



Dated: 30.05.2022

The Listing Department,
National Stock Exchange of India Limited
"Exchange Plaza", C-1, Block-G,
Bandra - Kurla Complex,
Bandra (E),
Mumbai - 400051

The Listing Department,
BSE Limited
25th Floor,
P.J. Towers,
Dalal Street Fort,
Mumbai- 400001

SCRIP CODE: VARDMNPOLY

SCRIP CODE: 514175

**SUBJECT: FINANCIAL RESULTS FOR THE PERIOD ENDED 31/03/2022 AND
OUTCOME OF BOARD MEETING**

Dear Sir/ Madam,

In terms of the Regulation 33 and other applicable provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, we would like to inform you that the Board in its meeting held today i.e Monday, 30th May, 2022 has, inter alia:

1. Approved the Audited Financial Results (both Standalone & Consolidated) of the Company for the Quarter and Financial Year ended 31st March, 2022.

Please find enclosed herewith, the said financial results together with Auditors' Report thereon and the Statements on Impact of Audit Qualifications for Standalone and Consolidated Audit Reports with modified opinion.

2. Re-appointed M/s Khanna Ashwani & Associates, Company Secretaries, as the Secretarial Auditor for the Financial Year 2022-23.
3. Re-appointed M/s Ramanath Iyer & Co., Cost Accountants as Cost Auditors for the Financial Year 2022-23.
4. Re-appointed M/s SCV and Co. LLP, Chartered Accountants as Internal Auditor of the company for the Financial Year 2022-23.

The meeting of Board of Directors commenced at 3.30 pm and concluded at 4.00 pm.

Kindly take the information on record.

Thanking you,

Yours truly,

For Vardhman Polytext

Ajay K. Ratra
Company Secretary



Encl: as above

Vardhman Polytext Ltd

An **Oswal Group** Company

CIN: L17122PB1980PLC004242

Corp. Office: Vardhman Park,

Chandigarh Road Ludhiana - 141123

Punjab (India). Tel: +91-161-6629888

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VARDHMAN POLYTEX LTD.

Regd. Office : 'Vardhman Park, Chandigarh Road, Ludhiana - 141123'

CIN: L17122PB1980PLC 004242, PHONES: 0161-2685301-04, 6629888, FAX : 6629988, E-Mail- info@vpl.in, Web: www.vpl.in

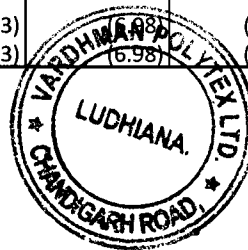
STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR AND QUARTER ENDED 31st March, 2022

(Rs. In Lakh)

Sl. No	Particulars	Standalone					Consolidated	
		Quarter ended			Year ended		Year ended	
		31st Mar	31st Dec	31st Mar	31st Mar	31st Mar	31st Mar	31st Mar
		2022 Audited	2021 Unaudited	2021 Audited	2022 Audited	2021 Audited	2022 Audited	2021 Audited
1	Revenue from operations	27,805.96	24,400.32	19,390.82	92,859.51	50,827.91	92,877.08	50,852.39
2	Other income	60.88	77.95	63.52	307.56	259.71	312.11	259.70
3	Total Income (1+2)	27,866.84	24,478.27	19,454.34	93,167.07	51,087.62	93,189.19	51,112.09
4	Expenses							
	A) Cost of material consumed	22,111.70	18,820.67	12,846.68	70,856.82	36,676.55	70,856.82	36,676.54
	B) Purchase of traded goods	-	2.06	-	2.06	69.56	2.06	69.56
	C) Changes in inventories of finished goods, stock in trade and work in progress	(437.74)	22.99	398.85	(2,281.77)	423.81	(2,281.77)	423.82
	D) Employee benefit expense	1,590.81	1,403.55	1,239.48	5,718.67	3,869.91	5,721.37	3,875.67
	E) Finance costs	1,736.27	1,582.25	1,604.90	6,416.18	5,900.79	6,416.18	5,900.78
	F) Depreciation and amortisation expense	324.88	343.69	355.35	1,364.97	1,453.66	1,370.85	1,465.23
	G) Power & Fuel Cost	1,804.57	1,780.30	1,526.60	7,074.52	5,029.98	7,074.52	5,029.98
	H) Other Expenditure	1,413.22	1,169.17	1,600.96	5,571.17	3,332.57	5,579.04	3,338.66
	Total Expenses	28,543.71	25,124.68	19,572.82	94,722.62	56,756.83	94,739.07	56,780.24
5	Profit from operations before tax and exceptional items (3-4)	(676.87)	(646.41)	(118.48)	(1,555.55)	(5,669.21)	(1,549.88)	(5,668.15)
6	Exceptional items : Income / (Loss)	-	-	-	-	-	-	-
7	Profit/(Loss) before tax and after exceptional items (5-6)	(676.87)	(646.41)	(118.48)	(1,555.55)	(5,669.21)	(1,549.88)	(5,668.15)
8	Tax expenses	-	-	-	-	-	0.77	1.52
9	Net Profit/(Loss) after tax (7-8)	(676.87)	(646.41)	(118.48)	(1,555.55)	(5,669.21)	(1,550.65)	(5,669.67)
	Other comprehensive income/ (loss), net of taxes	30.73	(15.29)	(8.53)	(15.11)	(61.09)	(15.11)	(61.09)
10	Total Comprehensive Income/(Loss) for the period [Comprising Profit / (loss) for the period (after tax) and Other Comprehensive Income/(Loss) (after tax)]	(646.14)	(661.70)	(127.01)	(1,570.66)	(5,730.30)	(1,565.76)	(5,730.76)
11	Paid-up equity share capital (Face value-Rs.10 per equity share)	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10
	Reserves (excluding revaluation reserves)	(38,585.10)		(37,043.98)	(38,585.10)	(37,043.98)		(37,077.88)
	Earnings per share (of Rs.10 each) (for the period - not annualised)							
	- Basic (Rs.)	(3.04)	(2.90)	(0.53)	(6.98)	(25.43)	(6.96)	(25.43)
	- Diluted (Rs.)	(3.04)	(2.90)	(0.53)	(6.98)	(25.43)	(6.96)	(25.43)

