Stock as on Acquisition Date:		
Stock in trade		
a. In hand	71.70	40.72
	71.70	**40.72**
Closing Stock:		
Stock in trade		
a. In hand	79.25	71.70
	79.25	**71.70**
Net decrease/(increase)	**(7.55)**	**(30.98)**

30 Employee benefits expense

	Year ended March 31, 2026	Year ended March 31, 2025
Salaries, wages and bonus	10,942.02	8,402.20
Contribution to provident and other fund (refer note 36)	315.71	201.90
Gratuity expense (refer note 36)	171.10	151.12
Staff welfare expenses	312.63	285.98
	11,741.46	**9,041.20**

31 Finance Costs

	Year ended March 31, 2026	Year ended March 31, 2025
Interest expense on borrowings at amortised cost	4,446.19	2,735.32
Interest on delay deposit of income tax	8.32	27.44
Interest on lease liabilities at amortised cost	36.76	52.76
Interest on delay deposit of indirect taxes	87.75	13.55
Other finance costs	228.62	52.31
	4,807.64	**2,881.38**

32 Depreciation and amortisation expense

	Year ended March 31, 2026	Year ended March 31, 2025
Depreciation on property, plant and equipment (refer note 3)	1,028.94	796.26
Amortisation of intangible assets (refer note 4)	440.41	344.68
Depreciation of right-of-use assets (refer note 5)	196.81	228.89
	1,666.16	**1,369.83**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

33 Other expenses	Year ended March 31, 2026	Year ended March 31, 2025
Power and fuel	170.02	153.81
Rent	770.47	554.49
Repair and maintenance		
- Building	0.12	-
- others	516.14	482.06
Insurance	201.37	133.32
Rates and taxes	455.02	309.62
Communication expenses	85.08	81.09
Postage and courier	26.31	14.68
Travelling and conveyance	778.89	831.98
Printing and stationery	150.95	111.16
Commission and brokerage	24.18	58.52
Director sitting fees	19.31	1.20
Corporate social responsibility expenditure	177.00	143.00
Donation and contributions	12.44	9.83
Legal and professional charges	1,131.09	972.97
Payments to auditors (refer note below)	93.85	76.35
Training and recruitment expenses	108.06	129.30
Advertising and sales promotion expenses	136.93	346.10
Security expenses	69.48	49.98
Bank charges	217.73	162.15
Loss on sale of property, plant and equipment (net)	-	5.71
Property, plant and equipment written off (refer note 3)	-	0.79
Vehicle running and maintenance	238.38	151.36
Impairment allowance for doubtful deposits and advances	123.68	130.97
Membership fees & Subscription	148.29	120.25
Allowance for expected credit loss on trade receivables (refer note 12)	122.42	161.01
Trade and other receivable written off	44.06	144.30
Miscellaneous expenses	284.27	119.14
Total	**6,105.54**	**5,455.14**

Note:

Payments to auditors (excluding input tax)

As auditor:		
Audit fees	74.30	64.10
Tax audit fees	13.75	11.15
Reimbursement of expenses	5.80	1.10
	93.85	**76.35**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

		Year ended March 31, 2026	Year ended March 31, 2025
34	**Income taxes**		
34.1	**Income tax recognised in the statement of profit and loss**		
	Current tax		
	In respect of the current year	3,090.07	1,592.89
	In respect of the previous year	-	-
		3,090.07	**1,592.89**
	Deferred tax		
	In respect of the current year	(674.21)	310.20
	In respect of the previous year	-	-
		(674.21)	**310.20**
	Total income tax expense recognised in the current year	**2,415.86**	**1,903.09**
	The Income tax expense for the year can be reconciled to the accounting profit as follows:		
	Accounting profit before tax	8,768.24	6,714.65
	Statutory income tax rate	25.168%	25.168%
	Income tax expense at statutory income tax rate	2,206.79	1,689.94
	Effect of expenses that are not deductible in determining taxable profit	79.20	80.08
	Effect of concessions	(19.63)	(0.03)
	Effect of income charged at lower tax rate	-	(94.14)
	Effect on losses on which no deferred tax has been created	108.15	107.69
	Effect of deductions for tax purposes	(27.12)	(20.61)
	Dividend - Section 80M of the Income Tax Act, 1961	(180.08)	-
	Other adjustments	248.55	140.16
		2,415.86	**1,903.09**
34.2	**Income tax recognised in other comprehensive income**		
	Income tax relating to item that will not be reclassified to profit or loss		
	- Remeasurement of the defined benefit plan	(22.17)	1.71
	Total income tax expense recognised in other comprehensive income	**(22.17)**	**1.71**
	Note:		
	Effective tax rate has been calculated on profit before tax.	27.55%	28.34%

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

		As at March 31, 2026	As at March 31, 2025
35	**Contingent Liabilities and Commitments (to the extent not provided for)**		
A.	**Contingent Liabilities**		
	(a) Claims against the Group not acknowledged as debts		
	(i) Income tax demands on various matters (paid under protest INR 95.93 lacs (March 31, 2025: INR 95.93 lacs))	130.00	95.93
	(ii) Goods and Service Tax (paid under protest INR 423.51 lacs (March 31, 2025: INR 214.03 lacs))	3,813.78	3,673.40
	(iii) Bank Guarantees given to vendors	270.00	205.00

(b) Other litigations

There are some litigations filed against the Group relating to conduct of its business. These cases are at various stage of proceedings and the extent of claim or damages is indeterminate at this stage. The Group is contesting these cases and based on views of internal legal counsel and in consultation with external legal counsel representing the Group, it believes there is no liability which would devolve over the Group in respect of such cases and believes its position will be upheld in the jurisdictional authorities as at close of respective financial year. The Group has also filed certain cases in nature of recovery suit, cases under Section 138 of the Negotiable Instrument Act, 1881, etc. The Group is pursuing these cases and have made adequate accrual for allowance for doubtful debts in respect of such cases, wherever considered necessary.

		As at March 31, 2026	As at March 31, 2025
B.	**Commitments**		
(i)	Estimated amount of contracts remaining to be executed on capital account and not provided for are:	810.89	INR 510.00 lacs and AED 0.45 lacs

		As at March 31, 2026	As at March 31, 2025
(ii)	The Holding company has issued corporate guarantees to banks on behalf of and in respect of fund and non fund based credit facilities availed by its subsidiaries companies in accordance with the policy of the Holding company:-		
	(a) Forin Container Line Private Limited		
	- Axis Bank Limited	4,000.00	4,000.00
	- Tata Capital Limited	-	2,000.00
	- Standard Chartered Bank	1,500.00	1,200.00
	- HDFC Bank Limited	5,007.90	5,007.90
	- Federal bank	3,000.00	-
	(b) Braceport Logistics Limited		
	- ICICI Bank Limited	-	500.00
	- HDFC Bank Limited	1,000.00	-
	(c) Skart Global Express Private Limited		
	- Axis Bank Limited	2,000.00	-
	(d) Phantom Express Private Limited		
	- Axis Bank Limited	2,000.00	2,000.00
	- HDFC Bank Limited	2,065.00	2,500.00
	(e) Rahat Continental Private Limited		
	- HDFC Bank Limited	1,000.00	1,000.00
	(f) Skyways SLS Cargo Services LLC UAE		
	- HDFC Bank Limited (March 31, 2026:USD 17,50,000 and March 31, 2025: USD 19,21,510)	1,656.45	1,678.41
	(g) Skyways SLS Logistik GMBH		
	- HDFC Bank Limited (March 31, 2026: EURO 6,00,000 and March 31, 2025: USD 6,00,000)*	654.00 *	553.51

* changes due to change in exchange rate

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

C. Undrawn committed borrowing facility

(i) The Holding Company has availed working capital and overdraft facility from HDFC Bank amounting to INR 8,900.00 lacs (March 31, 2025: INR 8,900.00 lacs). This loan is secured by way of first pari passu charge on current assets both present and future along with personal guarantee of Mr. Sudershan Lal Sharma, Mr. Yashpal Sharma and Mr. Tarun Sharma. An amount of INR 4,411.08 lacs (March 31, 2025: INR 2,061.44 lacs) remains undrawn as at the year end.

(ii) The Holding Company has availed working capital and overdraft facility from Axis Bank amounting to INR 5,000.00 lacs (March 31, 2025: INR 5,000.00 lacs). This loan is secured by way of first pari passu charge on current assets both present and future, Cash Collateral of 10% along with personal guarantee of Mr. Sudershan Lal Sharma, Mr. Yashpal Sharma and Mr. Tarun Sharma. An amount of INR 5.47 lacs (March 31, 2025: INR 2,400.00 lacs) remains undrawn as at the year end.

(iii) The Holding Company has availed working capital and overdraft facility from IDFC Bank amounting to INR 4,200.00 lacs (March 31, 2025: INR 4,200.00 lacs). This loan is secured by way of first pari passu charge on current assets both present and future, INR 100 lacs of underlying instrument (CMS / Cheque) along with personal guarantee of Mr. Sudershan Lal Sharma, Mr. Yashpal Sharma and Mr. Tarun Sharma. An amount of INR 2,034.26 lacs (March 31, 2025: INR 2,700.00 lacs) remains undrawn as at the year end.

(iv) The Holding Company has availed working capital facility from Bajaj Finance Limited amounting to INR 1,500.00 lacs (March 31, 2025: INR 1,500.00 lacs). This loan is secured by way of Cash margin of 30% sanctioned limit, Fixed Deposit of INR 545.00 lacs along with personal guarantee of Mr. Sudershan Lal Sharma, Mr. Yashpal Sharma and Mr. Tarun Sharma. An amount of INR Nil (March 31, 2025: INR Nil) remains undrawn as at the year end.

(v) The Holding Company has availed working capital and overdraft facility from IndusInd Bank amounting to INR 2,900.00 lacs (March 31, 2025: INR 2,900.00 lacs). This loan is secured by way of first pari passu charge on current assets both present and future, Cash Collateral of 35% along with personal guarantee of Mr. Sudershan Lal Sharma, Mr. Yashpal Sharma and Mr. Tarun Sharma. An amount of INR 1,400.00 lacs (March 31, 2025: INR Nil) remains undrawn as at the year end.

(vi) The Holding Company has availed working capital and overdraft facility from Kotak Mahindra Bank amounting to INR Nil (March 31, 2025: INR 3,000.00 lacs). This loan is secured by way of first pari passu hypothecation charge to be shared with Axis Bank, IDFC First Bank, Standard Chartered Bank, HDFC Bank, IndusInd Bank, Yes Bank, Citi Bank on all existing and future current assets and moveable fixed assets of the Borrower along with personal guarantee of Mr. Yashpal Sharma and Mr. Tarun Sharma. An amount of INR Nil (March 31, 2025: INR 3,000.00 lacs) remains undrawn as at the year end.

(vii) The Holding Company has availed working capital and overdraft facility from Standard Chartered Bank amounting to INR 3,300.00 lacs (March 31, 2025: INR 3,300.00 lacs). This loan is secured by way of first pari passu hypothecation charge to be shared with Axis Bank, IDFC First Bank, Standard Chartered Bank, HDFC Bank, IndusInd Bank, Yes Bank, Citi Bank, Kotak Mahindra Bank on all existing and future current assets along with personal guarantee of Mr. Sudershan Lal Sharma , Mr. Yashpal Sharma and Mr. Tarun Sharma. An amount of INR 2,300.00 lacs (March 31, 2025: INR 3,300.00 lacs) remains undrawn as at the year end.

(viii) The Holding Company has availed working capital and overdraft facility from Yes Bank amounting to INR 3,000.00 lacs (March 31, 2025: INR 3,000.00 lacs). This loan is secured by way of first pari passu charge on current assets including book debts both present and future, Cash Collateral of 35% along with personal guarantee of Mr. Sudershan Lal Sharma, Mr. Yashpal Sharma and Mr. Tarun Sharma. An amount of INR 200.00 lacs (March 31, 2025: INR 200.00 lacs) remains undrawn as at the year end.

(ix) The Holding Company has availed working capital and overdraft facility from CITI Bank amounting to INR 3,600.00 lacs (March 31, 2025: INR 3,600.00 lacs). This loan is secured by way of first pari passu charge on current assets including book debts both present and future, 30% collateral cover by way of pledge over FDR (32% in case of DMF's) of utilised limit with personal guarantee of Mr. Sudershan Lal Sharma, Mr. Yashpal Sharma and Mr. Tarun Sharma. An amount of INR 1,091.78 lacs (March 31, 2025: INR Nil) remains undrawn as at the year end.

(x) The Holding Company has availed working capital and overdraft facility from Federal Bank amounting to INR 3,500.00 lacs (March 31, 2025: INR 3,500.00 lacs). This loan is secured by way of first pari passu charge on current assets both present and future along with personal guarantee of Mr. Yashpal Sharma, Mr. Tarun Sharma and Mr Sudershan Lal Sharma. An amount of INR 3,500.00 lacs (March 31, 2025: INR 1,539.55 lacs) remains undrawn as at the year end.

(xi) The Holding Company has availed working capital and overdraft facility from Bank of Bahrain and Kuwait SBC amounting to INR 5,000.00 lacs (March 31, 2025: INR 5,000.00 lacs). This loan is secured by way of first pari passu charge on current assets of the borrower along with other lenders under Multiple Banking Arrangement along with personal guarantee of Mr. Yashpal Sharma, Mr. Tarun Sharma and Mr Sudershan Lal Sharma. An amount of INR Nil (March 31, 2025: INR 1,998.03 lacs) remains undrawn as at the year end.

(xii) The subsidiary company i.e., Brace Port Logistics Limited has availed working capital and overdraft facility from Yes Bank amounting to INR 100.00 lacs (March 31, 2025: INR 90.00 lacs). This loan is secured by way of charge on Fixed Deposit amounting to 110% of facility utilize. An amount of INR 100.00 lacs (March 31, 2025: INR 90.00 lacs) remains undrawn as at the year end.

(xiii) The subsidiary company i.e., Brace Port Logistics Limited has availed working capital and overdraft facility from ICICI Bank amounting to INR Nil (March 31, 2025: INR 500.00 lacs). This loan is secured by way of exclusive charge on current assets of the company including fixed deposits of Skyways both present and future along with personal guarantee of Mr. Sudershan Lal Sharma, Mr. Yashpal Sharma and Mr. Tarun Sharma along with corporate guarantee from its holding company i.e., Skyways Air Services Limited. An amount of INR Nil (March 31, 2025: INR 500.00 lacs) remains undrawn as at the year end.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

(xiv) The subsidiary company i.e., Brace Port Logistics Limited has availed overdraft facility from IDFC Bank amounting to INR 100.00 lacs (March 31, 2025: INR 100.00 lacs). This loan is secured by way of exclusive charge on fixed deposit with IDFC bank. An amount of INR 100.00 lacs (March 31, 2025: INR 100.00 lacs) remains undrawn as at the year end.

(xv) The subsidiary company i.e., Brace Port Logistics Limited has availed overdraft facility from HDFC Bank amounting to INR 1,000.00 lacs (March 31, 2025: INR Nil). This loan is loan is secured by way of exclusive charge on current assets including trade receivable and other current assets of the company including exclusive charge on fixed deposits of INR 350.00 lacs along with personal guarantee of Mr. Yashpal Sharma and Mr. Tarun Sharma along with corporate guarantee from its holding company i.e., Skyways Air Services Limited. An amount of INR 1,000.00 lacs (March 31, 2025: INR Nil) remains undrawn as at the year end.

