

ENVAIR ELECTRODYNE LTD.



Date: 27-05-2024

To,
The Stock Exchange, Mumbai
Phiroze Jeejeebhoy Towers,
Floor 25, P. J. Towers, Dalal Street,
Mumbai 400 001

Scrip Code: 500246

Dear Sir/Madam,

Sub: Outcome of Meeting of Board of Directors.

Pursuant to Regulation 30 read with Part A of Schedule III] and Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that the Board of Directors of the company in its meeting held today i.e. 27.05.2024 hereby consider, discuss and approve the following items:

i) Audited Standalone Financial Results of the Company for the quarter & Year ended on 31st March 2024 along with the Auditors Report.

(ii) Appointment of M/s. S.M. Bhat & Associates Chartered Accountant as an Internal Auditor of the Company for the financial year 2024-25.

We are also hereby enclosing Audited Standalone Financial Results of the Company for the quarter & year ended on 31st March 2024 along with the Auditors Report.

The said Board Meeting commenced at 01:15 P.M. and concluded at 01:30P.M.

This is for your information and record.

We request you to kindly take note of the same.

Thanking you,

Your Faithfully,

FOR ENVAIR ELECTRODYNE LIMITED

For Envair Electrodyne Ltd.

Avneet Kaur
Company Secretary
Avneet Kaur

Company Secretary

ENVAIR ELECTRODYNE LTD.



Details as required under Regulation 30 read with Para A of Part A Schedule II of the Listing Regulations and SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated 13 July 2023, with respect to appointment of M/s. S.M. Bhat & Associates:

Sr. No.	Disclosure Requirement	Details
1.	Reason for change viz., appointment, / resignation, cessation, removal, death or otherwise	Appointment as the Internal Auditor of the Company.
2.	Date of appointment/cessation	Appointed by board of directors for financial year 2024-25, on recommendation of audit committee in their meeting held on 27 th May 2024.
3.	Brief Profile (in case of appointment)	
	M/s. S.M. Bhat & Associates is a proprietorship firm led by Mr. Seetaram Mahableshwar Bhat is a qualified chartered accountant having rich experience in field of finance and accountancy.	
4.	Disclosure of relationships between directors (in case of appointment of a director}	Not applicable

For Envair Electrodyne Ltd.

[Signature]
Company Secretary

M L BHUWANIA AND CO LLP
CHARTERED ACCOUNTANTS

F-11, 3rd floor, Manek Mahal, 90, Veer Nariman Road, Churchgate, Mumbai - 400 020, INDIA.
T : +91 22 6117 4949 F : +91 22 6117 4950 E : info@mlbca.in W : www.mlbca.in

**INDEPENDENT AUDITOR'S REPORT ON QUARTERLY AND YEAR
TO DATE AUDITED FINANCIAL RESULTS OF THE COMPANY
PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING
OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS,
2015, AS AMENDED**

To
The Board of Directors of
ENVAIR ELECTRODYNE LIMITED
Report on the Audit of the Financial Results

Opinion

We have audited the accompanying Statement of Financial Results of **ENVAIR ELECTRODYNE LIMITED** ("the Company") for the quarter and year ended 31st March 2024 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, these financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and
- ii. give a true and fair view, in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net loss, other comprehensive income and other financial information for the quarter and year ended 31st March 2024.

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 ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in



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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 on the financial results.

Management's and Board of Directors' Responsibilities for the Financial Results

These financial results have been prepared on the basis of the annual financial statements. The Company's Management and Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act; for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

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



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they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.

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

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing an opinion through a separate report on the complete set of annual financial statements on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management's and Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.



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We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings,

including any significant deficiencies in internal control that we identify during our audit.

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

Other Matters

1. Attention is invited to Note No. 3 of the Statement of audited financial results for the quarter and year ended 31st March 2024 which states that the company is incurring operating losses in the current year and in the previous year. The company has already sold the land and building in the previous year. The management is exploring new opportunities to setup a manufacturing or trading business. In the meantime, the Company has enough cash flows to sustain its operations and part of the surplus funds have been invested into a Singapore entity. Hence, Company's financials have been prepared on going concern basis. Our opinion is not modified in respect of the above matter.
2. Attention is invited to Note No. 4 of the Statement of audited financial results for the quarter and year ended 31st March 2024 which states that during the previous year ended 31st March 2023 a fraud was unearthed, which was committed by the employee of the company, against the company, by using digital and other means to transfer/ withdraw various sums from the bank account of the company. The amount involved was Rs. 191.16 lakhs (which included Rs 22.48 lakhs for Financial Year 2020-21, Rs 67.77 Lakhs for Financial Year 2021-22, Rs 79.22 Lakhs for Financial Year 2022-23 and Rs 21.68 lakhs for Financial Year 2023-24) which was expensed out during the previous financial year ended 31st March 2023 itself. A FIR was lodged and investigation is in process. Previous year figures relating to Financial Year 2020-21 and Financial Year 2021-22 were not restated and provision for the fraud amount committed in Financial Year 2023-24 was also provided in the previous financial year ended 31st March 2023 itself, as a matter of prudence. The previous year profit is understated by Rs 111.93 Lakhs due to non-restatement and due to provision for fraud amount relating to Financial Year 2023-24. The current year profit is over restated by Rs 21.68 Lakhs as the amount was provided in the previous Financial Year. The Audit Report for the previous year was qualified due to the same. However, the closing equity for



