

SW:SEC:037  
27<sup>th</sup> May, 2019

**Bombay Stock Exchange Limited**  
Dept. of Corporate Services  
Floor 7, P J Towers,  
Dalal Street  
Mumbai- 400 001.  
Fax No. 91 22 2272 3577/3354/1557

**The Calcutta Stock Exchange Ltd.**  
7, Lyons Range  
Kolkata-700 001

Ref: Company Code No. 532455

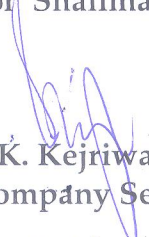
**Sub: Intimation of approved Audited Financial Results for the quarter  
and year ended 31<sup>st</sup> March, 2019.**

Dear Sirs,

In terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose a copy of the Audited Financial Results of the company along with segment-wise Revenue Results and Capital Employed for the quarter and year ended 31<sup>st</sup> March, 2019, alongwith Auditors' Report approved at the meeting of the Board of Directors of the company held today i.e. on 27<sup>th</sup> May, 2019.

Thanking you,

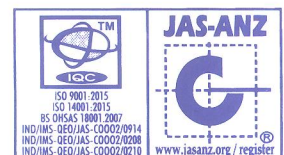
Yours faithfully,  
For **Shalimar Wires Industries Ltd.**

  
**S.K. Kejriwal**  
Company Secretary

Encl : as above

**SHALIMAR WIRES INDUSTRIES LIMITED**

77, Netaji Subhas Road, Uttarpara-712258, Dist. Hooghly (WB) INDIA, Phone : +91 (33) 2663-8186 / 4012-6400 (30 lines)  
Fax : (033) 26633249 / 26637611, E-mail : swilutp@shalimarwires.com  
**Registered Office** : 25, Ganesh Chandra Avenue, Kolkata-700 013, India, Phone : 91-33-2234-9308 / 09 /10  
Fax : 91-33-2211-6880, E-mail : swilho@shalimarwires.com, Website : www.shalimarwires.com  
**CIN : L74140WB1996PLC081521**



