

Audited Standalone Financial Results for the quarter and year ended March 31, 2022

(Rs. in Lakhs)

	Particulars	Standalone				
		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	Revenue from operations	4,104.44	3,571.43	4,298.86	14,716.69	12,418.39
2	Other income	22.00	26.27	10.93	90.92	46.98
3	Total Revenue (1+2)	4,126.44	3,597.70	4,309.79	14,807.61	12,465.37
4	Expenses					
	a) Cost of materials consumed	1,364.49	1,122.91	1,711.57	5,103.76	4,998.97
	b) Change in inventories of finished goods and work-in-progress	515.63	178.91	14.66	299.17	77.59
	c) Employee benefits expense	942.27	960.13	953.50	3,999.80	3,613.57
	d) Finance costs	213.77	224.96	420.71	880.16	845.79
	e) Depreciation and amortisation expense	173.61	179.06	266.76	721.15	654.34
	f) Job Work Charges	432.91	341.22	556.50	1,555.81	1,517.34
	g) Other expenses	691.46	642.64	662.60	2,735.78	2,549.42
	Total Expenses	4,334.14	3,649.83	4,586.29	15,295.63	14,257.02
5	Profit/(Loss) before tax (3-4)	(207.70)	(52.13)	(276.50)	(488.02)	(1,791.65)
6	Tax Expense					
	a) Current tax	-	-	-	-	-
	b) Deferred tax	-	-	-	-	-
	c) Tax pertaining to earlier years	-	-	(1.61)	-	(1.61)
7	Profit/(Loss) for the period (5-6)	(207.70)	(52.13)	(274.89)	(488.02)	(1,790.04)
8	Other Comprehensive Income					
	i) Items that will not be classified to Profit and Loss					
	a) Remeasurement of the net defined benefit liabilities (Net of tax)	4.36	13.36	(51.25)	44.43	29.97
9	Total Comprehensive Income (7-8)	(212.06)	(65.49)	(223.64)	(532.45)	(1,820.01)
10	Paid up equity	224.00	224.00	224.00	224.00	224.00
11	Other Equity				3,249.40	3,781.85
12	Earnings per share (of Rs. 2 each)					
	Basic & Diluted (Not annualised)	(1.85)	(0.47)	(2.45)	(4.36)	(15.98)

- Notes :**
- The above audited results were reviewed by Audit Committee and approved by the Board of Directors at its meeting held on May 30, 2022.
 - The Company has only single reportable business segment i.e. Manufacturing of Industrial Fasteners' in terms of requirements of IND AS 108 and has its operations / assets located in India.
 - The Company has considered the possible impact of COVID-19 in preparation of the above results. The impact Of the global pandemic may be different from that estimated as at the Date of approval of results. Considering the continuing uncertainties, the Company will continue to closely monitor any material changes to future economic conditions.
 - The Code on Social Security, 2020 ('the Code') has been notified in the Official Gazette on September 29, 2020. The effective date from which the changes are applicable is yet to be notified and the rules are yet to be framed. Impact, if any, of the change will be assessed and accounted in the period in which the said Code becomes effective and the rules framed thereunder are published.
 - The figures for the quarter ended March 31, 2022 and March 31, 2021 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter for the relevant financial year which were subject to limited review by the statutory auditors
 - Previous quarter / year's figures have been regrouped to conform to current quarter / year's presentation.

For and on behalf of the Board of Directors



N. S. Marshall
 Managing Director
 DIN : 00085754

Place : Mumbai
 Date : May 30, 2022



Simmonds Marshall Limited
Audited Consolidated Financial Results for the quarter and year ended March 31, 2022