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the Financial Year ending 31st March 2024 is after giving effect of all the above. Our opinion is not modified in respect of the above matter.

3. Balances of Trade receivables, Trade Payables, Advance, and Bank balances are subject to confirmation and consequential adjustments, if any. Our opinion is not modified in respect of the above matter.
4. The financial results for the quarter ended on 31st March 2024 and for the corresponding quarter ended 31st March 2023 are the balancing figures between the audited figures in respect of the year ended on 31st March 2024 and 31st March 2023 and the published year to date figures up to the period 31st December 2023 and 31st December 2022, being the date of the end of the third quarter of the respective financial year, which were subject to limited review, as required under the Listing Regulations. Our opinion is not modified in respect of the above matter.

For M L BHUWANIA AND CO LLP
Chartered Accountants
FRN: 101484W/W100197

Ashishkumar Bairagra
Partner

Membership No. 109931

UDIN: 24109931BKEIAM8619

Place: Mumbai

Date: May 27, 2024

F-11, 3rd Floor, Manek Mahal,
90, Veer Nariman Road, Churchgate,
Mumbai - 400 020, India.



ENVAIR ELECTRODYNE LIMITED

Registered Office: Office no. 123, Wing A, Sohrab Hall, 21, Sasoon Road, Pune - 411001

CIN : L29307MH1981PLC023810

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2024

(Rs. In Lakhs)

Sr No	Particulars	Quarter Ended			Year Ended	
		31st March, 2024 (Audited)	31st December, 2023 (Unaudited)	31st March, 2023 (Audited)	31st March, 2024 (Audited)	31st March, 2023 (Audited)
1	Income					
	(a) Revenue from Operations	-	-	-	39.72	97.22
	(b) Other Income	16.32	0.12	(1,059.98)	29.46	43.92
	Total Income from operations	16.32	0.12	(1,059.98)	69.18	141.14
2	Expenses:					
	a) Cost of Materials consumed	-	-	(65.42)	4.00	20.89
	b) Purchase of Stock-in-trade	-	-	109.81	-	109.81
	c) Changes in Inventory of Finished goods, Work-in-progress and Stock-in-trade	-	-	(13.48)	34.28	(13.48)
	d) Employee Benefits Expenses	2.16	1.77	0.89	4.66	2.94
	e) Finance Cost	-	4.45	-	4.45	-
	f) Depreciation and Amortisation expense	-	-	-	-	0.57
	g) Other expenses	55.68	56.00	(14.67)	131.32	79.27
	Total Expenses	57.84	62.22	17.13	178.71	200.00
3	Profit / (Loss) from ordinary activities before Exceptional items (1-2)	(41.52)	(62.10)	(1,077.11)	(109.54)	(58.86)
4	Exceptional Items (Refer Note No. 6)	-	-	837.50	-	837.50
5	Profit / (Loss) before tax (3 +/- 4)	(41.52)	(62.10)	(239.61)	(109.54)	778.64
6	Tax Expense					
	- Current tax	-	(50.91)	(52.54)	(46.81)	170.47
	- Deferred tax	18.73	-	-	18.73	-
	Total Tax Expenses	18.73	(50.91)	(52.54)	(28.08)	170.47
7	Profit / (Loss) for the period (5 +/- 6)	(60.25)	(11.19)	(187.07)	(81.46)	608.17
8	Other Comprehensive Income, net of income tax					
	A. (i) Items that will not be reclassified to Profit or Loss					
	(ii) Income tax relating to items that will not be reclassified to profit or loss					
	B. (i) Items that will be reclassified to Profit or Loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	Total Other Comprehensive Income, net of income tax	-	-	-	-	-
9	Total Comprehensive Income for the period (8 +/- 7)	(60.25)	(11.19)	(187.07)	(81.46)	608.17
10	Paid-up equity share capital (face value of Rs 10/- per share)	464.00	464.00	464.00	464.00	464.00
	Reserves excluding revaluation reserve at the Balance Sheet date				306.89	388.35
11	Earning per share (EPS) (of Rs 10/- each) (not annualised)					
	Basic	(1.30)	(0.24)	(4.03)	(1.76)	13.11
	Diluted	(1.30)	(0.24)	(4.03)	(1.76)	13.11

EPS is not annualized for the quarter ended March 31, 2024, quarter ended December 31, 2023, and quarter ended March 31, 2023.



