

**CMI LIMITED**

AN ISO 9001, ISO 14001
& BS ISO 45001 COMPANY
CIN No. L74899DL 1967 PLC018031

Regd. Office :
PD-II, Jhilmil Metro Station,
Jhilmil Industrial Area,
Delhi-110095
Phone : 011-49570000

Works : Baddi, Himachal Pradesh-173205 (India)
Faridabad, Haryana-121006 (India)

CMI/CS/2023-24/**October 31, 2023**

BSE Corporate Compliance & Listing Centre
BSE Limited
Phiroze Jeejeebhoy Towers, Dalal Street,
MUMBAI-400001

Listing Department
National Stock Exchange of India
'Exchange Plaza', Bandra Kurla Complex,
MUMBAI-400051

BSE Scrip Code: 517330/ NSE Scrip Code: CMICABLES

Sub: Announcement pursuant to Regulation 30 and 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015

Sir,

As informed earlier vide our intimation dated August 03, 2023 regarding the initiation of corporate insolvency resolution process ("CIRP") in the case of CMI Limited ("the Company") under Section 7 of The Insolvency and Bankruptcy Code, 2016, filed by the Financial Creditor Canana bank and initiating the Corporate Insolvency Resolution Process under Insolvency and Bankruptcy Code, 2016 ("IBC").

In compliance with Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the Board of Directors of the Company (Power Suspended) as per the provision of the insolvency and Bankruptcy Code, 2016, today, i.e. 31st October, 2023, has, inter alia, upon authorisation of Mr. Deepak Maini, Resolution Profession of the Company, approved the following:

1. Audited Financial Results for the quarter and year ended 31st March, 2023 is enclosed as **Annexure-1;**
2. Audit Report on the financial results for the quarter and year ended 31st March, 2023 is enclosed as **Annexure-2;**
3. Statement on Impact of Audit Qualifications (for audit report with modified opinion) as **Annexure-3;**

The Meeting commenced at 03:00 P.M. and concluded at 07:25 P.M.

This is for your information and record.

Thanking you,
For CMI LIMITED

TANYA KUKREJA
COMPANY SECRETARY

**CMI LIMITED**AN ISO 9001, ISO 14001
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Faridabad, Haryana-121006 (India)**ANNEXURE -1****STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2023**

(Rs. in Lakhs)

Sr.No.	PARTICULARS	Quarter Ended			Year ended	
		31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
		Audited	Unaudited	Audited	Audited	Audited
1	a) Revenue from operations	1,016.83	189.95	804.40	2,203.57	6,774.80
	b) Other Income	111.05	2.45	181.13	155.74	317.83
	Total Income	1,127.88	192.40	985.53	2,359.30	7,092.63
2	Expenses					
	a) Cost of materials consumed	312.51	287.40	607.96	1,237.63	7,970.32
	b) Purchase of stock-in-trade	9.00	-	-	9.00	5.25
	c) Changes in inventories of Finished goods, Stock-in-trade and Work-in-progress	1,472.90	81.48	668.15	1,963.15	(464.21)
	d) Employee benefits expenses	71.69	32.94	125.14	228.37	571.12
	e) Finance costs	(2,413.28)	353.97	1,006.14	73.63	4,405.11
	f) Depreciation and amortisation expenses	230.13	227.75	261.20	921.56	1,044.51
	g) Other Expenses	292.63	133.88	6,613.90	644.99	7,224.44
	Total Expenses	(24.42)	1,117.42	9,282.51	5,078.33	20,756.55
3	Profit / (Loss) before exceptional items and tax (1-2)	1,152.30	(925.02)	(8,296.98)	(2,719.03)	(13,663.92)
4	Exceptional items	(9,371.65)	0.34	2,814.24	(9,025.46)	(4,477.83)
5	Profit / (Loss) before tax (3-4)	(8,219.35)	(924.68)	(5,482.73)	(11,744.49)	(18,141.75)
6	Tax Expenses:					
	a) Current Tax	-	-	-	-	-
	b) Deferred Tax	(160.30)	225.61	1,579.54	735.48	3,852.02
	Total Tax expenses	(160.30)	225.61	1,579.54	735.48	3,852.02
7	Net Profit / (Loss) for the period (5-6)	(8,379.66)	(699.07)	(3,903.19)	(11,009.02)	(14,289.72)
8	Other Comprehensive Income / (Loss):					
	a) Items that will not be reclassified to profit and loss in subsequent period, net of tax	-	-	23.14	-	23.14
	b) Items that will be reclassified to profit and loss in subsequent period, net of tax	-	-	-	-	-
	Other Comprehensive Income / (Loss) for the period (Net of tax)	-	-	23.14	-	23.14
9	Total Comprehensive Income for the period, net of tax (7+8)	(8,379.65)	(699.08)	(3,880.05)	(11,009.02)	(14,266.58)
10	Paid-up equity share capital (Face value Rs.10/ each)	1,602.74	1,602.74	1,602.74	1,602.74	1,602.74
11	Other equity	-	-	-	(14,305.62)	(3,296.59)
12	Earning per equity share (EPS) (not annualised)					
	a) Basic (Rs.)	(52.28)	(4.36)	(24.35)	(68.69)	(89.16)
	b) Diluted (Rs.)	(52.28)	(4.36)	(24.35)	(68.69)	(89.16)