Particulars	Consolidated				
	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 Revenue from operations	4,415.78	3,820.44	4,617.44	15,733.60	13,414.86
2 Other income	22.13	26.78	10.84	92.85	59.38
3 Total Revenue (1+2)	4,437.91	3,847.22	4,628.28	15,826.45	13,474.24
4 Expenses					
a) Cost of materials consumed	1,601.98	1,292.14	1,955.75	5,873.20	5,738.22
b) Change in inventories of finished goods and work-in-progress	504.43	154.87	(21.71)	252.61	75.14
c) Employee benefits expense	991.00	1,014.90	997.39	4,176.18	3,764.30
d) Finance costs	213.77	224.96	420.71	880.16	845.79
e) Depreciation and amortisation expense	178.97	181.32	268.89	733.17	662.83
f) Job Work Charges	439.74	347.88	562.38	1,579.43	1,531.26
g) Other expenses	717.20	683.23	711.09	2,821.52	2,650.47
Total Expenses	4,647.09	3,899.30	4,894.50	16,316.27	15,268.01
5 Profit/(Loss) before tax (3-4)	(209.18)	(52.08)	(266.22)	(489.82)	(1,793.77)
6 Tax Expense					
a) Current tax	-	-	-	-	-
b) Deferred tax	(1.58)	-	10.12	(1.58)	(2.12)
c) Tax pertaining to earlier years	-	-	(1.61)	-	(1.61)
7 Profit/(Loss) for the period (5-6)	(207.60)	(52.08)	(274.72)	(488.24)	(1,790.13)
8 Share of Profit / (Loss) from an associate	2.28	1.46	0.06	7.66	2.67
9 Total Profit/(Loss) for the period (7+8)	(205.32)	(50.62)	(274.67)	(480.68)	(1,787.47)
10 Other Comprehensive Income (including share in a associate)					
i) Items that will not be classified to Profit and Loss					
a) Remeasurement of the net defined benefit liabilities (Net of tax)	4.36	13.36	(51.25)	44.43	29.97
11 Total Comprehensive Income (9-10)	(209.68)	(63.98)	(223.42)	(525.11)	(1,817.44)
12 Total Profit/(Loss) for the year attributable to:					
- Owners of the Company	(205.42)	(50.67)	(274.83)	(480.46)	(1,787.36)
- Non-controlling interests	0.10	0.05	0.17	(0.22)	(0.10)
13 Other Comprehensive income attributable to :					
- Owners of the Company	4.36	13.36	(51.25)	44.43	29.97
- Non-controlling interests	-	-	-	-	-
14 Total Comprehensive income attributable to:					
- Owners of the Company	(209.78)	(64.03)	(223.58)	(524.89)	(1,817.33)
- Non-controlling interests	0.10	0.05	0.17	(0.22)	(0.10)
15 Paid up equity	224.00	224.00	224.00	224.00	224.00
16 Other Equity				3,260.34	3,785.23
17 Earnings per share (of Rs. 2 each)					
Basic & Diluted (Not annualised)	(1.83)	(0.45)	(2.45)	(4.29)	(15.96)