(xvi) The subsidiary company i.e., Forin Container Line Private Limited has availed working capital and overdraft facility from Axis Bank amounting to INR 4,000.00 lacs (March 31, 2025: INR 4,000.00 lacs). This loan is secured by way of first pari passu charge on current assets including book debts both present and future, Cash Collateral of 35% in the from of FDR's along with personal guarantee of Mr. Sudershan Lal Sharma, Mr. Yashpal Sharma and Mr. Tarun Sharma and Corporate guarantee of its Holding Company i.e., Skyways Air Services Limited. An amount of INR 300.00 lacs (March 31, 2025: INR 183.34 lacs) remains undrawn as at the year end.

(xvii) The subsidiary company i.e., Forin Container Line Private Limited has availed Overdraft facility from Standard Chartered Bank amounting to INR 1,200.00 lacs (March 31, 2025: INR 1,200.00 lacs). This loan is secured by way of first pari passu charge on current assets including book debts both present and future with Axis Bank, Fixed deposit of INR 420.00 lacs along with personal guarantee of Mr. Sudershan Lal Sharma, Mr. Yashpal Sharma and Mr. Tarun Sharma and Corporate guarantee of its Holding Company i.e., Skyways Air Services Limited. An amount of INR 1,200.00 lacs (March 31, 2025: INR 1,200.00 lacs) remains undrawn as at the year end.

(xviii) The subsidiary company i.e., Forin Container Line Private Limited has availed cash credit facility from HDFC Bank amounting to INR 1,200.00 lacs (March 31, 2025: INR 1,200.00 lacs). This loan is secured by way of exclusive charge on current assets of the company, both present and future, Fixed deposit of INR 420.00 lacs along with personal guarantee of Mr. Yashpal Sharma and Mr. Tarun Sharma and Corporate guarantee of its Holding Company i.e., Skyways Air Services Limited. An amount of INR Nil (March 31, 2025: INR Nil) remains undrawn as at the year end.

(xix) The subsidiary company i.e., Forin Container Line Private Limited has availed working capital facility from Federal Bank amounting to INR 3,000.00 lacs (March 31, 2025: INR Nil). This loan is secured by way of first pari passu charge on current assets including book debts both present and future, Collateral cover of 25% in the form of FDRs along with personal guarantee of Mr. Sudershan Lal Sharma, Mr. Yashpal Sharma and Mr. Tarun Sharma and Corporate guarantee of its Holding Company i.e., Skyways Air Services Limited. An amount of INR 3,000.00 lacs (March 31, 2025: INR Nil) remains undrawn as at the year end.

(xx) The subsidiary company i.e., Surgeport Logistics Private Limited has availed Overdraft facility from ICICI Bank amounting to INR Nil lacs (March 31, 2025: INR 180.00 lacs). This loan is secured by way of charge on Fixed Deposit of Holding Company i.e., Skyways Air Services Limited amounting of INR 200.00 lacs. An amount of INR Nil (March 31, 2025: INR 19.87 lacs) remains undrawn as at the year end.

(xxi) The subsidiary company i.e., Skart Global Express Private Limited has availed working capital facilities from Axis Bank Limited comprising an Overdraft Facility with a sanctioned limit of INR 2000.00 Lakhs and a Working Capital Demand Loan (WCDL) facility available as a sub-limit within the aforesaid Overdraft Facility. The outstanding balance under these facilities as at March 31, 2026 is INR 2,000.00 Lakhs. The facilities are secured by an exclusive first charge by way of hypothecation over the Company's entire current assets, present and future, cash collateral in the form of fixed deposits under lien with the bank equivalent to 25% of the sanctioned limits, personal guarantees of promoters and a corporate guarantee provided by Skyways Air Services Limited. The facilities carry interest at rates stipulated in the sanction letter and are repayable on demand. An amount of INR NIL remains undrawn as at the year end.

(xxii) The subsidiary company i.e., Skart Global Express Private Limited has been sanctioned Overdraft facility from HDFC Bank, ICICI Bank and Yes Bank amounting to INR 290.5 lacs (March 31, 2025: INR 267.50 lacs). The loan is secured by way of charge on Fixed Deposit of the Company amounting to INR 200.00 lacs. An amount of INR 281.45 lacs (March 31, 2025: INR 259.78 lacs,) remains undrawn as at the year end.

(xxiii) The subsidiary company i.e., Sgate Tech Solutions Private Limited has availed Overdraft facility from HDFC Bank amounting to INR 279.21 lacs (March 31, 2025: INR 279.21 lacs). This loan is secured by way of charge on Fixed Deposit amounting of INR 514.76 lacs. An amount of INR 279.21 lacs (March 31, 2025: INR 195.91 lacs) remains undrawn as at the year end.

(xxiv) The subsidiary company i.e., Phantom Express Private Limited has availed Overdraft facility from Axis Bank and HDFC Bank amounting to INR 2,065.00 lacs (March 31, 2025: INR 2,090.60 lacs). An amount of INR 346.76 lacs (March 31, 2025: INR 1,026.45 lacs) remains undrawn as at the year end.

(xxv) The subsidiary company i.e., Rahat Continental Private Limited has availed working capital, overdraft and Bank Guarantee facility from HDFC Bank amounting to INR 1,540.00 lacs (March 31, 2025: 1,540.00 lacs). This loan is secured by way of charge on Fixed Deposit of INR 1,050.00 lacs along with corporate guarantee of holding company i.e., Skyways Air Services Limited and personal guarantee of Mr. Yashpal Sharma, Mr. Tarun Sharma, Mr. Rajiv Sachdeva and Mrs. Meera Sachdeva and an exclusive charge on the current assets including trade receivables & other current assets. An amount of INR 279.93 lacs (March 31, 2025: 228.83 lacs) remains undrawn as at the year end.

(xxvi) The subsidiary company i.e., Rahat Continental Private Limited has availed overdraft facility from Canara Bank amounting to INR 731.55 lacs (March 31, 2025: 731.55 lacs). This loan is secured by way of charge on Fixed Deposit of INR 869.86 lacs. An amount of INR 9.26 lacs (March 31, 2025: 64.31 lacs) remains undrawn as at the year end.

(xxvii) The subsidiary company i.e., Rahat Continental Private Limited has availed working capital facility from Bajaj Finance Limited amounting to INR 250.00 lacs (March 31, 2025: INR 500.00 lacs). This loan is secured by way of charge on Fixed Deposit of Holding Company i.e., Skyways Air Services Limited amounting of INR 545.00 lacs. An amount of INR 250.00 lacs (March 31, 2025: INR 50.00 lacs) remains undrawn as at the year end.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

(xxviii) The subsidiary company i.e., Odyssey Logistics Private Limited has availed Cash Credit and Working capital facility from Standard Chartered Bank amounting to INR 2,000.00 lacs (March 31, 2025: INR 2,000.00 lacs). This loan is secured by way of hypothecation of entire current assets of the company, both present and future on pari passu basis between SCB (INR 2,000.00 lacs), Yes Bank (INR 2,000.00 lacs) , Citi Bank (INR 6,000.00 lacs) & HDFC (INR 6,000.00 lacs) along with personal guarantee of Mr. Abhishek Thakur and Mrs. Kumkum Thakur. Exclusive charge on upfront cash collateral of INR 200.00 lacs. An amount of INR 800.00 lacs (March 31, 2025: INR 165.94 lacs) remains undrawn as at the year end.

(xxix) The subsidiary company i.e., Odyssey Logistics Private Limited has availed Cash Credit and Working capital facility from Yes Bank amounting to INR 2,000.00 lacs (March 31, 2025: INR 2,000.00 lacs). This loan is secured by way of first pari passu charge on entire current assets and movable fixed assets of the company both present and future. Exclusive charge on property situated at: 5B2, Gundecha Onclave, Premises Co-operative Society Ltd, Saki Village, Kherani Road, Sakinaka, Mumbai-400072, owned by Mr. Abhishek Thakur and Mrs. Kumkum Thakur. An amount of INR 600.00 lacs (March 31, 2025: INR 513.84 lacs) remains undrawn as at the year end.

(xxx) The subsidiary company i.e., Odyssey Logistics Private Limited has availed Cash Credit and Working capital facility from Citi Bank amounting to INR 6,000.00 lacs (March 31, 2025: INR 500.00 lacs). This loan is secured by way of first pari passu charge on entire current assets and charge by way lien marked bank deposits of 10% of released amount along with personal guarantee of Mr. Abhishek Thakur and Mrs. Kumkum Thakur. An amount of INR 4,000.00 lacs (March 31, 2025: INR Nil) remains undrawn as at the year end.

(xxxi) The subsidiary company i.e., Odyssey Logistics Private Limited has availed Cash Credit and Working capital facility from HDFC Bank amounting to INR 6,000.00 lacs (March 31, 2025: INR NIL). This loan is secured by way of first pari passu charge on movable fixed assets and currents assets, personal guarantee of Tarun Sharma, Yashpal Sharma, Abhishek Thakur, Kumkum Thakur and lien marked fixed deposits of 10% . An amount of INR 4,000.00 lacs (March 31, 2025: INR Nil) remains undrawn as at the year end.

D. The Group did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.

(The space has been left blank intentionally)

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

36 Gratuity and other post-employment benefit plans

Disclosures pursuant to Ind AS - 19 "Employee Benefits" (notified under the section 133 of the Companies Act 2013 (the Act) read with Companies (Indian Accounting Standards) Rule 2015 (as amended from time to time) and other relevant provision of the Act) are given below :

a. Contribution to Defined Contribution Plan, recognised as expense for the year is as under:

The Group makes contributions towards provident fund and employee state insurance scheme to a defined contribution retirement benefit plan for qualifying employees. The Group's contribution to the Employees Provident Fund and Employees State Insurance scheme is deposited with the Regional Provident Fund Commissioner. Under the scheme, the Group is required to contribute a specified percentage of payroll cost to the retirement benefit scheme to fund the benefits.

During the year, the Group has recognised INR 315.71 lacs (March 31, 2025: INR 201.90 lacs) for Employer's contributions to the Provident fund, Employee State Insurance and other contribution in the Statement of Profit and Loss. The contribution payable to the plan by the Group is at the rate specified in rules to the scheme.

b. Defined benefit plan – Gratuity plan

The gratuity liability arises on retirement, withdrawal, resignation and death of an employee. The aforesaid liability is calculated on the basis of fifteen days salary (i.e. last drawn basic salary) for each completed year of service subject to completion of five years service.

(i) Risks associated with Plan Provisions

Risks associated with the plan provisions are actuarial risks. These risks are:- (i) investment risk, (ii) interest rate risk (discount rate risk), (iii) mortality risk and (iv) salary growth risk.

Investment risk	The present value of the defined benefit plan liability is calculated using a discount rate determined by reference to Government Bonds Yield. If plan liability is funded and return on plan assets is below this rate, it will create a plan deficit.
Interest rate risk (discount rate risk)	A decrease in the bond interest rate (discount rate) will increase the plan liability
Mortality risk	The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants. For this report we have used Indian Assured Lives Mortality (2012-14) ultimate table. A change in mortality rate will have a bearing on the plan's liability.
Salary growth risk	The present value of the defined benefit plan liability is calculated with the assumption of salary increase rate of plan participants in future. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have a bearing on the plan's liability.

The most recent actuarial valuation of the plan assets and the present value of the defined benefit obligation were carried out as at March 31, 2026. The present value of defined benefit obligation, and the related current service cost and past service cost, were measured using the projected unit credit method.

(ii) Principal actuarial assumptions:

Principle actuarial assumption used to determine the present value of the benefit obligation are as follows:

S. No.	Particulars	Refer note below	As at March 31, 2026	As at March 31, 2025
i.	Discount rate (p.a.)	1	7.25% - 7.78%	6.75%-6.99%
ii.	Rate of return on assets	2	6.99%	7.22%
iii.	Salary escalation rate (p.a.)	3	5.00%-6.00%	5.00%-6.00%

Notes

1 The discount rate is based on the prevailing market yields of Indian Government securities as at the balance sheet date for the estimated term of obligations.

2 The expected return is based on the expectation of the average long term rate of return expected on investments of the fund during the estimated term of the obligations.

3 The estimates of future salary increases considered takes into account the inflation, seniority, promotion and other relevant factors.

(iii) Demographic assumptions:

	As at March 31, 2026	As at March 31, 2025
Retirement age	58	58
Mortality rate	100% of IALM (2012 - 14)	100% of IALM (2012 - 14)
Attrition rate		
- Service up to 30 years	3%	3%
- Service from 31 years to 44 years	2%	2%
- Service above 44 years	1%	1%

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

The following tables set out the funded and unfunded status of the gratuity plan and amounts recognised in the Group's financial statements:

a. Amounts recognised in the statement of profit and loss in respect of these defined benefits plans are as follows:

Particulars	Funded plan		Unfunded plan	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
Current service cost	40.92	44.25	90.40	72.25
Past service cost	19.05	-	56.58	0.00
Net interest expenses	1.46	4.95	38.32	29.66
Components of defined benefit	**61.43**	**49.20**	**185.30**	**101.92**

b. Remeasurement (gain)/ loss recognised in other comprehensive income/(loss) :

Particulars	Funded plan		Unfunded plan	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
Add: Actuarial (gains)/losses due to change in demographic assumptions	-	-	-	-
Add: Actuarial (gains)/losses due to change in financial assumptions	(35.83)	9.75	(71.88)	9.84
Add: Actuarial (gains)/losses due to change in experience variance	1.95	10.94	19.95	(21.14)
Less: Actuarial gains/(losses) due to change in plan assets	2.19	2.60	-	-
Component of defined benefit costs recognised in other comprehensive income	**(36.07)**	**18.09**	**(51.93)**	**(11.30)**

The current service cost and the net interest expense for the year are included in the 'Employee benefits expense' in the statement of profit and loss. The remeasurement of the net defined benefit liability is included in the other comprehensive income.

c. Net defined benefit asset/ (liability) recognised in the balance sheet :

Particulars	As at March 31, 2026	As at March 31, 2025
Present value of defined benefit obligation	1,026.35	915.43
Less : Fair value of plan assets	(370.20)	(342.56)
Funded status - Surplus/(deficit)	**(656.15)**	**(572.87)**
Current portion (refer note 21)	96.83	87.34
Non-current portion (refer note 21)	559.32	485.53

d. Movement in the fair value of the defined benefit obligation:

Particulars	Funded plan		Unfunded plan	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
Opening defined benefit obligation	363.48	379.34	551.95	313.17
Current service cost	40.92	44.25	90.40	72.25
Past Service Cost	19.05	-	56.58	0.00
Interest cost	25.39	27.39	38.32	29.66
Actuarial (gain)/loss on obligation	(33.88)	20.69	(51.93)	(11.30)
Acquisition adjustment				
- In	0.23	0.21	11.96	163.86
- Out	(11.96)	(46.58)	(0.23)	(0.21)
Benefits paid	(19.41)	(61.82)	(54.52)	(15.49)
Closing defined benefit obligations	**383.82**	**363.48**	**642.53**	**551.95**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

e. Movement in the fair value of the plan assets are as follows:

Particulars	Funded plan		Unfunded plan	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
Opening fair value of plan assets	342.56	310.77	-	-
Expected return on plan assets	23.94	22.44	-	-
Contributions received	20.92	68.57	-	-
Benefits paid	(19.41)	(61.82)	-	-
Actuarial gain / (loss)	2.19	2.60	-	-
Closing fair value of plan assets	**370.20**	**342.56**	**-**	**-**

The plan assets of the Holding company managed through trusts namely Skyways Air Services Pvt Ltd Employees Group Gratuity Trust ("the trusts"). The trusts have taken Holding Company's Gratuity Scheme which is administered by Life Insurance Corporation ("LIC") of India. The plan assets of the holding company are managed through the trusts. The details of investments relating to these assets are not shown by them. Hence, the composition of each major category of plan assets, the percentage or amount that each major category constitutes to the fair value of the total plan assets has not been disclosed.

