



**THE ANDHRA
PETROCHEMICALS LIMITED**

Regd. Office :
VENKATARAYAPURAM
(Tanuku) - 534 215
West Godavari Dist. (A.P.)
Tel : 08819-220975, 224755, 224911 (7 Lines)
Fax : 08819-224168
E-mail : investors@theandhrapetrochemicals.com
CIN : L23209AP1984PLC004635
Website : www.theandhrapetrochemicals.com

NO. APL/SEC/QR/12

The Relationship Manager,
Corporate Relationship Department
The Bombay Stock Exchange Ltd.,
1st Floor, New Trading Ring
Dalal Street, FORT,
MUMBAI 400 001

20 May 2023

Dear Sir,

SUB: Audited Financial Results for the Year ended 31.3.2023 & Outcome of Board Meeting held on 20.5.2023
REF: Company's Scrip code: 500012

The Board of Directors at its Meeting held today approved the following:

1. Audited Financial Results:

The Board has taken on record and approved the Audited Financial Results for the Quarter and Year ended 31.3.2023. Pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015, Audited Financial Results for the Year ended 31.3.2023, Independent Auditors Report and declaration with regard to Unmodified Opinion on the Financial Results are enclosed.

2. Recommendation of Dividend

Our Board of Directors at its Meeting held on 20th May, 2023 recommended a Final Dividend of Rs.1.50 (15%) per share on the 8,49,71,600 Nos. of Equity Shares (Face Value of Rs.10/-) of the Company for the year ending 31st March, 2023 subject to the approval of the Shareholders at the ensuing 39th Annual General Meeting of the Company.

3. Book Closure dates

It may please be noted that the Register of Members and Share Transfer books will be closed from Wednesday, 26th July, 2023 to the Wednesday, 2nd August, 2023 (both days inclusive).

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4. Annual General Meeting

39th Annual General Meeting of the Company will be held on Wednesday, 2nd August, 2023 at 3:00 p.m. at the Registered Office, Venkatarayapuram; Tanuku- 534215, West Godavari District, Andhra Pradesh.

5. Appointment of Additional Director

Sri C Rami Reddy (DIN 10166720) has been co-opted as Additional Director on the Board of our Company w.e.f., 20.5.2023 who is the nominee of M/s Andhra Pradesh Industrial Development Corporation Ltd, liable to retire by rotation.

Sri C Rami Reddy is a Graduate in Mechanical Engineering from Tirupati University. He did his M.B.A. in Materials Management from Indian Institute of Materials Management, Mumbai and Graduate Diploma in Materials Management, Logistics, Materials and Supply Chain Management from Indian Institute of Materials Management, Chennai.

At present he is the Joint Director, Industries Department, Govt. of Andhra Pradesh.

Other Directorships held: Nil

The Board Meeting commenced on 11.15 a.m. and concluded at 2.30 p.m.

This is for your kind information and record.

Thanking you,

Yours faithfully,
for **THE ANDHRA PETROCHEMICALS LIMITED**,


(G Adinarayana)
Chief Financial Officer & Company Secretary

Encls: As above



THE ANDHRA PETROCHEMICALS LIMITED

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AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2023

