



India Nippon Electricals Ltd

REGD. OFFICE

11 & 13, Patullos Road, Chennai - 600 002

Tel : +91 44 28460073, Email : inelcorp@inel.co.in

CIN : L31901TN1984PLC011021

May 28, 2021

**The Manager-Listing Department
National Stock Exchange of India Ltd**
Exchange Plaza, 5th Floor, Plot no C 1,
G Block, IFB Centre, Bandra Kurla Complex,
Bandra (East), Mumbai 400051
Scrip: INDNIPPON
NEAPS-online filing

BSE Ltd
Phiroze Jee Jee Towers
Dalal Street,
Mumbai 400001
Scrip: 532240
BSE Listing Centre (online)

Dear Sir/ Madam,

Sub: Outcome of Board Meeting.

Ref.: Please refer to our letter dated 17th May, 2021.

At the meeting of the Board of Directors held today, i.e. 28th May, 2021, the Directors, inter-alia, approved the annual audited Standalone and Consolidated accounts of the company for the year ended 31st March, 2021. As required by the Listing Regulations, we furnish below the following particulars:

1. **Audited Financial Results (Standalone and Consolidated) for the quarter and year ended 31st March, 2021:**

- 1.1. The Board of Directors at their meeting held today, approved the annual audited Financial Results (Standalone and Consolidated) for the quarter and year ended 31st March, 2021 (Annexure 1). In terms of Regulation 30 of the Listing Regulations, we are enclosing the same for your information and record.
- 1.2. Pursuant to Regulation 33 of the Listing Regulations the auditors' report, for the annual audited financial results (standalone and consolidated) is enclosed (Annexure 2).



1.3. We hereby confirm and declare that the Statutory Auditors, M/s Deloitte Haskins & Sells LLP, Chartered Accountants, Chennai having Registration No. ICAI Regn.117366W/W-100018, have issued a report containing unmodified opinion on the standalone and consolidated financial results for the year ended 31st March 2021.

1.4. Pursuant to Regulation 47 of the Listing Regulations, an extract of the financial results in the prescribed format in English and Tamil newspapers will be published within the stipulated time. The detailed financial results (both standalone and consolidated) will be available on the website of the company viz., www.indianippon.com as well as on the websites of the Stock Exchanges where the shares of the company are listed.

2. **Annual General Meeting:**

The Thirty Sixth Annual General Meeting (36th AGM) of the Company will be held through Video Conference (V.C.)/ Other Audio Visual Means (O.A.V.M.) on Friday, the 17th September, 2021 at 10:00 A.M.

3. **Time of meeting:**

The meeting of the Board of Directors of the company commenced at 12 Noon and adjourned at 2 PM and after providing certain clarifications sought by the Statutory Auditors on the financial statements/ results the Chairman concluded the proceedings at 10.30 PM.

Please take the above information on record.

Thanking you


Yours sincerely

For India Nippon Electricals Ltd

G VENKATRAM

Company Secretary

Encl.: As above

 INDIA NIPPON ELECTRICALS LIMITED						
REGD. OFFICE: "11 & 13", PATTULOS ROAD, CHENNAI - 600 002 TEL: 28460073			WEBSITE: www.indianippon.com EMAIL: investors@inel.co.in CIN: L31901TN1984PLC011021			
Statement of Audited Standalone Financial Results for the Quarter and Year Ended March 31, 2021						
(Rs. In Lacs except earning per share)						
S.no	Particulars	Standalone				
		Quarter ended		Year ended		
		31-Mar-21	31-Dec-20	31-Mar-20	31-Mar-21	31-Mar-20
		Unaudited		Audited		
1	Income from Operations					
	(a) Revenue from Operations	15,006	15,261	11,226	48,123	47,881
	(b) Other Income	418	175	543	1,619	2,514
	Total Income	15,424	15,436	11,769	49,742	50,395
2	Expenses					
	a. Cost of materials consumed	10,224	10,485	7,556	32,626	31,431
	b. Changes in inventories of Finished Goods, Work in Progress	(140)	(248)	4	(133)	29
	c. Other operating expenses	583	700	572	2,163	2,288
	d. Employee benefits expense	2,151	1,735	1,485	6,614	6,040
	e. Finance costs	13	14	15	56	56
	f. Depreciation and amortisation expense	278	268	263	1,035	941
	g. Other expenses	575	366	583	2,214	2,401
	Total Expenses	13,684	13,320	10,478	44,575	43,186
3	Profit from ordinary activities (1-2)	1,740	2,116	1,291	5,167	7,209
4	Tax expenses					
	(1) Current Tax	366	281	161	1,027	1,732
	(2) Income tax relating to earlier year	(389)	-	-	(389)	-
	(3) Deferred Tax	34	16	(22)	74	(43)
	(4) Deferred tax relating to earlier years	385	-	-	385	-
	Total tax expense	396	297	139	1,097	1,689
5	Profit for the year (3-4)	1,344	1,819	1,152	4,070	5,520
6	Other Comprehensive Income					
	(i) Items that will not be reclassified to Profit or Loss	467	(10)	89	437	(346)
	(ii) Income tax relating to items that will not be reclassified to Profit or Loss	(96)	14	(631)	(46)	(453)
7	Total Comprehensive Income (5+6)	1,715	1,823	610	4,461	4,721
8	Paid-up equity share capital (Face Value of Rs.5/- each)	1,131	1,131	1,131	1,131	1,131
9	Other Equity				43,889	40,785
10	Earnings Per Share (EPS) (Face Value of Rs.5/- each) (not annualised)					
	(a) Basic EPS	5.94	8.04	5.09	17.99	24.40
	(b) Diluted EPS	5.94	8.04	5.09	17.99	24.40



