

# ASAL

Automotive Stampings and Assemblies Limited  
CIN: L28932PN1990PLC016314

SE/ 2021-22

April 26, 2021

The Executive Director,  
**BSE Limited**  
Corporate Relationship Department, 1<sup>st</sup>  
Floor, New Trading Ring, Rotunda Bldg.,  
P.J. Towers, Dalal Street, Mumbai 400 001  
Scrip Code: **520119**

The Executive Director,  
**National Stock Exchange of India Ltd.**  
Exchange Plaza,  
Bandra (East),  
Mumbai 400 051

Scrip Code: **ASAL**

Dear Sir / Madam,

**Sub: Outcome of the Board Meeting held on April 26, 2021**


We hereby inform you that, the Board of Directors at their meeting held on April 26, 2021, inter-alia has approved and taken on record the "Audited Financial Results" of the Company for the quarter and year ended March 31, 2021 along with "Auditors Report" of the Statutory Auditor of the Company on the Financial Results/Financial Statements of the Company for the year ended March 31, 2021 (enclosed herewith).

Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) regulations 2015, the report of statutory auditors is enclosed with unmodified opinion with respect to Audited Financial results of the Company for the quarter and year ended March 31, 2021.

The Board Meeting of the Company commence at 10:55 am (IST) and concluded at 01:45 pm (IST).

Thanking You,

For Automotive Stampings and Assemblies Limited

  
**Prasad Zinjurde**  
Company Secretary and Compliance Officer  
M.No. A54800



Website: [www.autostampings.com](http://www.autostampings.com)

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Uttarakhand: Plot No. 71, Sector 11, Integrated Industrial Estate, Pantnagar: US Nagar 263153 State- Uttarakhand Tel: 91 9219415663

A TATA Enterprise

# B S R & Co. LLP

Chartered Accountants

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Westin Hotel Campus,  
36/3-B, Koregaon Park Annex,  
Mundhwa Road, Ghorpadi,  
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## INDEPENDENT AUDITORS' REPORT

### TO THE BOARD OF DIRECTORS OF AUTOMOTIVE STAMPINGS AND ASSEMBLIES LIMITED

#### Report on the audit of the Annual Financial Results

#### Opinion

We have audited the accompanying annual financial results of Automotive Stampings and Assemblies Limited ("the company") for the year ended 31 March 2021 ("annual financial results"), attached herewith, 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").

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

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; 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 loss and other comprehensive income and other financial information for the year ended 31 March 2021.

#### Basis for Opinion

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 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 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 we have obtained, is sufficient and appropriate to provide a basis for our opinion on the annual financial results.

## **B S R & Co. LLP**

### **INDEPENDENT AUDITORS' REPORT (CONTINUED) Automotive Stampings and Assemblies Limited – 31 March 2021**

#### **Material Uncertainty Related to Going Concern**

We draw your attention to note 8 in the audited annual financial results, which states that the Company has incurred a net loss of INR 2,988.74 lakhs during the year ended 31 March 2021. Further, as of the date, the Company's liabilities exceed its total assets by INR 8,872.07 lakhs i.e. the net worth of the company as at 31 March 2021 is negative. These annual financial results have also been negatively impacted due to the outbreak of COVID-19. Therefore, these events or conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. However, the Management has prepared the audited annual financial results on a going concern basis since they have a reasonable expectation that the company would be able to meet its liabilities on the basis of letter of financial support provided by the Holding Company, access to alternative sources of funding by the Group entities and implementation of various measures to improve operational efficiency and optimize margins.

Our opinion is not modified in respect of this matter.

#### **Emphasis of Matter**

We draw attention to note 11 to the annual financial results for the year ended 31 March 2021 according to which the managerial remuneration paid to the Chief Executive Officer of the Company (amounting to INR 65 Lakhs) exceeds the prescribed limit under Section 197 read with Schedule V of the Companies Act, 2013 by INR 5 lakhs. As per the provision of the Act, the excess remuneration is subject to approval of the Shareholders which the Company proposes to obtain in the forthcoming Annual General Meeting.

The Ministry Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

Our opinion is not modified in respect of this matter.

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

These annual financial results have been prepared on the basis of the annual financial statements.