| (Rs. in lakhs) | | | | | |
|---|------------------------------|---|--|--|-----------------------------------|
| Particulars | 3 months ended 31.03.2023 | Preceding 3 months ended 31.12.2022 | Corresponding 3 months ended in the previous year 31.03.2022 | Year to date figures for current period ended 31.03.2023 | previous year ended 31.03.2022 |
| | Refer Note 2 | Unaudited | Refer Note 2 | Audited | Audited |
| I Revenue from operations | 16243.64 | 18244.13 | 23769.78 | 68298.16 | 96538.01 |
| II Other Income | 594.25 | 442.49 | 470.96 | 1867.95 | 1451.22 |
| III Total income (I+II) | 16837.89 | 18686.62 | 24240.74 | 70166.11 | 97989.23 |
| IV Expenses | | | | | |
| a) Cost of materials consumed | 15133.73 | 14557.23 | 16875.41 | 54421.89 | 56966.20 |
| b) Changes in inventories of finished goods, work-in-progress | (2658.35) | 325.46 | 578.13 | (1512.65) | (1938.99) |
| c) Employee benefits expense | 673.39 | 709.51 | 821.10 | 2558.79 | 2645.21 |
| d) Finance costs | 217.10 | 215.72 | 215.01 | 863.62 | 860.51 |
| e) Depreciation and amortization expense | 402.24 | 407.28 | 355.99 | 1538.73 | 1414.44 |
| f) Power and Fuel | 1429.87 | 1419.05 | 1273.66 | 5499.78 | 4846.74 |
| g) Other expenses | 800.18 | 868.55 | 1217.25 | 3868.54 | 3087.14 |
| Total expenses (IV) | 15998.16 | 18502.80 | 21336.55 | 67238.70 | 67881.25 |
| V Profit/(Loss) before exceptional items and tax (III-IV) | 839.73 | 183.82 | 2904.19 | 2927.41 | 30107.98 |
| VI Exceptional items | - | - | - | - | - |
| VII Profit/(Loss) before tax (V+VI) | 839.73 | 183.82 | 2904.19 | 2927.41 | 30107.98 |
| VIII Tax expense (including deferred tax) | 237.26 | 87.84 | 683.68 | 886.61 | 7434.59 |
| IX Profit/(Loss) for the period from continuing operations(VII-VIII) | 602.47 | 95.98 | 2220.51 | 2040.80 | 22673.39 |
| X Profit/ (Loss) from discontinued operations | - | - | - | - | - |
| XI Tax expense of discontinued operations | - | - | - | - | - |
| XII Profit/ (Loss) from discontinued operations(after tax) (X-XI) | - | - | - | - | - |
| XIII Profit/ (Loss) for the period(IX+XII) | 602.47 | 95.98 | 2220.51 | 2040.80 | 22673.39 |
| XIV Other Comprehensive Income (net of tax) | (609.63) | - | (129.12) | (609.63) | (129.12) |
| XV Total Comprehensive Income for the period (XIII+XIV) | (7.16) | 95.98 | 2091.39 | 1431.17 | 22544.27 |
| (Comprising Profit/(Loss) and other comprehensive income for the period) | | | | | |
| XVI Earnings per equity share (for continuing operations) | | | | | |
| Basic | 0.71 | 0.11 | 2.61 | 2.40 | 26.68 |
| Diluted | 0.71 | 0.11 | 2.61 | 2.40 | 26.68 |
| XVII Earnings per equity share (for discontinued operations) | | | | | |
| Basic | - | - | - | - | - |
| Diluted | - | - | - | - | - |
| XVIII Earnings per equity share (for discontinued & continuing operations) | | | | | |
| Basic | 0.71 | 0.11 | 2.61 | 2.40 | 26.68 |
| Diluted | 0.71 | 0.11 | 2.61 | 2.40 | 26.68 |

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For The Andhra Petrochemicals Ltd.

(Pendyala Narendranath Chowdary)
Managing Director

--: 2 :-

Statement of Assets and Liabilities

(Rs. in lakhs)

