



Scooters India Limited

(A Government of India Enterprise)

Post Bag No. 23, GPO, Sarojini Nagar, Lucknow-226008 Uttar Pradesh, India

CIN: L25111UP1972GOI003599

Telephone No. 0522-2476244, 0522-2476200, Fax No. 0522-2476190

E-mail: cs@scootersindia.com; Website: www.scootersindia.com

Date: 12.08.2022

BSE Limited, Mumbai
1st floor, Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai-400001

**Subject: Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 -
Outcome of Board Meeting of M/s Scooters India Limited held on August 12, 2022**

Dear Sir/ Madam,

Pursuant to provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that the Board of Directors of M/s Scooters India Limited (Scrip code: 505141) in their 286th meeting held on Friday, August 12, 2022 (commenced at 11:30 AM & closed at 01:00 pm) has approved unaudited Standalone Financial Results of the Company for the quarter ended at June 30, 2022 along with Independent Auditors report.

Further, we are enclosing herewith the following:

1. Unaudited Standalone Financial Results of the Company for the quarter ended at June 30, 2022 as 'Annexure — 1'.
2. Independent Auditors limited review Report on Unaudited Financial Results of the Company for the quarter ended at June 30, 2022 as 'Annexure — 2'.

We humbly request you to kindly take the above on your records.

Thanking You,

For Scooters India Limited,

(Rupesh Telang)

Chairman & Managing Director (Abdul CARE)

DIN - 0009218342

Encl.: as above



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Subject: Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 - Outcome of Board Meeting of M/s Scooters India Limited held on August 12, 2022

Dear Sir/ Madam,

Pursuant to provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that the Board of Directors of M/s Scooters India Limited (Scrip code: 505141) in their 286th meeting held on Friday, August 12, 2022 has approved the appointment of CS Prakhar Sarveywal (ACS – 67569), an Associate Member of Institute of Company Secretaries of India as a Company Secretary & Compliance officer in terms of the provisions of Section 203 of the Companies Act, 2013 & the regulation 6 of SEBI (LODR) Regulations, 2015.

Further the Board accorded its consent for the continuance of Shri Raj Shekhar Tiwari, who has been appointed on contractual basis after VRS, as a Chief Financial Officer of the Company with effect from May 08, 2021.

We humbly request you to kindly take the above on your records.

Thanking You,

For Scooters India Limited,

(Rupesh Telang)

Chairman & Managing Director (ADDL CHARGE)

DIN - 0009218342

SCOOTERS INDIA LIMITED

(CIN-L25111UP1972GOI003599)

Regd. Office : Post Bag No 23, Sarojini Nagar, Lucknow

Website : www.scootersindia.com

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR QUARTER ENDED ON 30.06.2022

(₹ in lakhs)

