

Ref.: No. NLL/CS/2021- 32

July 23, 2021

1. National Stock Exchange of India Ltd. Plot No. C/1, G Block, Bandra Kurla Complex, Bandra (E), Mumbai 400 051
2. BSE Limited
Phiroze Jeejeebhoy Towers,
Dalai Street, Mumbai 400 001

Sub: Outcome of Board of Directors' Meeting.

Dear Sir/Madam,

We wish to inform you that the Board of Directors in their meeting held on July 23, 2020 have inter-alia decided and approved:

1. Audited Financial Results:

Pursuant to the Regulation 33 of Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('LODR Regulation') the following documents are enclosed:

- Audited Financial Results (Standalone and Consolidated) for the quarter and year ended March 31, 2021
- Auditors' Reports thereon
- Statement of Assets and Liabilities as at March 31, 2021
- Cash Flow Statement for the year ended March 31, 2021
- Certificate for unmodified opinion

Further, pursuant to SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/12 dated January 22, 2020, the fact of delay in submission of above financial results was placed before the Board. The Board noted the second wave of Covid-19 pandemic in the Country in the months of April, May, 2021 and first fortnight June 2021 has caused extreme & extensive damage to human beings and the economic activity.

Lockdown was imposed in each and every State/ Union Territories which severely impacted the functioning in offices and coordination among various departments of the company alongwith Auditors.

SEBI vide its Circular dated April 29, 2021 had also extended the date of submission of financial results for the quarter and year ended on March 31, 2021 from May 30, 2021 to June 30, 2021 as per LODR Regulations for aforesaid reasons.

Some of the Staff and family members of staff of Finance & Accounts department of the Company and Auditors got infected with COVID-19 and were quarantined. This has caused



immense disruption in the day-to-day workings of Finance & Accounts department of the Company and Auditors, although, they have tried very hard but it was difficult for the Company and Auditors to prepare financial results for the quarter and year ended on March 31, 2021 by June 30, 2021.

Therefore, the company was not able to submit financial results for the quarter and year ended on March 31, 2021 by June 30, 2021.

In addition, Board had taken a decision to request the Authorities of BSE/ NSE to provide an opportunity to the Company to hear in review committee and to consider the request for waiver of penalty/ fine.

2. To convene the 26th Annual General Meeting (AGM) of the Members of the company on Tuesday, September 21, 2021.
3. To close the Register of Members and Share Transfer Books from September 15, 2021 to September 21, 2021 (Both days inclusive) for the purpose of AGM. Accordingly the cut-off date, to ascertain the eligibility of members for remote e-voting and polling/ e-voting at AGM, is September 14, 2021 i.e. the date prior to the commencement of book closure.
4. The Re-appointment of Dr. Dinesh Dua (DIN: 02436706) who is retiring by rotation and to seek the approval of members in their forthcoming AGM.
5. The Re-appointment of Dr. Dinesh Dua (DIN: 02436706) as a Whole time Director designated as an Executive Director (ED) of the company for a period of one year starting from October 14, 2021 and to seek the approval of members in their forthcoming AGM.
6. The Re-appointment of Mr. Sanjiv Goyal (DIN: 00002841) as a Chairman & Managing Director (CMD) of the company for a period of three years starting from May 31, 2022 and to seek the approval of members in their forthcoming AGM.

This is for your kind information and record please.

Thanking you,
Yours Sincerely,

For Nectar Lifesciences Limited



DINESH DUA
Executive Director
DIN: 02436706

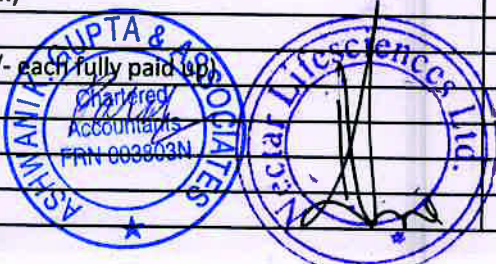
NECTAR LIFESCIENCES LIMITED

Regd. Office: Vill. Saidpura, Tehsil Derabassi, Distt. S.A.S. Nagar (Mohali), Punjab -140507, Tel. +91-17 62-30 8000, Fax +91-17 62-30 8135, Email : cs@neclife.com, Website : www.neclife.com, [CIN: L24232PB1995PLC016664]



