KAVVERI telecom products limited

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Standalone Financial Results

I	SI No.	Particulars	Audited Figures(as reported before adjusting for qualifications) (Fig. Rs. Lakhs except EPS)	Adjusted Figures (Audited figures after adjusting for Qualifications) (Fig. Rs. Lakhs except EPS)
	1	Turnover/Total Income	184.31	184.31
	2	Total Expenditure	1845.59	1845.59
	3	Net Profit/(Loss)	(1661.28)	(1661.28)
	4	Earnings per share (EPS)-Rs.	(8.91)	(8.91)
	5	Total Assets	28532.80	28532.80
	6	Total liabilities	28532.80	28532.80
	7	Net Worth	6121.65	6121.65
	8	Any other financial Items (as felt appropriate by the management)	-	-
II	1	Name of the Company	KAVVERI TELECOM PRODUCTS LIMITED	
	2	Annual Financial Statements for the year ended	31st March, 2020	
	3 (i)(a)	**Details of Audit Qualification**: Audit Qualification:	Reference in invited to qualification no. (i) **Material uncertainty related to Going Concern**: During the year the company has incurred a Net Loss of Rs. 1,793.96 Lakhs (which includes Rs.132.68 Lakhs provision for deferred tax liability) resulting into accumulated losses of Rs. 8,796.45 Lakhs. During the quarter ended 31st March 2020 the company has incurred a Net Loss of Rs. 525.90 Lakhs. The Company has obligations towards fund based borrowings from banks aggregating to Rs. 18,045.42 Lakhs, Operational creditors, statutory dues. There is significant decrease in revenue over the past few years. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore may be unable to realize its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these matters is at present not ascertainable. Accordingly we are unable to comment on the consequential impact, if any, on the accompanying standalone financial results.	
	(b)	Type of Audit Qualification:	Qualified Opinion	

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	(c)	Frequency of Qualification:	Repetitive
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable.
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification 1 above, In the opinion of the management, resolution and revival of the company is possible in foreseeable future. Rapid increase of competitors in the telecommunication business effects the operations of the company during the previous years. The management of the company is taking steps to improve the business in the year 2020-21 and will improve the operations in the coming years. Hence the company's management is of the opinion that the company is 'Going Concern' only and the accounts have been prepared accordingly
	3(ii)(a)	Audit Qualification:	Reference is invited to qualification no.(ii), In relation to carrying value of investments held in by the company to its subsidiaries, which have been incurring losses and in some of these companies, net worth was fully or substantially eroded. Taking into account the management internal assessment and initiatives to be implemented to improve the profitability in the medium to long term, the management of the company is of the view that carrying value of investments are realizable at the value stated in the books. In the absence of fair valuation of these investments, we are unable to comment upon the carrying value and thus, we are unable to comment whether any provision for impairment in the value of investments is required.
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Repetitive
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification (ii) above, The management of the Company is in communication with such subsidiaries engaged in the other projects to recover the dues and cost incurred by the Company and taking necessary steps to turnaround the loss making subsidiary Companies. Considering the long-term nature of

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			investments and in view of ongoing discussion, no provision has been considered necessary by the management in respect of impairment in the value of investment.
	3(iii)(a)	Audit Qualification:	Reference is invited to qualification no. (iii), the Company has defaulted in repayment of dues to Banks for the year ended 31st March, 2020. All the loans outstanding were classified as NPA by the Banks. The balance outstanding as at 31.03.2020 is Rs. 18045.42 Lakhs (Including Principal and Interest Provisions on the loans but excluding Penal Interest if any) as per books of account. In the absence of confirmation of balances from banks, we are unable to ascertain the actual dues to Banks as at 31.03.2020.
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Repetitive
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable.
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification (iii) above, the has approached Edelweiss ARC Ltd for One Time Settlement (OTS) in February 2018 with an offer of Rs 1 crore with providing cooperation for sale of the land and building mortgaged for the Loan and it was accepted by Edelweiss ARC Ltd . Subsequently after the land and building sold by Edelweiss went back on this and the company has approached the Hon'ble High Court of Karnataka to enforce this OTS acceptance and the Hon'ble High Court of Karnataka passed interim orders and the matter is sub-judice.
	3(iv)(a)	Audit Qualification:	Reference is invited to audited qualification no.(iv), In the absence of proof of physical verification of inventories during the year by the management, we are unable to comment on the discrepancies, if any, between the book records and physical stocks of inventories (Value of inventories as per books of account as at 31.03.2020 is Rs.5748.15 Lakhs).

