



PearlGlobal

PGIL/SE/2020-21/19

Date: July 29, 2020

**THE GENERAL MANAGER,
DEPARTMENT OF CORPORATE SERVICES - CRD
BSE LIMITED
1ST FLOOR, NEW TRADING RING
ROTUNDA BUILDING, P. J. TOWERS
DALAL STREET, FORT,
MUMBAI – 400 001**

**THE GENERAL MANAGER,
LISTING DEPARTMENT
NATIONAL STOCK EXCHANGE OF INDIA LTD.
“EXCHANGE PLAZA”, PLOT NO. C- 1,
G- BLOCK,
BANDRA - KURLA COMPLEX,
BANDRA (E),
MUMBAI - 400 051**

Reg: Scrip Code: BSE-532808; NSE - PGIL;

SUB: STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS ON CONSOLIDATED ANNUAL FINANCIAL RESULTS

Dear Sir/Madam,

Further to our letter no. PGIL/SE/2020-21/18 dated July 28, 2020, please find enclosed herewith signed copy of Statement on Impact of Audit Qualifications on Consolidated Annual Financial Results for the year ended 31st March, 2020.

We hereby confirm that the Statutory Auditors have issued Audit Report with unmodified opinion for the Standalone Financial Results for the year ended 31st March, 2020.

Kindly take the above on record.

Thanking you,

Yours faithfully,
for **Pearl Global Industries Limited**

**(Sandeep Sabharwal)
Company Secretary**

Encl: As above

Pearl Global Industries Limited

Corp. Office : Plot No. 51, Sector-32, Gurgaon-122001 Haryana (INDIA)
Tel.: +91-124-4651000, Fax : +91-124-4651010. Website: www.pearlglobal.com

CIN : L74899DL1989PLC036849

Regd. Office: A-3, Community Centre, Naraina Industrial Area, Phase-II, New Delhi-110028

ANNEXURE I

Statement on Impact of Audit Qualifications on Consolidated Annual Financial Results for the FY ended 31st March, 2020

(Rs/Lakh except Earnings Per Share)


Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2020 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
I.	1.	Turnover / Total income	1,73,418.07	1,73,418.07
	2.	Total Expenditure	1,71,245.24	1,71,245.24
	3.	Net Profit / (Loss)	2,172.83	2,172.83
	4.	Earnings Per Share	9.95	9.95
	5.	Total Assets	1,25,230.70	1,25,230.70
	6.	Total Liabilities	73,876.86	73,876.86
	7.	Net Worth	51,353.84	51,353.84
	8.	Any other financial item(s) (as felt appropriate by the management)		
II.	Audit Qualification (each audit qualification separately):			
	a.	Details of Audit Qualification: The inventories are carried in the consolidated balance sheet at Rs.26,587.33 Lakh (As at March 31, 2019: Rs. 23,632.17 Lakh). In one of the subsidiary of the Holding Company, the component auditor of its subsidiary has reported that no physical counting against inventories as at March 31, 2020 was conducted by them due to the lockdown in Jakarta during the outbreak of COVID-19 and no other alternative procedures were performed. In consequence they were unable to carry out auditing procedures necessary to obtain adequate assurance regarding the quantities and condition of inventories of Rs. 2,542.30 Lakh (Equivalent US\$ 3,372,199), appearing in the consolidated balance sheet. There were no other satisfactory auditing procedures that they could adopt to obtain sufficient evidence regarding the existence and valuation of such inventories.		
	b.	Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion		
	c.	Frequency of qualification: Appeared first time / repetitive / since-how-long continuing		
	d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Impact quantified by the Auditor: NIL		
	e.	For Audit Qualification(s) where the impact is not quantified by the auditor:		
	(i)	Management's estimation on the impact of audit qualification: Management estimates that impact of Audit qualification is NIL, as management has performed complete inventory verification and sufficient checks and controls were performed while valuing the inventory at 31 st March, 2020. Further, post re-opening of lockdown, Component Auditor have performed limited review and also performed all necessary checks as on 30 th June, 2020. Component Auditor after satisfying themselves, have shared interim financial statements as on 30 th June, 2020 without making any adjustment on account of above qualification. Also Component Auditor has given a clean review report stating that "nothing has come to our attention that causes us to believe that the interim financial statements do not fairly presents in all material respects, the interim financial position as at 30.6.20". In view of above management believe no adjustment is required on account of above qualification.		

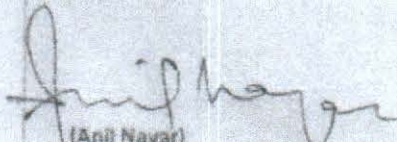
(ii) If management is unable to estimate the impact, reasons for the same: NA, Replied in Para (i) above

(iii) Auditors' Comments on (i) or (ii) above:


Based on the Management Representation given above and the Limited Review report of the subsequent period ended June 30, 2020 by the Component Auditor, it appears that there may not be any material adjustment in the carrying value of inventory in the consolidated financial statements as at March 31, 2020.

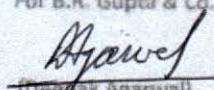
iii. Signatories:


(Pulkit Sethi)
Managing Director


(Anil Nayar)
Audit Committee Chairman

Place: Gurugram
Date: 28.07.2020


(Kashmir Singh Rathour)
CFO

For B.R. Gupta & Co.

(Deepak Agarwal)
Statutory Auditor