



Ref No.: Orient/Stock Exch/Letter/214

18th May, 2020

**The Dy. General Manager,
Corporate Relations & Services Dept.,
Bombay Stock Exchange Limited
Phirojsha Jeejibhoy Towers,
Dalal Street, Mumbai - 400 023.**

**The Dy. Gen. Manager,
National Stock Exchange of India Ltd.,
Corporate Relations Dept., Exchange Plaza,
5th Floor, Plot No. C/1. G Block,
Bandra-Kurla Complex, Mumbai – 400 051.**

Scrip Code: 504879

Scrip Code: ORIENTABRA

Sub: Outcome of Board Meeting held on 18/05/2020.

Dear Sir/Madam,

We are pleased to inform you that the Board of Directors of the Company at their meeting held today i.e. 18th May, 2020 through Video Conferencing, have transacted the following business:

1. Considered and adopted the Audited Financial Results/Audited Financial Statements of the Company for year ended on 31st March, 2020.
2. Recommended a dividend @15% i.e. Re. 0.15/- per Equity Shares face value of Re. 1/- each of the Company for the year ended 31st March, 2020, subject to the approval of the shareholders in the ensuing Annual General Meeting.
3. On the recommendation of Nomination & Remuneration Committee, the Board has approved the re-appointment of Mr. Manubhai Rathod (DIN:- 07618837) as a Whole time Director & Chief Executive Officer of the Company for a further period of 1 year w. e. f. 15th June, 2020, subject to approval of the members at the ensuing Annual General Meeting of the Company.
4. On the recommendation of Nomination & Remuneration Committee, the Board has approved a payment of Commission of 5% on the net profits of the Company to one of the Key Managerial Personnel (KMP) Viz. Mr. Manan Shah-President of the Company.

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the following:

- Audited Financial Results of the Company for the quarter and year ended on 31st March, 2020.
- Auditors Report on Audited Financial Results for the quarter and year ended 31st March, 2020.

Orient Abrasives Limited (Associate of Ashapura Group)

Registered Office : G. I.D.C Industrial Area, Porbandar - 360 577, Gujarat, India.

Tel : +91-286-2221788/9, Fax: +91-286-2222719

Administrative Office : Jeevan Udyog Building, 2nd Floor, 278, Dr. D. N Road, Fort, Mumbai - 400 001, India.

Tel : +91-22 6665 1700, Fax : +01 22 2207 9395

Website : www.orientabrasives.com

Email : orientabrasives@oalmail.co.in,

investor@oalmail.co.in

CIN - L24299GJ1971PLC093248



We would like to inform that M/s. Sanghavi & Co., Statutory Auditors have issued audit report with unmodified opinion on Audited Financial Results for the Quarter & Year ended 31st March, 2020.

The meeting of the Board of Directors of the Company concluded at 11.30 P.M

Kindly take the same on your record.

Thanking you,

Yours faithfully,

FOR ORIENT ABRASIVES LIMITED

BIMAL PARMAR
COMPANY SECRETARY

Encl: As above

Orient Abrasives Limited (Associate of Ashapura Group)

