



THE YASH BIRLA GROUP

Date:28.05.2022

To, The Dy. Gen. Manager, Corporate Relationship Dept., BSE Limited PJ Tower, Dalal Street, Mumbai-400001 Equity Scrip Code: 531845	To, National Stock Exchange of India Ltd. Exchange Plaza, Plot no. C/1, G Block Bandra-Kurla Complex, Bandra (E) Mumbai-400051 Equity Scrip Name: ZENITHSTL
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**Sub: Outcome of Board Meeting held on 28<sup>TH</sup> May, 2022.**

**Dear Sir / Madam,**

Pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that the Board of Directors of the Company at their meeting held today inter alia considered and approved the following:

1. Statement of Standalone and Consolidated Audited Financial Results of the Company for the quarter and year ended 31st March, 2022 as per Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.
2. Statutory Auditor's Report (Standalone & Consolidated) for the Financial Year ended 31st March, 2022.
3. Statement of Assets and Liabilities (Standalone & Consolidated) as at 31st March, 2022.
4. Statement of impact of Audit Qualification Pursuant to the provision of Regulation 33(3)(d) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
5. Statement of Deviation/Variation in utilisation of funds raised for the quarter ended March 31, 2022.

The Board Meeting commenced on 06:00pm (on 28.05.2022) and concluded on 11:30pm (on 28.05.2022)

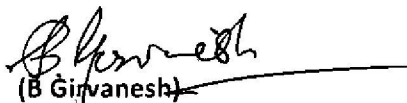
You are requested to take the same on your record

**Thanking You,**

**Yours Faithfully,**

**Zenith Steel Pipes & Industries Limited**

(Formerly known as Zenith Birla (India) Limited)

  
(B Girvanesh)

**AUTHORISED SIGNATORY**

**ZENITH STEEL PIPES & INDUSTRIES LIMITED**

Corp. Off. : Dalamal House, 1st Floor, 206, J.B. Marg, Nariman Point, Mumbai - 400 021. India. Tel.: +91 22 6616 8400 Fax: +91 22 2204 7835

Email: [zenith@zenithsteelpipes.com](mailto:zenith@zenithsteelpipes.com), [www.yashbirlagroup.com](http://www.yashbirlagroup.com)

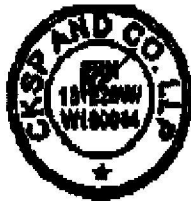
CIN: L29220MH1960PLC011773

Registered Office: Industry House, 5th Floor, 159, Churchgate Reclamation, Mumbai 400 020.

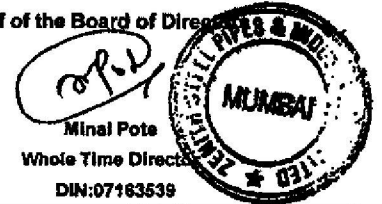


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ZENITH STEEL PIPES & INDUSTRIES LIMITED						
(Formerly Known as Zenith Birla (India) Limited)						
Regd. Office : 5th Floor Industry House, 159, Churchgate Reclamation, Mumbai-400 020.						
CIN: L29220MH1960PLC011773						
email ID: zenith@zenithsteelpipes.com Web: www.zenithsteelpipes.com Tel:022-66168400 Fax: 02222047835						
EXTRACT OF THE STANDALONE FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED 31ST MARCH, 2022						
(Rs. in Lakhs, except per share data)						
Sr. No.	Particulars	Quarter Ended			Year Ended	
		31.03.2022 Audited	31.12.2021 Unaudited	31.03.2021 Audited	31.03.2022 Audited	31.03.2021 Audited
1	Total Income from operations	5,354.64	3,447.08	1,890.00	14,726.10	7,021.27
2	Net Profit / (Loss) for the period (before tax, exceptional and/or extraordinary items)	77.09	(301.45)	269.00	(545.16)	(450.83)
3	Net Profit / (Loss) for the period before tax (after exceptional and/or extraordinary items)	863.02	(301.45)	269.00	240.77	(450.83)
4	Net Profit / (Loss) for the period after tax (after exceptional and/or extraordinary items)	863.02	(301.45)	269.00	75.63	(450.83)
5	Profit / (Loss) from discontinuing operations	(2.02)	(25.24)	(1,082.00)	(85.14)	(1,643.22)
6	Total Comprehensive Income for the period (Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax))	868.61	(326.69)	(813.23)	(1.89)	(2,103.60)
7	Equity Share Capital	14,228.00	14,228.00	14,228.00	14,228.00	14,228.00
8	Reserves (excluding revaluation reserve) as shown in the Audited Balance Sheet of the previous year	-	-	-	-	(39,273.10)
9	Earnings Per Share (Face value of Rs. 10/- each) (Not Annualized)					
A	Basic and Diluted EPS for the period from Continuing and Discontinued Operations	0.61	(0.23)	(0.57)	(0.00)	(1.48)
B	Basic and Diluted EPS for the period from Continuing Operations	0.61	(0.21)	0.19	0.05	(0.32)
C	Basic and Diluted EPS for the period from Discontinued Operations	(0.00)	(0.02)	(0.76)	(0.06)	(1.15)



For and on behalf of the Board of Directors



Date: 28th May, 2022

Place: Mumbai

## ZENITH STEEL PIPES & INDUSTRIES LIMITED

Corp. Off. : Dalamal House, 1st Floor, 206, J.B. Marg, Nariman Point, Mumbai - 400 021, India. Tel.: +91 22 6616 8400 Fax: +91 22 2204 7835  
Email: zenith@zenithsteelpipes.com, www.yashbirlagroup.com  
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Registered Office: Industry House, 5th Floor, 159, Churchgate Reclamation, Mumbai 400 020.

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# CKSP AND CO LLP

## Chartered Accountants

Regd. Off. 103, Sharda Chambers, 1<sup>st</sup> Floor, 15, Sir V. Thackersey Marg, New Marines Lines, Mumbai – 400 020, Maharashtra, India. Tel: 022 2200 3915. Email: kalpen@cksp1lp.com; debmalya@cksp1lp.com;

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### INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
**Zenith Steel Pipes & Industries Limited**  
(Formerly known as Zenith Birla (India) Limited)

#### Report on the Audit of the Standalone Financial Results

#### Qualified Opinion

We have audited the accompanying standalone annual financial results of **Zenith Steel Pipes & Industries Limited** (formerly known as Zenith Birla (India) Limited) ('the Company'), for the quarter and year ended 31.03.2022 ('the standalone 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 Regulation').

In our opinion and to the best of our information and according to the explanations given to us, subject to the effect of the matter described in the basis of Qualified opinion paragraph below these aforesaid standalone financial results:

- a) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b) give true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards (Ind AS) and other accounting principles generally accepted in India, of the net loss and other comprehensive income and other financial information of the Company for the year ended 31.03.2022.

#### Basis of Qualified Opinion

1. The Company has not complied with the provision of section 74 or any other relevant provision of the Act, and the Companies (Acceptance of Deposits) Rules, 2014 with regard to non repayment of deposits and interest, on due date, maintenance of liquid assets to the extent required as well as not fully complying with the orders passed by the Company Law Board.
2. With reference to Note No 8 regarding the balance of Trade Payables, Trade Receivables, Loans, Advances, Deposits, intergroup etc. being not confirmed by the parties and hence our inability to state whether these balances are recoverable /payable to the extent stated.
3. The Company has made provision of Rs.29.14 lakhs in respect of certain Current bank accounts, which have been frozen by regulatory authorities. In the absence of bank statements and year-end balance



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confirmations, we are unable to quantify the impact of any shortfall in provision, which is made based on balance as per books of account. (Refer note 3).

4. Reference is drawn to Note No 9 which indicates that the company has accumulated losses exceeding the share capital and reserves and its Net worth has been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the company's ability to continue as a going concern. However, the standalone financial statements of the Company have been prepared on a going concern basis for the reasons stated in the said Note.

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 the 'Auditor's Responsibilities for the Audit of the Standalone Financial Results' section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial results under the provisions of the Act and the Rules there under, 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.

### Emphasis of Matter

We draw attention to the following:

1. As referred to in Note No.7 regarding MOU entered into by the Company with Tribus Real Estate Pvt Ltd (TREPL) for taking over the Company's secured bank loan, pending completion of the process.
2. We draw to attention to Note No.1 of the Standalone financial statements, which states the impact of Corona virus (COVID-19) on the operations of the Company.
3. We draw attention to Note no 6 of the Standalone financial statements, regarding action taken by Consortium of Banks under Securitization & Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 for repayment of dues amounting Rs. 19319.00 lakhs and have taken symbolic possession of immovable Assets of discontinued unit at Khopoli and the case is in DRT, Pune.