SIMMONDS MARSHALL LIMITED
Statement of Assets & Liabilities

Rs. in Lakhs

Particulars	Standalone		Consolidated	
	31-03-2022	31-03-2021	31-03-2022	31-03-2021
	Audited	Audited	Audited	Audited
Assets				
Non-current assets				
Property, plant and equipment	3,886.90	4,335.52	3,968.70	4,402.91
Right-of-use assets - Lease	3,513.81	3,642.76	3,513.81	3,642.76
Capital work-in-progress	-	20.41	8.00	20.41
Intangible assets	282.75	290.30	282.75	290.30
Intangible assets under development	1.95	2.38	1.95	2.38
Financial assets				
- Investment in subsidiary, associate and joint venture	327.13	348.12	22.70	15.14
- Others investments	1.00	1.00	1.00	1.00
- Loans	1.55	3.63	1.55	3.63
- Other financial assets	267.34	266.72	298.03	268.30
Deferred tax assets (net)	162.21	162.21	182.89	181.32
Income tax assets	2.53	1.09	2.53	1.09
Other non-current assets	18.26	48.69	18.26	48.69
Total non-current assets	8,465.43	9,122.83	8,302.17	8,877.93
Current assets				
Inventories	4,948.10	5,319.21	5,309.38	5,647.04
Financial assets				
- Trade receivables	2,376.82	2,509.13	2,554.25	2,727.53
- Cash and cash equivalents	6.84	8.97	12.89	35.41
- Bank balances other than above	21.11	22.70	21.11	22.70
- Loans	6.51	6.98	6.51	6.98
- Other financial assets	137.35	70.29	137.35	70.29
Current tax assets (net)	36.19	85.01	36.79	85.18
Other current assets	116.92	244.64	128.10	262.88
Total current assets	7,649.84	8,266.93	8,206.38	8,858.01
TOTAL ASSETS	16,115.27	17,389.76	16,508.55	17,735.94
Equity and liabilities				
Equity				
Equity share capital	224.00	224.00	224.00	224.00
Other equity	3,249.40	3,781.85	3,260.34	3,785.23
Total equity attributable to Owners	3,473.40	4,005.85	3,484.34	4,009.23
Non controlling interests			9.71	9.93
Total Equity	3,473.40	4,005.85	3,494.05	4,019.16
Liabilities				
Non-current liabilities				
Financial liabilities				
- Borrowings	2,046.86	2,187.49	2,046.86	2,187.49
- Lease liabilities	3,670.00	3,697.49	3,670.00	3,697.49
- Other financial liabilities	122.79	64.02	122.79	64.02
Provisions	115.26	90.53	115.26	90.53
Total non-current liabilities	5,954.91	6,039.53	5,954.91	6,039.53
Current liabilities				
Financial liabilities				
- Borrowings	3,139.83	3,218.16	3,139.83	3,218.16
- Trade payables				
(a) Total outstanding dues of micro & small enterprises	1,107.06	817.11	1,316.22	998.38
(b) Total outstanding dues of creditors other than micro and small enterprises	1,746.97	2,542.33	1,881.65	2,668.51
- Lease liabilities	27.49	24.88	27.49	24.88
- Other financial liabilities	169.40	433.32	169.40	433.32
Other current liabilities	120.63	70.91	148.56	94.64
Provisions	375.58	237.67	376.44	239.36
Total current liabilities	6,686.96	7,344.38	7,059.59	7,677.25
TOTAL EQUITY & LIABILITIES	16,115.27	17,389.76	16,508.55	17,735.94



SIMMONDS MARSHALL LIMITED
Standalone Statement of Cash Flows for year ended March 31, 2022
Rs. in Lakhs

Particulars	For period ended		For year ended	
	March 31, 2022		March 31, 2021	
A. Cash flows from Operating Activities:				
Net Loss Before Tax		(488.02)		(1,791.65)
Adjustments for:				
Depreciation and Amortisation expense	721.15		654.34	
Remeasurement of defined benefit plan	(44.43)		(29.97)	
Bad debts / Sundry balances written off (Net)	(3.51)		57.30	
Share of loss from partnership firm	20.99		10.35	
Finance costs	880.16		845.79	
Provision for expected credit loss	-		2.93	
Unrealised foreign exchange (gain)/loss	8.13		(5.21)	
(Profit)/Loss on sale of property, plant and equipment (net)	(22.19)		0.17	
Interest income	(6.80)	1,553.50	(29.17)	1,506.53
Operating Profit/(Loss) Before Working Capital Changes		1,065.48		(285.12)
Adjustments for :				
(Increase) / Decrease in Trade & Other receivables	197.94		(840.53)	
Decrease in inventories	371.11		835.23	
(Increase) / Decrease in Trade payables & Other payables	(448.28)		922.04	
Increase in Provisions	162.64	283.41	28.79	945.53
Cash generated from operations		1,348.89		660.41
Direct tax paid / (refund) (net)		(47.38)		(46.33)
Net Cash generated from Operating Activities "A"		1,396.27		706.74
B. Cash Flows from Investing Activities				
Purchase of property, plant and equipment/ intangible assets (including capital work-in-progress)		(425.41)		(792.14)
Proceeds from sale of property, plant and equipment		86.95		17.09
Withdrawals of bank deposits (net)		0.19		15.51
Interest received		7.11		10.26
Net Cash used in Investing Activities "B"		(331.16)		(749.28)
C. Cash Flows from Financing Activities				
Proceeds from long term borrowings		393.00		617.19
(Repayment) of long term borrowings		(572.04)		(23.62)
Proceeds from short term borrowings		-		80.28
(Repayment) of short term borrowings		(39.93)		-
Payment of Lease Liabilities		(24.88)		(17.10)
Finance costs paid		(823.39)		(652.10)
Net Cash generated from/(used in) Financing Activities "C"		(1,067.24)		4.65
Net Increase / (Decrease) in Cash & Cash Equivalent (A+B+C)		(2.13)		(37.90)
Cash & Cash equivalent at the beginning of the year		8.97		46.87
Cash & Cash equivalent as at end of the year		6.84		8.97