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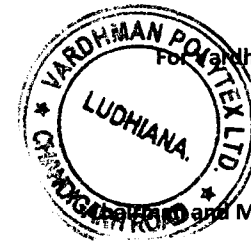
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Notes:

- 1 The above standalone and consolidated financial results for the Year ended March,2022 were reviewed by the Audit Committee and thereafter have been adopted by the Board at its meeting held on May 30th, 2022. The company has prepared the financial results in accordance with Indian Accounting Standards (IND AS) as prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and SEBI's circulars, and the management has exercised necessary due diligence to ensure that the financial results present a true and fair view of the company's affairs. These results have been reviewed by the Statutory Auditors of the Company.
- 2 Regarding the Auditors qualification w.r.t. repayment of FCCB liability, the repayment of the same has been delayed due to liquidity crisis and additional liability, if any on this account, will be booked as and when finalised. The qualification still stands as on 31.03.2022.
- 3 Due to various factors beyond the control of management/external factors, the company had defaulted on payment of its debt obligations to various lenders leading to its borrowings being classified as NPA by the banks. The company has requested bankers for resolution of its accounts. Further two of the lenders namely Punjab National Bank & Jammu and Kashmir Bank and some operational creditors have filed applications under Insolvency and Bankruptcy Code 2016 with NCLT for initiating Corporate Insolvency Resolution Process (CIRP). The petitions have not been admitted so far. Further, State Bank of India, United Bank of India, Canara Bank, Bank of Baroda and Bank Of Maharashtra, Union Bank Of India (For Andhra Bank and Corporation bank) have already assigned their respective shares to Phoenix ARC. Further the company has received an OTS sanction letter from Bank Of India during the quarter. The complete amount of OTS with Bank of India has been paid till 21/04/2022.
- 4 Despite net worth having been fully eroded, the Management is of the view that the company is an operative company . In view of the same, the financial statements have been prepared on a "Going Concern" basis
- 5 The results of Foreign subsidiary F.M.Hammerle Verwaltung GMBH(FMH) have not been consolidated for the current quarter as it ceased to be subsidiary. Since FMH was subsidiary during part of the year, So Annual Results for the year ended 31.03.2022 have been consolidated.
- 6 The company has entered into arrangement with few vendors from whom company is purchasing raw materials and in turn processing the same to the finished output, which is sold back to them.
- 7 The Company's operations and financial results for the quarter and Year ended March 31, 2022 and the corresponding quarter and Year ended March 31, 2021 are not comparable as the results of the previous periods were impacted by COVID-19 pandemic and the consequent lockdown announced by the Central / State Governments, due to which the operations were suspended for part of the Year ended March 31, 2021.
- 8 The business of company falls within a single Primary Segment Viz, Textile and hence, the disclosure requirement of IND-AS 108 'Operating segment' is not applicable.
- 9 Figures relating to previous period have been regrouped/rearranged, where necessary to make them comparable with those of the current period.
- 10 The figures for the quarter ended March 31 are the balancing figures between audited figures in respects of the full financial year and the published year to date figures upto 31st December.

