

10th June, 2023

To,
The Manager,
Department of Corporate Services,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400 001.

Security ID: MODULEX

Scrip Code: 504273

Sub: Intimation about resignation of the Statutory Auditor of the Company.

Dear Sir/Madam,

M/S.RMJ & Associates., Chartered Accountants (FRN: W100281) has resigned from the office of Statutory Auditors of the Company as well from the material subsidiary of the Company vide resignation letters dated 10th June, 2023 due to reason mentioned therein. The information required from the said auditor in pursuance of SEBI circular CIR/CFD/CMD1/114/2019 dated 19th October, 2019 along with the resignation letter is enclosed herewith.

The Audit Committee at its meeting held on 10th June, 2023 deliberated and noted the concern mentioned in the letter of resignation of M/s. RMJ & Associates, Chartered Accountants, Statutory Auditors.

This intimation is pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) read with sub clause (7A) of Clause A in Part A of Schedule III of SEBI (LODR), 2015.

For Modulex Construction Technologies Limited

Ajay Palekar
Managing Director

Encl: as above

10th June 2023

To
The Board of Directors / Audit committee
Modulex Construction Technologies Limited
A 82, MIDC Industrial Estate,
Indapur, Pune
Maharashtra – 413132

Subject – Resignation as statutory auditor of Modulex Construction Technologies Limited

Dear Sirs,

As you are aware, we were appointed as statutory auditor of the Company on 17th December 2019 to hold office until conclusion of 50th Annual General Meeting of the Company which is due to be held in the current year 2023.

We have completed our statutory audit for the year ended 31st March 2023 and issued report thereon on 30th May 2023.

We would like to resign as the statutory auditor of the Company, inter alia, for the reasons stated hereunder:

- 1) Various complaints were raised by one of the independent directors of the Company in the year 2022 (including whistleblower complaints and complaints raised through SEBI Scores platform). Due to this, the Company was occupied with the replies to said complaints. Further as statutory auditors, we too had to prepare and file the necessary response to comply with the legal requirements. This has resulted into delays and hampering our audit / limited review work.
- 2) Due to these complaints, we, as statutory auditors of the Company, had to appear before various regulatory bodies. As a result, our other pre-planned work and other assignments had to suffer in terms of timely completion.
- 3) The aforesaid independent director, in spite of our specific reply, went on to send e-mails on almost daily basis, to all the partners and others in the firm (including one ex-partner, who retired from the Firm a couple of years back) in relation to whistleblower complaint filed by him. This chain of e-mails, which we strongly believe, were not required to be sent to us and should have been rightly directed to Audit Committee/Board of Directors. This attitude of the said director caused a lot of mental stress & agony to all of us during the past few months.
- 4) Moreover, it has been our experience that on several occasions, we, as statutory auditors, were not getting the required information/clarifications/supporting document etc. in a timely manner. This was putting undue pressure on us in completion of our obligations in a timely manner. You will appreciate that such kind of unwanted & undesirable pressure may, at times, get someone into a situation where one may have to compromise on the quality of work & deliverables. We believe this is certainly avoidable.



- 5) Further, there were considerable delays in the payment of our professional fees by the Company which resulted in an unpleasant situation on a few occasions.

Considering the same, we would like to resign as the statutory auditor of the Company. However, we will issue our limited review report for quarter ended 30th June, 2023 in compliance with Para 6(A)(ii) of SERI circular No. CIR/CFD/CMD1/114/2019 dated 18th October, 2019

We request you to take the note of the above on record. As per the requirements of the Companies Act, 2013, we shall be forwarding the copy of the ADT-3, as filed with the Registrar of Companies, in due course.

Please find attached in Annexure A, the information to be obtained by the Company from the auditors for the resignation as required by Securities and Exchange Board of India circular CIR/CFD/CMD1/114/2019 dated 18th October, 2019.

For RMJ & Associates LLP
Chartered Accountants
Firm Registration No: W100281

Rakesh Upadhyaya
Partner
Membership No.: 046271
Date: 10th June 2023



Annexure 1

Sr. No	Particulars	Response
1)	Name of the listed entity:	Modulex Construction Technologies Limited
2)	Details of the statutory auditor: a) Name: b) Address: c) Phone Number: d) Email:	RMJ & Associates LLP 41, Film Center, 4th Floor, 68 Tardeo Road, Mumbai 400 034 022-4944 6000 rakesh.upadhyaya@rmj.in
3)	Details of association with the listed entity: a) Date on which the statutory auditor was appointed. b) Date on which the term of the statutory auditor was scheduled to expire. c) Prior to resignation, the latest audit report/limited review report submitted by the auditor and date of its submission	17 th December 2019 Conclusion of the Company's 50 th Annual General Meeting which would be held in the year 2023 Audit report dated 30 th May 2023 on the Company's standalone and consolidated financial statements and financial results for the year ended 31 st March 2023
4)	Detailed reasons for resignation	As mentioned in our resignation letter dated 10 th June 2023 attached herewith
5)	In case of any concerns, efforts made by the auditor prior to resignation (including approaching the Audit Committee/Board of Directors along with the date of communication made to the Audit Committee/Board of Directors)	Not Applicable
6)	In case the information requested by the auditor was not provided, then following shall be disclosed: a) Whether the inability to obtain sufficient appropriate audit evidence was due to a management-imposed limitation or circumstances beyond the control of the management b) Whether the lack of information would have significant impact on the financial statements/results. c) Whether the auditor has performed alternative procedures to obtain appropriate evidence for the purposes	Not Applicable



Sr. No	Particulars	Response
	of audit/limited review as laid down in SA 705 (Revised) d) Whether the lack of information was prevalent in the previous reported financial statements/results. If yes, on what basis the previous audit/limited review reports were issued	
7)	Any other facts relevant to the resignation:	None

Declaration

- 1) We hereby confirm that the information given in this letter and its attachments is correct and complete.
- 2) We hereby confirm that there is no other material reason other than those provided above for resignation of my firm.

For RMJ & Associates LLP

Chartered Accountants

Firm Registration No: W100281

Rakesh Upadhyaya

Partner

Membership No.: 046271

Date: 10th June 2023

