



CMM INFRAPROJECTS LTD.

CIN - 145201MP2006PLC018506

110-111, DM Tower, Lala Banarsilal Dawar Marg,
New Palasia, Indore - 452016
Email : cmm.projectoperations@gmail.com

30th December, 2024

To,
The Manager,
Listing Department
National Stock Exchange of India Limited
Bandra Kurla Complex, Bandra (East)
Mumbai - 400 051

Sub: Outcome of Board Meeting No. 01/2024-25 under Regulation 30 of SEBI (Listing Obligation & Disclosure Requirements) Regulations, 2015 held on Monday, 30th December, 2024.

NSE Symbol : CMMIPL

This is to inform you under Regulation 30 and any other Regulation of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015 that the meeting of the Board of Directors of the Company was held on Saturday, 28th December, 2024 at office No.110 & 111 in DM Tower, Lala Banarasilal Dawar Marg, New Palasia, Indore (MP) Pincode-452016. at 3:00 PM .

ADJOURNMENT OF MEETING :-Due to the procedural reasons the approval of financial results was under discussion. The Board decided to adjourned the meeting to discuss the particular agenda on 30/12/2024 at 5:pm

In the said meeting, of the Board of Directors of the company Transact the following business.

4. TO APPROVE THE UN-AUDITED FINANCIAL STATEMENTS OF THE COMPANY FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2024 ALONGWITH THE LIMITED REVIEW REPORT AS PER SEBI (LODR) REGULATIONS, 2015.

1. Approved Un-audited Financial Results for the half Year ended 30th September, 2024.

2. Pursuant Regulation 33 (3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. CIR/CFD/CMD/56/2016 dated 27th May 2016, The Company hereby declare that M/s. Spark and Associates, Indore the Statutory Auditors of the Company have issued the Limited Review Reports on the Un-Audited financial results of the company for the half year ended 30th September, 2024.

CONCLUSION TIME- 8:15 PM

Thanking You,

Yours faithfully,

For: CMM INFRAPROJECTS LIMITED


(DIRECTOR)

TANAY MAHESHWARI

(DIN:10851260)

CMM INFRAPROJECTS LIMITED

Registered Office: Office No. 110 & 111 in DM Tower, Lala Banarasil Dawar Marg, New Palasia, Indore (M.P.) - 452016
Website: www.cmminfra.co.in
CIN: L45201MP2006PLC018506

UNAUDITED FINANCIAL RESULTS FOR THE FINANCIAL HALF YEAR ENDED 30.09.2024

Particulars <i>(Refer Notes Below)</i>		Half Year Ended			Year Ended	
		30-09-2024 (Unaudited)	31-03-2024 (Audited)	30-09-2023 (Unaudited)	31-03-2024 (Audited)	31-03-2023 (Audited)
I	Net Sales/ Income From Operations					
II	Other Income	2,758.28	7,587.28	5,731.45	13,318.73	10,767.89
III	Total Revenue (I+II)	35.17	17.25	23.69	40.94	235.80
IV	Expenses	2,793.45	7,604.52	5,755.15	13,359.67	11,003.69
	(a) Cost of Materials consumed	2,647.09	7,077.17	5,364.36	12,441.53	11,829.83
	(b) Purchase of stock-in-trade					
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	123.60	202.45	326.05	573.40
	(c) Employee benefits expense	54.15	59.64	53.70	113.34	227.50
	(d) Depreciation and Amortisation Expense	73.07	82.97	82.95	165.92	179.54
	(e) Finance Cost	15.47	-1.82	13.98	12.16	466.22
	(f) Other Expenses	38.17	211.23	25.08	236.31	635.58
	Total Expenses (IV)	2,827.95	7,552.79	5,742.52	13,295.31	13,912.06
V	Profit / (Loss) before exceptional items and extraordinary items and tax (III-IV)	-34.50	51.73	12.63	64.36	-2,908.36
VI	Exceptional Items					
VII	Profit / (Loss) before extra ordinary items and tax (V-VI)	-34.50	51.73	12.63	64.36	-2,908.36
VIII	Extraordinary Items					
IX	Profit / (Loss) before tax expense(VII-VIII)	-34.50	51.73	12.63	64.36	-2,908.36
X	Tax expense:					
	(1) Current Tax	-	-	-	-	-
	(2) Earlier Year Tax	-	56.82	-	56.82	-0.08
	(3) Deferred Tax	7.47	-8.23	-5.39	-13.62	-30.90
XI	Profit/(Loss) for the period from Continuing Operations (IX-X)	-27.02	3.14	18.02	21.16	-2,877.38
XII	Profit/(Loss) from Discontinuing Operations					
XIII	Tax expense of Discontinuing Operations					
XIV	Profit/(Loss) from Discontinuing Operations after Tax Expenses (XII-XIII)	-27.02	3.14	18.02	21.16	-2,877.38
XV	Profit/(Loss) for the Period (XI+XIV)	-27.02	3.14	18.02	21.16	-2,877.38
XVI	Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	1,567.33	1,567.33	1,567.33	1,567.33	1,567.33
XVII	Reserves excluding Revaluation Reserves as per Balance Sheet of Previous Accounting Year			1,301.95	1,310.74	1,289.59
XVIII	Earning per Equity Share (In Rs.)					
	(a) Basic	-0.17	0.02	0.115	0.14	-18.36
	(b) Diluted	-0.17	0.02	0.115	0.14	-18.36

