

IPR/SECL/EXCH/22-23

May 27, 2022

The General Manager – Listing
Department of Corporate Services
BSE Ltd Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001

Dear Sir,

Sub: **Outcome of Board Meeting – Regarding**

This is to inform that at the Board meeting held today, the Board of Directors of the Company have approved the statement of **Audited financial results for the Financial Year ended 31st March 2022.**

A copy of the audited financial statements for the year ended **March 31, 2022** along with the report issued by the Statutory Auditors is being attached for your records.

Further, the Board of Directors have recommended a **Dividend of 20% [Rs. 2.00/- per share]** for the financial year ended **March 31, 2022.**

The meeting commenced at 02:30 PM and concluded at 07:00 PM on May 27, 2022.

The above information will be made available on the Company's website www.iprings.com. Kindly acknowledge the receipt of the same.

Thanking you.

For **IP RINGS LIMITED**

CS V ANANTHA SUBRAMANIAN
COMPANY SECRETARY
[ACS NO: 29770]

IPR/SECL/EXCH/22-23
The General Manager – Listing
Department of Corporate Services
BSE Ltd Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai 400 001

May 27, 2022

Dear Sir,

Sub: Declaration pursuant to Regulation 33 (3) (d) of SEBI (LODR) Regulations, 2016

I, A Venkataramani [DIN: 00277816], Managing Director of M/s. IP Rings Limited, having its Registered office at D 11/12, Industrial Estate, Maraimalai Nagar – 603 209, hereby declare that the Audit Report issued by the Statutory Auditors of the Company, M/s. M.S. Krishnaswami & Rajan, Chartered Accountants (Firm Registration No. 001554S) on the Standalone and Consolidated Audited Financial Results for the Quarter and year ended **March 31, 2022** is with unmodified/ unqualified opinion.

This declaration is issued in compliance with Regulation 33 (3) (d) of SEBI (LODR) Regulations, 2016 as amended by the SEBI (LODR) (Amendment) Regulation, 2016 vide Notification No. SEBI/LAD-NRO/GN/2016-17/001 dated 25.05.2016 and Circular No. CIR/CFD/CMD/56/2016 dated 27th May 2016.

Thanking you.

For **IP RINGS LIMITED**

A VENKATARAMANI
MANAGING DIRECTOR
[DIN: 00277816]

INDEPENDENT AUDITOR'S REPORT ON AUDITED STANDALONE FINANCIAL RESULTS OF IP RINGS LIMITED

(Pursuant to the regulation 33 of SEBI (Listing obligations and Disclosure Requirements) Regulations 2015, as amended ("Listing Regulations"))

TO THE BOARD OF DIRECTORS OF IP RINGS LIMITED

Opinion:

1. We have audited the accompanying statement of the standalone annual financial results of **IP RINGS LIMITED** ("the Company") for the year ended March 31, 2022 and the standalone statement of assets and liabilities and standalone statement of cash flows as at and for the year ended on that date together with the notes thereon (together referred to as 'Financial Results'), 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").
2. In our opinion and to the best of our information and according to the explanations given to us, the standalone financial results:
 - are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
 - gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under Section 133 of Companies Act, 2013 (The 'Act') and other accounting principles generally accepted in India of the profit, total comprehensive income and other financial information of the Company for the year ended March 31, 2022 and the standalone statement of assets and liabilities and standalone statement of cash flows as at and for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the 'Auditors' Responsibilities for the Audit of the Standalone 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 statements under the provisions of the Act 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 obtained by us is sufficient and appropriate to provide a basis for our opinion.



Board of Directors Responsibility for the Standalone Financial Results

4. These Standalone Financial Results of the company have been prepared on the basis of the Standalone Annual Ind AS financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these standalone financial results that give a true and fair view of the net profit 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 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which has been used for the purpose of presentation of the standalone financial results by the Directors of the Company, as aforesaid.
5. In preparing the standalone financial results, the 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.
6. The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility

7. Our objectives are to obtain reasonable assurance about whether the standalone 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, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.
8. 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 standalone 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 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 adequate



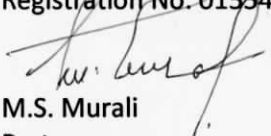
internal financial controls with reference to financial statements in place and the operating effectiveness of such controls (Refer para- 11 below).