	As at March 31, 2026	As at March 31, 2025
Broad categories of plan assets as a percentage of total assets		
Insurer managed funds	100.00%	100.00%
	100.00%	**100.00%**

f. Sensitivity analysis

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate and expected salary increase. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting year, while holding all other assumptions constant.

Particulars	Funded plan		Unfunded plan	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
(i). Impact of change in the discount rate				
a) Impact Due to Increase of	(20.34)	(20.93)	(17.69)	(17.53)
b) Impact Due to Decrease of	22.17	22.89	19.08	19.00
(ii). Impact of change in the Salary Increase				
a) Impact Due to Increase of	19.34	19.42	14.71	15.98
b) Impact Due to Decrease of	(18.02)	(17.88)	(13.05)	(14.90)

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit liability recognised in the Balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

g. The expected maturity analysis of undiscounted defined benefit obligation is as follows:

	As at March 31, 2026	As at March 31, 2025
Expected cash flows over the next		
Within the next 12 months	118.34	98.19
Between 2 and 5 years	168.70	149.58
More than 5 years	739.31	667.66

h. Expected Group contributions for the next year — 212.29 | 188.30

i. Actuarial assumptions on compensated absences

S. No.	Particulars	Refer note below	As at March 31, 2026	As at March 31, 2025
i.	Discount rate (p.a.)	1	7.25% - 7.78%	6.75%-6.99%
ii.	Salary escalation rate (p.a.)	3	5.00%-6.00%	5.00%-6.00%

Notes
1. The discount rate is based on the prevailing market yields of Indian Government securities as at the balance sheet date for the estimated term of obligations.
2. The compensated absences plan is unfunded.
3. The estimates of future salary increase considered takes into account the inflation, seniority, promotion and other relevant factors.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

37 Capital Management

For the purposes of Group's capital management, Capital includes equity attributable to the equity holders of the group and all other equity reserves. The primary objective of the Group's capital management is to safeguard its ability to continue as going concern and to ensure that it maintains an efficient capital structure and maximize shareholder value.

The Group manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. The Group is not subject to any externally imposed capital requirements. No changes were made in the objectives, policies or processes for managing capital during the year ended March 31, 2026 and March 31, 2025. Capital gearing ratio is net debt including lease liability divided by total capital plus net debt and Net debt is calculated as loans and borrowings less cash and cash equivalent.

The following table summarizes the capital structure of the Group:

	As at March 31, 2026	As at March 31, 2025
Debt including lease liability (a)	62,651.26	56,497.97
Cash and cash equivalents (b)	12,820.66	14,122.33
Total Cash (b)	**12,820.66**	**14,122.33**
Net debt (c = (a-b))	**49,830.60**	**42,375.64**
Total equity	49,473.52	39,231.91
Capital and net debt	**99,304.12**	**81,607.55**
Gearing ratio (net debt/capital and net debt)	**50.18%**	**51.93%**

38 Financial Instruments

A. Financial risk management objective and policies

The carrying value and fair value of financial instruments by categories were as follows:

Financial assets and liabilities:
The accounting classification of each category of financial instruments, and their carrying amounts, are set out below:

As at March 31, 2026	FVTPL	FVTOCI	Amortised Cost	Total carrying value	Total fair value
Financial assets					
Investments	2,823.93	-	-	2,823.93	2,823.93
Trade receivables	-	-	57,947.65	57,947.65	57,947.65
Cash and cash equivalents	-	-	12,820.66	12,820.66	12,820.66
Other Bank balances	-	-	5,933.31	5,933.31	5,933.31
Loans	-	-	117.11	117.11	117.11
Other financial assets	-	-	22,495.81	22,495.81	22,495.81
Total	**2,823.93**	**-**	**99,314.54**	**1,02,138.47**	**1,02,138.47**
Financial liabilities					
Borrowings	-	-	62,405.68	62,405.68	62,405.68
Lease liabilities	-	-	245.58	245.58	245.58
Trade payables	-	-	34,451.44	34,451.44	34,451.44
Other financial liabilities	-	-	1,155.64	1,155.64	1,155.64
Total	**-**	**-**	**98,258.34**	**98,258.34**	**98,258.34**

As at March 31, 2025	FVTPL	FVTOCI	Amortised Cost	Total carrying value	Total fair value
Financial assets					
Investments	2,661.47	-	-	2,661.47	2,661.47
Trade receivables	-	-	45,596.83	45,596.83	45,596.83
Cash and cash equivalents	-	-	14,122.33	14,122.33	14,122.33
Other Bank balances	-	-	5,235.37	5,235.37	5,235.37
Loans	-	-	98.91	98.91	98.91
Other financial assets	-	-	17,886.85	17,886.85	17,886.85
Total	**2,661.47**	**-**	**82,940.29**	**85,601.76**	**85,601.76**
Financial liabilities					
Borrowings	-	-	55,843.14	55,843.14	55,843.14
Lease liabilities	-	-	654.83	654.83	654.83
Trade payables	-	-	24,543.94	24,543.94	24,543.94
Other financial liabilities	-	-	8,833.17	8,833.17	8,833.17
Total	**-**	**-**	**89,875.08**	**89,875.08**	**89,875.08**

Note:
Investments above exclude investment in subsidiares and associates amounting of INR 101.38 lacs and INR 105.82 lacs as at March 31, 2026 and March 31, 2025 respectively which is measured at cost.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

B. Fair value measurements

The management assessed that cash and cash equivalents, other bank balances, trade receivables, trade payables, borrowings, other current financial assets, loans and other current financial liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of the other financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

1) The fair value of unquoted instruments, loans from banks, other non-current financial assets and non-current financial liabilities is estimated by discounting future cash flows using rates currently available for debt on similar terms, credit risk and remaining maturities. The valuation requires management to use unobservable inputs in the model, of which the significant unobservable inputs are disclosed in the tables below. Management regularly assesses a range of reasonably possible alternatives for those significant unobservable inputs and determines their impact on the total fair value.

2) The fair values of the Group's interest-bearing borrowings are determined by using effective interest rate (EIR) method using discount rate that reflects the issuer's borrowing rate as at the end of the reporting period. The own non-performance risk as at March 31, 2026 was assessed to be insignificant.

3) Long-term receivables/payables are evaluated by the Group based on parameters such as interest rates, risk factors, individual creditworthiness of the counterparty and the risk characteristics of the financed project. Based on this evaluation, allowances are taken into account for the expected credit losses of these receivables.

4) Fair value hierarchy
Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.
Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

	Fair value as at		Fair value hierarchy (Level)	Valuation techniques and key inputs
Financial assets	**As at March 31, 2026**	**As at March 31, 2025**		
Investments in mutual funds	2,823.93	2,661.47	Level 1	see note i below
Total Financial assets	**2,823.93**	**2,661.47**		

Note:
i. Investment in mutual funds traded in active markets are determined by reference to quotes from the financial institutions; for example: Net asset value (NAV) for investments in mutual funds declared by mutual fund house.

Fair value of the financial assets and liabilities that are not measured at fair value (but fair value disclosures are required)
The management considers that the carrying amounts of financial assets and financial liabilities having short term maturities recognised in the financial statement approximates their fair values.

Risk management objectives
Risk management framework

The Group has exposure to the following risks arising from financial instruments:
- Market risk
- Liquidity risk
- Credit risk

The holding company's board of directors has overall responsibility for the establishment and oversight of the Group's risk management framework.

The Group's risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed periodically to reflect changes in market conditions and the Group's activities. The Group, through its training, standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The audit committee oversees how management monitors compliance with the Group's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Group. The audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and adhoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

a) Market risk :
Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprises three types of risk: currency rate risk, interest rate risk and other price risks, such as equity price risk and commodity price risk. Financial instruments affected by market risks include loans and borrowings, deposits, investments , and foreign currency receivables and payables. The sensitivity analysis in the following sections relate to the position as at reporting date. The analysis exclude the impact of movements in market variables on: the carrying values of gratuity and other post-retirement obligations; provisions; and the non-financial assets and liabilities. The sensitivity of the relevant Profit and Loss item and equity is the effect of the assumed changes in the respective market risks. This is based on the financial assets and financial liabilities held as at March 31, 2026 and March 31, 2025.

(i) Price risk
The Group manages surplus funds through investments in mutual fund plans. The NAV declared by Asset Management Companies (AMC) has generally remained constant on the mutual fund plans taken by the Group. However, if the NAV of the fund is increased/decreased by 5%, the sensitivity analysis has been mentioned below:

	As at	Closing balance	Impact on profit or loss	
			5% increase	5% decrease
Investments in mutual funds (Impact on profit and loss)	March 31, 2026	2,823.93	141.20	(141.20)
Investments in mutual funds (Impact on profit and loss)	March 31, 2025	2,661.47	133.07	(133.07)

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

(ii) Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's operating activities (when revenue or expense is denominated in foreign currency). The Group evaluates exchange rate exposure arising from foreign currency transactions and follows established risk management policies.

Foreign currency risk sensitivity

The following tables demonstrate the sensitivity to a reasonably possible change in USD, EUR, JPY, NPR, SEK, AED, AUD, CHF, HKD, DKK, GBP & SGD exchange rates, with all other variables held constant. The impact on the Group profit before tax and equity is due to changes in the fair value of monetary assets and liabilities. Foreign currency exposures recognised by the Group that have not been hedged by a derivative instrument or otherwise are as under:

Nature	Currency	As at March 31, 2026		Impact on profit before tax and equity	
		Foreign Currency in Lacs.	Indian Rupees in Lacs.	1% increase in Lacs.	1% decrease in Lacs.
Receivable	US Dollar (USD)	89.94	8,330.21	83.30	(83.30)
Receivable	EURO (EUR)	1.66	180.96	1.81	(1.81)
Receivable	British Pound Sterling (GBP)	1.95	245.54	2.46	(2.46)
Receivable	Canadian dollar (CAD)	0.02	1.15	0.01	(0.01)
Receivable	United Arab Emirates Dirham (AED)	0.32	8.26	0.08	(0.08)
Receivable	Singapore Dollar (SGD)	0.00	0.23	0.00	(0.00)
Balances with banks	US Dollar (USD)	3.05	289.30	2.89	(2.89)
Balances with banks	EURO (EUR)	1.44	136.49	1.36	(1.36)
Payable	US Dollar (USD)	32.77	3,095.58	(30.96)	30.96
Payable	EURO (EUR)	2.80	305.00	(3.05)	3.05
Payable	British Pound Sterling (GBP)	0.94	117.42	(1.17)	1.17
Payable	Singapore Dollar (SGD)	0.07	4.99	(0.05)	0.05
Payable	Japanese Yen (JPY)	18.20	10.79	(0.11)	0.11
Payable	Hong Kong Dollar (HKD)	1.73	20.74	(0.21)	0.21
Payable	Swedish Krona (SEK)	0.05	0.48	(0.00)	0.00
Payable	Australian Dollar (AUD)	0.02	1.66	(0.02)	0.02
Payable	Swiss France (CHF)	0.01	1.57	(0.02)	0.02

Nature	Currency	As at March 31, 2025		Impact on profit before tax and equity	
		Foreign Currency in Lacs.	Indian Rupees in Lacs.	1% increase in Lacs.	1% decrease in Lacs.
Receivable	US Dollar (USD)	89.60	7,662.88	76.63	(76.63)
Receivable	EURO (EUR)	1.25	115.61	1.16	(1.16)
Receivable	British Pound Sterling (GBP)	2.62	288.50	2.88	(2.88)
Receivable	Swiss France (CHF)	0.01	0.51	0.01	(0.01)
Receivable	Australian Dollar (AUD)	0.01	0.47	0.00	(0.00)
Receivable	Singapore Dollar (SGD)	0.00	0.18	0.00	(0.00)
Balances with banks	US Dollar (USD)	8.39	718.34	7.18	(7.18)
Payable	US Dollar (USD)	24.82	2,123.03	(21.23)	21.23
Payable	EURO (EUR)	1.63	150.09	(1.50)	1.50
Payable	British Pound Sterling (GBP)	0.77	84.71	(0.85)	0.85
Payable	Singapore Dollar (SGD)	0.07	4.33	(0.04)	0.04
Payable	Swiss France (CHF)	0.01	1.16	(0.01)	0.01
Payable	Japanese Yen (JPY)	5.42	3.09	(0.03)	0.03
Payable	Hong Kong Dollar (HKD)	1.87	20.57	(0.21)	0.21
Payable	Danish Krone (DKK)	0.02	0.23	(0.00)	0.00
Payable	Australian Dollar (AUD)	0.03	1.69	(0.02)	0.02
Payable	United Arab Emirates Dirham (AED)	0.00	0.04	(0.00)	0.00
Payable	South African Rand (ZAR)	0.94	4.27	(0.04)	0.04

(iii) Interest Rate Risk

Interest rate is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. As majority of the financial assets and liabilities of the Group are either non-interest bearing or fixed interest bearing instruments, the Group's net exposure to interest risk is as follows:-

	As at	Closing balance	Impact on profit or loss	
			1% increase	1% decrease
Borrowings (Impact on profit and loss)	March 31, 2026	50,262.58	(502.63)	502.63
Borrowings (Impact on profit and loss)	March 31, 2025	49,570.30	(495.70)	495.70

b) Liquidity risk

Liquidity risk is defined as the risk that the Group will not be able to settle or meet its obligations on time or at reasonable price. The Group's objective is to at all times maintain optimum levels of liquidity to meet its cash and liquidity requirements. The Group closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate source of financing through the use of short term bank deposits, mutual funds and cash credit facility. Processes and policies related to such risks are overseen by senior management. Management monitors the Group's liquidity position through rolling forecasts on the basis of expected cash flows. The Group assessed the concentration of risk with respect to its debt and concluded it to be low. The Group remains committed to maintaining a healthy liquidity, gearing ratio, deleveraging and strengthening our balance sheet. The maturity profile of the Group's financial liabilities based on the remaining period from the date of balance sheet to the contractual maturity date is given in the table below. The figures reflect the contractual undiscounted cash obligation of the Group.

	As at March 31, 2026				
Financial liabilities	**Less than 1 year**	**1-2 years**	**2-5 years**	**More than 5 years**	**Total**
Borrowings (refer note 19)*	55,507.43	5,042.47	6,724.22	324.64	67,598.76
Lease liabilities	211.73	48.03	-	-	259.76
Trade payables (refer note 23)	34,451.44	-	-	-	34,451.44
Other financial liabilities (refer note 21)	1,155.64	-	-	-	1,155.64
	91,326.24	**5,090.50**	**6,724.22**	**324.64**	**1,03,465.60**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

	As at March 31, 2025				
Financial liabilities	**Less than 1 year**	**1-2 years**	**2-5 years**	**More than 5 years**	**Total**
Borrowings (refer note 19)*	46,779.30	5,111.75	5,111.75	932.34	57,935.14
Lease liabilities	271.37	219.96	103.20	1,126.03	1,720.56
Trade payables (refer note 23)	24,543.94	-	-	-	24,543.94
Other financial liabilities (refer note 21)	8,223.33	5.94	-	-	8,229.27
	79,817.94	**5,337.65**	**5,214.95**	**2,058.37**	**92,428.91**

*It includes contractual interest payment based on interest rate prevailing at the end of the reporting period.

c) Credit risk

Credit Risk is the risk that the counter party will not meet its obligation under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks, foreign exchange transactions and other financial instruments.