Notes:

- The above unaudited Financial results for the half year ended on 30-09-2024 with qualified opinion report have been reviewed and approved by the Board of Directors of the Company in its meeting held on 28-12-2024 and taken on record by the chairman of Monitoring Committee.
- Hon'ble National Company Law Tribunal, Indore Bench vide order dated appointed Interim Insolvency Professional (IRP), ordering commencement of CIRP and thereafter, Hon'ble National Company Law Tribunal vide its order no. IA/152(MP)2024 dated November 11, 2024 approved the resolution Plan submitted by the Successful Resolution Applicant i.e. Effulgence Trading and Services Private Limited & Shree Naivedya Fincom Private Limited (Jointly) for the company, effect of which shall be taken in the books upon fulfilment of conditions Precedent as per the plan.
- The Hon'ble NCLT Indore bench has approved the resolution plan submitted by Effulgence Trading services private limited & Shree Naivedya Fincom Private Limited (Jointly) (Successful Resolution Applicant) on dated November 11, 2024. Monitoring Committee has been formed on December 06, 2024 by appointing Erstwhile RP as chairman of the monitoring committee.
- The Monitoring Committee in its meeting dated 06.12.2024 has approved the appointment of the nominated directors by Successful Resolution Applicant (SRA) namely Mr. Tanay Maheshwari (Executive Director) and Mrs. Shobha Lohia (Promoter Director) and Mr. Gouri Shankar Lohia (Promoter Director) who has taken over the charge in place of Mr. Kishan Mundra (Managing Director), Laxmi Devi Mundra (Whole-time director) and Samta Mundra (Whole-time director). And accordingly the Executive Director of the company has signed the financial result and were taken on record by the Chairman of Monitoring Committee.
- Figures have been regrouped and re-classified wherever necessary.
- The Company is engaged in single business segment and hence no break up of revenue is required to be furnished as per AS-17 'Segment Reporting'.
- IND-AS is not applicable on the Company.
- The above financials have been prepared in accordance with Accounting Standards as notified under section 133 of Companies Act, 2013 (the "Act") read with relevant rules issued there under and other recognized accounting principles generally accepted in India as amended from time to time.

For and on Behalf of Board of Directors of
For CMM Infraprojects Limited

Noted and taken on record
SATYENDRA PRASAD KHORANIA
Satyendra Pd. Khorania
Chairman, Monitoring Committee
IP Reg. no. IBBI/IPA-002/IP-N00002/2016-17/10002

Digitally signed by
SATYENDRA PRASAD
KHORANIA
Date: 2024.12.30 19:30:07
+05'30'


Rekha Vidhan Chawla
Chief Financial Officer


Tanay Maheshwari
Executive Director
DIN: 10851260

Place: Indore

Dated: 30th Dec, 2024

CMM INFRAPROJECTS LIMITED

Registered Office: Office No. 110 & 111 in DM Tower, Lala Banarasilal Dawar Marg, New Palasia, Indore (M.P.) - 452016

Website: www.cmminfra.co.in

CIN: L45201MP2006PLC018506

STATEMENT OF ASSETS AND LIABILITIES FOR THE FINANCIAL HALF YEAR ENDED 30.09.2024

(₹ In Lakhs)