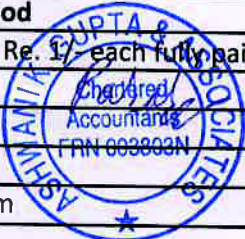
Statement of Standalone Financial Results for the Quarter and Year ended 31.03.2021 (Rs in Lacs)

S. No.	Particulars	Quarter Ended			Year Ended	
		31-Mar-21	31-Dec-20	31-Mar-20	31-Mar-21	31-Mar-20
		Audited	Unaudited	Audited	Audited	Audited
I	Income from Operations					
	Sales	40,799.47	43,266.15	62,138.11	176,226.91	263,928.14
	Less: GST Recovered	5,853.23	5,528.30	6,080.61	22,044.47	27,648.04
	Revenue from Operations	34,946.24	37,737.85	56,057.50	154,182.44	236,280.10
	Other operating Income	(70.85)	60.28	2.50	107.20	35.59
II	Other Income	101.89	65.53	11.22	272.21	400.59
III	Total Income (I + II)	34,977.28	37,863.66	56,071.22	154,561.85	236,716.28
IV	Expenses					
	(a) Cost of Materials consumed	19,827.66	25,356.83	44,540.21	102,839.57	183,403.14
	(b) Purchase of Stock in Trade	56.27	1,200.98	1,272.69	2,441.96	2,879.54
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	4,408.34	1,276.80	(2,211.39)	10,279.83	(524.52)
	(d) Employee benefits expense	1,705.05	2,029.29	1,834.43	7,337.25	8,099.89
	(e) Finance costs	2,564.62	3,063.38	3,059.63	11,203.21	12,582.33
	(f) Depreciation and amortisation expense	1,500.82	1,510.14	1,536.10	6,025.34	6,076.56
	(g) Other expenses	5,953.82	4,656.96	5,364.47	20,368.25	20,625.03
	Total Expenses (IV)	36,016.58	39,094.38	55,396.14	160,495.41	233,141.97
V	Profit before exceptional items and tax (III- IV)	(1,039.30)	(1,230.72)	675.08	(5,933.56)	3,574.31
VI	Exceptional Items (Net of tax) (Refer Note 4)	2,531.48	-	-	2,531.48	-
VII	Profit from ordinary activities before tax (V - VI)	(3,570.78)	(1,230.72)	675.08	(8,465.04)	3,574.31
VIII	Tax Expense					
	Current Tax	858.61	-	(92.79)	858.61	166.11
	Deferred Tax	(333.37)	(425.14)	188.02	(2,008.97)	402.14
IX	Profit for the period from continuing operations (VII-VIII)	(4,096.02)	(805.58)	579.85	(7,314.68)	3,006.06
	Other Comprehensive Income					
	Items that will not be reclassified subsequently to profit or loss					
	Remeasurement of the net defined benefit liability/asset (Net of Tax)	39.36	-	126.18	39.36	126.18
	Items that will be reclassified subsequently to profit or loss					
	Foreign Exchange Translation Reserve (Net of Tax)	-	-	-	-	-
	Total Other Comprehensive Income, (Net of Tax)	39.36	-	126.18	39.36	126.18
	Total Comprehensive Income for the period	(4,056.66)	(805.58)	706.03	(7,275.32)	3,132.24
X	Earnings per Share (EPS) (Equity shares of Re. 1/- each fully paid up)					
	a) Basic (In Rs.) - After Exceptional Item	(1.83)	(0.36)	0.26	(3.26)	1.34
	b) Basic (In Rs.) - Before Exceptional Item	(0.70)	(0.36)	0.26	(2.13)	1.34
	c) Diluted (In Rs.) - After Exceptional Item	(1.83)	(0.36)	0.26	(3.26)	1.34
	d) Diluted (In Rs.) - Before Exceptional Item	(0.70)	(0.36)	0.26	(2.13)	1.34