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Statement of Audited Consolidated Financial Results for the Quarter and Year Ended March 31, 2021

(Rs. In Lacs except earning per share)

S.no	Particulars	Consolidated					
		Quarter ended			Year ended		
		31-Mar-21	31-Dec-20	31-Mar-20	31-Mar-21	31-Mar-20	
		Unaudited		Audited			
1	Income from Operations						
	(a) Revenue from Operations	15,006	15,261	11,226	48,123	47,881	
	(b) Other Income	417	174	663	1,617	2,629	
	Total Income	15,423	15,435	11,889	49,740	50,510	
2	Expenses						
	a. Cost of materials consumed	10,224	10,485	7,556	32,626	31,431	
	b. Changes in inventories of Finished Goods, Work in Progress	(140)	(248)	4	(133)	29	
	c. Other operating expenses	583	700	572	2,163	2,288	
	d. Employee benefits expense	2,151	1,735	1,485	6,614	6,040	
	e. Finance costs	13	14	15	56	56	
	f. Depreciation and amortisation expense	278	268	263	1,035	941	
	g. Other expenses	557	408	587	2,318	2,434	
	Total Expenses	13,666	13,362	10,482	44,679	43,219	
3	Profit from ordinary activities before Share of Gain / (Loss) from associates (1-2)	1,757	2,073	1,407	5,061	7,291	
4	Share of Net Gain / (Loss) from Associate & Others:						
	a) Share of Gain / (Loss) - Non controlling interest	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)	
	b) Share of Gain / (Loss) on non-integral interest - Associate	-	-	(91)	-	(166)	
5	Profit from ordinary activities (3-4)	1,757	2,073	1,316	5,061	7,125	
6	Tax expenses						
	(1) Current Tax	366	281	163	1,027	1,734	
	(2) Income tax relating to earlier year	(389)	-	-	(389)	-	
	(3) Deferred Tax	34	16	(22)	74	(43)	
	(4) Deferred tax relating to earlier years	385	-	-	385	-	
	Total tax expense	396	297	141	1,097	1,691	
7	Profit for the year (5-6)	1,361	1,776	1,175	3,964	5,434	
8	Other Comprehensive Income						
	(i) Items that will not be reclassified to Profit or Loss	467	(10)	28	437	(40)	
	(ii) Income tax relating to items that will not be reclassified to Profit or Loss	(96)	14	(631)	(46)	(453)	
9	Total Comprehensive Income (7+8)	1,732	1,780	572	4,355	4,941	
10	Profits attributable to :						
	a) Owners of the company	1,361	1,776	1,175	3,964	5,434	
	b) Non controlling interest	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)	
11	Total Comprehensive income attributable to						
	a) Owners of the company	1,732	1,780	572	4,355	4,941	
	b) Non controlling interest	(0.01)	(0.01)	(0.01)	(0.01)	(0.01)	
12	Paid-up equity share capital (Face Value of Rs.5/- each)	1,131	1,131	1,131	1,131	1,131	
13	Other Equity				43,967	40,848	
14	Earnings Per Share (EPS) (Face Value of Rs.5/- each) (not annualised)						
	(a) Basic EPS	6.02	7.85	5.19	17.52	24.02	
	(b) Diluted EPS	6.02	7.85	5.19	17.52	24.02	

