



AL/SECTT/BSE/

Date: 30.06.2021

To

Bombay Stock Exchange Limited

25th Floor, Phiroze Jee Jee Bhoy Towers

Dalal Street Mumbai - 400 001

**SUBJECT: OUTCOME OF BOARD MEETING DATED 30<sup>TH</sup> JUNE, 2021**

Dear Sir's

Pursuant to Regulation 30 and any other applicable provision of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015, we wish to inform you that the Board of Directors of the Company at its meeting held today, 30.06.2021, has inter alia, taken following decisions:

1. The Audited Standalone and Consolidated financial results for the quarter and year ended 31/03/2021 as recommended by Audit Committee at its meeting held on 30/06/2021 were considered and approved.

The meeting of the Board of Directors commenced at 09:00 p.m. and concluded at 12:30 a.m.

Thanking You

Yours faithfully

For Majestic Auto Limited

A handwritten signature in blue ink, appearing to read 'Mahesh Munjal', with a blue horizontal line underneath it.

Mahesh Munjal

Director

**MAJESTIC AUTO LIMITED**

**CIN L35911DL1973PLC353132**

Corporate Office: A-110, Ground Floor, Sector 4, Noida 201301 (U.P.)

Registered Office-10, Southern Avenue, First Floor, Maharani Bagh, New Delhi-110065

Tel.: 0120-4348907, Email: info@majesticauto.in, www.majesticauto.in

June 30, 2021

To,  
The Secretary,  
**BSE Limited**  
25<sup>th</sup> Floor,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai-400001

Scrip Code: 500267

**Sub: Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 – Declaration in respect of Audit Records with unmodified opinion for the financial year ended March 31, 2021**

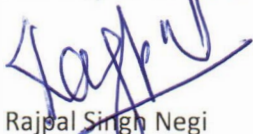
Dear Sir,

Pursuant to SEBI Circular no. CIR/CFD/CMD/56/2016 dated May 27, 2016, we hereby declare that the Statutory Auditors of the company, M/s. SAR & Associates, Chartered Accountants, have issued Audit Report with unmodified opinion on audited financial results of the Company (Standalone & Consolidated) for the quarter and year ended March 31, 2021.

Kindly take this declaration on your records.

Thanking You,

For: Majestic Auto Limited



Rajpal Singh Negi  
Chief Financial Officer

**MAJESTIC AUTO LIMITED**

**CIN L35911DL1973PLC353132**

Corporate Office: A-110, Ground Floor, Sector 4, Noida 201301(U.P.)

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**INDEPENDENT AUDITORS' REPORT**

To the Board of Directors of Majestic Auto Limited

Report on the audit of the Standalone Annual Financial Results

**Opinion**

We have audited the accompanying standalone annual financial results of Majestic Auto Limited (hereinafter referred to as the "Company") for the year ended 31 March 2021 ("standalone annual financial results"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (Listing Regulations).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone annual financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the year ended 31 March 2021.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone Annual 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 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 we have obtained is sufficient and appropriate to provide a basis for our opinion on the Standalone annual financial results.

**Management's and Board of Directors' Responsibilities for the Standalone Annual Financial Results**

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

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement

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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone annual 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 annual 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 is responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone 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 standalone 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 standalone 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 standalone 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 Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone annual financial results, including the disclosures, and whether the standalone annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence and where applicable, related safeguards.

#### Other Matters

The standalone annual financial results include the results for the quarter ended 31 March 2021 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 SAR & Associates**

Chartered Accountants

Firm Registration No. 184004

CA Anubhav Goyal

Partner

Membership No. 123328

UDIN – 21123328AAAABR7659

Place: Delhi

Date: 30 June 2021



**Majestic Auto Limited**  
**Regd. Office: 10, Southern Avenue, First Floor, Maharani Bagh, New Delhi-110065**  
**Statement of Financial Results for the quarter and year ended 31 March 2021**

(₹ in lakhs)