Statement of Consolidated Financial Results for the Quarter and Year ended 31.03.2021 (Rs in Lacs)

S. No.	Particulars	Quarter Ended			Year Ended	
		31-Mar-21	31-Dec-20	31-Mar-20	31-Mar-21	31-Mar-20
		Audited	Unaudited	Audited	Audited	Audited
I	Income from Operations					
	Sales	40,802.02	43,267.82	62,553.87	176,374.21	264,285.89
	Less: GST Recovered	5,853.23	5,528.30	6,080.61	22,044.47	27,648.04
	Revenue from Operations	34,948.79	37,739.52	56,473.26	154,329.74	236,637.85
	Other operating Income	(70.85)	60.28	2.50	107.20	35.59
II	Other Income	101.89	65.53	11.22	272.21	400.59
III	Total Income (I + II)	34,979.83	37,865.33	56,486.98	154,709.15	237,074.03
IV	Expenses					
	(a) Cost of Materials consumed	19,827.66	25,356.83	44,540.21	102,839.57	183,403.14
	(b) Purchase of Stock in Trade	56.27	1,200.98	1,272.69	2,441.96	2,879.54
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	4,409.12	1,279.97	(1,982.31)	10,429.41	(421.89)
	(d) Employee benefits expense	1,705.05	2,029.29	1,834.43	7,337.25	8,099.89
	(e) Finance costs	2,564.64	3,063.43	3,059.70	11,203.45	12,582.58
	(f) Depreciation and amortisation expense	1,500.82	1,510.14	1,536.10	6,025.34	6,076.56
	(g) Other expenses	5,957.02	4,656.94	5,389.00	20,377.43	20,707.07
	Total Expenses (IV)	36,020.58	39,097.58	55,649.82	160,654.41	233,326.89
V	Profit before exceptional items and tax (III- IV)	(1,040.75)	(1,232.25)	837.16	(5,945.26)	3,747.14
VI	Exceptional Items (Net of tax) (Refer Note 4)	2,531.48	-	-	2,531.48	-
VII	Profit from ordinary activities before tax (V - VI)	(3,572.23)	(1,232.25)	837.16	(8,476.74)	3,747.14
VIII	Tax Expense					
	Current Tax	858.61	-	(92.79)	858.61	166.11
	Deferred Tax	(333.37)	(425.14)	188.02	(2,008.97)	402.14
IX	Profit for the period from continuing operations (VII-VIII)	(4,097.47)	(807.11)	741.93	(7,326.38)	3,178.89
	Other Comprehensive Income					
	Items that will not be reclassified subsequently to profit or loss					
	Remeasurement of the net defined benefit liability/asset (Net of Tax)	39.36	-	126.18	39.36	126.18
	Items that will be reclassified subsequently to profit or loss					
	Foreign Exchange Translation Reserve (Net of Tax)	(0.14)	0.19	(48.26)	0.49	(73.30)
	Total Other Comprehensive Income, (Net of Tax)	39.22	0.19	77.92	39.85	52.88
	Total Comprehensive Income for the period	(4,058.25)	(806.92)	819.85	(7,286.53)	3,231.77
X	Earnings per Share (EPS) (Equity shares of Re. 1/- each fully paid up)					
	a) Basic (In Rs.) - After Exceptional Item	(1.83)	(0.36)	0.33	(3.27)	1.42
	b) Basic (In Rs.) - Before Exceptional Item	(0.70)	(0.36)	0.33	(2.14)	1.42
	c) Diluted (In Rs.) - After Exceptional Item	(1.83)	(0.36)	0.33	(3.27)	1.42
	d) Diluted (In Rs.) - Before Exceptional Item	(0.70)	(0.36)	0.33	(2.14)	1.42