| Particulars | | As at | As at |
|-------------|---|-----------------|-----------------|
| | | 31.03.2023 | 31.03.2022 |
| | | Audited | Audited |
| 1 | ASSETS | | |
| | Non-current assets | | |
| | (a) Property, Plant and Equipment | 14723.27 | 14692.04 |
| | (b) Capital Work-in-progress | 47.92 | 651.52 |
| | (c) Right-of-use asset | 7365.34 | 7646.14 |
| | (d) Other Intangible assets | 13.71 | 18.70 |
| | (e) Financial assets | | |
| | (i) Investments | - | 578.05 |
| | (ii) Other Financial Assets | 440.59 | 1634.57 |
| | (f) Other non-current assets | 14.56 | 18.29 |
| | Sub-Total - Non-current assets | 22605.39 | 25239.31 |
| 2 | Current assets | | |
| | (a) Inventories | 6550.09 | 5894.94 |
| | (b) Financial assets | | |
| | (i) Investments | 4451.69 | 11229.50 |
| | (ii) Trade receivables | 129.59 | 305.85 |
| | (iii) Cash and cash equivalents | 215.48 | 317.74 |
| | (iv) Bank balances other than (iii) above | 27482.69 | 19007.00 |
| | (v) Other Financial Assets | 683.26 | 519.15 |
| | (c) Other current assets | 1527.48 | 1722.12 |
| | Sub-Total - Current assets | 41040.28 | 38996.30 |
| | Total - Assets | 63645.67 | 64235.61 |
| | EQUITY AND LIABILITIES | | |
| | Equity | | |
| | (a) Equity Share Capital | 8497.16 | 8497.16 |
| | (b) Other Equity | 42025.69 | 41869.08 |
| | Sub-Total - Equity | 50522.85 | 50366.24 |
| | LIABILITIES | | |
| 1 | Non-Current Liabilities | | |
| | (a) Financial Liabilities | | |
| | (i) Other financial Liabilities | 5.00 | 5.00 |
| | (b) Lease liabilities | 7283.95 | 7229.92 |
| | (c) Provisions | 468.84 | 384.57 |
| | (d) Deferred tax liabilities (Net) | 2138.75 | 2399.33 |
| | Sub-Total - Non-current Liabilities | 9896.54 | 10018.82 |
| 2 | Current Liabilities | | |
| | (a) Financial Liabilities | | |
| | (i) Borrowings | 783.01 | 809.71 |
| | (ii) Trade payables | 502.56 | 694.60 |
| | (iii) Other Financial liabilities | 206.82 | 165.57 |
| | (b) Lease liabilities | 781.35 | 766.18 |
| | (c) Other Current liabilities | 511.26 | 723.98 |
| | (d) Provisions | 351.31 | 277.08 |
| | (e) Current Tax Liabilities (Net) | 89.97 | 413.43 |
| | Sub-Total - Current Liabilities | 3226.28 | 3850.55 |
| | TOTAL - EQUITY AND LIABILITIES | 63645.67 | 64235.61 |

Contd...3..

For The Andhra Petrochemicals Ltd.



(Pendyala Narendranath Chowdary)
Managing Director

AUDITED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED

(Rs. In lakhs)

| | Year ended 31.03.2023 | Year ended 31.03.2022 |
|---|--------------------------|--------------------------|
| A) Cash Flow from Operating Activities | | |
| Profit before tax | 2927.41 | 30107.98 |
| Adjustments to reconcile profit before tax to net cash flows: | | |
| Depreciation of property, plant and equipment and amortisation | 1257.92 | 1132.32 |
| Amortisation of Right of Use assets (Intangible) | 280.81 | 282.12 |
| Finance costs (including fair value change in financial instruments) | 2.21 | 1.10 |
| Finance income (including fair value change in financial instruments) | (1471.91) | (602.39) |
| Gain on disposal of property, plant and equipment | (0.01) | (31.24) |
| Gains on sale of financial assets measured at FVTPL | (217.22) | (310.12) |
| Gain on revaluation of investments-Mutual Fund | (59.20) | (433.29) |
| Loss on sale of property, plant and equipment | 0.04 | 0.01 |
| Assets Written off | 79.26 | 33.28 |
| Unclaimed credit balances written back | (1.69) | (9.16) |
| Foreign exchange gain/loss | (0.05) | 0.14 |
| Unwinding of discount on lease liabilities | 839.15 | 830.90 |
| Operating Profit before Working Capital changes | 3636.72 | 31001.65 |
| Working capital adjustments: | | |
| Movements in provisions, gratuity and government grants | 116.31 | 71.55 |
| Decrease/ (Increase) in trade and other receivables and Pre payments | (7207.08) | (1191.27) |
| Decrease/(Increase) in inventories | (597.53) | (2637.88) |
| Increase/(Decrease) in trade and other payables | (1131.73) | (1958.70) |
| Cash generated from operations | (5183.31) | 25285.35 |
| Income Tax (paid)/refund | (1301.95) | (7578.83) |
| Net Cash generated in operations before extra-ordinary items | (6485.26) | 17706.52 |
| B) Cash Flow from Investing Activities: | | |
| Proceeds from sale of property, plant and equipments | 0.11 | 39.38 |
| Purchase of property, plant and equipments | (1421.19) | (331.61) |
| Capital work in progress | 603.60 | (610.21) |
| Purchase of financial instruments | (7709.09) | (31413.44) |
| Proceeds from sale of financial instruments | 14763.31 | 15025.73 |
| Interest received | 1449.75 | 602.36 |
| Net cash flows used in investing activities | 7686.49 | (16687.79) |
| C) Cash Flow from Financing Activities: | | |
| Interest paid | (2.21) | (1.10) |
| Proceeds from borrowings | (26.70) | 806.95 |
| Dividends paid including Interim Dividend | (1274.58) | (2549.15) |
| Net cash flows/(used in) Financing Activities | (1303.49) | (1743.30) |
| Net increase/(decrease) in Cash & Cash equivalents (A+B+C) | (102.26) | (724.57) |
| Opening balance of Cash & Cash equivalents | 317.74 | 1042.31 |
| Closing balance of Cash & Cash equivalents | 215.48 | 317.74 |