Sr. No.	Particulars	As at 30.09.2024 (Unaudited)	As at 31.03.2024 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share Capital	1,567.33	1,567.33
	(b) Reserves and surplus	1,283.73	1,310.75
	(c) Money received against share warrants		
	Sub-total - Shareholders' Funds	2,851.06	2,878.08
2	Share application money pending allotment		
3	Non-current liabilities		
	(a) Long-term borrowings	930.43	930.43
	(b) Deferred tax liabilities (net)	-	-
	(c) Other long-term liabilities	1,350.96	1,237.38
	(d) Long-term provisions		
	Sub-total - Non-Current Liabilities	2,281.39	2,167.81
4	Current liabilities		
	(a) Short-term borrowings	6,308.04	6,552.45
	(b) Trade payables	1,442.11	2,354.13
	(a) total outstanding dues of micro enterprises and small enterprises; and		
	(b) total outstanding dues of creditors other than micro enterprises and small enterprises	1,442.11	2,354.13
	(c) Other current liabilities	1,234.58	1,195.99
	(d) Short-term provisions	349.78	353.54
	Sub-total - Current Liabilities	9,334.51	10,456.10
	TOTAL - EQUITY AND LIABILITIES	14,466.96	15,501.99
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets		
	(i) Tangible Assets	528.01	601.08
	(ii) Intangible assets		
	(iii) Capital work-in-progress		
	(iv) Intangible assets under development		
	(b) Goodwill on consolidation		
	(c) Non-current investments	45.16	45.16
	(d) Deferred tax assets (net)	18.76	11.29
	(e) Long-term loans and advances	1,462.17	1,465.77
	(f) Other non-current assets	1,438.11	1,282.75
	Sub-total - Non-Current Assets	3,492.21	3,406.05
2	Current assets		
	(a) Current investments	-	-
	(b) Inventories	3,529.90	3,529.90
	(c) Trade receivables	4,819.54	6,148.61
	(d) Cash and cash equivalents	950.24	788.79
	(e) Short-term loans and advances	1,658.16	1,610.87
	(f) Other current assets	16.91	17.77
	Sub-total - Current Assets	10,974.75	12,095.94
	TOTAL-ASSETS	14,466.96	15,501.99

Notes:

1. Hon'ble National Company Law Tribunal, Indore Bench vide order dated appointed Interim Insolvency Professional (IRP), ordering commencement of CIRP and thereafter, Hon'ble National Company Law Tribunal vide its order no. IA/152(MP)2024 dated November 11, 2024 approved the resolution plan submitted by the Successful Resolution Applicant i.e. Effulgence Trading and Services Private Limited & Shree Naivedya Fincom Private Limited (Jointly) for the company, effect of which shall be taken in the books upon fulfilment of conditions Precedent as per the plan.

2. The Hon'ble NCLT Indore bench has approved the resolution plan submitted by Effulgence Trading services private limited & Shree Naivedya Fincom Private Limited (Jointly) (Successful Resolution Applicant) on dated November 11, 2024. Monitoring Committee has been formed on December 06, 2024 by appointing Erstwhile RP as chairman of the monitoring committee.

Noted and taken on record

SATYENDRA PRASAD KHORANIA
 Digitally signed by SATYENDRA PRASAD KHORANIA
 Date: 2024.12.30 19:30:27 +05'30'
 Satyendra Pd. Khorania
 Chairman, Monitoring Committee
 IP Reg. no. IBB1/IPA-002/IP-N00002/2016-17/10002



Rekha Vidhan Chawla
Chief Financial Officer



Tanay Maheshwari
Executive Director
DIN: 10851260

For and on Behalf of Board of Directors of
For CMM Infracore Limited

CMM INFRAPROJECTS LIMITED

Registered Office: Office No. 110 & 111 in DM Tower, Lala Banarasil Dawar Marg, New Palasia, Indore (M.P.) - 452016
 Website: www.cmminfra.co.in
 CIN: L45201MP2006PLC018506