Notes


1. The above financial results were reviewed by Audit Committee on July 23, 2021 and approved by the Board in its meeting held on July 23, 2021 and further Audited by the Statutory Auditors of the Company. The auditor's report is attached alongwith these results. The Board of Directors hereby declare that audit reports do not contain any modified opinion.
2. The company is exclusively in the pharmaceutical business segment.
3. Pursuant to guidelines in Reserve Bank of India's circular RBI/2020-21/16 DOR.No. BP.BC/3/21.04.048/2020-21 dated August 06, 2020, 'Resolution Framework for COVID-19 related Stress', the company approached the lenders with respect to the resolution plan. The Resolution Plan was duly invoked on December 24, 2020 and "Inter Creditor Agreement (ICA)" was duly signed by all the lenders on January 14, 2021. Subsequently, the Resolution Plan was approved and implemented by the majority of the lenders on June 21, 2021 with the extension of moratorium in the repayment of principal of term loan.
4. COVID-19 pandemic has significant impact on business operations and financial results of the Company. The Company, based on the report of the technical expert, has determined its impact on valuation of stocks on account of reprocessing cost and has disclosed separately as Exceptional Item of Rs. 2,531.48 Lakhs (Net of taxes of Rs. 1,359.75 Lakhs).
5. Current tax of Rs. 858.61 Lakhs is on account of MAT Credit Entitlement of earlier years lapsed as per Income Tax Act.
6. Previous year figures have been regrouped and reclassified wherever necessary to make them comparable with current period.
7. The figures of the last quarter for the current year and for the previous year are the balancing figures between the audited figure in respect of the full financial year ended March 31 and the unaudited published year to date figures upto the third quarter ended December 31 which was subject to limited review.
8. The Company Nectar Lifesciences Limited is "Not a Large Corporate" as per the framework provided in the SEBI Circular dated November 26, 2018 on Fund raising by issuance of debt securities by Large Entities.
9. The Statement of Assets and Liability is attached as Annexure 1.
10. The Statement of Cash Flow is attached as Annexure 2.

Dated: July 23, 2021

Place: Chandigarh



By Order of the Board of Directors
of Nectar Lifesciences Limited


(Dr. Dinesh Dua)
Executive Director





Annexure 1

Audited Statement of Assets and Liabilities

(Rs. in Lakhs)