The Company's Management and Board of Directors are responsible for the preparation and presentation of these annual financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard prescribed under Section 133 of the Act 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 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 annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

## **B S R & Co. LLP**

### **INDEPENDENT AUDITORS' REPORT (CONTINUED) Automotive Stampings and Assemblies Limited – 31 March 2021**

#### **Management's and Board of Directors' Responsibilities for the Annual Financial Results (continued)**

In preparing the annual financial results, the Management and 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 is also responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the annual 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 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 annual financial results.

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 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. 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 annual 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.

## **B S R & Co. LLP**

### **INDEPENDENT AUDITORS' REPORT (CONTINUED)** **Automotive Stampings and Assemblies Limited – 31 March 2021**

#### **Auditor's Responsibilities for the Audit of the Annual Financial Results (continued)**

- 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.

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**

The annual financial results include the results for the quarter ended 31 March 2021 being the balancing figures 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.

For **B S R & Co. LLP**  
Chartered Accountants  
Firm's Registration No. 101248W/W-100022

ABHISHEK  
Digitally signed by  
ABHISHEK  
Date: 2021.04.26  
13:23:42 +05'30'

Place: Pune  
Date: 26 April 2021

**Abhishek**  
Partner  
Membership No. 062343  
UDIN: 21062343AAAABC8444

**STATEMENT OF FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2021**

(INR in Lakhs)

Sl. No.	Particulars	Quarters Ended			Year ended	
		March 31, 2021	December 31, 2020	March 31, 2020	March 31, 2021	March 31, 2020
		(Audited) (Refer Note 3)	(Unaudited)	(Audited) (Refer Note 3)	(Audited)	(Audited)
<b>1</b>	<b>Income from operations</b>					
	Revenue from operations	13,459.91	11,188.59	7,088.04	33,913.02	36,240.30
	Other income	3.10	0.96	(6.79)	5.20	44.41
	<b>Total Income</b>	<b>13,463.01</b>	<b>11,189.55</b>	<b>7,081.25</b>	<b>33,918.22</b>	<b>36,284.71</b>
<b>2</b>	<b>Expenses</b>					
	a) Cost of materials consumed	9,920.67	8,359.05	5,304.83	25,602.51	26,750.23
	b) Changes in inventories of finished goods and work-in-progress	237.85	66.68	112.41	194.52	1,163.16
	c) Employee benefits expense	670.74	749.64	688.27	2,920.12	3,445.18
	d) Finance costs	489.77	466.62	428.52	1,829.34	1,748.27
	e) Depreciation and amortization expense	300.42	282.17	283.61	1,146.42	1,131.16
	f) Other expenses	1,860.99	1,656.12	1,177.67	5,195.20	5,836.08
	<b>Total expenses</b>	<b>13,480.44</b>	<b>11,580.28</b>	<b>7,995.31</b>	<b>36,888.11</b>	<b>40,074.08</b>
<b>3</b>	<b>Loss before exceptional item and tax (1-2)</b>	<b>(17.43)</b>	<b>(390.73)</b>	<b>(914.06)</b>	<b>(2,969.89)</b>	<b>(3,789.37)</b>
<b>4</b>	Exceptional item - Gain on sale of leasehold land and building (refer note 9)	-	-	-	-	2,100.00
<b>5</b>	<b>(Loss) before tax (3+4)</b>	<b>(17.43)</b>	<b>(390.73)</b>	<b>(914.06)</b>	<b>(2,969.89)</b>	<b>(1,689.37)</b>
<b>6</b>	Tax expense					
	Current tax (relating to previous years) (refer note 10)	-	-	12.00	-	12.00
	Deferred tax	(2.10)	-	-	-	-
<b>7</b>	<b>(Loss) for the period/year (5-6)</b>	<b>(15.33)</b>	<b>(390.73)</b>	<b>(926.06)</b>	<b>(2,969.89)</b>	<b>(1,701.37)</b>
<b>8</b>	<b>Other comprehensive Income, net of income tax</b>					
	A. Items that will not be reclassified to profit or loss - gain/(loss)	(9.64)	(3.07)	(42.28)	(18.85)	(26.89)
	B. Income tax relating to this item	(2.10)	-	-	-	-
	<b>Total other comprehensive (loss), net of income tax</b>	<b>(11.74)</b>	<b>(3.07)</b>	<b>(42.28)</b>	<b>(18.85)</b>	<b>(26.89)</b>
<b>9</b>	<b>Total comprehensive (loss) for the period (7+8)</b>	<b>(27.07)</b>	<b>(393.80)</b>	<b>(968.34)</b>	<b>(2,988.74)</b>	<b>(1,728.26)</b>
<b>10</b>	Paid-up equity share capital : (Face value INR 10/-)	1,586.44	1,586.44	1,586.44	1,586.44	1,586.44
<b>11</b>	<b>Reserves</b>					
	(Loss) per share (of INR 10/- each) (not annualised for the quarters)				(10,458.51)	(7,469.77)
<b>12</b>	<b>(Loss) per share (of INR 10/- each) (not annualised for the quarters)</b>					
	Basic: INR	(0.10)	(2.46)	(5.84)	(18.72)	(10.72)
	Diluted: INR	(0.10)	(2.46)	(5.84)	(18.72)	(10.72)

