



Date: 23-05-2019

To,  
BSE Limited  
P. J. Towers, Dalal Street  
Mumbai-400 001  
**Ref: Scrip Code: 533166**

To,  
National Stock Exchange of India Limited  
Exchange Plaza, Plot No. C/1, G Block,  
BKC, Bandra (E), Mumbai- 400 051  
**Ref: Symbol: SUNDARAM**

Dear Sirs/Madam,

**Sub: Outcome of the Board Meeting**

Pursuant to the regulation 30 read with Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015, we hereby wish to inform you that the Board of Directors at their Meeting held today has Considered & Approved Audited Financial Results/Statements (Standalone & Consolidated) for the Quarter & Financial Year ended March 31, 2019.

We hereby enclose the following:

1. Audited Financial Results/Statements (Standalone & Consolidated) for the Quarter & Financial Year ended March 31, 2019 along with Report of Auditors thereon.
2. Statement on Impact of Audit Qualifications for the Standalone and Consolidated Financial Statement & Audit Report with Modified Opinion for the Financial Year ended March 31, 2019, pursuant to Regulation 33 (3) of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015.

The Meeting commenced at 4.00 p.m. and concluded at 6.45 p.m.

Kindly take the above information on your records.

Thanking you,  
Yours faithfully,

**For Sundaram Multi Pap Limited**

**Rajesh Jain**  
Chief Financial Officer



# JMR & ASSOCIATES LLP

CHARTERED ACCOUNTANTS

Boman House, Office No. 4, 1st Floor, 2nd Homji Street, P. M. Road, Fort, Mumbai - 400 001  
Tel : 91 22 66102224 / 25 / 26 • Fax : 91 22 66102226 • Email : info@jmrassociates.com • Website : www.jmrassociates.com

**Independent Auditor's Report on IND AS Financial Results of Sundaram Multi Pap Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**To The Board of Directors**

**Sundaram Multi Pap Limited**

1. We have audited the accompanying statements of financial results of **Sundaram Multi Pap Limited** (the "Company") for the quarter and year ended 31 March, 2019 together with notes thereon (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015") and SEBI Circular No. CIR/CFD/FAC/62/2016 dated 05 July 2016.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors. This Statement as it relates to the quarter ended 31 March, 2019 has been compiled from the related interim condensed standalone financial statements prepared in accordance with Indian Accounting Standard 34: "Interim Financial Statements" (Ind AS 34) and as it relates to the year ended 31 March, 2019, has been compiled from the related annual standalone financial statements prepared in accordance with the Indian Accounting Standards, prescribed under Section 133 of the Companies Act, 2013 (the "Act") as applicable, and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such interim financial statements and annual consolidated financial statements.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.





# JMR & ASSOCIATES LLP

CHARTERED ACCOUNTANTS

## 4. Qualified Opinion

Based on our audit conducted as above, in our opinion and to the best of our information and according to the explanations given to us, the Statement:

- a) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; read with SEBI circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
- b) gives a true and fair view in conformity *except for the effects of matter described in the Basis for Qualified Opinion paragraph below*, with the aforesaid Ind AS and other accounting principles generally accepted in India of the net profit, total comprehensive income and other financial information of the Company for the year ended 31 March 2019.

## 5. Basis for Qualified Opinion

- i. *The balances of trade receivables, trade payables, loans and advances are subject to confirmations, reconciliation and consequential adjustments if any. Further, no provision has been made for trade receivables, which are outstanding since long and are to be provided for.*
- ii. *The Company has invested a sum of Rs.20.40 Crores in its subsidiary i.e. E-Class Education System Limited ("The Subsidiary"). The subsidiary has made losses in the previous years and the Company has not made provision for diminution in value of investment made in subsidiary which is a departure from Ind AS 109 (Financial Instruments). However, subsidiary has made profit during the year under audit and appears to be on the path of turnaround. (Refer para annexes to Note No.5 (a) to the financial statements)*

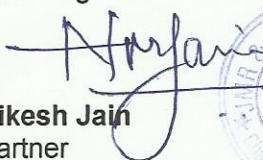
In view of above, we are unable to comment upon the resultant impact of above on profit for the year, statement of changes in equity, investment, loans and advances, trade receivables, trade payables, current and non-current assets and liabilities, as at balance sheet date.