Sr.	Particulars	Standalone		Consolidated	
		As at	As at	As at	As at
		31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
Assets					
1	Non-current assets				
	Property, plant and equipment	73,352.35	74,565.57	73,352.35	74,565.57
	Capital work-in-progress	9,862.93	11,499.90	9,862.93	11,499.90
	Investment property	-	-	-	-
	Goodwill	-	-	-	-
	Other intangible assets	3,836.45	3,919.08	3,836.45	3,919.08
	Intangible assets under development	-	-	-	-
	Biological assets other than bearer plants	-	-	-	-
	Inventories	25,108.73	-	25,108.73	-
	Investments accounted for using equity method	-	-	-	-
	Non-current investments	57.33	57.33	23.51	23.51
	Trade receivables, non-current	1,028.89	922.87	1,028.89	922.87
	Loans, non-current	-	-	-	-
	Other non-current financial assets	249.44	249.44	249.44	249.44
	Deferred tax assets (net)	-	-	-	-
	Other non-current assets	9,766.86	10,634.57	9,766.86	10,634.57
	Total non-current assets	123,262.98	101,848.76	123,229.16	101,814.94
2	Current assets				
	Inventories	58,696.79	97,513.44	58,788.82	97,755.05
	Current investments	45.65	16.61	45.65	16.61
	Trade receivables, current	37,459.05	39,687.25	37,482.57	39,587.24
	Cash and cash equivalents	2,543.35	2,123.07	2,553.86	2,129.35
	Bank balance other than cash and cash equivalents	-	-	-	-
	Loans, current	42.90	48.45	42.90	48.45
	Other current financial assets	17,695.09	17,998.51	17,695.09	17,998.51
	Current tax assets (net)	-	-	-	-
	Other current assets	7,273.86	3,980.57	7,273.86	3,980.57
	Total current assets	123,756.69	161,367.90	123,882.75	161,515.78
3	Non-current assets classified as held for sale	-	-	-	-
4	Regulatory deferral account debit balances and related deferred tax Assets	-	-	-	-
	Total assets	247,019.67	263,216.66	247,111.91	263,330.72
Equity and liabilities					
1	Equity				
	Equity attributable to owners of parent				
	Equity share capital	2,242.61	2,242.61	2,242.61	2,242.61
	Other equity	103,830.50	111,217.95	103,960.36	111,369.89
	Total equity attributable to owners of parent	106,073.11	113,460.56	106,202.97	113,612.50
	Non controlling interest	-	-	-	-
	Total equity	106,073.11	113,460.56	106,202.97	113,612.50
2	Liabilities				
	Non-current liabilities				
	Non-current financial liabilities				
	Borrowings, non-current	12,823.78	12,148.16	12,823.78	12,148.16
	Trade payables, non-current	-	-	-	-
	(A) total outstanding dues of micro enterprises and small enterprises;	-	-	-	-
	(B) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	-	-
	Other non-current financial liabilities	189.54	228.68	189.54	228.68
	Provisions, non-current	773.83	819.85	773.83	819.85
	Deferred tax liabilities (net)	8,338.11	11,685.70	8,300.49	11,647.82
	Deferred government grants, Non-current	-	-	-	-
	Other non-current liabilities	82.08	84.58	82.08	84.58
	Total non-current liabilities	22,207.34	24,966.97	22,169.72	24,929.09
	Current liabilities				
	Current financial liabilities				
	Borrowings, current	71,200.46	61,971.27	71,200.46	61,971.27
	Trade payables, current	-	-	-	-
	(A) total outstanding dues of micro enterprises and small enterprises;	79.00	127.62	79.00	127.62
	(B) total outstanding dues of creditors other than micro enterprises and small enterprises	34,136.26	52,586.91	34,136.26	52,586.91
	Other current financial liabilities	7,600.76	4,614.35	7,600.76	4,614.35
	Other current liabilities	5,561.74	4,930.11	5,561.74	4,930.11
	Provisions, current	161.00	198.40	161.00	198.40
	Current tax liabilities (Net)	-	360.47	-	360.47
	Deferred government grants, Current	-	-	-	-
	Total current liabilities	118,739.22	124,789.13	118,739.22	124,789.13
3	Liabilities directly associated with assets in disposal group classified as held for sale	-	-	-	-
4	Regulatory deferral account credit balances and related deferred tax liability	-	-	-	-
	Total liabilities	140,946.56	149,756.10	140,908.94	149,718.22
	Total equity and liabilities	247,019.67	263,216.66	247,111.91	263,330.72

Notes :-

Previous year figures have been regrouped and reclassified wherever necessary to make them comparable with current period.



Annexure 2

Audited Cash Flow Statement

(Rs. in Lakhs)

