

IPR/SECL/EXCH/23-24

26/May/2023

The Deputy General Manager – Listing  
Department of Corporate Services  
BSE Limited, P.J. Towers Dalal Street,  
Mumbai-400001  
Stock Code: 523638

Dear Sir,

Sub.: Outcome of Board Meeting - Compliance with the **Regulation 33 & 30** of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the Quarter and Financial year ended March 31, 2023

Pursuant to Regulation 33 & 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith:

1. Standalone & Consolidated Audited Financial Results for the quarter and year ended on March 31, 2023 which have been approved at the Meeting of the Board of Directors held today
2. Our Statutory Auditors, M/s. M.S. Krishnaswami & Rajan, Chartered Accountants has issued unmodified opinion on the "Audit Report for the Quarter and Year ended 31<sup>st</sup> March 2023"
3. Declaration for unmodified opinion in terms of Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for both Standalone and Consolidated Audited Financial Results for the Quarter and Year ended on 31<sup>st</sup> March, 2023 is enclosed herewith as an **Annexure-A**.

Further, the Board of Directors have recommended a Dividend of 10% [Rs. 1.00/- per share] for the financial year ended March 31, 2023

The Company has made arrangements for release of the audited Results in the newspapers as per the requirement of the SEBI (LODR) Regulations, 2015.

The above information is also available on the website of the Company: [www.iprings.com](http://www.iprings.com).

Please take note that the Meeting commenced at 2.00 P.M. and concluded at 7.40 P.M.

Kindly acknowledge the receipt and take the same on your record.

Thanking you,  
Yours faithfully,

For IP Rings Limited

A.Venkataramani  
Managing Director  
DIN :00277816

Annexure - A

IPR/SECL/EXCH/23-24

26/May/2023

The Deputy General Manager – Listing  
Department of Corporate Services  
BSE Limited, P.J. Towers Dalal Street,  
Mumbai-400001  
Stock Code: 523638

Dear Sir,

**Sub: Declaration pursuant to Regulation 33 (3)(d) of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015**

In compliance of the provisions of Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, we, IP Rings Limited having its registered office at D 11/12, Industrial Estate, Maraimalai Nagar, Chennai-603209 do hereby declare and confirm that M/s. M.S. Krishnaswami & Rajan, Chartered Accountants, Chennai (Firm Registration No. 01554S), Statutory Auditors of the Company, have issued Audit Reports with Unmodified Opinion on the Annual Audited Financial Results (both Standalone as well as Consolidated) of the Company for the financial year ended on 31st March, 2023.

This is for your kind information and records.

For IP Rings Limited

A. Venkataramani  
Managing Director  
DIN :00277816

26<sup>th</sup> May 2023  
Chennai

**INDEPENDENT AUDITOR'S REPORT ON AUDITED STANDALONE FINANCIAL RESULTS OF IP RINGS LIMITED**

**(Pursuant to the regulation 33 of SEBI (Listing obligations and Disclosure Requirements) Regulations 2015, as amended ("Listing Regulations"))**

**TO THE BOARD OF DIRECTORS OF IP RINGS LIMITED**

**Opinion:**

1. We have audited the accompanying statement of the standalone annual financial results of **IP RINGS LIMITED** ("the Company") for the year ended March 31, 2023 and the standalone statement of assets and liabilities and standalone statement of cash flows as at and for the year ended on that date together with the notes thereon (together referred to as 'Financial Results'), 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").
2. In our opinion and to the best of our information and according to the explanations given to us, the standalone financial results:
  - are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
  - gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under Section 133 of Companies Act, 2013 (The 'Act') and other accounting principles generally accepted in India of the profit, total comprehensive income and other financial information of the Company for the year ended March 31, 2023 and the standalone statement of assets and liabilities and standalone statement of cash flows as at and for the year ended on that date.

**Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the 'Auditors' Responsibilities for the Audit of the Standalone Financial Results' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial 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.





