CIN : L17120MH1984PLC033553
*Regd. Office: Plot No. C-3, M.I.D.C., Tarapur Industrial Area, Boisar, Dist. Palghar 401 506*

Date: **21st August 2021**

To,
The Manager
Listing Department
The Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai 400 001.

**Script code: 533204**

To,
The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block-G,
Bandra Kurla Complex, Bandra (E)
MUMBAI — 400 051

**Symbol: GBGLOBAL**

Dear Sir / Ma'am,

**Sub: Outcome of the Board meeting held today i.e. 21st August 2021**

Please find attached the outcome of the Board meeting held today i.e. 21st August, 2021 for your perusal.

Trusts this meets your requirements.

Kindly acknowledge the receipt.

Thanking you,

Yours faithfully,
For **GB GLOBAL LIMITED (Formerly Mandhana Industries Limited)**

DEV VIJAY THAKKAR
Digitally signed by DEV VIJAY THAKKAR
Date: 2021.08.21 14:30:48 +05'30'

**Dev Thakkar**
**Chairman**
**DIN: 07698270**

CIN : L17120MH1984PLC033553
*Regd. Office: Plot No. C-3, M.I.D.C., Tarapur Industrial Area, Boisar, Dist. Palghar 401 506*

Date: **21st August 2021**

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National Stock Exchange of India Limited
Exchange Plaza, C-1, Block-G,
Bandra Kurla Complex, Bandra (E)
MUMBAI — 400 051

**Symbol: GBGLOBAL**

Dear Sir / Ma'am,

**Sub: Outcome of the 3rd Board meeting held today i.e. 21st August 2021**

This is for your information and circulation among the stakeholders that the Board of directors of the Company met on 21st August, 2021 at 11:25 a.m. at 10th Floor, Dev Plaza, Opp. Andheri Fire Station S. V. Road, Andheri (West), Mumbai – 400 058 and concluded at 01:45 p.m. Following was discussed and approved unanimously:

1. Mr. Dev Thakkar, Chairman of the Board of Directors of the company took the chair in the meeting.

2. Taken on record minutes of the 2nd Board meeting held on 23rd July, 2021.

3. Approved the Audited Financial Statements for the quarter and financial year ended 31st March, 2021 along with the Auditor's Report thereon.

4. Approved the appointment of Ms. Vyoma Desai, Practicing Company Secretary, as a Secretarial Auditor of the Company for the financial year 2020-2021.

5. Approved the appointment of M/s. J A S N & Co. LLP, Chartered Accountants, as Internal Auditors of the Company for the financial years 2020-2021 and 2021-2022.

6. Took note on the Compliance Certificate under Reg. 74 (5) of SEBI (DP) Regulations, 2018 received from the Registrar Transfer Agent for the quarter ended on 30th June, 2021.

7. Took note on the Disclosure of Reason for Delay in Submission of Financial Results for the quarter ended 30th June, 2021.

8. Approved the change of branch of current account with the ICICI Bank.

9. Approved the authorization of Mr. Vijay Thakkar to sign all requisite documents for change of Branch of existing Bank Account.

Thanking you,
Yours faithfully,
For **GB GLOBAL LIMITED (Formerly Mandhana Industries Limited)**

DEV VIJAY THAKKAR
Digitally signed by DEV VIJAY THAKKAR
Date: 2021.08.21 14:31:22 +05'30'

**Dev Thakkar**
**Chairman**
**DIN: 07698270**

CIN : L17120MH1984PLC033553
*Regd. Office: Plot No. C-3, M.I.D.C., Tarapur Industrial Area, Boisar, Dist. Palghar 401 506*

Date: **21st August 2021**

To,
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The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block-G,
Bandra Kurla Complex, Bandra (E)
MUMBAI — 400 051

**Symbol: GBGLOBAL**

Dear Sir / Ma'am,

**Sub: Declaration pursuant to Regulation 33 (3) (d) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015**

In terms of SEBI Circular CIR/CFD/CMD/56/2016 dated 27th May 2016, we hereby declare and confirm that the Statutory Auditors of the Company M/s. C N K & Associates LLP, Chartered Accountants, have issued an Unmodified Audit Report on Audited Annual Financial Results of the Company for the financial year ended 31st March, 2021.

You are requested to take the same on your records.

Thanking you,
Yours faithfully,
For **GB GLOBAL LIMITED (Formerly Mandhana Industries Limited)**

DEV VIJAY THAKKAR
Digitally signed by DEV VIJAY THAKKAR
Date: 2021.08.21 14:31:44 +05'30'

**Dev Thakkar**
**Chairman**
**DIN: 07698270**

CNK & Associates LLP

Chartered Accountants

Mistry Bhavan,3rd Floor, Dinshaw Vachha Road, Churchgate, Mumbai – 400020 Tel.: +91-22-6623 0600

Narain Chambers, 5 th Floor, M.G. Road, Vile Parle (E), Mumbai – 400057 Tel. : +91-22-62507600

**Independent Auditor's Report on Quarterly Financial Results and Year to Date 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**
**GB GLOBAL LIMITED**
**(Formerly known as Mandhana Industries Limited)**

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

**1. Opinion**

We have audited the accompanying statement of financial results of **M/s. GB Global Limited (Formerly known as Mandhana Industries Limited)** ("the Company") for quarter and year ended March 31, 2021, ("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, as amended ("Listing Obligations").