CASH FLOW STATEMENT FOR THE FINANCIAL HALF YEAR ENDED 30.09.2024

		(₹ In Lakhs)	
	Particulars	Year Ended 30-09-2024 (Unaudited)	Year Ended 31-03-2024 (Audited)
A	Cash Flow from Operating Activities		
	Profit before taxation		
	Adjustment for:	-34.50	64.36
	Depreciation/ Amortization		
	Profit from partnership firm	73.07	165.92
	(Profit)/ Loss on sale of PPE	-	-
	Amortization of Initial Public Issue Expenses	-	-
	Interest Income	0.00	0.00
	Finance Cost	-19.81	-34.59
	Written off	15.47	12.16
	Loss on actuarial Valuation	-	-0.18
	Cash generated from operations before working capital changes	-	-5.00
	Adjustment for: Changes in Working Capital	34.23	202.67
	(Increase)/ Decrease in inventories	-	326.05
	(Increase)/ Decrease trade receivables	1,329.07	-1,259.80
	(Increase)/ Decrease short term loans and Advances	-47.29	-308.77
	(Increase)/ Decrease in other current asset	0.86	-3.31
	(Increase)/ Decrease in other non current asset	-155.36	-572.53
	(Increase)/ Decrease in trade payable	-912.04	1,198.07
	(Increase)/ Decrease in other current liability	38.60	89.20
	(Increase)/ Decrease short term provisions	(3.75)	(60.17)
	Cash generated from/ (used in) operations	284.32	-388.60
	Direct tax paid	-	-
	Net cash from/ (used in) Operating Activities (A)	284.32	(388.60)
B	Cash Flow from Investing Activities		
	Margin Money-Fixed Deposit & Deposit held as BG	-	-
	Net proceed from Purchases / Sales of Fixed Assets	-	-0.50
	Interest received	19.81	34.59
	(Purchase)/ Sale of Investment	-	-
	Sale of Fixed Assets	-	-
	Changes in Long term loans and advances	3.61	34.11
	Net cash from/ (used in) Investing Activities (B)	23.42	68.20
C	Cash Flow from Financing Activities		
	Interest Cost	-15.47	-12.16
	Changes in Long Term Borrowing	-	-
	Changes in Other Non-Current Liability	113.58	604.81
	Changes in Short Term Borrowing	-244.41	-9.31
	Net cash from/ (used in) Financing Activities (C)	-146.30	583.34
	Net Increase/ (Decrease) in Cash and Cash Equivalents (A+B+C)	161.45	262.94
	Cash and Cash Equivalents at the beginning of the year	350.05	86.83
	Cash and Cash Equivalents at the end of the year	511.50	349.77
	Components of Cash and Cash Equivalents at the end of the year		
	Cash in Hand	0.03	0.03
	Balance with Scheduled Banks	-	-
	Current Account	-	-
	TOTAL	511.47	350.02
		511.50	350.05

Notes:


1. Hon'ble National Company Law Tribunal, Indore Bench vide order dated appointed Interim Insolvency Professional (IRP), ordering commencement of CIRP and thereafter, Hon'ble National Company Law Tribunal vide its order no. IA/152(MP)2024 dated November 11, 2024 approved the resolution Plan submitted by the Successful Resolution Applicant i.e. Effulgence Trading and Services Private Limited & Shree Naivedya Fincom Private Limited (Jointly) for the company, effect of which shall be taken in the books upon fulfilment of conditions Precedent as per the plan.

2. The Hon'ble NCLT Indore bench has approved the resolution plan submitted by Effulgence Trading services private limited & Shree Naivedya Fincom Private Limited (Jointly) (Successful Resolution Applicant) on dated November 11, 2024. Monitoring Committee has been formed on December 06, 2024 by appointing Erstwhile RP as chairman of the monitoring committee.

Noted and taken
SATYENDRA PRASAD KHORANIA
 Date: 2024.12.30
 10:05:30
 Chairman, Monitoring Committee
 IP Reg. no. IBBI/IPA-002/IP-N00002/2016-17/10002

Place: Indore
 Dated: 30th Dec, 2024

For and on Behalf of Board of Directors of
 For CMM Infracore Limited


 Rekha Vidhan Chawla
 Chief Financial Officer


 Tanay Maheshwari
 Executive Director
 DIN: 10851260

Independent Auditor's Limited Review Report on the half yearly financial Results of Unaudited Standalone Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended

TO
THE BOARD OF DIRECTORS OF
CMM INFRA PROJECTS LIMITED

1. We have reviewed the accompanying statement of unaudited standalone financial results of **CMM Infra Projects Limited** (hereinafter referred to as "the Company") for the half year ended **30th September, 2024** (hereinafter referred to as "the Statement") attached herewith, being submitted by the Company pursuant to the requirement of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 ('the Regulation') as amended, read with SEBI Circular No. CIR/CFD/CMD1/80/2019 dated 19th July, 2019 ("the Circular").
2. This Statement which is the responsibility of the Company's Management and has been signed by the directors of the company and taken on records by the Chairman Monitoring Committee has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25, (AS 25) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, read with the circular is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.