Our opinion is not modified in respect of these matters.

### Responsibilities of Those Charged with Governance for the Standalone Financial Results

These standalone financial results have been prepared on the basis of the standalone Ind AS annual financial statements. The Company's Management and Board of Directors of the Company are responsible for the preparation and presentation of these standalone financial results that give a true and fair view of the net loss and other comprehensive income and other financial information of the Company in accordance with the recognition and measurement principles laid down in Ind AS prescribed under Section 133 of the Act read with relevant rules and there under and other accounting principles generally accepted in India and in compliance with Regulation



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CKSP AND CO LLP is a Limited Liability Partnership with LLP Registration No. AAC - 8300



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33 and Regulation 52 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 design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records 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 standalone financial results by the Board of Directors of the Company, as aforesaid.

In preparing the standalone financial results, the Management and the Board of Directors are responsible for assessing the ability of the 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 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 also responsible for overseeing the financial reporting process of the Company.

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

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional 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 through a separate report on the complete set of standalone financial statements on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.



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- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management and the 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 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 auditors' 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.


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.

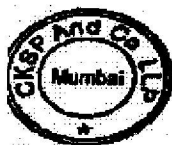
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

### Other Matters

The standalone financial results include the results for the quarter ended 31.03.2022, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures upto the third quarter of the current financial year which were subject to limited review by us.

For CKSP AND CO LLP  
Chartered Accountants  
FRN – 131228W / W100044

  
Debmalaya Wairtra  
Partner  
M. No. 053897  
UDIN: 22053897AJVIK1428

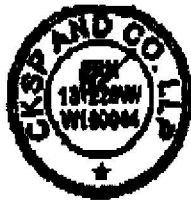


Place: Mumbai  
Dated: 28.05.2022



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CIN: L29220MH1960PLC011773						
email ID: zenith@zenithsteelpipes.com Web: www.zenithsteelpipes.com Tel:022-66168400 Fax: 02222047835						
STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED 31st March, 2022						
(Rs. in Lakhs except for per share data)						
Sr. No.	Particulars	Quarter Ended			Year Ended	
		31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
		Audited	Unaudited	Audited	Audited	Audited
	<b>Income</b>					
I	Revenue From Operations	5,257.67	3,440.59	1,429.00	14,616.77	6,474.81
II	Other Income	86.98	6.49	451.00	109.34	546.46
III	<b>Total Income (I+II)</b>	<b>5,354.64</b>	<b>3,447.08</b>	<b>1,880.00</b>	<b>14,726.10</b>	<b>7,021.27</b>
	<b>Expenses</b>					
	Consumption of raw materials and components	3,991.35	1,119.46	979.00	8,237.60	4,134.82
	Purchase of stock-in-trade	1,289.98	458.47	-	2,154.05	2.98
	Changes in inventories of finished goods, stock-in-trade and semi finished goods	(1,338.14)	294.88	(215.00)	(1,254.04)	(446.01)
	Employee benefits expense	197.12	177.60	171.00	706.88	635.36
	Finance costs	78.66	78.73	94.00	658.12	299.50
	Depreciation and amortisation expense	60.38	59.42	68.00	266.69	284.30
	Other expenses	1,018.24	1,559.97	514.00	4,501.97	2,561.15
	<b>Total Expenses (IV)</b>	<b>5,277.57</b>	<b>3,748.63</b>	<b>1,611.00</b>	<b>15,271.27</b>	<b>7,472.11</b>
V	<b>Profit/(Loss) before exceptional items and tax (III - IV)</b>	<b>77.09</b>	<b>(301.46)</b>	<b>269.00</b>	<b>(545.16)</b>	<b>(450.83)</b>
VI	Exceptional Items	(785.94)	-	-	(785.94)	-
VII	<b>Profit/(Loss) before tax (V - VI)</b>	<b>863.02</b>	<b>(301.45)</b>	<b>269.00</b>	<b>240.77</b>	<b>(450.83)</b>
VIII	<b>Tax expense:</b>					
	Current tax	-	-	-	-	-
	Earlier Year's Tax	-	-	-	165.14	-
	Mat credit entitlement	-	-	-	-	-
	Deferred tax	-	-	-	-	-
IX	<b>[Profit (Loss) for the period from continuing operations (VII-VIII)]</b>	<b>863.02</b>	<b>(301.46)</b>	<b>269.00</b>	<b>75.83</b>	<b>(450.83)</b>
X	<b>Profit (Loss) from discontinuing operations</b>	<b>(2.02)</b>	<b>(25.24)</b>	<b>(1,082.00)</b>	<b>(85.14)</b>	<b>(1,643.22)</b>
XI	<b>[Tax expense of discontinuing operations</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
XII	<b>Profit/(loss) from Discontinuing operations (after tax) (X-XI)</b>	<b>(2.02)</b>	<b>(25.24)</b>	<b>(1,082.00)</b>	<b>(85.14)</b>	<b>(1,643.22)</b>
XIII	<b>Profit/(Loss) for the period (VII - VIII)</b>	<b>860.99</b>	<b>(326.69)</b>	<b>(813.00)</b>	<b>(9.61)</b>	<b>(2,094.06)</b>
XIV	<b>Other Comprehensive Income / (Expense)</b>	<b>7.62</b>	<b>-</b>	<b>(0.23)</b>	<b>7.62</b>	<b>(9.55)</b>
XV	<b>Total Comprehensive Income for the Period (XIII+XIV) (Comprising Profit / (Loss) and Other Comprehensive Income for the period)</b>	<b>868.61</b>	<b>(326.69)</b>	<b>(813.23)</b>	<b>(1.89)</b>	<b>(2,103.60)</b>
	<b>Paid-up equity share capital (Face value of Rs. 10/- each)</b>	<b>14,228.00</b>	<b>14,228.00</b>	<b>14,228.00</b>	<b>14,228.00</b>	<b>14,228.00</b>
	<b>Reserves excluding revaluation reserves as per balance sheet of Previous accounting Year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(39,273.10)</b>
XI	<b>Earnings per equity share (Not Annualized)</b>					
	<b>Basic and Diluted EPS for the period from Continuing and Discontinued Operations</b>	<b>0.61</b>	<b>(0.23)</b>	<b>(0.57)</b>	<b>(0.00)</b>	<b>(1.48)</b>
	<b>Basic and Diluted EPS for the period from Continuing Operations</b>	<b>0.61</b>	<b>(0.21)</b>	<b>0.19</b>	<b>0.05</b>	<b>(0.32)</b>
	<b>Basic and Diluted EPS for the period from Discontinued Operations</b>	<b>(0.00)</b>	<b>(0.02)</b>	<b>(0.76)</b>	<b>(0.06)</b>	<b>(1.15)</b>



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**ZENITH STEEL PIPES & INDUSTRIES LIMITED**

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**Notes to Standalone Financial Results:****1. Statement of Assets & Liabilities**

