

ENVAIR ELECTRODYNE LTD.

ENVAIR/AT/159

07.06.2019

To,
The Stock Exchange, Mumbai
Phiroze Jeejeebhoy Towers
25th Floor, Dalal Street
MUMBAI 400 001

Security Code No. : 500246**Sub : Disclosures pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations 2015 ("Listing Regulation").**

Dear sir/Madam,


In accordance with Regulations 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations 2015 ("Listing Regulation") 2015 we wish to inform you that the Board of Directors in its meeting held today, i.e. 7th May 2019 has inter alia consider and approved the following :

- 1) Approved the Audited Financial Statements for the financial year ended on 31st March 2019 and Audited Financial results for the Quarter and year ended 31st March 2019.
- 2) Statement of Assets and Liabilities as 31st March 2019
- 3) Appoint Mr. Sanjiv Kumar Narain as independent director
- 4) Appoint Ms. Prachi Narula as independent Women Director

The meeting of Board of Directors commenced at 4:30 P.M. concluded at 7: 45 PM

We request you to take the above information for your records.

Thanking You,
For ENVAIR ELECTRODYNE LTD.


ANKITA TRIVEDI
COMPANY SECRETARY

C. V. CHITALE & CO.

Chartered Accountants

**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**

To,
The Board of Directors of
Envair Electrodyne Limited,

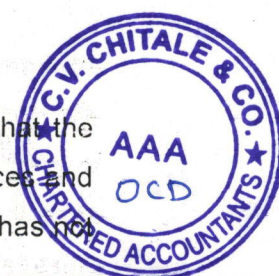
We have audited the accompanying quarterly financial results of **Envair Electrodyne Limited** (the "Company") for the quarter ended 31st March 2019 and the year to date results for the period 1st April 2018 to 31st March 2019 ("the statement"), being submitted by the Company pursuant to the requirement of Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015.

These quarterly financial results as well as the year to date financial result have been prepared on the basis of the interim financial result, which are the responsibility of Company's Management. Our responsibility is to express an opinion on the financial results based on our audit of such interim financial statement, which have been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34(Ind AS 34) for interim financial reporting, prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued there under or by the Institute of Chartered Accountant of India, as applicable and other accounting principles generally accepted in India.

We conducted our audit in accordance with Standards on Auditing issued by the Institute of Chartered Accountant of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

Basis for Qualified Opinion

We invite attention to the Note 5, 7, 15 and 30.17 in financial statements stating that the balances of parties and accounts under head trade receivable, trade payable, 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.

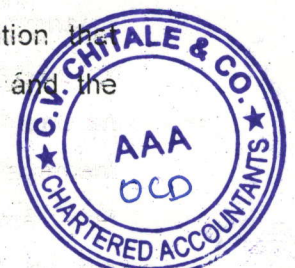
In our opinion and to the best of our information and according to the explanations given to us, these quarterly financial results as well as the year to date results except for the effect of matters described in the basis of qualified opinion in above paragraph;

1. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) regulations, 2015 in this regards and
2. give a true and fair view of net loss and other financial information for quarter ended March 31, 2019 as well as the year to date results for the period from 1st April 2018 to 31st March 2019

The quarterly financials result are derived figures between audited figure in respect of the year ended March 31, 2019 and published year-to-date figures upto December 31st 2018, 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.

Emphasis of Matter


1. Material Uncertainty Related to Going Concern - We invite attention to Note 30.3 in the financial statements explaining the basis for preparation of financial statements on going concern assertions. This report is not qualified in this matter.
2. We invite attention to Note 30.25 in financial statements stating that aggregate sales tax liability for past years at the yearend is Rs. 80.05 lakhs following orders of sales tax authorities for these years. The Company desires to seek benefit under amnesty scheme announced by the State Government in respect of outstanding sales tax liability. The Company has prepared application opting for the amnesty scheme an same shall be submitted to sales tax authority in couple of days. The management assures compliance with the conditions and mandate under amnesty scheme. After considering relief available under the amnesty scheme, as measured by the Company, when its application is accepted, sales tax liability can be Rs. 25.50 lakhs as against aggregate demand of Rs. 80.05 lakhs. In case the Company fails to get qualified for the benefits of the amnesty scheme, it is liable to pay differential tax of Rs. 48.55 lakhs with interest. In view of the management representation the application under amnesty scheme shall be filed in a couple of days and the