The power of the Board of Directors of the company has been reinstated in respect of the Company under the provisions of "The Insolvency and Bankruptcy Code,2016" ('IBC/ the Code') by the National Company Law Tribunal ("NCLT"), Mumbai Bench, vide its order dated May 19, 2021, after approval of Successful Resolution Applicant (SRA) with fresh Resolution plan.

**2.** In our opinion and to the best of our information and according to the explanations given to us, the statement:

i. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and

ii. give a true and fair view in conformity with the recognition and measurement principle laid down in the Indian 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, 2021.

**3. 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, as amended ("the Act"). Our responsibilities under those SAs are further described in the "Auditor's Responsibilities for the Audit of the 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 together with the ethical requirements that are relevant to our audit of the 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 ICAI's Code of Ethics.

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

**4. Material Uncertainty related to Going Concern**

The NCLT vide its order dated May 19, 2021 has approved the Resolution Plan submitted by resolution applicant, however effects of all the relief and modification provided in the same has not been considered refer Note 1 and Note 5 (b) to these financial results. The events or conditions as mentioned in the said note indicate that till the time the final outcome and all approvals are in place and the relief that has been sought from various authorities are received by the Company the resolution plan cannot be successfully implemented This indicates that a material uncertainty exists that may cast a significant doubt on the Company's ability to continue as a going concern.

Our opinion on these accompanying results is not modified for the above matter.

**5. Emphasis of Matter**

1) We draw attention to Note No. 5 (a) and 5 (b) of the financial results relating to accounting treatment in the books of account of Rs 50 crore forfeited by Committee of Creditor (COC) out of fixed Deposit lying in the Bank of Baroda in the name of the Company and the Rs 93 crore brought in by the erstwhile resolution Applicant.

2) We draw attention to Note No. 1 (d) of the financial results relating to pending effect of certain reliefs, modification and accounting effects will be considered in the coming quarter results based on the application for relief made by the SRA to the relevant authorities and the decision based on the execution of approved Resolution Plan.

3) We draw attention to Note No. 4 of the financial results the Company has stopped providing interest on borrowings from lenders/banks from April 1, 2018, as per the Hon'ble NCLT order dated May 19, 2021, effect of the same will be considered based on the application for relief made by the Successful Resolution Applicant (SRA) to the relevant authorities and the decision based on the execution of approved Resolution Plan.

4) We also draw attention to Note No. 6a and No. 8 of the financial results which states that the Company has contingent liability towards various statutory authorities which are not accounted in the books as on date.

5) We draw attention to No. 6b of the financial results regarding the non-availability of title deeds of a property having a carrying value of Rs.835.75 lacs in the financial statement.

Our Opinion is not modified in respect of the above matters.

**6. Management's Responsibilities for the Financial Results**

The statement has been prepared on the basis of the financial statements. The Company's Board of Directors /Company management are responsible for the preparation and presentation of these 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 recognition and measurement principles laid down in 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. 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 financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors/ Company Management 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/ Company Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

**7. Auditor's Responsibilities for the Audit of the Financial Results**

Our objectives are to obtain reasonable assurance about whether the 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 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 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, but not for the purpose of expressing an opinion on the effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the financial results made by the Board of Directors/Company Management.

- Evaluate the appropriateness and reasonableness of disclosures made by the board of Directors/Company Management in terms of the requirement specified under Regulation 33 of Listing Regulations.

- Conclude on the appropriateness of the Board of Directors' /company management 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 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 financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial result of the company to express an opinion on the financial results.

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

**8. Other matters**

The Statement includes the results for the quarter ended March 31, 2021 being the balancing figures between the audited figures in respect of full financial year ended March 31, 2021 and the published unaudited year to date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For **C N K & Associates LLP**
Chartered Accountants
Firm Registration No: 101961 W/W – 100036

MANISH PRATAP SAMPAT
Digitally signed by MANISH PRATAP SAMPAT
Date: 2021.08.21 13:26:01 +05'30'

**Manish Sampat**
Partner
Membership No.101684
UDIN: 21101684AAAAGM8029
Place: Mumbai
Date: August 21, 2021

**GB GLOBAL LIMITED**

*Formerly known as Mandhana Industries Limited*

*CIN: L17120MH1984PLC033553*

*Regd.Office : Plot No. C-3, M.I.D.C., Tarapur Industrial Area, Boisar, Dist. Palghar-401506*

**Statement of Financial Results for the Quarter and Year Ended 31st March,2021**

(Rs. In Lacs)