(Rs. in Lakhs)			
Sr. No.	Particulars	As at 31st March 2022 Audited	As at 31st March 2021 Audited
<b>I</b>	<b>ASSETS</b>		
	<b>NON-CURRENT ASSETS</b>		
(a)	Property, plant and equipment	4426.42	4798.42
(b)	Capital work-in-progress	0.00	0.00
(c)	Intangible assets	11.51	4.17
(d)	Intangible assets under development		
(e)	Financial assets		
	(i) Investments	2.48	2.48
	(ii) Other Financial Assets	212.12	175.17
(f)	Other non-current assets	15.49	0.00
	<b>Total Non - Current Assets</b>	<b>4668.02</b>	<b>4980.24</b>
	<b>CURRENT ASSETS</b>		
(a)	Inventories	2799.25	1080.59
(b)	Financial assets		
	(i) Trade receivables	2988.31	571.69
	(ii) Cash and cash equivalents	101.25	265.63
	(iii) Bank balances other than (ii) above	215.19	61.64
	(iv) Loans	1885.09	1452.68
	(v) Other Financial Assets	0.00	0.00
(c)	Other current assets	2925.21	3195.62
(d)	Current tax assets	279.73	279.73
	<b>Total - Current Assets</b>	<b>11194.02</b>	<b>6907.57</b>
	<b>Total Assets</b>	<b>15862.05</b>	<b>11887.82</b>
<b>II</b>	<b>EQUITY AND LIABILITIES</b>		
	<b>EQUITY</b>		
(a)	Equity share capital	14228.04	14228.04
(b)	Other equity	(39274.98)	(39273.09)
	<b>Total - Equity</b>	<b>(25046.94)</b>	<b>(25045.05)</b>
	<b>LIABILITIES</b>		
<b>A</b>	<b>Non-Current Liabilities</b>		
(a)	Financial liabilities		
	(i) Borrowings	702.48	314.16
(b)	Provisions	621.67	555.69
(c)	Deferred tax liabilities (Net)	504.86	504.86
	<b>Total Non - Current Liabilities</b>	<b>1829.01</b>	<b>1374.72</b>
<b>B</b>	<b>Current Liabilities</b>		
(a)	Financial liabilities		
	(i) Borrowings	19464.96	19914.58
	(ii) Trade payables		
	- MSME Payable	0.00	287.59
	-Other Than MSME Payable	7522.21	2812.23
	(ii) Total Trade Payable	7522.21	3099.82
	(iii) Other financial liabilities	6126.80	5879.19
(b)	Other current liabilities	5494.05	5807.16
(c)	Provisions	8.74	76.31
(d)	Current tax liabilities (Net)	463.21	781.08
	<b>Total - Current Liabilities</b>	<b>39079.97</b>	<b>35558.15</b>

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CIN: L29220MH1960PLC011773

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Notes to Standalone Financial Results

THE YASH BIRLA GROUP

2. Statement of Cash Flow

(Rs in Lakhs)

Sr. No.		For the year ended 31st March, 2022 Audited		For the year ended 31st March, 2021 Audited	
<b>A.</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES:</b>				
	Net profit before exceptional item, taxation and prior period adjustments (Including discontinued operation)		(630.31)		(2,094.04)
	Adjustments for:				
	Depreciation and Amortization	266.69		518.76	
	Impairment Loss of Assets	-		1,326.68	
	Provision for Gratuity and Leave Salary	-		-	
	Prior period items	(165.14)		-	
	Provision no longer required Written Back	-		-	
	Exchange difference on translation (Net)	-		-	
	Finance Costs	658.12		299.50	
	Interest Income	(6.21)		(4.24)	
	Profit on sales of Fixed Assets	-		-	
	Other Comprehensive Income	7.82		(9.55)	
	Adj. in Gen Res. Of old liab.	-		-	
	<b>Sub-total</b>		<b>761.08</b>		<b>2,131.15</b>
	<b>Operating Profit Before Working Capital Changes</b>		<b>130.78</b>		<b>37.12</b>
	Adjustments for changes in working capital :				
	Inventories	(1,718.65)		(545.37)	
	Trade Receivables	(2,416.63)		463.29	
	Loans	(432.40)		2,874.47	
	Other Current Assets	270.41		(5.74)	
	Trade Payables	4,422.38		(1,927.02)	
	Provisions	(67.57)		37.40	
	Other Financial Liabilities	247.61		247.02	
	Loans In Financial Assets	(206.26)		157.56	
	Loans to employees and others	-		-	
	Other Current Liabilities	(313.11)		(140.27)	
	Current Tax Liabilities	(317.87)		43.09	
	Provisions In Non -Current Liabilities	65.98		(43.61)	
	Direct Taxes Paid (Net of Refund)	-		(1.72)	
	Other Financial Assets	0.00		258.11	
	Current Tax Assets	-		-	
	Exceptional Item	-		-	
	<b>Sub-total</b>		<b>(466.10)</b>		<b>1,417.22</b>
	<b>Net Cash Flow From Operating Activities After Exceptional Item.....(A)</b>		<b>(335.32)</b>		<b>1,454.34</b>
<b>B.</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>				
	Payments made for Property, Plant and Equipment	(43.77)		(61.30)	
	Payments made in CWIP	-		-	
	Payments made for Intangible Assets	(7.34)		0.00	
	Proceeds from sale of Property, Plant and Equipment	935.00		-	
	Loans & Advances Repayment	-		-	
	Other Non-Current Assets	153.82		29.63	
	Sale of Fixed Assets	-		-	
	Interest Received	6.21		4.24	
	<b>Sub-total</b>		<b>1,043.92</b>		<b>(27.43)</b>
	<b>Net Cash used for Investing Activities..... (B)</b>		<b>1,043.92</b>		<b>(27.43)</b>

**ZENITH STEEL PIPES & INDUSTRIES LIMITED**

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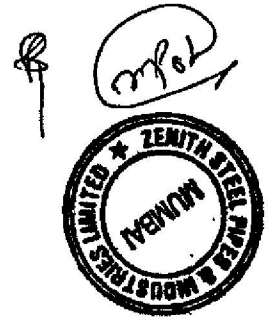
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Registered Office: Industry House, 5th Floor, 158, Churchgate Reclamation, Mumbai 400 020.



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<b>CASH FLOW FROM FINANCING ACTIVITIES:</b>			
Proceeds from Borrowings	-	-	-
Repayment of Borrowings	(61.31)	(1,033.60)	
Interest Paid	(658.12)	(299.50)	
<b>Sub-total</b>		<b>(718.43)</b>	<b>(1,333.10)</b>
<b>Net Cash used for Financing Activities.....(C)</b>		<b>(718.43)</b>	<b>(1,333.10)</b>
<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>		<b>(10.83)</b>	<b>93.80</b>
<b>Cash and Cash Equivalents at the beginning of the period</b>	<b>265.63</b>		<b>209.23</b>
<b>Add: (Increase) / Decrease in Fixed Deposit accounts kept as margin money with banks</b>	<b>(153.55)</b>		<b>(37.40)</b>
	<b>112.08</b>		<b>171.83</b>
<b>Cash and Cash Equivalents at the end of period</b>	<b>101.25</b>		<b>265.63</b>
		<b>101.25</b>	<b>265.63</b>
<b>Reconciliation of Cash and Bank Balances given in Note No. 12 of Balance Sheet is as follows:</b>			
<b>Cash and Bank Balances</b>		<b>316.44</b>	<b>327.26</b>
<b>Less:</b>			
<b>Balance in Fixed Deposit accounts with banks having a maturity period of more than three months</b>		<b>215.19</b>	<b>61.64</b>
<b>Cash and Cash Equivalents at the end of period</b>		<b>101.25</b>	<b>265.63</b>



## ZENITH STEEL PIPES & INDUSTRIES LIMITED

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**Notes to the Standalone Financial Results:**

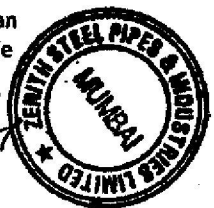
1. The outbreak of COVID-19 pandemic globally and in India is causing significant disruption and slowdown of economic activity. The Company has evaluated impact of this pandemic on its business operations at the time of accounts for the year ended March'2022 and based thereon and keeping in view the current indicators of future economic conditions, there is no significant impact on the financial Results for the year ended March'2022 and accordingly accounts have been prepared on a going concern basis. The impact of the pandemic may be different from that estimated as at that date of finalization and subsequent approval of these standalone financial Results. The company will continue to closely monitor any material changes in economic conditions in future.
2. During the year the company has received a SEBI order dated 31.03.2021 on 25.06.2021 for violation of certain provisions of The SEBI Act 1992 and SEBI Regulation for issue of Global Depository Receipts ("GDR"), whereby the company has been restrained from accessing the securities market for three years. The company has filed an appeal on 16.07.2021 against the aforesaid order. The company has been granted further time to submit the responses against the proceeding and the subsequent hearing is on 29.06.2022.
3. There are certain non-operating current bank accounts of the Company. The bank statements and balance confirmations as on 31-03-2022 for these accounts could not be obtained; in view of the same the company has made full provision of Rs. 16.44 Lakh in current year & Rs. 29.14 Lakh up to date which includes Rs 12.70 Lakh of last year.
4. The segment information, pursuant to the requirement of Ind AS 108 Operating Segments, is given as part of the consolidated financial results.
5. 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 effective date from which the changes are applicable is yet to be notified and the final rules are yet to be framed. The Company will carry out an evaluation of the impact and record the same in the Standalone financial statements in the period in which the Code becomes effective and the related rules are published.
6. Consortium of banks has initiated action under Securitization & Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 in February 2014 and called upon the company to repay the amount of RS 19319.00lakhs towards the dues as on 31-01-2014, Thereafter, they have taken symbolic possession on 29-05-2014 of the immovable assets at the khopoli unit, and filed a case for taking physical possession, which will be reviewed afresh by Invent Assets Securitization and Reconstruction Private Limited, since the Loan has been assigned to them by the Bank as on 31-03-2018. The case is in DRT, Pune & the next hearing is on 06.07.2022.
7. The Company had entered into a MOU with Tribus Real Estate Pvt. Ltd. (TREPL) (i.e., Birla Group of Companies) for taking over the company's outstanding bank loans as reflected earlier in the company's books based on terms agreed between the Company and TREPL. TREPL is in the business of Real estate Projects & Consultancy in India. TREPL has provided one time settlement of outstanding loans and for that TREPL will negotiate with the lending Banks/ARCs to settle their dues amicably either through One Time Settlement or otherwise on acceptable terms and takeover all secured loans of the Company from banks together with securities/assets offered to the banks by the Company.