conformation regarding compliance with mandate of such amnesty scheme, it has been decided not to make provision for differential sales tax liability of Rs. 48.55 Lakhs. This report is not qualified in this matter.

3. We invite attention to the Note 30.28 in financial statements stating that the impact of non-compliance with some of the Indian Accounting Standards (Ind AS) is insignificant. The impact of same is not ascertained. This report is not qualified in this matter.
4. As stated in Note 30.22 in the financial statements, there is a change in method of accounting during the year in respect of provision of gratuity and leave encashment. Hitherto, the said liability was provided on accrued basis, now the liability is provided on the basis of actuarial valuation carried out the at the yearend. This constitutes a change in method of accounting in respect of gratuity and leave encashment liability. On account of aforesaid change, the loss for the year and accumulated losses at the yearend are higher by Rs. 0.53 lakhs and provision is overstated by Rs. 0.53 lakhs. This report is not qualified in this matter.

For CV Chitale & Co
Chartered Accountants
FIRN: 126338W


Abhay Avachat
Partner
ICAI M. No.: 112265

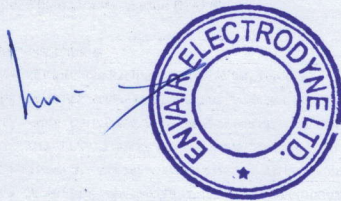


Place: Pune
Date: 07th June, 2019

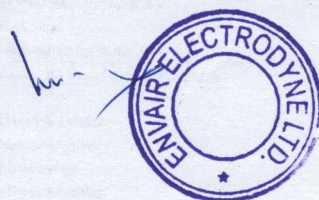
FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31TH MARCH 2019

(Rs.in lakhs)

Sr No	Particulars	Quarter Ended			Year Ended	
		(Audited) (Refer Note no 5)	(Unaudited)	(Audited) (Refer Note no 5)	(Audited)	(Audited)
		31 March 2019	31 December 2018	31 March 2018	31 March 2019	31 March 2018
1	Income					
	(a) Revenue from Operations	59.74	78.00	136.00	338.11	414.88
	(b) Other Income	5.99	2.00	436.00	13.84	440.51
	Total Income from operations	65.73	80.00	572.00	351.94	855.39
2	Expenses:					
	a) Cost of Materials consumed	57.48	59.00	52.00	186.38	187.66
	b) Purchase of Stock-in-trade	3.10	3.00	7.00	7.33	19.73
	c) Changes in Inventory of Finished goods, Work-in-progress and Stock-in-trade	(8.24)	(9.00)	-13.00	3.52	(4.01)
	d) Excise Duty on Sales of goods	-	-	-	-	7.88
	e) Employee Benefits Expenses	49.67	54.00	40.00	194.73	145.00
	f) Finance Costs	1.44	-	-	5.48	12.21
	g) Depreciation and Amortisation expense	(0.56)	3.00	2.00	7.93	11.09
	h) Other expenses	88.90	39.00	72.00	217.88	133.95
	i) Expenses Capitalized	-	-	-	-	(4.82)
	Total Expenses	191.79	149.00	160.00	623.25	508.70
3	Profit / (Loss) from ordinary activities before Exceptional items (1-2)	(126.06)	(69.00)	412.00	(271.30)	346.70
4	Exceptional Items	-	-	-	-	-
5	Profit / (Loss) before tax (3 +/- 4)	(126.06)	(69.00)	412.00	(271.30)	346.70
6	Tax Expense					
	- Current tax	(24.93)	25.00	21.00	-	21.34
	Prior Period Tax Expense	72.39	-	-	72.39	-
	Prior Period MAT Credit FY 2017-18	(18.73)	-	-	(18.73)	-
	- Deferred tax	-	-	-	-	-
	Total Tax Expenses	28.66	25.00	21.00	53.66	21.34
7	Profit / (Loss) for the period (5 +/- 6)	(154.72)	(94.00)	391.00	(324.96)	325.36
8	Prior Period Items					
9	Other Comprehensive Income, net of income tax					
	A. (i) Items that will be reclassified to Profit or Loss	2.87	-	-	2.87	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	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	2.87	-	-	2.87	-
11	Total Comprehensive Income for the period (8 +/- 7)	(151.85)	(94.00)	391.00	(322.10)	325.36
12	Paid-up equity share capital (face value of Rs 1/- per share)	3,040,000	3,040,000	3,040,000	3,040,000	3,040,000
13	Earning per share (EPS) (of Rs 1/- each) (not annualised)					
	Basic	(5.00)	(3.09)	12.86	(10.60)	10.70
	Diluted EPS	(0.00)	(0.63)	12.86	(6.89)	10.70