For the purpose of this report, management should be considered as the directors and other designated officers who continue to serve the company as on the date and are taking responsibility and signing the financial results.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, except for the effect of the matters stated in basis for qualified conclusions, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Accounting Standards (AS) specified under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.



0731-4230240



info@ca-spark.com



Basis for Qualified Opinion

- (a) Pursuant to approval of Resolution Plan by Hon'ble National Company Law Tribunal- Indore Bench Indore, the implementation of resolution plan is under progress as on date of this report.
- (b) Regarding non confirmation of Advance to Supplier Rs. 742.54/- Lacs, Long-term loans & advances of Rs. 1462.17/-Lacs, Long term borrowing Rs. 930.43/- Lacs and current liabilities Rs. 8362.81 Lacs/- and any consequential adjustment thereof in books of accounts and their monetary impact on the respective Assets, Liabilities and Profit/Loss for the year, which is presently unascertainable;
- (c) Regarding non confirmation of Trade Receivables of Rs. 4474.09/- Lacs are classified under doubtful, Due to which trade receivables are over stated by Rs. 4474.09/- Lacs and loss is understated by Rs. 4474.09/- Lacs. In our opinion 100% provision against recovery of the same needs to be made in financial statements. However, no such provision has been made in the financial statements. Further, balances are not confirmed and not reconciled.
- (d) Interest on secured loan to Bankers/Institutions has not been provided in the financial statements. Although this is in contravention to the provisions to the Accounting Standard (AS) 29 regarding the "Provisions, Contingent Liabilities and Contingent Assets". The Company has incurred a net loss of Rs. 34.50/- Lacs during the period ended 30th September 2024 without providing for interest of Rs. 65.75/- Lacs however due to moratorium being applicable owing to CIRP process commenced from 15.12.2022 for the current period and the accumulated interest of Rs. 470.52/-Lacs till 30th September 2024. Moreover in terms of provisions of Section 32A of Insolvency and Bankruptcy Code, 2016, all the liabilities including interest pertaining to period prior to the commencement of the corporate insolvency shall stands extinguished. However, the effect of the same will be given post successful implementation of plan, till that time the liabilities as outstanding in the books of accounts as on 30.09.2024 are carried at book value in the Statement. The creditors who have filed the claim as per terms of the IBC, will be paid as per the approved resolution plan.
- (e) The provisions contained in section 135 of The Companies Act, 2013 as applicable which is related to CSR activities has not been complied by the company. Unspent accumulated CSR amount is Rs. 14.05/- Lacs till 30th September 2024. This unspent amount of CSR relates to FY 2018-19. CSR provisions are not applicable on the company since FY 2019-20.
- (f) Inventories amounting to Rs. 3370.00/- Lacs is related to disputed work in progress of various projects terminated during the year. Currently this work in progress is valued at cost which is in contravention to the provision of the accounting standard (AS-2) which states that inventory should be valued at cost or NRV whichever is lower. Accordingly, inventory has been overvalued by Rs. 3370.00/- Lacs and loss has been understated by Rs. 3370.00/- Lacs.
- (g) In respect of Property, Plant and Equipment, as stated in Note no 11 amounting to Rs 528.00/- Lacs, out of which most Plant and Machinery and vehicles are not in companies' possession. Furthermore, the Resolution professional has filed an Interim Application with Hon'ble NCLT Bench-Indore vide IA/214(MP)2023 for recovering the possession of the same, the IA is pending for disposal as on date. Hence impact of the same is unascertainable. The approved Resolution Plan has proposed that any recovery from these assets to the financial creditors so, the books will be modified according Subject to the outcome of Litigation.



Emphasis of matter

We draw attention to the following matters however our conclusion is not modified with respect to the following.

1. Status of Corporate Insolvency Resolution process against the company:

In regards to the resolution plan submitted by the Prospective Resolution Applicant i.e. Effulgence Trading and Services Private Limited & Shree Naivedya Fincom Private Limited (Jointly) ; the Resolution Professional (RP) after obtaining approval of the Committee of Creditors (CoC) by a vote of 79.50% had filed the Resolution Plan with the Hon'ble National Company Law Tribunal , Indore Bench (Hon'ble NCLT) Pursuant to Section 30 (6) of IBC and the same has been duly approved by the Hon'ble NCLT vide order dated November 11, 2024.