**SHALIMAR WIRES INDUSTRIES LIMITED**

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2019

Sl.No	Particulars	3 months ended	3 months ended	3 months	Year ended	Year ended
		(31/03/2019) Audited	(31/03/2018) Audited	ended (31/12/2018) Unaudited	(31/03/2019) Audited	(31/03/2018) Audited
(Rs. in Lacs)						
I	Revenue from operations	3,154.27	2,731.85	2,803.59	11,467.44	10,748.05
	a) Sales of Products (Net of GST Refer Note no.2)	42.52	40.16	8.32	67.10	58.61
	b) Other Operating Revenue	3,196.80	2,772.02	2,811.91	11,534.55	10,806.67
II	Other Income	214.79	331.49	17.26	333.78	331.49
III	Total Revenue (I+II)	3,411.59	3,103.50	2,829.17	11,868.33	11,138.15
IV	Expenses					
	a) Cost of materials Consumed	875.72	881.16	904.86	3,511.89	3,195.84
	b) Changes in inventories of finished goods, Work in progress and Stocks in trade	83.43	416.13	(56.69)	31.40	331.66
	c) Excise Duty (Refer Note No.2)	-	2.21	-	-	271.00
	d) Employee benefit expenses	620.39	700.85	699.93	2,695.97	2,590.75
	e) Finance Cost	326.35	293.38	139.52	881.31	797.06
	f) Depreciation and amortisation expense	53.38	80.97	150.77	504.81	536.27
	g) Other Expenses	2,136.61	1,968.07	876.35	4,755.95	4,526.66
	Total Expenses	4,095.87	4,342.77	2,714.74	12,381.32	12,289.24
V	Profit / (Loss) before exceptional items and tax (III-IV)	(684.28)	(1,239.27)	114.43	(512.99)	(1,111.09)
VI	Exceptional Items, Income/(Expense)	-	17,106.02	-	-	21,457.66
VII	Profit/ (Loss) before tax (V+VI)	(684.28)	15,866.75	114.43	(512.99)	20,346.57
VIII	Tax Expense	-	-	-	-	-
	Current Tax	-	-	-	-	-
	Deferred Tax	-	-	-	-	-
IX	Profit/ (Loss) from Ordinary Activities after Tax (VII-VIII)	(684.28)	15,866.75	114.43	(512.99)	20,346.57
X	Extraordinary Items (net of tax expense)	-	-	-	-	-
XI	Profit/ (Loss) for the period (IX+X)	(684.28)	15,866.75	114.43	(512.99)	20,346.57
XII	Other Comprehensive Income (Net of tax, net credit/ (charges))	(21.24)	42.75	-	(21.24)	42.75
XIII	Total Comprehensive Income (XI+XII)	(705.52)	15,909.49	114.43	(534.23)	20,389.31
	<b>Paid-up Equity Share Capital</b>					
	a) Fully Paid Up (Rs.2/- Each Fully Paid Up Previous Year Rs.2/- Each Fully Paid Up)	855.10	855.10	855.10	855.10	855.10
	b) Partly Paid Up	-	-	-	-	-
	Reserves Excluding Revaluation Reserves	-	-	-	-	-
	As per Balance Sheet of Previous Accounting Year	-	-	-	3,744.07	4,278.30
	Earning per Share (EPS)					
	a) Basic & Diluted EPS (Rs.)	(1.60)	37.11	0.27	(1.20)	47.59
	b) Basic & Diluted EPS (Rs.)	(1.60)	37.11	0.27	(1.20)	47.59
	<b>PARTICULARS OF SHARE HOLDING</b>					
	1) Public Shareholding					
	- Number of Equity Shares	14,931,141	14,931,141	14,931,141	14,931,141	14,931,141
	- Percentage of Shareholding	34.92%	34.92%	34.92%	34.92%	34.92%
	2) Promoters and Promoter Group Shareholding					
	a) Pledged/Encumbered	-	-	-	-	-
	- Number of Shares	27,823,982	27,823,982.00	27,823,982	27,823,982	27,823,982
	- Percentage of Shares (as a % of the total Shareholding of Promoter and Promoter Group)	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage Of Shares (as a % of the total Share Capital of the Company)	65.08%	65.08%	65.08%	65.08%	65.08%
	b) Non-Encumbered					
	- Number of Shares	Nil	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total Shareholding of Promoter and Promoter Group)	Nil	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total Share Capital of the Company)	Nil	Nil	Nil	Nil	Nil

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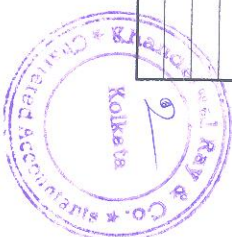


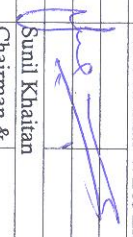

2 Current liabilities							
(a) Financial liabilities							
	(i) Borrowings	369.92			116.04		
	(ii) Trade payables	2,219.33			1,545.07		
	(iii) Other financial liabilities	1,198.24			977.57		
			3,787.50			2,638.68	
	(b) Other current liabilities						
	(c) Provisions		595.58			558.94	
			152.13			97.78	
	<i>Total Current Liabilities</i>				4,535.21		3,295.40
	<b>Total Liabilities</b>				<b>13,141.62</b>		<b>10,720.52</b>
	<b>Total Equity and Liabilities</b>				<b>17,740.80</b>		<b>15,853.92</b>

STATEMENT OF THE FINANCIAL RESULT FORB THE QUARTER ENDE 31ST MARCH 2019

Notes:

- 1 The financial results of the company have been prepared in accordance with Indian Accounting Standard (Ind AS) prescribed under section 133 of Companies Act, 2013 read with the relevant rules thereunder and in terms of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated 5th July, 2016
- 2 According to the requirements of Ind As and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, revenue for the corresponding previous year ended 31st March, 2017 were reported inclusive of Excise Duty. The Government of India has implemented Goods Service Tax (GST) from 1st July, 2017 replacing of Excise Duty, Service Tax and various other indirect taxes. In accordance with the requirement of Ind As 18, revenue for the quarter and year ended 31st March, 2019 is reported net of GST as such the revenue reported for the quarter and year ended 31st March, 2019 is not comparable with the revenues reported in the previous year ended as above.
- 3 Effective from 1st April, 2018, the Company has adapted Ind AS 115 'Revenue from Contracts with Customers'. The adaption of Ind AS 115 did not have any significant impact on the financial results of the Company.
- 4 No provision has been made in respect of the following considered as Contingent Liabilities:
  - i) Claims against the company not acknowledge as debts Rs. 77.28 lacs
  - ii) Demands of various Government Activities (Sales Tax, Excise, etc) under Appeals Rs. 434.21 lacs.
  - iv) Liability likely to arise on re-opening of cases by various authorities, amount unascertained.
- 5 i) During the financial year 2017-18 Kotak Mahindra Bank Ltd(KMBL), pursuant to their Sanction letter dated 13.02.2018, sanctioned credit facilities of Rs 32 crore overall segregated into (a) a term loan of Rs.20 crores (with a sublimit of Rs.5 crores towards cash credit facilities) and (b) non-fund facility towards Letter of Credit of Rs.12 crores to the Company. The term loan is repayable in 60 monthly instalments with a moratorium of one year as to the principal amount. The Letters of Credit are proposed to be utilised for import of machineries for the proposed expansion project. During the year ended March 31, 2018 the company availed Rs. 18 crores out of the sanctioned term loan for settlement of ARCC.
  - ii) Subsequently, pursuant to the Order of the Honble High Court of Kolkata dated 17th April, 2018 the State Bank of India has released accumulated balance of Rs 25.99 crore (including interest and net of charges) being sale proceeds of assets kept deposited in No-lien account of SBI so far. Consequently, the Company has repaid Rs 18 crore to KMBL (out of amount released by SBI) and balance utilised to pay of pending statutory liabilities.



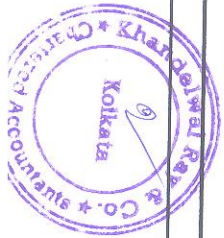
	iii) Post repayment, on being approached by the Company to support the Expansion plan currently being envisaged by the Company in lying with the erstwhile DRS, KMBI, vide Sanction letter dated 21/5/2018 and 20/11/2018, has revised their Sanction letter dated 13/02/2018 and sanctioned overall credit facilities of Rs.49.46 crores (including Forex Fwd LER of Rs. 4 crores) segregated into (a) Term Loan of Rs. 18.46 crores (b) Working Capital Limit of Rs. 5 crore and (c) LC limit of Rs.22 crore backed up by a Term Loan of Rs. 22 crores. Term Loan of Rs. 9.46 crores is against Capex repayable in 60 monthly instalments and balance Rs.9 crores is against GST payable on purchase of machineries and is repayable in 36 monthly instalments. Minimum upfront cash margin of 10% and additional margin of 1.5% of the LC amount is required to be built up monthly in respect of the LC facilities. The Company has availed Term Loan of Rs. 16.37 crores out of Rs.18.46 crores for Capex including GST and LC facilities of Rs.16.31 crore during the year for purchase of imported machineries.				
	iv) Unsecured Loans from promoters Rs. 13.75 lacs and certain bodies corporate Rs.11.25 lacs are repayable after the repayment of all settled dues of secured creditors are made pursuant to the Rehabilitation Scheme sanctioned by its Order dated 10/06/2010 of the erstwhile BIFR. As per said sanction Scheme of erstwhile BIFR, no interest is payable on above loans.				
6	The figures for last quarter of the current year and of the previous year are the balancing figure between the audited figures in respect of the full financial year and the published year to date figures upto 3rd quarter.				
7	Previous period figures have been regrouped / rearranged wherever considered necessary.				
8	The above results were taken on record and approved by the Board Of Directors at its meeting held on 27th May, 2019.				
9	The above results is as per Clause 41 of the Listing Agreement.				
	For Shalimar Wires Industries Limited				
					