Place : Ludhiana
Date 30th May'2022



Vardhman Polytex Ltd.

(Adish Oswal)

Managing Director
(DIN 00009710)

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STANDALONE STATEMENT OF ASSETS AND LIABILITIES FOR THE YEAR ENDED MARCH 31,2022

		STANDALONE <small>(Rs in Lakhs)</small>	
S.No	Particulars	As at	As at
		March 31, 2022	March 31, 2021
		Audited	Audited
I	ASSETS		
1	Non-current assets		
	a) Property, plant and equipment	16,537.38	17,766.53
	b) Investment Property	465.70	475.54
	c) Capital work-in-progress	-	-
	d) Other intangible assets	3.77	4.50
	e) Financial assets		
	i) Investments	0.62	23.15
	ii) Other financial assets	658.29	894.07
	iii) Trade Receivables	302.47	1,067.00
	f) Deferred tax assets (net)	5,016.18	5,016.18
	g) Other non-current assets	31.63	26.13
	Total Non Current Assets	23,016.04	25,273.10
2	Current assets		
	a) Inventories	4,375.49	1,891.72
	b) Financial assets		
	i) Trade and other receivables	1,079.74	829.58
	ii) Cash and cash equivalents	6.41	7.80
	iii) Bank balances other than above	8.20	1.25
	iv) Loans	15.06	10.10
	v) Other financial assets	32.82	35.49
	c) Current tax assets	401.89	303.53
	d) Other current assets	3,674.85	2,198.84
	Total Current Assets	9,594.46	5,278.31
	TOTAL ASSETS	32,610.50	30,551.41
II	EQUITY AND LIABILITIES		
1	EQUITY		
	a) Equity share capital	2,229.10	2,229.10
	b) Other equity	(38,585.10)	(37,043.98)
	Total Equity	(36,356.00)	(34,814.88)
	LIABILITIES		
2	Non-current liabilities		
	a) Financial liabilities		
	i) Borrowings	43.29	141.94
	b) Long term provisions	244.47	219.92
	c) Other non-current liabilities	0.53	0.53
	Total Non Current Liabilities	288.29	362.39
3	Current liabilities		
	a) Financial liabilities		
	i) Borrowings	52,852.94	52,202.34
	ii) Trade payables		
	a) Due to Micro & Small Enterprises	-	-
	b) Due to Others	10,079.92	7,493.97
	iii) Other financial liabilities	4,398.86	4,017.89
	b) Other current liabilities	311.69	251.71
	c) Short term provisions	1,034.80	1,037.99
	Total Current Liabilities	68,678.21	65,003.90
	TOTAL EQUITY AND LIABILITIES	32,610.50	30,551.41

Place : Ludhiana
 Date 30th May'2022



For Vardhman Polytex Ltd.

(Adish Oswal)
 Chairman and Managing Director
 DIN 00009710

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Lax

VARDHMAN POLYTEX LTD.

Regd. Office : 'Vardhman Park, Chandigarh Road, Ludhiana - 141123'

CIN: L17122PB1980PLC 004242, PHONES: 0161-2685301-04, 6629888, FAX : 6629988, E-Mail- info@vpl.in, Web:

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Standalone Statement of Cash flows for the Year Ended Mar 31,2022

(Rs in Lakhs)

Particulars	STANDALONE	
	As at Mar 31, 2022	As at Mar 31, 2021
	Audited	Audited
Net Cash generated from Operating Activities		
Net profit before tax	(1,555.55)	(5,669.21)
Operating Profit before Working Capital changes	6,969.81	1,663.36
A) Net cash (used in)/ generated from Operating Activities	6,146.46	2,403.22
B) Net Cash (used)/from Investing Activities	(64.57)	(122.47)
C) Net Cash (used)/from Financing Activities	(6,076.33)	(2,285.94)
Net Increase/(Decrease) in cash & cash equivalents (A+B+C)	5.56	(5.19)
Add:Cash and cash equivalents as at 1st April (Opening Balance)	9.05	14.24
Cash and cash equivalents as at 31st Mar'22 & 31st Mar'21(Closing Balance)	14.61	9.05

Place : Ludhiana
Date : 30th May, 2022



Vardhman Polytex Ltd.