As per MOU, TREPL will enjoy absolute right on those securities/assets till the Company repays the amount stated in MOU. The amount to the extent paid by TREPL has been shown in the accounts as Secured Loan from Others. Bank/ARC is holding mortgaged securities /assets which are not yet assigned in favor of the TREPL.



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**ZENITH STEEL PIPES & INDUSTRIES LIMITED**





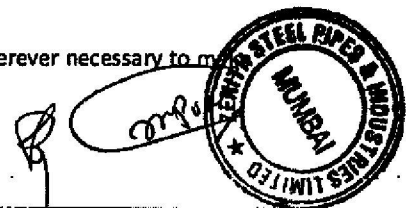
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8. The balance of Trade Payables, Trade Receivables, Loans and Advances, Deposits, Current Liabilities etc. are considered as per books of account, pending confirmations and reconciliation. In the opinion of the management, since the amount due to/ from these parties are fully payable/recoverable, no material difference is expected to arise at the time of settlement, requiring accounting effect in as on 31-03-2022.
9. The net worth of the Company as per the definition given in the Companies Act, 2013 continues to be negative as on 31-03-2022 due to accumulated losses. Considering strategic understanding with suppliers/customers, the company is on the revival mode and is operating some of the units. Also, the Company's Board of Directors ('the Board') are examining available options to further increase sales/income from operations. Barring unforeseen circumstances beyond the control of the Company, the Board is confident about the Company's ability to continue as a going concern. Based thereupon and considering the projected revenues / cash flows, the Company has prepared accounts on a going concern basis.
10. The Shareholders of the Company at the Annual General Meeting held on 17th September, 2012 approved variation in utilization of public offer proceeds, so that Company can also utilize the proceeds for manufacturing of SAW and ERW pipes at Chennai or at such other location as may be decided by Board. Out of the total amount Rs.13500.00 lakhs, amount of Rs.8036 lakhs will be utilized from the proceeds of public issue and balance Rs. 5464.00 lakhs will be utilized from proceeds of GDR issue. The details of utilization of proceeds of Rs. 13500.00 lakhs are given hereunder:

(Rs. in lakhs)		
Particulars	Projected Amount	Amount to be Spent
Land and Building	1000	1000
Plant and Machinery (Imported & Indigenous)	8532	8321
Miscellaneous Fixed assets	3696	3696
Contingency	272	272
Balance amount to be spent	13500	13289

Pending full utilization, the balance amount is held in Current/Fixed deposit /loan/advances accounts. There is Provision for doubtful advances to the tune of Rs 10925 lakhs. Pending recovery of that advance, the amount available for deployment will be at lesser amount to that extent.

11. The financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other accounting principles generally accepted in India.
12. During the year, the Company has paid Income tax of Rs 165 lakhs under vivad-se-vishwas scheme ("VSV") against demand raised for earlier years in Form 3 of VSV by Income Tax department and considered as earlier year tax expenses in financial result for the year ended 31.03.2022. The Company has submitted rectification application to the Department to rectify the error in calculation of demand by the Income Tax Department. We are informed that since the demand is only on account of error in calculation by the Department, the Company is hopeful of getting the Order rectified and expects a refund of Rs 206.85 Lakh.
13. One of the Non- Banking Financial Companies had filed a case against the Company for recovery of Principal outstanding of Rs 433.46 lakhs & interest thereon Rs 350.54 lakhs on 27-08-2021. The matter has been settled as per order of Hon'ble Court on 08.02.2022. The Settlement was done in exchange of a Commercial Building at Thane (Erstwhile Thane) and a part of Leasehold Land at Tarapur at an agreed value of Rs. 935.00 lakhs as against book value Rs. 149.06 lakhs, resulting in set off of outstanding dues with a profit margin of Rs. 785.94 Lakhs, reflected in Statement of Profit & Loss as an Exceptional items Items.
14. The figures for the earlier periods have been regrouped / reclassified / restated wherever necessary to make them comparable with those of the current period.



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- 15 The figures for the quarter ended 31-03-2022 & 31-03-2021 are the balancing figures between the audited figures in respect of the full financial year 2021-22 and 2020-21 and the published unaudited year to date figures up to the third quarter ended 31-12-2021 & 31-12-2020 respectively.
- 16 These results were reviewed by the Audit Committee and thereafter approved by the Board of Directors at their respective meetings held on 28<sup>th</sup> May 2022 in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015 as amended. The Statutory Auditors have performed a limited review of the standalone financial results of the Company for the quarter and nine months ended 31-03-2022 and issued their report thereon, which contains qualifications and an emphasis of matter para.



Place: Mumbai  
Date: 28<sup>th</sup> May 2022

For Zenith Steel Pipes & Industries Limited

Minal Pote  
Director



**ZENITH STEEL PIPES & INDUSTRIES LIMITED**

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Statement on impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results (Standalone)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31,2022				
[ See regulation 33 of the SEBI(LODR)(Amendment) Regulations,2016]				
	SR. No.	Particulars	Audited Figures Rs in lacs (as reported before adjusting for qualifications)	Adjusted Figures Rs in lacs (audited figures after adjusting for qualifications)
I	1.	Turnover/ Total Income	15512	15512
	2.	Total Expenditure	15437	15437
	3.	Net Profit/(Loss)	75	75
	4.	Earnings Per Share (Rupees)	0.00	0.00
	5.	Total Assets	15862	15862
	6.	Total Liabilities	40908	40908
	7.	Net Worth	(25046)	(25046)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II	<b>Audit Qualification( each audit qualification Separately):</b>			
	<b>a. Details of Audit Qualification:</b>  1. The Company has not complied with the provision of section 74 or any other relevant provision of the Act, and the Companies (Acceptance of Deposits) Rules, 2014 with regard to non repayment of deposits and interest, on due date, maintenance of liquid assets to the extent required as well as not fully complying with the orders passed by the Company Law Board.  2. With reference to Note No 8 regarding the balance of Trade Payables, Trade Receivables, Loans, Advances, Deposits, intergroup etc. being not confirmed by the parties and hence our inability to state whether these balances are recoverable /payable to the extent stated.			

## ZENITH STEEL PIPES & INDUSTRIES LIMITED

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3. The Company has made provision of Rs.29.14 lakhs upto March 31<sup>st</sup> March 2022 in respect of certain Current bank accounts, which have been frozen by regulatory authorities. In the absence of bank statements and year-end balance confirmations, we are unable to quantify the impact of any shortfall in provision, which is made based on balance as per books of account.
4. Reference is drawn to Note No 9 which indicates that the company has accumulated losses exceeding the share capital and reserves and its Net worth has been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the company's ability to continue as a going concern. However, the standalone financial statements of the Company have been prepared on a going concern basis for the reasons stated in the said Note.

**b. Type of Audit Qualification: Qualified/Disclaimer of Opinion/Adverse Opinion**

**c. Frequency of Qualification**

Qualification no. 1, 2, 3 and 4 is repetitive.

**d. For Audit Qualification(s) where the impact is not quantified by the auditor:**

**(i) Management's estimation on the impact of audit qualification:**

**(ii) If management is unable to estimate the impact, reasons for the same:**

**For qualification on balances of sundry creditors, debtors, etc:**

Reconciliation of balances of sundry creditors, debtors and other parties are an ongoing basis and the figures would be ascertained only when the reconciliation is finalised. Hence at this stage, impact of the same is not ascertainable.