*Neel Bolegava*



**AUTOMOTIVE STAMPINGS AND ASSEMBLIES LIMITED**

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**Statement of Assets and Liabilities**

*(INR In Lakhs)*

Particulars	As at	As at
	March 31, 2021	March 31, 2020
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>Non-Current assets</b>		
Property, plant and equipment	8,104.35	9,543.40
Capital work-in-progress	92.23	377.83
Right-of-use assets	221.98	325.27
Other intangible assets	30.67	43.75
<b>Financial assets</b>		
(i) Loans	93.80	93.80
(ii) Other financial assets	20.50	20.50
Deferred tax assets (net)	148.55	223.24
Income-tax asset (net)	336.63	333.88
Other non-current assets		
<b>Total non-current assets</b>	<b>9,048.71</b>	<b>10,961.67</b>
<b>Current assets</b>		
Inventories	3,675.97	3,137.18
<b>Financial assets</b>		
(i) Trade receivables	3,115.47	3,167.48
(ii) Cash and cash equivalents	2.59	40.98
(iii) Bank balances other than cash and cash equivalents	0.96	12.96
(iv) Other financial assets	31.13	435.13
Other current assets	856.82	776.03
	<b>7,682.94</b>	<b>7,569.76</b>
Assets held for sale (refer note 13)	751.43	-
<b>Total current assets</b>	<b>8,434.37</b>	<b>7,569.76</b>
<b>Total assets</b>	<b>17,483.08</b>	<b>18,531.43</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	1,586.44	1,586.44
Other equity	(10,458.51)	(7,469.77)
<b>Total equity</b>	<b>(8,872.07)</b>	<b>(5,883.33)</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
<b>Financial liabilities</b>		
(i) Borrowings	3,607.81	2,650.00
(ii) Lease liabilities	505.45	416.43
Provisions		
	4,113.26	3,175.55
<b>Total non-current liabilities</b>		
<b>Current liabilities</b>		
<b>Financial liabilities</b>		
(i) Borrowings	11,815.98	11,669.60
(ii) Lease liabilities	109.10	101.99
(iii) Trade payables		
(A) Total outstanding dues of micro and small enterprises and;	459.69	47.80
(B) Total outstanding dues of creditors other than micro and small enterprises	7,237.47	6,992.06
(iv) Other financial liabilities	1,018.36	1,411.93
Provisions	277.65	249.42
Other current liabilities	1,323.64	766.41
<b>Total current liabilities</b>	<b>22,241.89</b>	<b>21,239.21</b>
<b>Total liabilities</b>	<b>26,355.15</b>	<b>24,414.76</b>
<b>Total equity and liabilities</b>	<b>17,483.08</b>	<b>18,531.43</b>

