

Dated 07.05.2022

To,

**The Stock Exchange, Mumbai
Phiroze Jeejeebhoy Towers
25th Floor, Dalal Street
Mumbai - 400 001**

Security Code No. : 500246

Sub: Outcome of Board Meeting held on 07th of May, 2022 for Approval of Audited Financial Statements for the quarter/year ended 31st March, 2022

Dear Sir/Madam,

In Terms of the provisions of Regulation 30 and 33 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015,

The Board of Directors at their meeting held on May 07th, 2022 has approved the Audited Financial Results ("Financial Results") of the Company for the financial year ended 31st March 2022.

We are enclosing herewith the following:

- a) Financial Results of the company in the prescribed format under Regulation 33 of the Securities and Exchange Board of India (Listing Obligation and Disclosures Requirements) Regulation, 2015 ("Listing Regulations");
- b) Audit Report of the Financial Results for the said period

The Board Meeting started at 11.30 AM and Concluded at 5.20 PM

This is for your information and record.

Thanking You,

Yours faithfully,

FOR ENVAIR ELECTRODYNE LTD



**ABHIMANYU
COMPANY SECRETARY & COMPLIANCE OFFICER**

Independent Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To,
**The Board of Directors of
Envair Electrodyne Limited, Pune**

Report on the audit of the financial results

Opinion

We have audited the accompanying quarterly financial results of Envair Electrodyne Limited (the "Company") for the quarter ended 31st March 2022 and the year-to-date results for the period 1st April 2021 to 31st March 2022 ("the statement"), attached herewith being submitted by the Company pursuant to the requirement of Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirement) 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 quarterly financial results as well as the year-to-date results except for the effect of matters described in the basis for qualified opinion in below mentioned paragraph;

1. Are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) regulations, 2015 in this regard and
2. Give a true and fair view of net loss and other financial information for quarter ended March 31, 2022 as well as the year-to-date results for the period from 1st April 2021 to 31st March 2022.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements 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 (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements

Basis for Qualified Opinion

We invite attention to the Note 32.17 in financial statements stating that the balances of parties and accounts under the head trade receivables, trade payables, other liabilities, advances and deposits are subject to confirmation and reconciliation. Financial impact of the same has not been ascertained by the management. In view of this, we were unable to determine whether any adjustments are necessary in respect of the same.

Emphasis of Matter

1. Material Uncertainty Related to Going Concern - We invite attention to Note 32.03 in the financial statement explaining the basis for preparation of financial statements on going concern assertion as per the management representations. This report is not qualified in this matter.
2. We invite attention to Note 32.25 in financial statements stating that the impact of non-compliance with few Indian Accounting Standards (Ind AS) is insignificant. The impact of same is not ascertained. This report is not qualified in this matter.
3. We invite attention to Note 32.27 in financial statements stating accounting treatment and recognition of sale of part of factory land and building and gain therefrom in books based on terms of agreement and legal advice obtained by company. The impact of same is not ascertained. This report is not qualified in this matter.

Management's responsibilities for the financial results

These quarterly financial results as well as the year-to-date financial results have been prepared on the basis of the interim financial statements. The company's board of directors are responsible for the preparation of these 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 34, 'interim financial reporting' prescribed under section 133 of the Act read with relevant rules issued there under 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 the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, 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 Statements

1. Our objectives are to obtain reasonable assurance about whether the financial statements 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 financial statements.
2. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:
 - a. Identify and assess the risks of material misstatement of the financial statements, 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.
 - b. Obtain an understanding of internal financial controls 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 on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the board of directors.
 - d. Conclude on the appropriateness of the board of director's 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 statements 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.
 - e. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements 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.

C. V. CHITALE & CO.

CHARTERED ACCOUNTANTS

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 matter

The quarterly financial results are derived figures between audited figures in respect of the year ended March 31, 2022 and unaudited published year-to-date figures up to December 31st 2021, being the date of end of the 3rd quarter of current financial year, which were subjected to limited review as required under regulation 33 of the SEBI (Listing Obligation and Disclosure Requirement) regulations, 2015.