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - Conclude on the appropriateness of the 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 standalone 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 standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation
9. We communicate with those charged with governance of the company 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

10. The standalone financial results include the results for the quarters ended March 31, 2022 and March 31, 2021 being the balancing figure between the audited figures in respect of the full financial year(s) and the published year to date unaudited figures up to the third quarter of the respective financial years. The said unaudited figures up to the third quarter of the respective financial years was subject to limited review and not subjected to audit.
11. The Statement dealt with by this report has been prepared for the express purpose of filing with the BSE Limited. This Statement is based on and should be read with the audited standalone financial statements of the Company for the year ended March 31, 2022 on which we have issued an unmodified opinion vide our report dated May 27, 2022.

For M.S. Krishnaswami & Rajan
Chartered Accountants
Registration No. 01554S


M.S. Murali
Partner
Membership No. 26453
UDIN: 22026453AJTMIV2247
May 27, 2022
Chennai



IP RINGS LIMITED

Regd Office: D-11/12, Industrial Estate, Maraimalai Nagar - 603 209

CIN : L28920TN1991PLC020232 - Telephone No: 044-274 52816 - Regd Mail Id: iprmmn@iprings.com

STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2022

(Rs. in Lakhs, except per equity share data)

| Sno | Particulars | Quarter Ended | | | Year Ended | |
|-----|---|-----------------|-----------------|-----------------|------------------|------------------|
| | | 31.03.2022 | 31.12.2021 | 31.03.2021 | 31.03.2022 | 31.03.2021 |
| | | Refer Note 6 | Unaudited | Refer Note 6 | Audited | |
| 1 | Income | | | | | |
| | Revenue from Operations | 7,183.88 | 7,194.79 | 7,599.78 | 27,271.49 | 19,846.21 |
| | Other Income | 141.17 | 53.05 | 39.23 | 229.35 | 99.80 |
| | Total Income (1+2) | 7,325.05 | 7,247.84 | 7,639.01 | 27,500.84 | 19,946.01 |
| 2 | Expenses | | | | | |
| | a. Cost of Materials Consumed | 2,488.48 | 2,354.79 | 2,494.86 | 9,262.68 | 6,473.96 |
| | b. Changes in inventories of finished goods and work in progress | (459.30) | 276.57 | (191.38) | (1,075.23) | (488.62) |
| | c. Employee Benefits Expense | 712.25 | 690.49 | 730.72 | 2,876.43 | 2,454.90 |
| | d. Finance Cost | 245.97 | 274.46 | 208.64 | 1,002.29 | 743.41 |
| | e. Depreciation and Amortisation Expense | 370.84 | 360.83 | 319.00 | 1,434.18 | 1,154.28 |
| | f. Subcontracting Expenses | 1,393.81 | 1,297.37 | 1,175.03 | 4,899.28 | 2,948.62 |
| | g. Stores Consumed | 1,146.29 | 936.82 | 1,171.71 | 3,958.84 | 2,591.83 |
| | h. Other expenses | 1,005.28 | 992.18 | 1,182.66 | 4,037.34 | 3,413.62 |
| | Total expenses | 6,903.62 | 7,183.51 | 7,091.24 | 26,395.81 | 19,292.00 |
| 3 | Profit/ (Loss) from ordinary activities before Exceptional items and tax (1-2) | 421.43 | 64.33 | 547.77 | 1,105.03 | 654.01 |
| 4 | Exceptional Items | - | - | - | - | - |
| 5 | Profit/ (Loss) from ordinary activities before tax (3-4) | 421.43 | 64.33 | 547.77 | 1,105.03 | 654.01 |
| 6 | Tax Expense | | | | | |
| | a) Current tax - Current Year | 81.25 | 1.52 | 77.51 | 186.73 | 96.29 |
| | - Previous Year | 12.66 | - | (42.61) | 15.20 | (31.61) |
| | b) Mat Credit Entitlement | (84.18) | (1.52) | (78.26) | (189.66) | (97.04) |
| | c) Deferred tax | 67.81 | 20.13 | 182.48 | 271.28 | 189.56 |
| | Total Tax expense (a+b+c) | 77.54 | 20.13 | 139.12 | 283.55 | 157.20 |
| 7 | Profit/ (Loss) for the period/year (5-6) | 343.89 | 44.20 | 408.65 | 821.48 | 496.81 |
| 8 | Other comprehensive income | | | | | |
| | A (i) Items that will not be reclassified to profit or loss | 77.53 | (18.97) | (63.53) | 20.40 | (86.74) |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | (21.59) | 5.31 | 17.68 | (5.65) | 24.15 |
| | 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 | - | - | - | - | - |
| 9 | Total comprehensive income for the period (7+8) | 399.83 | 30.54 | 362.80 | 836.23 | 434.22 |
| 10 | Paid-up Equity Share Capital (Face value of Rs 10/- Per Share) | 1,267.59 | 1,267.59 | 1,267.59 | 1,267.59 | 1,267.59 |
| 11 | Other Equity as per balance sheet | | | | 9,917.80 | 9,271.71 |
| 12 | Earnings Per Share (EPS) of Rs 10/- each | | | | | |
| | a) Basic | 2.71 | 0.35 | 3.22 | 6.48 | 3.92 |
| | b) Diluted | 2.71 | 0.35 | 3.22 | 6.48 | 3.92 |