Possible credit risk	Credit risk management
Credit risk related to trade receivables and loans	Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's receivables from customers and investment securities. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Group grants credit terms in the normal course of business. The Group establishes an allowance for doubtful debts and impairment that represents its estimate of incurred losses in respect of trade and other receivables and investments. The loans advanced by the Group carries interest and are granted after evaluating the purpose and credit worthiness of the counter party. Moreover, given the diverse nature of the Group's businesses trade receivables are spread over a number of customers with no significant concentration of credit risk. No single customer accounted for 10% or more of trade receivable on a % basis in any of the years indicated. Receivables are deemed to be past due or impaired with reference to the Group's normal terms and conditions of business. These terms and conditions are determined on a case to case basis with reference to the customer's credit quality and prevailing market conditions. Receivables that are classified as 'past due' in the above tables are those that have not been settled within the terms and conditions that have been agreed with that customer. An impairment analysis is performed at each reporting date on trade receivables by lifetime expected credit loss method based on provision matrix. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets. The Group does not hold collateral as security. The Group evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several jurisdictions and industries and operate in largely independent markets.
Credit risk related to bank balances	Group holds bank balances with reputed and creditworthy banking institution within the approved exposures limit of each bank. None of the Group's cash equivalents, including time deposits with banks, are past due or impaired. Credit risk from balances with banks and financial institutions is managed by the Group's treasury department in accordance with the Group's policy. Investments of surplus funds are made in mutual funds, bank deposits and other risk free securities. The limits are set to minimize the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments. The Group's maximum exposure to credit risk for the components of the balance sheet at March 31, 2026 is the carrying amounts . The Group's maximum exposure relating to financial instrument is noted in liquidity table below.

Trade Receivables and other financial assets are written off when there is no reasonable expectation of recovery, such as debtor failing to engage in the repayment plan with the Group.

	As at March 31, 2026	As at March 31, 2025
Financial assets for which allowance is		
Cash and cash equivalents	12,820.66	14,122.33
Other Bank balances	5,933.31	5,235.37
Loans	117.11	98.91
Other financial assets	22,495.81	17,886.85
Financial assets for which allowance is		
Trade receivables	57,947.65	45,596.83

Credit risk related to investments	The Group has made investments in highly liquid public sector mutual funds to meet their short term liquidity objectives. The Group analyses the credit worthiness of the party before investing their funds. The Group limits its exposure to credit risk by generally investing in liquid securities and only with counterparties that have a good credit rating. The Group does not expect any losses from non-performance by these counter-parties, and does not have any significant concentration of exposures to specific industry sectors or specific country risks.
Other credit risk	The Group is exposed to credit risk in relation to loans and financial guarantees given on behalf of subsidiaries companies.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

39 Segment Information

39.1 Description of Segment and principal activities

As per Ind AS-108, "Operating Segment" (specified under the section 133 of the Companies Act 2013 (the Act) read with Companies (Indian Accounting Standards) Rule 2015 (as amended from time to time) and other relevant provision of the Act) the Group's chief operating decision maker, i.e. Managing Director ('CODM') has identified Logistic services and other related services as the reportable segments.

Since the group is having only one reportable segment hence disclosure requirement as per Ind AS 108 is not applicable.

39.2 Geographical Information

The following table provides an analysis of the Group's sales by region in which the customer is located, irrespective of origin of the services.

	Revenue from operations	
	Year ended March 31, 2026	Year ended March 31, 2025
Within India	2,11,085.34	1,61,935.55
Outside India	70,204.55	62,846.94
Total	**2,81,289.89**	**2,24,782.49**

	Non-current assets*	
	As at March 31, 2026	As at March 31, 2025
Within India	34,448.45	29,196.49
Outside India	679.89	601.39
Total	**35,128.34**	**29,797.88**

*Non-Current assets for this purpose excludes non-current investments and investments in associates and joint ventures and deferred tax assets.

39.3 No single customer has accounted for more than 10% of the Group's revenue for the year ended March 31, 2026 and March 31, 2025.

(The space has been left blank intentionally)

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

40 Related party disclosures

List of related parties and relationships

i. List of related parties

Subsidiaries	Skyways SLS Logistik GMBH Surgeport Logistics Private Limited Phantom Road Express Private Limited (formerly known as Phantom Express Private Limited) SLS Logistik Academy Private Limited Skart Global Express Private Limited Skyways SLS Logistik Company Limited (Vietnam) Sgate Tech Solutions Private Limited Brace Port Logistics Limited Forin Container Line Private Limited Skyways SLS Logistik Private Limited Hubload SLS Services Private Limited SLS ASAP Tech Systems Private Limited (formerly known as Northport Logistics Private Limited) Skyways SLS Cargo Services LLC UAE Skyways SLS Logistik Co Ltd (Hong Kong) Rahat Continental Private Limited RIV Worldwide Limited Bolt Freight INC (Trade Name: RIV Worldwide INC) Braceport Logistics L.L.C-FZ Odyssey Logistics USA LLC Phantom Road Express Ltd RIV worldwide Inc - Canada Skyways SLS Logistics Services Company Cloudport Logistics Private Limited SLS Retail Supermart Private Limited CTC Air Carrier Private Limited (w.e.f. August 14, 2024) Skyways SLS Logistik Co., Limited (Cambodia) Odyssey Logistics Private Limited (w.e.f. January 27, 2025) Avito Global Freight Private Limited
Associates	Skyways SLS Frugal (BD) Private Limited Skyways SLS Logistik Company Limited (THB) AllGlobal Logistics Inc.
Key Managerial Personnel (KMP)	Sudershan Lal Sharma (Chairman) (upto March 01, 2025) Yashpal Sharma (Chairman & Managing Director) Tarun Sharma (Whole Time Director) Himanshu Chhabra (Whole Time Director & Chief Financial Officer) Rohit Sehgal (Whole Time Director) Rajiv Gul Hariramani (Whole Time Director) Hitesh Kumar (Company Secretary and Compliance Officer) (w.e.f. June 06, 2025) Ranjit Kumar Pachnanda (Independent Director) (w.e.f. May 31, 2025) Subir Bikas Mitra (Independent Director) (w.e.f. May 31, 2025) Rajni (Independent Director) (w.e.f. May 31, 2025) Rupinder Kaur (Independent Director) (w.e.f. May 31, 2025) Santosh Ramanuj Tiwari (Independent Director) (w.e.f. May 31, 2025)
Relative of KMP	Vinod Sharma Sharad Sharma Bharti Sharma Ramesh Bhaglal Prerna Sharma Pratishtha Sharma Deepa Khosla Shruti Chhabra Brinda Sehgal Hema Hariramani Kabir Sehgal (HUF) Rajiv Gul Hariramani (HUF) Akshita Sehgal Lata Gul Hariramani Gazal Sharma Aashna Prakash Rochlani
Enterprises Over which KMP has significant control	Forin Container Line (partnership firm) ZIV Hotels Private Limited Skyways Air Services Pvt Ltd Employees Group Gratuity Trust Skyways Air Services Private Limited Employee Welfare Trust Forin Container Line Trust SLS Retail Supermart Private Limited (upto January 31,2024) Overseas Freight Movers

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

ii. Transactions occurred during the year

Particular	Relation	Amount	
		Year ended March 31, 2026	Year ended March 31, 2025
a. Sale of service			
Skyways SLS Frugal (BD) Private Limited	Associate	188.89	80.48
Skyways SLS Logistik Company Limited (THB)	Associate	9.01	2.09
Yashpal Sharma	Key Managerial Personnel	45.08	-
Hema Hariramani	Relative of Key Managerial Personnel	-	0.03
ZIV Hotels Private Limited	Enterprises Over which KMP has significant control	-	2.35
		242.98	**84.95**
b. Sale of Product			
Rohit Sehgal	Key Managerial Personnel	0.50	0.47
Yashpal Sharma	Key Managerial Personnel	1.91	0.72
Himanshu Chhabra	Key Managerial Personnel	1.07	0.05
Sudershan Lal Sharma	Key Managerial Personnel	1.07	1.43
Pratishtha Sharma	Relative of Key Managerial Personnel	1.12	1.29
Bharti Sharma	Relative of Key Managerial Personnel	9.50	10.13
Deepa Khosla	Relative of Key Managerial Personnel	0.07	0.09
Shruti Chhabra	Relative of Key Managerial Personnel	-	0.69
Gazal Sharma	Relative of Key Managerial Personnel	-	0.57
		15.24	**15.44**
c. Purchase of service			
Skyways SLS Frugal (BD) Private Limited	Associate	2,080.32	941.38
Skyways SLS Logistik Company Limited (THB)	Associate	93.62	104.58
Lata Gul Hariramani	Relative of Key Managerial Personnel	-	0.60
Rajiv Gul Hariramani (HUF)	Relative of Key Managerial Personnel	-	0.13
Aashna Prakash Rochlani	Relative of Key Managerial Personnel	-	4.51
Overseas freight movers	Enterprises Over which KMP has significant control	3.49	1.37
		2,177.43	**1,052.57**
d. Rent expense			
Tarun Sharma	Key Managerial Personnel	45.00	5.00
Sudershan Lal Sharma	Key Managerial Personnel	12.00	1.00
Vinod Sharma	Relative of Key Managerial Personnel	2.40	92.47
Lata Gul Hariramani	Relative of Key Managerial Personnel	0.99	1.29
Overseas Freight Movers	Enterprises Over which KMP has significant control	45.00	5.00
		105.39	**104.76**
e. Remuneration			
Sudershan Lal Sharma	Key Managerial Personnel	238.07	219.80
Yashpal Sharma	Key Managerial Personnel	251.15	230.11
Tarun Sharma	Key Managerial Personnel	162.82	143.38
Himanshu Chhabra	Key Managerial Personnel	92.27	81.28
Rohit Sehgal	Key Managerial Personnel	91.52	80.60
Rajiv Gul Hariramani	Key Managerial Personnel	87.65	77.67
Hitesh Kumar	Key Managerial Personnel	10.70	-
Sharad Sharma	Relative of Key Managerial Personnel	-	18.11
Ramesh Bhaglal	Relative of Key Managerial Personnel	-	4.62
Pratishtha Sharma	Relative of Key Managerial Personnel	21.50	19.91
Akshita Sehgal	Relative of Key Managerial Personnel	14.55	13.55
Deepa Khosla	Relative of Key Managerial Personnel	7.73	17.52
		977.96	**906.54**
f. Investment in equity shares			
Skyways SLS Logistik Company Limited (THB)	Associate	-	37.13
		-	**37.13**
g. Director Sitting Fees			
Ranjit Kumar pachnanda	Key Managerial Personnel	2.32	-
Subir Bikas Mitra	Key Managerial Personnel	2.47	-
Rajni	Key Managerial Personnel	5.62	-
Rupinder Kaur	Key Managerial Personnel	3.53	-
Santosh Ramanuj Tiwari	Key Managerial Personnel	3.42	-
		17.36	-

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

ii. Transactions occurred during the year

Particular	Relation	Amount	
		Year ended March 31, 2026	Year ended March 31, 2025
h. Purchase of Property, Plant & Equipment			
Yashpal Sharma	Key Managerial Personnel	900.00	-
Tarun Sharma	Key Managerial Personnel	900.00	-
Vinod Sharma	Relative of Key Managerial Personnel	23.79	-
		1,823.79	**-**
i. Borrowings taken			
Tarun Sharma	Key Managerial Personnel	-	0.24
Bharti Sharma	Relative of Key Managerial Personnel	-	0.10
		-	**0.34**
j. Borrowings repaid			
Bharti Sharma	Relative of Key Managerial Personnel	-	0.10
		-	**0.10**
k. Reimbursement of expenses			
Skyways SLS Frugal (BD) Private Limited	Associate	3.00	-
AllGlobal Logistics Inc.	Associate	0.35	
Tarun Sharma	Key Managerial Personnel	1.68	-
Bharti Sharma	Relative of Key Managerial Personnel	0.59	-
Deepa Khosla	Relative of Key Managerial Personnel	1.35	
Prerna Sharma	Relative of Key Managerial Personnel	0.59	-
Overseas Freight Movers	Enterprises Over which KMP has significant control	11.82	-
		19.38	**-**
l. Legal & Professional expense			
Rajiv Gul Hariramani (HUF)	Relative of Key Managerial Personnel	2.25	4.56
Aashna Prakash Rochlani	Relative of Key Managerial Personnel	2.68	10.29
Lata Gul Hariramani	Relative of Key Managerial Personnel	0.60	1.80
Hema Hariramani	Relative of Key Managerial Personnel	5.05	11.86
		10.58	**28.51**
m. Security Deposit Given			
Tarun Sharma	Key Managerial Personnel	-	3.75
Yashpal Sharma	Key Managerial Personnel	-	3.75
Sudershan Lal Sharma	Key Managerial Personnel	-	4.50
		-	**12.00**
n. Security deposit received back			
Yashpal Sharma	Key Managerial Personnel	1.50	-
Tarun Sharma	Key Managerial Personnel	1.50	-
Vinod Sharma	Relative of Key Managerial Personnel	6.00	18.00
		9.00	**18.00**
o. Dividend paid			
Tarun Sharma	Key Managerial Personnel	76.04	152.07
Yashpal Sharma	Key Managerial Personnel	108.69	217.38
Himanshu Chhabra	Key Managerial Personnel	10.16	20.86
Rohit Sehgal	Key Managerial Personnel	10.43	20.86
Rajiv Gul Hariramani	Key Managerial Personnel	3.14	6.28
Hema Hariramani	Relative of Key Managerial Personnel	0.11	-
		208.57	**417.45**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

iii. Balances outstanding as at the year end

Particular	Relation	Amount As at March 31, 2026	Amount As at March 31, 2025
a. Trade payable			
Skyways SLS Frugal (BD) Private Limited	Associate	939.37	705.80
Skyways SLS Logistik Company Limited (THB)	Associate	14.20	27.24
Tarun Sharma	Key Managerial Personnel	-	4.50
Sudershan Lal Sharma	Key Managerial Personnel	-	0.90
Vinod Sharma	Relative of Key Managerial Personnel	-	0.79
Overseas Freight Movers	Enterprises Over which KMP has significant control	13.37	7.47
		966.94	**746.69**
b. Trade receivable			
Skyways SLS Logistik Company Limited (THB)	Associate	-	0.07
Himanshu Chhabra	Key Managerial Personnel	-	0.02
Yashpal Sharma	Key Managerial Personnel	50.49	-
Rohit Sehgal	Key Managerial Personnel	0.22	-
Pratishtha Sharma	Relative of Key Managerial Personnel	1.24	-
Bharti Sharma	Relative of Key Managerial Personnel	8.02	-
		59.97	**0.09**
c. Other liabilities			
Rohit Sehgal	Key Managerial Personnel	5.12	5.97
Yashpal Sharma	Key Managerial Personnel	20.93	25.64
Tarun Sharma	Key Managerial Personnel	0.63	-
Ranjit Kumar pachnanda	Key Managerial Personnel	0.14	-
Subir Bikas Mitra	Key Managerial Personnel	0.14	-
Rajni	Key Managerial Personnel	0.14	-
Rupinder Kaur	Key Managerial Personnel	0.14	-
Santosh Ramanuj Tiwari	Key Managerial Personnel	0.14	-
Skyways Air Services Private Limited Employee Welfare Trust	Enterprises Over which KMP has significant control	7.56	4.55
		34.94	**36.16**
d. Investments			
Skyways SLS Frugal (BD) Private Limited	Associate	85.14	75.75
Skyways SLS Logistik Company Limited (THB)	Associate	16.24	30.06
		101.38	**105.81**
e.Remuneration Payable			
Sudershan Lal Sharma	Key Managerial Personnel	12.35	10.99
Yashpal Sharma	Key Managerial Personnel	24.98	9.96
Tarun Sharma	Key Managerial Personnel	20.82	7.15
Himanshu Chhabra	Key Managerial Personnel	12.00	4.41
Rohit Sehgal	Key Managerial Personnel	12.01	4.31
Rajiv Gul Hariramani	Key Managerial Personnel	11.57	4.35
Hitesh Kumar	Key Managerial Personnel	1.08	-
Akshita Sehgal	Relative of Key Managerial Personnel	1.17	0.89
Pratishtha Sharma	Relative of Key Managerial Personnel	1.65	1.26
Deepa Khosla	Relative of Key Managerial Personnel	-	1.32
		97.63	**44.64**
f. Advance to vendor			
Vinod Sharma	Relative of Key Managerial Personnel	-	6.00
		-	**6.00**
g. Security Deposit Given			
Sudershan Lal Sharma	Key Managerial Personnel	4.50	4.50
Yashpal Sharma	Key Managerial Personnel	2.25	3.75
Tarun Sharma	Key Managerial Personnel	2.25	3.75
Lata Gul Hariramani	Relative of Key Managerial Personnel	0.30	0.30
		9.30	**12.30**
h. Other Receivables			
AllGlobal Logistics Inc.	Associate	0.35	-
Forin Container Line Trust	Enterprises Over which KMP has significant control	4.08	6.61
Forin Container Line (partnership firm)	Enterprises Over which KMP has significant control	9.82	9.71
		14.25	**16.32**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