Place: Pune
Date: May 07, 2022

For C V Chitale & Co
Chartered Accountants
FRN: 126338W

CA Abhay Avachat
Partner
Membership No. 112265
UDIN- 22112265AIOUSI2915

3, Gurukrupa, 1317,
Shukrawar Peth,
Bajirao Road, Near
Telephone Exchange,
Pune - 411 002
☎ 020 24475425
☎ 9822088833
✉ shekhar@cvchitale.com

3, konark Residency,
Opp. Deogiri English
School,
Bhagirath Nagar,
Aurangabad - 431 005
☎ 9011024205
✉ pankaj@cvchitale.com

Unit No. 220,
Gala Complex, B-Building,
Gala Industrial Estate,
Dindayal Upadhyay Marg,
Mulund (W) Mumbai - 80
☎ 022 25918569
☎ 9820976717
✉ aalok@cvchitale.com

B-2/19/03,
Sector 16,
Vashi,
Navi Mumbai - 400703
☎ 9867234454
✉ sachinb@cvchitale.com

3, Sarvodaya Appt.
Pratap Nagar,
Behind C.G. Chaudhari,
Jalgaon 425001
☎ 7507990000
☎ 9168200000
✉ namit@cvchitale.com

Flat No. 401,
O Wing,
Anmol Nayantara
City One,
Near Mico Circle,
Nashik - 422 002
☎ 9767684684
✉ yash@cvchitale.com

ENVAIR ELECTRODYNE LIMITED
Registered Office: 117, S Block, MIDC, Bhosari, Pune 411026
CIN : L29307MH1981PLC023810

FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 ST MARCH 2022

(Rs.in lakhs)						
Sr No	Particulars	Quarter Ended			Year Ended	
		(Audited) (Refer Note no 4)	(Unaudited)	(Audited) (Refer Note no 4)	(Audited)	(Audited)
		31 March 2022	31 December 2021	31 March 2021	31 March 2022	31 March 2021
1	Income					
	(a) Revenue from Operations	463.43	-	15.60	463.78	79.09
	(b) Other Income	12.48	3.11	-0.80	22.22	8.04
	Total Income from operations	475.91	3.11	14.80	486.00	87.13
2	Expenses:					
	a) Cost of Materials consumed	428.84	-	3.13	429.09	46.92
	b) Purchase of Stock-in-trade	-	-	1.12	-	1.12
	c) Changes in Inventory of Finished goods, Work-in-progress and Stock-in-trade	-	-	2.45	-	7.14
	d) Excise Duty on Sales of goods	-	-	-	-	-
	e) Employee Benefits Expenses	8.43	0.94	(7.79)	13.88	88.47
	f) Finance Costs	1.12	1.21	1.21	4.73	4.61
	g) Depreciation and Amortisation expense	0.25	2.56	2.70	9.21	10.21
	h) Other expenses	92.20	6.86	23.05	106.13	67.11
	i) Expenses Capitalized	-	-	-	-	-
	Total Expenses	530.84	11.56	25.86	563.04	225.57
3	Profit / (Loss) from ordinary activities before Exceptional Items (1-2)	(54.93)	(8.45)	(11.07)	(77.04)	(138.44)
4	Exceptional Items	-	-	-	-	-
5	Profit / (Loss) before tax (3 +/- 4)	(54.93)	(8.45)	(11.07)	(77.03)	(138.44)
6	Tax Expense					
	- Current tax	-	-	-	-	-
	Prior Period Tax Expense	-	-	-	-	-
	Prior Period MAT Credit FY 2017-18	-	-	-	-	-
	- Deferred tax	-	-	-	-	-
	Total Tax Expenses	-	-	-	-	-
7	Profit / (Loss) for the period (5 +/- 6)	(54.93)	(8.45)	(11.07)	(77.03)	(138.44)
8	Prior Period Items					(22.19)
9	Other Comprehensive Income, net of income tax					
	A. (i) Items that will be reclassified to Profit or Loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	(0.37)	-	3.35	(0.37)	3.35
	B. (i) Items that will not be reclassified to Profit or Loss	-	-	-	-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
10	Total Other Comprehensive Income, net of income tax	(0.37)	-	3.35	(0.37)	3.35
11	Total Comprehensive Income for the period (8 +/- 7)	(55.30)	(8.45)	(7.72)	(77.40)	(157.28)
12	Paid-up equity share capital (face value of Rs 1/- per share)	464.00	464.00	464.00	464.00	464.00
13	Earning per share (EPS) (of Rs 1/- each) (not annualised)					
	Basic	(1.67)	(0.27)	(3.39)	(1.67)	(3.39)
	Diluted	(1.67)	(0.27)	(3.39)	(1.67)	(3.39)