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ORIENT ABRASIVES LIMITED						
Regd. Office: G.I.D.C. Industrial Area, Porbandar - 360577, Gujarat (India)						
Phone No. 0286-2221788-9						
CIN No. L24299GJ1971PLC093248 Website: www.orientabrasives.com						
Part 1	Statement of Audited Financial Results for the Quarter and Year ended March 31, 2020					[Rs. in Lacs]
Sl.No.	Particulars	Quarter Ended			Year Ended	
		March 31, 2020	December 31, 2019	March 31, 2019	March 31, 2020	March 31, 2019
		Audited (Refer Note 5)	Unaudited	Audited (Refer Note 5)	Audited	Audited
1	Income from Operations					
	(a) Revenue from operations	8,991.89	8,662.86	8,506.78	34,584.77	31,296.80
	(b) Other income	253.25	32.61	103.04	372.51	162.36
	Total Income from Operations	9,245.14	8,695.48	8,609.82	34,957.29	31,459.16
2	Expenses					
	(a) Cost of materials consumed	2,221.54	2,397.36	2,175.90	8,713.20	8,297.63
	(b) Purchase of traded goods	1,020.28	1,428.38	1,628.88	6,255.18	5,225.81
	(c) Change in inventories of finished goods, work in progress and stock in trade	762.19	(306.05)	(8.73)	38.88	(1,370.33)
	(d) Stores and Spares consumed	532.08	649.54	521.66	2,254.32	1,987.32
	(e) Employee benefit expenses	843.63	848.64	628.40	3,256.50	2,621.37
	(f) Depreciation and amortisation expense	267.20	245.60	261.15	1,027.86	1,094.85
	(g) Power and fuel	1,459.59	1,507.31	1,337.29	5,565.80	5,170.07
	(h) Royalty and Levies on Export (Mining)	128.30	99.70	160.64	439.70	1,137.75
	(i) Freight, forwarding and clearing expenses	468.77	384.15	444.10	1,627.38	1,948.59
	(j) Other expenses	872.06	463.55	621.54	2,392.72	2,420.26
	(k) Foreign exchange (gain)/loss (net)	(142.85)	(3.13)	(17.13)	(237.82)	(70.74)
	(l) Finance costs	176.95	226.48	227.75	863.50	924.48
	Total Expenses	8,609.74	7,941.51	7,981.46	32,197.21	29,387.06
3	Profit before exceptional items and tax	635.40	753.97	628.36	2,760.08	2,072.10
4	Exceptional items (Refer Note 4)	(139.73)	-	-	(139.73)	-
5	Profit before tax (3-4)	495.67	753.97	628.36	2,620.35	2,072.10
6	Tax expenses					
	Current tax charge	69.00	201.00	140.00	623.00	509.00
	Adjustment of tax relating to earlier periods	77.87	-	-	77.87	11.84
	MAT credit entitlement	-	-	(10.00)	-	(36.00)
	Deferred tax charge / (credit) (Refer Note 3)	(86.61)	93.35	28.30	(136.43)	(30.21)
	Total Tax Expenses	60.26	294.35	158.30	564.44	454.63
7	Net for the period (5-6)	435.41	459.62	470.06	2,055.91	1,617.47
8	Other Comprehensive Income (net of tax)					
	Items that will not be reclassified to profit or loss	(72.23)	2.77	12.98	(63.92)	10.07
9	Total Comprehensive Income for the period (7+8)	363.18	462.39	483.04	1,991.99	1,627.54
10	Paid-up Equity Share Capital (Face Value Re. 1/- per share) (including forfeited amount of Rs. 0.13 lacs)	1,196.52	1,196.52	1,196.52	1,196.52	1,196.52
11	Other equity				22,055.41	20,423.99
	Earning Per Share (EPS) (of Re. 1/- each) (Rs.)					
	Basic EPS (Rs.)	0.36	0.38	0.39	1.72	1.35
	Diluted EPS (Rs.)	0.36	0.38	0.39	1.72	1.33
	(See accompanying notes to the Financial Results)					