## **Board of Directors Responsibility for the Standalone Financial Results**

4. These Standalone Financial Results of the company have been prepared on the basis of the Standalone Annual Ind AS financial statements. The Company's Board of Directors 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 and other financial information in accordance with the recognition and measurement principles laid down in 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which has been used for the purpose of presentation of the standalone financial results by the Directors of the Company, as aforesaid.
5. 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.
6. The Board of Directors are also responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibility**

7. Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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.
8. 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 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 (Refer para- 11 below).

- 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 standalone 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 represent the underlying transactions and events in a manner that achieves fair presentation.
9. We communicate with those charged with governance of the company 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

10. The standalone financial results include the results for the quarters ended March 31, 2023 and March 31, 2022 being the balancing figure between the audited figures in respect of the full financial year(s) and the published year to date unaudited figures up to the third quarter of the respective financial years which were subject to limited review by us, as required under the Listing Regulations and not subjected to audit. Our opinion on the Statement is not modified in respect of this matter.
11. The Statement dealt with by this report has been prepared for the express purpose of filing with the BSE Limited. This Statement is based on and should be read with the audited standalone financial statements of the Company for the year ended March 31, 2023 on which we have issued an unmodified opinion vide our report dated May 26, 2023.

For M.S. Krishnaswami & Rajan  
Chartered Accountants  
Registration No. 01554S

  
M.S. Murali  
Partner

Membership No. 26453  
UDIN: 23026453BGWYRO7817  
May 26, 2023  
Chennai



IP RINGS LIMITED						
Regd Office: D-11/12, Industrial Estate, Maraimalai Nagar - 603 209						
CIN : L28920TN1991PLC020232 - Telephone No: 044- 274 52816 - Regd Mail Id: iprmmn@iprings.com						
STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023						
(Rs. in Lakhs, except per equity share data )						
Sno	Particulars	Quarter Ended			Year Ended	
		31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
		Refer Note 5	Unaudited	Refer Note 5	Audited	
1	<b>Income</b>					
	Revenue from Operations	7,631.50	8,253.63	7,183.88	32,329.56	27,271.49
	Other Income	24.73	128.38	141.17	334.23	229.35
	<b>Total Income</b>	<b>7,656.23</b>	<b>8,382.01</b>	<b>7,325.05</b>	<b>32,663.79</b>	<b>27,500.84</b>
2	<b>Expenses</b>					
	a. Cost of Materials Consumed	2,560.88	2,932.76	2,488.48	11,820.43	9,262.68
	b. Changes in inventories of finished goods and work in progress	43.55	167.40	(459.30)	(571.05)	(1,075.23)
	c. Employee Benefits Expense	702.56	728.28	712.25	3,004.13	2,876.43
	d. Finance Cost	308.00	280.63	245.97	1,086.98	1,002.29
	e. Depreciation and Amortisation Expense	422.87	400.08	370.84	1,594.79	1,434.18
	f. Subcontracting Expenses	1,515.10	1,770.80	1,393.81	6,662.48	4,899.28
	g. Stores Consumed	966.86	827.41	1,146.29	3,826.61	3,958.84
	h. Other expenses	1,332.17	1,258.65	1,005.28	5,000.80	4,037.34
	<b>Total expenses</b>	<b>7,851.99</b>	<b>8,366.01</b>	<b>6,903.62</b>	<b>32,425.17</b>	<b>26,395.81</b>
3	<b>Profit/ (Loss) from ordinary activities before Exceptional items and tax (1-2)</b>	(195.76)	16.00	421.43	238.62	1,105.03
4	Exceptional Items	-	-	-	-	-
5	<b>Profit/ (Loss) from ordinary activities before tax (3-4)</b>	<b>(195.76)</b>	<b>16.00</b>	<b>421.43</b>	<b>238.62</b>	<b>1,105.03</b>
6	<b>Tax Expense</b>					
	a) Current tax - Current Year	(35.16)	2.26	81.25	44.65	186.73
	- Previous Year	(3.94)	-	12.66	3.80	15.20
	b) Mat Credit Entitlement	39.10	(2.26)	(84.18)	(48.45)	(189.66)
	c) Deferred tax	(56.24)	9.53	67.81	65.02	271.28
	<b>Total Tax expense (a+b+c)</b>	<b>(56.24)</b>	<b>9.53</b>	<b>77.54</b>	<b>65.02</b>	<b>283.55</b>
7	<b>Profit/ (Loss) for the period/year (5-6)</b>	<b>(139.52)</b>	<b>6.47</b>	<b>343.89</b>	<b>173.60</b>	<b>821.48</b>
8	<b>Other comprehensive income</b>					
	A (i) Items that will not be reclassified to profit or loss	(42.48)	(15.84)	77.53	(9.72)	20.40
	(ii) Income tax relating to items that will not be reclassified to profit or loss	11.75	4.59	(21.59)	2.85	(5.65)
	B (i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
9	<b>Total comprehensive income for the period (7+8)</b>	<b>(170.25)</b>	<b>(4.78)</b>	<b>399.83</b>	<b>166.73</b>	<b>836.23</b>
10	Paid-up Equity Share Capital (Face value of Rs 10/- Per Share)	1,267.59	1,267.59	1,267.59	1,267.59	1,267.59
11	Other Equity as per balance sheet				9,831.01	9,917.80
12	Earnings Per Share (EPS) of Rs 10/- each					
	a) Basic	(1.10)	0.05	2.71	1.37	6.48
	b) Diluted	(1.10)	0.05	2.71	1.37	6.48