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	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	First Time For FY 2019-20
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable.
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification (iv) above, Generally the management conducts the physical verification of Inventories at the end of the financial year, but this time due to COVID-19 and Lockdown situations prevailing in the country, we couldn't conduct the physical verification before the balance sheet date. The management believes that there are no discrepancies between the book records and physical stocks of Inventories. Further the Management believes that no item of inventory has a net realizable value in the ordinary course of business which is less than the amount at which it is included in the inventories as per books of accounts.
I	3(v)(a)	Audit Qualification:	Reference is invited to audited qualification no.(v), In the absence of proof of physical verification of Property, Plant and Equipment during the year by the management, we are unable to comment on the discrepancies, if any, between the book records and physical stocks (Net Block of PPE of Rs.820.82 lakhs as per books of account as at 31.03.2020).
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	First Time For FY 2019-20
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification (v) above, Generally the management conducts the physical verification of Fixed assets at the end of the financial year, but this time due to COVID-19 and Lockdown situations prevailing in the country, we couldn't to conduct the physical verification before the balance sheet date. The management believes that there are no discrepancies between the book records and

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			physical stocks of fixed assets. Further, the Management believes that no item of Fixed assets has a net realizable value in the ordinary course of business which is less than the amount at which it is included in the Fixed assets as per books of accounts..
	3(vi)(a)	Audit Qualification:	Reference is invited to audited qualification no.(vi), the Company is not regular in payment of undisputed statutory dues towards ESI PF, GST and TDS for the quarter and the year ended 31st March, 2020.
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Repetitive
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification (vi) above, the company is facing extreme financial crunch and due to insufficient working capital requirements, the company is unable to discharge its statutory dues. However, the company will discharge the dues of GST, PF&ESI by August, 2020.
	3(vii)(a)	Audit Qualification:	Reference is invited to audited qualification no.(vii), The Company has not paid Annual Listing Fees, which is in violation of SEBI & Exchange Regulations.
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Second Time in the FY 2019-20
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	The company will pay the Annual Listing fees by August, 2020.
	3(viii)(a)	Audit Qualification:	Reference is invited to audited qualification no.(viii), The company has not appointed Whole-time Company Secretary, which is not in accordance with the Companies Act, 2013.
	(b)	Type of Audit Qualification:	Qualified Opinion

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	(c)	Frequency of Qualification:	Second time in the FY 2019-20.
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	The company is in the process of appointing company secretary and the new company secretary will be in place by September 2020.
	3(ix)(a)	Audit Qualification:	Reference is invited to audited qualification no.(ix), in the absence of confirmations of Trade Receivables and various advances, we are unable to comment on the extent to which such balances are recoverable
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Repetitive
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification (ix) above, the company has followed-up the parties. Even after several attempts made by it to reach parties, they neither did turn up nor send back the confirmation. The Management believes that no material adjustments would be required in books of account upon receipt of these confirmations.
	3(x)(a)	Audit Qualification:	Reference is invited to audited qualification no.(x), In the absence of confirmations of Trade Payables and various advances/borrowings, we are unable to comment on the extent to which such balances are payable
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Repetitive
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification (x) above, The company has followed-up the parties. Even after several attempts made by it to reach parties, they did not send back the confirmation. The Management believes that no material adjustments would be required in books of account upon receipt of these confirmations.
	3(xi)(a)	Audit Qualification:	Reference is invited to audited qualification no.(xi), The company recognised deferred tax assets on account of carried forward unused tax losses and other taxable temporary differences for the year amounting to Rs. 1,941.09 Lakhs.