* Figures being nullified on conversion to Rs. in lacs

Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors of Orient Abrasives Limited ("the Company") at their respective meetings held on May 11, 2020, in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. The Statutory Auditor has issued an unqualified Audit opinion on these results.
- These financial results of the Company have been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) (as amended) prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- Pursuant to the Finance (2) Act, 2019 which got enacted on August 01, 2019 effective from April 1, 2019, the turnover for applicability of lower tax rate of 25% was increased in terms of Part III of the First Schedule of Finance (2) Act, 2019. During the previous year, the Company has made an assessment of the impact of the tax rate of 30% and has recognised tax expense based on tax rates enacted as on reporting date as per Ind AS 12 "Income taxes". The Company has re-measured the outstanding deferred tax balances as at April 01, 2019 that needs to be reversed based on tax rate of 25% and amounts of Rs. 65.38 lacs, Rs. 65.38 lacs and Rs. 261.53 lacs have been written back in the Statement of Profit and Loss for the quarter, previous quarter and current financial year ended March 31, 2020. During the previous year the Company has recognised tax expenses under MAT as per section 115JB of the Income Tax Act, 1961 (the "act") whereas in the Current year the Company has recognised tax expenses as per normal provisions of the act. Accordingly, in current year the Company has also utilised MAT Credit Entitlement of Rs.171 lacs.
- Exceptional Item in SL No.4 represents, the land Transfer Fees of Rs.139.73 lacs paid by the Company to Gujarat Industrial Development Corporation (GIDC) for its Industrial Plot at Porbandar, in view of change in Company's management control & shareholding in the financial year 2014-15, as per the terms of Lease License Agreement dated July 20, 1973 with GIDC and as per the GIDC Transfer Policy vide Circular dated September 10, 1996 and July 06, 2017. The Company has also submitted Deed of Assignment with GIDC for giving effect of the lease transfer, although GIDC has stalled the transfer process asking Company to provide Registered Deed of Assignment between the existing and erstwhile promoter group shareholders, as per the Rejection Order dated March 17, 2020. The Company has decided to file a petition before the Honourable Gujarat High Court against the Rejection Order dated March 17, 2020 and expensed the amount of Rs. 139.73 lacs deposited with GIDC during the year.
- The figures for the last quarters are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and March 31, 2019 and the published unaudited year to date figures up to December 31, 2019 and December 31, 2018, respectively, being the end of the third quarter of the respective financial years which were subjected to review by the statutory auditors.
- Effective from April 1, 2019, the Company has adopted Ind AS 116 Leases, using the modified retrospective approach and applied the Standard to the lease transactions entered by company on a prospective basis. The adoption of the standard did not have any material impact to the financial results.
- The Company's manufacturing units located in Porbandar, has to suspend operations temporarily w.e.f., March 25, 2020, due to the Government's directives relating to COVID-19, have since resumed partial operations w.e.f., April 15, 2020, as per the guidelines and norms prescribed by the Government Authorities.
- Impact assessment – COVID-19**
In the last week of March 2020, an outbreak situation arose in India on account of COVID-19. The Company has considered such outbreak situation as subsequent event to the Balance Sheet date i.e., March 31, 2020 in terms of Ind AS 10 "Reporting on Event After Balance Sheet Date" and has assessed the operational and financial risk on going forward basis.
In assessing the impact on the recoverability of financial and non-financial assets, the extent to which the COVID-19 pandemic will impact the Company's operations and financial results will depend on future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the COVID-19 outbreak and any action to contain its spread or mitigate its impact whether government mandated or elected by the Company.
The impact on the operations and earnings/ cashflows of the Company due to COVID- 2019 outbreak may be assessed only after clarity on the probable relaxation/ policy announced by Government & to have clarity about reopening of Domestic & Export customers manufacturing facility which is still uncertain as on reporting date and lead to impracticable for the Company to estimates Projected Revenue from Operations and Earning for the next year and impact thereon due to COVID-19. Though, the management will continue to closely monitor any material changes arising out of future economic conditions and impact on its business.
- Investor complaints received 1 during the Quarter ended March 31, 2020 and disposed 1. Closing Balance- Nil

For Orient Abrasives Ltd.



MANUBHAI RATHOD
Whole Time Director & CEO (DIN 07618837)

Place: Rajkot
Date: May 18, 2020

ORIENT ABRASIVES LIMITED
Segment Wise Revenue, Results, Segment Assets and Liabilities are given below:

(Rs. in Lacs)

Particulars	Quarter Ended			Year Ended	
	March 31, 2020	December 31, 2019	March 31, 2019	March 31, 2020	March 31, 2019
	Audited (Refer Note 5)	Unaudited	Audited (Refer Note 5)	Audited	Audited
1. Segment revenue					
A. Alumina Refractories & Monolithics products & bauxite ores	8,886.61	8,576.82	8,350.25	33,901.62	30,459.16
B. Power division	1,275.24	1,474.41	1,576.91	5,600.03	4,440.16
Total	10,161.85	10,051.22	9,927.16	39,501.66	34,899.32
Less: Inter segment revenue	1,169.96	1,388.36	1,420.38	4,916.89	3,602.52
Net sales / income from operations	8,991.89	8,662.86	8,506.78	34,584.77	31,296.80
2. Segment results					
(Profit before exceptional items and tax)					
A. Alumina Refractories & Monolithics products & bauxite ores	319.71	869.57	352.77	2,542.62	2,361.25
B. Power division	377.71	382.73	530.87	1,607.30	1,077.37
Total	697.42	1,252.29	883.64	4,149.93	3,438.62
Less : Interest	159.43	215.06	208.84	795.23	844.96
Less : Unallocable expenditure net off unallocable income	(97.41)	283.26	46.44	594.62	521.56
Profit before exceptional items and tax	635.40	753.97	628.36	2,760.08	2,072.10
Less: Exceptional items (Refer Note 4)	139.73	-	-	139.73	-
Profit before tax	495.67	753.97	628.36	2,620.35	2,072.10
3. Segment Assets & Liabilities					
Segment Assets					
A. Alumina Refractories & Monolithics products & bauxite ores	27,148.78	27,692.58	27,802.99	27,148.78	27,802.99
B. Power division	5,999.07	7,135.40	6,667.34	5,999.07	6,667.34
C. Unallocated	1,633.77	1,619.42	1,606.83	1,633.77	1,606.83
Total	34,781.62	36,447.40	36,077.16	34,781.62	36,077.16
Segment Liabilities					
A. Alumina Refractories & Monolithics products & bauxite ores	4,354.09	4,740.06	4,701.41	4,354.09	4,701.41
B. Power division	544.67	1,260.47	841.45	544.67	841.45
C. Unallocated	6,630.93	7,558.13	8,913.79	6,630.93	8,913.79
Total	11,529.69	13,558.66	14,456.65	11,529.69	14,456.65