Sr. No	PARTICULARS	Quarter Ended			Year to Date Figures for the period ended	
		30.06.2022	31.03.2022	30.06.2021	30.06.2022	30.06.2021
		Unaudited	Audited	Unaudited	Unaudited	Unaudited
I	Revenue from Operations	-	-	-	-	-
II	Other Income	87.02	2,460.64	21.62	87.02	21.62
III	Total Income (I+II)	87.02	2,460.64	21.62	87.02	21.62
IV	Expenses					
	Cost of materials consumed	-	-	-	-	-
	Purchases of Stock-in-Trade	-	-	-	-	-
	Changes in Inventories	-	3.96	(3.96)	-	(3.96)
	Employee benefits expense	-	60.46	172.10	-	172.10
	Finance costs	138.00	136.48	142.55	138.00	142.55
	Depreciation and amortization expense	-	-	32.51	-	32.51
	Other expenses	85.40	543.99	29.40	85.40	29.40
	Total Expenses (IV)	223.40	744.89	372.60	223.40	372.60
V	Profit/(loss) before exceptional items and tax (I-IV)	(136.38)	1,715.75	(350.98)	(136.38)	(350.98)
VI	Exceptional items	-	-	-	-	-
VII	Profit/(loss) before tax (V- VI)	(136.38)	1,715.75	(350.98)	(136.38)	(350.98)
VIII	Tax expense :					
	(1) Current tax	-	-	-	-	-
	(2) Deferred tax	-	-	-	-	-
IX	Profit (Loss) for the period from continuing operations (VII-VIII)	(136.38)	1,715.75	(350.98)	(136.38)	(350.98)
X	Profit/(loss) from discontinued operations	-	-	-	-	-
XI	Tax expense of discontinued operations	-	-	-	-	-
XII	Profit/(Loss) from Discontinued operations (after tax) (X-XI)	-	-	-	-	-
XIII	Profit/(loss) for the period (IX+XII)	(136.38)	1,715.75	(350.98)	(136.38)	(350.98)
XIV	Other Comprehensive Income					
	A (i) Items that will not be reclassified to profit or loss					
	- Gain / (Loss) of defined benefit Obligation	-	-	-	-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
	B (i) Items that will be reclassified to profit or loss					
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
XV	Total Comprehensive Income for the period (XIII+XIV)(Comprising Profit (Loss) and Other Comprehensive Income for the period)	(136.38)	1,715.75	(350.98)	(136.38)	(350.98)
XVI	Earnings per equity share (for continuing operation):					
	(1) Basic	(0.16)	1.97	(0.40)	(0.16)	(0.40)
	(2) Diluted	(0.16)	1.97	(0.40)	(0.16)	(0.40)
XVII	Earnings per equity share (for discontinued operation):					
	(1) Basic	-	-	-	-	-
	(2) Diluted	-	-	-	-	-
XVIII	Earnings per equity share (for Discontinued & Continuing and operation) :					
	(1) Basic	(0.16)	1.97	(0.40)	(0.16)	(0.40)
	(2) Diluted	(0.16)	1.97	(0.40)	(0.16)	(0.40)



1. The above financial results of Scooters India Limited (the Company) for the quarter ended 30th June, 2022 have been reviewed by Audit Committee and approved by the Board of Directors at their meeting held on 12th August, 2022 and have been subjected to the Limited Review by the Statutory Auditor of the Company.
2. The Company adopted Indian Accounting Standards (IND AS) from 1 April 2017 accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Accounting Standards 34 : Interim Financial Reporting : ('IND AS 34') prescribed under section 133 of the Companies Act 2013, read with the relevant rule issued thereunder and other accounting principles generally accepted in India.
3. The Company's business falls within a single business segment in terms of the Indian Accounting Standard 108 "Operating Segments" and hence additional disclosures not required.
4. Revenue from Operations for the Quarter ended 30th June, 2022 is net of Goods and Service Tax (GST) which is applicable from July 1 2017.
5. Under Previous GAAP, leasehold land was shown as part of fixed assets, similarly under Ind AS-116 all leases are transferred to Right of Use Assets and disclosed appropriately.
6. The financial results for the Quarter ended 30th June, 2022 have been subjected to Limited Review by the statutory auditors. These results have been prepared based on the information compiled by the Management. However, the Management has exercised due diligence to ensure that the financial results for the Quarter ended 30th June, 2022 provide a true and fair view of the results of the Company in accordance with Ind AS.
7. Pursuant to letter No. F. No. 3(1)/2020-PE-VI, dated 28/01/2021 issued by the Govt. of India, Ministry of Heavy Industries & Public Enterprises, Department of Heavy Industry, New Delhi, communicating the decision regarding closure of the Company along with shutting down all the operations as per DPE Guideline on closure vide OM dated 14/06/2018, the Board of Directors in compliance of the same in their meeting held on 11/02/2021 has decided to proceed with closure of the Company.