**Notes on audited standalone financial results:**

- The above Standalone financial results were reviewed by the Audit Committee and then approved by the Board of Directors at their Meeting held on May 26, 2023. The information for the year ended March 31, 2023 and March 31, 2022 presented above is extracted from the audited standalone financial statements for the year ended March 31, 2023. These financial statements are prepared in accordance with the Indian Accounting Standards (IND AS) as prescribed under section 133 of the Companies Act, 2013.
- The Board of Directors of the Company, being the Chief Operating Decision Maker ('CODM'), based on the internal business reporting system, identified that the Company has only one segment viz. manufacture and sale of Auto Component – Piston Rings, Differential Gears, Pole Wheel and other transmission Components. Accordingly there are no other reportable segments in terms of Ind AS 108 'Operating Segments'.
- The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial results in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.
- The Board of Directors have recommended a payment of dividend of Rs.1/- per equity share (on equity share of face value of Rs.10 each) for the year ended March 31, 2023. The payment is subject to the approval of the shareholder at the ensuing Annual General Meeting.
- The figures for the quarter ended March 31, 2023 and March 31, 2022 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the quarter ended December 31, 2022 and December 31, 2021 respectively, which were subject to limited review by the statutory auditors.

## 6. Standalone Statement of Assets and Liabilities as at March 31, 2023

Rs. In lakhs

Particulars	As at March 31, 2023 (Audited)	As at March 31, 2022 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, Plant and Equipment	14,534.89	14,599.83
Capital work-in-progress	209.56	454.47
Right-of-use assets	591.69	495.02
Intangible assets	244.25	317.01
Financial assets		
- Investments	101.77	51.76
-Other financial assets	101.50	197.56
Income tax assets (net)	204.40	121.67
Other non-current assets	199.28	237.08
<b>Current assets</b>		
Inventories	5,972.34	5,285.29
Financial assets		
(i) Trade receivables	7,565.03	6,728.25
(ii) Cash and cash equivalents	551.64	339.84
(iii) Bank balances other than (ii) above	45.70	8.13
(iv) Other financial assets	375.41	143.80
Current Tax Assets	214.75	214.75
Other current assets	688.80	876.34
<b>TOTAL ASSETS</b>	<b>31,601.01</b>	<b>30,070.80</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Equity Share capital	1,267.59	1,267.59
Other equity	9,831.01	9,917.80
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
(i) Borrowings	4,131.42	5,046.83
(ii) Lease liabilities	406.46	452.79
(iii) Other financial liabilities	-	7.62
Provisions	137.77	122.67
Deferred tax liabilities (Net)	264.61	250.89
<b>Current liabilities</b>		
Financial liabilities		
(i) Borrowings	5,460.96	5,758.34
(ii) Lease liabilities	139.29	81.66
(ii) Trade payables		
a) Total outstanding dues of Micro and Small Enterprises	1,018.50	296.42
b) Total outstanding dues other than Micro and Small Enterprises	8,180.93	6,020.93
(iv) Other financial liabilities	625.09	607.04
Other current liabilities	110.52	215.83
Provisions	26.86	24.39
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>31,601.01</b>	<b>30,070.80</b>