PARTICULARS	Standalone		Consolidated	
	Year ended		Year ended	
	31-Mar-21	31-Mar-20	31-Mar-21	31-Mar-20
CASH FLOW FROM OPERATING ACTIVITIES				
Net profit before Tax & Extra Ordinary Items	(5,933.56)	3,574.31	(5,945.26)	3,747.14
Adjustments For :				
Depreciation & Amortization	6,025.34	6,076.56	6,025.34	6,076.56
Other Comprehensive Income (Net of Tax)	39.36	126.18	39.85	52.88
Tax on Other Comprehensive Income	21.14	67.78	21.40	28.42
Provision for Doubtful debts/ Insurance Claims	(758.92)	183.40	(547.46)	183.40
Provision for Employees Retirement Benefits	(83.42)	(3.85)	(83.42)	(3.85)
Exceptional Items (Net of Tax)	(2,531.48)	-	(2,531.48)	-
Tax on Exceptional Items	(1,359.75)	-	(1,359.75)	-
Loss/ (Profit) on Sale of Fixed Assets	13.07	-	13.07	-
Loss/ (Profit) on Sale / Restatement of Investment	(4.05)	(3.94)	(4.05)	(3.94)
Interest on Borrowings	11,203.21	12,582.33	11,203.45	12,582.58
Other Non-Operating Income	(268.16)	(270.19)	(268.16)	(270.19)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	6,362.78	22,332.58	6,563.53	22,393.00
Adjustments For :				
(Increase)/Decrease in Current Assets	38,060.51	5,411.99	38,086.55	5,349.90
Increase/(Decrease) in Current Liabilities	(17,441.03)	3,351.53	(17,441.03)	3,284.17
Increase/(Decrease) in Long Term Liabilities	(39.13)	(963.87)	(39.13)	(963.87)
Increase/ (Decrease) in Non Current Liabilities	(2.50)	(2.50)	(2.50)	(2.50)
(Increase)/ Decrease in Non Current Assets	(24,446.74)	(631.70)	(24,658.20)	(631.70)
CASH GENERATED FROM OPERATIONS	2,493.89	29,498.03	2,509.22	29,429.00
Direct Taxes Paid	(360.46)	(932.94)	(371.32)	(932.94)
NET CASH FLOW FROM OPERATING ACTIVITIES (A)	2,133.43	28,565.09	2,137.90	28,496.06
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets	(3,124.07)	(5,476.95)	(3,124.07)	(5,476.95)
Interest Received	268.16	270.19	268.16	270.19
Dividend Received	-	-	-	-
Sale of Fixed Assets	18.48	1,852.66	18.48	1,852.66
Sale/(Purchase) of Investments	(25.00)	40.57	(25.00)	41.37
Other Financial Assets Received/ (Paid)	-	-	-	-
NET CASH USED IN INVESTING ACTIVITIES (B)	(2,862.43)	(3,313.53)	(2,862.43)	(3,312.73)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds/(Repayment) from Term Loans from Banks	3,308.22	(10,876.58)	3,308.22	(10,876.58)
Proceeds/(Repayment) from Working Capital Limits from Banks	9,229.20	(1,625.59)	9,229.20	(1,625.59)
Proceeds/(Repayment) from Vehicle Loans	(72.80)	33.44	(72.80)	33.44
Dividend Paid	(112.13)	(135.40)	(112.13)	(135.40)
Interest Paid	(11,203.21)	(12,582.33)	(11,203.45)	(12,582.58)
NET CASH GENERATED FROM FINANCING ACTIVITIES (C)	1,149.28	(25,186.46)	1,149.04	(25,186.71)
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)	420.28	65.10	424.51	(3.38)
CASH & CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	2,123.07	2,057.97	2,129.35	2,132.73
CASH & CASH EQUIVALENTS AT THE CLOSE OF THE YEAR	2,543.35	2,123.07	2,553.86	2,129.35



Ref No. **NLL/CS/2021-31**

July 23, 2021

1. National Stock Exchange of India Limited
Exchange Plaza, C-1, Block - G, Bandra Kurla Complex,
Bandra (East), MUMBAI – 400 051.
2. BSE Limited
Phiroze Jeejeebhoy Towers, Dalal Street,
MUMBAI – 400 001.

Sub: Declaration in term of Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

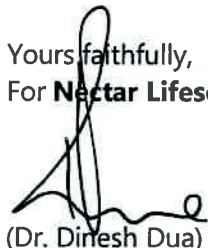
Sirs,

In term of the second proviso to Regulation 33(3)(d) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, as amended, we hereby declare and confirm that the Statutory Auditors of the Company have not given any modified Opinion in their Auditor's Reports on the Audited Financial Results (Standalone and Consolidated) of the Company for the financial year ended March 31, 2021