Anil
Nagpal

Chartered Accountant
Firm No. 123456789
Mumbai

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STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2024

Statement of Assets and Liabilities as at 31st March, 2024

(Rs. In Lakhs)

Particulars	31st March, 2024 (Audited)	31st March, 2023 (Audited)
ASSETS		
Non-Current Assets		
(a) Property, Plant and Equipment	-	-
(b) Capital Work-in-progress	-	-
(c) Other Intangible Assets	-	-
(d) Financial Assets		
(i) Investment	125.50	-
(e) Deferred Tax Assets	-	18.73
(f) Non-current tax assets	38.11	14.23
Total Non-Current Assets	163.61	32.95
Current Assets		
(a) Inventories	-	38.28
(b) Financial assets:		
a) Trade receivables	-	105.31
b) Cash and Cash Equivalents	583.14	34.26
c) Bank balances other than (b) above	12.86	631.21
d) Other Financial Assets	0.44	5.64
(c) Current Tax Asset	3.11	2.68
(d) Other Current Assets	44.32	102.23
Total current assets	643.86	919.61
Non Current Assets Held for Sale	-	34.14
TOTAL ASSETS	807.48	986.70
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share Capital	464.00	464.00
(b) Other Equity	306.89	388.35
Total equity	770.89	852.35
LIABILITIES		
Current Liabilities		
(a) Financial Liabilities		
i) Trade payables		
- total outstanding dues of micro and small enterprises	1.82	27.10
- total outstanding dues of creditors other than micro and small enterprises	5.41	12.79
ii) Other Financial Liabilities	1.55	11.95
(b) Other Current Liabilities	21.09	33.65
(c) Provisions	-	21.68
(d) Current Tax Liabilities (Net)	6.72	27.19
Total current liabilities	36.58	134.36
TOTAL EQUITY AND LIABILITIES	807.48	986.70



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STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2024

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

(Rs. In Lakhs)

Sr No	Particulars	Year Ended	
		31st March, 2024 (Audited)	31st March, 2023 (Audited)
A)	CASH FLOW FROM OPERATING ACTIVITIES:		
	Net Profit Before Tax	(109.54)	778.64
	<u>Adjustments for:</u>		
	Depreciation and amortisation	-	13.09
	OCI Directly adjusted to Reserve and Surplus	-	(2.98)
	Interest Expenses	4.45	-
	Profit on sale of Assets held for disposal	(3.03)	-
	Bad debts written off	27.72	-
	Allowances for Doubtful Debts	36.78	22.37
	Allowances for Doubtful Advances	30.00	-
	Sundry Balance written back	(22.63)	(22.92)
	Unrealized Foreign Exchange gain	(0.01)	3.42
	Premium Received on Surrender of Lease Rights	-	(1,101.54)
	Interest income	(3.45)	(15.38)
	Cash from operating activities before working capital changes	(39.71)	(325.30)
	<u>Adjustments for:</u>		
	Increase / Decrease in Trade Payables	(7.72)	(27.55)
	Increase / Decrease in Other Current Liabilities	(5.27)	(34.03)
	Increase / Decrease in Other Financial Liabilities	4.42	(2.37)
	Increase / Decrease in Short term provisions	(21.68)	(2.77)
	Increase / Decrease in Inventories	38.28	7.41
	Increase / Decrease in Trade Receivables	35.13	(69.03)
	Increase / Decrease in Loans and Advances	-	8.07
	Increase / Decrease in Other Financial Assets	618.35	(441.75)
	Increase / Decrease in Other Current Assets	9.32	159.74
	Cash Generated from Operations:	631.12	(402.26)
	<u>Adjustment for:</u>		
	Direct Taxes Paid (Net)	(1.00)	(135.88)
	Net Cash Flow from Operating Activities	630.13	(863.45)
B)	CASH FLOW FROM INVESTING ACTIVITIES:		
	Purchase of Investment	(125.50)	-
	Proceeds from Sale of assets held for disposal	37.17	-
	Proceeds from Sale of assets	-	1,150.00
	Interest Received	7.09	15.38
	Net Cash Flow From Investing Activities	(81.25)	1,165.38