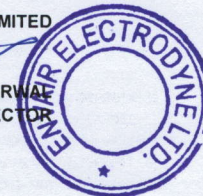
STATEMENT OF UNAUDITED ASSETS AND LIABILITIES AS AT 31ST MARCH, 2019			
	PARTICULARS	As at 31st March,	As at 31st March,
		2019	2018
		Audited	Audited
A	ASSETS		
	Non - Current Assets		
(a)	Property, Plant and Equipment	104.72	79.11
(b)	Capital work - in - progress	7.91	7.91
(c)	Investment Property	-	-
(d)	Other Intangible Assets	3.18	1.18
(e)	Intangible assets under development	-	-
(f)	Financial assets		
	(i) Non Current Investments	-	-
	(ii) Other Non Current financial assets	-	-
(g)	Other tax assets (Net)	-	-
(h)	Other non - current assets	18.73	-
	Sub- total - Non - Current Assets	134.54	88.21
	Current Assets		
(a)	Inventories	72.02	65.85
(b)	Financial assets		
	(i) Current Investments	-	-
	(ii) Trade receivables	89.60	197.12
	(iii) Cash and cash equivalents	1.87	7.64
	(iv) Bank balances other than (iii) above	111.58	50.67
	(v) Loans	-	-
	(vi) Other financial assets	-	-
(c)	Other tax assets	-	-
(d)	Other current assets	82.29	334.69
	Sub- total - Current Assets	357.35	655.97
	TOTAL- ASSETS	491.89	744.17
B	EQUITY AND LIABILITIES		
	EQUITY		
(a)	Equity share capital	304.00	304.00
(b)	Other Equity	(147.93)	174.17
(c)	Money received against Share warrants	120.00	-
	TOTAL- EQUITY	276.07	478.17
	LIABILITIES		
1	Non Current Liabilities		
(a)	Financial Liabilities		
	(i) Other financial liabilities	-	-
(b)	Provisions	2.49	31.55
(b)	Deferred tax liabilities (Net)	-	-
	Sub- total - Non- Current Liabilities	2.49	31.55
2	Current liabilities		
(a)	Financial Liabilities		
	(i) Borrowings	61.13	66.98
	(i) Trade payables	47.64	65.18
	(ii) Other financial liabilities	5.28	14.81
(b)	Other current liabilities	90.52	66.40
(c)	Provisions	8.76	21.08
(d)	Current tax liabilities (Net)	-	-
	Sub- total - Current Liabilities	213.34	234.45
	TOTAL- LIABILITIES	215.82	266.01
	TOTAL- EQUITY AND LIABILITIES	491.89	744.17



Note:

- 1 These Audited Financial results were reviewed and recommended by the Audit committee and approved by the board of directors at their respective meeting held on 7th June 2019. The statutory Auditor has expressed an unmodified audit opinion on the standalone financial results.
- 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 are the balancing figures between audited figures in respect of the full financial year upto March 31 and the unaudited published year-to-date figures upto December 31, 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 statement has been prepared in accordance with the companies (Indian Accounting Standard) Rule, 2015 (Ind AS) prescribed under section 133 of the Company Act, 2013 and other recognised accounting policies to the extent applicable. Beginning April 1st, 2017.
- 7 The board has appointed Mr. Prince Vohra as Chief Financial Officer of the Company effective from 23rd April 2019.
- 8 The above is extract of the detail format of audited standalone financial results for the Quarter and year ended 31.03.2019 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 standalone financial results for the quarter and year ended 31st March 2019 is available on the website of BSE limited and Company website at www.envair.in
- 9 The board has not recommended dividend for the financial year ended 31st March 2019.
- 10 IND AS 115 "Revenue from Contracts with Customers" mandatory for reporting periods beginning on or after 1st April, 2018 replaces existing revenue recognition requirements. There were no material adjustments required to be made in the retained earnings as at 1st April, 2018. Also, the application of IND AS 115 did not have any material impact on recognition and measurement of revenue and related items in the Audited Financial Results for the quarter and year ended 31st March, 2019 of the Company.
- 11 Auditor's report contain following observations which would have an impact on the results for the quarter ended on 31st March 2019-
We invite attention to the Note 5, 7, 15 and 30.17 in financial statements stating that the balances of parties and accounts under head trade receivable, trade payable, 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.
- 12 Auditor's report contain following observations stated under head emphasis of matters relating to results for the quarter ended on 31st March 2019-
 - i) We invite attention to Note 30.25 in financial statements stating that aggregate sales tax liability for past years at the yearend is Rs. 80.05 lakhs following orders of sales tax authorities for these years. The Company desires to seek benefit under amnesty scheme announced by the state government in respect of outstanding sales tax liability. The Company has prepared application for the amnesty scheme and same shall be submitted to sales tax liability in couple of days. The management assures compliance with the condition and mandate under amnesty scheme. After considering relief available under the amnesty scheme, as measured by the Company, when its application is accepted, sales tax liability can be Rs. 25.50 lakhs as against aggregate demand of Rs. 80.05 lakhs. In case the Company fails to get qualified for the benefits of the amnesty scheme, it is liable to pay differential tax of Rs. 43.65 lakhs with interest. In view of the management representation that application for amnesty scheme shall be filed in couple of days and conformation regarding compliance with mandate of such amnesty scheme it has been decided not to make provision for differential sales tax liability of Rs. 43.65 Lakhs. This report is not qualified in this matter.
 - ii) We invite attention to the Note 30.28 in financial statements stating that the impact of non-compliance with some of the Indian Accounting Standards (Ind AS) is insignificant. The impact of same is not ascertained. This report is not qualified in this matter.

FOR ENVAIR ELECTRODYNE LIMITED

HARISH AGARWAL
DIRECTORPlace: Pune
Date : 07 th June 2019.

ENVAIR/AT/160

07.06.2019

To,
The Stock Exchange, Mumbai
Phiroze Jeejeebhoy Towers
25th Floor, Dalal Street
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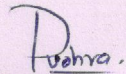
Security Code No. : 500246

Sub : Declaration in terms of Regulation 33 (3)(d) of SEBI (Listing Obligations and Disclosures Requirements) Regulations 2015

Dear sir/Madam,

In terms of second proviso to Regulation 33(3) of SEBI (Listing Obligations and Disclosures Requirements) Regulations 2015 as amended, we declare that M/S C. V. Chitale & Co. Statutory Auditor of the Company have provided the Audit Reports with unmodified opinion for the Annual Audited financial Results of the Company for the F.Y. ended 31st March 2019.

Thanking You,
For ENVAIR ELECTRODYNE LTD.



Prince Vohra
Chief Financial Officer