Particulars	Standalone				
	Quarter ended			Year ended	
	31 March 2021	31 December 2020	31 March 2020	31 March 2021	31 March 2020
	(Refer note 1)	Unaudited	(Refer note 1)	Unaudited	Unaudited
<b>1 Income</b>					
a) Revenue from operations	481.14	491.95	760.64	2,025.35	3,266.76
b) Other income	691.97	48.94	638.13	1,063.13	1,113.72
<b>Total income</b>	<b>1,173.11</b>	<b>540.89</b>	<b>1,398.77</b>	<b>3,088.48</b>	<b>4,380.48</b>
<b>2 Expenses</b>					
a) Cost of Product and services	291.80	281.34	416.52	1,229.36	1,790.83
b) Employee benefits expense	59.32	55.52	76.45	226.93	232.36
c) Finance costs	72.69	83.08	116.12	320.02	504.97
d) Depreciation and amortisation expense	51.57	51.63	53.40	207.69	212.30
e) Other expenses	42.68	33.94	47.00	145.72	273.67
<b>Total expenses</b>	<b>518.06</b>	<b>505.51</b>	<b>709.49</b>	<b>2,129.72</b>	<b>3,014.13</b>
<b>3 Profit/(loss) before exceptional items and tax ( 1 - 2 )</b>	<b>655.05</b>	<b>35.38</b>	<b>689.28</b>	<b>958.76</b>	<b>1,366.35</b>
<b>4 Exceptional Items</b>	-	-	-	-	-
<b>5 Profit before tax ( 3 + 4 )</b>	<b>655.05</b>	<b>35.38</b>	<b>689.28</b>	<b>958.76</b>	<b>1,366.35</b>
<b>6 Tax expense</b>					
a) Current tax	90.55	8.10	15.13	160.04	78.95
Less: MAT Credit Entitlement	(112.66)	(5.52)	(13.25)	(160.04)	(72.90)
b) Deferred tax	113.88	11.23	1,104.02	180.84	1,142.59
<b>Total tax expense/(credit)</b>	<b>91.77</b>	<b>13.81</b>	<b>1,105.90</b>	<b>180.84</b>	<b>1,148.64</b>
<b>7 Profit/ (loss) after tax ( 5 - 6 )</b>	<b>563.28</b>	<b>21.57</b>	<b>(416.62)</b>	<b>777.92</b>	<b>217.71</b>
<b>8 Other comprehensive income</b>					
(i) Items that will not be reclassified to profit or loss	(1,783.03)	(343.53)	(7,806.91)	12,156.77	(8,832.90)
(ii) Income tax relating to items that will not be reclassified to profit or loss	297.62	57.34	1,263.17	(2,029.21)	1,474.39
<b>Other comprehensive Income/(Loss)</b>	<b>(1,485.41)</b>	<b>(286.19)</b>	<b>(6,543.74)</b>	<b>10,127.56</b>	<b>(7,358.51)</b>
<b>9 Total comprehensive Income/(Loss) ( 7 + 8 )</b>	<b>(922.13)</b>	<b>(264.62)</b>	<b>(6,960.36)</b>	<b>10,905.48</b>	<b>(7,140.80)</b>
<b>10 Paid-up equity share capital (Face value of Rs 10 per equity share)</b>	<b>1,039.82</b>	<b>1,039.82</b>	<b>1,039.82</b>	<b>1,039.82</b>	<b>1,039.82</b>
<b>11 Other equity</b>				<b>40,669.55</b>	<b>29,685.42</b>
<b>12 Earnings per share</b>					
(a) Basic (in ₹)	5.42	0.21	(4.01)	7.48	2.09
(b) Diluted (in ₹)	5.42	0.21	(4.01)	7.48	2.09

**Notes to standalone financial results:**

- The above results have been reviewed by the Audit Committee at their meeting held on 30 June 2021 and thereafter approved by the Board of Directors at their meeting held on 30 June 2021 and have been reviewed by the Statutory Auditors. Figures for the quarters ended 31 March 2021 and 2020 represents the balancing figures between the audited figures for the full financial year and the published year to date reviewed figures upto the third quarter of the respective financial year.
- The National Company Law Tribunal, Mumbai Bench, has approved the terms of the Resolution Plan submitted by the Company, to acquire Sharan Hospitality Private Limited ("SHPL") pursuant to a Corporate Insolvency Resolution process implemented under the Insolvency and Bankruptcy Code 2016, and the terms of the Resolution Plan are now binding.  
  