**For qualification on non compliance of section 74(2) of the Companies Act, 2013:**

The company has taken action on priority to clear the dues of deposit holders who are incapacitated and to comply with the orders of existing authorities. For the rest, the company has already started the process of settling their dues through sale proceeds of the assets sold by MPID court of the other Company who has given NOC for using the amount towards repayment of the Fixed Deposits of the Zenith Birla (India) Limited and will complete it before the end of Financial Year 2022-23

**For qualification on balances of bank accounts which are frozen:**

The company is pursuing with the banks to get the account unfrozen and is of the view that the provision made is sufficient and no further loss is expected.

**For qualification on accounting ongoing concern basis:**

On account of strategic understanding with suppliers/ customers, which is continuing, the Company is on revival mode and is operating some of its units. In view of the same going concern concept holds good.

## ZENITH STEEL PIPES & INDUSTRIES LIMITED



THE YASH BIRLA GROUP

III Signatures:

\* Whole time Director

: ( Minal Pote)

\* Chief Financial Officer

: (B. Girvanesh)

\* Audit Committee Chairman

: ( Sadhana A. Patil )

\* Statutory Auditor  
CKSP & CO LLP  
Chartered Accountants  
FRN- 331228W/W100044

: ( Dembalya Maitra )  
Partner  
M.No: 053897

Place :- Mumbai

Date :- 28.05.2022

**ZENITH STEEL PIPES & INDUSTRIES LIMITED**

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CIN: L2923MH1999PLC011773

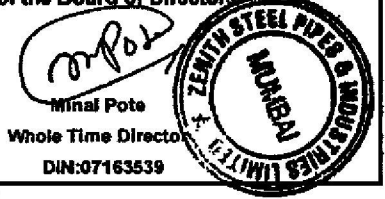
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THE YASH BIRLA GROUP

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(Formerly Known as Zenith Birla (India) Limited)						
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CIN: L29220MH1960PLC011773						
email ID: zenith@zenithsteelpipes.com Web: www.zenithsteelpipes.com Tel:022-66163400 Fax: 02222047835						
EXTRACT OF THE UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH,2022						
(Rs. in Lakhs, except per share data)						
Sr. No.	Particulars	Quarter Ended			Year Ended	
		31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
		Audited	Unaudited	Audited	Audited	Audited
1	Total income from operations	5,643.11	4,646.74	3,257.91	16,464.70	8,858.19
2	Net Profit / (Loss) for the period (before tax, exceptional and/or extraordinary items)	684.95	241.57	972.71	627.10	285.68
3	Net Profit / (Loss) for the period before tax (after exceptional and/or extraordinary items)	1,470.88	241.57	972.71	1,413.03	285.68
4	Net Profit / (Loss) for the period after tax (after exceptional and/or extraordinary items)	1,470.88	241.57	972.71	1,247.89	285.68
5	Profit / (Loss) from discontinuing operations	(2.02)	(25.24)	(349.10)	(85.14)	(1,643.22)
6	Total Comprehensive Income for the period (Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax))	1,486.12	216.33	634.12	1,180.01	(1,347.49)
7	Equity Share Capital	14,228.00	14,228.00	14,228.00	14,228.00	14,228.00
8	Reserves (excluding revaluation reserve) as shown in the Audited Balance Sheet of the previous year	-	-	-	-	(39,600.48)
9	Earnings Per Share (Face value of Rs. 10/- each)					
A	Basic and Diluted EPS for the period from Continuing and Discontinued Operations	1.04	0.15	0.45	0.83	(0.95)
B	Basic and Diluted EPS for the period from Continuing Operations	1.03	0.17	0.68	0.88	0.20
C	Basic and Diluted EPS for the period from Discontinued Operations	(0.00)	(0.02)	(0.25)	(0.06)	(1.15)

For and on behalf of the Board of Directors



Date: 28th May,2022

Place: Mumbai

Minal Pote  
Whole Time Director  
DIN:07163539

## ZENITH STEEL PIPES & INDUSTRIES LIMITED

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# CKSP AND CO LLP

## Chartered Accountants

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### INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
**Zenith Steel Pipes & Industries Limited**  
(Formerly known as Zenith Birla (India) Limited)

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

#### Qualified Opinion

We have audited the accompanying Consolidated annual financial results of **Zenith Steel Pipes & Industries Limited** (formerly known as Zenith Birla (India) Limited) ('the Company') and its subsidiaries (the Company and its subsidiaries together referred to as the "Group"), for the quarter and year ended 31.03.2022 ('the Consolidated 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 Regulation').

In our opinion and to the best of our information and according to the explanations given to us and based on the management certified unaudited financial statements / financial information of subsidiaries, subject to the effect of the matter described in the Basis of Qualified Opinion paragraph below these aforesaid Consolidated financial results:

- a) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b) give true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards (Ind AS) and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the year ended 31.03.2022.

#### Basis of Qualified Opinion

1. The Company has not complied with the provision of section 74 or any other relevant provision of the Act, and the Companies (Acceptance of Deposits) Rules, 2014 with regard to non-repayment of deposits and interest, on due date, maintenance of liquid assets to the extent required as well as not fully complying with the orders passed by the Company Law Board.
2. With reference to Note No - 9 regarding the balance of Trade Payables, Trade Receivables, Loans, Advances, Deposits, intergroup etc. being not confirmed by the parties and hence our inability to state whether these balances are recoverable /payable to the extent stated.



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# CKSP AND CO LLP

## Chartered Accountants

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3. The Company has made provision of Rs.29.14 lakhs in respect of certain Current bank accounts, which have been frozen by regulatory authorities. In the absence of bank statements and year-end balance confirmations, we are unable to quantify the impact of any shortfall in provision, which is made based on balance as per books of account. (Refer note 3).
4. Material uncertainty related to going concern with reference to Note No 10 which indicates that the company has accumulated losses exceeding the share capital and reserves and its Net worth has been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the company's ability to continue as a going concern. However, the Consolidated financial statements of the Company have been prepared on a going concern basis for the reasons stated in the said Note.

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 the 'Auditor's Responsibilities for the Audit of the Consolidated 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 (ICAI) together with the ethical requirements that are relevant to our audit of the Consolidated financial results under the provisions of the Act and the Rules there under, 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.

### Emphasis of Matter

#### We draw attention to the following:

1. As referred to in Note No. -8 regarding MOU entered into by the Company with Tribus Real Estate Pvt Ltd (TREPL) for taking over the Company's secured bank loan, pending completion of the process.
2. We draw to attention to Note No.- 2 of the Consolidated financial statements, which states the impact of Corona virus (COVID-19) on the operations of the Company.
3. We draw attention to Note no- 7 of the Consolidated financial statements, regarding action taken by Consortium of Banks under Securitization & Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 for repayment of dues amounting Rs. 19319.00 lakhs and have taken symbolic possession of immovable Assets of discontinued unit at Khopoli and the case is in DRT, Pune.

Our opinion is not modified in respect of these matters.

### Responsibilities of Those Charged with Governance for the Consolidated Financial Results

These Consolidated financial results have been prepared on the basis of the Consolidated Ind AS annual financial statements. The Company's Management and Board of Directors of the Company are responsible for the preparation and presentation of these Consolidated financial results that give a true and fair view of the net loss and other comprehensive income and other financial information of the Company in accordance with the recognition and measurement principles laid down in Ind AS prescribed under Section 133 of the Act read with



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# CKSP AND CO LLP

## Chartered Accountants

Regd. Off. 103, Sharda Chambers, 1<sup>st</sup> Floor, 15, Sir V. Thackersey Marg, New Marines Lines, Mumbai – 400 020, Maharashtra, India. Tel: 022 2200 3915. Email: kalpen@ckspllp.com; debmalya@ckspllp.com;

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relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 and Regulation 52 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 design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records 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 financial results by the Board of Directors of the Company, as aforesaid.

In preparing the Consolidated financial results, the Management and the Board of Directors are responsible for assessing the ability of the 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 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 also responsible for overseeing the financial reporting process of the Company.

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

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 auditors' 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.

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 through a separate report on the complete set of Consolidated financial statements on whether the company has adequate internal financial controls with reference to Consolidated financial statements in place and the operating effectiveness of such controls.