The disclosure is an extract of the audited Balance Sheet as at March 31, 2023 prepared in compliance with Indian Accounting Standards (IND AS)

7. Deferred tax reflected in the statement of assets and liabilities includes eligible MAT credit entitlement thereof

## 8. Standalone Statement of Cash Flow for the year ended March 31, 2023

Rs. In lakhs

Particulars	For the year ended March 31, 2023 (Audited)	For the year ended March 31, 2022 (Audited)
<b>Cash Flows from Operating Activities</b>		
Profit/ (Loss) before tax	238.62	1105.03
Adjustments for :		
Provision for Doubtful debts made - Net	39.09	(14.95)
Bad debts written off	0.14	4.12
Provision for Inventory	-	8.28
Unrealised exchange fluctuation	44.40	81.92
Depreciation	1,594.79	1,434.18
Interest Expense	1,086.98	1,002.29
Interest Income	(148.99)	(60.05)
Loss/(Profit) on sale of fixed assets	7.99	(0.25)
<b>Operating profit/(Loss) before working capital changes</b>	<b>2,863.02</b>	<b>3,560.57</b>
Adjustments for changes in :		
(Increase)/ Decrease in Trade receivables	(907.76)	(1,121.23)
(Increase)/ Decrease in Inventories	(687.05)	(572.90)
(Increase) /Decrease in Other Financial Assets	(78.55)	(15.35)
(Increase)/Decrease in Other Current Assets	187.54	(278.68)
Increase / (Decrease) in Non Current provisions	15.10	21.79
Increase / (Decrease) in Trade Payables	2,887.31	990.77
Increase / (Decrease) in Other Financial Liabilities	168.50	(206.90)
Increase / (Decrease) in Other Current Liabilities	(105.31)	66.92
Increase / (Decrease) in Current Provisions	2.47	(14.86)
<b>Cash flow from operations</b>	<b>4,345.27</b>	<b>2,430.13</b>
Income Tax paid	(131.18)	(153.20)
<b>Net Cash Flow from Operating Activities</b>	<b>4,214.09</b>	<b>2,276.93</b>
	[A]	
<b>Cash Flows from Investing Activities</b>		
Payments for acquisition of assets - Net	(1,228.86)	(2,638.82)
Receipts from disposal of fixed Assets	25.42	0.50
(Increase) / Decrease in Other Non Current Assets - Capital advances	37.80	202.81
Increase / (Decrease) in Capital Creditors	(205.89)	(227.07)
Interest received	148.99	60.05
Investment in joint venture	(49.50)	(50.50)
<b>Net Cash Flow (used in) Investing Activities</b>	<b>(1,272.04)</b>	<b>(2,653.03)</b>
	[B]	
<b>Cash Flows from Financing Activities</b>		
Proceeds from Long term borrowings	1,745.15	3,315.40
Repayment of long term borrowings	(2,368.96)	(1,442.91)
Proceeds from short term borrowings	1,935.62	2,088.98
Repayment of short term borrowings	(2,542.46)	(2,475.48)
Interest paid	(1,041.91)	(955.98)
Investment in fixed deposit	(57.00)	(155.00)
Payment of dividend	(253.52)	(190.14)
Payment of lease liability	(147.17)	(127.14)
<b>Net Cash Flow from Financing Activities</b>	<b>(2,730.25)</b>	<b>57.73</b>
	[C]	
<b>NET CASH INFLOW</b>	<b>211.80</b>	<b>(318.37)</b>
	[A+B+C]	
Opening Cash and Cash Equivalents	339.84	658.21
Closing Cash and Cash Equivalents	551.64	339.84
	(D)	
	(E)	
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>211.80</b>	<b>(318.37)</b>
	[E-D]	