Anil
Nagpal

Chartered Accountant
Firm No. 12345678
Mumbai

C) CASH FLOW FROM FINANCING ACTIVITIES:		
Repayment of Short term Borrowings	-	(276.81)
Net Cash Flow From Financing Activities	-	(276.81)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C):	548.88	25.12
OPENING BALANCE OF CASH & CASH EQUIVALENTS	34.26	9.14
CLOSING BALANCE OF CASH & CASH EQUIVALENTS	583.14	34.26
	548.88	25.12

Notes

1 Closing Balance of Cash & Cash Equivalents

Cash and Cash Equivalents Includes:

- Cash in Hand

Balance with Schedule Banks

- In Current Account

	583.14	34.26
	583.14	34.26

- 2 Cash flow statement has been prepared under the indirect method as set out in Indian Accounting Standard (Ind AS 7) statement of cash flows.
- 3 Previous year figures have been regrouped and rearranged wherever considered necessary to make them comparable with those of the current year.



Anil
Nagpal

Chartered Accountant
10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27, 28, 29, 30, 31, 32, 33, 34, 35, 36, 37, 38, 39, 40, 41, 42, 43, 44, 45, 46, 47, 48, 49, 50, 51, 52, 53, 54, 55, 56, 57, 58, 59, 60, 61, 62, 63, 64, 65, 66, 67, 68, 69, 70, 71, 72, 73, 74, 75, 76, 77, 78, 79, 80, 81, 82, 83, 84, 85, 86, 87, 88, 89, 90, 91, 92, 93, 94, 95, 96, 97, 98, 99, 100

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CIN : L29307MH1981PLC023810

AUDITED RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2024

Notes to Audited Financial Results for the Quarter and Year Ended March 31, 2024

- 1 The audited financial results of the Company for the quarter and year ended March 31, 2024 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 27th May, 2024.
- 2 These financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India.
- 3 The company is incurring operating losses in the current year and in the previous year. The company has already sold the land and building in the previous year. The management is exploring new opportunities to setup a manufacturing or trading business. In the meantime, the Company has enough cash flows to sustain its operations and part of the surplus funds have been invested into a Singapore entity. Hence, Company's financials have been prepared on going concern basis.
- 4 During the previous year ended 31st March 2023 a fraud was unearthed, which was committed by the employee of the company, against the company, by using digital and other means to transfer/ withdraw various sums from the bank account of the company. The amount involved was Rs. 191.16 lakhs (which included Rs 22.48 lakhs for Financial Year 2020-21, Rs 67.77 Lakhs for Financial Year 2021-22, Rs 79.22 Lakhs for Financial Year 2022-23 and Rs 21.68 lakhs for Financial Year 2023-24) which was expensed out during the previous financial year ended 31st March 2023 itself. A FIR was lodged and investigation is in process. Previous year figures relating to Financial Year 2020-21 and Financial Year 2021-22 were not restated and provision for the fraud amount committed in Financial Year 2023-24 was also provided in the previous financial year ended 31st March 2023 itself, as a matter of prudence. The previous year profit is understated by Rs 111.93 Lakhs due to non-restatement and due to provision for fraud amount relating to Financial Year 2023-24. The current year profit is over restated by Rs 21.68 Lakhs as the amount was provided in the previous Financial Year. The Audit Report for the previous year was qualified due to the same. However, the closing equity for the Financial Year ending 31st March 2024 is after giving effect of all the above.
- 5 The figures for quarter ended March 31, 2024 and March 31, 2023 are balancing figures between the audited figures of the full financial year and the reviewed year-to-date figures up to the third quarter of the relevant financial year.
- 6 Exceptional items of Rs. 837.50 lakhs in the quarter and year ended 31st March, 2023 includes Premium on surrender of lease rights of Rs.1,101.54 lakhs, fraud committed by employee against the company of Rs. (191.16) lakhs and prior period expense of Rs. (72.88) lakhs.
- 7 The Company operates in single reportable segment namely "Industrial Machinery".
- 8 Other income for the year ended 31st March, 2024 includes profit on sale of assets held for sale amounting to Rs. 3.03 Lakhs.
- 9 Corresponding figures of the previous quarter/year have been regrouped and reclassified wherever necessary.

**For and on behalf of Board of Directors
of ENVAIR ELECTRODYNE LIMITED**

Anil Nagpal

**Anil Nagpal
Managing Director**

Place : Chandigarh
Date: 27th May, 2024