In compliance of the above letter, the management had actioned the Assets of the Company (excluding Building & Solar Power System) through MSTC and realisation of the same has been accounted for in the Books. Further, Management of the Company is also in the process to sale the remaining Assets of the Company as per the guidelines at the earliest; in accordance with the same remaining assets have been shifted in a separate disposable group and classified as "Assets Held for Sale."

Accordingly, as per the relevant provisions of Ind AS 105, depreciation on fixed assets has not been charged during the period.
8. Previous period figures have been regrouped / reclassified wherever necessary to confirm to current period classification.

Place: Lucknow

Date: 12th August, 2022

On behalf of Board of Directors
For Scooters India Limited


Chairman & Managing Director
DIN-09218342



UDIN: 22424016AOWGLL9885



Independent Auditors' Review Report on Unaudited Standalone Quarterly Results and year to date financial results of the Company pursuant to regulation 33 of the SEBI (Listing Obligation & Disclosure Requirement) Regulations, 2015

TO THE MEMBERS OF SCOOTERS INDIA LIMITED

1. We have reviewed the accompanying statement of unaudited financial results of Scooters India Limited ('the Company') for the quarter ended 30th June, 2022 attached herewith ("the statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing obligation and Disclosure Requirement) Regulation 2015 as amended from time to time. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Results Performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free from material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. Basis for Qualified Conclusion

- Attention has been invited to **Note No. 7** of Unaudited Standalone Quarterly Results, where we have come across the Letter of Shutting down the operations (*term as "Closure Letter"*) of the company issued on **28th January 2021** through Letter **No. 3(1)/ 2020-PE-VI** by Ministry of Heavy Industry & Public Enterprises (*Department of Heavy Industry (PE-VI Section)*).



The above letter includes the directions and assistance towards the closure of company. However, the said letter shall be strictly adhered to guidelines of DPE on time bound closure of sick/ loss making CPSEs vide OM dated: 14-06-2018.

With effect from the above Closure Letter –

a) Monetization of Trademarks & Brands of SIL.

Comment: According to Closure Notice of 28-01-2021, the company should monetize the Trademark & Brand and utilise the proceeds for closure process, but if company fails to monetize the brand/ trademark it will be vested to GOI.

In pursuance to the same, Board Meeting has been conducted on 14th February 2022 in which it was discussed that a Company has executed a MOU for engagement of MSTC as its auctioning agency for disposal of assets of the Company as per terms of letter no. 3(1)/2020-PE-VI dated 28th January 2021 issued by DHI read with Guidelines issued on 14/06/2018 by Department of Public Enterprises. Thus, it was decided that no fresh MOU is proposed to be executed for sale of Intellectual properties.

However, the Company has got the valuation report from two valuers for Trademarks and placed it before the board of members. Based on the recommendations of the Audit Committee, the board considered the matter and desired to thoroughly review the terms and place the same before the next meeting.

Further no information has been provided in case of Monetization of Trademark & Brands of SIL.

b) Return of Land about 147.499 acres to UPSIDA at the mutually agreed rates.

Comment: The company (*lessee*) has outstanding Lease Liability amounting to ₹3,18,479.65, and company shall made reassessment of Lease Liability.

As per **Para 39 of Ind AS 116 Leases** “*After the commencement date, a lessee shall apply paragraphs 40–43 to remeasure the lease liability to reflect changes to the lease payments. A lessee shall recognise the amount of the remeasurement of the lease liability as an adjustment to the right-of-use asset. However, if the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, a lessee shall recognise any remaining amount of the remeasurement in profit or loss.”*



We observed that SIL has taken steps in order to return the land to UPSIDA and initiated the communication via mail dated 02/03/2021 but no response has been received by the SIL in respect of purchase of land by UPSIDA even after various mails and letters.

So we are of the opinion that management of SIL should seek active response from UPSIDA regarding the same and thereafter re-valuation of lease liability according to lease agreement with UPSIDA.

- c) Delisting of the company shares from listed BSE Stock Exchange.