6. In the Statement, the figures for the quarter ended 31<sup>st</sup> March 2019 and 31<sup>st</sup> March 2018 as reported in these financial results are the balancing figures between figures in respect of the full financial year and the published year to date figures up to the end of third quarter of the relevant financial year.

**For JMR & Associates LLP**

Chartered Accountants

Firm Reg. No.: 106912W/W100300

  
**Nikesh Jain**

Partner

Membership No.: 114003

Place: Mumbai

Date: 23 May 2019





# JMR & ASSOCIATES LLP

CHARTERED ACCOUNTANTS

Boman House, Office No. 4, 1st Floor, 2nd Homji Street, P. M. Road, Fort, Mumbai - 400 001  
Tel : 91 22 66102224 / 25 / 26 • Fax : 91 22 66102226 • Email : info@jmrassociates.com • Website : www.jmrassociates.com

## Independent Auditor's Report on IND AS Financial Results of Sundaram Multi Pap Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To The Board of Directors

**Sundaram Multi Pap Limited**

1. We have audited the accompanying statements of financial results of **Sundaram Multi Pap Limited** (the "Company") and its subsidiary Company i.e. **E-Class Education System Limited** (the Company and its subsidiary together referred to as "the Group") for the quarter and year ended 31 March, 2019 together with notes thereon (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015") and SEBI Circular No. CIR/CFD/FAC/62/2016 dated 05 July 2016.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors. This Statement as it relates to the quarter ended 31 March, 2019 has been compiled from the related interim consolidated financial statements prepared in accordance with Indian Accounting Standard 34: "Interim Financial Statements" (Ind AS 34) and as it relates to the year ended 31 March, 2019, has been compiled from the related annual consolidated financial statements prepared in accordance with the Indian Accounting Standards, prescribed under Section 133 of the Companies Act, 2013 (the "Act") as applicable, and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such interim financial statements and annual consolidated financial statements.
3. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the





# JMR & ASSOCIATES LLP

CHARTERED ACCOUNTANTS

Statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

4. We did not audit the financial statements of the subsidiary i.e. E-Class Education System Limited, whose financial statements reflect total assets of Rs.1,962.18 lakhs as at 31 March 2019, total revenue of Rs.914.18 lakhs and net profit after tax of Rs.180.84 lakhs for the year ended 31 March 2019 as considered in the consolidated Ind AS financial statements. These Ind AS financial statements of the subsidiary have been audited by other auditors whose reports have been furnished to us by the management and our opinion on the consolidated Ind AS financial statements in so far as it relates to the amounts and disclosures included in respect of this subsidiary, and our report in terms of section 143(3) of the Act, in so far as it relates to the aforesaid subsidiary is based solely on the reports of the other auditor. Our opinion is not modified in respect of this matter.

## 5. Qualified Opinion

Based on our audit conducted as above, in our opinion and to the best of our information and according to the explanations given to us, the Statement:

- a) is presented in accordance with the requirements of Regulation 33 of the SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015; read with SEBI circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
- b) gives a true and fair view in conformity *except for the effects of matter described in the Basis for Qualified Opinion paragraph below*, with the aforesaid Ind AS and other accounting principles generally accepted in India of the net profit, total comprehensive income and other financial information of the Company for the year ended 31 March 2019.

## 6. Basis for Qualified Opinion

- i. *The balances of trade receivables, trade payables, loans and advances are subject to confirmations, reconciliation and consequential adjustments if any. Further, no provision has been made for trade receivables, which are outstanding since long and are to be provided for. The effect of same is not ascertainable in absence of complete debtors ageing.*
- ii. *The Company has invested a sum of Rs.20.40 Crores in its subsidiary i.e. E-Class Education System Limited ("The Subsidiary"). The subsidiary has made losses in the previous years and the Company has not made provision for diminution in value of investment made in subsidiary which is a departure from Ind AS 109 (Financial Instruments). However, subsidiary has made profit during the year under audit and appears to be on the path of turnaround. (Refer para annexed to Note No.5 (a) to the financial statements)*



*Nimesh Jain*



# JMR & ASSOCIATES LLP

CHARTERED ACCOUNTANTS

In view of above, we are unable to comment upon the resultant impact of above on profit for the year, statement of changes in equity, investment, loans and advances, trade receivables, trade payables, current and non-current assets and liabilities, as at balance sheet date.