(Adish Oswal)
Chairman and Managing Director
DIN 00009710



ROMESH K. AGGARWAL & ASSOCIATES

CHARTERED ACCOUNTANTS

Head Office - G.T. ROAD, MILLER GANJ, LUDHIANA-141003

Delhi

Chandigarh

Ludhiana

Phones: 2532920, 2534289.

Report on the audit of Standalone Annual Financial Results

To
The Board of Directors,
Vardhman Polytex Ltd.

Qualified Opinion

We have audited the accompanying standalone financial results of **Vardhman Polytex Limited** ("the Company") for the year ended March 31, 2022 ("the Standalone financial results") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and disclosure requirements) Regulations, 2015 as amended ("the Listing Regulations").

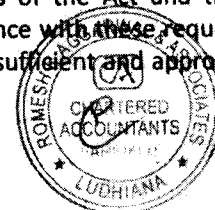
In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the *Basis for Qualified Opinion*, the aforesaid standalone annual financial results:

- i. are presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. give 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 income and other financial information of the Company for the quarter ended March 31, 2022 and for the year ended March 31, 2022.

Basis for Qualified Opinion

The company had credited profit of Rs 396.44 lacs due on payment of FCCB liability to the statement of profit & loss during the period ending March 31, 2017. This profit should have been credited in the statement of profit & loss on payment of FCCB liability which is still outstanding to the tune of 554,160 USD as on March 31, 2022. The same has not been addressed in the current period under audit. This matter was also qualified in all the previous limited review/audit reports submitted by us.

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 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 standalone financial results 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 Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our qualified opinion on standalone financial results.



Management's and board of director's responsibilities for the Standalone Financial Results

These standalone financial results have been prepared on the basis of the standalone annual financial standalone financial results.

The Company's management and the Board of Directors of the Company are responsible for the preparation and presentation of these standalone financial results that give a true and fair view of the net profit and other comprehensive income 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 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 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 Management and 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.

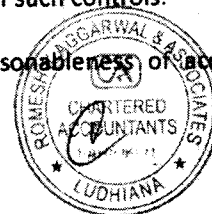
The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Standalone financial results as a whole is free from material misstatements, 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 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) 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 Standalone financial results, including the disclosures, and whether the Standalone financial results represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company to express an opinion on the Annual Standalone Financial Results.

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 Matters

The standalone annual financial results include the results for the quarter ended 31 March 2022 being the balancing figure between the audited figures in respect of the full financial year 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.

For Romesh K Aggarwal & Associates
Chartered Accountants



Place - Ludhiana

Dated - 30th May, 2022

UDIN - 22519347AJWRGQ4425



ROMESH K. AGGARWAL & ASSOCIATES

CHARTERED ACCOUNTANTS

Head Office - G.T. ROAD, MILLER GANJ, LUDHIANA-141003

Delhi

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Phones: 2532920, 2534289.

Report on the audit of Consolidated Annual Financial Results

To
The Board of Directors,
Vardhman Polytex Ltd.

Qualified Opinion

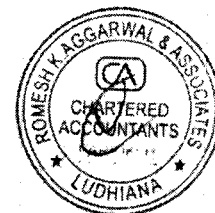
We have audited the accompanying consolidated annual financial results of **Vardhman Polytex Limited** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the year ended March 31, 2022 ("the Statement"), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation 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, except for the effects of the matter described in the *Basis for Qualified Opinion* and based upon on the consideration of conversions done by the management of separate financial information of the foreign subsidiary, the aforesaid consolidated annual financial results:

- a. include the annual financial result of the following entity
 1. F.M. Hammerle Verwaltung GmbH, Austria.
- b. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- c. give a true and fair view in conformity with the recognition and measurement principle laid down in applicable accounting standards, and other accounting principles generally accepted in India of consolidated net profit and other comprehensive income and other financial information of the Group for the quarter ended March 31, 2022 and for the year ended March 31, 2022

Basis for Qualified Opinion

The group had credited profit of Rs 396.44 lacs due on payment of FCCB liability to the statement of profit & loss during the period ending March 31, 2017. This profit should have been credited in the statement of profit & loss on payment of FCCB liability which is still outstanding to the tune of 554,160 USD as on March 31, 2022. The same has not been addressed in the current period under audit. This matter was also qualified in all the previous limited review/audit reports submitted by us.