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# CKSP AND CO LLP

## Chartered Accountants

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- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management and the 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 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 auditors' 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 Company 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.

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.

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

1. The consolidated financial results include the unaudited Financial Results of two wholly owned subsidiaries (Zenith USA and Zenith Middle East), whose financial statements / financial results / financial information reflect Group's share of total assets of Rs.4213.99 lakhs as at 31.03.2022, Group's share of total revenue of Rs.3032.98 lakhs and Rs.5781.59 lakhs and Group's share of total net profit/(loss) after tax of Rs.607.87 lakhs and Rs.1172.27 lakhs for the quarter and year ended 31 March 2022 respectively, and net cash inflow amounting to Rs 44.01 lakhs for the year ended 31.03.2022, as considered in the consolidated financial results. These unaudited financial statements / financial results / financial information have been furnished to us by the Board of Directors and our opinion on the consolidated financial results, in so far it relates to



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# C K S P AND CO LLP

## Chartered Accountants

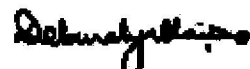
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the amounts and disclosures included in respect of these subsidiaries is based solely on such unaudited financial statements / financial results / financial information.

2. The Consolidated financial results include the results for the quarter ended 31.03.2022, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures upto the third quarter of the current financial year which were subject to limited review by us.

For C K S P AND CO LLP  
Chartered Accountants  
FRN – 131228W / W100044



Debmalya Maitra  
Partner

M. No. 053897

UDIN: 22053897AJVICU1397



Place: Mumbai

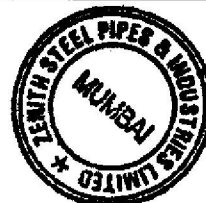
Dated: 28.05.2022



THE YASH BIRLA GROUP

ZENITH STEEL PIPES & INDUSTRIES LIMITED						
(Formerly Known as Zenith Birla (India) Limited)						
Regd. Office : 5th Floor Industry House, 159, Churchgate Reclamation, Mumbai-400 020.						
CIN: L29220MH1960PLC011773						
email ID: zenith@zenithsteelpipes.com Web: www.zenithsteelpipes.com Tel:022-66168400 Fax: 02222047835						
STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED 31ST MARCH, 2022						
(Rs. in Lakhs except for per share data)						
Sr. No.	Particulars	Quarter Ended		Year Ended		
		31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
		Audited	Unaudited	Audited	Audited	Audited
	<b>Income</b>					
I	Revenue From Operations	5,545.89	4,639.79	2,714.64	16,312.00	7,787.17
II	Other Income	87.12	6.95	543.27	152.70	1,071.02
III	<b>Total Income (I+II)</b>	<b>5,643.11</b>	<b>4,646.74</b>	<b>3,257.91</b>	<b>16,464.70</b>	<b>8,858.19</b>
IV	<b>Expenses</b>					
	Consumption of raw materials and components	3,991.35	1,119.46	789.33	8,237.60	4,134.82
	Purchase of stock-in-trade	862.68	1,081.15	1,074.38	2,483.09	1,077.36
	Changes in Inventories of finished goods, stock-in-trade and semi finished goods	(1,338.14)	294.88	(216.25)	(1,254.03)	(446.01)
	Employee benefits expense	207.47	192.77	220.46	801.78	766.43
	Finance costs	88.19	79.76	90.42	698.60	347.46
	Depreciation and amortisation expense	80.38	59.42	81.16	266.69	284.30
	Other expenses	1,078.28	1,577.73	245.70	4,603.88	2,408.15
	<b>Total Expenses (IV)</b>	<b>4,958.16</b>	<b>4,408.17</b>	<b>2,288.20</b>	<b>18,837.80</b>	<b>8,572.51</b>
V	<b>Profit/(Loss) before exceptional items and tax (III - IV)</b>	<b>684.95</b>	<b>241.57</b>	<b>972.71</b>	<b>627.10</b>	<b>285.68</b>
VI	Exceptional items	(785.94)	-	-	(785.94)	-
VII	<b>Profit/(Loss) before tax (V - VI)</b>	<b>1,470.88</b>	<b>241.57</b>	<b>972.71</b>	<b>1,413.03</b>	<b>285.68</b>
VIII	<b>Tax expense:</b>					
	Current tax	-	-	-	-	-
	Earlier Year's Tax	(0.00)	-	-	155.14	-
	Mat credit entitlement	-	-	-	-	-
	Deferred tax	-	-	-	-	-
IX	<b>Profit (Loss) for the period from continuing operations (VII-VIII)</b>	<b>1,470.88</b>	<b>241.57</b>	<b>972.71</b>	<b>1,247.89</b>	<b>285.68</b>
X	Profit (Loss) from discontinuing operations	(2.02)	(25.24)	(349.10)	(85.14)	(1,643.22)
XI	Tax expense of discontinuing operations	-	-	-	-	-
XII	<b>Profit/(loss) from Discontinuing operations (after tax) (X-XI)</b>	<b>(2.02)</b>	<b>(25.24)</b>	<b>(349.10)</b>	<b>(85.14)</b>	<b>(1,643.22)</b>
XIII	<b>Profit/(Loss) for the period (VII - VIII)</b>	<b>1,468.86</b>	<b>216.33</b>	<b>623.61</b>	<b>1,162.75</b>	<b>(1,357.54)</b>
XIV	Other Comprehensive Income	17.26	-	10.51	17.26	10.05
XV	<b>Total Comprehensive Income for the Period (XIII+XIV)</b> <b>(Comprising Profit / (Loss) and Other Comprehensive Income for the period)</b>	<b>1,486.12</b>	<b>216.33</b>	<b>634.12</b>	<b>1,180.01</b>	<b>(1,347.49)</b>
	Paid-up equity share capital (Face value of Rs. 10/- each)	14,228.00	14,228.00	14,228.00	14,228.00	14,228.00
	Reserves excluding revaluation reserves as per balance sheet of Previous accounting Year	-	-	-	-	(39,600.48)
XII	<b>Earnings per equity share (Not Annualized)</b>					
	Basic and Diluted EPS for the period from Continuing and Discontinued Operations	1.04	0.15	0.45	0.83	(0.95)
	Basic and Diluted EPS for the period from Continuing Operations	1.03	0.17	0.88	0.88	0.20
	Basic and Diluted EPS for the period from Discontinued Operations	(0.00)	(0.02)	(0.25)	(0.08)	(1.15)

See accompanying notes to financial results



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## ZENITH STEEL PIPES & INDUSTRIES LIMITED

Corp. Off. : Dalamal House, 1st Floor, 206, J.B. Marg, Nariman Point, Mumbai - 400 021, India. Tel.: +91 22 6616 8400 Fax: +91 22 2204 7835  
Email: zenith@zenithsteelpipes.com, www.yashbirlagroup.com

CIN: L29220MH1960PLC011773

Registered Office: Industry House, 5th Floor, 159, Churchgate Reclamation, Mumbai 400 020.

**ZENITH STEEL PIPES & INDUSTRIES LIMITED****Notes to Consolidated Financial Results:****THE YASH BIRLA GROUP****1. Statement of Assets & Liabilities****(Rs. In Lakhs)**