As per the approved Resolution Plan the Monitoring Committee would be consisting of three members namely:

Chairman of Monitoring Committee	Erstwhile Resolution Professional: Satyendra P. Kharonia
Financial Creditor (One Member)	Representative of Bank of the Baroda: Mr Anurag Shrivastava, Chief Manager, Regional Office, Indore
Successful Resolution Applicant (SRA)	Representative of SRA: Mr Manish Maheshwari

Further, the Monitoring Committee in its meeting dated 06.12.2024 has approved the appointment of the nominated directors by Successful Resolution Applicant (SRA) namely Mr. Tanay Maheshwari (Executive Director) and Mrs. Shobha Lohia (Promoter Director) and Mr. Gouri Shankar Lohia (Promoter Director) who has taken over the charge in place of Mr. Kishan Mundra (Managing Director) , Laxmi Devi Mundra (Whole- time director) and Samta Mundra (Whole- time director).

However, Hon'ble National Company Law Tribunal , Indore Bench vide order dated appointed Interim Insolvency Professional (IRP), ordering commencement of CIRP and thereafter , Hon'ble National Company Law Tribunal vide its order dated November 11, 2024 approved the resolution Plan submitted by the Successful Resolution Applicant i.e. Effulgence Trading and Services Private Limited & Shree Naivedya Fincom Private Limited (Jointly) for the company , effect of which shall be taken in the books upon fulfilment of conditions Precedent as per the plan.

Other matter

- (a) The unaudited financial results include the interim financial results of two branches, Nagpur and Bhubaneswar which are not reviewed by us, whose interim financial results reflect total revenue of Rs. 2758.28 Lakhs, total net profit /(Loss)after tax of Rs. 120.43 Lakhs for the half year ended 30th September 2024 as considered in the Unaudited financial results.



SPARK & Associates
Chartered Accountants LLP

(b) We hereby disclose that the resolution plan has been approved by Hon'ble NCLT Indore vide its order no. IA/152(MP)2024 dated 11-11-24. The implementation of resolution plan is under process.

Unique Document Identification Number (UDIN) for this document is 24436593BKFSXG6230

For **SPARK & Associates Chartered Accountants LLP**

Chartered Accountants

Firm Reg. No. 005313C/C400311



CA Chandresh Singhvi

Partner

Membership No. 436593

Date: 30th December, 2024



ANNEXURE I

Statement on Impact of Audit Qualifications (for audit report with qualified opinion) submitted along-with Half Year Audited Financial Results

Statement on Impact of Audit Qualifications for the Financial Year ended September 30, 2024

[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (₹ in Lakh)	Adjusted Figures (audited figures after adjusting for qualifications) (₹ in Lakh)
	1.	Turnover / Total income	2793.45	2793.45
	2.	Total Expenditure	2827.95	10737.79
	3.	Exceptional Items	0.00	0.00
	4.	Net Profit/(Loss)	-34.50	-7944.34
	5.	Earnings Per Share	-0.17	-5.07
	6.	Total Assets	14466.96	6622.87
	7.	Total Liabilities	14466.96	6622.87
	8.	Net Worth	2851.05	-5058.79
	9.	Any other financial item(s) (as felt appropriate by the management)	-	-