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			The management of the company is confident that sufficient future taxable income will be available against which such deferred tax assets would get adjusted. However, in our opinion, in absence of convincing evidence that sufficient future taxable income will be available against which such deferred tax assets would get adjusted, such recognition is not in accordance with Indian Accounting Standard 12 "Income Taxes" (Ind AS 12)
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Repetitive
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	In respect of qualification (xi) above, the Management of the Company is confident that sufficient future taxable income will be available against which such deferred tax assets will be realized.
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	Not Applicable
III	A	**To be signed by-** Managing Director	For Kavveri Telecom Products Limited Managing Director DIN No:01189348
	B	Auditor of the Company	For P.Murali &co., Chartered Accountants Firm Reg.No.007257S P Murali Mohana Rao Partner M.No. 023412 UDIN:

Place: Bangalore

Date: 31.07.2020.

KAVVERI telecom products limited

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Financial Results (Consolidated)

I	SI No.	Particulars	Audited Figures(as reported before adjusting for qualifications) (Fig. Rs. Lakhs except EPS)	Adjusted Figures (Audited figures after adjusting for Qualifications) (Fig. Rs. Lakhs except EPS)
	1	Turnover/Total Income	454.95	454.95
	2	Total Expenditure	2167.66	2167.66
	3	Net Profit/(Loss)	(1633.95)	(1633.95)
	4	Earnings per share (EPS)-Rs.	(8.78)	(8.78)
	5	Total Assets	35497.11	35497.11
	6	Total liabilities	35497.11	35497.11
	7	Net Worth	1587.27	1587.27
	8	Any other financial Items (as felt appropriate by the management)	-	-
II	1	Name of the Company	KAVVERI TELECOM PRODUCTS LIMITED	
	2	Annual Financial Statements for the year ended	31st March, 2020	
	3 (i)(a)	**Details of Audit Qualification**: Audit Qualification:	Reference in invited to qualification no. (i), In the consolidated financial results, the results of Kavveri Telecom Infrastructure Limited, which is a Subsidiary to the "Holding Company" are not included. We didn't receive financial statements or financial information from the management for the quarter and Year ended 31st March, 2020	
	(b)	Type of Audit Qualification:	Qualified Opinion	
	(c)	Frequency of Qualification:	First time	
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable.	
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification 1 above, Kavveri Telecom Infrastructure Limited (KTIL), Which is a Subsidiary to the company, against which Insolvency Petition was filed by Dena Bank under sec 7 of Insolvency Bankruptcy Code, 2016 and Interim Resolution Professional was appointed on 21-03.2019 and which was challenged by the Director of KTIL and NCLT order was passed in favour of the Director of	

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			KTIL on 18.12-2019. Due to Corporate Insolvency Resolution Process till December 18,2019 company unable to provide financial Information for period of April '19 to Mar'20. Hence we are unable to consolidate Kavveri Telecom Infrastructure Limited financials into consolidation results
	3(ii)(a)	Audit Qualification:	Reference is invited to qualification no.(ii), In respect of preparation of financial statements of **"the group"** on going concern basis, during the Year ended, **"the group"** has incurred a Net Loss (after tax) of Rs. 1,766.63 Lakhs resulting into accumulated losses of Rs. 12,781.10 Lakhs. For the quarter ended, **"the group"** has incurred a Net Loss (before tax) of Rs. 307.73 Lakhs. **"The group"** has obligations towards fund based borrowings and significant decrease in revenue over the years. These conditions indicate the existence of a material uncertainty that may cast significant doubt on **"the group's"** ability to continue as going concern and **"the group"** may be unable to realize its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these matters is at present not ascertainable. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying consolidated financial statements.
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Repetitive
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification (ii) above, In the opinion of the management, resolution and revival of "the Group" is possible in foreseeable future. Rapid increase of competitors in the telecommunication business effects the operations of "the group" during the previous years. The management of "the group" is taking steps to improve the business