FOR ENVAIR ELECTRODYNE LIMITED



Place : Chandigarh
Date: May 07, 2022

Anil Nagpal
Managing Director
DIN: 01302308

Envair Electrodyne Limited

Registered Office: 117, S Block, MIDC, Bhosari, Pune 411026
CIN : L29307MH1981PLC023810

(Rs.in lakhs)

STATEMENT OF AUDITED ASSETS AND LIABILITIES AS AT 31ST MARCH, 2022			
	PARTICULARS	As at 31st March,	As at 31st March,
		2022	2021
		Audited	Audited
A	ASSETS		
	Non - Current Assets		
(a)	Property, Plant and Equipment	84.05	90.96
(b)	Capital work - in - progress	7.91	7.91
(c)	Investment Property		
(d)	Other Intangible Assets	1.95	4.26
(g)	Other tax assets (Net)	-	-
(e)	Other non - current assets	18.73	18.73
	Sub- total - Non - Current Assets	112.65	121.86
	Current Assets		
(a)	Inventories	45.69	60.85
(b)	Financial assets		
(i)	Current Investments	-	-
(ii)	Trade receivables	62.07	68.04
(iii)	Cash and cash equivalents	9.14	9.07
(iv)	Bank balances other than (iii) above	125.45	270.34
(c)	Other current assets	342.85	176.05
	Sub- total - Current Assets	585.20	584.36
	TOTAL- ASSETS	697.85	706.21
B	EQUITY AND LIABILITIES		
	EQUITY		
(a)	Equity share capital	464.00	464.00
(b)	Other Equity	(216.85)	(139.44)
(c)	Money received against Share warrants	-	-
	TOTAL- EQUITY	247.15	324.56
	LIABILITIES		
1	Non Current Liabilities		
(a)	Financial Liabilities		
(i)	Unsecured Loans	225.39	201.89
(b)	(ii) Provisions	0.36	1.00
	Sub- total - Non- Current Liabilities	225.75	202.88
2	Current liabilities		
(a)	Financial Liabilities		
(i)	Borrowings	51.42	46.62
(i)	Trade payables	67.44	53.54
(ii)	Other financial liabilities	14.33	19.91
(b)	Other current liabilities	67.68	44.91
(c)	Provisions	24.08	13.79
(d)	Current Tax Liabilities (Net)		
	Sub- total - Current Liabilities	224.94	178.76
	TOTAL- LIABILITIES	450.69	381.65
	TOTAL- EQUITY AND LIABILITIES	697.85	706.21

FOR ENVAIR ELECTRODYNE LIMITED



Place : Chandigarh
Date : May 07, 2022

Anil Nagpal
Managing Director
DIN: 01302308

ENVAIR ELECTRODYNE LIMITED**Cash flow statement for the year ended 31st March, 2022**

(All amounts are in Rupees, unless stated otherwise)

Particulars	31st March, 2022	31st March, 2021
A) CASH FLOW FROM OPERATING ACTIVITIES:		
Profit Before Tax	(7,704,064)	(16,063,687)
Adjustments to reconcile profit before tax to net cash flows		
OCI	(36,813)	334,912
Depreciation and amortisation	920,658	1,021,312
Interest and finance charges	473,155	460,566
Irrecoverable balances and sundry balances written off	-	-
Bad debts written off	-	-
Profit on sale of assets	-	-
Interest income	(1,111,586)	(512,227)
Provision no longer required write back	-	-
Cash from operating activities before working capital changes	(7,458,650)	(14,759,124)
Adjustments for:		
Increase / (Decrease) in Long Term Provisions	(63,455)	(102,216)
Increase / Decrease in Trade Payables	1,389,136	(1,284,459)
Increase / Decrease in Other Current Liabilities	2,277,001	(705,954)
Increase / Decrease in Other Financial Liabilities	(557,897)	338,542
Increase / Decrease in Short term provisions	1,028,921	(577,082)
Increase / Decrease in Inventories	1,516,228	1,390,484
Increase / Decrease in Trade Receivables	597,248	3,389,061
Increase / Decrease in Loans and Advances	-	-
Increase / Decrease in Other Financial Assets	(16,680,586)	(10,339,648)
Increase / Decrease in Other Current Assets	-	-
Increase / Decrease in Other Current Liabilities Tax	-	-
Cash Generated from Operations	(10,493,403)	(7,891,273)
Adjustment for:		
Less :- Taxes Paid	-	-
Add: Prior Period MAT Credit	-	-
Net Cash Flow from Operating Activities	(17,952,053)	(22,650,397)
B) CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Fixed Assets	-	-
Proceeds from sale of assets	-	-
Increase in Bank balances other than Cash and Cash Equivalents	14,489,768	(15,177,973)
Interest income	1,111,586	512,227
Net Cash Flow From Investing Activities	15,601,354	(14,665,746)
c) CASH FLOW FROM FINANCING ACTIVITIES:		
Availment/ (repayment) of Short Term Borrowings	480,804	469,859
Interest paid	(473,155)	(460,567)
Loan Received From Directors	2,350,000	2,000,000
Money received against share warrants/Share Capital	-	-
Net Cash Flow From Financing Activities	2,357,649	2,009,292
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C):	6,950	(35,306,851)
CASH AND CASH EQUIVALENTS:		
AS AT THE BEGINNING		
Cash and cash equivalents	906,644	36,213,495
AS AT THE ENDING	913,594	906,644
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS:	6,950	(35,306,851)

