

# ANDHRA CEMENTS LIMITED

Ref: ACL:SEC:2020

June 29, 2020

The Manager  
Listing Department  
**Ltd**

**National Stock Exchange of India Ltd**

“Exchange Plaza” C/1, G-Block  
Bandra-Kurla Complex,  
Bandra (E), Mumbai-400051

**Bombay Stock Exchange**

25 Floor, New Trading Ring  
Rotunda Building P J Towers,  
Dalal Street, Fort  
Mumbai – 400 001

**Fax No.:** 022-26598237/38,  
22723121/2037  
02226598347/48

**Fax No.:** 022-  
/2039/2041

Dear Sirs,

**Re: Audited Financial Results for the quarter/year ended 31<sup>st</sup> March, 2020 -Reg**

We are pleased to inform you that the Board of Directors of the Company at its meeting held today i.e June 29, 2020, approved the Audited Financial Results for the quarter/year ended 31<sup>st</sup> March, 2020.

Copies of Financial Results along with Auditors Report and other statements under Reg, 33 (3) (d) of SEBI (LODR) Regulations, 2015 are attached herewith for your kind information and records.

Thanking you,

Yours faithfully,

**For ANDHRA CEMENTS LTD**

**(G. TIRUPATI RAO)**

Company Secretary & GM-Legal  
Mobile No. 9989773421



Encl: as above



**Regd. Office & Factory :** Durga Cement Works, Durgapuram, Srinagar (PO),  
Dachepalli - 522414, Guntur District, Andhra Pradesh.  
Ph : +91 - 8649-257441/42, Fax : +91 - 8649-257428,  
Website : [www.andhracements.com](http://www.andhracements.com), E-mail : [investorcell@andhracements.com](mailto:investorcell@andhracements.com)  
**CIN : L26942AP1936PLC002379**

**STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020**

(Rs. in Lakhs except EPS)

S. No.	PARTICULARS	Quarter Ended			Year Ended	
		31.03.2020 AUDITED	31.12.2019 UNAUDITED	31.03.2019 AUDITED	31.03.2020 AUDITED	31.03.2019 AUDITED
1	Revenue from Operations	1,095	3,489	7,494	14,292	32,124
2	Other Income	8	21	56	71	180
3	<b>Total income (1+2)</b>	<b>1,103</b>	<b>3,510</b>	<b>7,550</b>	<b>14,363</b>	<b>32,304</b>
4	<b>Expenses</b>					
(a)	Cost of Material Consumed	55	347	808	1,526	3,574
(b)	Changes in inventories of finished goods and work-in-progress	626	389	289	(106)	449
(c)	Employee Benefits Expense	468	580	602	2,243	2,611
(d)	Finance Costs	3,114	3,068	2,837	12,174	10,844
(e)	Depreciation and Amortisation Expense	1,192	1,197	1,194	4,783	4,747
(f)	Power and Fuel	502	1,437	3,023	6,549	14,050
(g)	Freight and Forwarding expenses	262	788	1,411	2,954	6,458
(h)	Other Expenses	322	544	703	1,899	3,653
	<b>Total expenses</b>	<b>6,541</b>	<b>8,350</b>	<b>10,867</b>	<b>32,023</b>	<b>46,386</b>
5	Profit / (Loss) before exceptional items and tax (3-4)	(5,438)	(4,840)	(3,317)	(17,660)	(14,082)
6	Exceptional Items	-	-	-	-	(3,974)
7	Profit / (Loss) before tax (5+6)	(5,438)	(4,840)	(3,317)	(17,660)	(18,056)
8	Tax Expense					
	Current Tax	-	-	-	-	-
	Deferred Tax	-	-	20	(828)	(43)
9	Net Profit / (Loss) for the period (7-8)	(5,438)	(4,840)	(3,337)	(16,832)	(18,013)
10	<b>Other Comprehensive Income (net of tax)</b>					
	items that will not be reclassified to profit and loss	(6)	-	(23)	(10)	2
	items that will be reclassified to profit and loss	-	-	-	-	-
11	Total Comprehensive Income for the period (9+10)	(5,444)	(4,840)	(3,360)	(16,841)	(18,011)
12	Paid up Equity Share Capital (Face value Rs. 10 per share)	29,352	29,352	29,352	29,352	29,352
13	Earning Per Share (of Rs. 10/- each)					
(a)	Basic	(1.85)	(1.65)	(1.14)	(5.74)	(6.14)
(b)	Diluted	(1.85)	(1.65)	(1.14)	(5.74)	(6.14)
		Not Annualised	Not Annualised	Not Annualised	Annualised	Annualised



