

# Welcast Steels Limited

Works : Plot No. 15, Phase 1, Peenya Industrial Area, Bangalore - 560 058. INDIA  
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E-mail : info@welcaststeels.com Website - www.welcaststeels.com  
CIN : L27104GJ1972PLC085827



16<sup>th</sup> May, 2023

To,  
The Manager (Listing),  
**The BSE Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400 001

Dear Sir / Madam,

**Sub: Outcome of Board Meeting and submission of Audited Financial Results for the Quarter / Year ended March 31, 2023 as per Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**  
**Script Code: 504988**

The Board of Directors at their Meeting held today, approved the Audited Financial Results for the Quarter/Year ended on March 31, 2023, which was commenced at 04.30 P.M. and concluded at 06.00 P.M.

1. Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the followings:
  - (i) Statement showing Audited Financial Results for the quarter/year ended March 31, 2023.
  - (ii) Auditors' Report on the Audited Financial Results.

Pursuant to second proviso of Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby declare that Auditors' Report issued by Dagliya & Co., Chartered Accountants, Statutory Auditors of the Company in respect of the Audited Financial Results of the Company for the year ended 31<sup>st</sup> March, 2023 is unmodified.

2. The Board has also approved the proposal to convene 51<sup>st</sup> Annual General Meeting ("AGM") of the Company on Tuesday, 12<sup>th</sup> September, 2023 at 10.00 a.m. through Video Conferencing/Other Audio Visual means in accordance with the applicable circulars issued by the Ministry of Corporate Affairs and Securities and Exchange Board of India.
3. The Board has recommended dividend of ₹ 2.5 (@25%) per Equity Share of face value of ₹ 10/- each fully paid up for the Financial Year 2022-23 subject to the approval of shareholders of the Company.

Pursuant to Regulation 42 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, it is hereby informed that the Company has fixed Book Closure date from Wednesday, 6<sup>th</sup> September, 2023 to Tuesday, 12<sup>th</sup> September, 2023 for the purpose of determining entitlement of the members of the Company to receive Dividend of ₹ 2.5 (@ 25%) per Equity Share having face value of ₹ 10/- each fully paid up for the Financial Year 2022-23. The said Dividend, if declared by the shareholders at the ensuing AGM, shall be paid on or before 11<sup>th</sup> October, 2023, subject to deduction of tax at source as applicable.

Please take that same on record.

Thanking you,

**Yours faithfully,  
For Welcast Steels Limited**



**S. N. Jetheliya  
Company Secretary**



Encl: As above



# WELCAST STEELS LIMITED

Registered Office: 115-116, G.V.M.M. Estate, Odhav Road, Odhav, Ahmedabad - 382410, Gujarat, India