9. The previous year figures have been regrouped/reclassified wherever necessary to conform to current year classification

Place : Chennai  
Date : May 26, 2023A.Venkataramani  
Managing Director



**INDEPENDENT AUDITOR'S REPORT ON AUDITED CONSOLIDATED FINANCIAL RESULTS OF IP RINGS LIMITED**

**TO THE BOARD OF DIRECTORS OF IP RINGS LIMITED**

**Report on the Audit of Consolidated Financial Results**

**Opinion:**

1. We have audited the consolidated annual financial results of **IP RINGS LIMITED** (hereinafter referred to as the "Parent Company") and its joint venture (refer paragraph 2 below) for the year ended March 31, 2023 and the consolidated statement of assets and liabilities and the consolidated statement of cash flows as at and for the year ended on that date (together referred to as the 'Consolidated Financial Results'), attached herewith, being submitted by the Parent Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations") which has been initialled by us for identification purposes.
2. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate audited financial statements/ financial information of the joint venture, the aforesaid consolidated financial results:
  - include the annual financial results of the following entities:
    - a. IPRings Limited, Parent Company
    - b. IPR Eminox Technologies Private Limited, Joint Venture
  - are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
  - give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under Section 133 of Companies Act, 2013 (the 'Act') and other accounting principles generally accepted in India of the consolidated net profit and consolidated total comprehensive income and other financial information of the Parent and its Joint Venture for the year ended March 31, 2023 and the consolidated Statement of assets and liabilities and consolidated Statement of cash flows as at and for the year ended on that date.

**Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the 'Auditors' Responsibilities for the Audit of the Consolidated Financial Results' section of our report. We are independent of the Parent and its joint venture 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 other auditors in terms of their report referred to in 'Other Matter' paragraph below, is sufficient and appropriate to provide a basis for our opinion.

#### **Board of Directors Responsibility for the Consolidated Financial Results**

4. These consolidated financial results of the company have been prepared on the basis of the consolidated annual financial statements. The Parent Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Parent and its joint venture and the consolidated statement of assets and liabilities and the consolidated statement of cash flows in accordance with the recognition and measurement principles laid down in 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 Parent and its joint venture are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Parent and its joint venture and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which has been used for the purpose of presentation of the consolidated financial results by the Directors of the Parent company, as aforesaid.
5. In preparing the consolidated financial results, the respective Board of Directors of the Companies of the Parent and its joint venture are responsible for assessing the 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 respective Board of Directors either intends to liquidate the respective entities or to cease operations, or has no realistic alternative but to do so.
6. The respective Board of Directors of the Companies are also responsible for overseeing the financial reporting process of the Parent and of its joint venture.

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

7. Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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 financial results.
8. 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 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.

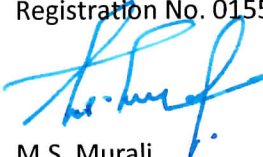
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls (Refer para- 14 below)
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
  - Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its joint venture 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 Parent and its joint venture to cease to continue as a going concern.
  - Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation
  - Obtain sufficient appropriate audit evidence regarding the financial statements/financial information of the Parent and its joint venture to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.
9. We communicate with those charged with governance of the Parent company and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
10. We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.