SIMMONDS MARSHALL LIMITED

Consolidated Statement of Cash Flows for year ended March 31, 2022

Rs. in Lakhs

Particulars	For year ended March 31, 2022		For year ended March 31, 2021	
A. Cash flows from Operating Activities:				
Net Loss Before Tax		(489.82)		(1,793.77)
Adjustments for:				
Depreciation and Amortisation expense	733.17		662.83	
Remeasurement of defined benefit plan	(44.43)		(29.97)	
Bad debts / Sundry balances written off (Net)	(3.51)		73.17	
Finance costs	880.16		845.79	
Provision for expected credit loss	-		2.93	
Unrealised foreign exchange (gain)/loss	8.13		(5.21)	
(Profit)/Loss on sale of property, plant and equipment (net)	(22.19)		0.17	
Interest income	(6.80)	1,544.53	(26.67)	1,523.03
Operating Profit/(Loss) Before Working Capital Changes		1,054.71		(270.74)
Adjustments for :				
(Increase) / Decrease in Trade & Other receivables	125.81		(885.51)	
Decrease in inventories	337.67		821.43	
Increase in Trade payables & Other payables	(318.21)		969.20	
Increase in Provisions	162.95	308.22	33.23	938.36
Cash generated from operations		1,362.93		667.62
Direct tax paid / (refund) (net)		(47.38)		(46.33)
Net Cash generated from Operating Activities "A"		1,410.31		713.95
B. Cash Flows from Investing Activities				
Purchase of property, plant and equipment/ intangible assets (including capital work-in-progress)		(459.84)		(793.80)
Proceeds from sale of property, plant and equipment		86.95		17.09
Withdrawals of bank deposits (net)		0.19		15.51
Interest received		7.11		10.26
Net Cash used in Investing Activities "B"		(365.59)		(750.95)
C. Cash Flows from Financing Activities				
Proceeds from long term borrowings		393.00		617.19
(Repayment) of long term borrowings		(572.04)		(23.62)
Proceeds from short term borrowings		-		80.28
(Repayment) of short term borrowings		(39.93)		-
Payment of Lease Liabilities		(24.88)		(17.10)
Finance costs paid		(823.39)		(652.10)
Net Cash generated from/(used in) Financing Activities "C"		(1,067.24)		4.65
Net Increase / (Decrease) in Cash & Cash Equivalent (A+B+C)		(22.52)		(32.37)
Cash & Cash equivalent at the beginning of the year		35.41		67.78
Cash & Cash equivalent as at end of the year		12.89		35.41



Independent Auditor's Report

To,
The Board of Directors of **Simmonds Marshall Limited**

Report on the audit of the Standalone Financial Results**Opinion**

We have audited the accompanying standalone financial results of **Simmonds Marshall Limited** ('the Company') for the quarter and year ended March 31, 2022, attached herewith along with notes thereto, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

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

- (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India, of the net loss and other comprehensive income and other financial information for the quarter and year ended March 31, 2022.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

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

Management's Responsibilities for the Standalone Financial Results

The standalone financial results have been prepared on the basis of standalone annual financial statements. The Company's Board of Directors are responsible for the preparation of these standalone financial results that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design,



implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

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

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 financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Other Matters

- We draw your attention to the Note 3 to the financial results regarding the assessment made by management relating to impact of COVID-19 pandemic on the operations of the Company.
- The Standalone Financial Results include the results for the quarter ended March 31, 2022 and March 31, 2021 being the balancing figure between audited figures in respect of full financial year and the published unaudited year to date figures up to the third quarter of the respective financial year which were subject to limited review by us.