41 Business Combination

(a) Non Controlling Interest

Set out below are the details of non-controlling interest as at the end of reporting period

Name of the entity	As at March 31, 2026	As at March 31, 2025
Surgeport Logistics Private Limited	(57.41)	(35.46)
SLS Logistik Academy Private Limited	(2.04)	(3.03)
Skart Global Express Private Limited	22.57	44.95
Skyways SLS Logistik Company Limited (Vietnam)	482.27	360.50
Sgate Tech Solutions Private Limited	293.37	196.14
Brace Port Logistics Limited	2,921.43	2,748.39
Skyways SLS Cargo Services LLC (Dubai-UAE)	50.98	73.77
Forin Container Line Private Limited	649.53	559.65
Rahat Continental Private Limited	2,223.71	2,135.03
SLS Retail Supermart Private Limited	(16.52)	10.54
RIV Worldwide Limited	450.56	332.92
Bolt Freight INC	306.21	235.40
Cloudport Logistics Private Limited	(8.21)	(5.13)
CTC Air Carrier Private Limited	313.08	206.36
Skyways SLS Logistik Co., Limited (Cambodia)	19.53	21.30
Brace Port Logistics LLC	(6.58)	(3.65)
Odyssey Logistics Private Limited	8,626.96	7,641.12
RIV Worldwide Limited - Canada	6.81	(0.94)
Phantom Road Express Ltd	(51.96)	-
Skyways SLS Logistics Services Company (Saudi Arabia)	(14.98)	-
	16,209.31	**14,517.86**

(b) Goodwill recognised in the consolidated financial statements is in respect of the following acquisitions

Goodwill arising on a business combination is allocated to the Group at the time of acquisition considering the Group is expected to benefit from that business combination. The carrying amount of goodwill is as follows:

Name of the entity	As at March 31, 2026	As at March 31, 2025
Sgate Tech Solutions Private Limited	23.99	23.99
Forin Container Line Private Limited	387.53	387.53
Rahat Continental Private Limited	103.63	103.63
SLS Retail Supermart Private Limited	133.20	133.20
RIV Worldwide Limited	1,100.13	1,100.13
CTC Air Carrier Private Limited	338.53	338.53
Odyssey Logistics Private Limited	7,778.94	7,294.44
	9,865.95	**9,381.45**

(c) Below is the reconciliation of the carrying amount of goodwill:

Name of the entity	As at March 31, 2026	As at March 31, 2025
Opening balance	9,381.45	1,748.48
Add: On account of acquisition during the year	484.50	7,632.97
Less: On account of derecognition during the year	-	-
Less: On account of impairment of goodwill	-	-
	9,865.95	**9,381.45**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

42 Business Combination - Acquisitions

Acquisitions during the year ended March 31, 2025

Acquisition of Odyssey Logistics Private Limited

On January 27, 2025, the Group acquired 51% of the voting shares of Odyssey Logistics Private Limited along with its 100% subsidiary namely Odyssey Logistics USA LLC, entity based in India and is engaged in providing services of Integrated Logistic solutions.

Acquisition of C T C Air Carriers Private Limited

On August 14, 2024, the Group acquired 51% of the voting shares of C T C Air Carriers Private Limited, entity based in India and is engaged in providing services of Integrated Logistic solutions.

a) The fair values of the identifiable assets and liabilities of Odyssey Logistics Private Limited and C T C Air Carriers Private Limited as at the date of acquisition are:

Particulars	Odyssey Logistics Private Limited	C T C Air Carriers Private Limited
Assets		
Property, plant and equipment	1,093.39	50.09
Intangible assets	6.83	-
Right-of-use assets	14.07	-
Investments	4.03	-
Other non current financial assets	56.86	98.53
Income tax assets (net)	219.15	8.02
Deferred tax assets (net)	-	8.34
Other non-current assets	0.79	-
Trade Receivable	17,414.96	226.72
Cash and cash equivalents	468.07	105.28
Other Bank Balance	682.97	-
Other current financial assets	15.09	-
Other current assets	5,525.17	126.22
	25,501.38	**623.20**
Liabilities		
Borrowings	2,577.20	41.56
Lease liabilities	14.49	-
Provisions	87.28	30.69
Deferred tax liabilities (net)	10.49	-
Trade Payable	7,251.63	169.08
Current tax liabilities (net)	-	21.35
Other current liabilities	255.25	7.91
	10,196.34	**270.59**
Total identifiable net assets at fair value	**15,305.04**	**352.61**
Calculation of goodwill		
Purchase consideration transferred	15,100.00	518.36
Non-Controlling interest in the acquired entity	7,499.47	172.78
Total identifiable net assets at fair value	(15,305.04)	(352.61)
Goodwill	7,294.44	338.53

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

b) Fair Value of consideration paid		
Cash & cash equivalents	15,100.00	518.36
c) Purchase consideration – cash flow		
Outflow of cash to acquire subsidiaries, net of cash acquired		
Cash consideration	15,100.00	518.36
Less: Balances acquired		
Cash	(468.07)	(105.28)
Net outflow of cash – investing activities	**14,631.93**	**413.08**

d) Revenue and profit/ (loss) contribution

The acquired business contributed revenues and profits to the group for the year ended March 31, 2025 as follows:

Revenue	8,526.72	1,370.98
Profit / (loss)	289.03	75.50

e) If the acquisitions had occurred on April 01, 2024, consolidated pro-forma revenue and profit/(loss) for the year ended March 31, 2025. These amounts have been calculated using the subsidiary's results and adjusting them for:

Revenue	73,906.47	2,171.27
Profit / (loss)	2,461.28	78.31

(The space has been left blank intentionally)

SHAGI BHARDWAJ GAUR & CO. NEW DELHI CHARTERED ACCOUNTANTS

SKYWAYS AIR SERVICES LIMITED

43 Additional information to the consolidated financial statements, as required under Schedule III of the Companies Act, 2013 of entities consolidated as subsidiaries and associates

Following is the share of net assets and the profit or loss of the entities which have been consolidated for preparation of the consolidated financial statements of Skyways Air Services Limited for the financial year ended March 31, 2026:

Name of the entity	Net assets (Total assets minus Total liabilities)		Share in profit or (loss)		Share in other comprehensive income (OCI)		Share in total comprehensive income (TCI)	
	Amount	As a % of consolidated net assets	Amount	As a % of consolidated profit or loss	Amount	As a % of consolidated OCI	Amount	As a % of consolidated TCI
Skyways Air Services Limited	30,201.15	90.79%	3,360.87	52.91%	26.99	8.88%	3,387.86	50.90%
Indian Subsidiaries								
Brace Port Logistics Limited	4,308.36	12.95%	448.71	7.06%	1.14	0.38%	449.85	6.76%
Forin Container Line Private Limited	3,664.22	11.02%	495.73	7.80%	11.19	3.68%	506.92	7.62%
Skart Global Express Private Limited	460.05	1.38%	(450.91)	(7.10)%	3.34	1.10%	(447.57)	(6.72)%
Sgate Tech Solutions Private Limited	598.71	1.80%	188.43	2.97%	10.00	3.29%	198.43	2.98%
Phantom Road Express Private Limited	124.67	0.37%	(298.55)	(4.70)%	2.87	0.94%	(295.68)	(4.44)%
Surgeport Logistics Private Limited	(239.21)	(0.72)%	(90.94)	(1.43)%	(0.51)	(0.17)%	(91.45)	(1.37)%
SLS Logistik Academy Private Limited	(20.36)	(0.06)%	9.66	0.15%	0.31	0.10%	9.97	0.15%
Skyways SLS Logistik Private Limited	40.74	0.12%	15.97	0.25%	0.01	0.00%	15.98	0.24%
Hubload SLS Services Private Limited	(21.41)	(0.06)%	18.79	0.30%	0.22	0.07%	19.01	0.29%
SLS ASAP Tech Systems Private Limited	(3.19)	(0.01)%	(2.48)	(0.04)%	-	-	(2.48)	(0.04)%
Rahat Continental Private Limited	4,538.20	13.64%	340.85	5.37%	(159.87)	(52.62)%	180.98	2.72%
SLS Retail Supermart Private Limited	(169.22)	(0.51)%	(273.70)	(4.31)%	3.05	1.00%	(270.65)	(4.07)%
CTC Air Carrier Private Limited	638.97	1.92%	216.08	3.40%	1.71	0.56%	217.79	3.27%
Cloudport Logistics Private Limited	(82.13)	(0.25)%	(31.02)	(0.49)%	0.23	0.08%	(30.79)	(0.46)%
Odyssey Logistics Private Limited	16,967.71	51.01%	2,870.68	45.19%	3.44	1.13%	2,874.12	43.18%
Avito Global Freight Private Limited	97.68	0.29%	(0.25)	(0.00)%	-	-	(0.25)	(0.00)%
Foreign Subsidiaries								
Skyways SLS Logistik GMBH	65.62	0.20%	34.52	0.54%	6.43	2.12%	40.95	0.62%
Skyways SLS Cargo Services LLC UAE	508.54	1.53%	(160.30)	(2.52)%	51.98	17.11%	(108.32)	(1.63)%
Skyways SLS Logistik Company Limited (Vietnam)	1,608.40	4.84%	313.10	4.93%	92.79	30.54%	405.89	6.10%
Skyways Sls Logistik Co Ltd (Hong Kong)	391.40	1.18%	4.22	0.07%	32.27	10.62%	36.49	0.55%
Bolt Freight INC	624.86	1.88%	87.95	1.38%	56.55	18.61%	144.50	2.17%
RIV Worldwide Limited	933.60	2.81%	308.86	4.86%	26.70	8.79%	335.56	5.04%
Skyways SLS Logistik Co., Limited (Cambodia)	64.87	0.20%	(12.67)	(0.20)%	6.79	2.23%	(5.88)	(0.09)%
Brace Port Logistics LLC	(2.81)	(0.01)%	(5.80)	(0.09)%	(0.20)	(0.07)%	(6.00)	(0.09)%
RIV worldwide Inc - Canada	13.96	0.04%	15.38	0.24%	0.44	0.14%	15.82	0.24%
Odyssey Logistics USA LLC	683.17	2.05%	74.23	1.17%	63.55	20.92%	137.78	2.07%
Phantom Road Express Ltd	(106.04)	(0.32)%	(100.66)	(1.58)%	(5.38)	(1.77)%	(106.04)	(1.59)%
Skyways SLS Logistics Services Company (Saudi Arabia)	(126.24)	(0.38)%	(141.29)	(2.22)%	(8.49)	(2.79)%	(149.78)	(2.25)%
Foreign associates (as per equity method)								
Skyways SLS Frugal BD Private Limited (Bangladesh)	-	-	2.65	0.04%	-	-	2.65	0.04%
Skyways SLS Logistik Company Limited (THB)	-	-	(7.07)	(0.11)%	-	-	(7.07)	(0.11)%
AllGlobal Logistics Inc.	-	-	-	-	-	-	-	-
Inter-company elimination and consolidation adjustments	(32,500.06)	(97.70)%	(878.66)	(13.83)%	76.26	25.10%	(802.40)	(12.05)%
	33,264.21	**100.00%**	**6,352.38**	**100.00%**	**303.81**	**100.00%**	**6,656.19**	**100.00%**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

43 Additional information to the consolidated financial statements, as required under Schedule III of the Companies Act, 2013 of entities consolidated as subsidiaries and associates

Following is the share of net assets and the profit or loss of the entities which have been consolidated for preparation of the consolidated financial statements of Skyways Air Services Limited for the financial year ended March 31, 2025:

Name of the entity	Net assets (Total assets minus Total liabilities)		Share in profit or (loss)		Share in other comprehensive income (OCI)		Share in total comprehensive income (TCI)	
	Amount	As a % of consolidated net assets	Amount	As a % of consolidated profit or loss	Amount	As a % of consolidated OCI	Amount	As a % of consolidated TCI
Skyways Air Services Limited	22,641.64	91.61%	3,276.46	68.10%	(13.54)	(19.66)%	3,262.92	66.86%
Indian Subsidiaries								
Brace Port Logistics Limited	3,954.55	16.00%	686.11	14.26%	0.71	1.03%	686.82	14.07%
Forin Container Line Private Limited	3,157.30	12.78%	724.17	15.05%	1.10	1.60%	725.27	14.86%
Skart Global Express Private Limited	907.61	3.67%	(87.54)	(1.82)%	(1.91)	(2.77)%	(89.45)	(1.83)%
Sgate Tech Solutions Private Limited	400.41	1.62%	59.06	1.23%	10.21	14.83%	69.27	1.42%
Phantom Road Express Private Limited	420.38	1.70%	(130.99)	(2.72)%	0.51	0.74%	(130.48)	(2.67)%
Surgeport Logistics Private Limited	(147.73)	(0.60)%	(89.94)	(1.87)%	0.02	0.03%	(89.92)	(1.84)%
SLS Logistik Academy Private Limited	(30.32)	(0.12)%	(52.66)	(1.09)%	(0.10)	(0.15)%	(52.76)	(1.08)%
Skyways SLS Logistik Private Limited	24.77	0.10%	14.68	0.31%	-	-	14.68	0.30%
Hubload SLS Services Private Limited	(40.42)	(0.16)%	(16.06)	(0.33)%	0.60	0.87%	(15.46)	(0.32)%
SLS ASAP Tech Systems Private Limited	(0.71)	(0.00)%	(1.33)	(0.03)%	-	-	(1.33)	(0.03)%
Rahat Continental Private Limited	4,357.20	17.63%	209.07	4.35%	707.55	1,027.56%	916.62	18.78%
SLS Retail Supermart Private Limited	101.43	0.41%	(7.90)	(0.16)%	1.84	2.67%	(6.06)	(0.12)%
CTC Air Carrier Private Limited	421.18	1.70%	69.49	1.44%	(0.91)	(1.32)%	68.58	1.41%
Cloudport Logistics Private Limited	(51.34)	(0.21)%	(61.34)	(1.27)%	-	-	(61.34)	(1.26)%
Odyssey Logistics Private Limited	15,093.60	61.07%	278.13	5.78%	(0.71)	(1.03)%	277.42	5.68%
Foreign Subsidiaries								
Skyways SLS Logistik GMBH	24.68	0.10%	(47.27)	(0.98)%	1.36	1.97%	(45.91)	(0.94)%
Skyways SLS Cargo Services LLC UAE	737.70	2.98%	264.64	5.50%	10.77	15.64%	275.41	5.64%
Skyways SLS Logistik Company Limited (Vietnam)	1,202.50	4.87%	135.10	2.81%	8.62	12.51%	143.71	2.94%
Skyways Sls Logistik Co Ltd (Hong Kong)	354.91	1.44%	92.53	1.92%	8.92	12.95%	101.44	2.08%
Bolt Freight INC	480.35	1.94%	120.61	2.51%	11.20	16.26%	131.81	2.70%
RIV Worldwide Limited	647.71	2.62%	95.38	1.98%	16.89	24.53%	112.27	2.30%
Skyways SLS Logistik Co., Limited (Cambodia)	70.76	0.29%	(14.33)	(0.30)%	1.27	1.84%	(13.06)	(0.27)%
Brace Port Logistics LLC	(7.46)	(0.03)%	(7.53)	(0.16)%	0.07	0.10%	(7.46)	(0.15)%
RIV worldwide Inc - Canada	(1.92)	(0.01)%	(1.95)	(0.04)%	0.03	0.05%	(1.92)	(0.04)%
Odyssey Logistics USA LLC	545.38	2.21%	11.61	0.24%	-	-	11.61	0.24%
Foreign associates (as per equity method)								
Skyways SLS Frugal BD Private Limited (Bangladesh)	-	-	38.26	0.80%	-	-	38.26	0.78%
Skyways SLS Logistik Company Limited (THB)	-	-	(7.07)	(0.15)%	-	-	(7.07)	(0.14)%
Inter-company elimination and consolidation adjustments	(30,550.11)	(123.61)%	(737.81)	(15.33)%	(695.64)	(1,010.26)%	(1,433.45)	(29.37)%
	24,714.05	**100.00%**	**4,811.56**	**100.00%**	**68.86**	**100.00%**	**4,880.42**	**100.00%**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

44 Disclosure of interest in Subsidiaries and Non Controlling interest

a) Subsidiaries

The Group consists of a parent Company i.e., Skyways Air Services Limited, incorporated in India and a number of subsidiaries held directly or indirectly by the holding company which operates in India and outside India.