## Other Matters

11. The consolidated financial results include the Group's share of loss after tax (net) of Rs.6.82 lakhs for the ended March 31, 2023, as considered in the consolidated financial results, in respect of one joint venture, whose financial statements/ financial information have not been audited by us. These financial statements/financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of the joint venture, is based solely on the report of the other auditor and the procedures performed by us as stated in paragraph 10 above.
12. Our opinion on the consolidated financial results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditor and the financial information certified by the Board of Directors
13. The Consolidated financial results includes the results for the quarters ended March 31, 2023 and March 31, 2022 being the balancing figure between audited figures in respect of the full financial year(s) and the published year to date figures up to the third quarter of the respective financial years which were subject to limited review by us, as required under the Listing Regulations and not subjected to audit. Our opinion on the Statement is not modified in respect of this matter.
14. The Consolidated annual financial results dealt with by this report has been prepared for the express purpose of filing with the BSE Limited. These results are based on and should be read with the audited consolidated financial statements of the Parent and its joint venture for the year ended March 31, 2023 on which we have issued an unmodified audit opinion vide our report dated May 26, 2023.

For M.S. Krishnaswami & Rajan  
Chartered Accountants  
Registration No. 01554S

  
M.S. Murali  
Partner  
Membership No. 26453  
UDIN: 23026453BGWYRP8751



May 26, 2023  
Chennai

IP RINGS LIMITED						
Regd Office: D-11/12, Industrial Estate, Maraimalai Nagar - 603 209						
CIN : L28920TN1991PLC020232 - Telephone No: 044- 274 52816 - Regd Mail Id: iprmmn@iprings.com						
STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023						
(Rs. in Lakhs, except per equity share data )						
Sno	Particulars	Quarter Ended			Year Ended	
		31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
		Refer Note 6	Unaudited	Refer Note 6	Audited	
1	<b>Income</b>					
	Revenue from Operations	7,631.50	8,253.63	7,183.88	32,329.56	27,271.49
	Other Income	24.73	128.38	141.17	334.23	229.35
	<b>Total Income</b>	<b>7,656.23</b>	<b>8,382.01</b>	<b>7,325.05</b>	<b>32,663.79</b>	<b>27,500.84</b>
2	<b>Expenses</b>					
	a. Cost of Materials Consumed	2,560.88	2,932.76	2,488.48	11,820.43	9,262.68
	b. Changes in inventories of finished goods and work in progress	43.55	167.40	(459.30)	(571.05)	(1,075.23)
	c. Employee Benefits Expense	702.56	728.28	712.25	3,004.13	2,876.43
	d. Finance Cost	308.00	280.63	245.97	1,086.98	1,002.29
	e. Depreciation and Amortisation Expense	422.87	400.08	370.84	1,594.79	1,434.18
	f. Subcontracting Expenses	1,515.10	1,770.80	1,393.81	6,662.48	4,899.28
	g. Stores Consumed	966.86	827.41	1,146.29	3,826.61	3,958.84
	h. Other expenses	1,332.17	1,258.65	1,005.28	5,000.80	4,037.34
	<b>Total expenses</b>	<b>7,851.99</b>	<b>8,366.01</b>	<b>6,903.62</b>	<b>32,425.17</b>	<b>26,395.81</b>
	<b>Profit/ (Loss) from ordinary activities before Share of Profit/(Loss) of Joint Venture, Exceptional items and tax (1-2)</b>					
3		(195.76)	16.00	421.43	238.62	1,105.03
4	Exceptional Items	-	-	-	-	-
5	Share of Profit/(Loss) from Joint Venture	6.96	(4.09)	7.68	(6.82)	(1.87)
6	<b>Profit/ (Loss) from ordinary activities before tax (3+5)</b>	<b>(188.80)</b>	<b>11.91</b>	<b>429.11</b>	<b>231.80</b>	<b>1,103.16</b>
7	Tax Expense					
	a) Current tax - Current Year	(35.16)	2.26	81.25	44.65	186.73
	- Previous Year	(3.94)	-	12.66	3.80	15.20
	b) Mat Credit Entitlement	39.10	(2.26)	(84.18)	(48.45)	(189.66)
	c) Deferred tax	(56.24)	9.53	67.81	65.02	271.28
	<b>Total Tax expense (a+b+c)</b>	<b>(56.24)</b>	<b>9.53</b>	<b>77.54</b>	<b>65.02</b>	<b>283.55</b>
8	Profit/ (Loss) for the period/year (6-7)	(132.56)	2.38	351.57	166.78	819.61
9	Other comprehensive income					
	A (i) Items that will not be reclassified to profit or loss	(42.48)	(15.84)	77.53	(9.72)	20.40
	(ii) Income tax relating to items that will not be reclassified to profit or loss	11.75	4.59	(21.59)	2.85	(5.65)
	B (i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
10	<b>Total comprehensive income for the period (8+9)</b>	<b>(163.29)</b>	<b>(8.87)</b>	<b>407.51</b>	<b>159.91</b>	<b>834.36</b>
11	Paid-up Equity Share Capital (Face value of Rs 10/- Per Share)	1,267.59	1,267.59	1,267.59	1,267.59	1,267.59
12	Other Equity as per balance sheet				9,822.32	9,915.93
13	Earnings Per Share (EPS) of Rs 10/- each					
	a) Basic	(1.05)	0.02	2.77	1.32	6.47
	b) Diluted	(1.05)	0.02	2.77	1.32	6.47