Notes :	
1	The operations of the Company relate to only one segment viz. Electrical and Electronic products for two/three wheelers and engines.
2	The Financial results have been reviewed & recommended by the Audit & Risk Management Committee and approved by the Board of Directors at their meeting held on May 28, 2021.
3	The Company has declared an interim dividend of Rs.6 per share on face value of Rs. 5 per share on 26-Mar-2021. The Board has decided that the interim dividend paid will be the final dividend for the year ended 31-March-2021.
4	During the year the company introduced a voluntary retirement service scheme which closed on 27/02/2021 and incurred a settlement cost of Rs. 486 lakhs which is included in employee benefit expenses in the current year.
5	The company has assessed the impact of COVID-19 on its financial results based on the internal and external information, to the extent known and available, up to the date of approval of these financial statements and expects to recover the carrying amounts of property, plant and equipment, investments, inventories, trade receivables, other financial assets and other assets.
6-a	Pursuant to the Taxation Laws (Amendment) Ordinance, 2019 issued on September 20, 2019, corporate assessee have been given an option to apply a lower income tax rate with effect from April 01, 2019 within the due date of filing of return, subject to certain conditions specified therein. During the year, the company evaluated the impact of availment of the said option, and accordingly opted for a lower income tax rate under section 115BAA at the time of filing the income tax return for FY 19-20. This has resulted in reversal of excess provision of income tax amounting to Rs. 389 lakhs pertaining to FY 19-20.
6-b	The company reassessed its deferred tax as at March 31, 2021 and reversed deferred tax asset amounting to Rs.385 lakhs arising from investment in subsidiary based on probability of realising the same in the foreseeable future.
7	The Indian Parliament has approved the Code on Social Security, 2020 which could impact the contributions by the Company towards Provident Fund and Gratuity. The effective date from which the change are applicable is yet to be notified and final rules are yet to be framed. The Company will carry out an evaluation of the impact and record the same in the financial statements in the period in which the Code becomes effective and the related rules are published.
8	The financial results for the year ended March 31, 2021 have been audited and for the quarter ended March 31, 2021 have been reviewed by the statutory auditors of the Company. The figures of the quarter ended March 31, 2021 and March 31, 2020 are the balancing figures between audited figures in respect of the full financial year and the year to date figures upto the third quarter of the relevant financial year which were subject to limited review by the auditors.
9	The quarterly / yearly results are displayed in the corporate website www.indianippon.com.

For and on behalf of Board of Directors

ARVIND BALAJI Digitally signed by ARVIND BALAJI
Date: 2021.05.28 22:33:46 +05'30'

Place : Chennai
Date : 28th May 2021

ARVIND BALAJI
MANAGING DIRECTOR



INDIA NIPPON ELECTRICALS LIMITED

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BALANCE SHEET AS AT 31 MARCH 2021