Pursuant to the Resolution Plan, the Company will infuse an amount aggregating to a maximum of Rs. 8,184.11 Lakhs in a combination of equity share capital and debt.  
  
Upon implementation of the Resolution plan, the Company will hold 100% of the paid up share capital of SHPL.
- This statement has been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- Based on guiding principles given in Ind AS-108 on "Operating segments", the Company's business activity fall within a single operating segment namely real estate and management services. Accordingly, the disclosure requirements of Ind AS-108 are not applicable.
- The Company has assessed the possible effects that may result from pandemic relating to Covid-19 on the carrying amount of Receivables, Inventories, Investments, and other assets / Liabilities, contractual obligations and it's overall liquidity position. The Company, as on the date of approval of these financial results has used external and internal sources of information and application of reasonable estimates. As on the current data, the Company has concluded that the impact of Covid - 19 is not material based on these estimates. Due to the nature of pandemic, the Company will continue to monitor developments to identify significant uncertainties in future period, if any.

FOR AND ON BEHALF OF BOARD OF DIRECTORS



Mahesh Munjal  
Chairman and Managing Director

Place : Ludhiana  
Date : 30 June 2021

## 6 Standalone Statement of Assets and Liabilities as at 31 March 2021

Particulars	(₹ in lakhs)	
	As at	As at
	31 March 2021	31 March 2020
	Audited	Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	2,264.13	2,327.99
Right of use assets	89.69	105.06
Intangible assets	4.60	6.86
Investments property	4,761.44	4,878.05
Financial assets		
Investments	35,866.18	23,720.95
Loans	1,613.21	1,438.51
Other financial assets	77.63	89.98
Deferred tax assets (net)	747.73	2,719.42
Non-current tax assets (net)	47.29	142.06
Other non-current assets	3.28	4.24
<b>Total non-current assets</b>	<b>45,475.18</b>	<b>35,433.12</b>
<b>Current assets</b>		
Inventories	211.87	221.71
Financial assets		
Investments	0.11	-
Trade receivables	225.05	187.34
Cash and cash equivalents	332.25	18.13
Other bank balances	63.54	60.29
Loans	30.11	43.62
Other financial assets	68.67	285.16
Other current assets	26.35	48.65
<b>Total current assets</b>	<b>957.95</b>	<b>864.90</b>
<b>Total Assets</b>	<b>46,433.13</b>	<b>36,298.02</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	1,039.82	1,039.82
Other equity	40,669.55	29,685.42
<b>Total equity</b>	<b>41,709.37</b>	<b>30,725.24</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
Borrowings	3,429.98	3,565.76
Other financial liabilities	326.08	326.24
Other non-current liabilities	83.42	96.76
Provisions	16.96	25.08
<b>Total non-current liabilities</b>	<b>3,856.44</b>	<b>4,013.84</b>
<b>Current liabilities</b>		
Financial liabilities		
Borrowings	27.31	-
Trade payables		
- Outstanding dues of micro and small enterprises	-	1.23
- Outstanding dues of creditors other than micro and small enterprises	80.79	122.13
Other financial liabilities	543.49	1,293.17
Other current liabilities	211.69	141.42
Provisions	4.04	0.99
<b>Total current liabilities</b>	<b>867.32</b>	<b>1,558.94</b>
<b>Total equity and liabilities</b>	<b>46,433.13</b>	<b>36,298.02</b>

FOR AND ON BEHALF OF BOARD OF DIRECTORS

Mahesh Munjal  
Chairman and Managing DirectorPlace : Ludhiana  
Date : 30 June 2021

## 7 Standalone statement of Cash flow for the year ended 31 March 2021

(₹ in lakhs)