Notes on standalone audited financial results:

- The above Standalone financial results were reviewed by the Audit Committee and then approved by the Board of Directors at their Meeting held on May 27, 2022. The information for the year ended March 31, 2022 and March 31, 2021 presented above is extracted from the audited standalone financial statements for the year ended March 31, 2022. These financial statements are prepared in accordance with the Indian Accounting Standards (IND AS) as prescribed under section 133 of the Companies Act, 2013.
- The Board of Directors of the Company, being the Chief Operating Decision Maker ('CODM'), based on the internal business reporting system, identified that the Company has only one segment viz. manufacture and sale of Auto Component – Piston Rings, Differential Gears, Pole Wheel and other transmission Components. Accordingly there are no other reportable segments in terms of Ind AS 108 'Operating Segments'.
- The outbreak of Coronavirus (Covid-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. In such a situation, the Company has taken due care in concluding on accounting judgements and estimates; viz., in relation to recoverability of receivables, assessment of impairment of assets and inventory, based on the internal and external information available up to the date of approval of these financial results and expects to recover the carrying value of its assets. The actual impact of the global health pandemic may be different from that which has been estimated, as the COVID-19 situation evolves in India and globally. The Company continues to monitor the economic effects of the pandemic on the operations and take appropriate actions as and when required.
- The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial results in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.
- The Board of Directors have recommended a payment of dividend of Rs 2/- per equity share (on equity share of face value of Rs.10 each) for the year ended March 31, 2022. The payment is subject to the approval of the shareholder at the ensuing Annual General Meeting.
- The figures for the quarter ended March 31, 2022 and March 31, 2021 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the quarter ended December 31, 2021 and December 31, 2020 respectively, which were subject to limited review by the statutory auditors.