Rs. in Lacs

S.No.	Particulars	Standalone		Consolidated	
		As at 31-Mar-2021	As at 31-Mar-2020	As at 31-Mar-2021	As at 31-Mar-2020
1	ASSETS				
1.1	Non-current assets				
a)	Property, Plant and Equipment	7,148	6,039	7,148	6,039
b)	Capital Work-in-progress	3,387	1,325	3,387	1,325
c)	Investment Property	-	-	562	514
d)	Intangible assets	125	156	125	156
e)	Right of use assets	1,311	1,402	1,311	1,402
f)	Financial Assets				
	(i) Investments	14,020	13,080	12,812	11,872
	(ii) Loans	83	89	83	89
	(iii) Others financial assets	46	43	46	43
g)	Other Non-current Assets	252	466	252	466
	Non-current Assets - Total	26,372	22,600	25,726	21,906
1.2	Current assets				
a)	Inventories	4,377	3,868	4,377	3,868
b)	Financial Assets				
	(i) Investments	13,248	14,309	13,248	14,309
	(ii) Trade Receivables	10,940	8,813	10,940	8,813
	(iii) Cash and cash equivalents	328	1,310	372	1,369
	(iv) Other bank balances	2,207	768	2,895	1,473
	(v) Others financial assets	122	98	122	98
c)	Current tax assets (Net)	305		305	
d)	Other Current assets	805	598	805	603
	Current Assets - Total	32,840	30,272	33,572	31,041
1.3	Assets classified as held for sale	508	508	508	508
	Assets - Total	59,212	52,872	59,298	52,947
2	EQUITY AND LIABILITIES				
2.1	EQUITY:				
a)	Equity Share Capital	1,131	1,131	1,131	1,131
b)	Other Equity	43,889	40,785	43,967	40,848
	Equity - Total	45,020	41,916	45,098	41,979
2.2	LIABILITIES				
2.2.1	Non-current liabilities				
a)	Financial Liabilities				
	(i) Lease liabilities	351	407	351	407
b)	Provisions	245	377	245	377
c)	Deferred Tax Liability (Net)	1,177	672	1,177	672
	Non-current Liabilities - Total	1,773	1,456	1,773	1,456
2.2.2	Current Liabilities				
a)	Financial Liabilities				
	(i) Trade payables				
	Total outstanding dues to micro enterprises and small enterprises	2,264	1,765	2,264	1,765
	Total outstanding dues to other than micro enterprises and small enterprises	6,944	5,839	6,944	5,839
	(ii) Lease liabilities	107	104	107	104
	(iii) Others financial liabilities	1,718	370	1,718	370
b)	Provisions	96	71	96	71
c)	Current tax liabilities (Net)	-	158	-	160
d)	Other current liabilities	1,290	1,193	1,298	1,203
	Total Current Liabilities	12,419	9,500	12,427	9,512
	Equity and Liabilities - Total	59,212	52,872	59,298	52,947

For and on behalf of Board of Directors

ARVIND BALAJI
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BALAJI
Date: 2021.05.28 22:34:25 +05'30'

ARVIND BALAJI
MANAGING DIRECTOR

Place : Chennai
Date : 28th May 2021



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STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2021

Rs. in Lacs

S.No.	Particulars	Standalone		Consolidation	
		Apr'20 To Mar'21	Apr'19 To Mar'20	Apr'20 To Mar'21	Apr'19 To Mar'20
A.	Cash flows from Operating Activities:				
	Net Profit before tax	5,167	7,209	5,061	7,291
	Adjustments for				
	Add/(Less): - Depreciation and amortization expenses	1,035	941	1,035	941
	- Dividend Income recognised in profit or loss	(163)	(213)	(163)	(213)
	- Interest Income recognised in profit or loss	(251)	(217)	(265)	(231)
	- Increase in Fair value of investments	-	(423)	-	(423)
	- Profit on sale of investments(net)	(1,048)	(447)	(1,048)	(447)
	- Profit on sale of land	-	(1,165)	-	(1,165)
	- Property, plant and equipment written off	5	2	5	2
	- Fair value reduction /Investments written off	88	20	88	20
	- Advances written off	1	-	1	-
	- Finance costs recognised in profit or loss	56	55	56	56
	- Share of loss of associates	-	-	-	166
	-Net unrealised exchange (gain) / loss	(16)	(5)	72	(5)
	Operating Profit before Working Capital changes	4,874	5,757	4,842	5,992
	Adjustments for (increase) / decrease in operating assets:				
	- Loans	6	5	6	5
	- Other Non-current Financial Assets	(3)	(2)	(3)	(2)
	- Other Non-current assets	(9)	(1)	(9)	(1)
	- Trade Receivables	(2,128)	1,585	(2,128)	1,585
	- Inventories	(509)	(335)	(509)	(335)
	- Other Current Financial Assets	6	6	6	6
	- Other Current assets	(207)	(199)	(207)	(204)
	Adjustments for increase / (decrease) in operating liabilities:				
	- Trade Payables	1,604	77	1,604	77
	- Other Financial Liabilities	1,348	(11)	1,348	(11)
	- Other Liabilities	97	(250)	103	(245)
	- Non-current Provisions	(132)	32	(132)	32
	- Current Provisions	25	15	6	15
	Cash generated from operations	4,972	6,679	4,927	6,914
	Income taxes paid	(1,101)	(1,745)	(1,102)	(1,745)
	Net Cash generated by Operating Activities (A)	3,871	4,934	3,825	5,169
B.	Cash flows from Investing Activities:				
	Purchase of Property, Plant & Equipment (including CWIP)	(3,714)	(1,865)	(3,714)	(1,838)
	Acquisition of investments	(27,435)	(44,543)	(27,435)	(44,543)
	Proceeds on sale of land	-	1,184	-	1,184
	Proceeds on sale of investments	28,819	45,036	28,819	44,799
	Interest Received	222	213	235	227
	Dividend Received	163	213	163	213
	(Increase)/ decrease in other bank balances	(1,440)	(711)	(1,422)	(700)
	Net Cash used in Investing Activities (B)	(3,385)	(473)	(3,354)	(658)
C.	Cash flows from Financing Activities:				
	Payment of lease liabilities	(55)	(764)	(55)	(764)
	Finance costs (including interest on lease liabilities)	(56)	(55)	(56)	(56)
	Dividends and taxes on dividend paid	(1,357)	(2,932)	(1,357)	(2,932)
	Net Cash used in Financing Activities (C)	(1,468)	(3,751)	(1,468)	(3,752)
D.	Net Increase / (decrease) in Cash and Cash Equivalents (A+B+C)	(982)	710	(997)	759
E.	Add : Cash & Cash Equivalents as at beginning of the year	1,310	600	1,369	610
F.	Cash & Cash Equivalents as at end of the year	328	1,310	372	1,369