Telephone No: 079-22901078 Fax: 079-22901077 CIN: L27104GJ1972PLC085627

## STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2023

| Sr. No.   | Particulars  | Quarter ended   |                |                | Year ended     |                |
|-----------|--|-----------------|----------------|----------------|----------------|----------------|
|           |  | 31.03.2023      | 31.12.2022     | 31.03.2022     | 31.03.2023     | 31.03.2022     |
|           |  | Audited         | Un-audited     | Audited        | Audited        | Audited        |
| <b>1</b>  | <b>Income</b>  |                 |                |                |                |                |
|           | Revenue from operations  | 2136.59         | 1968.14        | 2250.21        | 9362.87        | 8244.23        |
|           | Other Operating Income   | 0.72            | 0.40           | 30.73          | 28.82          | 362.79         |
|           | <b>a) Total Revenue from operations</b>  | <b>2137.31</b>  | <b>1968.54</b> | <b>2280.94</b> | <b>9391.79</b> | <b>8597.02</b> |
|           | b) Other Income  | 26.88           | 18.97          | 45.11          | 75.61          | 72.18          |
|           | <b>Total Income (a+b)</b>  | <b>2164.19</b>  | <b>1987.51</b> | <b>2326.05</b> | <b>9467.40</b> | <b>8669.21</b> |
| <b>2</b>  | <b>Expenses</b>  |                 |                |                |                |                |
|           | a) Cost of material consumed   | 1341.23         | 1109.22        | 1697.83        | 5414.29        | 5946.82        |
|           | b) Changes in Inventories of finished goods, work-in-progress                    | 21.68           | 85.98          | (273.38)       | 206.25         | (210.59)       |
|           | c) Employee benefits expense   | 178.90          | 185.71         | 183.59         | 693.28         | 694.75         |
|           | d) Finance costs   | 147.04          | 2.75           | 1.92           | 162.57         | 17.58          |
|           | e) Depreciation & amortisation expenses  | 22.16           | 22.65          | 28.54          | 90.17          | 108.26         |
|           | f) Other expenses  | 734.39          | 660.78         | 684.08         | 2661.26        | 2188.06        |
|           | <b>Total Expenses (a+b+c+d+e+f)</b>  | <b>2445.40</b>  | <b>2037.09</b> | <b>2322.68</b> | <b>9227.82</b> | <b>8722.98</b> |
| <b>3</b>  | <b>Profit / (Loss) before tax (1-2)</b>  | <b>(281.21)</b> | <b>(49.58)</b> | <b>3.47</b>    | <b>239.58</b>  | <b>(53.77)</b> |
| <b>4</b>  | <b>Less: Extra ordinary Items</b>  |                 |                |                |                |                |
| <b>5</b>  | <b>Profit / (Loss) before tax</b>  | <b>(281.21)</b> | <b>(49.58)</b> | <b>3.47</b>    | <b>239.58</b>  | <b>(53.77)</b> |
| <b>6</b>  | <b>Tax Expenses</b>  |                 |                |                |                |                |
|           | (i) Current tax  | (13.58)         | (13.30)        | -              | 27.05          | -              |
|           | (ii) Deferred tax  | (62.89)         | 0.47           | (6.89)         | (56.81)        | (4.63)         |
|           | (iii) Short provision for current tax of earlier years                           | 4.34            | -              | -              | 5.32           | -              |
|           | <b>Total Tax expenses (i+ii)</b>   | <b>(72.13)</b>  | <b>(12.83)</b> | <b>(6.89)</b>  | <b>(24.44)</b> | <b>(4.63)</b>  |
| <b>7</b>  | <b>Profit / (Loss) for the period (5-6)</b>                                      | <b>(209.08)</b> | <b>(36.75)</b> | <b>10.16</b>   | <b>264.02</b>  | <b>(49.14)</b> |
| <b>8</b>  | <b>Other Comprehensive Income / (Loss)</b>                                       |                 |                |                |                |                |
|           | i) Item that will not be reclassified to profit or loss                          | (16.87)         | 12.24          | 22.88          | 19.84          | 25.34          |
|           | ii) Income tax relating to items that will not be reclassified to profit or loss | (4.99)          | -              | 0.62           | (4.99)         | -              |
|           | iii) Item that will be reclassified to profit or loss                            | -               | -              | -              | -              | -              |
|           | iv) Income tax relating to items that will be reclassified to profit or loss     | -               | -              | -              | -              | -              |
|           | <b>Total Other Comprehensive Income / (Loss) (net of tax)</b>                    | <b>(21.86)</b>  | <b>12.24</b>   | <b>23.50</b>   | <b>14.86</b>   | <b>25.34</b>   |
| <b>9</b>  | <b>Total Comprehensive Income / (Loss) for the period (7+8)</b>                  | <b>(230.94)</b> | <b>(24.51)</b> | <b>33.66</b>   | <b>278.87</b>  | <b>(23.80)</b> |
| <b>10</b> | <b>Paid-up Equity Share Capital - Face Value of ₹ 10 each.</b>                   | <b>63.82</b>    | <b>63.82</b>   | <b>63.82</b>   | <b>63.82</b>   | <b>63.82</b>   |
| <b>11</b> | <b>Other equity</b>  |                 |                |                | <b>3467.26</b> | <b>3188.39</b> |
| <b>12</b> | <b>Earning Per Share (EPS) (In ₹) (Not annualised)</b>                           |                 |                |                |                |                |
|           | Basic  | (32.79)         | (5.76)         | 1.59           | 41.37          | (7.70)         |
|           | Diluted  | (32.76)         | (5.78)         | 1.59           | 41.37          | (7.70)         |