7. Concluded on the appropriateness of management's use of the going concern basis of accounting for its subsidiary. However, future events like ongoing Amalgamation of the subsidiary with the holding company may cause the subsidiary to cease to continue as a going concern, subject to approval of regulatory authorities.
8. In the Statement, the figures for the quarter ended 31<sup>st</sup> March 2019 and 31<sup>st</sup> March 2018 as reported in these financial results are the balancing figures between figures in respect of the full financial year and the published year to date figures up to the end of third quarter of the relevant financial year.

**For JMR & Associates LLP**  
*Chartered Accountants*  
Firm Reg. No.: 106912W/W100300



**Nikesh Jain**  
Partner

Membership No.: 114003

Place: Mumbai  
Date: 23 May 2019

## SUNDARAM MULTI PAP LIMITED

## Statement of Standalone &amp; Consolidated Audited Ind AS Financial Results for the Quarter and Year Ended 31st March 2019

(Rs. in Lacs)

Sr. No.	Particulars	STANDALONE					CONSOLIDATED	
		Quarter Ended			Year Ended		Year Ended	
		31-03-2019	31-12-2018	31-03-2018	31-03-2019	31-03-2018	31-03-2019	31-03-2018
		Audited	Unaudited	Audited	Audited	Audited	Audited	Audited
I	<b>Income from operations</b>							
	a) Income from Operation (gross) (refer note 4)	2,731.92	1,309.72	3,274.29	9,124.78	10,720.61	9,958.85	10,938.63
	b) Other Income	(31.47)	50.93	150.82	130.08	221.64	210.19	265.73
	<b>Total Income (NET)</b>	<b>2,700.45</b>	<b>1,360.65</b>	<b>3,425.11</b>	<b>9,254.86</b>	<b>10,942.25</b>	<b>10,169.04</b>	<b>11,204.36</b>
II	<b>Expenses:</b>							
	a) Cost of materials consumed	1,807.17	940.99	2,430.98	6,002.80	6,997.86	6,294.47	7,037.70
	b) Purchase of Stock-in-Trade	266.20	18.60	273.59	349.90	1,518.41	349.90	1,518.41
	c) Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	(81.34)	(173.09)	(363.67)	72.90	(753.40)	72.90	(753.39)
	d) Excise Duty (refer note 4)	-	-	-	-	75.05	-	75.05
	e) Employee Benefit Expense	164.20	164.28	151.71	620.71	534.88	798.93	601.79
	f) Finance Cost	165.35	185.49	201.37	699.72	860.86	739.55	889.07
	g) Depreciation & Amortisation	43.33	44.27	37.31	165.20	184.02	283.11	269.44
	h) Other Expenses	225.91	138.94	474.94	864.01	1,161.00	969.74	1,238.42
	<b>Total Expenses</b>	<b>2,590.82</b>	<b>1,319.48</b>	<b>3,206.23</b>	<b>8,775.24</b>	<b>10,578.68</b>	<b>9,508.60</b>	<b>10,876.49</b>
III	<b>Profit/(Loss) from operations before exceptional items and tax (I-II)</b>	<b>109.63</b>	<b>41.17</b>	<b>218.88</b>	<b>479.62</b>	<b>363.57</b>	<b>660.44</b>	<b>327.87</b>
IV	<b>Exceptional items</b>							
	Loss on sale / Obsolescence of inventories	-	-	0.00	-	(499.58)	-	(499.58)
	loans written off	-	-	(131.92)	-	(173.52)	-	(173.52)
	Loss on sale / Impairment of Fixed Assets	-	-	(0.00)	-	(1,176.98)	-	(1,176.98)
V	<b>Profit/(Loss) from ordinary activities before tax (III-IV)</b>	<b>109.63</b>	<b>41.17</b>	<b>86.96</b>	<b>479.62</b>	<b>(1,486.51)</b>	<b>660.44</b>	<b>(1,522.21)</b>
VI	<b>Tax Expense</b>							
	Current Tax	-	-	-	-	-	-	-
	(Excess)/Short Provision for earlier Years	-	-	(0.17)	-	(0.17)	-	(0.17)
	Deferred Tax	-	-	-	-	-	-	363.96
VII	<b>Net Profit/(loss) for the period (V-VI)</b>	<b>109.63</b>	<b>41.17</b>	<b>87.13</b>	<b>479.62</b>	<b>(1,486.34)</b>	<b>660.44</b>	<b>(1,886.00)</b>
VIII	<b>Other Comprehensive Income</b>							
	(i) Items that will not be reclassified to profit or loss	5.82	0.18	2.07	6.34	0.69	6.09	(1.66)
	(ii) Items that will be reclassified to profit or loss	-	-	-	-	-	-	-
	<b>Other Comprehensive Income for the year</b>	<b>5.82</b>	<b>0.18</b>	<b>2.07</b>	<b>6.34</b>	<b>0.69</b>	<b>6.09</b>	<b>(1.66)</b>
	<b>Total Comprehensive Income for the period (VII+VIII)</b>	<b>115.45</b>	<b>41.35</b>	<b>89.20</b>	<b>485.96</b>	<b>(1,485.65)</b>	<b>666.53</b>	<b>(1,887.66)</b>
	<b>Total Comprehensive Income attributable to:</b>							
	<b>Owners</b>	<b>115.45</b>	<b>41.35</b>	<b>89.20</b>	<b>485.96</b>	<b>(1,485.65)</b>	<b>579.00</b>	<b>(1,887.66)</b>
	<b>Non-controlling interests</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>87.52</b>	<b>-</b>
IX	Paid -up Equity Share capital (Face value of the shares Rs.1/- each)	2,716.06	2,716.06	2,716.06	2,716.06	2,716.06	2,716.06	2,578.58
X	Earnings per equity share							
	a) Basic	0.04	0.02	0.03	0.18	-0.55	0.21	-0.73
	b) Diluted	0.04	0.02	0.03	0.18	-0.55	0.21	-0.73
	See accompanying note to the Financial Results							