Particulars	Year ended on 31 March 2021	Year ended on 31 March 2020
	Audited	Audited
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit/(loss) before tax	958.76	1,366.35
Adjustments for:		
Depreciation on property, plant and equipment	207.69	212.30
Loss/(gain) on disposal of property, plant and equipment	(3.50)	6.63
Interest income	(174.64)	(171.14)
Dividend income	(874.95)	(893.37)
Allowance for doubtful debts/balances write back	1.45	-
Provision written back	(0.23)	-
Gain on investment classified as FVTPL	-	(11.13)
Finance costs	320.02	504.97
Liability written back	(0.73)	-
<b>Operating loss before working capital changes</b>	<b>433.87</b>	<b>1,014.61</b>
Movement in working capital		
Decrease/(increase) in inventories	9.84	(14.46)
Decrease/(increase) in other financial assets	232.32	(213.48)
Decrease/(increase) in trade receivables	(37.71)	121.50
Decrease other non-current assets	0.96	0.72
Decrease in other current assets	20.85	43.81
Decrease in other financial liabilities	(2.63)	206.93
Increase in other current liability	70.27	(126.66)
Increase in other non-current liability	(13.34)	96.76
(Decrease)/increase in provisions	4.00	3.69
(Decrease)/increase in trade and other payables	(41.84)	(211.42)
<b>Cash flow from operating activities post working capital changes</b>	<b>676.59</b>	<b>922.00</b>
Income tax paid (net)	(62.24)	(102.46)
<b>Net cash flow from operating activities (A)</b>	<b>614.35</b>	<b>819.54</b>
<b>B CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment and intangible assets	(12.46)	(16.53)
Purchase investments property	-	(113.62)
Proceeds from disposal of property, plant and equipment, capital work-in-progress and intangible assets (net of advance)	6.37	8.35
Proceeds from sale of investments	-	213.16
Purchases of short-term investments	(0.11)	(100.00)
Redemption in margin money	(3.25)	(3.06)
Cash loans and advances	(161.19)	540.96
Dividend received	874.95	893.37
Interest received	171.16	170.34
<b>Net cash flow from investing activities (B)</b>	<b>875.47</b>	<b>1,592.97</b>
<b>C CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from borrowings	-	-
Repayment of borrowings	(849.95)	(1,903.27)
Payment of lease liabilities	(20.41)	(20.16)
Interest paid	(305.34)	(477.39)
<b>Net cash used in financing activities (C)</b>	<b>(1,175.70)</b>	<b>(2,400.82)</b>
Increase in cash and cash equivalents (A+B+C)	314.12	11.69
Cash and cash equivalents at the beginning of the year	18.13	6.44
<b>Cash and cash equivalents at the end of the year</b>	<b>332.25</b>	<b>18.13</b>





## INDEPENDENT AUDITORS' REPORT

To the Board of Directors of Majestic Auto Limited

Report on the audit of the Consolidated Annual Financial Results

### Opinion

We have audited the accompanying consolidated annual financial results of Majestic Auto Limited (hereinafter referred to as the " Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), for the year ended 31 March 2021 ("consolidated annual financial results"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us the aforesaid consolidated annual financial results:

- a. include the annual financial results of the following entities

#### Subsidiaries

- Majestic IT Services Limited
  - Emirates Technologies Private Limited
- 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 principles laid down in the applicable Indian 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 year ended 31 March 2021.

### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Annual 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 is sufficient and appropriate to provide a basis for our opinion on the consolidated annual financial results.

## **Management's and Board of Directors' 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 companies 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 Directors of the Holding Company, as aforesaid.

In preparing the consolidated annual financial results, the Management and the respective Board of Directors of the companies 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 is responsible for overseeing the financial reporting process of each company.

## **Auditor's Responsibilities for the Audit of the Consolidated Annual Financial Results**

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 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 financial results/financial information of the entities within the Group to express an opinion on the consolidated annual financial results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated annual financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated 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/CMD 1/44/2019 issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

### Other Matters

The consolidated annual financial results include the results for the quarter ended 31 March 2021 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 SAR & Associates**

Chartered Accountants

Firm Registration No. 22400W



**CA Anubhav Goyal**

Partner

Membership No. 123328

UDIN – 21123328AAAABS6094

Place: Delhi

Date: 30 June 2021

**Majestic Auto Limited**  
**Regd. Office: 10, Southern Avenue, First Floor, Maharani Bagh, New Delhi-110065**  
**Statement of Consolidated Financial Results for the quarter and year ended on 31 March 2021**

(₹ in Lakhs)