| Sr. No | Particulars | For the Quarter Ended | | | For the Year Ended | |
|---|---|---|---|---|---|---|
| | | Audited (Refer Note 13) | UnAudited | Audited (Refer Note 13) | Audited | Audited |
| | | 31.03.2021 | 31.12.2020 | 31.03.2020 | 31.03.2021 | 31.03.2020 |
| | Income: | | | | | |
| I | Revenue from Operations | 2,103.30 | 2,015.53 | 4,452.16 | 6,710.33 | 25,978.34 |
| II | Other Income | 89.44 | 22.16 | 122.00 | 198.93 | 709.36 |
| III | Total Revenue (I+II) | 2,192.74 | 2,037.69 | 4,574.16 | 6,909.26 | 26,687.70 |
| IV | Expenses : | | | | | |
| | (a) Cost of materials consumed | 397.81 | 314.04 | 794.00 | 1,009.18 | 7,719.64 |
| | (b) Purchase of Stock in Trade | | | | | |
| | (c) Changes in inventories of Finished Goods, Work in Progress | 486.49 | 98.68 | 718.79 | 1,148.88 | 1,463.64 |
| | (d) Employee Benefit expense | 878.84 | 966.55 | 1,515.72 | 3,685.96 | 6,639.71 |
| | (e) Manufacturing Cost | 973.44 | 955.85 | 1,868.81 | 3,407.42 | 9,847.22 |
| | (f) Finance Costs | 16.94 | 18.07 | 22.44 | 75.70 | 92.20 |
| | (g) Depreciation and amortisation expenses | 1,004.59 | 1,028.85 | 1,002.83 | 4,093.14 | 4,089.28 |
| | (h) Provision made for expired EPCG Licenses | 266.99 | 813.23 | | 1,769.95 | |
| | (i) Other expenses | 425.84 | 435.90 | 806.07 | 1,801.95 | 3,053.56 |
| | Total Expenses | 4,450.94 | 4,631.18 | 6,728.65 | 16,992.18 | 32,905.25 |
| V | Profit (+) / Loss (-) before exceptional item and tax (III-IV) | (2,258.20) | (2,593.49) | (2,154.50) | (10,082.92) | (6,217.55) |
| VI | Exceptional items | | | | | |
| | Impairment on Property, Plant & Equipment (Refer Note-9) | 526.41 | - | - | 526.41 | - |
| VII | Profit Before Tax (V-VI) | (2,784.61) | (2,593.49) | (2,154.50) | (10,609.33) | (6,217.55) |
| VIII | Tax Expenses - Current Tax | - | - | - | - | - |
| | - Deferred Tax (Assets)/Liability | (20.66) | (141.94) | (58.02) | (424.17) | (1,886.63) |
| IX | Profit /(Loss) for the period (VII-VIII) | (2,763.95) | (2,451.55) | (2,096.48) | (10,185.16) | (4,330.92) |
| X | Income Tax of Earlier Year | | | | - | |
| XI | Net Profit (+)/Loss (-) (IX-X) | (2,763.95) | (2,451.55) | (2,096.48) | (10,185.16) | (4,330.92) |
| XII | Other Comprehensive Income net of Taxes | | | | | |
| | Items that will no be classified to Profit & Loss | | | | | |
| | Remeasurment Gain/(Loss) on defined benefit Plans | 165.17 | (8.56) | (4.14) | 201.44 | (25.62) |
| XIII | Total Comprehensive Income for the period (IX+X) | (2,598.78) | (2,460.11) | (2,100.62) | (9,983.72) | (4,356.54) |
| XIV | Paid up equity share capital (Face value of Re 10/- each) | 331.43 | 331.43 | 331.43 | 331.43 | 331.43 |
| XV | Reserves (excluding revaluation reserves, CRR & DRR) | (1,13,942.70) | (1,11,404.94) | (1,04,203.01) | (1,13,942.70) | (1,04,203.01) |
| XVI | Revaluation Reserve | 14,559.89 | 14,620.89 | 14,803.91 | 14,559.89 | 14,803.91 |
| XVII | Capital Reduction Reserve (CRR) & Debenture Redemption Reserve (DRR) | 4,405.96 | 4,405.96 | 4,405.96 | 4,405.96 | 4,405.96 |
| XVIII | Earning Per Share Before Exceptional Items of Rs. 10/- each: Basic & Diluted (Rs.) | (62.53) | (74.23) | (63.38) | (285.35) | (131.45) |
| XIX | Earning Per Share After Exceptional Items of Rs. 10/- each: Basic & Diluted (Rs.) | (78.41) | (74.23) | (63.38) | (301.23) | (131.45) |

GB GLOBAL LTD. MUMBAI-13

CNK & ASSOCIATES LLP CHARTERED ACCOUNTANTS MUMBAI

CNK

**GB GLOBAL LIMITED**

**Formerly known as Mandhana Industries Limited**

**CIN: L17120MH1984PLC033553**

**Regd.Office : Plot No. C-3, M.I.D.C., Tarapur Industrial Area, Boisar, Dist. Palghar-401506**

**SEGMENT-WISE REVENUE, RESULTS, SEGMENT ASSETS AND SEGMENT LIABILITIES**

(Rs. In Lacs)