Our opinion is not modified in respect of these matter.

For Lodha & Co.
Chartered Accountants
Firm Registration No. – 301051E

R. P. Baradiya
Partner
Membership No. 44101
UDIN: 22044101AJWOCH6635

Mumbai
30th May, 2022



Independent Auditor's Report

To
The Board of Directors of **Simmonds Marshall Limited**

Report on the Audit of the Consolidated Financial Results

We have audited the accompanying consolidated financial results of **Simmonds Marshall Limited (hereinafter referred to as the "Holding Company")** and its subsidiary and an associate (the Holding Company, its subsidiary and an associate together referred to as "the Group") for the quarter and year ended March 31, 2022, attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on separate audited financial results of the subsidiary and associate, the aforesaid consolidated financial results:

- a. includes the financial results of Stud India (partnership firm), a subsidiary and Formex Private Limited, an associate;
- b. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- c. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net loss and other comprehensive income and other financial information of the Group for the quarter and year ended March 31, 2022.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those 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 Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the consolidated financial results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their report referred to in "Other Matters" paragraph below is sufficient and appropriate to provide a basis for our audit opinion.

Management's Responsibilities for the Consolidated Financial Results

The consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net loss and other comprehensive income and other financial information of the Group in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act, read



with relevant rules issued thereunder, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the Companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial results, the respective Board of Directors of the Companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so. The respective Board of Directors of the Companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.

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 financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.



- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group to express an opinion on the consolidated financial results. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

We communicate with those charged with governance of the Holding Company of which we are the Independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations as amended, to the extent applicable.

Other Matters:

- (i) (a) The Consolidated Financial Results include the audited financial results of a subsidiary, whose financial statements reflect total assets of Rs. 745.69 lakhs as at March 31, 2022, total incomes of Rs. 314.99 lakhs and Rs.1,085.97 lakhs, net profit / (loss) after other comprehensive income of Rs. 10.76 lakhs and Rs. (21.21) lakhs for the quarter ended March 31, 2022 and for the year ended March 31, 2022 respectively and



net cash outflow Rs. 20.39 lakhs, as considered in the consolidated financial results which have been audited by other auditor. The Independent auditors' reports on financial results of this entity have been furnished to us, and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of this entity, is based solely on the report of such auditor and the procedures performed by us are as stated in paragraph above.

(b) We did not audit the financial results of an associate included in the consolidated financial statements, whose financial statements reflect net profit and total comprehensive income of Rs. 2.28 lakhs and Rs. 7.56 lakhs (represents Group's share) for the quarter ended March 31, 2022 and for the year ended March 31, 2022, respectively. The Independent auditors' report on financial results of this entity has been furnished to us, and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of this entity, is based solely on the report of such auditor and the procedures performed by us are as stated in paragraph above.

Our opinion on the consolidated financial results is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditors.

- (ii) (a) We draw your attention to the Note 3 to the financial results regarding the assessment made by management relating to impact of COVID-19 pandemic on the operations of the Group.

(b) The Consolidated Financial Results include the results for the quarter ended March 31, 2022 and March 31, 2021 being the balancing figure between audited figures in respect of full financial year and the published unaudited year to date figures up to the third quarter of the respective financial year which were subject to limited review by us.

Our opinion is not modified in respect of these matters.

Mumbai
30th May, 2022

For Lodha & Co.
Chartered Accountants
Firm Registration No. – 301051E

R. P. Baradiya
Partner
Membership No. 44101
UDIN: 22044101AJWOLJ4059