## Notes

- 1 The above results were reviewed and recommended by the Audit Committee and approved subsequently by the Board of Directors at their respective meetings held on June 29, 2020. The Statutory Auditors have conducted an audit of these results in terms of regulation 33 of SEBI ( Listing obligations and Disclosure Requirements) Regulations, 2015(SEBI(LDOR).
- 2 The Company has incurred losses of Rs.5,444 lakhs and Rs. 16,842 lakhs for the quarter and financial year ended March 31, 2020 respectively, resulting into accumulated losses of Rs. 86,998 lakhs against the paid up share capital of Rs. 29,352 lakhs as at March 31, 2020. Moreover, the Company has aggregate borrowing of Rs. 1,09,494 lakhs as on March 31, 2020 including working capital loans and interest accrued thereon.  
The management has approached the financial institutions/banks for restructuring of the debts which is under consideration by major lenders. Further, the cement market has started improving and company is hope to achieve profitable operations and meet obligations/liabilities and is of the view that the company will continue as a going concern. The statutory auditors have qualified their Report in respect of this matter.
- 3 Certain Trade receivables, Security deposits given/taken, Advances to suppliers, Trade payables and Advances from Customers are subject to confirmations. Management believes that no material adjustments would be required in books of accounts upon receipt of these confirmations.
- 4 The Directorate of Revenue Intelligence has issued an order in December 2018 to the company u/s 110(1) of Customs Act,1962 confiscating the capital goods having import value of Rs. 3,979 lakhs due to non-fulfillment of certain export obligations. As a result the company has provided Rs. 2,626 lakh during the previous financial year as differential Custom Duty and interest thereon .The same has been presented under the head "Exceptional Items". Further interest thereon for current period is being provided and is included in Finance Cost.
- 5 Facilities extended by the lenders are overdue for more than 90 days at the end of financial year.
- 6 The outbreak of Coronavirus (COVID - 19) pandemic globally and in India is causing significant disturbance in the markets. On 11.03.2020, the Covid -19 outbreak was declared a global pandemic by the World Health Organisation (WHO). It has also resulted in significant disruption in global and Indian economic activities. The situation has been under close watch by the Company to take prompt actions for continuity of business operations in an optimised manner. The Company believes that the impact of this outbreak will not be significant on its business and financial positions.
- 7 The company's business operation fall in single segment i.e. manufacturing and marketing of cement.
- 8 The figures for the quarter ended March 31, 2020 and March 31, 2019 are the balancing figures between audited figures for the full financial year ended March 31,2020 and March 31,2019 and the published year to date figures up to the third quarter of the respective financial year.
- 9 The Company has adopted Ind AS 116 with modified retrospective approach, with effect from April 1, 2019. The impact of adoption of Ind AS 116 on the financial results for the quarter and year ended March 31, 2020 is insignificant.



## Statement of Assets and Liabilities as on March 31, 2020

(Rs. In Lakhs)

PARTICULARS		As at	As at
		March 31, 2020	March 31, 2019
		AUDITED	AUDITED
<b>I</b>	<b>ASSETS</b>		
1	<b>Non-Current Assets</b>		
a.	Property, Plant and Equipment	92,574	97,341
b.	Capital work-in-progress	134	134
c.	Financial Assets		
i)	Investments	1	1
ii)	Other financial assets	1,265	1,631
d.	Other non-current assets	418	416
	<b>Sub-Total Non Current Assets</b>	<b>94,392</b>	<b>99,523</b>
2	<b>Current Assets</b>		
a.	Inventories	1,537	1,520
b.	Financial Assets		
i)	Trade receivables	2,001	1,933
ii)	Cash and cash equivalents	1	3
iii)	Bank balances other than (ii) above	372	345
iv)	Other financial assets	1,067	1,065
c.	Current Tax Assets (net)	48	111
d.	Other current assets	806	901
	<b>Sub-Total Current Assets</b>	<b>5,832</b>	<b>5,878</b>
	<b>Total Assets</b>	<b>100,224</b>	<b>105,401</b>
<b>II</b>	<b>EQUITY AND LIABILITIES</b>		
1	<b>EQUITY</b>		
a.	Equity share capital	29,352	29,352
b.	Other equity	(77,435)	(60,833)
	<b>Total Equity</b>	<b>(48,083)</b>	<b>(31,481)</b>
2	<b>LIABILITIES</b>		
	<b>Non-Current liabilities</b>		
a.	Financial liabilities		
i)	Borrowings	56,772	64,817
b.	Provisions	312	373
c.	Deferred tax liabilities (Net)		831
	<b>Total Non-Current Liabilities</b>	<b>57,084</b>	<b>66,021</b>
	<b>Current Liabilities</b>		
a.	Financial liabilities		
i)	Borrowings	19,025	13,865
ii)	Trade payables		
-	Due to Micro Enterprises and Small Enterprises	149	33
-	Due to creditors other than Micro Enterprises and Small Enterprises	15,837	11,818
iii)	Other financial liabilities	47,288	36,271
b.	Other current liabilities	8,786	8,733
c.	Provisions	138	141
	<b>Total Current Liabilities</b>	<b>91,223</b>	<b>70,861</b>
	<b>Total Equity and Liabilities</b>	<b>100,224</b>	<b>105,401</b>