| Sr No. | Particulars | For the Quarter Ended | | | For the Year Ended | |
|---|---|---|---|---|---|---|
| | | Audited (Refer note 13) | UnAudited | Audited (Refer note 13) | Audited | Audited |
| | | 31.03.2021 | 31.12.2020 | 31.03.2020 | 31.03.2021 | 31.03.2020 |
| 1 | **Segment Revenue** | | | | | |
| | [a] Textiles | 1,084.46 | 1,171.45 | 2,015.02 | 3,897.63 | 14,715.72 |
| | [b]Garment | 1,018.84 | 844.08 | 2,437.14 | 2,812.70 | 11,262.62 |
| | **Total** | 2,103.30 | 2,015.53 | 4,452.16 | 6,710.33 | 25,978.34 |
| | **Total Revenue** | 2,103.30 | 2,015.53 | 4,452.16 | 6,710.33 | 25,978.34 |
| 2 | **Segment Profit / (Loss) Before Tax & Interest** | | | | | |
| | [a] Textiles | (1,850.38) | (2,099.86) | (2,085.00) | (7,661.69) | (6,032.78) |
| | [b] Garment | (828.02) | (282.34) | 232.21 | (2,214.48) | 911.53 |
| | **Total** | (2,678.40) | (2,382.20) | (1,852.78) | (9,876.17) | (5,121.25) |
| | Less: Interest | 16.94 | 18.07 | 22.44 | 75.70 | 92.20 |
| | | (2,695.34) | (2,400.27) | (1,875.22) | (9,951.87) | (5,213.45) |
| | **Add: Unallocable Income** | (89.27) | (193.22) | (279.27) | (657.46) | (1,004.10) |
| | **Profit Before Tax** | (2,784.61) | (2,593.49) | (2,154.50) | (10,609.33) | (6,217.55) |
| 3 | **Segment Assets** | | | | | |
| | [a] Textiles | 36,553.83 | 38,373.23 | 42,385.98 | 36,553.83 | 42,385.98 |
| | [b]Garment | 10,729.61 | 11,814.99 | 13,678.96 | 10,729.61 | 13,678.96 |
| | [c]Other unallocable | 5,263.63 | 5,392.92 | 5,754.66 | 5,263.63 | 5,754.66 |
| | | 52,547.07 | 55,581.14 | 61,819.60 | 52,547.07 | 61,819.60 |
| 4 | **Segment Liabilities** | | | | | |
| | [a] Textiles | 98,545.35 | 1,01,547.93 | 1,01,717.45 | 98,545.35 | 1,01,717.45 |
| | [b]Garment | 30,288.75 | 30,412.32 | 30,309.06 | 30,288.75 | 30,309.06 |
| | [c]Other unallocable | 14,059.35 | 15,667.54 | 14,454.80 | 14,059.35 | 14,454.80 |
| | | 1,42,893.45 | 1,47,627.79 | 1,46,481.31 | 1,42,893.45 | 1,46,481.31 |

GB GLOBAL LTD MUMBAI

CNK & ASSOCIATES LLP CHARTERED ACCOUNTANTS MUMBAI CNK

**GB GLOBAL LIMITED**
**Formerly known as Mandhana Industries Limited**
**CIN: L17120MH1984PLC033553**
**Regd.Office : Plot No. C-3, M.I.D.C., Tarapur Industrial Area, Boisar, Dist. Palghar-401506**
**BALANCE SHEET AS AT MARCH 31,2021**

(Rs. In Lacs)

| | AS AT 31.03.21 | AS AT 31.03.20 |
|---|---|---|
| **ASSETS** | | |
| **Non-Current Assets** | | |
| (a) Property, Plant and Equipment | 43,636.04 | 48,061.44 |
| (b) Intangible assets | 13.94 | 24.32 |
| (c )Right of Use Assets | - | 638.11 |
| (d) Capital Work in Progress | 25.03 | - |
| (d) Financial Assets | | |
| (i) Investments | 0.25 | 0.25 |
| (ii) Other Financial Assets | 73.87 | 205.29 |
| (e) Other non-current assets | 638.95 | 599.23 |
| **Sub-Total - Non-Current Assets** | **44,388.08** | **49,528.63** |
| **Current Assets** | | |
| (a) Inventories | 581.07 | 2,341.97 |
| (b) Financial Assets | | |
| (i) Trade Receivables | 792.05 | 2,226.64 |
| (ii) Cash and Bank Balances | 5,253.39 | 5,754.41 |
| (iii) Short Term Loans and Advances | 22.28 | 263.49 |
| (iv) Other Financial Assets | 174.75 | 21.87 |
| (c) Other Current Assets | 1,335.46 | 1,682.60 |
| **Sub-Total - Current Assets** | **8,159.00** | **12,290.97** |
| **TOTAL ASSETS** | **52,547.08** | **61,819.60** |
| **EQUITIES AND LIABILITIES** | | |
| **Equity** | | |
| (a) Equity Share Capital | 331.43 | 331.43 |
| (b) Other Equity | (94,976.85) | (84,993.14) |
| **Sub-Total-Equity** | **(94,645.42)** | **(84,661.71)** |
| **Non-Current Liabilities** | | |
| (a) Financial liabilities | | |
| (i) Long Term Borrowings | - | - |
| (ii) Lease liabilities | - | 508.53 |
| (b) Long Term Provisions | 122.69 | 485.00 |
| (c) Other Non-Current Liabilities | 375.00 | 375.00 |
| (d) Deferred Tax Liabilities (Net) | 3,837.75 | 4,191.14 |
| **Sub-Total-Non-Current Liabilities** | **4,335.44** | **5,559.67** |
| **Current Liabilities** | | |
| (a) Financial liabilities | | |
| (i) Short Term Borrowings | 73,360.16 | 73,360.16 |
| (ii) Lease liabilities | - | 139.66 |
| (iii) Trade Payables | | |
| Total outstanding dues of micro enterprises and small enterprises | 449.79 | 423.33 |
| Total outstanding dues of Creditors other than micro enterprises and small enterprises | 2,646.72 | 2,740.93 |
| (iv) Other Current Financial Liabilities | 53,099.34 | 53,099.34 |
| (b) Other Current Liabilities | 7,501.16 | 5,678.61 |
| (c) Short Term Provisions | 5,799.89 | 5,479.62 |
| **Sub-Total-Current Liabilities** | **1,42,857.06** | **1,40,921.64** |
| **TOTAL EQUITY AND LIABILITIES** | **52,547.08** | **61,819.60** |

GB GLOBAL LTD MUMBAI-13

CNK & ASSOCIATES LLP CHARTERED ACCOUNTANTS MUMBAI

CNK

**GB GLOBAL LIMITED**
**Formerly known as Mandhana Industries Limited**
**CIN: L17120MH1984PLC033553**
**Regd.Office : Plot No. C-3, M.I.D.C., Tarapur Industrial Area, Boisar, Dist. Palghar-401506**
**Cash flow Statement for the year ended March 31,2021**