For Orient Abrasives Ltd.



MANUBHAI RATHOD

Whole Time Director & CEO (DIN 07618837)

Place: Rajkot

Date: May 18, 2020

ORIENT ABRASIVES LIMITED		
STATEMENT OF ASSETS & LIABILITIES		
(Rs. in Lacs)		
	As at March 31, 2020	As at March 31, 2019
Particulars	Indian Rupees	Indian Rupees
	Audited	Audited
ASSETS		
I. Non-current assets		
(a) Property, plant and equipment	12,733.11	12,498.31
(b) Capital work-in-progress	77.09	269.18
(c) Right-of-use assets	83.87	-
(d) Intangible assets	80.19	108.26
(e) Financial assets		
(i) Other financial assets	214.33	100.86
(f) Other non-current assets	65.06	178.02
(g) Tax assets	394.30	279.81
Total non-current assets	13,647.94	13,434.44
II. Current assets		
(a) Inventories	8,318.64	11,167.90
(b) Financial assets		
(i) Trade receivables	9,309.68	8,190.98
(ii) Cash and cash equivalents	100.38	505.94
(iii) Bank balance other than (iii) above	923.81	732.37
(iv) Others financial assets	195.58	290.37
(c) Other current assets	2,285.59	1,755.17
Total current assets	21,133.68	22,642.72
Total Assets	34,781.62	36,077.16
EQUITY AND LIABILITIES		
Equity		
Equity share capital	1,196.52	1,196.52
Other equity	22,055.41	20,423.99
Total equity	23,251.93	21,620.51
LIABILITIES		
I. Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	732.95	1,136.06
(ii) Other financial liabilities	49.52	15.17
(b) Provisions	191.04	131.67
(c) Deferred tax liabilities (net) (Refer Note 3)	919.43	833.25
Total non-current liabilities	1,892.95	2,116.15
II. Current liabilities		
(a) Financial liabilities		
(i) Borrowings	4,275.48	6,087.20
(ii) Trade payables		
- Total outstanding dues of micro and small enterprises	22.23	91.97
- Total outstanding dues of creditors other than micro and small enterprises	3,335.83	3,865.18
(iii) Other financial liabilities	594.16	512.58
(b) Other current liabilities	1,146.60	1,408.25
(c) Provisions	103.42	66.29
(d) Current tax liabilities	159.02	309.02
Total current liabilities	9,636.74	12,340.50
Total equity and liabilities	34,781.62	36,077.16

For Orient Abrasives Ltd



Place : Rajkot
Date : May 18, 2020

MANUBHAI RATHOD
Whole Time Director & CEO (DIN 07618837)

Orient Abrasives Limited
Statement of cash flows for the year ended March 31, 2020

(₹ in Lacs)