Notes:

- The above results, reviewed by the Audit Committee, were approved by the Board of Directors at its Meeting held on 20th May, 2023.
- The figures for the quarters ended 31.03.2023 and 31.03.2022 are the balancing figures between the audited figures of the full financial years ended 31.03.2023 and 31.03.2022 respectively, and published unaudited year-to-date figures upto the nine months ended 31.12.2022 and 31.12.2021 respectively.
- The Board of Directors have recommended a dividend of Rs.1.50/- (15%) per equity share of Rs.10/- each for the Financial Year 2022-23 subject to the approval of members at the ensuing Annual General Meeting.
- During the Financial Year 2019-20, the Company (APL) has initiated the process of renewal of the Land Lease on which the plant is located with Visakhapatnam Port Trust (VPT) for a further period of 30 years with effect from 27.06.2019. APL has submitted its Technical & Financial Bid against the tender floated by VPT. As APL was the sole bidder for the Tender, VPT accepted both Technical Bid & Financial Bid. Later -on, VPT has cancelled the tender and issued re-tender. Aggrieved by the action of VPT, APL has filed a writ petition under Article 226 before the Hon'ble High Court of Andhra Pradesh. The Hon'ble High Court of Andhra Pradesh has allowed the writ Petition filed by the APL seeking the cancellation of the order dated 18.08.2020, cancelling the tender notification dated 07.08.2019 and fresh tender notification dated 24.08.2020 issued by VPT towards the lease of the land and directed VPT to execute the lease deed, vide its order dated 25th February 2022. Further, on 19th March 2022, APL has written a letter to the Chief Engineer, VPT requesting him to kindly finalise the land lease deed and fix-up the date for execution of the said lease deed. VPT has preferred an appeal against the Hon'ble High Court of Andhra Pradesh Order dated 25.02.2022 before division bench of Hon'ble High Court of Andhra Pradesh and the same is pending. Pending execution of the lease deed, APL has considered provisionally its bid amount for accounting of "Leases" in accordance with Ind AS 116, till the lease deed is executed.
- Segmental reporting as per Ind AS-108 issued by the ICAI is not applicable, as the Company is engaged in manufacture of a single line of product.
- Figures for the previous periods have been regrouped, wherever necessary, to conform to the current period's classification.