(Rs.in Lacs)

| Particulars | | For the Year ended 31 March,2021 | For the Year ended 31 March,2020 |
|---|---|---|---|
| **A. Cash flow from operating activities** | | | |
| **Net profit/ (loss) before taxation** | a | (10,609.33) | (6,217.55) |
| *Adjustments for :* | | | |
| Depreciation and amortisation | | 4,093.14 | 4,089.28 |
| Impairment on Property, Plant & Equipment | | 526.41 | - |
| Interest expense on lease liability | | 75.41 | 92.20 |
| Interest on Fixed Deposit | | (53.22) | (252.81) |
| Exchange gain on debtors | | (39.25) | (358.32) |
| Provision for Doubtful Debts | | (73.07) | 259.91 |
| Expected Credit loss (ECL) on trade receivable | | 261.08 | 34.76 |
| Lease Liabilities Written /back | | (47.79) | (10.80) |
| Interest Income ROU Deposit | | (9.27) | (7.92) |
| Remeasurements of post-employment benefit obligations | | 272.22 | (34.62) |
| | b | 5,005.66 | 3,811.68 |
| *Changes in working capital :* | | | |
| Decrease (Increase) in Inventories | | 1,760.90 | 2,461.03 |
| Decrease (increase) in Debtors | | 1,285.84 | 1,558.18 |
| Decrease (Increase) in loan and Advances & Other Current Assets | | 588.04 | (343.95) |
| (Decrease) Increase in Creditors | | (67.75) | (1,183.34) |
| (Decrease) Increase in other liabilities | | 1,780.50 | 33.27 |
| | c | 5,347.53 | 2,525.19 |
| Net income tax (paid) (Refund) | d | (51.61) | (132.55) |
| **Net (decrease)/ increase in cash from operating activities (a+b+c+d)** | e | (307.75) | (13.24) |
| **B. Cash flow from investing activities** | | | |
| Purchase of Fixed Assets | | (11.52) | (527.48) |
| Capital Work in Progress | | (25.03) | - |
| FD Proceed Deposited with banks | | 88.58 | 5,388.86 |
| Interest on fixed Deposit | | 53.22 | 252.81 |
| **Net (decrease)/ increase in cash from investing activities** | f | 105.25 | 5,114.19 |
| **C. Cash flow from financing activities** | | | |
| Resolution Applicant Money | | - | (5,000.00) |
| Principal Repayment of lease liability | | (134.54) | (103.92) |
| Interest payment of lease | | (75.41) | (92.20) |
| **Net (decrease)/ increase in cash from financing activities** | g | (209.95) | (5,196.12) |
| **Net (decrease)/ increase in cash and cash equivalents (e+f+g)** | | (412.45) | (95.18) |
| Cash in Hand | | 2.57 | 3.70 |
| Balances in bank with current accounts | | 612.11 | 706.16 |
| **Cash and Cash equivalents at the beginning of the year** | | **202.23** | **614.68** |
| Cash in hand | | 0.88 | 2.57 |
| Balance with Schedule Bank | | 201.35 | 612.11 |
| **Components of Cash and Cash equivalent at end of the year** | | **202.23** | **614.68** |

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**Note to financial Results:**

1a. A corporate insolvency resolution process ("CIRP") was initiated against the Company under Section 7 of the Insolvency Bankruptcy Code, 2016 ("IBC") vide order of the Hon'ble National Company Law Tribunal ("NCLT") dated September 29, 2017. Pursuant to the said order, Mrs. Charu Desai was confirmed as the Resolution Professional ("RP") of the Company by the Committee of Creditors ("CoC").

1b. Vide order dated November 30, 2018 ("Resolution Plan Approval Order"), the Hon'ble NCLT approved the Resolution Plan submitted for the Company by Formation Textiles LLC ("Resolution Applicant 1"). Subsequently, as per Board meeting held on January 31, 2019, the Resolution Applicant took over the management / control of the affairs of the Company. Subsequently, the Resolution Application 1 submitted an application before the Hon'ble NCLT, inter alia, seeking leave for making certain revisions/modification in the approved Resolution Plan ("RA Application"). On December 5, 2019, the Hon'ble NCLT noted that while a separate hearing was required to decide the merits of the application, as an interim measure, directed that the CIRP of the Corporate Debtor to be restored and thereafter, the possession of the Corporate Debtor be handed over to the Committee of Creditors and the erstwhile Resolution Professional.

1c. Further, vide order dated February 5, 2020, the Hon'ble NCLT allowed the Resolution Professional to invite fresh resolution plans from prospective resolution applicants by providing an additional period of 70 days to undertake the process. On March 23, 2020, a nationwide lockdown was declared due to sudden outbreak of Covid-19 pandemic. On March 30, 2020, the Hon'ble NCLAT ordered that the period of lockdown ordered by Central Government and State Governments shall be excluded from the period for completing the CIRP of a corporate debtor prescribed under Section 12 of the Code. Hence the period of 70 days to undertake the sale process was extended till the lockdown continued.