Sr. No.	Particulars	As at 31st March 2022 Audited	As at 31st March 2021 Audited
<b>I</b>	<b>ASSETS</b>		
	<b>NON-CURRENT ASSETS</b>		
(a)	Property, plant and equipment	4,426.42	4,798.42
(b)	Capital work-in-progress	-	-
(c)	Intangible assets	11.51	4.17
(d)	Intangible assets under development		
(e)	Financial assets		
	(i) Investments	0.20	0.20
	(ii) Other Financial Assets	212.12	175.17
(f)	Other non-current assets	15.49	-
	<b>Total Non - Current Assets</b>	<b>4,665.74</b>	<b>4,977.96</b>
	<b>CURRENT ASSETS</b>		
(a)	Inventories	2,799.25	1,080.59
(b)	Financial assets		
	(i) Trade receivables	5,018.62	1,213.22
	(ii) Cash and cash equivalents	145.26	287.35
	(iii) Bank balances other than (ii) above	215.19	61.64
	(iv) Loans	2,629.86	2,498.02
	(v) Other Financial Assets	-	-
(c)	Other current assets	2,925.21	3,195.62
(d)	Current tax assets	279.73	279.73
	<b>Total - Current Assets</b>	<b>14,013.11</b>	<b>8,616.17</b>
	<b>Total Assets</b>	<b>18,678.85</b>	<b>13,594.13</b>
<b>II</b>	<b>EQUITY AND LIABILITIES</b>		
	<b>EQUITY</b>		
(a)	Equity share capital	14,228.04	14,228.04
(b)	Other equity	(38,420.44)	(39,600.47)
	<b>Total - Equity</b>	<b>(24,192.40)</b>	<b>(25,372.42)</b>
	<b>LIABILITIES</b>		
<b>A</b>	<b>Non-Current Liabilities</b>		
(a)	Financial liabilities		
	(i) Borrowings	1,082.13	679.71
(b)	Provisions	621.67	555.69
(c)	Deferred tax liabilities (Net)	504.86	504.86
	<b>Total Non - Current Liabilities</b>	<b>2,208.66</b>	<b>1,740.27</b>
<b>B</b>	<b>Current Liabilities</b>		
(a)	Financial liabilities		
	(i) Borrowings	19,464.96	19,914.58
	(ii) Trade payables		
	- MSME Payable	-	287.59
	- Other Than MSME Payable	8,984.90	4,272.91
	(iii) Other financial liabilities	6,126.80	5,879.19
(b)	Other current liabilities	5,613.98	6,014.62
(c)	Provisions	8.74	76.31
(d)	Current tax liabilities (Net)	463.21	781.08
	<b>Total - Current Liabilities</b>	<b>40,662.59</b>	<b>37,226.28</b>

**ZENITH STEEL PIPES & INDUSTRIES LIMITED**

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THE YASH BIRLA GROUP

Notes to Consolidated Financial Results:

Statement of Cash Flow

(Rs in Lakhs)

Sr. No.		Year ended 31st March, 2022 Audited	For the year ended 31st March, 2021 Audited
A.	<b>CASH FLOW FROM OPERATING ACTIVITIES:</b>		
	Net profit before exceptional item, taxation and prior period adjustments (including discontinue operation)	541.96	(1,357.56)
	Adjustments for:		
	Depreciation and Amortization	266.69	518.76
	Impairment Loss of Assets	-	1,326.68
	Prior period items	(165.14)	-
	Exchange difference on translation (Net)	-	-
	Finance Costs	698.80	347.46
	Interest Income	(6.21)	(4.24)
	Other Comprehensive Income	17.26	10.05
	<b>Sub-total</b>	<b>811.21</b>	<b>2,198.71</b>
	Operating Profit Before Working Capital Changes	<b>1,353.16</b>	<b>841.60</b>
	Adjustments for changes in working capital:		
	Inventories	(1,718.65)	(545.38)
	Trade Receivables	(3,805.40)	(331.43)
	Loans	(131.83)	3,779.55
	Other Current Assets	270.41	(5.74)
	Trade Payables	4,424.39	(855.76)
	Provisions	(67.57)	(1,025.67)
	Other Financial Liabilities	247.81	247.02
	Loans in Financial Assets	(206.26)	157.56
	Other Current Liabilities	(400.64)	(615.71)
	Current Tax Liabilities	(317.87)	43.09
	Provisions in Non-Current Liabilities	65.98	(43.82)
	Direct Taxes Paid (Net of Refund)	-	(1.72)
	Other Financial Assets	-	0.80
	<b>Sub-total</b>	<b>(1,838.82)</b>	<b>502.99</b>
	<b>Net Cash Flow From Operating Activities After Exceptional Item.....(A)</b>	<b>(288.86)</b>	<b>1,644.16</b>
B.	<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>		
	Payments made for Property, Plant and Equipment	(43.76)	(61.29)
	Payments made for Intangible Assets	(7.34)	0.00
	Proceeds from sale of Plant and Equipment	935.00	
	Other Non-Current Assets	153.82	29.63
	Interest Received	6.21	4.24
	<b>Sub-total</b>	<b>1,043.93</b>	<b>(27.42)</b>
	<b>Net Cash used for Investing Activities.....(B)</b>	<b>1,043.93</b>	<b>(27.42)</b>
C.	<b>CASH FLOW FROM FINANCING ACTIVITIES:</b>		
	Repayment of Borrowings	(47.21)	(1,197.71)
	Interest Paid	(698.60)	(347.46)
	<b>Sub-total</b>	<b>(745.81)</b>	<b>(1,545.17)</b>
	<b>Net Cash used for Financing Activities.....(C)</b>	<b>(745.81)</b>	<b>(1,545.18)</b>
	<b>Net Increase/(Decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>	<b>11.46</b>	<b>71.57</b>
	Cash and Cash Equivalents at the beginning of the period	287.35	253.18
	Add: (Increase) / Decrease in Fixed Deposit accounts kept as margin money with banks	(153.85)	(37.40)
		133.79	215.78
	<b>Cash and Cash Equivalents at the end of period</b>	<b>145.26</b>	<b>266.83</b>
		<b>145.26</b>	<b>287.35</b>
	<b>Reconciliation of Cash and Bank Balances given in Note No. 12 of Balance Sheet is as follows:</b>		
	Cash and Bank Balances	360.45	348.98
	Less:		
	Balance in Fixed Deposit accounts with banks having a maturity period of more than three months	215.19	(61.64)
	<b>Cash and Cash Equivalents at the end of period</b>	<b>145.26</b>	<b>287.35</b>



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**ZENITH STEEL PIPES & INDUSTRIES LIMITED**



THE YASH BIRLA GROUP

**Notes to the Consolidated Financial Results:**

**1. Segment Reporting:**

**(a) Primary Business Segments:**

The Company operates in a single segment namely Pipes and hence the Primary Business segment information is not applicable.

Particulars	For the year ended 31-03-2022	For the Year Ended 31-03-2021
<b>Segment Revenue</b>		
a) In India	14728.97	7022.16
b) Outside India	5791.23	1925.66
<b>Total Income from operations</b>	<b>20520.20</b>	<b>8947.82</b>
<b>Segment Assets: - Carrying Cost of Assets by Location of Assets</b>		
a) In India	15862.05	11397.94
b) Outside India	4213.98	2196.19
c) Unallocated Assets	0.00	0.00
<b>Total</b>	<b>20076.03</b>	<b>13594.13</b>
<b>Additional to Assets and Intangible Assets</b>		
a) In India	37.07	74.21
b) Outside India	0.00	0.00
<b>Total</b>	<b>37.07</b>	<b>74.21</b>

- The outbreak of COVID-19 pandemic globally and in India is causing significant disruption and slowdown of economic activity. The Company has evaluated impact of this pandemic on its business operations at the time of accounts for the year ended March'2022 and based thereon and keeping in view the current indicators of future economic conditions, there is no significant impact on the financial Results for the year ended March'2022 and accordingly accounts have been prepared on a going concern basis. The impact of the pandemic may be different from that estimated as at that date of finalization and subsequent approval of these standalone financial Results. The company will continue to closely monitor any material changes in economic conditions in future.
- During the year the company has received a SEBI order dated 31.03.2021 on 25.06.2021 for violation of certain provisions of The SEBI Act 1992 and SEBI Regulation for Issue of Global Depository Receipts ("GDR"), whereby the company has been restrained from accessing the securities market for three years. The company has filed an appeal on 16.07.2021 against the aforesaid order. The company has been granted further time to submit the responses against the proceeding and the subsequent hearing is on 29.06.2022.
- There are certain non-operating current bank accounts of the Company. The bank statements and balance confirmations as on 31-03-2022 for these accounts could not be obtained; in view of the same the company has made full provision of Rs. 16.44 Lacs in current year & Rs. 29.14 Lacs up to date which includes Rs 12.70 Lacs of last year.
- The segment information, pursuant to the requirement of Ind AS 108 Operating Segments, is given as part of the consolidated financial results.