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			in the year 2020-21 and will improve the operations in the coming years. Hence "the Group's" management is of the opinion that "the Group" is 'Going Concern' only and the accounts have been prepared.
	4 (i)(a)	**Details of Audit Qualification:** Audit Qualification:	We refer to "**Qualified Opinion**" in our Auditor's Report on Standalone financial results of KAVVERI TELECOM PRODUCTS LIMITED ("the Holding company") for the Year Ended 31st March, 2020 Reference in invited to qualification no. (I),**Material uncertainty related to Going Concern**: During the year the company has incurred a Net Loss of Rs. 1,793.96 Lakhs (which includes Rs.132.68 Lakhs provision for deferred tax liability) resulting into accumulated losses of Rs. 8,796.45 Lakhs. During the quarter ended 31st March 2020 the company has incurred a Net Loss of Rs. 525.90 Lakhs. The Company has obligations towards fund based borrowings from banks aggregating to Rs. 18,045.42 Lakhs, Operational creditors, statutory dues. There is significant decrease in revenue over the past few years. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore may be unable to realize its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these matters is at present not ascertainable. Accordingly we are unable to comment on the consequential impact, if any, on the accompanying standalone financial results
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Repetitive
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable.
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification I above, In the opinion of the management, resolution and revival of the company is possible in foreseeable future. Rapid increase of competitors in the telecommunication business effects the operations of the company during the previous years. The management of the company is taking steps to improve the

			business in the year 2020-21 and will improve the operations in the coming years. Hence the company's management is of the opinion that the company is 'Going Concern' only and the accounts have been prepared accordingly
	4 (ii)(a)	**Details of Audit Qualification:** Audit Qualification:	Reference is invited to qualification no.(II), In relation to carrying value of investments held in by the company to its subsidiaries, which have been incurring losses and in some of these companies, net worth was fully or substantially eroded. Taking into account the management internal assessment and initiatives to be implemented to improve the profitability in the medium to long term, the management of the company is of the view that carrying value of investments are realizable at the value stated in the books. In the absence of fair valuation of these investments, we are unable to comment upon the carrying value and thus, we are unable to comment whether any provision for impairment in the value of investments is required.
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Repetitive
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification (II) above, The management of the Company is in communication with such subsidiaries engaged in the other projects to recover the dues and cost incurred by the Company and taking necessary steps to turnaround the loss making subsidiary Companies. Considering the long-term nature of investments and in view of ongoing discussion, no provision has been considered necessary by the management in respect of impairment in the value of investment.
	4(iii)(a)	Audit Qualification:	Reference is invited to qualification no. III, the Company has defaulted in repayment of dues to Banks for the year ended 31st March, 2020. All the loans outstanding were classified as NPA by the Banks. The balance outstanding as at 31.03.2020 is Rs. 18045.42 Lakhs (Including

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			Principal and Interest Provisions on the loans but excluding Penal Interest if any) as per books of account. In the absence of confirmation of balances from banks, we are unable to ascertain the actual dues to Banks as at 31.03.2020.
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Repetitive
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable.
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification III above, the company has approached Edelweiss ARC Ltd for One Time Settlement (OTS) in February 2018 with an offer of Rs 1 crore with providing cooperation for sale of the land and building mortgaged for the Loan and it was accepted by Edelweiss ARC Ltd . Subsequently after the land and building sold by Edelweiss went back on this and the company has approached the Hon'ble High Court of Karnataka to enforce this OTS acceptance and the Hon'ble High Court of Karnataka passed interim orders and the matter is sub-judice.
	4(iv)(a)	Audit Qualification:	Reference is invited to audited qualification no.IV, In the absence of proof of physical verification of inventories during the year by the management, we are unable to comment on the discrepancies, if any, between the book records and physical stocks of inventories (Value of inventories as per books of account as at 31.03.2020 is Rs.5748.15 Lakhs).
	(b)	Type of Audit Qualification:	Qualified Opinion