1d. On September 10, 2020, the Resolution Professional received one resolution plan for the Corporate Debtor from Resolution Applicant ("Resolution Applicant 2"), Dev Land & Housing Private Limited ("DLH"). Subsequently, after various rounds of negotiations and discussions, Resolution Applicant 2 submitted revised final resolution plan to the Resolution Professional on December 9, 2020 (with an addendum issued by the Resolution Applicant on December 11,2020), which was put to vote by the CoC and thereafter approved. Subsequent to the year-end, on May 19, 2021, the NCLT has approved the terms of the Resolution Plan submitted by DLH. The approval of resolution plan subsequent to March 31, 2021 has been considered as non-adjusting event for the purpose of financial results for the year ended March 31, 2021. Pursuant to such approval of the Resolution Plan by the Hon'ble NCLT, the financial results for the year ended March 31,2021 have been prepared on a going concern basis.

Pursuant to Hon'ble NCLT order dated May 19, 2021, the Resolution plan has been approved. However, effect of all the relief and modification provided in the same has not been considered in these financial statements/results and will be considered in the subsequent quarters of FY 2021-22. Further the SRA will also make further applications to other concerned authorities for relief to be granted as per the said order. Accordingly, the accounting for the same will be done based on the final decision and outcome of said applications from the concerned authorities.






2. The above financial results have been prepared in accordance with the Indian Accounting Standard ("Ind As") as prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and SEBI's Circular no CIR/CFD/FAC/62/2016 dated July 5,2016 as amended time to time and has been approved by the Board of Directors.

It may be noted that with NCLT order dated May 19, 2021, handover of the management/assets of the Company by RP to the successful Resolution Applicant was done on June 5, 2021. Accordingly, the Resolution Applicant and the RP will take responsibility and accountability of the financial transactions reflected in these financial statements/results for the year ended March 31, 2021, based on actual handover.

The above financial results for the Quarter and Year ended March 31, 2021, which are approved by the Board of Directors and are audited by the statutory auditors of the Company, in terms of Regulations 33 of the SEBI (listing obligations and disclosures requirements.) Regulation 2015 as amended.

3. The erstwhile Resolution Applicant had filed an application in the Hon'ble NCLT seeking directions for setting aside the NCLT order approving the resolution plan. Since the matter is sub-judice, the accounting impact of the November 30, 2018 NCLT Order approving the Resolution Plan has not been given in the books of account other than reduction in the equity Shares of the Company which have been reduced to 1/10th and fractional Equity Share have been rounded off to 1 Equity Share on May 31, 2019. Accordingly, no. of equity share have been reduced from 3,31,23,913 to 33,14,295 and equity Share Capital reduced from Rs.33,12,39,130 to Rs.3,31,42,950/-. An amount of Rs.29,80,96,180/- has been transferred to Capital Reduction Reserve.

The same was given effect, keeping in view, the time by which the erstwhile Resolution Applicant had filed application for setting aside the Resolution Plan, the process for reduction in the equity share capital of the Company as per terms of the Resolution plan had already been completed.

4. The Company has stopped providing interest on borrowings from lenders/banks from April 1,2018 pending final resolution of the matter in Hon'ble NCLT. However, as per the Hon'ble NCLT order dated May 19, 2021, effect of all the relief and modification of the same has not been considered in these financial statements/results and will be considered based on the application for relief made by the SRA to the relevant authorities and the decision based on the execution of approved Resolution Plan.

5a. An amount of Rs. 5,000 lac was received on July 11, 2018 from the erstwhile Resolution Applicant, Formation Textiles LLC in lieu of performance bank guarantee as part of the CIRP in terms of the process memorandum and later on November 6, 2018 the funds were transferred to a fixed deposit with Bank of Baroda. Further on December 24, 2019 the CoC, citing the Resolution Applicant's failure to implement the Resolution Plan, invoked the Performance Guarantee and forfeited the amount and distributed the proceeds to all lenders. However, since the Company has received the fund as a conduit, the Company has presented the amount forfeited by the CoC as reduction from the amount of Rs. 5,000 lac received from the erstwhile Resolution Applicant.

5b. However, Rs. 500 lac of Earnest Money Deposit given by the Resolution Applicant as per terms of the process memorandum and is shown under current liabilities and the funds are still parked in fixed deposits with Bank of Baroda.Further the infusion of Rs.3,799.01 lac by the erstwhile Resolution Applicant toward share application money has also been shown under current liabilities and these funds are kept in escrow account with Bank of Baroda.







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The erstwhile Resolution Applicant has filed additional application praying the NCLT to refund Rs.9,299.01 lac deposited in the Company towards the resolution plan along with interest. The NCLT is still to hear on this additional application moved by the Resolution Applicant. Till the NCLT gives its verdict, the treatment given in the books of account for the performance bank guarantee and EMD is subject to settlement by erstwhile Resolution Applicant and the CoC.

6a. The "Property, Plant & Equipment" includes land shown as Freehold land located at Dodballapur near Bengaluru. The said land was leased under a lease cum sales agreement dated June 23, 2008 with Karnataka Industrial Area Development Board ("KIADB") for 10 years and after Completion of 10 years the lessor was to sell the land to the Company. As per letter dated May 14, 2019, KIADB raised demand against the Company to deposit Rs. 76.63 lac towards cost difference of land and various other outstanding dues for transferring the said property in the name of the Company.

Since the appointment of Resolution Professional post restoration, the Resolution Professional has written to KIADB regarding the status of pending formalities to be complied or amounts due to be paid to KIADB and sought support in completing the registration in the name of the Company. As on date no response has been received from the KIADB. Hence the Company has not accounted for the various amounts demanded by KIADB as per their letter dated May 14, 2019, due to uncertainty relating to the action that the erstwhile Resolution Applicant may have taken in regard to the demand notice referred to above. As the said amount is not paid from the company's bank accounts and as there is uncertainty involved relating to the said payment, till the time the response is received from KIADB the company has not accounted for the said payment in the books and the effect will be given based on the response received from KIADB. Pending outcome of the said demand, the company has disclosed the same as a contingent liability.