*[Handwritten Signature]*



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**Statement of cash flows**

*(INR In Lakhs)*

Particulars	Year ended	Year ended
	March 31, 2021	March 31, 2020
	(Audited)	(Audited)
<b>A. Cash flow from operating activities</b>		
Loss before tax	(2,969.89)	(1,689.37)
<b>Adjustments for:</b>		
Depreciation and amortization expense	1,146.42	1,131.16
Gain on sale of leasehold land and building	-	(2,100.00)
Net loss / (gain) on sale of property, plant and equipment	2.25	(36.45)
Changes in fair value of financial assets at fair value through profit or loss	0.52	(8.75)
Interest income	(2.20)	-
Finance costs	1,829.34	1,748.27
	<b>6.44</b>	<b>(955.14)</b>
<b>Changes in working capital:</b>		
<b>Adjustments for increase /decrease in operating assets and liabilities:</b>		
Decrease in trade receivables	52.01	3,302.58
(Increase) / decrease in inventories	(538.79)	2,127.50
Increase / (decrease) in trade payables	657.30	(2,058.88)
Decrease / (increase) in other current financial assets	403.48	(363.42)
Decrease / (increase) in other non-current assets	8.75	(87.36)
(Increase) / decrease in other current assets	(80.79)	26.09
Increase in non current provisions	70.17	20.85
Increase in current provisions	28.23	188.48
Increase / (decrease) in other current liabilities	212.23	(1,284.53)
(Decrease) in other current financial liabilities	(470.94)	(97.09)
<b>Cash generated from operations</b>	<b>348.09</b>	<b>819.08</b>
Income taxes paid (net of refund, if any)	74.69	(10.71)
<b>Net cash from operating activities (A)</b>	<b>422.78</b>	<b>808.37</b>
<b>B. Cash flow from investing activities</b>		
Acquisition of property, plant and equipment	(121.02)	(587.46)
Proceeds from / advance received for sale of property, plant and equipment	395.12	1,708.87
Term deposit matured / (placed)	12.00	(11.23)
Interest received	2.20	-
<b>Net cash from investing activities (B)</b>	<b>288.30</b>	<b>1,110.18</b>
<b>C. Cash flow from financing activities</b>		
Interest paid	(1,863.97)	(1,760.02)
Proceeds from long term borrowings	2,325.00	-
Repayment of long term borrowings	(1,254.87)	(951.44)
Payment of lease liability	(102.01)	(114.48)
Unclaimed dividend paid	-	(0.77)
Proceeds from short term borrowings	26,111.00	17,653.42
Repayment of short term borrowings	(25,964.62)	(16,762.03)
<b>Net cash used in financing activities (C)</b>	<b>(749.47)</b>	<b>(1,935.32)</b>
<b>Net decrease in cash and cash equivalents (A+B+C)</b>	<b>(38.39)</b>	<b>(16.77)</b>
Cash and cash equivalents at the beginning of the year	40.98	57.75
<b>Cash and cash equivalents at the end of the year</b>	<b>2.59</b>	<b>40.98</b>
<b>Cash and cash equivalents as per above comprise of the following</b>		
Cash on hand	0.29	0.29
Balances with banks	2.30	40.69
	<b>2.59</b>	<b>40.98</b>




**Statement of cash flows (continued)**

**Changes in liabilities arising from financing activities**

(INR In Lakhs)

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
<b>Non-current borrowings:</b>		
<u>Opening balance</u>	2,854.87	3,806.31
Amount borrowed during the year	2,325.00	-
Amount repaid during the year	(1,254.87)	(951.44)
<u>Closing balance</u>	3,925.00	2,854.87
<b>Short term borrowings:</b>		
<u>Opening balance</u>	11,669.60	10,778.21
Amount borrowed during the year	26,111.00	17,653.42
Amount repaid during the year	(25,964.62)	(16,762.03)
<u>Closing balance</u>	11,815.98	11,669.60
<b>Finance cost:</b>		
<u>Opening balance</u>	140.69	180.90
Finance cost incurred during the year	1,829.34	1,748.27
Amount paid during the year	(1,863.97)	(1,788.48)
<u>Closing balance</u>	106.06	140.69

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**Notes to the financial results:**