Place: Tanuku
Date: 20th May, 2023


P. NARENDRANATH CHOWDARY
Managing Director



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NO. APL/SEC/QR/12

20 May 2023

The Relationship Manager,
Corporate Relationship Department
The Bombay Stock Exchange Ltd.,
1st Floor, New Trading Ring
Rotunda Building
Phiroze Jeejeebhoy Towers
Dalal Street, FORT,
MUMBAI 400 001

Dear Sir,

Sub: Declaration with regard to Audit Report with Unmodified Opinion.
Ref: BSE Scrip Code: 500012

* * *

Pursuant to Regulation 33 (3)(d) of SEBI (LODR) Regulations, 2015 and SEBI Circular No.CIR/CFD/CMD/56/2016 dt. 27.5.2016, we hereby confirm that M/s C V Ramana Rao & Co., Chartered Accountants, Statutory Auditors of the Company have issued Auditors' Report, on the Audited Financial Results of the Company for the Financial Year 2022-23, with Unmodified Opinion.

This is for your kind information and record.

Thanking you,

Yours faithfully,
for **THE ANDHRA PETROCHEMICALS LIMITED,**


(P Narendranath Chowdary)
Managing Director



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF
THE ANDHRA PETROCHEMICALS LIMITED,
Tanuku

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **THE ANDHRA PETROCHEMICALS LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the accompanying 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.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these



matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

| SL. No. | Key Audit Matter | How our audit addressed the Key Audit Matter |
|---------|--|--|
| 1 | <p>Valuation of Investments in Unquoted Equity Shares of Andhra Pradesh Gas Power company Ltd (APGPCL)</p> <p>The valuation of the investments involves judgement and continues to be an area of inherent risk because quoted prices are not readily available.</p> <p>As per the MOU between the APGPCL and its shareholders, each shareholder is entitled to receive power generated in proportion to its shareholding at cost of generation plus 20% of its overheads which is substantially lower than the price charged by DISCOMs.</p> <p>In the absence of any transfer of shares of APGPCL during the year under audit the fair value of the shares has been determined by using "discounted cash flow" method in respect of savings in cost of power in future years.</p> <p>Refer Note 3.2 to the Financial Statements</p> | <p>We assessed the managements' approach to valuation for these investments by performing the following procedures:</p> <ul style="list-style-type: none"> • We have verified data inputs used in the valuation models based on historical trends. • We evaluated the methodology and assumptions used by management, including reasonableness of the discounted cash flows, growth rate and discount rate applied by comparing it with the Indian Government Bond rate for a similar period. • We tested the calculation of the fair value based on the assumptions applied. • We found the disclosures in the financial statements to be appropriate. <p><i>Conclusion:</i> Based on the work performed and the evidence obtained, we consider the methodology and assumptions used by management to be appropriate.</p> |
| 2 | <p>Estimation of decommissioning and restoration provisions</p> <p>The determination and valuation of provision is highly judgmental by its nature, as they are calculated based on assumptions that are impacted by future activities and the legislative environment in which the company operates.</p> <p>Refer Note 2.37 to the Financial Statements</p> | <p>Our audit procedures to assess the decommissioning provision included the following:</p> <ul style="list-style-type: none"> • We assessed the valuation methodology • We evaluated the reasonableness of key assumptions applied by the management to calculate the provisions. • We tested the calculation of the provisions. • We checked the accuracy and relevance of the input data used. • We found the disclosures in the financial statements to be appropriate. <p><i>Conclusion:</i> Based on the work performed,</p> |



| | | |
|---|--|---|
| | | we found management's assessment to be reasonable based on available evidence. |
| 3 | Estimation of Lease liability | |
| | <p>Measurement of lease liability for the land taken on lease from Visakhapatnam Port Trust (VPT) involves significant judgement, as they are calculated based on terms & conditions of the tender floated by VPT and the financial bid submitted against the tender, which was later on cancelled and issued for re-tender. Due to its vast nature, even small changes in the terms of the lease agreement can have a material impact on the estimated lease liability and right of use asset.</p> <p>Refer Note 2.41 to the Financial Statements</p> | <p>Our audit procedures, among others included the following:</p> <ul style="list-style-type: none"> • We obtained an understanding of the terms and conditions of the VPT's Land renewal lease policy "e-Tender cum e-Auction" to evaluate the appropriateness of key assumptions applied. • We have gone through the order from Hon'ble High Court of Andhra Pradesh allowing the writ petition filed by the company against the cancellation of tender for land lease dated 16.08.2020 and supporting evidence of lease rental payments to evaluate the reasonableness of the managements' judgment that the lease will be allotted to the APL. • We assessed the methodology adopted and assumptions used by management, including reasonableness of the discounted cash flows and discount rate applied. • We found the disclosures in the financial statements to be appropriate. <p><i>Conclusion:</i> Based on the work performed, we found management's estimation to be reasonable based on available evidence.</p> |

Information Other than the Financial Statements and Auditor's Report Thereon

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

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.