For CMI LIMITED
Amit Jain
Managing Director

**CMI LIMITED**

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Faridabad, Haryana-121006 (India)

(Rs. in Lakhs)

Statement of Assets and Liabilities	Year ended 31st March, 2023	Year ended 31st March, 2022
	(Audited)	(Audited)
ASSETS		
Non-Current Assets		
(a) Property, Plant and Equipment	12946.30	13,937.32
(b) Capital work-in-progress	287.09	287.09
(c) Investment Properties	247.17	934.72
(d) Other Intangible Assets	-	-
(e) Financial Assets		
(i) Investments	0.03	0.04
(ii) Loans	121.69	85.62
(iii) Others	0.00	58.74
(f) Deferred Tax Assets (Net)	8357.32	7,621.84
(g) Other Non Current Assets	282.28	302.64
Total Non-Current Assets	22,241.88	23,228.00
Current Assets		
(a) Inventories	844.19	3,667.17
(b) Financial Assets		
(i) Trade Receivables	5031.31	11,064.80
(ii) Cash and Cash equivalents	60.00	27.69
(iii) Other Bank Balances	61.63	296.98
(iv) Loans	0.00	62.30
(v) Other Current Financial Assets	0.00	4.90
(c) Current Tax Assets (Net)	48.68	178.53
(d) Other Current Assets	3210.25	5,080.54
Total Current Assets	9,256.06	20,382.90
Total Assets	31,497.94	43,610.91
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share Capital	1603.07	1,603.07
(b) Other Equity	(14,305.62)	(3,296.59)
Total Equity	(12,702.55)	(1,693.52)
Liabilities		
Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	3413.21	5,427.15
(ii) Lease Liabilities	119.98	122.46
(b) Provisions	1.36	34.85
Total Non-Current Liabilities	3,534.55	5,584.46
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	34,723.82	35,421.39
(ii) Lease Liabilities	2.48	3.64
(iii) Trade Payables		
-Total outstanding dues of Micro Enterprises and Small Enterprises	-	634.67
-Total outstanding dues of Creditors other than Micro Enterprises and Small Enterprises	3,194.39	2,175.74
(iv) Other Financial Liabilities	2,599.15	909.55
(b) Other Current Liabilities	138.33	380.91
(c) Provisions	7.77	41.87
(d) Current Tax liabilities (Net)	-	152.20
Total Current Liabilities	40,665.94	39,719.97
Total Liabilities	44,200.49	45,304.43
Total Equity and Liabilities	31,497.94	43,610.91

For CMI LIMITED

Works Faridabad : Plot No. 71 & 82, Sector 6, Faridabad -121006 (Hararyana), E-mail : worksfbd@cmilimited.in

Works Baddi : Village: Bhatauli Khurd, Baddi, Tehsil: Nalagarh, Dist.: Solan, (Himachal Pradesh). 173205 E-mail: worksbaddi@cmilimited.co.in

Managing Director

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Statement of Cash Flows for the Year ended 31st March, 2023

(Rs. in Lakhs)