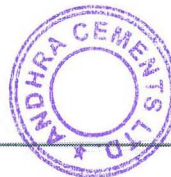
CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH' 2020

PARTICULARS	For the Year Ended March 31, 2020	For the Year Ended March 31, 2019
<b>A. Cash flow from operating activities</b>		
<b>Loss Before Tax</b>	<b>(17,660)</b>	<b>(18,057)</b>
Adjustment for:		
Depreciation and amortisation expenses	4,783	4,747
Profit/(Loss) on sale/disposal of Property, Plant and Equipment	-	-
Provision for Employee Benefits (OCI)	(9)	3
Provision for doubtful debts, advances and deposits	-	-
Interest income	(64)	(75)
Finance cost	12,174	10,845
Exceptional Items	-	3,974
<b>Operating Profit before working capital changes</b>	<b>(776)</b>	<b>1,437</b>
Decrease / (Increase) in inventories	(17)	1,252
Decrease / (Increase) in trade receivables	(69)	789
Decrease / (Increase) in financial current and non-current assets	364	2,433
Decrease / (Increase) in non-financial current and non-current assets	93	2,259
(Decrease) / Increase in non-financial liabilities and provisions	(3,075)	(2,938)
(Decrease) / Increase in trade payables and other financial liabilities	15,152	(3,082)
<b>Cash generated from operations</b>	<b>11,672</b>	<b>2,150</b>
Direct Taxes (Paid)/Refund	61	52
<b>Net Cash generated / (used) in from operations</b>	<b>11,733</b>	<b>2,202</b>
<b>B. Cash flow from investing activities</b>		
Purchase of Property, Plant and Equipment (including CWIP and net of Capital Creditor and advances)	(18)	(3)
Proceeds from sale of Property, Plant and Equipment	2	116
Purchase of Investments	-	-
Net investment in Bank (Fixed Deposits and Restricted Bank Balance)	(27)	(85)
Interest received	65	74
<b>Net cash generated / (used) in investing activities</b>	<b>22</b>	<b>102</b>
<b>C. Cash flow from financing activities</b>		
Equity Component of Financial Instrument	239	1,200
Proceeds from Long Term Borrowings (net of repayments)	(4,982)	(272)
Proceeds from Short Term Borrowings (net of repayments)	5,160	53
Interest and Finance charges	(12,174)	(5,486)
<b>Net cash generated / (used) from financing activities</b>	<b>(11,757)</b>	<b>(4,505)</b>
Net increase / (decrease) in cash and cash equivalents (A+B+C)	(2)	(2,201)
Cash and cash equivalents at the beginning of the year	3	2,204
<b>Cash and cash equivalents at the end of the year</b>	<b>1</b>	<b>3</b>

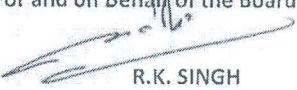
**Note:** The above statement of Cash Flow has been prepared under 'indirect method' as set out in Ind AS -7 as specified under Section 133 of the Companies Act, 2013.

The accompanying notes are an integral part of the financial statements.

New Delhi  
June 29, 2020



For and on Behalf of the Board of Directors

  
R.K. SINGH  
CHAIRMAN

**ANDHRA CEMENTS LIMITED**

Regd. Office : Sri Durga Cement Works, Sri Durgapuram - 522 414, Guntur Dist., (A.P.)