	Sunil Khaitan Chairman &				
					
	Kolkata				
	27th May, 2019				



**SHALIMAR WIRES INDUSTRIES LIMITED**

**SEGMENT WISE REVENUE, RESULTS, ASSETS, LIABILITIES AND CAPITAL EMPLOYED FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2019**

Sl. No	Particulars	3 months ended		3 months ended		3 months ended		Year ended		(Rs. in Lacs)	
		Audited	Audited	Audited	Unaudited	Audited	Audited	Audited	Audited		
		(31/03/2019)	(31/03/2018)	(31/12/2018)	(31/03/2019)	(31/03/2019)	(31/03/2018)				
1	<b>Segment Revenue (Sale and Other Operating Income)</b>										
	(a) Segment -Paper Mill Product	2,885.85	2,464.20	2,481.77	10,251.92	9,533.16					
	(b) Segment -Strip & Wire	310.95	307.82	330.14	1,282.63	1,273.51					
	(c) Segment -Others	-	-	-	-	-					
	<b>Total Segment Revenue</b>	<b>3,196.80</b>	<b>2,772.02</b>	<b>2,811.91</b>	<b>11,534.55</b>	<b>10,806.67</b>					
	Less: Inter Segment Revenue	-	-	-	-	-					
	<b>Net sales/Income From Operations</b>	<b>3,196.80</b>	<b>2,772.02</b>	<b>2,811.91</b>	<b>11,534.55</b>	<b>10,806.67</b>					
	2	<b>Segment Results</b>									
		(a) Segment -Paper Mill Product	(457.22)	(1,510.53)	324.73	451.71	(667.49)				
		(b) Segment -Strip & Wire	(115.50)	233.16	(88.04)	(417.17)	21.98				
(c) Segment -Others		-	-	-	-	-					
<b>Total Segment Results</b>		<b>(572.72)</b>	<b>(1,277.37)</b>	<b>236.69</b>	<b>34.54</b>	<b>(645.51)</b>					
Other Income		214.79	331.49	17.26	333.78	331.49					
Finance Cost		(326.35)	(293.38)	(139.52)	(881.31)	(797.06)					
<b>Total Profit / (Loss) Before Exceptional Items</b>		<b>(684.28)</b>	<b>(1,239.27)</b>	<b>114.43</b>	<b>(512.99)</b>	<b>(1,111.09)</b>					
Exceptional items - income/(expenditure) - unallocated/corporate		-	17,106.02	-	-	21,457.66					
<b>Total Profit / (Loss) for the year</b>		<b>(684.28)</b>	<b>15,866.75</b>	<b>114.43</b>	<b>(512.99)</b>	<b>20,346.57</b>					
3	<b>Segment Assets</b>										
	(a) Segment -Paper Mill Product	16,527.57	14,456.92	14,370.57	16,527.57	14,456.92					
	(b) Segment -Strip & Wire	498.15	615.52	536.50	498.15	615.52					
	(c) Segment -Others	715.08	781.48	592.41	715.08	781.48					
<b>Total Segment Assets</b>	<b>17,740.80</b>	<b>15,853.92</b>	<b>15,499.48</b>	<b>17,740.80</b>	<b>15,853.92</b>						
4	<b>Segment Liabilities</b>										
	(a) Segment -Paper Mill Product	3,463.62	2,770.06	2,472.32	3,463.62	2,770.06					
	(b) Segment -Strip & Wire	89.26	131.55	503.50	89.26	131.55					
	(c) Segment -Others	9,588.75	7,818.91	7,604.97	9,588.75	7,818.91					
<b>Total Segment Liabilities</b>	<b>13,141.62</b>	<b>10,720.52</b>	<b>10,580.79</b>	<b>13,141.62</b>	<b>10,720.52</b>						