Particulars	Year ended 31st March, 2023	Year ended 31st March, 2022
Cash flow from operating activities		
Profit/ (Loss) before tax	(11,744.49)	(18,141.75)
Adjusted for:		
Depreciation and amortization expense	921.56	1,044.51
(Profit)/Loss on sale of property, plant and equipment	(376.36)	33.93
Deferred Employee Cost & Fair Value FVOCI Equity Adjustments	(0.00)	30.94
Rental Income	(20.52)	(35.91)
Interest expense	73.63	4,405.11
Interest income	(34.91)	(45.22)
Operating profit/ (loss) before working capital changes	(11,181.10)	(12,708.39)
Movements in working capital:		
Decrease/(increase) in trade receivables	6,033.48	2,464.65
Decrease/(increase) in inventories	2,822.97	11,780.16
Decrease/(increase) in other assets	1,937.49	347.14
(Decrease)/increase in trade payables and other liabilities	1,830.97	(9,459.05)
(Decrease)/increase in other provisions	(67.58)	(28.69)
Cash generated from/ (used in) operations	1,376.23	(7,604.18)
Direct Taxes Paid	(22.34)	(3.53)
Net cash flow from/(used in) operating activities (A)	1,353.89	(7,607.71)
Cash flows from investing activities		
Purchase of property, plant and equipment, including intangible assets, capital work in progress	(101.56)	(0.57)
Proceeds from disposal of property, plant and equipment	1,234.94	72.76
Decrease/(increase) in non-current investments	0.00	(0.01)
Decrease/(increase) in other non-current assets	20.36	548.70
Decrease/(increase) in other bank balances	235.36	886.15
Decrease/(increase) in other non current financial assets	22.66	26.07
Rental Income	20.52	35.91
Interest received	34.91	45.22
Net cash flow from/ (used in) investing activities (B)	1,467.20	1,614.23
Cash flow from financing activities		
Proceeds/(Repayment) of long-term borrowings (Net)	(2,013.94)	(695.43)
Proceeds/(Repayment) of short-term borrowings (Net)	(697.57)	10,462.18
Payment of Lease Liabilities	(3.64)	(49.14)
Proceeds from issue of Equity Share Capital (Including Premium)	-	-
Interest paid	(73.63)	(4,405.11)
Net cash flow from / (used in) financing activities (C)	(2,788.79)	5,312.48
Net increase/(decrease) in cash and cash equivalents (A + B + C)	32.31	(680.99)
Cash and cash equivalents at the beginning of the year	27.69	708.68
Cash and cash equivalents at the end of the year	60.00	27.69
Components of cash and cash equivalents		
Balances with banks:		
-In current accounts	40.77	9.41
-In unpaid dividend accounts	13.60	13.62
-In deposit accounts	-	-
Cash in hand	5.62	4.67
Total cash and cash equivalents [Refer Note No. 16]	60.00	27.69

Note : The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS-7

For CMI LIMITED
Anant Jais
Managing Director

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Notes

1. The Company has informed vide announcement dated August 03, 2023, that the Hon'ble National Company Law Tribunal, Delhi Bench, ("NCLT") vide its order dated July 28, 2023 ("Order"), pronounced on August 01, 2023, has admitted the application filed by Canara Bank ("Financial Creditor") under Section 7 of the Insolvency and Bankruptcy Code, 2016, read with rules and regulations framed thereunder ("the Code").
Furthermore, the Hon'ble National Company Law Tribunal, Delhi Bench, ("NCLT") has also approved the appointment of Mr. Deepak Maini as the Interim Resolution Professional/Resolution Professional ("IRP/RP") to conduct the CIRP of the Company admitted under section 7 of the Insolvency and Bankruptcy Code 2016.
During CIRP, the powers of the board stands suspended as per the Insolvency and Bankruptcy Code, 2016, and the company operates under the guidance and direction of the Resolution Professional.
2. The above financial results have been approved by the Board of Directors of the Company (Power Suspended) as per the provision of the insolvency and Bankruptcy Code, 2016 on 31st October, 2023, upon authorization of Mr. Deepak Maini, Resolution Professional of the Company.
3. The financial results for the financial year ended March 31, 2023 have been audited by the Statutory Auditors of the Company. The Statutory Auditors have expressed a modified opinion on the above results.
4. These financial results have been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies to the extent applicable.
5. There is no separate reporting segment as per the Indian Accounting Standard (Ind-AS 108) on segment reporting.
6. The Figures of the last quarter are the balancing figures in respect of financial results between audited figures of the financial year ended March 31, 2023 and the published year to date figures upto 3rd quarter i.e. December 31, 2022 of the current year, which were subjected to limited review.
7. During the financial year, the company had recognized an amount of Rs 90.25 crore as exceptional items in its financial statements on account of provisions against debtors, recognition of prior period expenses, provision for NRV testing of stock and profit on sale of fixed assets. This was necessitated to depict true & fair view of such transactions on the financial affairs of the company.
8. Previous year / periods figures have been regrouped / reclassified, wherever necessary.