Comment: We reviewed the relevant minutes of Board Meeting relating to process of the delisting of shares of the company in accordance and consultation with Department of Heavy Industries.

During the audit, while reviewing the relevant minutes of Board Meetings and as per discussion with management we have not got any information relating to initiation of process of delisting from the stock exchange.

- d) Funds received from the sale proceeds, proceeds of return of land to UPSIDA and sale of Brands & Trademarks shall be utilized to pay back interest free loan of ₹ 16 crore from GOI and the loan with interest of ₹ 65.12 crores.

Comment: During the audit, along-with the discussion with management, company has not yet made any communication with UPSIDA relating return of land till the date of our audit.

We have observed that Government of India has disbursed the loan of ₹41 crore out sanctioned loan of ₹65.12 crore (with interest) which is payable from the sale proceeds, proceeds of return of land to UPSIDA along with Brand & Trademarks. We suggest that the company should initiate the process in priority to avoid the unnecessary interest burden on the loan amount i.e., ₹41 crore. Further, with the availability of the funds company may also be able to return the said loans to GOI.

- e) Closure in accordance with the Office Memorandum (OM) dated 14.06.2018 and the timeline as per guidelines of DPE.

Comment: During the audit and as per the discussion with management, the company has considered the deviation from timelines as mentioned in above letter due to additional delisting process. In connection to the same, Management of the Company held the meeting on 11/2/2021 and disclosed the fact of the closure during the current Financial Year. In reference to the above company should specify exactly the proposed date for the completion of all the necessary activities for closure operation.



- **In Reference to the matters of closure letter listed above, During the course of audit we have not got any information regarding the same and our comment is solely based on the information that we have been provided last.**
- Attention has been invited in relation to Land/Building.

As Per Para No .8 of IND AS 105 Non-Current Assets Held for Sale and Discontinue Operations

“For the sale to be highly probable, the appropriate level of management must be committed to a plan to sell the asset (or disposal group), and an active programme to locate a buyer and complete the plan must have been initiated. Further, the asset (or disposal group) must be actively marketed for sale at a price that is reasonable in relation to its current fair value. In addition, the sale should be expected to qualify for recognition as a completed sale within one year from the date of classification and actions required to complete the plan should indicate that it is unlikely that significant changes to the plan will be made or that the plan will be withdrawn.

In reference to Para 8 of **IND AS 105 Non-Current Assets Held for Sale and Discontinue Operations**, we observed that SIL has taken steps in order to return the land to UPSIDA and initiated the communication via mail dated 02/03/2021 but no response has been received by the SIL in respect of purchase of land by UPSIDA even after various mails and letters. So we are of the opinion that management of SIL should seek active response from UPSIDA regarding the same.

In addition to this, Land and Building are still reflecting on the historical value despite of being classified as Held for Sale. Hence, it is evident that fair valuation of Land and Building has not been done during the FY 2021- 22 in accordance with **IND AS 105**.

Further in the 1st Quarter of F.Y 2022-23 also revaluation of land and building has not been done and these are still reflecting in the books of account on historical cost. As the Land and Building has been classified as Held for Sale they must be revalued to its fair value.

5. Reconciliation and confirmation of balances under trade payables, advances from customer, security deposits, trade receivables, and other advances have not been carried out and obtained. In our opinion the consequential impact on the financial statement is not ascertainable pending such reconciliation and conformation. Moreover, lack of details has come in the way to quantify time barred liabilities and consequential impact on the accounts.
6. Based on our review conducted as above, except for the matters described in Paragraph 4



Asija & Associates LLP

Chartered Accountants

LLPIN : AAH-3862

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and 5, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results has not been prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For & Behalf of:

Asija & Associates LLP

Chartered Accountants

(FRN: 003155C/ C400011)



CA Pradumn Kumar Pandey

(Partner)

(M. No.-424016)

UDIN:22424016AOWGLL9885

Place: Lucknow

Date: 12/08/2022