7. Standalone Statement of Assets and Liabilities as at March 31, 2022

Rs. In lakhs

| Particulars | As at March 31, 2022 | As at March 31, 2021 |
|--|----------------------|----------------------|
| ASSETS | | |
| Non-current assets | | |
| Property, Plant and Equipment | 14,599.83 | 13,681.98 |
| Capital work-in-progress | 454.47 | 192.48 |
| Right-of-use assets | 495.02 | 601.06 |
| Intangible assets | 317.01 | 178.66 |
| Financial assets | | |
| - Investments | 51.76 | 1.18 |
| -Other financial assets | 197.56 | 44.75 |
| Income tax assets (net) | 121.67 | 378.65 |
| Other non-current assets | 237.08 | 439.89 |
| Current assets | | |
| Inventories | 5,285.29 | 4,720.67 |
| Financial assets | | |
| (i) Trade receivables | 6,728.25 | 5,649.79 |
| (ii) Cash and cash equivalents | 339.84 | 658.21 |
| (iii) Bank balances other than (ii) above | 8.13 | 1.07 |
| (iv) Other financial assets | 143.80 | 131.29 |
| Current Tax Assets | 214.75 | 6.51 |
| Other current assets | 876.34 | 597.66 |
| TOTAL ASSETS | 30,070.80 | 27,283.85 |
| EQUITY AND LIABILITIES | | |
| EQUITY | | |
| Equity Share capital | 1,267.59 | 1,267.59 |
| Other equity | 9,917.80 | 9,271.71 |
| LIABILITIES | | |
| Non-current liabilities | | |
| Financial liabilities | | |
| (i) Borrowings | 5,046.83 | 3,873.87 |
| (ii) Lease liabilities | 452.79 | 524.60 |
| (iii) Other financial liabilities | 7.62 | 31.34 |
| Provisions | 122.67 | 100.88 |
| Deferred tax liabilities (Net) | 250.89 | 163.62 |
| Current liabilities | | |
| Financial liabilities | | |
| (i) Borrowings | 5,758.34 | 5,416.41 |
| (ii) Lease liabilities | 81.66 | 82.84 |
| (ii) Trade payables | | |
| a) Total outstanding dues of Micro and Small Enterprises | 296.42 | 78.85 |
| b) Total outstanding dues other than Micro and Small Enterprises | 6,020.93 | 5,248.32 |
| (iv) Other financial liabilities | 607.04 | 1,035.66 |
| Other current liabilities | 215.83 | 148.91 |
| Provisions | 24.39 | 39.25 |
| TOTAL EQUITY AND LIABILITIES | 30,070.80 | 27,283.85 |

The disclosure is an extract of the audited Balance Sheet as at March 31, 2022 prepared in compliance with Indian Accounting Standards (IND AS)

8. Deferred tax reflected in the statement of assets and liabilities includes eligible MAT credit entitlement thereof.

9. Standalone Statement of Cash Flow for the year ended March 31, 2022

Rs. In lakhs

| Particulars | For the year ended Mar 31, 2022 | For the year ended March 31, 2021 |
|--|------------------------------------|--------------------------------------|
| Cash Flows from Operating Activities | | |
| Profit/ (Loss) before tax | 1,105.03 | 654.01 |
| Adjustments for : | | |
| Provision for Doubtful debts made - Net | (14.95) | (1.97) |
| Bad debts written off | 4.12 | 6.48 |
| Provision for Inventory | 8.28 | 11.41 |
| Unrealised exchange fluctutaion | 81.92 | (116.43) |
| Depreciation | 1,434.18 | 1,154.28 |
| Interest Expense | 1,002.29 | 743.41 |
| Interest Income | (60.05) | (43.65) |
| Loss/(Profit) on sale of fixed assets | (0.25) | (1.90) |
| Operating profit/(Loss) before working capital changes | 3,560.57 | 2,405.64 |
| Adjustments for changes in : | | |
| (Increase)/ Decrease in Trade receivables | (1,121.23) | (1,816.66) |
| (Increase)/ Decrease in Inventories | (572.90) | (934.93) |
| (Increase) /Decrease in Other Financial Assets | (15.35) | 41.99 |
| (Increase)/Decrease in Other Current Assets | (278.68) | (188.13) |
| Increase / (Decrease) in Non Current provisions | 21.79 | (5.55) |
| Increase / (Decrease) in Trade Payables | 990.77 | 2,335.75 |
| Increase / (Decrease) in Other Financial Liabilities | (206.90) | (83.27) |
| Increase / (Decrease) in Other Current Liabilities | 66.92 | 68.42 |
| Increase / (Decrease) in Current Provisions | (14.86) | 0.43 |
| Cash flow from operations | 2,430.13 | 1,823.69 |
| Income Tax paid | (153.20) | (120.00) |
| Net Cash Flow from Operating Activities [A] | 2,276.93 | 1,703.69 |
| Cash Flows from Investing Activities | | |
| Payments for acquisition of assets - Net | (2,638.82) | (1,371.11) |
| Receipts from disposal of fixed Assets | 0.50 | 7.01 |
| (Increase) / Decrease in Other Non Current Assets - Capital advances | 202.81 | (315.09) |
| Increase / (Decrease) in Capital Creditors | (227.07) | (990.38) |
| Interest received | 60.05 | 43.65 |
| Investment in joint venture | (50.50) | - |
| Net Cash Flow (used in) Investing Activities [B] | (2,653.03) | (2,625.92) |
| Cash Flows from Financing Activities | | |
| Proceeds from Long term borrowings | 3,315.40 | 2,584.71 |
| Repayment of long term borrowings | (1,442.91) | (1,462.76) |
| Proceeds from short term borrowings | 2,088.98 | 2,454.89 |
| Repayment of short term borrowings | (2,475.48) | (2,419.82) |
| Interest paid | (955.98) | (734.31) |
| Investment in fixed deposit | (155.00) | - |
| Payment of dividend | (190.14) | - |
| Payment of lease liability | (127.14) | (31.37) |
| Net Cash Flow from Financing Activities [C] | 57.73 | 391.34 |
| NET CASH INFLOW [A+B+C] | (318.37) | (530.89) |
| Opening Cash and Cash Equivalents (D) | 658.21 | 1,189.10 |
| Closing Cash and Cash Equivalents (E) | 339.84 | 658.21 |
| NET INCREASE IN CASH AND CASH EQUIVALENTS (E-D) | (318.37) | (530.89) |