Thanking you,

Yours faithfully,

For **Nectar Lifesciences Limited**



(Dr. Dinesh Dua)
Executive Director

ASHWANI K GUPTA & ASSOCIATES

CHARTERED ACCOUNTANTS

H.No. 1044-A, Sector-2, Panchkula

Ph.: 0172-4183664, Mob.: 9888398905

E-mail : ashwanigupta58@gmail.com



Independent Auditors' Report on the Quarterly and Year to Date Audited Standalone Financial Results of the Company Pursuant to the Regulations 33 and 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended

INDEPENDENT AUDITORS' REPORT

TO THE BOARD OF DIRECTORS OF NECTAR LIFESCIENCES LIMITED

Report on the Audit of the Standalone Financial Results

Opinion

We have audited the accompanying standalone quarterly and annual financial results of Nectar Lifesciences Limited ("the Company"), for the quarter and year ended March 31, 2021 ("the statements"), 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 standalone 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 accounting standards and other accounting principles generally accepted in India of the net profit/(loss) and other comprehensive income and other financial information for the quarter and year ended March 31, 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 Standards are further described in the *Auditors' Responsibilities for the Audit of the Standalone 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 Companies Act, 2013 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.



Emphasis of Matter

- (a) We draw attention to Note 3 to the Ind AS financial results regarding impact of COVID-19 on the Company's operations and results as assessed by the Management. We would like to inform that pursuant to guidelines in Reserve Bank of India's circular RBI/2020-21/16 DOR.No.BP.BC/3/21.04.048/2020-21 dated 6th August 2020, 'Resolution Framework for COVID-19 related Stress', the company approached the lenders with respect to the resolution plan. The Resolution Plan was duly invoked on 24th Dec 2020 and "Inter Creditor Agreement (ICA)" was duly signed by all the lenders on 14th Jan 2021. Subsequently, the Resolution Plan was approved and implemented by the majority of the lenders on 21st June 2021 with the extension of moratorium in the repayment of principal of term loan. Our opinion is not modified in respect of this matter.
- (b) Attention is drawn to Note No. 4 to the Ind AS financial results regarding Exceptional item on account of impact on valuation of stocks on account of reprocessing cost, as per the report of the technical expert. Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared based on the standalone annual 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 prescribed under Section 133 of the Act read with relevant rules issued thereunder 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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.



Auditors' Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' 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 standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone 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), we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of the such control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the 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 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 Auditors' report to the related disclosures in the 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 Auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the standalone financial results, including the disclosures, and whether the 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 Matter

The statement includes the results for the quarter ended March 31, 2021 being the balancing figure between the audited figured in respect of the full financial year ended March 31, 2021 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, as required under the Listing Regulations.

For Ashwani K. Gupta & Associates
Chartered Accountants

Firm Regn. No. 003803N



(Paras Gupta)

Partner

M. No. 546125

UDIN: 21546125AAAACC7765



Place: Chandigarh

Dated: 23rd July 2021

ASHWANI K GUPTA & ASSOCIATES

CHARTERED ACCOUNTANTS

H.No. 1044-A, Sector-2, Panchkula

Ph.: 0172-4183664, Mob.: 9888398905

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Independent Auditors' Report on the Quarterly and Year to Date Audited Consolidated Financial Results of the Company Pursuant to the Regulations 33 and 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Nectar Lifesciences Limited (Holding Company) Report on the Audit of Consolidated Financial Results

Opinion

We have audited the accompanying consolidated annual financial results of Nectar Lifesciences Limited (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") for the quarter and year ended March 31, 2021 ("the statements"), attached herewith, being submitted by the Holding 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 and based on the consideration of reports of other auditors on separate audited financial statements of the subsidiaries, associates and jointly controlled entities, the aforesaid consolidated financial results:

- (i) include the annual financial results of the following entities
 - a) Nectar Lifesciences UK Limited (Inoperative)
 - b) Nectar Lifesciences USA LLC
 - c) NECLIFE PT, UNIPESSOAL LDA (Inoperative)
- (ii) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (iii) give a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of the consolidated net profit/(loss) and other comprehensive income and other financial information of the Group for the quarter and year ended March 31, 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 (“Act”). Our responsibilities under those Standards are further described in the *Auditors’ Responsibilities for the Audit of the Consolidated Financial Results* section of our report. We are independent of the Group, 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 statements under the provisions of the Companies Act, 2013 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 obtained by us and other auditors in terms of their reports referred to in “Other Matters” paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter:

- (a) We draw attention to Note 3 to the Ind AS financial results regarding impact of COVID-19 on the Company's operations and results as assessed by the Management. We would like to inform that pursuant to guidelines in Reserve Bank of India's circular RBI/2020-21/16 DOR.No.BP.BC/3/21.04.048/2020-21 dated 6th August 2020, 'Resolution Framework for COVID-19 related Stress', the company approached the lenders with respect to the resolution plan. The Resolution Plan was duly invoked on 24th Dec 2020 and “Inter Creditor Agreement (ICA)” was duly signed by all the lenders on 14th Jan 2021. Subsequently, the Resolution Plan was approved and implemented by the majority of the lenders on 21st June 2021 with the extension of moratorium in the repayment of principal of term loan. Our opinion is not modified in respect of this matter.
- (b) Attention is drawn to Note No. 4 to the Ind AS financial results regarding Exceptional item on account of impact on valuation of stocks on account of reprocessing cost, as per the report of the technical expert. Our opinion is not modified in respect of this matter.

Management’s Responsibilities for the Consolidated Financial Results

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

The Holding Company’s Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit/(loss) and other comprehensive income and other financial information of the Group including its associates and jointly controlled entities in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Existing Regulations. The



respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associates and jointly controlled entities 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 the 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 consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for assessing the ability of the Group and its associates and jointly controlled entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

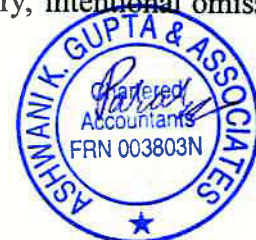
The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its associates and jointly controlled entities.

Auditors' Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditors' 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 consolidated financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated 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 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 made by the Board of Directors.
- Conclude on the appropriateness of the 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 ability of the Group and its associates and jointly controlled entities to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditors' report to the related disclosures in the consolidated 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 Auditors' report. However, future events or conditions may cause the Group and its associates and jointly controlled entities to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associates and jointly controlled entities to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors 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.



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

Other Matters

We have not carried out the audit of the subsidiary Companies namely Nectar Lifesciences UK Limited, United Kingdom, Nectar Lifesciences USA LLC and Neclife PT, Unipessoal LDA-Portugal. We have relied on the unaudited financial statements of these subsidiaries namely Nectar Lifesciences UK Limited, United Kingdom, Nectar Lifesciences USA LLC and Neclife PT, Unipessoal LDA-Portugal for the Year ended March 31, 2021, which have been incorporated in the consolidated financial statements. The financial statements of subsidiaries reflects total assets of Rs. 17.95 million as at March 31, 2021 (Previous year Rs. 27.98 million), total revenues of Rs 14.73 million (Previous year Rs. 267.60 million) and net cash inflows/(Outflows) amounting Rs. 0.42 million for the year ended on that date (Previous year Rs. (6.85) million). These financial statements, as approved by the Board of Directors of the subsidiary companies, have been furnished to us by the management, and our report, in so far as it relates to the amounts included in respect of the subsidiaries, is based solely on such approved financial statements. However, the size of the subsidiaries is insignificant.

The statement includes the results for the quarter ended March 31, 2021 being the balancing figure between the audited figured in respect of the full financial year ended March 31, 2021 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, as required under the Listing Regulations.

For **Ashwani K. Gupta & Associates**
Chartered Accountants
Firm Regn. No. 003803N



(Paras Gupta)
Partner

M. No. 546125

UDIN: 21546125AAAACD4658



Place: Chandigarh
Dated: 23rd July 2021