**Notes:**

- The above Consolidated Financial results were reviewed by the Audit Committee and then approved by the Board of Directors at their Meeting held on May 26, 2023. The information for the year ended March 31, 2023 and March 31, 2022 presented above is extracted from the audited financial statements for the year ended March 31, 2023. These financial statements are prepared in accordance with the Indian Accounting Standards (IND AS) as prescribed under section 133 of the Companies Act, 2013.
- The Group's main business is manufacture and sale of Auto component. There is no other reportable segment.
- The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Group will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial results in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.
- These consolidated financial results include the results of IP Rings Limited ("the Company or "Parent") and the company's joint venture IPR Eminox Technologies Private Limited
- The Board of Directors have recommended a payment of dividend of Rs.1/- per equity share (on equity share of face value of Rs.10 each) for the year ended March 31, 2023. The payment is subject to the approval of the shareholder at the ensuing Annual General Meeting.
- The figures for the quarter ended March 31, 2023 and March 31, 2022 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the quarter ended December 31, 2022 and December 31, 2021 respectively, which were subject to limited review by the statutory auditors.



## 7. Consolidated Statement of Assets and Liabilities as at March 31, 2023

Rs. In lakhs

Particulars	As at March 31, 2023 (Audited)	As at March 31, 2022 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, Plant and Equipment	14,534.89	14,599.83
Capital work-in-progress	209.56	454.47
Right-of-use assets	591.69	495.02
Intangible assets	244.25	317.01
Financial assets		
- Investments	93.08	49.89
-Other financial assets	101.50	197.56
Income tax assets (net)	204.40	121.67
Other non-current assets	199.28	237.08
<b>Current assets</b>		
Inventories	5,972.34	5,285.29
Financial assets		
(i) Trade receivables	7,565.03	6,728.25
(ii) Cash and cash equivalents	551.64	339.84
(iii) Bank balances other than (ii) above	45.70	8.13
(iv) Other financial assets	375.41	143.80
Current Tax Assets	214.75	214.75
Other current assets	688.80	876.34
<b>TOTAL ASSETS</b>	<b>31,592.32</b>	<b>30,068.93</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Equity Share capital	1,267.59	1,267.59
Other equity	9,822.32	9,915.93
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
(i) Borrowings	4,131.42	5,046.83
(ii) Lease liabilities	406.46	452.79
(iii) Other financial liabilities	-	7.62
Provisions	137.77	122.67
Deferred tax liabilities (Net)	264.61	250.89
<b>Current liabilities</b>		
Financial liabilities		
(i) Borrowings	5,460.96	5,758.34
(ii) Lease liabilities	139.29	81.66
(ii) Trade payables		
a) Total outstanding dues of Micro and Small Enterprises	1,018.50	296.42
b) Total outstanding dues other than Micro and Small Enterprises	8,180.93	6,020.93
(iv) Other financial liabilities	625.09	607.04
Other current liabilities	110.52	215.83
Provisions	26.86	24.39
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>31,592.32</b>	<b>30,068.93</b>