The above financial results of the Company are available on the Company's website www.cmilimited.in and also at www.bseindia.com and www.nseindia.com

Date: 31.10.2023

Place: Delhi

For and behalf of Board (Power Suspended)

For CMI LIMITED

Managing Director

CMI Limited

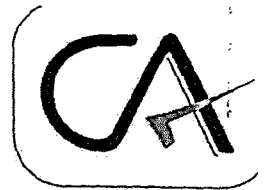
Amit Jain

Chairman-cum Managing Director

DIN-00041300

Krishna Neeraj & Associates

Chartered Accountants



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

To
The Board of Directors
CMI Limited
New Delhi

REPORT ON THE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2023.

Qualified Opinion

We have audited the accompanying statement of audited financial results of CMI Limited for the Quarter and year ended 31st March, 2023 attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

The Hon'ble National Company Law Tribunal, Delhi Bench, ("NCLT") vide its order dated July 28, 2023 ("Order"), pronounced on August 01, 2023, has admitted the application filed by Canara Bank ("Financial Creditor") under Section 7 of the Insolvency and Bankruptcy Code, 2016, read with rules and regulations framed thereunder ("the Code").

Furthermore, the Hon'ble National Company Law Tribunal, Delhi Bench, ("NCLT") has also appointed Mr. Deepak Maini as the Interim Resolution Professional/Resolution Professional ("IRP/RP") to conduct the CIRP of the Company admitted under section 7 of the Insolvency and Bankruptcy Code 2016.

During CIRP, the power of the board is suspended as per the Insolvency and Bankruptcy Code, 2016, and the company operates under the guidance and directions of the Resolution Professional.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of matters described in the Basis for Qualified Opinion paragraph below and based on our audit and in view of non-compliance to various accounting standards, absence of confirmation and reconciliation of balances in parties accounts, confirmation and other issues as discussed in the below paras, combined with non-availability of data to assess their impact on the financial statements and undetected misstatement, (if any), contained therein, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India of the state of affairs of the Company as at March 31, 2023, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.



Except the matters mentioned in the basis of qualified opinion, the statement read with notes therein:

- i. Is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. Gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income for the quarter ended March 31, 2023 as well as for the year ended March 31, 2023 and other financial information of the company for the quarter and year ended March 31, 2023.

Basis of Qualified Opinion

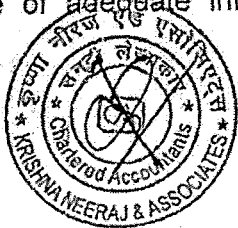
a) Going Concern Concept

The accumulated losses of the company as at the close of 31st March 2023 amounting to Rs.14305.62 lakhs as against which the paid up capital of the company is Rs.1603.07 Lakh and the losses has totally eroded the net worth of the company. The company has been incurring continues losses for the past many years. The total liabilities of the company as at the close of 31st March 2023 is Rs. 44,200.49 lakhs (Previous year Rs. 45304.43 lakhs) against which the Fixed and current assets book values are only Rs. 31,497.94 lakhs (Previous year Rs.43,610.91 lakhs).

- b) The Company has not complied the disclosure for the following as per IND AS
- a. IND-AS 19: The Company has not identified, measured, quantified and disclosed the gratuity and leave encashment and its impact on the current financial statements.

Management's and Board of Director's of the Company (Power Suspended) as per the provision of the insolvency and Bankruptcy Code, 2016 working under authorization of Mr. Deepak Maini, Resolution Profession of the Company, approved the following Responsibility for the Financial Statements

The Company's management and Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the state of affairs, profit/loss (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for



ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

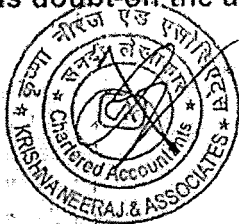
In preparing the financial statements, management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management and the Board of Directors either intend 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 Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has in place adequate internal financial controls with reference to financial statements and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management and Board of Directors in the financial statements.
- Conclude on going concern basis of accounting that the management's have prepared financials on going concern basis though the company is continuously having negative net worth in last few years. **The company's net worth as on 31 March 2023 is negative amounting to (-) Rs. 12,702.55 Lakhs which cast serious doubt on the ability of the company to continue as a going concern.**



- Conclude on based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

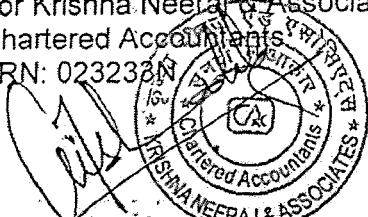
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

The statement includes the results for the quarter ended March 31, 2023 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2023 and the published unaudited year to date figures up to the third quarter of the current financial year, which were subject to a limited review by us, as required under the listing regulations.