Particulars	Consolidated				
	Quarter ended on			Year ended on	
	31 March 2021	31 December 2020	31 March 2020	31 March 2021	31 March 2020
	(Refer note 1)	Unaudited	(Refer note 1)	Audited	Audited
<b>1 Income</b>					
a) Revenue from operations	1,332.59	1,376.19	1,700.54	5,683.63	6,916.21
b) Other income	738.40	132.34	608.97	1,313.44	998.58
<b>Total income</b>	<b>2,070.99</b>	<b>1,508.53</b>	<b>2,309.51</b>	<b>6,997.07</b>	<b>7,914.79</b>
<b>2 Expenses</b>					
a) Cost of Product and services	141.80	131.34	266.52	629.36	1,190.83
b) Employee benefits expense	120.07	110.23	132.75	453.68	449.78
c) Finance costs	404.40	423.85	486.59	1,692.00	2,009.32
d) Depreciation and amortisation expense	224.22	212.88	233.03	895.35	924.69
e) Other expenses	119.71	177.57	292.22	601.88	976.84
<b>Total expenses</b>	<b>1,010.20</b>	<b>1,055.87</b>	<b>1,411.11</b>	<b>4,272.27</b>	<b>5,551.46</b>
<b>3 Profit/(loss) before exceptional items and tax ( 1 - 2 )</b>	<b>1,060.79</b>	<b>452.66</b>	<b>898.40</b>	<b>2,724.80</b>	<b>2,363.33</b>
<b>4 Exceptional Items</b>	-	-	-	-	-
<b>5 Profit before tax ( 3 + 4 )</b>	<b>1,060.79</b>	<b>452.66</b>	<b>898.40</b>	<b>2,724.80</b>	<b>2,363.33</b>
<b>6 Tax expense</b>					
a) Current tax (including minimum alternate tax earlier years)	167.81	83.53	(21.94)	482.30	234.33
Less: MAT credit entitlement	(69.68)	(22.22)	(48.30)	(160.54)	(107.95)
b) Deferred tax (credit)/ charge	145.80	48.58	4,320.22	300.83	4,327.10
c) Earlier years tax adjustments (net)	(78.65)	-	-	(78.65)	-
<b>Total tax expense/(credit)</b>	<b>165.28</b>	<b>109.89</b>	<b>4,249.98</b>	<b>543.94</b>	<b>4,453.48</b>
<b>7 Net profit after tax ( 5 - 6 )</b>	<b>895.51</b>	<b>342.77</b>	<b>(3,351.58)</b>	<b>2,180.86</b>	<b>(2,090.15)</b>
<b>8 Other comprehensive income</b>					
(i) Items that will not be reclassified to profit or loss	(1,771.81)	(343.53)	(7,809.09)	12,167.99	(8,835.08)
(ii) Income tax relating to items that will not be reclassified to profit or loss	294.50	57.34	1,263.17	(2,032.33)	1,474.39
<b>Other comprehensive income</b>	<b>(1,477.31)</b>	<b>(286.19)</b>	<b>(6,545.92)</b>	<b>10,135.66</b>	<b>(7,360.69)</b>
<b>9 Total comprehensive income ( 7 + 8 )</b>	<b>(581.80)</b>	<b>56.58</b>	<b>(9,897.50)</b>	<b>12,316.52</b>	<b>(9,450.84)</b>
<b>10 Net profit/(loss) attributable to :</b>					
Equity shareholders of the Company	850.71	299.94	(2,776.62)	1,992.72	(1,602.52)
Non-controlling interest	44.80	42.83	(574.96)	188.14	(487.63)
	<b>895.51</b>	<b>342.77</b>	<b>(3,351.58)</b>	<b>2,180.86</b>	<b>(2,090.15)</b>
<b>11 Other comprehensive income attributable to :</b>					
Equity shareholders of the Company	(1,477.31)	(286.19)	(6,545.92)	10,135.66	(7,360.69)
Non-controlling interest	-	-	-	-	-
	<b>(1,477.31)</b>	<b>(286.19)</b>	<b>(6,545.92)</b>	<b>10,135.66</b>	<b>(7,360.69)</b>
<b>12 Total comprehensive income attributable to :</b>					
Equity shareholders of the Company	(626.60)	13.75	(9,322.54)	12,128.38	(8,963.21)
Non-controlling interest	44.80	42.83	(574.96)	188.14	(487.63)
	<b>(581.80)</b>	<b>56.58</b>	<b>(9,897.50)</b>	<b>12,316.52</b>	<b>(9,450.84)</b>
<b>13 Paid-up equity share capital (Face value of ₹ 10 per equity share)</b>	<b>1,039.82</b>	<b>1,039.82</b>	<b>1,039.82</b>	<b>1,039.82</b>	<b>1,039.82</b>
<b>14 Other equity</b>				<b>41,046.99</b>	<b>28,918.61</b>
<b>15 Earnings per share</b>					
(a) Basic (in ₹)	8.61	3.30	(32.23)	20.97	(20.10)
(b) Diluted (in ₹)	8.61	3.30	(32.23)	20.97	(20.10)