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**SHALIMAR WIRES INDUSTRIES LIMITED**

**STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2019**

Sl No	Particulars	3 months ended (31/03/2019) Audited	3months ended (31/03/2018) Audited	Year ended (31/03/2019) Audited	Rs.in lacs
1	Total Income from Operations	3,196.80	2,772.02	11,534.55	
2	Net Profit / (Loss) for the period (Before Tax, Exceptional and/or Extraordinary items)	(684.28)	(1,239.27)	(512.99)	
3	Net Profit / (Loss) for the period before tax (after Exceptional and/or Extraordinary items)	(684.28)	15,866.75	(512.99)	
4	Net Profit / (Loss) for the period after tax (after Exceptional and/or Extraordinary items)	(684.28)	15,866.75	(512.99)	
5	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	(705.52)	15,909.49	(534.23)	
6	Equity Share Capital	855.10	855.10	855.10	
7	Earnings Per Share (of Rs. 2/- each) (for continuing and discontinued operations) -				
	Basic:	(1.60)	37.11	(1.20)	
	Diluted:	(1.60)	37.11	(1.20)	

**Note:**

The above is an extract of the detailed format of audited Financial Results of the Company for the Quarter and and year ended 31st March, 2019 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the Quarterly Financial Results of the Company are available on the websites [www.shalimarwires.com](http://www.shalimarwires.com) of the Company and Stock Exchange(s).

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## INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF SHALIMAR WIRES INDUSTRIES LIMITED

Report on the Audit of the Standalone Financial Statements

### Opinion

We have audited the Standalone Financial Statements of **Shalimar Wire Industries Limited** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2019, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2019 and loss for the year, changes in equity and its cash flows for the year ended on that date.

### Basis for Opinion

We conducted our audit of the Standalone Financial Statements in accordance with Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* 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 independent requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Companies Act, 2013 and the Rules made there under and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Financial Statements.

### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a





whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

### **Information other than the Standalone Financial Statements and Auditor's Report thereon**

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholders Information, but does not include the Standalone Financial Statements and our Auditor's Report thereon.

Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies act, 2013 ("the Act") with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act.

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 judgements 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 Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Statements, management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the Financial Statements 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. Misstatement can arise from fraud or error and is 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 Statements.

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 statements, 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system 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 management.
- Conclude on the appropriateness of management's 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 statements 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 statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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 financial statements.

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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on Other Legal and Regulatory Requirements**

- i) As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Sub-section (11) of Section 143 of the Act, we enclose in the **Annexure – A**, a statement on the matters specified in the said Order, to the extent applicable to the Company.
- ii) As required by Section 143(3) of the Act, based on our audit we report that
  - a) We have sought and, except for the matters described in the Basis for Qualified Opinion paragraph, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.



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- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement Cash Flows dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid Standalone Financial Statements comply with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of written representations received from the Directors as on 31<sup>st</sup> March, 2019 taken on record by the Board of Directors, none of the Director is disqualified as on 31<sup>st</sup> March, 2019 from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the Internal Financial Controls over Financial Reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **Annexure – B**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:  
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with amended Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i) The Company has disclosed the impact of pending litigations on its financial position, wherever ascertainable – Refer Note No. 32.
- ii) The Company did not have any long-term contracts including derivative contracts for which there was any material foreseeable loss.



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iii) Since the Sick Industrial Companies Act has been repealed by the Government of India, the exemption granted to the Company by the erstwhile BIFR from transferring any amount to the Investor Education and Protection Fund is no longer available and accordingly the Company is taking necessary steps for transferring the unclaimed amounts to Investor Education and Protection Fund.

**For Khandelwal Ray & Co.**

Chartered Accountant

FR No. 302035E



P. Sarkar

Partner

(Membership No. 051449)

Place:

Date: 27/05/2019