Note: Pursuant to insertion of new clause under Regulation 33, sub-regulation (3), the company has prepared standalone and consolidated statement of cash flows for the year ended 31 March 2021 and have been approved by the Company's Board of Directors.

For and on behalf of Board of Directors

ARVIND
BALAJI

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Date: 2021.05.28 22:34:58
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ARVIND BALAJI
MANAGING DIRECTOR

Place : Chennai
Date : 28th May 2021

**INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL STANDALONE FINANCIAL RESULTS AND
REVIEW OF QUARTERLY FINANCIAL RESULTS**

TO THE BOARD OF DIRECTORS OF

India Nippon Electricals Limited

Opinion and Conclusion

We have (a) audited the Standalone Financial Results for the year ended March 31, 2021 and (b) reviewed the Standalone Financial Results for the quarter ended March 31, 2021 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Standalone Financial Results for the Quarter and Year Ended March 31, 2021" of **India Nippon Electricals Limited** ("the Company"), ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

(a) Opinion on Annual Financial Results

In our opinion and to the best of our information and according to the explanations given to us, the Standalone Financial Results for the year ended March 31, 2021:

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year then ended.

(b) Conclusion on Unaudited Standalone Financial Results for the quarter ended March 31, 2021

With respect to the Standalone Financial Results for the quarter ended March 31, 2021, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Standalone Financial Results for the quarter ended March 31, 2021, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Basis for Opinion on the Audited Standalone Financial Results for the year ended March 31, 2021

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 paragraph (a) of Auditor's Responsibilities section below. 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 Standalone Financial Results for the year ended March 31, 2021 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 audit opinion.

Deloitte Haskins & Sells LLP

Management's Responsibilities for the Statement

This Statement which includes the Standalone Financial Results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Standalone Financial Results for the year ended March 31, 2021 has been compiled from the related audited standalone financial statements. This responsibility includes the preparation and presentation of the Standalone Financial Results for the quarter and year ended March 31, 2021 that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in 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 Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 is 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 financial reporting process of the Company.

Auditor's Responsibilities

(a) Audit of the Standalone Financial Results for the year ended March 31, 2021

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results for the year ended March 31, 2021 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 this Standalone 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 Annual 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.

Deloitte Haskins & Sells LLP

- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 Company 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 Statement 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 Annual Standalone Financial Results, including the disclosures, and whether the Annual Standalone 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 of the Company to express an opinion on the Annual Standalone Financial Results.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in 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.

(b) Review of the Standalone Financial Results for the quarter ended March 31, 2021

We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2021 in accordance with the Standard on Review Engagements ("SRE") 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Deloitte Haskins & Sells LLP

Other Matters

- The Statement includes the results for the Quarter ended Month 31, 2021 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report on the Statement is not modified in respect of this matter.

For **Deloitte Haskins & Sells LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

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Ananthi Amarnath
(Partner)
(Membership No. 209252)
(UDIN: 21209252AAAAFY4814)

Place: Chennai
Date: May 28, 2021

INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL CONSOLIDATED FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF India Nippon Electricals Limited

Opinion and Conclusion

We have (a) audited the Consolidated Financial Results for the year ended March 31, 2021 and (b) reviewed the Consolidated Financial Results for the quarter ended March 31, 2021 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Consolidated Financial Results for the Quarter and Year Ended March 31, 2021" ("the Statement") of **India Nippon Electricals Limited** ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

(a) Opinion on Annual Consolidated Financial Results

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the audit reports of the other auditors on separate financial statements of subsidiary referred to in Other Matters section below, the Consolidated Financial Results for the year ended March 31, 2021:

- i. includes the results of the following entities:
 - a) India Nippon Electricals Limited
 - b) PT Automotive System Indonesia
- ii. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- iii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated net profit and consolidated total comprehensive income and other financial information of the Group for the year ended March 31, 2021.