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 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 Act 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 matter referred in "Other Matters" paragraph is sufficient and appropriate to provide a basis for our qualified opinion.

Management's and Board of Director's Responsibilities for the Consolidated Annual Financial Results

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

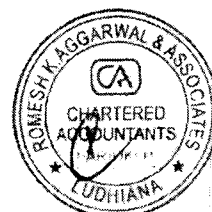
The Holding Company's Management and the Board of Directors are responsible for the preparation and presentation of these consolidated annual financial results that give a true and fair view of the consolidated net profit/ loss and other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Management and Board of Directors of the company included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of each 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated annual 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 annual financial results by the Management and the Board of Directors of the Holding Company, as aforesaid.

In preparing the consolidated annual financial results, the respective Management and the Board of Directors of the company included in the Group are responsible for assessing the ability of each company 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 company 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 are responsible for overseeing the financial reporting process of each company

Auditor's Responsibilities for the Audit of the Consolidated Annual Financial Result

Our objectives are to obtain reasonable assurance about whether the consolidated annual financial results 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 consolidated annual financial results.

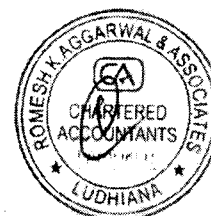


As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also: –

- Identify and assess the risks of material misstatement of the consolidated annual 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 through a separate report on the complete set of financial statements 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 in the consolidated annual financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and 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 appropriateness of this assumption. 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 consolidated annual 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated annual financial results, including the disclosures, and whether the consolidated annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results, entities within the Group and its associates to express an opinion on the Annual Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of entities included in the Annual Consolidated Financial Results of which we are the independent auditors. For the other entities included in the Annual Consolidated Financial Results, financial information for which has been converted by the management, such conversions remain the responsibility of the management. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entity included in the consolidated annual 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 No CIR/CFD/CMD1/44/2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

Other Matters

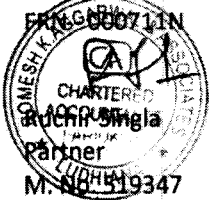
a. The consolidated annual financial results include the unaudited financial results of a subsidiary F.M. Hammerle Verwaltung GmbH, Austria. The subsidiary is liquidated and ceased to exist with effect from 30th September, 2021 vide a court order dated 03rd December, 2021. Accordingly, consolidated annual financial results include the income and expense of the subsidiary for the period 1st April 2021 to 30th September 2021. This unaudited financial statement has been furnished to us by the Board of Directors.

Our opinion on the consolidated annual financial results, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on such annual financial statements. In our opinion and according to the information and explanations given to us by the Board of Directors, these financial statements are not material to the Group.

Our opinion on the consolidated annual financial results is not modified in respect of the above matter with respect to the financial statements certified by the Board of Directors.

a. The consolidated annual financial results include the results for the quarter ended 31 March 2022 being the balancing figure between the audited figures in respect of the full financial year 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.

For Romesh K Aggarwal & Associates
Chartered Accountants

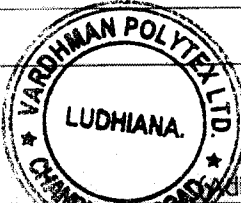




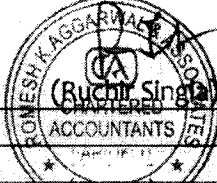
Place - Ludhiana

Dated - 30th May, 2022

UDIN - 22519347AJWRAC7599

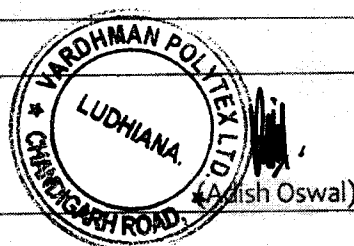
**Statement on Impact of Audit Qualification (for audit report with modified opinion) submitted
along with Annual Audited Financial Results
(Standalone)**