**Notes :**

- (i) The above annual financial results for the quarter and year ended 31 March 2023 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors in their respective meetings held on 16 May 2023. The statutory auditors have expressed an unqualified opinion.
- (ii) The audited financial results are prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended).
- (iii) The company manufactures and deals with a single product, Alloy steel Cast Grinding Media. Also Company's operations are solely situated in India. Hence there are no reportable segments as required by Ind AS - 108 "Operating Segments" under the Companies (Indian Accounting Standards) Rules, 2015. Company's revenue from sale of grinding media exceeding 10% is from two of its customers and its aggregating value is Rs.4445.03 Lakhs (previous year Rs 4,075.52 Lakhs).
- (iv) ATA Engineering Limited, holding company is holding 4,77,661 equity shares aggregating to 74.85% of the share capital.
- (v) The board has recommended a dividend of Rs. 2/- Per equity share of Rs.10/- each, subject to approval of the members of the company at the forthcoming annual general meeting.
- (vi) The Code on Social Security, 2020 ("Code") relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- (vii) Figures of the quarter ended March 31, 2023 and March 31, 2023 are the balancing figures between audited figures in respect of the full financial year and year to date figures up to the third quarter of the relevant financial year.
- (viii) Figures for the previous period have been regrouped, reclassified and restated wherever necessary to make them comparable with the current period's figures.
- (ix) Refer Annexure - I for statement of assets and liabilities as at 31 March 2023
- (x) Refer Annexure - II for statement of cash flows for the year ended 31 March 2023

for WELCAST STEELS LIMITED

**AS PER OUR REPORT ATTACHED**

Place: Hyderabad  
Date: 16 May 2023

For DAGLIYA & Co  
Chartered Accountants  
F.R.N. 0671S

*Chetan K Jaina*  
(CHETAN KUMAR K JAIN)  
Partner  
M.No.224048

**PLACE : BANGALORE  
DATE : 16.05.23**

D. MOHANUKA  
Chairman  
DIN: 00168198



## ANNEXURE I

**Welcast Steels Limited**

Audited statement of assets and liabilities as at 31 March 2023

| Particulars  | ₹ in Lakhs)            |                        |
|--|------------------------|------------------------|
|  | As at<br>31 March 2023 | As at<br>31 March 2022 |
| <b>ASSETS</b>  |                        |                        |
| <b>Non-current assets</b>  |                        |                        |
| (a) Property, plant and equipment  | 458.12                 | 733.10                 |
| (b) Capital work-in-progress   | 9.17                   |                        |
| (c) Intangible assets  | 0.63                   | 1.23                   |
| (d) Financial assets   |                        |                        |
| Loans  | 0.71                   | 0.64                   |
| (e) Other Financial assets   | 233.17                 | 213.97                 |
| (f) Deferred tax assets (net)  | 73.46                  | 25.99                  |
| (g) Other tax assets (net)   | -                      | 40.21                  |
| (h) Other non-current assets   | -                      | 28.68                  |
| <b>Total non-current assets</b>  | <b>775.26</b>          | <b>1,043.82</b>        |
| <b>Current assets</b>  |                        |                        |
| (a) Inventories  | 1,314.36               | 1,677.89               |
| (b) Financial assets   |                        |                        |
| (i) Investments  | 1,705.24               | -                      |
| (ii) Trade receivables   | 537.32                 | 1,099.05               |
| (iii) Cash and cash equivalents  | 103.12                 | 289.60                 |
| (iv) Bank balances other than (iii) above  | 1.33                   | 13.48                  |
| (v) Loans  | 6.17                   | 5.41                   |
| (vi) Other financial assets  | 45.17                  | 66.97                  |
| (c) Other tax assets (net)   | 30.29                  | -                      |
| (d) Other current assets   | 102.30                 | 94.52                  |
| <b>Total current assets</b>  | <b>3,845.30</b>        | <b>3,246.92</b>        |
| <b>Total assets</b>  | <b>4,620.56</b>        | <b>4,290.74</b>        |
| <b>EQUITY AND LIABILITIES</b>  |                        |                        |
| <b>EQUITY</b>  |                        |                        |
| (a) Equity share capital   | 63.84                  | 63.84                  |
| (b) Other equity   | 3,467.26               | 3,188.39               |
| <b>Total equity</b>  | <b>3,531.10</b>        | <b>3,252.23</b>        |
| <b>LIABILITIES</b>   |                        |                        |
| <b>Non-current liabilities</b>   |                        |                        |
| (a) Financial liabilities  |                        |                        |
| Borrowing  | -                      | 127.00                 |
| (b) Provisions   | 48.30                  | 48.17                  |
| <b>Total non-current liabilities</b>   | <b>48.30</b>           | <b>173.17</b>          |
| <b>Current liabilities</b>   |                        |                        |
| (a) Financial liabilities  |                        |                        |
| (i) Borrowings   | -                      | 157.00                 |
| (ii) Trade payables  |                        |                        |
| Total outstanding dues of micro enterprises and small enterprises                      | 58.96                  | 7.93                   |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | 659.79                 | 526.56                 |
| (iii) Other financial liabilities  | 72.42                  | 82.00                  |
| (b) Other current liabilities  | 28.15                  | 69.44                  |
| (c) Provisions   | 221.84                 | 22.41                  |
| <b>Total current liabilities</b>   | <b>1,041.16</b>        | <b>865.34</b>          |
| <b>Total liabilities</b>   | <b>1,089.46</b>        | <b>1,038.51</b>        |
| <b>Total equity and liabilities</b>  | <b>4,620.56</b>        | <b>4,290.74</b>        |