If, based on the work we have performed, we conclude that there is a material misstatement of this “other information”, we are required to report that fact. We have nothing to report in this regard.

Management’s Responsibility for the Financial Statements

The Company’s Board of Directors is 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 financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 is 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 either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is 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 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 financial 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 our opinion on whether the Company has adequate internal financial controls system 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 made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure- A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by Section 143(3) of the Act, based on our audit we report that:

a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

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

d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of the written representations received from the directors as on March 31, 2023, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023, from being appointed as a director in terms of Section 164 (2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

The company has neither paid nor provided any remuneration to any of the Directors of the company. Accordingly, the question of reporting under the provisions of section 197(16) of the Act does not arise.

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

- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
- ii. The Company did not have any long -term contracts including derivative contracts for which there were any material foreseeable losses.



- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the company.
- iv. a. The Management has represented that, to the best of its knowledge and belief, as disclosed in the note 2.47(e) to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(i.e.), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- b. The Management has represented, that, to the best of its knowledge and belief, as disclosed in the note 2.47(e) to the accounts, no funds have been received by the Company from any person(s) or entity(i. e), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- c. Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement.
- v. The final dividend paid by the Company during the year in respect of the same declared for the previous year is in accordance with section 123 of the Companies Act 2013 to the extent it applies to payment of dividend.

As stated in note 2.15(d) to the financial statements, the Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.

Place: Visakhapatnam
Date: 20-05-2023

For C V RAMANA RAO & CO.,
Chartered Accountants
Firm Reg. No. 002917S


(KATYAYANI K)
Partner
Membership No.225030
UDIN: 23225030BGZANB9835



ANNEXURE-A TO THE INDEPENDENT AUDITORS' REPORT

The **Annexure A** referred to in our Independent Auditor's report of even date, to the members of THE ANDHRA PETROCHEMICALS LIMITED, TANUKU, for the year ended 31 March 2023. We report that:

- i) a) (A) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.

(B) The Company is maintaining proper records showing full particulars of intangible assets.
- b) The Property, Plant & Equipment have been physically verified by the management at reasonable intervals. According to the information furnished to us, no material discrepancies have been noticed on such verification.
- c) The title deeds of all the immovable properties disclosed in the financial statements are held in the name of the company.
- d) The company has not revalued its Property, Plant & Equipment (including the Right of Use assets) or Intangible assets or both during the year.
- e) As reported under note No. 2.01b, of the financial statements for the year under report, and according to the information and explanations given to us, no proceedings have been initiated against the company for holding benami property under Prohibition of Benami Property Transactions Act, 1988 (as amended from time to time) and rules made thereunder.
- ii) a) Physical verification of inventory has been conducted at reasonable intervals by management. In our opinion, the coverage and procedures of the verification by the management are appropriate and no material discrepancies were noticed.

b) As reported under note No. 2.20 (c), of the financial statements for the year under report, the quarterly returns/statements filed by the company with banks are generally in agreement with the books of the company.
- iii) The Company has not made investments in, provided any guarantee or security granted any loans or advances which are in the nature of loans, secured or unsecured to companies, firms, LLPs, or any other parties. Consequently, clauses 3 (iii) (a), (b), (c), (d), (e) and (f) of the Order are not applicable.
- iv) The company has neither given any loans to the directors or any other persons in whom the director(s) is interested nor given/provided any guarantee/security in connection with any loan taken by directors or such other persons as per the provisions of section 185 of the Companies Act, 2013. Further, the investment made by the company in an earlier year does not exceed the limits prescribed under section 186 of the Companies Act, 2013.