Website: andhracements.com, E-mail Id: investorcell@andhracements.com, CIN No. L26942AP1936PLC002379

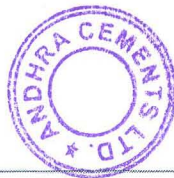
**STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020**

(Rs. In Lakhs except EPS)

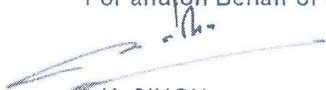
Sl. No.	Particulars	Quarter ended 31.03.2020 (Audited)	Year ended 31.03.2020 (Audited)	Quarter ended 31.03.2019 (Audited)
1.	Total Income	1,103	14,363	7,550
2.	Net Profit/(Loss) for the period before Tax and Exceptional items	(5,438)	(17,660)	(3,317)
3.	Net Profit/(Loss) for the period before Tax but after Exceptional items	(5,438)	(17,660)	(3,317)
4.	Net Profit/(Loss) for the period after Tax and Exceptional items	(5,438)	(16,832)	(3,337)
5.	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive income (after tax)]	(5,444)	(16,841)	(3,360)
6.	Paid-up Equity Share Capital (Face value Rs.10/- per share)	29,352	29,352	29,352
7.	Reserve (excluding Revaluation Reserves as shown in the Audited Balance Sheet of previous year)	(77,435) (As on 31.03.2020)	(77,435) (As on 31.03.2020)	(60,833) (As on 31.03.2019)
8.	Earning Per Share (of Rs. 10/- each) (for continuing and discontinued operations)			
	a) Basic	(1.85)	(5.74)	(1.14)
	b) Diluted	(1.85)	(5.74)	(1.14)
		Not Annualised	Annualised	Not Annualised

**Note :**

1. The above results were reviewed and recommended by the Audit Committee and approved subsequently by the Board of Directors at their respective meetings held on June 29, 2020. The Statutory Auditors have conducted an audit of these results in terms of regulation 33 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015(SEBI(LDOR).
2. The above is an extract of the detailed format of Quarterly and Yearly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015. The full format of the Quarterly and Yearly Financial Results are available on Websites of NSE ([www.nseindia.com](http://www.nseindia.com)) and BSE ([www.bseindia.com](http://www.bseindia.com)) and the Company's web site([www.andhracements.com](http://www.andhracements.com)).

New Delhi  
June 29, 2020

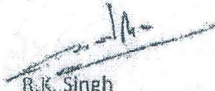



For and on Behalf of the Board of Directors

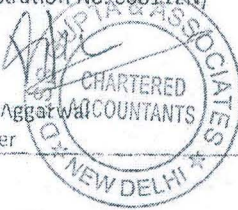
  
R.K. SINGH  
CHAIRMAN

## Name of the Company: ANDHRA CEMENTS LIMITED

STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS FOR THE FINANCIAL YEAR ENDED MARCH 31, 2020 [See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Serial No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs in Lakhs)	Adjusted Figures (as reported after adjusting qualifications) (Rs in Lakhs)
	1.	Turnover/Total Income	14,363	14,363
	2.	Total Expenditure (Including Tax expense and OCI)	31,205	31,205
	3.	Net Profit/(Loss)	(16,842)	(16,842)
	4.	Earnings Per Share (in Rs)	(5.74)	(5.74)
	5.	Total Assets	1,00,225	1,00,225
	6.	Total Liabilities	1,48,308	1,48,308
	7.	Net Worth *	(48,095)	(48,095)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
* It excludes reserves aggregating to Rs. 12 lakhs not created out of profit.				
II.	<b>Audit Qualification (each audit qualification separately):</b>			
	<b>a. Details of Audit Qualification:</b>			
	<p>We refer to Note 2 to the statement in respect of preparation of financial statements of the Company on going concern basis for the reasons stated therein. During the quarter and financial year ended March 31, 2020, the Company has incurred losses of Rs. 5,444 lakhs and Rs.16.842 lakhs respectively, resulting into accumulated losses of Rs. 86,998 lakhs and subsequent erosion of net worth as at March 31, 2020. The Company has obligation towards fund based borrowings aggregating to Rs.109,494 lakhs as on March 31, 2020 including working capital loans and interest accrued thereon. The Company's current liabilities have exceeded current assets as on March 31, 2020. These matters require the Company to generate additional cash flow to fund the operations as well as payments to lenders, creditors, statutory dues and other obligations. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the company's ability to continue as going concern and therefore the company may be unable to realize its assets and discharge its liabilities in the normal course of business. Accordingly, we are unable to comment on the consequential impact, if any on the accompanying financial statements.</p>			
	<b>b. Type of Audit Qualification: Qualified Opinion</b>			
	<b>c. Frequency of qualification:</b>			
	Qualification has been appearing from the financial year ended March 31,2019.			
	<b>d. For Audit Qualification(s) where the impact is quantified by the auditor:</b>			
	<b>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</b>			
	<b>(i) Management's estimation on the impact of audit qualification:</b>			
	<b>(ii) If management is unable to estimate the impact, reasons for the same:</b>			
	<p>In respect of qualification (i) above, The management has approached the financial institutions/banks for restructuring of the debts which is under consideration by major lenders. Further, the cement market has started improving and company is hopeful to achieve the profitable operations and is of the view that the company will continue as a going concern.</p>			