The Company continues to disclose the said property in the financial statement as free hold land. The Company had also entered into a Memorandum of Understanding ("MoU") with Bombay Rayon Fashions Limited ("BRFL") for sale of the above referred property once the title is transferred in the name of the Company and had received the Deposit of Rs. 2.25 crore against sale consideration, the said amount is reflected as Deposit under other long - term liabilities.

The management of the Company has written a letter on dated June 9, 2021 to Karnataka Industrial Area Development Board ("KIADB") for execution of Sale Deed in the name of GB Global Limited.

6b. A Factory Building located at Sewri –Mumbai, for an amount Rs.1475.45 lac was capitalized in the Financial Year 2007-2008, the WDV of the said property as on March 31, 2021 is Rs. 835.75 lac. For the said property, no title deeds or documents are available in the Company records. However, the property remains in the physical possession of the Company.

7. Impact of the COVID-19 Pandemic on the Business:

The lockdown and restrictions due to COVID -19 Pandemic have posed various challenges to the operations and business of the Company. The Company's manufacturing facilities at all locations and offices has partially resumed its manufacturing operation in some of its units in April -20 (Bangalore) and May-20 (Tarapur) after taking all the necessary precautions on safety of its employees and other parameters as stipulated in the government directives.

The Company has considered internal and external information while finalizing various estimates and recoverability of assets in relation to its financial statement captions upto the date of approval of the financial results by the Board of Directors. The impact of Covid-19 may be different from what is estimated as at such date of approval of the financial results and the Company will continue to monitor any material changes to future economic conditions.

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The Second wave of the pandemic has also pose a downside risk to the industry and economy as well and impact the profitability of FY 21-22, In view of the prevailing uncertainty in the future, the full extent of the impact of COVID -19 pandemic on the Company cannot be accurately ascertained at this juncture.

8. Contingent liability not provided for:

- Following are the other contingent liabilities with various statutory authorities:

| Authority | YEAR | TAX DEMAND (Rs in lac) | STATUS |
|---|---|---|---|
| Income Tax | FY 2016-17 | 3,587.33 | CIT(A) |
| | FY 2017-18 | 1,042.19 | |
| VAT (Maharashtra) | FY 2011-12 | VAT - 0.39 | |
| | FY 2012-13 | VAT – 0.63 | |
| | FY 2014-15 | VAT – 2,433.46<br>CST – 2,277.99 | Writ petition filed with Bombay High Court. |
| | FY 2015-16 | VAT – 1,364.21<br>CST – 1,086.47 | |
| VAT (Delhi) | FY 2014-15 | 16.86 | |
| VAT (Punjab) | FY 2012-13 | 58.72 | |
| Income Tax (TDS) | Various years | 54.27 | ITD – TDS circle Mumbai |

- The Company had taken benefit of Export Promotion Capital Goods (EPCG) Scheme under the Foreign Trade Policy to the tune of Rs.3,150.73 lac in the past against fulfillment of export obligations. Of these:
  - Licenses amounting to Rs. 241.22 lac are valid and continuing.
  - Licenses amounting to Rs. 1,139.56 lac are eligible for extension upon the Company seeking approval from Directorate General of Foreign Trade (DGFT) authorities.
  - licenses worth Rs. 1,769.95 lac which have expired and been provided during the period.
  - Interest/penalty on non fulfillment of obligation (if any) is disclosed as contingent liability pending determination, quantification and procedural compliances.

- Demand from Karnataka Industrial Area Development Board ("KIADB") amounting to Rs. 76.63 lac (refer note 6a)

- There is a Contingent liability in the form of Bank Guarantees of Rs 347.85 lac issued to MSEDCL/MCGM/MPCB/Sales tax/MSEB/Excise and Custom Department as per the norms for continuation of services.

- The Company is in receipt of a show cause notice from Joint Commissioner of Customs (Export) as to why penalty u/s 114AA and/or 117 of the Customs Act, 1962 should not be imposed on them. However, the amount is not quantified in the notice. The Company management has filed a suitable reply to it and waiting for department response.

- The Company has not filed the Cost Audit Report from FY 2017-18 to FY 2019-20 due to lack of sufficient data and manpower. Due to this non-compliance, the company could face a liability in form of penalty by the concerned Regulatory Authority

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- The Corporate Debtor, before the demerger (vide order dated 29th March 2016) with The Mandhana Retail Ventures Limited (TMRVL), had taken VAT registration number for various states for TMRVL as it was part of retail arm of the Corporate Debtor. The address for these VAT registration numbers were linked to mall addresses rented by TMRVL. However, post Demerger the said VAT registration numbers remained in the name of the Corporate Debtor with communication address of TRMVL's rented malls. Hence, all notices of demand were sent to TMRVL's address and not to Corporate Debtor. In view of the same, there could be a possibility that TMRVL might have received VAT notices but failed to forward the same to Corporate Debtor.

- Notice received under the Directions u/s 33A Water (Prevention & Control of Pollution) Act 1974 and u/s 31A of the Air (Prevention & Control of Pollution) Act, 1981 for Interim compensation for damage to environment caused due to pollution in Tarapur amounting to INR 14.62 lac.