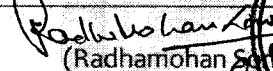
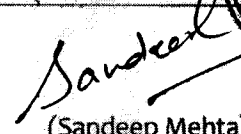
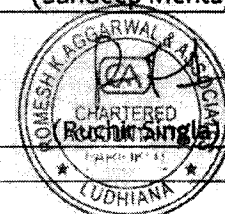
Statement on Impact of Audit Qualification for the Financial Year ended March 31, 2022				
I.	S. No.	Particulars	Audited Figure (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	93,167.07	93,167.07
	2.	Total Expenditure	94,722.62	95,119.06
	3.	Net Profit / (Loss)	(1,555.55)	(1,951.99)
	4.	Earnings per share	(6.98)	(8.76)
	5.	Total Assets	32,610.50	32,610.50
	6.	Total Liabilities excluding net worth	68,966.50	69,362.94
	7.	Net Worth	(36,356.00)	(36,752.44)
	8.	Any other financial item(s) (as appropriate by the management)		
II.	a) Audit Qualification (each audit qualification separately):			
	The company had credited profit of Rs 396.44 lacs due on payment of FCCB liability to the statement of profit & loss during the period ending March 31, 2017. This profit should have been credited in the statement of profit & loss on payment of FCCB liability which is still outstanding to the tune of 554,160 USD as on March 31, 2022. The same has not been addressed in the current period under audit. This matter was also qualified in all the previous limited review/audit reports submitted by us.			
	b) Type of Audit Qualification : Qualified Opinion			
	c) Frequency of qualification: Repetitive			
	d) For Audit Qualification(s) where the impact is qualified by the auditor, Management's Views: We state that the Company has credited the amount on basis of settlement of FCCB liability and Re-payment of the same has been delayed due to liquidity crisis. Additional liability, if any on this account, will be booked as and when finalized.			
	e) For Audit Qualification(s) where the impact is not quantified by the auditor: i) Management's estimation on the impact of audit qualification: ii) If management is unable to estimate the impact, reasons for the same: iii) Auditors Comments on (i) or (ii) above :			
III.	Signatories:			
	<ul style="list-style-type: none"> CEO/ Managing Director 			
	  Vishal Oswal			

	<ul style="list-style-type: none"> • CFO 	 <p><i>Radhamohan Sora</i> (Radhamohan Sora)</p>
	<ul style="list-style-type: none"> • Audit Committee Chairman 	<p><i>Sandeep Mehta</i> (Sandeep Mehta)</p>
	<ul style="list-style-type: none"> • Statutory Auditor 	 <p>(Ruchi Singh)</p>
	Place: Ludhiana Date: 30-05-2022	

**Statement on Impact of Audit Qualification (for audit report with modified opinion) submitted
along- with Annual Audited Financial Results
(Consolidated)**

Statement on Impact of Audit Qualification for the Financial Year ended March 31, 2022				
I.	S. No.	Particulars	Audited Figure (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	93,189.19	93,189.19
	2.	Total Expenditure	94,739.07	95,135.51
	3.	Net Profit / (Loss)	(1,550.65)	(1,947.09)
	4.	Earnings per share	(6.96)	(8.73)
	5.	Total Assets	NA	NA
	6.	Total Liabilities excluding net worth	NA	NA
	7.	Net Worth	NA	NA
	8.	Any other financial item(s) (as appropriate by the management)		
II.	f) Audit Qualification (each audit qualification separately):			
	<p>The group had credited profit of Rs 396.44 lacs due on payment of FCCB liability to the statement of profit & loss during the period ending March 31,2017. This profit should have been credited in the statement of profit & loss on payment of FCCB liability which is still outstanding to the tune of 554,160 USD as on March 31,2022. The same has not been addressed in the current period under audit. This matter was also qualified in all the previous limited review/audit reports submitted by us.</p>			
	g) Type of Audit Qualification: Qualified Opinion			
	h) Frequency of qualification: Repetitive			
	<p>i) For Audit Qualification(s) where the impact is qualified by the auditor, Management's Views:</p> <p>We state that the Group has credited the amount on basis of settlement of FCCB liability and repayment of the same has been delayed due to liquidity crisis. Additional liability, if any on this account, will be booked as and when finalized.</p>			
	<p>j) For Audit Qualification(s) where the impact is not quantified by the auditor:</p> <p>i) Management's estimation on the impact of audit qualification:</p> <p>ii) If management is unable to estimate the impact, reasons for the same:</p> <p>iii) Auditors Comments on (i) or (ii) above :</p>			
III.	Signatories:			
	<ul style="list-style-type: none"> • CEO/ Managing Director 			
	<ul style="list-style-type: none"> • CFO 			



	<p style="text-align: right;">  (Radhamohan Singh) </p>
	<ul style="list-style-type: none"> Audit Committee Chairman
	<ul style="list-style-type: none"> Statutory Auditor
Place: Ludhiana	<p style="text-align: right;">  (Sandeep Mehta) </p>
Date: 30-05-2022	<p style="text-align: right;">  </p>