**Notes to consolidated financial results:**

- 1 The above results have been reviewed by the Audit Committee at their meeting held on 30 June 2021 and thereafter approved by the Board of Directors at their meeting held on 30 June 2021 and have been reviewed by the Statutory Auditors. Figures for the quarters ended 31 March 2021 and 2020 represents the balancing figures between the audited figures for the full financial year and the published year to date reviewed figures upto the third quarter of the respective financial year.
  
- 2 The National Company Law Tribunal, Mumbai Bench, has approved the terms of the Resolution Plan submitted by the Group, to acquire Sharan Hospitality Private Limited ("SHPL") pursuant to a Corporate Insolvency Resolution process implemented under the Insolvency and Bankruptcy Code 2016, and the terms of the Resolution Plan are now binding.  
  
Pursuant to the Resolution Plan, the Company will infuse an amount aggregating to a maximum of Rs. 8,184.11 Lakhs in a combination of equity share capital and debt.  
  
Upon implementation of the Resolution plan, the Group will hold 100% of the paid up share capital of SHPL.
  
- 3 This statement has been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
  
- 4 Based on guiding principles given in Ind AS-108 on "Operating segments", the Group's business activity fall within a single operating segment namely real estate and management services. Accordingly, the disclosure requirements of Ind AS-108 are not applicable.
  
- 5 The Group has assessed the possible effects that may result from pandemic relating to Covid-19 on the carrying amount of Receivables, Inventories, Investments, and other assets / Liabilities, contractual obligations and it's overall liquidity position. The Group, as on the date of approval of these financial results has used external and internal sources of information and application of reasonable estimates. As on the current data, the Group has concluded that the impact of Covid – 19 is not material based on these estimates . Due the nature of pandemic, the Group will continue to monitor developments to identify significant uncertainties in future period, if any.

FOR AND ON BEHALF OF BOARD OF DIRECTORS



**Mahesh Munjal**  
Chairman and Managing Director

Place : Ludhiana  
Date : 30 June 2021

## 6 Consolidated Statement of Assets and Liabilities as at 31 March 2021

(₹ in Lakhs)

Particulars	As at	As at
	31 March 2021	31 March 2020
	Unaudited	Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	2,340.01	2,396.29
Right-of-use assets	121.37	168.41
Investment properties	27,770.75	28,440.91
Goodwill	4,087.37	4,087.37
Other intangible assets	133.13	205.49
Financial assets		
Investments	26,848.53	14,703.30
Loans	280.09	247.35
Other financial assets	829.55	429.81
Deferred tax assets (net)	747.73	2,732.26
Non-current tax assets (net)	414.08	716.59
Other non-current assets	3.28	5.57
<b>Total non-current assets</b>	<b>63,575.89</b>	<b>54,133.35</b>
<b>Current assets</b>		
Inventories	211.87	221.71
Financial assets		
Investments	331.80	184.79
Loans	30.11	43.62
Trade receivables	283.29	284.35
Cash and cash equivalents	1,647.38	26.67
Other bank balances	63.54	60.29
Other financial assets	501.77	913.89
Other current assets	81.23	151.37
<b>Total current assets</b>	<b>3,150.99</b>	<b>1,886.69</b>
<b>Total Assets</b>	<b>66,726.88</b>	<b>56,020.04</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	1,039.82	1,039.82
Other equity	41,046.99	28,918.61
Equity attributable to the owners of the parent	<b>42,086.81</b>	<b>29,958.43</b>
Non-controlling interest	875.75	687.61
<b>Total equity</b>	<b>42,962.56</b>	<b>30,646.04</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
Borrowings	16,153.95	17,328.50
Other financial liabilities	1,147.34	1,120.92
Deferred tax liabilities (net)	3,162.17	3,021.84
Provisions	31.16	47.87
Other non-current liabilities	354.87	449.43
<b>Total non-current liabilities</b>	<b>20,849.49</b>	<b>21,968.56</b>
<b>Current liabilities</b>		
Financial liabilities		
Borrowings	54.11	27.40
Trade payables		
- Outstanding dues of micro and small enterprises	-	1.23
- Outstanding dues of creditors other than micro and small enterprises	85.68	145.67
Other financial liabilities	2,337.57	2,895.91
Other current liabilities	396.13	322.34
Provisions	41.34	12.89
<b>Total current liabilities</b>	<b>2,914.83</b>	<b>3,405.44</b>
<b>Total of equity and liabilities</b>	<b>66,726.88</b>	<b>56,020.04</b>