Particulars	2019-2020	2018-2019
A Cash Flow from Operating Activities		
Profit before tax as per statement of profit and loss	2,620.35	2,072.10
<i>Adjustments for:</i>		
Depreciation and Amortisation Expenses of Property, Plant & Equipment, Intangible assets and right-of-use assets	1,027.86	1,094.85
Loss on sale/discard of property, plant and equipment	8.85	68.57
Unrealised foreign exchange (gain) (net)	(114.19)	40.17
Amortisation of government grants	(31.89)	(5.28)
Interest expenses	776.34	770.24
Interest income	(52.01)	(34.40)
Liabilities/provisions no longer required, written back	-	(50.65)
Bad debts and miscellaneous balances written off	24.03	149.83
Allowances for Doubtful receivables, deposits and Advances (net)	373.56	275.48
Operating Profit before Working Capital Changes	4,632.89	4,380.90
<i>Working Capital Changes:</i>		
(Decrease) in trade payables, provisions and other liabilities	(848.46)	(2,636.56)
(Increase) in trade receivables	(1,352.24)	(251.40)
Decrease / (Increase) in inventories	2,849.25	(712.86)
(Increase) / decrease in other assets	(469.32)	538.28
Cash Generated from Operations	4,812.13	1,318.36
Direct Taxes paid (Net of Income Tax refund)	(716.49)	(330.66)
Net Cash inflow from Operating Activities	4,095.64	987.70
B Cash Flow from Investing Activities		
Purchase of property, plant and equipment (including CWIP and capital advances)	(902.47)	(963.80)
Proceeds from sale of property, plant and equipment	25.35	260.41
Margin Money / Fixed Deposits made with bank	(1,339.46)	(1,868.04)
Proceeds from redemption of Margin Money / Fixed Deposits with bank	1,038.41	1,579.59
Interest received	46.88	32.00
Net cash flow (used in) Investing Activities	(1,131.29)	(959.84)
C Cash Flow from Financing Activities		
Proceeds received against issue of share warrants	-	-
Proceeds from long term borrowings	-	176.80
Repayment of long term borrowings	(403.10)	(352.28)
Changes in working capital loans (net)	(1,378.21)	2,762.52
Proceeds from bill discounting	-	8.51
Repayment of bill discounting	(8.51)	-
Proceeds from loan from body corporate	-	-
Repayment of loan from body corporate	(425.00)	(1,075.00)
Dividend paid (including dividend distribution tax)	(360.58)	(360.58)
Interest paid	(794.66)	(766.00)
Net Cash flow (outflow) / Inflow from Financing Activities	(3,370.07)	393.98
Net (Decrease) / Increase in cash & cash equivalents	(405.71)	421.84
Net foreign exchange difference	0.15	(23.93)
Cash & Cash equivalent at the beginning of the period	505.94	108.03
Cash & Cash equivalent at the end of the period	100.38	505.94

Component of Cash and Cash Equivalents

Particulars	As at March 31, 2020	As at March 31, 2019
Cash and cash equivalents comprise of:		
Cash on Hand	5.42	5.11
Balances with Banks	94.96	500.83
Cash and cash equivalents at the end of the year	100.38	505.94

Notes:

The Cash flow statement has been prepared under the indirect method as set out in Ind AS 7 on Cash flow statement notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Indian Accounting Standard) Rules, 2015 (as amended).

For Orient Abrasives Ltd.



Manubhai Rathod

Whole Time Director & CEO (DIN 07618837)

Place: Rajkot
 May 18, 2020

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

To

The Board of Directors

ORIENT ABRASIVES LIMITED

Report on the audit of the Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date financial results of Orient Abrasives Limited (the "Company") for the quarter ended March 31, 2020 and for the year ended March 31, 2020 ("the Statement"), 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 (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive loss and other financial information of the Company for the quarter ended March 31, 2020 and for the year ended March 31, 2020.

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, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the 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 ("the ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw your attention to Note 8 to the financial results which explains the uncertainties and the management's assessment of the financial impact due to lock-downs and other restrictions and conditions related to the COVID-19 pandemic situation, for which definitive assessment of the impact in the subsequent period is highly dependent upon circumstances as they evolve.

Our opinion is not modified in respect of this matter.



Management's Responsibilities for the Financial Results

The Statement has been prepared on the basis of the annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive loss of the Company and other financial information in accordance with the applicable 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 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 the 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, 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 Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 the Statement.

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

- ✦ Identify and assess the risks of material misstatement of the Statement, 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 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 results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- ✦ Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents 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, 2020 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Bhavnagar
18th May, 2020



For SANGHAVI & COMPANY
Chartered Accountants
FRN: 109099W

Manoj Ganatra

MANOJ GANATRA
Partner
Membership No. 043485
UDIN: 20043485AAAADQ3473