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**ZENITH STEEL PIPES & INDUSTRIES LIMITED**



THE YASH BIRLA GROUP

6. 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 effective date from which the changes are applicable is yet to be notified and the final rules are yet to be framed. The Company will carry out an evaluation of the impact and record the same in the Standalone financial statements in the period in which the Code becomes effective and the related rules are published.
7. Consortium of banks has initiated action under Securitization & Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002, in February 2014 and called upon the company to repay the amount of RS 19319.00 Lacs towards the dues as on 31-01-2014. Thereafter, they have taken symbolic possession on 29-05-2014 of the immovable assets at the khopoli unit, and filed a case for taking physical possession, which will be reviewed afresh by Invent Assets Securitization and Reconstruction Private Limited, since the Loan has been assigned to them by the Bank as on 31-03-2018. The case is in DRT, Pune & the next hearing is on 06.07.2022.
8. The Company had entered into a MOU with Tribus Real Estate Pvt. Ltd. (TREPL) (i.e. Birla Group of Companies) for taking over the company's outstanding bank loans as reflected earlier in the company's books based on terms agreed between the Company and TREPL. TREPL is in the business of Real estate Projects & Consultancy in India. TREPL has provided one time settlement of outstanding loans and for that TREPL will negotiate with the lending Banks/ARCs to settle their dues amicably either through One Time Settlement or otherwise on acceptable terms and takeover all secured loans of the Company from banks together with securities/assets offered to the banks by the Company.

As per MOU, TREPL will enjoy absolute right on those securities/assets till the Company repays the amount stated in MOU. The amount to the extent paid by TREPL has been shown in the accounts as Secured Loan from Others. Bank/ARC is holding mortgaged securities /assets which are not yet assigned in favor of the TREPL.

9. The balance of Trade Payables, Trade Receivables, Loans and Advances, Deposits, Current Liabilities etc. are considered as per books of account, pending confirmations and reconciliation. In the opinion of the management, since the amount due to/ from these parties are fully payable/recoverable, no material difference is expected to arise at the time of settlement, requiring accounting effect in as on 31-03-2022.
10. The net worth of the Company as per the definition given in the Companies Act, 2013 continues to be negative as on 31-03-2022 due to accumulated losses. Considering strategic understanding with suppliers/customers, the company is on the revival mode and is operating some of the units. Also, the Company's Board of Directors ('the Board') are examining available options to further increase sales/income from operations. Barring unforeseen circumstances beyond the control of the Company, the Board is confident about the Company's ability to continue as a going concern. Based thereupon and considering the projected revenues / cash flows, the Company has prepared accounts on a going concern basis.
11. The Shareholders of the Company at the Annual General Meeting held on 17th September, 2012 approved variation in utilization of public offer proceeds, so that Company can also utilize the proceeds for manufacturing of SAW and ERW pipes at Chennai or at such other location as may be decided by Board. Out of the total amount Rs.13500.00 Lacs, amount of Rs.8036 Lacs will be utilized from the proceeds of public issue and balance Rs. 5464.00 Lacs will be utilized from proceeds of GDR issue. The details of utilization of proceeds of Rs. 13500.00 Lacs are given hereunder:

Particulars	(Rs. in lacs)	
	Projected Amount	Amount to be Spent
Land and Building	1000	1000
Plant and Machinery (Imported & Indigenous)	8532	8321
Miscellaneous Fixed assets	3696	3696
Contingency	272	272
Balance amount to be spent	13500	13289



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## ZENITH STEEL PIPES & INDUSTRIES LIMITED

Corp. Off. : Dalamal House, 1st Floor, 206, J.B. Marg, Nariman Point, Mumbai - 400 021, India. Tel.: +91 22 6816 8400 Fax: +91 22 2204 7835  
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THE YASH BIRLA GROUP

Pending full utilization, the balance amount is held in Current/Fixed deposit /loan/advances accounts. There is Provision for doubtful advances to the tune of Rs 10925 lacs. Pending recovery of that advance, the amount available for deployment will be at lesser amount to that extent.

12. The financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other accounting principles generally accepted in India.
13. During the year, the Company has paid Income tax of Rs 165 lacs under vivad-se-vishwas scheme ("VSV") against demand raised for earlier years in Form 3 of VSV by Income Tax department and considered as earlier year tax expenses in financial result for the year ended 31.03.2022. The Company has submitted rectification application to the Department to rectify the error in calculation of demand by the Income Tax Department. We are informed that since the demand is only on account of error in calculation by the Department, the Company is hopeful of getting the Order rectified and expects a refund of Rs 206.85 Lacs
14. One of the Non- Banking Financial Companies had filed a case against the Company for recovery of Principal outstanding of Rs 433.46 lakhs & Interest thereon Rs 350.54 lacs on 27-08-2021. The matter has been settled as per order of Hon'ble Court on 08.02.2022. The Settlement was done in exchange of a Commercial Building at Thane (Erstwhile Thane) and a part of Leasehold Land at Tarapur at an agreed value of Rs. 935.00 lacs as against book value Rs. 149.06 lacs, resulting in set off of outstanding dues with a profit margin of Rs. 785.94 Lacs, reflected in Statement of Profit & Loss as an Exceptional Items.
15. The figures for the earlier periods have been regrouped / reclassified / restated wherever necessary to make them comparable with those of the current period.
16. These results were reviewed by the Audit Committee and thereafter approved by the Board of Directors at their respective meetings held on 28<sup>th</sup> May 2022 in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations 2015 as amended. The Statutory Auditors have performed a limited review of the standalone financial results of the Company for the quarter and nine months ended 31-03-2022 and issued their report thereon, which contains qualifications and an emphasis of matter para.
17. The figures for the quarter ended 31-03-2022 & 31-03-2021 are the balancing figures between the audited figures in respect of the full financial year 2021-22 and 2020-21 and the published unaudited year to date figures up to the third quarter ended 31-12-2021 & 31-12-2020 respectively.

For Zenith Steel Pipes & Industries Limited

Minal Pote  
Director



Place: Mumbai  
Date: 28<sup>th</sup> May 2022



**ZENITH STEEL PIPES & INDUSTRIES LIMITED**

Corp. Off. : Dalamal House, 1st Floor, 206, J.B. Marg, Nariman Point, Mumbai - 400 021, India. Tel.: +91 22 6816 8400 Fax: +91 22 2204 7835  
Email: zenith@zenithsteelpipes.com, www.yashbirlagroup.com  
CIN: L29220MH1980PLC011773

Registered Office: Industry House, 5th Floor, 158, Churchgate Reclamation, Mumbai 400 020.





Statement on impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Financial Results (Consolidated) THE YASH BIRLA GROUP

<b>Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2022</b> [ See regulation 33 of the SEBI(LODR)(Amendment) Regulations,2016]				
SR. No.	Particulars	Audited Figures Rs in Lacs (as reported before adjusting for qualifications)	Adjusted Figures Rs in lacs (audited figures after adjusting for qualifications)	
I	1.	Turnover/ Total Income	17250	17250
	2.	Total Expenditure	16003	16003
	3.	Net Profit/(Loss)	1247	1247
	4.	Earnings Per Share	(0.00)	(0.00)
	5.	Total Assets	18679	18679
	6.	Total Liabilities	42871	42871
	7.	Net Worth	(24192)	(24192)
	8.	Any other financial item(s)( as felt appropriate by the management)		
II	<b>Audit Qualification( each audit qualification Separately):</b>			
	<b>a. Details of Audit Qualification:</b>			
	1. Company has not complied with the provision of section 74 or any other relevant provision of the Act, and the Companies (Acceptance of Deposits) Rules, 2014 with regard to non-repayment of deposits and interest, on due date, maintenance of liquid assets to the extent required as well as not fully complying with the orders passed by the Company Law Board.			
	2. With reference to Note No 9 regarding the balance of Trade Payables, Trade Receivables, Loans, Advances, Deposits, intergroup etc. being not confirmed by the parties and hence our inability to state whether these balances are recoverable /payable to the extent stated.			

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3. The Company has made provision of Rs.29.14 lakhs in respect of certain Current bank accounts, which have been frozen by regulatory authorities. In the absence of bank statements and year-end balance confirmations, we are unable to quantify the impact of any shortfall in provision, which is made based on balance as per books of account.
4. Material uncertainty related to going concern with reference to Note No 10 which indicates that the company has accumulated losses exceeding the share capital and reserves and its Net worth has been fully eroded. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the company's ability to continue as a going concern. However, the Consolidated financial statements of the Company have been prepared on a going concern basis for the reasons stated in the said Note.

**b. Type of Audit Qualification: Qualified/~~Disclaimer of Opinion/ Adverse Opinion~~**

**c. Frequency of Qualification**

Qualification 1,2,3 and 4 is repetitive.

**d. For Audit Qualification(s) where the impact is not quantified by the auditor:**

**(i) Management's estimation on the impact of audit qualification:**

**(ii) If management is unable to estimate the impact, reasons for the same:**

## ZENITH STEEL PIPES & INDUSTRIES LIMITED