The disclosure is an extract of the audited Balance Sheet as at March 31, 2023 prepared in compliance with Indian Accounting Standards (IND AS)

8. Deferred tax reflected in the statement of assets and liabilities includes eligible MAT credit entitlement thereof

## 9.Consolidated Statement of Cash Flow for the year ended March 31, 2023

Rs. In lakhs

Particulars	For the year ended March 31, 2023 (Audited)	For the year ended March 31, 2022 (Audited)
<b>Cash Flows from Operating Activities</b>		
Profit/ (Loss) before tax	231.80	1103.16
Adjustments for :		
Provision for Doubtful debts made - Net	39.09	(14.95)
Share of loss joint ventures	6.82	1.87
Bad debts written off	0.14	4.12
Provision for Inventory	-	8.28
Unrealised exchange fluctuation	44.40	81.92
Depreciation	1,594.79	1,434.18
Interest Expense	1,086.98	1,002.29
Interest Income	(148.99)	(60.05)
Loss/(Profit) on sale of fixed assets	7.99	(0.25)
<b>Operating profit/(Loss) before working capital changes</b>	<b>2,863.02</b>	<b>3,560.57</b>
Adjustments for changes in :		
(Increase)/ Decrease in Trade receivables	(907.76)	(1,121.23)
(Increase)/ Decrease in Inventories	(687.05)	(572.90)
(Increase) /Decrease in Other Financial Assets	(78.55)	(15.35)
(Increase)/Decrease in Other Current Assets	187.54	(278.68)
Increase / (Decrease) in Non Current provisions	15.10	21.79
Increase / (Decrease) in Trade Payables	2,887.31	990.77
Increase / (Decrease) in Other Financial Liabilities	168.50	(206.90)
Increase / (Decrease) in Other Current Liabilities	(105.31)	66.92
Increase / (Decrease) in Current Provisions	2.47	(14.86)
<b>Cash flow from operations</b>	<b>4,345.27</b>	<b>2,430.13</b>
Income Tax paid	(131.18)	(153.20)
<b>Net Cash Flow from Operating Activities</b> [A]	<b>4,214.09</b>	<b>2,276.93</b>
<b>Cash Flows from Investing Activities</b>		
Payments for acquisition of assets - Net	(1,228.86)	(2,638.82)
Receipts from disposal of fixed Assets	25.42	0.50
(Increase) / Decrease in Other Non Current Assets - Capital advances	37.80	202.81
Increase / (Decrease) in Capital Creditors	(205.89)	(227.07)
Interest received	148.99	60.05
Investment in joint venture	(49.50)	(50.50)
<b>Net Cash Flow (used in) Investing Activities</b> [B]	<b>(1,272.04)</b>	<b>(2,653.03)</b>
<b>Cash Flows from Financing Activities</b>		
Proceeds from Long term borrowings	1,745.15	3,315.40
Repayment of long term borrowings	(2,368.96)	(1,442.91)
Proceeds from short term borrowings	1,935.62	2,088.98
Repayment of short term borrowings	(2,542.46)	(2,475.48)
Interest paid	(1,041.91)	(955.98)
Investment in fixed deposit	(57.00)	(155.00)
Payment of dividend	(253.52)	(190.14)
Payment of lease liability	(147.17)	(127.14)
<b>Net Cash Flow from Financing Activities</b> [C]	<b>(2,730.25)</b>	<b>57.73</b>
<b>NET CASH INFLOW</b> [A+B+C]	<b>211.80</b>	<b>(318.37)</b>
Opening Cash and Cash Equivalents (D)	339.84	658.21
Closing Cash and Cash Equivalents (E)	551.64	339.84
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b> (E-D)	<b>211.80</b>	<b>(318.37)</b>

10. The previous year figures have been regrouped/reclassified wherever necessary to conform to current year classification.

Place : Chennai  
Date : May 26, 2023A.Venkataramani  
Managing Director