- v) The Company has neither accepted any public deposits nor received any amounts that are deemed to be deposits in terms of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules made thereunder. The directions issued by the Reserve bank of India are not applicable. Consequently, the clause 3(v) of the order is not applicable to the Company.

According to the information and explanations given to us and on the basis of examination of the records of the Company, no order has been passed by Company Law Board or National Company Law Board or Reserve Bank of India or any Court or any other Tribunal during the year under report. Consequently, the clause 3(v) of the order is not applicable to the Company.

- vi) We have broadly reviewed the books of account relating to materials, labour and other items of cost maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the records.

- vii) a) According to the information and explanations given to us and on the basis of examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, Cess and any other statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.

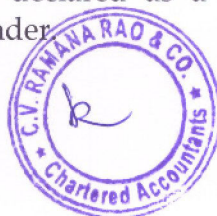
According to the information and explanations given to us, no undisputed amounts are payable in respect of goods and services tax, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax or cess and other material statutory dues which were in arrears as at 31st March 2023, for a period of more than six months from the date they became payable.

b) As at 31st March 2023, there have been no disputed dues, which have not been deposited with the respective authorities in respect of Goods and Services tax, Income tax, Service tax, duty of customs, duty of excise, value added tax and Cess.

- viii) According to the information and explanations given to us and on the basis of examination of the records of the Company, no transactions that are not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

- ix) a) The Company has not defaulted in any repayment of loans or other borrowings or in the payment of interest thereon to any lender.

b) The company has not been declared as a wilful defaulter by any bank or financial institution or other lender.




- c) There are no term loans outstanding during the year and the term loans obtained in earlier years have been utilised for the purposes for which they were obtained.
- d) The funds raised on a short-term basis have not been utilised for long term purposes.
- e) As reported in note no. 2.47 (c), The Company does not have any subsidiaries, associates, or joint ventures. Consequently, the clauses 3(ix)(e) and (f) of the order is not applicable to the Company.
- x) a) The Company has not made any initial public offer or further public offer (including debt instruments) during the year under review. Consequently, the clause 3(x)(a) of the order is not applicable.
- b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially, or optionally convertible) during the year under review. Consequently, the clause 3(x)(b) of the order is not applicable.
- xi) a) According to the information and explanations given to us, we report that no material fraud by the Company or on the Company have been noticed or reported during the course of our audit.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed read with rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) According to the information and explanations given to us and based on our examination of the records of the Company, no whistle-blower complaints are received during the year under report.
- xii) In our opinion, the company is not a Nidhi Company. Consequently, the clause 3(xii) of the order is not applicable.
- xiii) According to the information and explanations given to us and on overall examination of the records of the Company, we report that all transactions with related parties are in compliance with the provisions of sections 177 and 188 of the Companies Act, 2013 and the related party disclosures as required by relevant Indian Accounting Standards are disclosed in the financial statements.
- xiv) a) The company has an internal audit system commensurate with the size and nature of its business.
- b) The reports of the Internal Auditors for the period under audit were considered by us.



- xv) The Company has not entered into any noncash transactions with the directors or persons connected with them during the year under report. Consequently, the clause 3(xv) of the order is not applicable.
- xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Consequently, the clause 3(xvi) of the order is not applicable.
- xvii) The company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- xviii) There has been no resignation of the statutory auditors during the year under review. Consequently, the clause 3(xviii) of the order is not applicable.
- xix) On the basis of the financial ratios, aging and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- xx) a) In terms of the information and explanations given to us and based on the books of account/records examined by us, the company has no unspent amount to be transferred in respect of other than ongoing projects, to a Fund specified in Schedule VII to the Companies Act, 2013.
- b) In terms of the information and explanations given to us and based on the books of account/records examined by us, the company has transferred the unspent amount of Rs 41.66 lakhs in respect of ongoing projects, to a special account within a period of 30 days from the end of the financial year in compliance with section 135(6) of Companies Act.
- xxi) This paragraph is not applicable in case of standalone financial statements.