AP sharma

**Note:**

- |   |  |
|---|--|
| 1 | The above audited results which are published are in accordance with Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements), 2015 have been reviewed by the Audit Committee and taken on record by the Board of Directors at their meeting held on May 23, 2019.   |
| 2 | The statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 Ind AS, prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.  |
| 3 | The Company operates in single business segment of manufacture and sale of exercise note books and paper. Hence, separate reporting of Segment as per "Ind AS-108 Operating Segments" is not required to be made.  |
| 4 | Consequent to the introduction of Goods & Services Tax (GST) with effect from 1 July 2017 (effective date), Central Excise, Value added Tax (VAT) etc. have been subsumed into GST. In accordance with the Indian Accounting Standard on Revenue and Schedule III of Companies Act 2013, Revenue from operations are required to be disclosed net of GST/VAT etc and inclusive of Excise Duty. Accordingly, the figure of first quarter of FY 2017-18 are inclusive of Excise Duty.  |
| 5 | The Statutory Auditors have put qualification in the financial statements for the year ended 31st March, 2019 that the Company has invested a sum of Rs.20.40 Crores in its subsidiary i.e. E-Class Education System Limited ("The Subsidiary"). The subsidiary has made losses in the previous years and the Company has not made provision for diminution in value of investment made in subsidiary which is a departure from Ind AS 109 (Financial Instruments). However, since the management is revitalizing the subsidiary, coupled with improvement in the order book in FY 2018-19 as evident from the turnover achieved and profit earned during the year ended March 2019 and further evident from sale of 49% stake of parent at par during the year. |
| 6 | Ind AS 115 "Revenue from Contracts with Customers", mandatory from reporting periods beginning on or after 1 April 2018, replaces existing revenue recognition requirements. Under the modified retrospective approach, there were no significant adjustments required to the retained earnings as at 1 April 2018. The adoption of the standard did not have any material impact on the financials results.   |
| 7 | Previous period's figures have been regrouped / reclassified, wherever necessary to make them comparable with the current year.  |
| 8 | The above financial results are available on the Stock Exchange website [BSE and NSE] and on the Company's website "www.sundaramgroups.in".  |