10. The previous year figures have been regrouped/reclassified wherever necessary to conform to current year classification.

Place : Chennai
Date : May 27, 2022

A.Venkataramani
Managing Director

INDEPENDENT AUDITOR'S REPORT ON AUDITED CONSOLIDATED FINANCIAL RESULTS OF IP RINGS LIMITED

TO THE BOARD OF DIRECTORS OF IP RINGS LIMITED

Report on the Audit of Consolidated Financial Results

Opinion:

1. We have audited the consolidated annual financial results of **IP RINGS LIMITED** (hereinafter referred to as the "Parent Company") and its joint venture (refer paragraph 2 below) for the year ended March 31, 2022 and the consolidated statement of assets and liabilities and the consolidated statement of cash flows as at and for the year ended on that date (together referred to as the 'Consolidated Financial Results'), attached herewith, being submitted by the Parent Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations") which has been initialled by us for identification purposes.
2. 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 audited financial statements/ financial information of the joint venture, the aforesaid consolidated financial results:
 - include the annual financial results of the following entities:
 - a. IP Rings Limited, Parent Company
 - b. IPR EminoX Technologies Private Limited, Joint Venture
 - are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
 - give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under Section 133 of Companies Act, 2013 (the 'Act') and other accounting principles generally accepted in India of the consolidated net profit and consolidated total comprehensive income and other financial information of the Parent and its Joint Venture for the year ended March 31, 2022 and the consolidated Statement of assets and liabilities and consolidated Statement of cash flows as at and for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the 'Auditors' Responsibilities for the Audit of the Consolidated Financial Results' section of our report. We are independent of the Parent and its joint venture 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 statements under the provisions of the Act 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 obtained by us and other auditors in terms of their report referred to in 'Other Matter' paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Board of Directors Responsibility for the Consolidated Financial Results

4. These consolidated financial results of the company have been prepared on the basis of the consolidated annual financial statements. The Parent Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Parent and its joint venture and the consolidated statement of assets and liabilities and the consolidated statement of cash flows 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. The respective Board of Directors of the Parent and its joint venture are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Parent and its joint venture 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 consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which has been used for the purpose of presentation of the consolidated financial results by the Directors of the Parent company, as aforesaid.
5. In preparing the consolidated financial results, the respective Board of Directors of the Companies of the Parent and its joint venture are responsible for assessing the 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 respective Board of Directors either intends to liquidate the respective entities or to cease operations, or has no realistic alternative but to do so.
6. The respective Board of Directors of the Companies are also responsible for overseeing the financial reporting process of the Parent and of its joint venture.

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

7. Our objectives are to obtain reasonable assurance about whether the consolidated 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, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.
8. 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 consolidated 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.