(b) Conclusion on Unaudited Consolidated Financial Results for the quarter ended March 31, 2021

With respect to the Consolidated Financial Results for the quarter ended March 31, 2021, based on our review conducted and procedures performed as stated in paragraph (b) of Auditor's Responsibilities section below and based on the consideration of the audit reports of the other auditors referred to in Other Matters section below, nothing has come to our attention that causes us to believe that the Consolidated Financial Results for the quarter ended Month 31, 2021, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Deloitte Haskins & Sells LLP

Basis for Opinion on the Audited Consolidated Financial Results for the year ended March 31, 2021

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 paragraph (a) of Auditor's Responsibilities section below. We are independent of the Group, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated Financial Results for the year ended March 31, 2021 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 and the audit evidence obtained by the other auditors in terms of their reports referred to in Other Matters section below, is sufficient and appropriate to provide a basis for our audit opinion.

Management's Responsibilities for the Statement

This Statement, which includes the Consolidated Financial Results is the responsibility of the Parent's Board of Directors and has been approved by them for the issuance. The Consolidated Financial Results for the year ended March 31, 2021, has been compiled from the related audited consolidated financial statements. This responsibility includes the preparation and presentation of the Consolidated Financial Results for the quarter and year ended March 31, 2021 that give a true and fair view of the consolidated net profit and consolidated other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in 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 Listing Regulations.

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 respective 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 this Consolidated Financial Results by the Directors of the Parent, as aforesaid.

In preparing the Consolidated Financial Results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the respective 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 their respective entities 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 the Group.

Auditor's Responsibilities

(a) Audit of the Consolidated Financial Results for the year ended March 31, 2021

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results for the year ended March 31, 2021 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 this Consolidated Financial Results.

Deloitte Haskins & Sells LLP

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 Annual 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, but not for the purpose of expressing an opinion on the effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 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 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 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 Annual Consolidated Financial Results, including the disclosures, and whether the Annual Consolidated 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 to express an opinion on the Annual Consolidated Financial Results. For the other entity included in the Annual Consolidated Financial Results, which have been audited by the 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.

Materiality is the magnitude of misstatements in the Annual Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Consolidated Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Consolidated Financial Results.

We communicate with those charged with governance of the Parent 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.

Deloitte Haskins & Sells LLP

(b) Review of the Consolidated Financial Results for the quarter ended March 31, 2021

We conducted our review of the Consolidated Financial Results for the quarter ended March 31, 2021 in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SA specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

The Statement includes the results of the entities as listed under paragraph (a)(i) of Opinion and Conclusion section above.

Other Matters

- The Statement includes the results for the Quarter ended March 31, 2021 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report is not modified in respect of this matter.
- We did not audit the financial statements of one subsidiary included in the consolidated financial results, whose financial statements reflect total assets of Rs. 1,294.21 lakhs as at March 31, 2021 and total revenues of Rs Nil and Rs.Nil for the quarter and year ended March 31, 2021 respectively, total net profit/(loss) after tax of Rs. (106.58) lakhs and Rs.16.99 lakhs for the quarter and year ended March 31, 2021 respectively and total comprehensive income / (loss) of Rs. (106.58) lakhs and Rs. 16.99 lakhs for the quarter and year ended March 31, 2021 respectively and net cash out flows (net) of Rs.14.95 lakhs for the year ended March 31, 2021, as considered in the Statement. These financial statements have been audited/ reviewed, as applicable, by other auditors whose reports have been furnished to us by the Management and our opinion and conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiary is based solely on the reports of the other auditors and the procedures performed by us as stated under Auditor's Responsibilities section above. Our report on the Statement is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the other auditors.

For **Deloitte Haskins & Sells LLP**
Chartered Accountants
(Firm's Registration No. 11736W/W-100018)

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Ananthi Amarnath
(Partner)
(Membership No. 209252)
(UDIN: 21209252AAAAFZ4753)

Place: Chennai
Date: 28 May 2021