For C V RAMANA RAO & CO.,
Chartered Accountants
Firm Reg. No. 002917S


(KATYAYANI K)
Partner

Membership No.225030

UDIN: 23225030BGZANB9835



Place: Visakhapatnam
Date: 20-05-2023

Annexure "B" to the Independent Auditors' Report

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

We have audited the internal financial controls over financial reporting of **THE ANDHRA PETROCHEMICALS LIMITED** ("the Company") as of 31st March 2023 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial controls

The Board of directors of the company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by ICAI and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company.
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

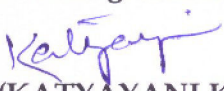
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: Visakhapatnam
Date: 20-05-2023

For C V RAMANA RAO & CO.,
Chartered Accountants
Firm Reg. No. 002917S


(KATYAYANI K)
Partner

Membership No.225030
UDIN: 23225030BGZANB9835





Independent Auditors' Report on Annual Financial Results of The Andhra Petrochemicals Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of
The Andhra Petrochemicals Limited

**Report on the audit of the Annual Financial Results
Opinion**

We have (a) audited the standalone financial results for the year ended 31 March 2023, and (b) reviewed the Standalone Financial results for the quarter ended March 31, 2023, (refer "Other Matters" section below), which were subject to limited review by us, both included in the accompanying "Statement of Financial Results for the Quarter and Year ended March 31, 2023" of "The Andhra Petrochemicals Limited" 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").

(a) Opinion on Annual Financial Results

In our opinion and to the best of our information and according to the explanations given to us, the financial results for the year ended March 31, 2023:

- i). are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended; 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 profit and other comprehensive income and other financial information for the year ended 31 March 2023.

(b) Conclusion on Reviewed Standalone Financial Results for the quarter ended March 31, 2023

With respect to the Financial Results for the quarter ended March 31, 2023, based on our review conducted as stated in paragraph (b) of the Auditors' responsibilities section below, nothing has come to our attention that causes us to believe that the Standalone Financial Results for the quarter ended March 31, 2023, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Basis for Opinion on the Audited Financial Results for the year ended March 31, 2023

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 SAs are further described in the *Auditor's Responsibilities for the Audit of the Standalone Annual 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 we have obtained, is sufficient and appropriate to provide a basis for our audit opinion.

Management's Responsibilities for the Statements

This Statement which includes the annual financial results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Financial Results for the year ended March 31, 2023 has been compiled from the related audited financial statements. This responsibility includes the preparation and presentation of the financial results for the quarter and year ended March 31, 2023 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 the 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 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.

In preparing the 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.

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

Auditor's Responsibilities

(a) Audit of the Financial Results for the year ended March 31, 2023

Our objectives are to obtain reasonable assurance about whether the financial results for the year ended March 31, 2023 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 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 Annual 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 company 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 Statement 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 Annual financial results, including the disclosures, and whether the Annual Financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations to the extent applicable.
- Obtain sufficient appropriate audit evidence regarding the Annual Financial results of the company to express an opinion on the Annual Financial Results.

Materiality is the magnitude of misstatements in the Annual Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Financial Results may be influenced. We consider quantitative materiality and quantitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Financial Results.

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.



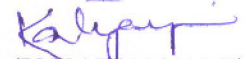
(b) Review of the Standalone Financial Results for the quarter ended March 31, 2023

We conducted our review of the Financial Results for the quarter ended March 31, 2023 in accordance with the Standard on Review Engagements ("SRE") 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than the audit conducted in accordance with SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Other Matters

- The statements include, the results for the quarter ended March 31, 2023 and March 31, 2022 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2023 and March 31, 2022 respectively, and published year to date figures up to the third quarter of the current and previous financial years respectively which were subject to limited review by us as required under the Listing Regulations. Our report on the statement is not modified in respect of this matter.

For C V RAMANA RAO & CO.,
Chartered Accountants
Firm Reg. No. 002917S


(K KATYAYANI)

Partner

Membership No. 225030

UDIN: 23225030BGZANC9676



Place: Visakhapatnam

Date: 20th May, 2023