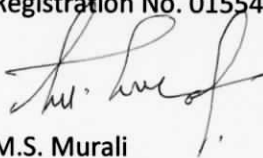
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls (Refer para- 14 below)
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - Conclude on the appropriateness of the 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 ability of the Group and its joint venture 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 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 Parent and its joint venture to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation
 - Obtain sufficient appropriate audit evidence regarding the financial statements/financial information of the Parent and its joint venture to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by 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.
9. We communicate with those charged with governance of the Parent company and such other entities included in the consolidated financial results 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.
10. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.



Other Matters

11. The consolidated financial results include the Group's share of loss after tax (net) of Rs.4.88 lakhs for the ended March 31, 2022, as considered in the consolidated financial results, in respect of one joint venture, whose financial statements/ financial information have not been audited by us. These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of the joint venture, is based solely on the report of the other auditor and the procedures performed by us as stated in paragraph 10 above.
12. Our opinion on the consolidated financial results 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 and the financial information certified by the Board of Directors
13. The Consolidated financial results include the results for the quarter ended March 31, 2022 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which are neither subject to limited review nor audited by us.
14. The Consolidated annual financial results dealt with by this report has been prepared for the express purpose of filing with the BSE Limited. These results are based on and should be read with the audited consolidated financial statements of the Parent and its joint venture for the year ended March 31, 2022 on which we have issued an unmodified audit opinion vide our report dated May 27, 2022.

For M.S. Krishnaswami & Rajan
Chartered Accountants
Registration No. 01554S


M.S. Murali
Partner
Membership No. 26453
UDIN: 22026453AJTMVU4421



May 27, 2022
Chennai

IP RINGS LIMITED

Regd Office: D-11/12, Industrial Estate, Maraimalai Nagar - 603 209

CIN : L28920TN1991PLC020232 - Telephone No: 044- 274 52816 - Regd Mail Id: iprmmn@iprings.com

STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2022

(Rs. in Lakhs, except per equity share data)

| Sno | Particulars | Quarter Ended | | Year Ended |
|-----|---|-----------------|-----------------|------------------|
| | | 31.03.2022 | 31.12.2021 | 31.03.2022 |
| | | Refer Note 8 | Unaudited | Audited |
| | | | | |
| 1 | Income | | | |
| | Revenue from Operations | 7,183.88 | 7,194.79 | 27,271.49 |
| | Other Income | 141.17 | 53.05 | 229.35 |
| | Total Income | 7,325.05 | 7,247.84 | 27,500.84 |
| 2 | Expenses | | | |
| | a. Cost of Materials Consumed | 2,488.48 | 2,354.79 | 9,262.68 |
| | b. Changes in inventories of finished goods and work in progress | (459.30) | 276.57 | (1,075.23) |
| | c. Employee Benefits Expense | 712.25 | 690.49 | 2,876.43 |
| | d. Finance Cost | 245.97 | 274.46 | 1,002.29 |
| | e. Depreciation and Amortisation Expense | 370.84 | 360.83 | 1,434.18 |
| | f. Subcontracting Expenses | 1,393.81 | 1,297.37 | 4,899.28 |
| | g. Stores Consumed | 1,146.29 | 936.82 | 3,958.84 |
| | h. Other expenses | 1,005.28 | 992.18 | 4,037.34 |
| | Total expenses | 6,903.62 | 7,183.51 | 26,395.81 |
| 3 | Profit/ (Loss) from ordinary activities before Exceptional items and tax (1-2) | 421.43 | 64.33 | 1,105.03 |
| 4 | Exceptional Items | - | - | - |
| 5 | Share of Profit/(Loss) from Joint Venture | 7.68 | (9.55) | (1.87) |
| 6 | Profit/ (Loss) from ordinary activities before tax (3-4-5) | 429.11 | 54.78 | 1,103.16 |
| 7 | Tax Expense | | | |
| | a) Current tax - Current Year | 81.25 | 1.52 | 186.73 |
| | - Previous Year | 12.66 | - | 15.20 |
| | b) Mat Credit Entitlement | (84.18) | (1.52) | (189.66) |
| | c) Deferred tax | 67.81 | 20.13 | 271.28 |
| | Total Tax expense (a+b+c) | 77.54 | 20.13 | 283.55 |
| 8 | Profit/ (Loss) for the period/year (6-7) | 351.57 | 34.65 | 819.61 |
| 9 | Other comprehensive income | | | |
| | A (i) Items that will not be reclassified to profit or loss | 77.53 | (18.97) | 20.40 |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | (21.59) | 5.31 | (5.65) |
| | 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 | - | - | - |
| 10 | Total comprehensive income for the period (8+9) | 407.51 | 20.99 | 834.36 |
| 11 | Paid-up Equity Share Capital (Face value of Rs 10/- Per Share) | 1,267.59 | 1,267.59 | 1,267.59 |
| 12 | Other Equity as per balance sheet | | | 9,915.93 |
| 13 | Earnings Per Share (EPS) of Rs 10/- each | | | |
| | a) Basic | 2.77 | 0.27 | 6.47 |
| | b) Diluted | 2.77 | 0.27 | 6.47 |