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on April 26, 2021.
- 2 This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 3 The figures for the quarter ended March 31, 2021 and March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year and published year to date unaudited figures upto the third quarter of the respective financial year.
- 4 The Statutory auditors have carried out the audit for the year ended March 31, 2021 and have expressed an unmodified audit opinion on these results.
- 5 The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the Company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.
- 6 The Company is in the business of manufacturing automobile components, which is a single business segment in accordance with Ind AS - 108 'Operating Segments' notified pursuant to Companies (Accounting Standards) Rules, 2015.
- 7 Due to loss during the year, the Board of Directors have not recommended any dividend.
- 8 The Company has incurred a net loss of INR 2,988.74 lakhs during the year ended March 31, 2021 and, as of the date the total liabilities exceed its total assets by INR 8,872.07 lakhs. The networth of the company as at March 31, 2021 is thus negative. The year end financial results have also been negatively impacted due to the outbreak of the COVID-19. These indicate that material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern and, therefore, that the Company may be unable to realise its assets and discharge its liabilities in the normal course of business. The Company's management has carried out an assessment of the Company's financial performance and has obtained a letter providing comfort of financial support from the Holding Company, if required to meet its liabilities. The company also has access to alternate sources of funding by the Group entities. The Company has also prepared a strategic plan for the next five years after recognising the unexpected effect of COVID-19. The said plan takes into account reduction in costs through operational efficiency, improvement initiatives, rationalisation of existing operations and increase in sales volumes from the existing and new customers. With continued efforts, the Company expects to address the material uncertainty in future. Also, the performance of the Company has improved in the last two quarters of the year ended March 31, 2021 as compared to the performance of the earlier two quarters of the FY 2020-21. Accordingly, the above financial results have been prepared on going concern basis which contemplates realisation of assets and settlement of liabilities in the normal course of business.
- 9 During the year ended March 31, 2020, the Company had transferred lease hold rights in Bhosari MIDC land along with factory building. As a result of this transaction, the Company recorded a gain of INR 2,100 in the year ended March 31, 2020, which was classified as exceptional item.
- 10 The tax expenses of INR 12 lakhs for the quarter and year ended March 31, 2020 relates to the income tax for the previous years under litigation and the Company has made application for availing the benefit under "Vivaad se vishwas" scheme for the same.
- 11 During the year, the managerial remuneration paid / approved by the Company to its Chief Executive Officer is in excess of the limits laid down under Section 197 of the Companies Act, 2013 read with Schedule V by INR 5 Lakhs. The Company is in the process of obtaining approval from its shareholders at the forthcoming Annual General Meeting for such excess remuneration paid. Further, as per the management it is reasonably certain that the approval from shareholders will be received.
- 12 Due to spread of COVID-19 pandemic and consequent mandatory lockdowns and restrictions in activities imposed by the Government, the Company's manufacturing plants and offices had to be closed down for a considerable period of time, during the year ended March 31, 2021. As a result of the lockdown, the manufacturing operations for the first two quarters were significantly impacted. Further, on the background of recent surge of COVID-19 cases in India, the Company is monitoring the situation closely. Management believes that it has taken into account all the possible impacts of known events arising from COVID-19 pandemic in the preparation of the financial results including but not limited to its assessment of Company's liquidity and going concern, recoverable values of its property, plant and equipment, intangible assets and the net realisable values of other assets. However, given the effect of these on the overall economic activity and in particular on the automotive industry, the impact assessment of COVID-19 on the above mentioned financial statement captions is subject to significant estimation uncertainties given its nature and duration and, accordingly, the actual impacts in future may be different from those estimated as at the date of approval of these financial results. The Company will continue to monitor any material changes to future economic conditions and consequential impact on its financial results.
- 13 On January 31, 2021, consent of the Board of Directors was obtained for transfer of the freehold land situated at Halol along with the building. The carrying value of said assets have been presented as "Assets held for sale" under the current assets and the advance consideration received from buyers amounting to INR 245 lakhs is presented under "Other current liabilities". The transaction is expected to be completed in financial year 2021-22.
- 14 Subsequent to the year end in the board meeting held on April 5, 2021, the Board of Directors approved the sale of the company's land along with building situated at Chakan. The Company has also identified potential buyer and is in the process of obtaining an approval from the shareholders under section 180 (1) (a) of the Companies Act, 2013, in the forthcoming annual general meeting to authorise the execution of this transaction.

Place: Pune  
Date: April 26, 2021

A TATA Enterprise