AS PER REPORT ATTACHED

for WELCAST STEELS LIMITED



For DAGLIYA & Co  
Chartered Accountants  
F.R.N. 0671S

Chetan K Jain  
(CHETAN KUMAR K JAIN)  
Partner  
M.No.224048

PLACE: BANGALORE  
DATE: 16.05.2023

[Signature]  
D. PIDHANUKA  
Chairman  
DIN: 00188198

| ANNEXURE II  |                                  |                                  |
|--|----------------------------------|----------------------------------|
| Welcast Steels Limited   |                                  |                                  |
| STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2023   |                                  |                                  |
| Particulars  | ₹ in Lakhs                       |                                  |
|  | For the year ended 31 March 2023 | For the year ended 31 March 2022 |
| <b>A. Cash flows from operating activities</b>   |                                  |                                  |
| Profit / (Loss) before tax   | 239.58                           | (53.77)                          |
| <b>Add / (Less) : adjustments</b>  |                                  |                                  |
| Interest Income  | (28.34)                          | (61.05)                          |
| Profit on Fair valuation of current investments  | (20.93)                          | -                                |
| Profit on sale of investments  | (2.40)                           | -                                |
| Loss / (Net) on disposal of property, plant and equipment  | 20.24                            | 0.05                             |
| Bad debts written off  | -                                | 1.80                             |
| Depreciation and amortization  | 90.17                            | 108.26                           |
| Finance cost   | 162.57                           | 17.58                            |
| <b>Cash generated from operations before working capital changes:</b>                                    | <b>460.89</b>                    | <b>12.87</b>                     |
| <b>Changes in working capital</b>  |                                  |                                  |
| (Increase) / Decrease in trade receivable  | 561.73                           | 297.68                           |
| (Increase) / Decrease in loans   | (0.76)                           | (0.20)                           |
| (Increase) / Decrease in inventories   | 363.53                           | (672.44)                         |
| (Increase) / Decrease in other financial assets  | (0.07)                           | (0.34)                           |
| (Increase) / Decrease in other current assets  | (7.78)                           | (34.95)                          |
| (Increase) / Decrease in other non-current assets  | 10.05                            | 393.19                           |
| Increase / (Decrease) in provisions  | 221.40                           | 22.60                            |
| Increase / (Decrease) in trade payables  | 184.26                           | 329.94                           |
| Increase / (Decrease) in other current liabilities   | (50.39)                          | (98.91)                          |
| <b>Cash generated from operations</b>  | <b>1,742.86</b>                  | <b>249.44</b>                    |
| (Income taxes paid) / Income tax refund received   | (18.11)                          | 28.88                            |
| <b>Net cash generated by operating activities ( A )</b>  | <b>1,724.75</b>                  | <b>278.32</b>                    |
| <b>B. Cash flows from investing activities</b>   |                                  |                                  |
| Acquisition of property, plant and equipment, CWIP & other intangibles                                   | (11.86)                          | (188.34)                         |
| Proceeds from sale of property, plant & equipment  | 167.86                           | -                                |
| Investment in Mutual funds   | (2,071.91)                       | -                                |
| Redemption in Mutual funds   | 390.00                           | -                                |
| Investment in Fixed deposits with bank   | (2,622.06)                       | (960.28)                         |
| Redemption of Fixed deposits with bank   | 2,633.74                         | 957.35                           |
| Interest income  | 49.57                            | 60.49                            |
| <b>Net cash (used in) / generated from investing activities ( B )</b>                                    | <b>(1,464.66)</b>                | <b>(130.78)</b>                  |
| <b>C. Cash flows from financing activities</b>   |                                  |                                  |
| Proceeds from / (Repayment) of current borrowings  | (157.00)                         | (347.30)                         |
| Proceeds from / (Repayment) of current borrowings  | -                                | 157.00                           |
| Increase / (Decrease) in non-current borrowings  | (127.00)                         | 127.00                           |
| Movements in year marked balances with bank  |                                  |                                  |
| Finance cost   | (162.57)                         | (17.58)                          |
| Dividend paid  | -                                | -                                |
| <b>Net cash (used in) / generated from financing activities ( C )</b>                                    | <b>(446.57)</b>                  | <b>(80.88)</b>                   |
| <b>Net Increase / ( Decrease ) in cash and cash equivalents (A+B+C)</b>                                  | <b>(186.48)</b>                  | <b>66.66</b>                     |
| <b>Add: Cash and cash equivalents at the beginning of the year</b>                                       | <b>289.60</b>                    | <b>222.94</b>                    |
| <b>Cash and cash equivalents at the end of the year</b>  | <b>103.12</b>                    | <b>289.60</b>                    |
| <b>Reconciliation of cash and cash equivalents with the Balance Sheet:</b>                               |                                  |                                  |
| <b>Cash and cash equivalents at the end of the year</b>  |                                  |                                  |
| (a) Cash on Hand   | 0.67                             | 0.56                             |
| (b) Balance with bank - In Current Accounts  | 102.45                           | 15.97                            |
| (c) Balances with bank in fixed deposit accounts -maturity less than 3 months from the date of reporting | -                                | 273.07                           |
| <b>Total</b>   | <b>103.12</b>                    | <b>289.60</b>                    |