Notes on standalone audited financial results:

- (1) The above Consolidated Financial results were reviewed by the Audit Committee and then approved by the Board of Directors at their Meeting held on May 27, 2022. The information for the year ended March 31, 2022 presented above is extracted from the audited financial statements for the year ended March 31, 2022. These financial statements are prepared in accordance with the Indian Accounting Standards (IND AS) as prescribed under section 133 of the Companies Act, 2013.
- (2) The Group's main business is manufacture and sale of Auto component. There is no other reportable segment.
- (3) The outbreak of Coronavirus (Covid-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. In such a situation, the Group has taken due care in concluding on accounting judgements and estimates; viz., in relation to recoverability of receivables, assessment of impairment of assets and inventory, based on the internal and external information available up to the date of approval of these financial results and expects to recover the carrying value of its assets. The actual impact of the global health pandemic may be different from that which has been estimated, as the COVID-19 situation evolves in India and globally. The Group continues to monitor the economic effects of the pandemic on the operations and take appropriate actions as and when required.
- (4) The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Group will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial results in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.
- (5) These consolidated financial results include the results of IP Rings Limited ("the Company or "Parent") and the company's joint venture IPR Eminox Technologies Private Limited
- (6) The Board of Directors have recommended a payment of dividend of Rs 2 /- per equity share (on equity share of face value of Rs.10 each) for the year ended March 31, 2022. The payment is subject to the approval of the shareholder at the ensuing Annual General Meeting.
- (7) The Joint Venture IPR Eminox Technologies Private Limited was incorporated on December 24, 2021 and accordingly, the consolidated results are for the quarter ended March 31, 2022, December 31, 2021 and for the year ended March 31, 2022 only. There are no other reportable periods.
- (8) The figures for the quarter ended March 31, 2022 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the quarter ended December 31, 2021, which were subject to limited review by the statutory auditors.

9. Consolidated Statement of Assets and Liabilities as at March 31, 2022

Rs. In lakhs

| Particulars | As at March 31, 2022 |
|--|----------------------|
| ASSETS | |
| Non-current assets | |
| Property, Plant and Equipment | 14,599.83 |
| Capital work-in-progress | 454.47 |
| Right-of-use assets | 495.02 |
| Intangible assets | 317.01 |
| Financial assets | |
| - Investments | 49.89 |
| -Other financial assets | 197.56 |
| Income tax assets (net) | 121.67 |
| Other non-current assets | 237.08 |
| Current assets | |
| Inventories | 5,285.29 |
| Financial assets | |
| (i) Trade receivables | 6,728.25 |
| (ii) Cash and cash equivalents | 339.84 |
| (iii) Bank balances other than (ii) above | 8.13 |
| (iv) Other financial assets | 143.80 |
| Current Tax Assets | 214.75 |
| Other current assets | 876.34 |
| TOTAL ASSETS | 30,068.93 |
| EQUITY AND LIABILITIES | |
| EQUITY | |
| Equity Share capital | 1,267.59 |
| Other equity | 9,915.93 |
| LIABILITIES | |
| Non-current liabilities | |
| Financial liabilities | |
| (i) Borrowings | 5,046.83 |
| (ii) Lease liabilities | 452.79 |
| (iii) Other financial liabilities | 7.62 |
| Provisions | 122.67 |
| Deferred tax liabilities (Net) | 250.89 |
| Current liabilities | |
| Financial liabilities | |
| (i) Borrowings | 5,758.34 |
| (ii) Lease liabilities | 81.66 |
| (ii) Trade payables | |
| a) Total outstanding dues of Micro and Small Enterprises | 296.42 |
| b) Total outstanding dues other than Micro and Small Enterprises | 6,020.93 |
| (iv) Other financial liabilities | 607.04 |
| Other current liabilities | 215.83 |
| Provisions | 24.39 |
| TOTAL EQUITY AND LIABILITIES | 30,068.93 |