S. No.	Name of Company	Principal activities	Immediate holding company	Country of Incorporation	Proportion of Ownership Interest and Voting power held by the Group	
					As at March 31, 2026	As at March 31, 2025
1	Skyways SLS Logistik GMBH	Integrated Logistic Solutions	Skyways Air Services Limited	Germany	100.00%	100.00%
2	Surgeport Logistics Private Limited	Integrated Logistic Solutions	Skyways Air Services Limited	India	76.00%	76.00%
3	Phantom Road Express Private Limited	Transportation Services	Skyways Air Services Limited	India	100.00%	100.00%
4	SLS Logistik Academy Private Limited	Logistic Education Services	Skyways Air Services Limited	India	90.00%	90.00%
5	Skart Global Express Private Limited	Integrated Logistic Solutions	Skyways Air Services Limited	India	95.00%	95.00%
6	Skyways SLS Logistik Company Limited (Vietnam)	Integrated Logistic Solutions	Skyways Air Services Limited	Vietnam	70.00%	70.00%
7	Sgate Tech Solutions Private Limited	IT Solution Services	Skyways Air Services Limited	India	51.00%	51.00%
8	Brace Port Logistics Limited	Integrated Logistic Solutions	Skyways Air Services Limited	India	51.09%	51.09%
9	Forin Container Line Private Limited	Integrated Logistic Solutions	Skyways Air Services Limited	India	82.27%	82.27%
10	Skyways SLS Logistik Private Limited	Integrated Logistic Solutions	Skyways Air Services Limited	India	100.00%	100.00%
11	Hubload SLS Services Private Limited	Integrated Logistic Solutions	Skyways Air Services Limited	India	100.00%	100.00%
12	SLS ASAP Tech Systems Private Limited	Integrated Logistic Solutions	Skyways Air Services Limited	India	100.00%	100.00%
13	Skyways SLS Cargo Services LLC (UAE)	Integrated Logistic Solutions	Skyways Air Services Limited	UAE	90.00%	90.00%
14	Skyways SLS Logistik Co Ltd (Hong Kong)	Integrated Logistic Solutions	Skyways Air Services Limited	Hong Kong	100.00%	100.00%
15	Rahat Continental Private Limited	Integrated Logistic Solutions	Skyways Air Services Limited	India	51.00%	51.00%
16	SLS Retail Supermart Private Limited	Digital Marketing, E-commerce Retail and Interior	Skyways Air Services Limited	India	90.00%	90.00%
17	RIV Worldwide Limited	Integrated Logistic Solutions	Skyways Air Services Limited	United Kingdom	51.00%	51.00%
18	Bolt Freight INC (Trade Name: RIV Worldwide INC)	Integrated Logistic Solutions	RIV Worldwide Limited	United States of America	51.00%	51.00%
19	Cloudport Logistics Private Limited	Integrated Logistic Solutions	Skyways Air Services Limited	India	90.00%	90.00%
20	CTC Air Carriers Private Limited	Integrated Logistic Solutions	Skyways Air Services Limited	India	51.00%	51.00%
21	Skyways SLS Logistik Co., Limited (Cambodia)	Integrated Logistic Solutions	Skyways Air Services Limited	Cambodia	70.00%	70.00%
22	Brace Port Logistics LLC	Integrated Logistic Solutions	Brace Port Logistics Limited	UAE	51.09%	51.09%
23	Odyssey Logistics Private Limited	Integrated Logistic Solutions	Skyways Air Services Limited	India	51.00%	51.00%
24	Odyssey Logistics USA LLC	Integrated Logistic Solutions	Odyssey Logistics Private Limited	United States of America	51.00%	51.00%
25	RIV worldwide Inc - Canada	Integrated Logistic Solutions	RIV Worldwide Limited	Canada	51.00%	51.00%
26	Skyways SLS Logistics Services Company (Saudi Arabia)	Integrated Logistic Solutions	Skyways SLS Cargo Services LLC (UAE)	Saudi Arabia	90.00%	90.00%
27	Phantom Road Express Ltd	Integrated Logistic Solutions	Bolt Freight INC (Trade Name: RIV Worldwide INC)	United Kingdom	51.00%	51.00%
28	Avito Global Freight Private Limited	Integrated Logistic Solutions	Skyways Air Services Limited	India	100.00%	0.00%

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

44 Disclosure of interest in Subsidiaries and Non Controlling interest

b) Details of Non-Wholly Owned Subsidiaries that have material non controlling interest

Set out below are the details of non-controlling interest as at the end of reporting period

S. No.	Name of Company	Principal place of business	Proportion of Ownership Interest and voting rights held by non controlling interests	
			As at March 31, 2026	As at March 31, 2025
1	Surgeport Logistics Private Limited	India	24.00%	24.00%
2	SLS Logistik Academy Private Limited	India	10.00%	10.00%
3	Skart Global Express Private Limited	India	5.00%	5.00%
4	Skyways SLS Logistik Company Limited (Vietnam)	Vietnam	30.00%	30.00%
5	Sgate Tech Solutions Private Limited	India	49.00%	49.00%
6	Brace Port Logistics Limited	India	48.91%	48.91%
7	Forin Container Line Private Limited	India	17.73%	17.73%
8	Skyways SLS Cargo Services LLC (UAE)	UAE	10.00%	10.00%
9	Rahat Continental Private Limited	India	49.00%	49.00%
10	SLS Retail Supermart Private Limited	India	10.00%	10.00%
11	RIV Worldwide Limited	United Kingdom	49.00%	49.00%
12	Bolt Freight INC (Trade Name: RIV Worldwide INC)	United States of America	49.00%	49.00%
13	Cloudport Logistics Private Limited	India	10.00%	10.00%
14	CTC Air Carriers Private Limited	India	49.00%	49.00%
15	Skyways SLS Logistik Co., Limited (Cambodia)	Cambodia	30.00%	30.00%
16	Brace Port Logistics LLC	UAE	48.91%	48.91%
17	Odyssey Logistics Private Limited	India	49.00%	49.00%
18	Odyssey Logistics USA LLC	United States of America	49.00%	49.00%
19	RIV worldwide Inc - Canada	Canada	49.00%	49.00%
20	Skyways SLS Logistics Services Company (Saudi Arabia)	Saudi Arabia	10.00%	10.00%
21	Phantom Road Express Ltd	United Kingdom	49.00%	49.00%

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

c] The table shows summarized financial information of subsidiary of the group that have material non-controlling interests before intragroup eliminations

Particulars (Balance Sheet)	Surgeport Logistics Private Limited		SLS Logistik Academy Private Limited	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
Current Assets	1,037.03	592.83	84.18	14.48
Non Current Assets	48.67	29.60	40.38	39.03
Current Liabilities	1,313.10	764.00	143.61	81.61
Non Current Liabilities	11.81	6.14	1.31	2.21
Equity Interest Attributable to the owners of the Company	(239.21)	(147.73)	(20.36)	(30.32)

Particulars (Profit & Loss)	Year ended March 31, 2026	Year ended March 31, 2025	Year ended March 31, 2026	Year ended March 31, 2025
Revenue from operations	2,561.90	1,581.56	128.23	53.32
Other Income	29.69	0.50	0.09	0.04
Expenses	(2,698.17)	(1,669.86)	(117.71)	(107.26)
Tax (expense)/Income	15.64	(2.14)	(0.95)	1.24
Profit / (loss) for the year	**(90.94)**	**(89.94)**	**9.66**	**(52.66)**
Profit/ (loss) attributable to the equity holders of the company	(69.11)	(68.35)	8.69	(47.39)
Profit / (loss) attributable to the non controlling interest	(21.83)	(21.59)	0.97	(5.27)
Profit / (loss) for the year	**(90.94)**	**(89.94)**	**9.66**	**(52.66)**
Items that will not be reclassified to profit and loss	(0.51)	0.02	0.31	(0.10)
Items that will be reclassified to profit and loss	-	-	-	-
Other comprehensive income / (loss)	**(0.51)**	**0.02**	**0.31**	**(0.10)**
Other comprehensive Income/ (loss) attributable to the equity holders of the Company	(0.39)	0.02	0.28	(0.09)
Other comprehensive Income/ (loss) attributable to the non controlling interest	(0.12)	0.00	0.03	(0.01)
Other comprehensive income /(loss)	**(0.51)**	**0.02**	**0.31**	**(0.10)**
Total other comprehensive Income/ (loss) attributable to the equity holders of the Company	(69.50)	(68.34)	8.97	(47.48)
Total other comprehensive income / (loss) attributable to the non controlling interest	(21.95)	(21.58)	1.00	(5.28)
Total other comprehensive income /(loss)	**(91.45)**	**(89.92)**	**9.97**	**(52.76)**
Net cash inflow / (outflow) from operating activities	81.76	17.42	20.17	(37.69)
Net cash inflow / (outflow) from investing activities	(3.64)	(2.20)	(1.34)	(1.96)
Net cash inflow / (outflow) from financing activities	(71.98)	(24.96)	46.11	43.91
Net cash inflow / (outflow)	**6.14**	**(9.74)**	**64.94**	**4.26**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

c) The table shows summarized financial information of subsidiary of the group that have material non-controlling interests before intragroup eliminations

Particulars (Balance Sheet)	Skart Global Express Private Limited		Skyways SLS Logistik Company Limited (Vietnam)	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
Current Assets	3,034.07	2,803.12	2,772.72	1,838.27
Non Current Assets	2,211.84	1,198.33	10.69	33.73
Current Liabilities	4,708.49	2,897.84	1,175.01	669.50
Non Current Liabilities	77.36	196.01	-	-
Equity Interest Attributable to the owners of the Company	460.05	907.61	1,608.40	1,202.50

Particulars (Profit & Loss)	Year ended March 31, 2026	Year ended March 31, 2025	Year ended March 31, 2026	Year ended March 31, 2025
Revenue from operations	16,803.17	14,693.61	14,146.72	8,323.22
Other Income	69.96	74.18	6.46	24.41
Expenses	(17,491.79)	(14,858.87)	(13,753.33)	(8,153.83)
Tax (expense)/Income	167.75	3.54	(86.75)	(58.70)
Profit / (loss) for the year	**(450.91)**	**(87.54)**	**313.10**	**135.10**
Profit/ (loss) attributable to the equity holders of the company	(428.36)	(83.16)	219.17	94.57
Profit / (loss) attributable to the non controlling interest	(22.55)	(4.38)	93.93	40.53
Profit / (loss) for the year	**(450.91)**	**(87.54)**	**313.10**	**135.10**
Items that will not be reclassified to profit and loss	3.34	(1.91)	-	-
Items that will be reclassified to profit and loss	-	-	92.80	8.62
Other comprehensive income / (loss)	**3.34**	**(1.91)**	**92.80**	**8.62**
Other comprehensive Income/ (loss) attributable to the equity holders of the Company	3.17	(1.81)	64.96	6.03
Other comprehensive Income/ (loss) attributable to the non controlling interest	0.17	(0.10)	27.84	2.58
Other comprehensive income /(loss)	**3.34**	**(1.91)**	**92.80**	**8.62**
Total other comprehensive Income/ (loss) attributable to the equity holders of the Company	(425.19)	(84.98)	284.13	100.60
Total other comprehensive income / (loss) attributable to the non controlling interest	(22.38)	(4.47)	121.77	43.11
Total other comprehensive income /(loss)	**(447.57)**	**(89.45)**	**405.90**	**143.71**
Net cash inflow / (outflow) from operating activities	(1,665.82)	836.61	(192.95)	(132.18)
Net cash inflow / (outflow) from investing activities	(623.94)	(617.36)	(257.45)	-
Net cash inflow / (outflow) from financing activities	2,118.13	(8.58)	-	416.69
Net cash inflow / (outflow)	**(171.63)**	**210.67**	**(450.40)**	**284.51**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

c) The table shows summarized financial information of subsidiary of the group that have material non-controlling interests before intragroup eliminations

Particulars (Balance Sheet)	Sgate Tech Solutions Private Limited		Brace Port Logistics Limited	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
Current Assets	729.66	382.39	3,699.30	3,968.71
Non Current Assets	260.03	317.88	1,027.93	452.06
Current Liabilities	329.14	241.03	384.01	427.10
Non Current Liabilities	61.84	58.82	34.86	39.13
Equity Interest Attributable to the owners of the Company	598.71	400.41	4,308.36	3,954.55

Particulars (Profit & Loss)	Year ended March 31, 2026	Year ended March 31, 2025	Year ended March 31, 2026	Year ended March 31, 2025
Revenue from operations	1,240.27	862.35	6,162.67	8,558.20
Other Income	26.16	27.65	159.19	93.65
Expenses	(1,012.97)	(811.91)	(5,709.83)	(7,725.93)
Tax (expense)/Income	(65.03)	(19.03)	(163.32)	(239.81)
Profit / (loss) for the year	**188.43**	**59.06**	**448.71**	**686.11**
Profit/ (loss) attributable to the equity holders of the company	96.10	30.12	229.25	350.54
Profit / (loss) attributable to the non controlling interest	92.33	28.94	219.46	335.57
Profit / (loss) for the year	**188.43**	**59.06**	**448.71**	**686.11**
Items that will not be reclassified to profit and loss	10.00	10.21	1.14	0.71
Items that will be reclassified to profit and loss	-	-	-	-
Other comprehensive income / (loss)	**10.00**	**10.21**	**1.14**	**0.71**
Other comprehensive Income/ (loss) attributable to the equity holders of the Company	5.10	5.21	0.58	0.36
Other comprehensive Income/ (loss) attributable to the non controlling interest	4.90	5.00	0.56	0.35
Other comprehensive income /(loss)	**10.00**	**10.21**	**1.14**	**0.71**
Total other comprehensive Income/ (loss) attributable to the equity holders of the Company	101.20	35.33	229.83	350.90
Total other comprehensive income / (loss) attributable to the non controlling interest	97.23	33.94	220.02	335.92
Total other comprehensive income /(loss)	**198.43**	**69.27**	**449.85**	**686.82**
Net cash inflow / (outflow) from operating activities	760.41	112.34	1,355.27	(359.11)
Net cash inflow / (outflow) from investing activities	(449.19)	12.02	352.90	(1,273.89)
Net cash inflow / (outflow) from financing activities	(125.52)	(124.57)	(124.22)	1,859.22
Net cash inflow / (outflow)	**185.70**	**(0.21)**	**1,583.95**	**226.22**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

c) The table shows summarized financial information of subsidiary of the group that have material non-controlling interests before intragroup eliminations