AS PER REPORT ATTACHED

For DAGLIYA & Co  
Chartered Accountants  
F.R.N. 0671S

*Chetan K Jain*  
(CHETAN KUMAR KJAIN)  
Partner  
M.No.224048

PLACE : BANGALORE

DATE : 16.05.2023

For WELCAST STEELS LIMITED

*[Signature]*  
D P DHANUKA  
Chairman  
DIN: 00168198





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

To  
The Board of Directors,  
Welcast Steels Limited.  
Ahmedabad.

**Opinion**

We have audited the accompanying financial results of Welcast Steels Limited ("the Company"), for the quarter and year ended 31 March 2023, attached herewith, pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations")

In our opinion and to the best of our information and according to the explanations given to us the aforesaid financial results

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard, and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") specified under section 133 of the Companies Act, 2013 ("the Act") read with the companies (Indian Accounting Standards) Rules, 2015 (As amended), and other accounting principles generally accepted in India, of the net loss and other comprehensive income for the quarter ended 31 March 2023 and net profit and other comprehensive income and other financial information of the company for the year ended 31 March 2023.

**Basis for opinion**

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Financial Results section of our report. We are independent of the company in accordance with the code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in 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 on the financial results.



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

These financial results have been prepared on the basis of the annual financial statements and has been approved by the Company's Board of Directors..

The Company's Management and the Board of Directors is responsible for the preparation and presentation of these financial results that give a true and fair view of the company's net profit/loss and other comprehensive income and other financial information of the company in accordance with the recognition and measurement principles laid down in Ind AS prescribed under section 133 of the Act read with the (Companies Indian Accounting Standards) Rules, 2015 (As amended) and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

The Management and Board of Directors of the company are responsible for 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 financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the financial results by the Management and the Board of Directors.

In preparing the financial results the Management and the Board of Directors of the company are responsible for assessing and ability of company 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 of the company is also responsible for overseeing the financial reporting process of the company.

### **Auditor's Responsibilities for the Audit of the Financial Results**

Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee than an audit conducted in accordance with the SAs specified u/s 143 (10) of the Act 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 specified u/s 143 (10) of the Act, we exercise professional judgments and maintain professional skepticism throughout the audit. We also

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

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative 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 financial statements.

We communicate with those charged with governance of the company among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.





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

**Other Matters:**

The financial results includes the results for the quarter ended 31 March 2023 being the balancing figure 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 were subject to limited review by us.

UDIN:- 23224048BGSMQX9438  
PLACE:-BANGALORE  
DATE: - 16.05.2023



For DAGLIYA & CO.  
CHARTERED ACCOUNTANTS  
FIRM REG NO:-000671S

*Chetan K Jain*

CHETAN KUMAR K JAIN  
PARTNER  
MEMBERSHIP NO.224048