For and on behalf of
Board of Directors



Anil Nagpal
Chairman and Managing Director

Chandigarh: May 07, 2022

Note:

- 1 The above financial results were reviewed by the Audit Committee and approved by the Board of directors at their meeting held on 7th May 2022.
- 2 The company operates in a single reportable segment namely "industrial machinery".
- 3 Corresponding figures of the previous quarter/year have been regrouped, recasted and reclassified to make them comparable wherever necessary.
- 4 The figures for the quarter ended March 31, 2022 are the balancing figures between audited figures in respect of the full financial year upto March 31,2022 and the unaudited published year-to-date figures upto December 31, 2021 being the date of the end of the third quarter of the financial year which were subject to limited review.
- 5 The company does not have any subsidiary.
- 6 The financial statement has been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting policies to the extent applicable.
- 7 The board is in process of appointing a new Chief Financial Officer of the Company.
- 8 The above is extract of the detailed format of audited financial results for the Quarter and year ended 31.03.2022 filed with BSE Limited under Regulation 33 of the Securities and Exchange Board of India (Listing obligation and disclosure requirement) Regulation 2018. The full format of financial results for the quarter and year ended 31st March 2022 is available on the website of BSE Limited and Company website at www.envair.in
- 9 The board has not recommended any dividend for the financial year ended 31st March 2022.
- 10 Auditor's report contain following observations which would have an impact on the results for the quarter and year ended on 31st March 2022-
We invite attention to the Note 33.17 in financial statement stating that the balances of parties and accounts under head trade receivable, trade payable, liabilities, advances and deposits are subject to confirmation and reconciliation. Financial impact of the same has not been ascertained. In view of this, we were unable to determine whether any adjustments are necessary in respect of such balances.
- 11 Auditor's report contain following observations stated under head emphasis of matters relating to results for the quarter ended on 31st March 2022-
i) We invite attention to Note 32.03 in the financial statement explaining the basis for preparation of financial statements on going concern assertion based on management representation.
ii) We invite attention to the Note 32.25 in financial statements stating that the impact of non-compliance with few Indian Accounting Standards (Ind AS) is insignificant and that the impact of same on financial statement is not ascertained.
iii) We invite attention to Note 32.27 in financial statement stating that sale of part of factory land and building at Pune plant will be accounted for and recognised in subsequent financial year based on legal advice and the formalities relating to transfer of possession of property are concluded in next year and not till year end.
- 12 Impact of Covid-19 on Financial Results:-
Post lifting of restrictions due to outbreak of Covid -19 pandemic, the Company could not resume its operations . Both revenue and profitability for the year has severe impact and resulted into loss in the financial year 2021-22. Also with the onset of third wave of COVID -19 pandemic, the impact might continue to affect the business of the Company in the coming year.
The management is periodically reviewing impact of the said pandemic, and necessary counter measures are being taken to minimize the overall impact. The Company, as at the date of approval of these financials statement has relied upon the available market information to arrive at its best estimates.

FOR ENVAIR ELECTRODYNE LIMITED



Anil Nagpal
Managing Director
DIN: 01302308

Place : Chandigarh
Date: May 07, 2022