Date: 23-05-2019  
Place: Mumbai



For Sundaram Multi Pap Limited

*AP Shah*

Amrut P. Shah  
Chairman & Managing Director



Sundaram Multi Pap Limited				
Statement of Assets and Liabilities			(Rs. in Lacs)	
Particulars	Standalone		Consolidated	
	Audited	Audited	Audited	Audited
	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-18
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, Plant and Equipment	5,160.07	5,254.94	5,209.75	5,286.11
Other Intangible assets	166.64	1.61	795.40	385.27
Financial Assets	-	-	-	-
Investments	2,040.00	3,870.00	-	-
Loans	-	-	16.34	12.31
Other	-	-	-	-
Other Tax Assets	18.10	12.62	33.21	22.07
Deferred tax assets (net)	-	-	-	-
<b>Total Non Current Assets</b>	<b>7,384.81</b>	<b>9,139.17</b>	<b>6,054.70</b>	<b>5,705.76</b>
<b>Current assets</b>				
Inventories	3,657.03	3,673.30	3,926.64	3,947.96
Financial Assets				
Investments	-	-	-	-
Trade receivables	1,615.02	1,620.77	2,120.28	2,027.00
Loans	3.35	3.35	3.35	3.35
Cash and cash equivalents	6.19	3.22	37.93	14.77
Bank balances other than cash and cash equivalents	-	-	-	-
Others	770.00	946.33	1,205.92	1,342.88
Other current assets	29.59	94.32	39.36	142.16
Assets classified as held for sale	2,007.19	2,007.16	2,007.19	2,007.16
<b>Total Current Assets</b>	<b>8,088.37</b>	<b>8,348.45</b>	<b>9,340.67</b>	<b>9,485.28</b>
<b>Total Assets</b>	<b>15,473.18</b>	<b>17,487.62</b>	<b>15,395.37</b>	<b>15,191.04</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity Share capital	2,716.06	2,716.06	2,716.06	2,716.06
Other Equity				
Reserves and Surplus	7,404.34	6,918.39	4,824.16	4,245.16
Non Controlling Interest	-	-	2,047.52	-
<b>Total Equity</b>	<b>10,120.40</b>	<b>9,634.45</b>	<b>9,587.74</b>	<b>6,961.22</b>
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
Financial Liabilities				
Borrowings	9.27	957.28	18.28	957.28
Provisions	37.78	27.87	42.34	31.09
Deferred tax liabilities (Net)	-	-	-	-
<b>Total Non Current Liabilities</b>	<b>47.05</b>	<b>985.15</b>	<b>60.62</b>	<b>988.37</b>
<b>Current liabilities</b>				
Financial Liabilities				
Borrowings	3,388.78	4,038.17	3,734.51	4,345.88
Trade payables - MSME	10.27	17.53	10.27	17.53
Trade payables - other than MSME	794.67	1,737.75	817.21	1,751.64
Other financial liabilities	719.29	671.88	781.14	708.34
Provisions	6.31	5.94	6.68	5.94
Other Current Liabilities	45.19	55.53	55.98	70.90
<b>Total Current Liabilities</b>	<b>4,964.51</b>	<b>6,526.80</b>	<b>5,405.78</b>	<b>6,900.23</b>
Liabilities directly associated with assets classified as held for sale	341.22	341.22	341.22	341.22
<b>Total Equity and Liabilities</b>	<b>15,473.18</b>	<b>17,487.62</b>	<b>15,395.37</b>	<b>15,191.04</b>