The disclosure is an extract of the audited Consolidated Balance Sheet as at March 31, 2022 prepared in compliance with Indian Accounting Standards (IND AS)

10. Deferred tax reflected in the statement of assets and liabilities includes eligible MAT credit entitlement thereof.

11. Consolidated Statement of Cash Flow for the year ended March 31, 2022

Rs. In lakhs

| Particulars | For the year ended Mar 31, 2022 |
|--|---------------------------------|
| Cash Flows from Operating Activities | |
| Profit/ (Loss) before tax | 1,103.16 |
| Adjustments for : | |
| Provision for Doubtful debts made - Net | (14.95) |
| Share of loss joint ventures | 1.87 |
| Bad debts written off | 4.12 |
| Provision for Inventory | 8.28 |
| Unrealised exchange fluctutaion | 81.92 |
| Depreciation | 1,434.18 |
| Interest Expense | 1,002.29 |
| Interest Income | (60.05) |
| Loss/(Profit) on sale of fixed assets | (0.25) |
| Operating profit/(Loss) before working capital changes | 3,560.57 |
| Adjustments for changes in : | |
| (Increase)/ Decrease in Trade receivables | (1,121.23) |
| (Increase)/ Decrease in Inventories | (572.90) |
| (Increase) /Decrease in Other Financial Assets | (15.35) |
| (Increase)/Decrease in Other Current Assets | (278.68) |
| Increase / (Decrease) in Non Current provisions | 21.79 |
| Increase / (Decrease) in Trade Payables | 990.77 |
| Increase / (Decrease) in Other Financial Liabilities | (206.90) |
| Increase /(Decrease) in Other Current Liabilities | 66.92 |
| Increase / (Decrease) in Current Provisions | (14.86) |
| Cash flow from operations | 2,430.13 |
| Income Tax paid | (153.20) |
| Net Cash Flow from Operating Activities [A] | 2,276.93 |
| Cash Flows from Investing Activities | |
| Payments for acquisition of assets - Net | (2,638.82) |
| Receipts from disposal of fixed Assets | 0.50 |
| (Increase) / Decrease in Other Non Current Assets - Capital advances | 202.81 |
| Increase / (Decrease) in Capital Creditors | (227.07) |
| Interest received | 60.05 |
| Investment in joint venture | (50.50) |
| Net Cash Flow (used in) Investing Activities [B] | (2,653.03) |
| Cash Flows from Financing Activities | |
| Proceeds from Long term borrowings | 3,315.40 |
| Repayment of long term borrowings | (1,442.91) |
| Proceeds from short term borrowings | 2,088.98 |
| Repayment of short term borrowings | (2,475.48) |
| Interest paid | (955.98) |
| Investment in fixed deposit | (155.00) |
| Payment of dividend | (190.14) |
| Payment of lease liability | (127.14) |
| Net Cash Flow from Financing Activities [C] | 57.73 |
| NET CASH INFLOW [A+B+C] | (318.37) |
| Opening Cash and Cash Equivalents (D) | 658.21 |
| Closing Cash and Cash Equivalents (E) | 339.84 |
| NET INCREASE IN CASH AND CASH EQUIVALENTS (E-D) | (318.37) |

12. The previous period figures have been regrouped/reclassified wherever necessary to conform to current year classification.

Place : Chennai
Date : May 27, 2022A.Venkataramani
Managing Director