Particulars (Balance Sheet)	Forin Container Line Private Limited		Skyways SLS Cargo Services LLC (UAE)	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
Current Assets	4,171.54	6,524.69	1,663.72	1,943.76
Non Current Assets	9,500.15	5,994.98	57.84	25.20
Current Liabilities	7,053.58	6,963.99	1,213.03	1,229.87
Non Current Liabilities	2,853.89	2,398.34	-	1.39
Equity Interest Attributable to the owners of the Company	3,664.22	3,157.30	508.54	737.70

Particulars (Profit & Loss)	Year ended March 31, 2026	Year ended March 31, 2025	Year ended March 31, 2026	Year ended March 31, 2025
Revenue from operations	14,537.86	21,008.00	3,939.03	8,557.07
Other Income	164.04	28.55	19.22	1.98
Expenses	(14,042.68)	(20,059.03)	(4,118.55)	(8,276.79)
Tax (expense)/Income	(163.49)	(253.35)	-	(17.63)
Profit / (loss) for the year	**495.73**	**724.17**	**(160.30)**	**264.64**
Profit/ (loss) attributable to the equity holders of the company	407.84	595.77	(144.27)	238.17
Profit / (loss) attributable to the non controlling interest	87.89	128.40	(16.03)	26.46
Profit / (loss) for the year	**495.73**	**724.17**	**(160.30)**	**264.64**
Items that will not be reclassified to profit and loss	11.19	1.10	-	-
Items that will be reclassified to profit and loss	-	-	51.98	10.77
Other comprehensive income / (loss)	**11.19**	**1.10**	**51.98**	**10.77**
Other comprehensive Income/ (loss) attributable to the equity holders of the Company	9.21	0.90	46.78	9.69
Other comprehensive Income/ (loss) attributable to the non controlling interest	1.98	0.20	5.20	1.08
Other comprehensive income /(loss)	**11.19**	**1.10**	**51.98**	**10.77**
Total other comprehensive Income/ (loss) attributable to the equity holders of the Company	417.04	596.68	(97.49)	247.87
Total other comprehensive income / (loss) attributable to the non controlling interest	89.88	128.59	(10.83)	27.54
Total other comprehensive income /(loss)	**506.92**	**725.27**	**(108.32)**	**275.41**
Net cash inflow / (outflow) from operating activities	1,802.57	2,042.10	27.10	(1.20)
Net cash inflow / (outflow) from investing activities	(3,137.29)	(2,406.91)	(332.38)	(1.18)
Net cash inflow / (outflow) from financing activities	98.25	2,045.03	(104.48)	783.35
Net cash inflow / (outflow)	**(1,236.47)**	**1,680.22**	**(409.76)**	**780.97**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

c) The table shows summarized financial information of subsidiary of the group that have material non-controlling interests before intragroup eliminations

Particulars (Balance Sheet)	Rahat Continental Private Limited		RIV Worldwide Limited	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
Current Assets	6,276.94	5,202.21	1,918.59	1,027.48
Non Current Assets	3,022.79	3,617.72	494.81	477.59
Current Liabilities	4,628.77	4,352.20	1,293.99	676.51
Non Current Liabilities	132.76	110.48	185.81	180.85
Equity Interest Attributable to the owners of the Company	4,538.20	4,357.20	933.60	647.71

Particulars (Profit & Loss)	Year ended March 31, 2026	Year ended March 31, 2025	Year ended March 31, 2026	Year ended March 31, 2025
Revenue from operations	14,969.88	12,355.82	5,394.38	3,957.05
Other Income	204.03	225.23	10.88	-
Expenses	(14,718.65)	(12,298.66)	(5,004.14)	(3,832.77)
Tax (expense)/Income	(114.41)	(73.32)	(92.26)	(28.90)
Profit / (loss) for the year	**340.85**	**209.07**	**308.86**	**95.38**
Profit/ (loss) attributable to the equity holders of the company	173.83	106.63	157.52	48.65
Profit / (loss) attributable to the non controlling interest	167.02	102.44	151.34	46.74
Profit / (loss) for the year	**340.85**	**209.07**	**308.86**	**95.38**
Items that will not be reclassified to profit and loss	1.84	(2.90)	-	-
Items that will be reclassified to profit and loss	(161.71)	710.45	26.70	16.89
Other comprehensive income / (loss)	**(159.87)**	**707.55**	**26.70**	**16.89**
Other comprehensive Income/ (loss) attributable to the equity holders of the Company	(81.53)	360.85	13.64	8.61
Other comprehensive Income/ (loss) attributable to the non controlling interest	(78.34)	346.70	13.06	8.28
Other comprehensive income /(loss)	**(159.87)**	**707.55**	**26.70**	**16.89**
Total other comprehensive Income/ (loss) attributable to the equity holders of the Company	92.30	467.48	171.11	57.26
Total other comprehensive income / (loss) attributable to the non controlling interest	88.68	449.14	164.40	55.01
Total other comprehensive income /(loss)	**180.98**	**916.62**	**335.51**	**112.27**
Net cash inflow / (outflow) from operating activities	356.27	117.63	590.53	207.31
Net cash inflow / (outflow) from investing activities	385.61	(1,538.10)	(126.05)	(374.40)
Net cash inflow / (outflow) from financing activities	(1,067.66)	1,549.92	(48.86)	184.53
Net cash inflow / (outflow)	**(325.78)**	**129.45**	**415.62**	**17.44**

BHAGI BHARDWAJ GAUR & CO * CHARTERED ACCOUNTANTS * NEW DELHI

SKYWAYS AIR SERVICES LIMITED

c) The table shows summarized financial information of subsidiary of the group that have material non-controlling interests before intragroup eliminations

Particulars (Balance Sheet)	SLS Retail Supermart Private Limited		Brace Port Logistics LLC	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
Current Assets	740.94	145.05	13.30	-
Non Current Assets	481.93	414.37	-	-
Current Liabilities	1,374.48	434.67	16.11	7.46
Non Current Liabilities	17.61	23.27	-	-
Equity Interest Attributable to the owners of the Company	(169.22)	101.43	(2.81)	(7.46)

Particulars (Profit & Loss)	Year ended March 31, 2026	Year ended March 31, 2025	Year ended March 31, 2026	Year ended March 31, 2025
Revenue from operations	702.12	412.50	-	-
Other Income	2.52	1.11	-	-
Expenses	(984.09)	(423.35)	(5.80)	(7.53)
Tax (expense)/Income	5.75	1.84	-	-
Profit / (loss) for the year	**(273.70)**	**(7.90)**	**(5.80)**	**(7.53)**
Profit/ (loss) attributable to the equity holders of the company	(246.33)	(7.11)	(2.96)	(3.85)
Profit / (loss) attributable to the non controlling interest	(27.37)	(0.79)	(2.84)	(3.68)
Profit / (loss) for the year	**(273.70)**	**(7.90)**	**(5.80)**	**(7.53)**
Items that will not be reclassified to profit and loss	3.05	1.84	-	-
Items that will be reclassified to profit and loss	-	-	(0.20)	0.07
Other comprehensive income / (loss)	**3.05**	**1.84**	**(0.20)**	**0.07**
Other comprehensive Income/ (loss) attributable to the equity holders of the Company	2.75	1.66	(0.10)	0.04
Other comprehensive Income/ (loss) attributable to the non controlling interest	0.31	0.18	(0.10)	0.03
Other comprehensive income /(loss)	**3.05**	**1.84**	**(0.20)**	**0.07**
Total other comprehensive Income/ (loss) attributable to the equity holders of the Company	(243.59)	(5.45)	(3.07)	(3.81)
Total other comprehensive income / (loss) attributable to the non controiling interest	(27.07)	(0.61)	(2.93)	(3.65)
Total other comprehensive income /(loss)	**(270.65)**	**(6.06)**	**(6.00)**	**(7.46)**
Net cash inflow / (outflow) from operating activities	(704.24)	(285.58)	(4.86)	(7.46)
Net cash inflow / (outflow) from investing activities	(6.39)	(15.61)	-	-
Net cash inflow / (outflow) from financing activities	767.92	292.35	18.36	-
Net cash inflow / (outflow)	**57.29**	**(8.84)**	**13.50**	**(7.46)**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

c) The table shows summarized financial information of subsidiary of the group that have material non-controlling interests before intragroup eliminations

Particulars (Balance Sheet)	Bolt Freight INC (Trade Name: RIV Worldwide INC)		Cloudport Logistics Private Limited	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
Current Assets	1,959.39	1,285.09	202.71	187.72
Non Current Assets	-	-	17.94	9.38
Current Liabilities	1,334.53	804.73	297.84	246.46
Non Current Liabilities	-	-	4.94	1.97
Equity Interest Attributable to the owners of the Company	624.86	480.35	(82.13)	(51.34)

Particulars (Profit & Loss)	Year ended March 31, 2026	Year ended March 31, 2025	Year ended March 31, 2026	Year ended March 31, 2025
Revenue from operations	7,262.56	6,727.61	858.03	499.74
Other Income	9.79	-	0.34	0.01
Expenses	(7,155.08)	(6,570.54)	(892.57)	(561.92)
Tax (expense)/Income	(29.32)	(36.46)	3.18	0.83
Profit / (loss) for the year	**87.95**	**120.61**	**(31.02)**	**(61.34)**
Profit/ (loss) attributable to the equity holders of the company	44.85	61.51	(27.91)	(55.21)
Profit / (loss) attributable to the non controlling interest	43.10	59.10	(3.11)	(6.13)
Profit / (loss) for the year	**87.95**	**120.61**	**(31.02)**	**(61.34)**
Items that will not be reclassified to profit and loss	-	-	0.23	-
Items that will be reclassified to profit and loss	56.55	11.20	-	-
Other comprehensive income / (loss)	**56.55**	**11.20**	**0.23**	**-**
Other comprehensive Income/ (loss) attributable to the equity holders of the Company	28.84	5.71	0.21	-
Other comprehensive Income/ (loss) attributable to the non controlling interest	27.71	5.49	0.02	-
Other comprehensive income /(loss)	**56.55**	**11.20**	**0.23**	**-**
Total other comprehensive Income/ (loss) attributable to the equity holders of the Company	73.70	67.22	(27.70)	(55.21)
Total other comprehensive income / (loss) attributable to the non controlling interest	70.80	64.59	(3.08)	(6.13)
Total other comprehensive income /(loss)	**144.50**	**131.81**	**(30.78)**	**(61.34)**
Net cash inflow / (outflow) from operating activities	43.88	(0.06)	(57.01)	(51.98)
Net cash inflow / (outflow) from investing activities	(89.92)	-	(0.07)	(3.41)
Net cash inflow / (outflow) from financing activities	-	(6.71)	43.10	89.08
Net cash inflow / (outflow)	**(46.04)**	**(6.77)**	**(13.98)**	**33.69**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

c) The table shows summarized financial information of subsidiary of the group that have material non-controlling interests before intragroup eliminations

Particulars (Balance Sheet)	CTC Air Carriers Private Limited		Skyways SLS Logistik Co., Limited (Cambodia)	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
Current Assets	1,537.25	765.87	66.03	72.72
Non Current Assets	188.15	63.69	0.26	-
Current Liabilities	1,032.47	365.39	1.42	1.97
Non Current Liabilities	53.96	42.99	-	-
Equity Interest Attributable to the owners of the Company	638.97	421.18	64.87	70.76

Particulars (Profit & Loss)	Year ended March 31, 2026	Year ended March 31, 2025	Year ended March 31, 2026	Year ended March 31, 2025
Revenue from operations	3,897.11	1,370.98	24.39	14.57
Other Income	8.94	4.88	0.06	1.13
Expenses	(3,617.26)	(1,282.78)	(37.12)	(29.88)
Tax (expense)/Income	(72.71)	(23.59)	-	(0.15)
Profit / (loss) for the year	**216.08**	**69.49**	**(12.67)**	**(14.33)**
Profit/ (loss) attributable to the equity holders of the company	110.20	35.44	(8.87)	(10.03)
Profit / (loss) attributable to the non controlling interest	105.88	34.05	(3.80)	(4.30)
Profit / (loss) for the year	**216.08**	**69.49**	**(12.67)**	**(14.33)**
Items that will not be reclassified to profit and loss	1.71	(0.91)	-	-
Items that will be reclassified to profit and loss	-	-	6.79	1.27
Other comprehensive income / (loss)	**1.71**	**(0.91)**	**6.79**	**1.27**
Other comprehensive Income/ (loss) attributable to the equity holders of the Company	0.87	(0.46)	4.76	0.89
Other comprehensive Income/ (loss) attributable to the non controlling interest	0.84	(0.45)	2.03	0.38
Other comprehensive income /(loss)	**1.71**	**(0.91)**	**6.79**	**1.27**
Total other comprehensive Income/ (loss) attributable to the equity holders of the Company	111.07	34.98	(4.11)	(9.14)
Total other comprehensive income / (loss) attributable to the non controlling interest	106.72	33.60	(1.77)	(3.92)
Total other comprehensive income /(loss)	**217.79**	**68.58**	**(5.88)**	**(13.06)**
Net cash inflow / (outflow) from operating activities	294.22	(59.30)	(25.38)	(13.04)
Net cash inflow / (outflow) from investing activities	(24.85)	(10.58)	0.06	-
Net cash inflow / (outflow) from financing activities	105.13	(5.89)	-	83.81
Net cash inflow / (outflow)	**374.50**	**(75.77)**	**(25.32)**	**70.77**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

c) The table shows summarized financial information of subsidiary of the group that have material non-controlling interests before intragroup eliminations

Particulars (Balance Sheet)	Odyssey Logistics USA LLC		Odyssey Logistics Private Limited	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
Current Assets	955.12	659.49	29,155.33	24,485.64
Non Current Assets	8.89	-	1,347.19	1,561.56
Current Liabilities	280.84	114.11	13,472.93	10,767.33
Non Current Liabilities	-	-	175.97	186.30
Equity Interest Attributable to the owners of the Company	683.17	545.38	16,967.71	15,093.60