- A notice is received for furnishing some information required for sales tax purpose involving fake input credits taken by an entity named Harsha Enterprises with whom the Corporate Debtor used to deal with during the period 2008 to 2013. The Resolution Professional has replied to the show cause notice stating that the transactions pertaining to the subject matter of the notice relate to the period prior to the commencement of CIRP of the Company, when the erstwhile management was in charge of the affairs of the Company. Currently, the Company is in the midst of a resolution process under the provisions of the IBC. The liability amount is still not ascertained.

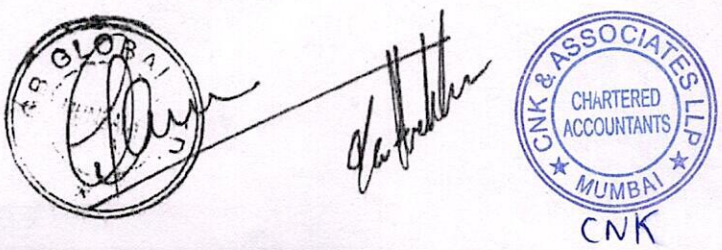
- The GB global Limited is a member of "Tarapur Environment Protection Society" (TEPS).Tarapur Environment Protection Society had submitted a Civil Appeal no 3638 of 2020 to Hon'ble Supreme Court against the impugned order passed on September 17 ,2020 by National Green Tribunal, Hon'ble Supreme Court having considered the issue rose in Civil Appeal, proposed to pass the order on December 14, 2020 which read as "The Appellant "Tarapur Environment Protection Society"(TEPS), in Appeal no 3638 of 2020, would deposit 30% of compensation amount as directed by the impugned order within one month from today. In case of failure to deposit, their objections would not be heard and decided". During the Quarter the Company had received Debit notes of Rs 26.75 lacs for it plants situated at plot no.E-25, C-2 & C-3 of MIDC Tarapur, from "Tarapur Environment Protection Society"(TEPS). The amount of Rs. 26.75 has been paid on account of penalties as 30 % Contribution from its member based on scale-wise (LSI, LSI and SSI) distribution by TEPS.

  For Balance 70% of total penalty, amounting of Rs.61.25 lacs will be payable depend on the outcome of the appeal filed to Hon'ble Supreme Court.

- The Company has received a demand notice dated June 22, 2021 from M/s. Marathon Nextgen Realty Limited ("Landlord") towards outstanding license fees of the corporate office 2402 A Marathon futurex, Lower Parel, for the period May 2021 & June 2021 amounting to Rs. 50.93 lacs inclusive of interest of Rs.17.90 lacs. The management disputes the interest claim and hence the same is not provided in the books of accounts.

  The Successful Resolution Applicant (SRA), Dev Land & Housing Private Limited, intends to shift the corporate office from 2402 A Marathon futurex, Lower Parel to Dev Plaza, S.V. Road Andheri, and have intimated via letter dated June 19, 2021 to the landlord for vacating the premises, and adjust the outstanding amount related to rent for the month of May 2021 & June 2021 from security deposits kept by the Company with the landlord. On reply to intimation letter the landlord has demanded Rs.174.72 lacs wide license fees towards lock in period stated in lease agreement from 1st July to 12th May 2022 along with earlier outstanding. The Company is in process of negotiating with the landlord for settlement of these dispute and is confident that this will have a positive outcome and lock-in period demand may not result in probable outflow of resources.

  Accordingly, the Company has derecognized the ROU Assets & Lease Liability related to the current corporate office and restated the deposit amounts in books of account as on the date of these financial results.



- The Company has two Leased Factory Premises at Bangalore and Company also intimated their landlord for vacating their Premises from June 30, 2021, In reply of the intimation letter for vacating of factory premises Company received Notices from respective land lord towards their outstanding and other dues. The Company management is in process to negotiating with the respective Landlord of factory Premises for final Settlement.

9. During the quarter/year the management has provided for an impairment on certain items of Property, Plant & Equipment at its Bangalore plant amounting to Rs. 526.41 lac and the same are disclosed as exceptional item.

10. The Company has not appointed a full time Company Secretary within the time limit prescribed under the Companies Act, 2013. The Regulatory authority has issued a notice to the Company due to the non-compliance. The Company has communicated to the said authority for the annulment of the notice citing change in management and financial crisis faced by it.

11. The Resolution Professional has filed an application with Hon'ble NCLT seeking clarification on the treatment of dues accrued during the tenure of the erstwhile Resolution Applicant i.e Formation Textile LLC (01st February 2019 to 04th December 2019). Further to this the Para "I" of the Hon'ble NCLT order dated May 19, 2021, for Status of the said category of Operational Creditors it is clearly mentioned that "this issue has to be decided only after hearing to such category of operational Creditors in an appropriate proceeding as and when initiated. However, it is clear that the Present RA "Dev land and Housing Private Limited" shall not be held accountable in any manner for this liability"

12. In few of the cases, the trade receivable, trade payable, loans and advances are subject to confirmation by concerned parties.

13. The figures of last quarter for the current year and for the previous year are the balancing figures between the audited figures in respect of the full financial year ended 31st March and the unaudited published year-to-date figures up to the third quarter ended 31st December, which were subjected to limited review.

14. Previous period figures have been regrouped/rearranged, wherever necessary.

**Date:** August 21,2021
**Place:** Mumbai

For **GB Global Limited**
(Formerly Known as Mandhana Industries Limited)

Vijay Thakkar
(Managing Director)

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