



MELSTARR

August 14, 2024

The Listing Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Fort,
Mumbai 400 001
BSE Scrip Code: Equity – 532307

The Listing Department
National Stock Exchange of India Limited
Exchange Plaza, C/1, Block G
Bandra Kurla Complex,
Bandra (East), Mumbai – 400 051
NSE Scrip Code: Equity – MELSTAR

Dear Madam/Sirs,

Sub: Submission of Statements of Impact of Auditors qualifications for the year ended March 31, 2021.

This is with reference to earlier announcements dated 14th August, 2024 subjected with “Outcome of Board Meeting and submission of Audited Financial Results for the quarter and year ended March 31, 2021.

We are now enclosing herewith statements of impact of Auditors qualifications for the year ended March 31, 2021.

Kindly note that Ms. Alyzaa Merchant who has signed said statements is Audit Committee Chairperson and same is mentioned as director in the statements. There is no Chief Financial Officer (CFO) in the Company as on date. CFO has resigned on 13th August 2024 and necessary disclosure has been given to Stock Exchanges.

Thanking you,

Yours faithfully,

For **MELSTAR INFORMATION TECHNOLOGIES LIMITED**

Meenakshi Ramandasani
Company Secretary
M.No. 47336

Encl.: As above

Melstar Information Technologies Limited

CIN: L99999MH1986PLC040604

159, Industry House, 5th Floor, Church gate Reclamation, Mumbai City, Mumbai, Maharashtra, India, 400020

Corporate Office:

Unit No. 1302, 13th floor, “Raheja Centre”, The Free Press Journal Marg, Nariman Point, Mumbai – 400 021

Email: cs@melstarrtech.com ; Mobile +91 93210 30069

Statement on Impact of Audit Qualifications for the Financial Year Ended March 31, 2021
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. In Lakhs)
	1.	Turnover / Total income	127.12	127.12
	2.	Total Expenditure	305.31	305.31
	3.	Net Profit/(Loss)	(178.19)	(178.19)
	4.	Earnings Per Share	(1.25)	(1.25)
	5.	Total Assets	898.78	898.78
	6.	Total Liabilities	1,421.40	1,421.40
	7.	Net Worth	(522.62)	(522.62)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-

II.	<p><u>Audit Qualification:</u></p> <p>a) Details of Audit Qualification:</p> <p>1) With reference to Note No 27 (k) regarding the balance of Trade Payables, Trade Receivables, Loans, Advances, current liabilities, borrowing from others etc. being not confirmed by the parties due to pending reconciliation the management has not sent direct confirmations to parties and hence our inability to state whether these balances are recoverable /payable to the extent stated.</p> <p>2) The company has accumulated losses exceeding the share capital and reserves and its net worth has been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the company's ability to continue as a going concern. However, the standalone financial results of the Company have been prepared on a going concern basis because of the reasons stated in the Note No. 27 (j) to the standalone financial results.</p> <p>b) Type of Audit Qualification: Qualified Opinion</p> <p>c) Frequency of qualification: (a) (1) Since 31.03.2021 (b) (2) Since 31.03.2021</p> <p>d) For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Impact is not ascertainable as the Company is IBC and CIR process initiated</p> <p>e) For Audit Qualification(s) where the impact is not quantified by the auditor:</p> <p>a. Management's estimation on the impact of audit qualification: As explained to us by the current management after taking into consideration NCLT order dated 01/11/2023 with regard to the confirmation of Trade Payables, Trade Receivables, Loans and Advances, Current Liabilities, Borrowings from others etc. we are unable to provide, since the company was under NCLT process and Resolution Professional Mr. Neehal Mahamul Pathan neither handed over any confirmation he received in past years, nor he provided details / information of Trade Payables, Trade Receivables, Loans and Advances, Current Liabilities, Borrowings from others. The current management will try to</p>
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ensure their realisability for the same and if it is not payable/recoverable then the required provisions will be made in current financial year.

b. If management is unable to estimate the impact, reasons for the same: NA

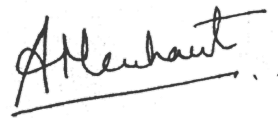
c. Auditors' Comments on (i) or (ii) above: NA

III. Signatories:

- **Vineet Govardhan Prasad Shah, Managing Director**



- **Alyzaa Merchant, Director**



- **Statutory Auditor**

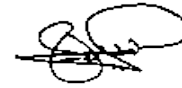
CA Dhananajay Jaiswal

M.No. 187686

Partner

C K S P AND CO LLP

FRN – 131228W / W100044



Place: Mumbai

Date: 14.08.2024