Our conclusion on the statement is not modified in respect of the above matters except as mentioned in basis of qualified opinion above.

For Krishna Neeraj & Associates
Chartered Accountants
FRN: 023233



CA. Krishna Kr Neeraj
Partner
Membership No. 506669

UDIN: 23506669BGVZRD5237

Place: New Delhi

Date: 31.10.2023

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Faridabad, Haryana-121006 (India)**ANNEXURE-3****Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2023
(for audit report with modified opinion)**

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualification s)
	1.	Turnover / Total income	2359.30	2359.30
	2.	Total Expenditure	13368.32	13368.32
	3.	Net Profit/(Loss)	11009.02	11009.02
	4.	Earnings Per Share	68.69	68.69
	5.	Total Assets	31497.94	31497.94
	6.	Total Liabilities	44200.49	44200.49
	7.	Net Worth	- 12702.55	- 12702.55
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	Audit Qualification:			
	a. Details of Audit Qualification:			
	<p>Going Concern Concept: The accumulated losses of the company as at the close of 31st March 2023 amounting to Rs.14305.62 Lakhs as against which the paid up capital of the company is Rs.1603.07 Lakh and the losses has totally eroded the net worth of the company. The company has been incurring continues losses for the past many years. The total liabilities of the company as at the close of 31st March 2023 is Rs. 44,200.49 lakhs (Previous year Rs. 45304.43 lakhs) against which the Fixed and current assets book values are only Rs. 31,497.94 lakhs (Previous year Rs.43,610.91 lakhs).</p>			
	<ul style="list-style-type: none"> The Company has not complied the disclosure for the following as per IND AS 19: The Company has not identified, measured, quantified and disclosed the gratuity and leave encashment and its impact on the current financial statements. 			
	b. Type of Audit Qualification : Qualified Opinion			
	c. Frequency of qualification: First time			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable			
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:			
	(i) Management's estimation on the impact of audit qualification: Not Applicable			
	(ii) If management is unable to estimate the impact, reasons for the same:			
	<ul style="list-style-type: none"> Going Concern Concept: The accumulated losses of the company as at the close of 31st March 2023 amounting to Rs.14305.62 Lakhs as against which the paid up capital of the company is Rs.1603.07 Lakh and the losses has totally eroded the net worth of the company. The company has been 			



CMI LIMITED

AN ISO 9001, ISO 14001
& BS ISO 45001 COMPANY
CIN No. L74899DL 1967 PLC018031

Regd. Office :
PD-II, Jhilmil Metro Station,
Jhilmil Industrial Area,
Delhi-110095
Phone : 011-49570000

Works : Baddi, Himachal Pradesh-173205 (India)
Faridabad, Haryana-121006 (India)

Incurring continues losses for the past many years. The total liabilities of the company as at the close of 31st March 2023 is Rs. 44,200.49 lakhs (Previous year Rs. 45304.43 lakhs) against which the Fixed and current assets book values are only Rs. 31,497.94 lakhs (Previous year Rs.43,610.91 lakhs)

Reply: The auditor have opined upon the going concern nature of the company due to consistent losses being incurred since the inception of Covid-19 due to the resultant market disruptions, minimal operations in the factory and risk carried by the company due to non-execution of orders by the company after Covid-19. The company could not honor its financial commitment towards its lenders.

Pursuant whereof, one of the lender's, filed an application against the company under section 7 of the Insolvency and Bankruptcy Code, 2016, read with rules and regulations framed thereunder ("the Code") which has since been admitted by Hon'ble NCLT, New Delhi vide its order dated 28.07.2023. However, the business segment carries potential and the company can be revived in future.

- The Company has not complied the disclosure for the following as per IND AS 19:

Reply: Ascertainment of actuarial liability as laid down under Ind AS — 19 involves considerable cost which is difficult for the company to with stand considering the Company is undergoing CIRP. Hon'ble National Company Law Tribunal, Delhi Bench, ("NCLT") vide its order dated July 28, 2023 ("Order"), pronounced on August 01, 2023, has admitted the application filed by Canara Bank ("Financial Creditor") under Section 7 of the Insolvency and Bankruptcy Code, 2016, read with rules and regulations framed thereunder ("the Code").

(iii) Auditors' Comments on (i) or (ii) above: Same as mention under SI II a and no other comments have been made by the Auditors

III. Signatories:

- CEO/Managing Director:
- CFO : NA
- Audit Committee Chairman : NA
- Statutory Auditor:

Place: New Delhi
Date: 31.10.2023

For CMI LIMITED

Managing Director