Sundaram Multi Pap Limited			
(Currency : Indian Rupees in lakhs)			
Consolidated Segment Wise Revenue, Results for year ended on 31st March 2019			
Sr. No.	Particulars	For financial year ended on	
		31-Mar-19	31-Mar-18
<b>1</b>	<b>Segment revenue [Net revenue from each Segment]</b>		
	(a) Exercise note books & paper	9,124.78	10,720.61
	(b) Software for Educational Content	834.07	218.02
	<b>Sub-Total</b>	<b>9,958.85</b>	<b>10,938.63</b>
	(-) Inter-Segment revenue	-	-
	<b>Net Sales / Income from operations</b>	<b>9,958.85</b>	<b>10,938.63</b>
<b>2</b>	<b>Segment results</b>		
	(a) Exercise note books & paper	479.60	363.57
	(b) Software for Educational Content	180.84	(35.68)
	<b>Sub-Total</b>	<b>660.44</b>	<b>327.89</b>
	(-) Exceptional Income / (Expenses)	-	(1,850.08)
	(+) other unallocable income (net of unallocable expenditure)	-	-
	(-) Tax Expenses	-	(363.79)
	<b>Total Profit After Tax</b>	<b>660.44</b>	<b>(1,885.98)</b>
Sr. No.	Particulars	As at	
		31-Mar-19	31-Mar-18
<b>3</b>	<b>Segment Assets</b>		
	(a) Exercise note books & paper	13,415.08	13,605.01
	(b) Software for Educational Content	1,558.30	2,049.95
	(c) Unallocated	-	-
	<b>Total</b>	<b>14,973.37</b>	<b>15,654.96</b>
<b>4</b>	<b>Segment Liabilities</b>		
	(a) Exercise note books & paper	5,352.79	7,853.18
	(b) Software for Educational Content	454.83	376.65
	(c) Unallocated	-	-
	<b>Total</b>	<b>5,807.62</b>	<b>8,229.83</b>



*APshuh*

### Statement on Impact of Audit Qualifications

(For audit report with modified opinion for Standalone Financial Statement)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2019				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. In Lakhs)
	1.	Total income	9254.86	9254.86
	2.	Total Expenditure	8775.24	8775.24
	3.	Net Profit/(Loss)	479.62	479.62
	4.	Earnings Per Share	0.18	0.18
	5.	Total Assets	15473.18	15473.18
	6.	Total Liabilities	5352.79	5352.79
	7.	Net Worth	10120.39	10120.39
	8.	Any other financial item(s) (as felt appropriate by the management)	--	--
<b>II. Audit Qualification (each audit qualification separately):</b>				
A. Details of Audit Qualification for Consolidated Financial Statement:			(i) The balances of trade receivables, trade payables, loans and advances are subject to confirmations, reconciliation and consequential adjustments if any. Further, no provision has been made for trade receivables, which are outstanding since long and are to be provided for. (ii) The Company has invested a sum of Rs.20.40 Crores in its subsidiary i.e. E-Class Education System Limited ("The Subsidiary"). The subsidiary has made losses in the previous years and the Company has not made provision for diminution in value of investment made in subsidiary which is a departure from Ind AS 109 (Financial Instruments). (Refer para below the Note No.5 (a) to the financial statement)	
B. Type of Audit Qualification :			Qualified Opinion	

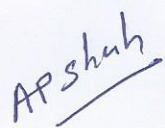

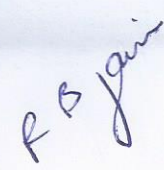

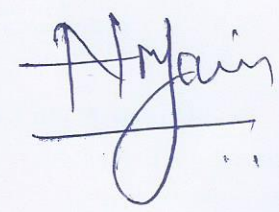

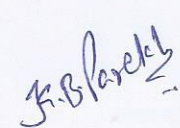

*APShukh*



C. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing	1. First Time; 2. Second Time;
D. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Not Applicable
For Audit Qualification(s) where the impact is not quantified by the auditor:	
1.	Management's estimation on the impact of audit qualification: It is unascertainable.
2.	If management is unable to estimate the impact, reasons for the same:  1. Management considers the trade receivables as good and will be able to recover the same in near future hence impact of the same can't be ascertained. 2. The subsidiary company is going concern and the core product is in high demand in the market, same is evident form improvement in the order book in FY 2018-19 as evident from the turnover achieved and profit earned during the year ended March 2019 and further evident from sale of 49% stake of parent at par during the year, so the estimation of the impact can't be ascertained.
3.	Auditors' Comments on (i) or (ii) above:  1. Management considers the trade receivables as good though debtors are outstanding since long requiring provision to be made but they are confident that it will be able to recover the same in near future. Hence, impact of the same can't be ascertained. 2. Though the subsidiary has made losses in previous years, it is still a going concern. Further in past few years there is improvement turnover & profits of subsidiary. Hence, estimation of the impact is not ascertainable as at balance sheet date.