(iii) Auditors' Comments on (ii) above: Included in details of auditor's qualification above.	
iii. Signatories:	
 R.K. Singh Chairman	 R K Pandey Audit Committee Chairman For Dass Gupta & Associates Chartered Accountants (Registration No. 000112N)
 Anand Kumar Agrawal Chief Financial Officer	 Vipin Agarwal Partner



Date: 29<sup>th</sup> June, 2020

Place: New Delhi





**Independent Auditor's Report on the Quarterly and Year to Date Financial Results of the ANDHRA CEMENTS LIMITED Pursuant to the SEBI (Listing Obligations and Disclosure requirement) Regulations, 2015**

To  
The Board of Directors of  
Andhra Cements Limited

**Opinion**

We have audited the accompanying quarterly and year to date financial results of Andhra Cements Limited ("the Company") for the quarter and year ended 31<sup>st</sup> March, 2020 ("the statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the statement:

- i. are presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. except for the possible effect of the matter described in 'Basis of Qualified Opinion' paragraph below, give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards (IND AS) and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter and year ended 31<sup>st</sup> March, 2020.

**Basis for Qualified Opinion**

We refer to Note 2 to the Statement in respect of preparation of financial statements of the Company on going concern basis for the reasons stated therein. During the quarter and year ended March 31, 2020, the Company has incurred losses of Rs. 5,444 lakhs and Rs. 16,842 lakhs respectively, resulting into accumulated losses of Rs. 86,998 lakhs and subsequent erosion of net worth as at March 31, 2020. The Company has obligation towards fund-based borrowings aggregating to Rs 1,09,494 lakhs as on March 31, 2020 including working capital loans and interest accrued thereon. The Company's current liabilities have exceeded current assets as on March 31, 2020. These matters require the Company to generate additional cash flow to fund the operations as well as payments to lenders, creditors, statutory dues and other obligations. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the company's ability to continue as going concern and therefore the company may be unable to realize its assets and discharge its liabilities in the normal course of business. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying Statement.



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 Standards 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.

#### **Emphasis of matter**

We refer to:

- i. Note 3 to the Statement regarding pending confirmation in respect of certain trade receivables, security deposits given/taken, advances to suppliers, trade payables and advances from customers. The Management believes that on confirmation, there will not be any material impact on the accompanying Statement.
- ii. Note 4 to the Statement, in respect of confiscation of imported capital goods having import value of Rs.3,979 lakhs due to non-fulfillment of certain export obligations.
- iii. Note 6 of the Statement regarding the impact of COVID-19 pandemic on the Company. Management is of the view that there are no reasons to believe that the pandemic will have any significant impact on the ability of the company to continue as a going concern. Nevertheless, the impact in sight of evolvement of pandemic in future period is uncertain and could impact the operations in future years.

Our opinion is not modified in respect of the matter.

#### **Management's Responsibilities for the Financial Results**

The statement has been prepared on the basis of the annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the statement that give a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards (IND AS) 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 and Regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness



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

In preparing the statement, 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 for the Audit of the Financial Results**

Our objectives are to obtain reasonable assurance about whether the statement as a whole is 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 the statement.

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 statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on complete set of financial statements on whether the company has adequate internal finance control with reference to financial statement 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 the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 statement, including the disclosures, and whether the statement represent the underlying transactions and events in a manner that achieves fair presentation.



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

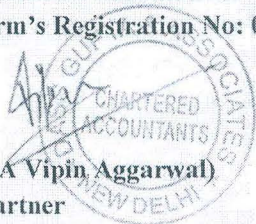
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Other Matters**

- i. The financial statements of the Company for the year ended March 31, 2019, were audited by another auditor who expressed the modified opinion, with respect to the significant doubt on the company's ability to continue as going concern, on those statements on May 29, 2019.
- ii. This statement includes the result for the quarter ended 31<sup>st</sup> March, 2020 being the balancing figures between the audited figures in respect of the full financial year ended 31<sup>st</sup> March, 2020 and the published unaudited year-to-date figures upto the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Our opinion on the Statement is not modified in respect of above matters.

**For Dass Gupta and Associates**  
**Chartered Accountants**  
**Firm's Registration No: 000112N**

  
**(CA Vipin Aggarwal)**  
**Partner**  
**Membership No: 522003**

**UDIN:- 20522003AAAAAZ9326**

**Date: 29.06.2020**

**Place: Delhi**