FOR AND ON BEHALF OF BOARD OF DIRECTORS


Mahesh Munjal  
Chairman and Managing DirectorPlace : Ludhiana  
Date : 30 June 2021

**7 Consolidated statement of cash flow for the year ended 31 March 2021**

(₹ in lakhs)

Particulars	Year ended on	Year ended on
	31 March 2021	31 March 2020
	Audited	Audited
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit/(loss) before tax	2,724.80	2,363.33
<b>Adjustments for:</b>		
Depreciation on property, plant and equipment	895.35	924.69
Loss/(gain) on disposal of fixed assets (net)	(3.50)	6.63
(Gain)/Loss on investment classified as FVTPL	(182.59)	74.37
Interest income	(191.58)	(28.99)
Dividend income	(874.95)	(893.37)
Dividend on investment classified as FVTPL	(0.18)	(0.76)
Balances written off	15.49	-
Liability write back	(5.17)	(3.87)
Provision write back	(0.23)	
Finance costs	1,692.00	2,009.32
<b>Operating profit before working capital changes</b>	<b>4,069.44</b>	<b>4,451.35</b>
<b>Movement in working capital</b>		
Decrease/(Increase) in inventories	9.84	(14.46)
Decrease/(Increase) in other financial assets	255.81	(148.87)
Decrease/(Increase) in trade receivables	1.06	68.75
Decrease/(Increase) other non-current assets	2.29	2.31
Decrease/(Increase) in other current assets	53.07	5.72
Increase/(Decrease) in other financial liabilities	(85.96)	197.78
Increase/(Decrease) in other non-current liability	(94.56)	84.64
Increase/(Decrease) in other current liability	73.79	(111.26)
Increase/(Decrease) in provisions	6.65	8.70
Increase/(Decrease) in trade and other payables	(56.04)	(103.95)
<b>Cash flow from operating activities post working capital changes</b>	<b>4,235.39</b>	<b>4,440.71</b>
Income tax paid (net)	(120.82)	(428.86)
<b>Net cash flow from operating activities (A)</b>	<b>4,114.57</b>	<b>4,011.85</b>
<b>B CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment and intangible assets	(38.83)	(29.75)
Payments for investment properties	(13.55)	(167.89)
Purchases of investments	(0.11)	(650.00)
Proceeds from disposal of property, plant and equipment, capital work-in-progress and intangible assets (net of advance)	6.37	8.35
Proceeds from sale of investments	67.70	813.42
Fixed bank deposits having original maturity more than 3 months	(215.00)	(780.00)
Redemption in margin money	(3.25)	(3.06)
Cash loans and advances	32.59	(86.12)
Dividend received	874.95	893.37
Interest received	88.42	32.34
<b>Net cash flow from investing activities (B)</b>	<b>799.29</b>	<b>30.66</b>
<b>C CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from borrowings	23.15	13.05
Repayment of borrowings	(1,695.11)	(2,430.70)
Repayment of finance lease	(28.86)	(28.85)
Payment of lease liabilities	(57.66)	(57.41)
Interest paid	(1,534.67)	(1,841.30)
<b>Net cash used in financing activities (C)</b>	<b>(3,293.15)</b>	<b>(4,345.21)</b>
Decrease in cash and cash equivalents (A+B+C)	1,620.71	(302.69)
Cash and cash equivalents at the beginning of the year	26.67	329.36
<b>Cash and cash equivalents at the end of the year</b>	<b>1,647.38</b>	<b>26.67</b>