Particulars (Profit & Loss)	Year ended March 31, 2026	Year ended March 31, 2025	Year ended March 31, 2026	Year ended March 31, 2025
Revenue from operations	1,902.20	335.97	55,279.48	9,506.00
Other Income	-	-	444.16	47.77
Expenses	(1,807.51)	(324.36)	(51,888.55)	(9,175.30)
Tax (expense)/Income	(20.46)	-	(964.41)	(100.34)
Profit / (loss) for the year	**74.23**	**11.61**	**2,870.68**	**278.13**
Profit/ (loss) attributable to the equity holders of the company	37.86	5.92	1,464.05	141.85
Profit / (loss) attributable to the non controlling interest	36.37	5.69	1,406.63	136.28
Profit / (loss) for the year	**74.23**	**11.61**	**2,870.68**	**278.13**
Items that will not be reclassified to profit and loss	-	-	3.44	(0.71)
Items that will be reclassified to profit and loss	63.55	-	-	-
Other comprehensive income / (loss)	**63.55**	**-**	**3.44**	**(0.71)**
Other comprehensive Income/ (loss) attributable to the equity holders of the Company	32.41	-	1.75	(0.36)
Other comprehensive Income/ (loss) attributable to the non controlling interest	31.14	-	1.69	(0.35)
Other comprehensive income /(loss)	**63.55**	**-**	**3.44**	**(0.71)**
Total other comprehensive Income/ (loss) attributable to the equity holders of the Company	70.27	5.92	1,465.81	141.48
Total other comprehensive income / (loss) attributable to the non controlling interest	67.51	5.69	1,408.31	135.94
Total other comprehensive income /(loss)	**137.78**	**11.61**	**2,874.12**	**277.42**
Net cash inflow / (outflow) from operating activities	(105.58)	118.41	4,873.64	1,636.36
Net cash inflow / (outflow) from investing activities	-	-	(1,007.28)	145.35
Net cash inflow / (outflow) from financing activities	-	-	1,374.78	(984.61)
Net cash inflow / (outflow)	**(105.58)**	**118.41**	**5,241.14**	**797.10**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

c) The table shows summarized financial information of subsidiary of the group that have material non-controlling interests before intragroup eliminations

Particulars (Balance Sheet)	RIV worldwide Inc - Canada		Skyways SLS Logistics Services Company (Saudi Arabia)	
	As at March 31, 2026	As at March 31, 2025	As at March 31, 2026	As at March 31, 2025
Current Assets	99.81	60.41	264.05	-
Non Current Assets	-	0.30	22.56	-
Current Liabilities	85.84	62.63	412.85	-
Non Current Liabilities	-	-	-	-
Equity Interest Attributable to the owners of the Company	13.96	(1.92)	(126.24)	-

Particulars (Profit & Loss)	Year ended March 31, 2026	Year ended March 31, 2025	Year ended March 31, 2026	Year ended March 31, 2025
Revenue from operations	168.38	79.54	739.82	-
Other Income	6.25	-	-	-
Expenses	(154.15)	(81.49)	(881.11)	-
Tax (expense)/Income	(5.10)	-	-	-
Profit / (loss) for the year	**15.38**	**(1.95)**	**(141.29)**	**-**
Profit/ (loss) attributable to the equity holders of the company	7.84	(1.00)	(127.16)	-
Profit / (loss) attributable to the non controlling interest	7.54	(0.96)	(14.13)	-
Profit / (loss) for the year	**15.38**	**(1.95)**	**(141.29)**	**-**
Items that will not be reclassified to profit and loss	-	-	(8.49)	-
Items that will be reclassified to profit and loss	0.44	0.03	-	-
Other comprehensive income / (loss)	**0.44**	**0.03**	**(8.49)**	**-**
Other comprehensive Income/ (loss) attributable to the equity holders of the Company	0.22	0.02	(7.64)	-
Other comprehensive Income/ (loss) attributable to the non controlling interest	0.21	0.02	(0.85)	-
Other comprehensive income /(loss)	**0.44**	**0.03**	**(8.49)**	**-**
Total other comprehensive Income/ (loss) attributable to the equity holders of the Company	8.07	(0.98)	(134.80)	-
Total other comprehensive income / (loss) attributable to the non controlling interest	7.75	(0.94)	(14.98)	-
Total other comprehensive income /(loss)	**15.82**	**(1.92)**	**(149.78)**	**-**
Net cash inflow / (outflow) from operating activities	42.65	2.24	(211.54)	-
Net cash inflow / (outflow) from investing activities	0.30	(0.30)	(24.69)	-
Net cash inflow / (outflow) from financing activities	0.06	(0.01)	300.05	-
Net cash inflow / (outflow)	**43.01**	**1.93**	**63.82**	**-**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

c) The table shows summarized financial information of subsidiary of the group that have material non-controlling interests before intragroup eliminations

Particulars (Balance Sheet)	Phantom Road Express Ltd	
	As at March 31, 2026	As at March 31, 2025
Current Assets	71.38	-
Non Current Assets	-	-
Current Liabilities	177.42	-
Non Current Liabilities	-	-
Equity Interest Attributable to the owners of the Company	(106.04)	-

Particulars (Profit & Loss)	Year ended March 31, 2026	Year ended March 31, 2025
Revenue from operations	214.23	-
Other Income	-	-
Expenses	(314.89)	-
Tax (expense)/Income	-	-
Profit / (loss) for the year	**(100.66)**	**-**
Profit/ (loss) attributable to the equity holders of the company	(51.34)	-
Profit / (loss) attributable to the non controlling interest	(49.32)	-
Profit / (loss) for the year	**(100.66)**	**-**
Items that will not be reclassified to profit and loss	(5.38)	-
Items that will be reclassified to profit and loss	-	-
Other comprehensive income / (loss)	**(5.38)**	**-**
Other comprehensive Income/ (loss) attributable to the equity holders of the Company	(2.74)	-
Other comprehensive Income/ (loss) attributable to the non controlling interest	(2.64)	-
Other comprehensive income /(loss)	**(5.38)**	**-**
Total other comprehensive Income/ (loss) attributable to the equity holders of the Company	(54.08)	-
Total other comprehensive income / (loss) attributable to the non controlling interest	(51.96)	-
Total other comprehensive income /(loss)	**(106.04)**	**-**
Net cash inflow / (outflow) from operating activities	(93.82)	-
Net cash inflow / (outflow) from investing activities	-	-
Net cash inflow / (outflow) from financing activities	112.79	-
Net cash inflow / (outflow)	**18.97**	**-**

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

45 Earnings per share

Basic earnings per equity share has been computed by dividing net profit after tax by the weighted average number of equity shares outstanding for the year. Diluted earnings per equity share has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

	Unit	As at March 31, 2026	As at March 31, 2025
Profit attributable to equity holders of the parent	INR lacs	4,100.88	3,914.45
Weighted average number of equity shares outstanding during the year for basic earnings per share	Number	11,50,46,739	10,55,93,994
Weighted average number of equity shares outstanding during the year for diluted earnings per share	Number	11,50,46,739	10,55,93,994
Nominal value of equity shares	INR	10.00	10.00
Basic earnings per share	INR	3.56	3.71
Diluted earnings per share	INR	3.56	3.71

46 There were no amounts which were required to be transferred to the investor education and protection fund by the Group.

47 The Holding Company has established a comprehensive system of maintenance of information and documents as required by the transfer pricing legislation under Sections 92-92F of the Income Tax Act, 1961. Since the law requires existence of such information and documentation to be contemporaneous in nature, the Holding Company is in the process of updating the documentation for the transactions covered under transfer pricing regulations entered into with the associated enterprises during the period and expects such records to be in existence latest by such date as required under the law. The management of the Holding Company is of the opinion that its international transactions are at arm's length so that the aforesaid legislation will not have any impact on the financial statements, particularly on the amount of tax expense and that of provision for taxation.

(The space has been left blank intentionally)

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

48 Other Information

(i) The Group does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period except as below:-

Name of Entity	Particular of Charge Holder	Amount	Reason for delay	Current status
Skyways Air Services Limited	Bajaj Finance Limited	1,500.00	Inadvertent delay in documentation due to internal transition	In process of filling application for condonation of delay with RoC
Skyways Air Services Limited	Bajaj Finance Limited	1,500.00	Inadvertent delay in documentation due to internal transition	In process of filling application for condonation of delay with RoC
Skyways Air Services Limited	ICICI Bank	9.35	Inadvertent delay in documentation due to internal transition	In process of filling application for condonation of delay with RoC
Skyways Air Services Limited	Mercedes Benz Financial services Private Limited	53.00	Inadvertent delay in documentation due to internal transition	In process of filling application for condonation of delay with RoC
Skyways Air Services Limited	Tata Motors Finance Limited	17.50	Inadvertent delay in documentation due to internal transition	In process of filling application for condonation of delay with RoC
Sgate Tech Solutions Private Limited	HDFC Bank	279.21	Inadvertent delay in documentation due to internal transition	In process of filling application for condonation of delay with RoC

(ii) The Group have not traded or invested in Crypto currency or Virtual Currency during the financial year

(iii) The Group have not advanced or loaned or invested funds to any other person or entity, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or
(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(iv) The Group have not received any fund from any person or entity, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall:
(a) 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
(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

(v) The Group have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.

(vi) The Group does not have any Benami property, where any proceeding has been initiated or pending against the Group for holding any Benami property.

(vii) The Group has not been declared as wilful defaulter by any bank or financial institution or government or any government authority.

(viii) The Group has complied with the number of layers for its holding in downstream companies prescribed under clause (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017.

(ix) The Group does not have any transactions with companies struck off under section 248 of the Companies Act, 2013.

49

Disclosures pursuant to Ind AS-8 "Accounting policies, changes in accounting estimates and errors" (specified under section 133 of the Companies Act, 2013, read with Rule 7 of Companies (Accounts) Rules, 2015) are 'given below: Following are the restatements made in the current year financial statements in previous year.

Particular	March 31, 2025 (Reported)	March 31, 2025 (Restated)	Change	Nature
Current Assets				
Financial Assets				
Other Bank balances	16,842.70	5,235.37	11,607.33	Reclass
Other financial assets	878.05	12,485.38	(11,607.33)	Reclass
Current liabilities				
Financial liabilities				
Other financial liabilities	8,070.26	8,674.16	(603.90)	Reclass
Other current liabilities	2,882.86	2,278.96	603.90	Reclass

The above reclassifications in previous year have been made, wherever necessary to confirm to the current year classification/disclosure and does not have any impact on the profit and other comprehensive income, hence no change in basic and diluted earning per share of the previous year. These restatements/reclassifications does not have any impact on the equity at the beginning of the previous year.

50

During the year, The Holding Company has filed its Draft Red Herring Prospectus ("DRHP") with the Securities and Exchange Board of India (SEBI) on June 30, 2025 for the purpose of an Initial Public Offering (IPO). Subsequently, The Holding Company has received 'in-principle' approval from BSE and NSE for the listing of the equity shares pursuant to their letters dated September 12, 2025.

The Holding Company has filed its Updated Draft Red Herring Prospectus ("UDRHP") with SEBI on February 21, 2026.

The Holding Company has also filed its Red Herring Prospectus ("RHP") with Registrar of Companies ("ROC") on March 03, 2026. As per the issue programme in the RHP filed, issue of the company was proposed to open for subscription from March 18, 2026 to March 20, 2026. Due to prevailing US and Iseral ongoing war tensions with Iran and its consequent effect on global economy pursuant to crude and other energy matters and its impact on Global markets including Indian Stock markets, the Board of Directors of the holding company decided to postponed the IPO vide Board Resolution dated March 10, 2026 and to file the RHP again with ROC, SEBI, NSE and BSE with the updated Issue Programme and other updated details as per the requirements of SEBI ICDR Regulations once the market conditions get stable.

51

On November 21, 2025, the Government of India notified the four Labour Codes - the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020 - consolidating 29 existing labour laws. The Ministry of Labour & Employment published draft Central Rules and FAQs to enable assessment of the financial impact due to changes in regulations. The Group has assessed and disclosed the incremental impact of these changes on the basis of the best information available, consistent with the guidance provided by the Institute of Chartered Accountants of India. Considering the materiality and regulatory-driven, non-recurring nature of this impact, the Group has presented such incremental impact under "Exceptional items" in the consolidated statement of profit and loss for the year ended March 31, 2026. The incremental impact consisting of gratuity of INR 75.63 lacs and long-term compensated absences of INR 8.48 lacs primarily arises due to change in wage definition. The Group continues to monitor the finalisation of Central / State Rules and clarifications from the Government on other aspects of the Labour Code and would provide appropriate accounting effect on the basis of such developments as needed.

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

SKYWAYS AIR SERVICES LIMITED

52 The Holding Company and its subsidiaries, which are companies incorporated in India, has used the accounting software for maintaining its books of account which has a feature of recording audit trail except the following:-

(i). In respect of one subsidiary company C T C Air Carriers Private Limited, the audit trail feature has been enabled from October 06, 2025. However, user level audit trail functionality was not enabled.

(ii). In respect of one subsidiary company Avito Global Freight Private Limited, the audit trail feature has not been enabled.

(iii). In respect of following subsidiary company Hubload SLS Services Private Limited and Brace Port Logistics Limited, the audit trail feature has not been enabled for one location.

(iv). Further, in respect of software used in maintaining payroll records which operated and maintained by a third party service provider, in absence of service organisation controls report in respect of audit trail, management is unable to determine whether audit trail feature of the underlying database was enabled and operated throughout the period.

Additionally, the audit trail to the extent it was enabled has been preserved by the Holding Company and its subsidiaries, which are companies incorporated in India, as per the statutory requirements for record retention except that in absence of service organisation controls report, we are unable to assess the same in respect of the software used to maintain payroll records.

53 During the financial year ended March 31, 2025, one subsidiary Company Phantom Road Express Private Limited identified a fraudulent activity involving misappropriation of funds, unauthorized transactions, false invoicing, which was perpetrated by senior employees in collusion with a third party, amounting to INR 265.00 lacs in the preliminary internal investigations.

The subsidiary Company has made the relevant provisions in the financial statements to reflect the impact of the fraud.

54 Events after the reporting period

a. The Board of Directors of the respective Company at their respective board meeting have recommended dividend to Members for their approval as follows:-

Entity		Type of Dividend	Date of Meeting	Amount per share	Total amount
Skyways Air Services Limited	Holding	Final	June 26, 2026	INR 0.65 per	756.89
Odyssey Logistics Private Limited	Subsidiary	Final	June 26, 2026	INR 6,250.00 per	1,000.00
Rahat Continental Private Limited	Subsidiary	Final	June 26, 2026	INR 410.00 per	100.18
Forin Container Line Private Limited	Subsidiary	Final	June 26, 2026	INR 1.65 per	111.18
CTC Air Carriers Private Limited	Subsidiary	Final	June 25, 2026	INR 883.00 per	40.00
CTC Air Carriers Private Limited	Subsidiary	Interim	June 25, 2026	INR 221.00 per	10.01

55 The figures have been rounded off to the nearest lacs of rupees up to two decimal places. The figure 0.00 wherever stated represents value less than INR 500/-.

56 Note 1 to 55 form integral part of the consolidated balance sheet and consolidated statement of profit and loss.

For Bhagi Bhardwaj Gaur & Co.
Chartered Accountants
ICAI Firm Reg. no. 007895N

BHAGI BHARDWAJ GAUR & CO. CHARTERED ACCOUNTANTS NEW DELHI

per Mohit Gupta
Partner
Membership No. 528337

Place: New Delhi
Date: June 26, 2026

For and on behalf of the Board of Directors of
Skyways Air Services Limited (Formerly known as Skyways Air Services Private Limited)

Yashpal Sharma
Chairman & Managing Director
DIN - 00520359

Place:New Delhi
Date: June 26, 2026

Tarun Sharma
Whole Time Director
DIN - 06501856

Place:New Delhi
Date: June 26, 2026

Himanshu Chhabra
Whole Time Director & Chief Financial Officer
DIN - 09018796

Place:New Delhi
Date: June 26, 2026

Hitesh Kumar
Company Secretary & Compliance Officer
Membership Number - A33286

Place:New Delhi
Date: June 26, 2026

SKYWAYS AIR SERVICES LIMITED