*APShah*



<b>III. Signatories:</b>	
<b>Amrut P. Shah</b> (Chairman & Managing Director)	 
<b>Rajesh B. Jain</b> (Chief Financial Officer)	 
<b>CA Nikesh Jain</b> Partner JMR & Associates LLP Chartered Accountants (Statutory Auditors)	 
<b>Kalpesh B. Parekh</b> Independent Director (Chairperson of Audit Committee Meeting)	 

### Statement on Impact of Audit Qualifications

(For audit report with modified opinion for Consolidated Financial Statement)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2019				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. In lakhs)
	1.	Total income	10169.04	10169.04
	2.	Total Expenditure	9508.60	9508.60
	3.	Net Profit/(Loss)	660.44	660.44
	4.	Earnings Per Share	0.21	0.21
	5.	Total Assets	15395.37	15395.37
	6.	Total Liabilities	8048.37	8048.37
	7.	Net Worth	9587.74	9587.74
	8.	Any other financial item(s) (as felt appropriate by the management)	--	--
<b>II. Audit Qualification (each audit qualification separately):</b>				
<b>A. Details of Audit Qualification for Consolidated Financial Statement:</b>			<p>(i) The balances of trade receivables, trade payables, loans and advances are subject to confirmations, reconciliation and consequential adjustments if any. Further, no provision has been made for trade receivables, which are outstanding since long and are to be provided for. The effect of same is not ascertainable in absence of complete debtors ageing.</p> <p>(ii) The Company has invested a sum of Rs.20.40 Crores in its subsidiary i.e. E-Class Education System Limited ("The Subsidiary"). The subsidiary has made losses in the previous years and the Company has not made provision for diminution in value of investment made in subsidiary which is a departure from Ind AS 109 (Financial Instruments). (Refer para below the Note No.5 (a) to the financial statement).</p>	
<b>B. Type of Audit Qualification :</b>			Qualified Opinion	



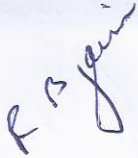

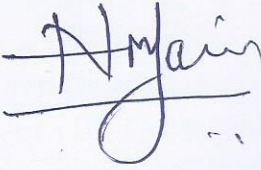

*APShukh*



	C. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing	(i) Second Time; (ii) Second Time;
	D. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Not Applicable
E. For Audit Qualification(s) where the impact is not quantified by the auditor:		
1.	Management's estimation on the impact of audit qualification:	It is unascertainable.
2.	If management is unable to estimate the impact, reasons for the same:	<p>1. Management considers the trade receivables as good and will be able to recover the same in near future hence impact of the same can't be ascertained.</p> <p>2. The subsidiary company is going concern and the core product is in high demand in the market, same is evident form improvement in the order book in FY 2018-19 as evident from the turnover achieved and profit earned during the year ended March 2019 and further evident from sale of 49% stake of parent at par during the year, so the estimation of the impact can't be ascertained.</p>
3.	Auditors' Comments on (i) or (ii) above:	<p>1. Management considers the trade receivables as good though debtors are outstanding since long requiring provision to be made but they are confident that it will be able to recover the same in near future. Hence, impact of the same can't be ascertained.</p> <p>2. Though the subsidiary has made losses in previous years, it is still a going concern. Further in past few years there is improvement turnover &amp; profits of subsidiary. Hence, estimation of the impact is not ascertainable as at balance sheet date.</p>

*APSL*



III. Signatories:	
<b>Amrut P. Shah</b> (Chairman & Managing Director)	 
<b>Rajesh B. Jain</b> (Chief Financial Officer)	 
<b>CA Nikesh Jain</b> Partner JMR & Associates LLP Chartered Accountants (Statutory Auditors)	 
<b>Kalpesh B. Parekh</b> Independent Director (Chairperson of Audit Committee Meeting)	