II. Audit Qualification (each audit qualification separately):

- (a) Pursuant to approval of Resolution Plan by Hon'ble National Company Law Tribunal- Indore Bench Indore, the implementation of resolution plan is under progress as on date of this report.
- (b) Regarding non confirmation of Advance to Supplier Rs. 742.54/- Lacs, Long-term loans & advances of Rs. 1462.17/-Lacs, Long term borrowing Rs. 930.43/- Lacs and current liabilities Rs. 8362.81 Lacs/- and any consequential adjustment thereof in books of accounts and their monetary impact on the respective Assets, Liabilities and Profit/Loss for the year, which is presently unascertainable;
- (c) Regarding non confirmation of Trade Receivables of Rs. 4474.09/- Lacs are classified under doubtful, Due to which trade receivables are over stated by Rs. 4474.09/- Lacs and loss is understated by Rs. 4474.09/- Lacs. In our opinion 100% provision against recovery of the same needs to be made in financial statements. However, no such provision has been made in the financial statements. Further, balances are not confirmed and not reconciled.
- (d) Interest on secured loan to Bankers/Institutions has not been provided in the financial statements. Although this is in contravention to the provisions to the Accounting Standard (AS) 29 regarding the "Provisions, Contingent Liabilities and Contingent Assets". The Company has incurred a net loss of Rs. 34.50/- Lacs during the period ended 30th September 2024 without providing for interest of Rs. 65.75/- Lacs however due to moratorium being applicable owing to CIRP process commenced from 15.12.2022 for the current period and the accumulated interest of Rs. 470.52/-Lacs till 30th September 2024. Moreover in terms of provisions of Section 32A of Insolvency and Bankruptcy Code, 2016, all the liabilities including interest pertaining to period prior to the commencement of the corporate insolvency shall stands extinguished. However, the effect of the same will be given post successful implementation of plan, till that time the liabilities as outstanding in the books of accounts as on 30.09.2024 are carried at book value in the Statement. The creditors who have filed the claim as per terms of the IBC, will be paid as per the approved resolution plan.
- (e) The provisions contained in section 135 of The Companies Act, 2013 as applicable which is related to CSR activities has not been complied by the company. Unspent accumulated CSR amount is Rs. 14.05/- Lacs till 30th September 2024. This unspent amount of CSR relates to FY 2018-19. CSR provisions are not applicable on the company since FY 2019-20.
- (f) Inventories amounting to Rs. 3370.00/- Lacs is related to disputed work in progress of various projects terminated during the year. Currently this work in progress is valued at cost which is in contravention to the provision of the accounting standard (AS-2) which states that inventory should be valued at cost or NRV whichever is lower. Accordingly, inventory has been overvalued by Rs. 3370.00/- Lacs and loss has been understated by Rs. 3370.00/- Lacs.
- (g) In respect of Property, Plant and Equipment, as stated in Note no 11 amounting to Rs 528.00/- Lacs, out of which most Plant and Machinery and vehicles are not in companies' possession. Furthermore, the Resolution professional has filed an Interim Application with Hon'ble NCLT Bench-Indore vide IA/214(MP)2023 for recovering the possession of the same, the IA is pending for disposal as on date. Hence impact of the same is unascertainable. The approved Resolution Plan has proposed that any recovery from these assets to the financial creditors so, the books will be modified according Subject to the outcome of Litigation.

Type of Audit Qualification : Qualified Opinion

Frequency of qualification: Third time for all the qualification.

- d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:**
1. with respect to II.(b) the management view is: No Impact as the Company is in-process to reconcile and take the confirmation from all parties, for liabilities as the resolution plan is approved and the implimentation is under process and due effect will be given post implementation of resolution plan.
 2. with respect to II. (c) the management view is: The Company is hopeful of their complete recovery and management is in process of filing arbitration before the competent authority, hence no provision is required.
 3. with respect to II. (d) the management view is: The company was under CIRP until 11.11.2024, hence moratorium as per provisions of IBC code are applicable. Thus, interest is not provided for.
 4. with respect to II.(e) the management view is: Pursuant of approval of resolution plan all liabilities pertaining to PRE - CIRP period need not to be paid.
 5. with respect to II.(f) the management view is: The company is in process of filing arbitration before the competent authority, hence no provision is required.
 6. with respect to II. (g) the management view is: As the IA filed by Resolution Professional is pending before Honourable NCLT, the company is awaiting the outcome of IA. Due effect if required to be given, the due effect will be given post implementation of resolution plan.

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

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

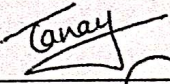
1. with respect to II. (a) the management view is: No Impact.

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

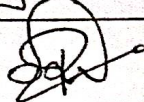
(iii) Auditors' Comments on (i) or (ii) above: Refer 'Basis for Qualified Opinion' in our audit report.

Signatories:

• Executive Director



• CFO

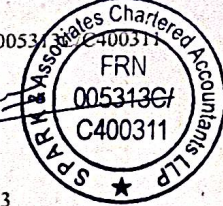


• Statutory Auditor

For SPARK & ASSOCIATES Chartered Accountant LLP
Chartered Accountants
Firm Registration No. 005313C/400311



CA Chandresh Sighvi
Partner
Membership No. 436593



Place:

Indore

Date:

December 30, 2024