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	(c)	Frequency of Qualification:	First Time For FY 2019-20
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable.
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification IV above, Generally the management conducts the physical verification of Inventories at the end of the financial year, but this time due to COVID-19 and Lockdown situations prevailing in the country, we couldn't the physical verification before the balance sheet date. The management believes that there are no discrepancies between the book records and physical stocks of Inventories. Further, the Management believes that no item of inventory has a net realizable value in the ordinary course of business which is less than the amount at which it is included in the inventories as per books of accounts..
	3(v)(a)	Audit Qualification:	Reference is invited to audited qualification no.V, In the absence of proof of physical verification of Property, Plant and Equipment during the year by the management, we are unable to comment on the discrepancies, if any, between the book records and physical stocks (Net Block of PPE of Rs.820.82 lakhs as per books of account as at 31.03.2020).
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	First Time For FY 2019-20
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification V above, Generally the management conducts the physical verification of Fixed assets at the end of the financial year, but this time due to COVID-19 and Lockdown situations prevailing in the country, we couldn't conduct the physical verification before the balance sheet date. The management believes that there are no discrepancies between the book records and physical stocks of fixed assets.

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			Further, the Management believes that no item of Fixed assets has a net realizable value in the ordinary course of business which is less than the amount at which it is included in the Fixed assets as per books of accounts.
	3(vi)(a)	Audit Qualification:	Reference is invited to audited qualification no.VI, the Company is not regular in payment of undisputed statutory dues towards ESI PF, GST and TDS for the quarter and the year ended 31st March, 2020.
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Repetitive
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification (vi) above, the company is facing extreme financial crunch and due to insufficient working capital requirements, the company is unable to discharge its statutory dues. However, the company will discharge the dues of PF,ESI and GST by August, 2020.
	3(vii)(a)	Audit Qualification:	Reference is invited to audited qualification no.VII, The Company has not paid Annual Listing Fees, which is in violation of SEBI & Exchange Regulations.
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Second Time in the FY 2019-20
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	The company will pay the Annual Listing fees by August, 2020.
	3(viii)(a)	Audit Qualification:	Reference is invited to audited qualification no.VIII, The company has not appointed Whole-time Company Secretary, which is not in accordance with the Companies Act, 2013.
	(b)	Type of Audit Qualification:	Qualified Opinion

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	(c)	Frequency of Qualification:	Second time in the FY 2019-20.
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	The company is in the process of appointing company secretary and the new company secretary will be in place by September 2020.
	3(ix)(a)	Audit Qualification:	Reference is invited to audited qualification no.IX, in the absence of confirmations of Trade Receivables and various advances, we are unable to comment on the extent to which such balances are recoverable
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Repetitive
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification IX above, the company has followed-up the parties. Even after several attempts made by it to reach parties, they neither did turn up nor send back the confirmation. The Management believes that no material adjustments would be required in books of account upon receipt of these confirmations.
	3(x)(a)	Audit Qualification:	Reference is invited to audited qualification no.X, In the absence of confirmations of Trade Payables and various advances/borrowings, we are unable to comment on the extent to which such balances are payable
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Repetitive
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	Not Applicable
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	In respect of qualification X above, The company has followed-up the parties. Even after several attempts made by it to reach parties, they did not send back the confirmation. The Management believes that no material adjustments would be required in books of account upon receipt of these confirmations.

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	3(xi)(a)	Audit Qualification:	Reference is invited to audited qualification no.XI, The company recognised deferred tax assets on account of carried forward unused tax losses and other taxable temporary differences for the year amounting to Rs. 1,941.09 Lakhs. The management of the company is confident that sufficient future taxable income will be available against which such deferred tax assets would get adjusted. However, in our opinion, in absence of convincing evidence that sufficient future taxable income will be available against which such deferred tax assets would get adjusted, such recognition is not in accordance with Indian Accounting Standard 12 "Income Taxes" (Ind AS 12)
	(b)	Type of Audit Qualification:	Qualified Opinion
	(c)	Frequency of Qualification:	Repetitve
	(d)	For Audit Qualification, Where the impact is quantified by the Auditor, Management Views:	In respect of qualification XI above, the Management of the Company is confident that sufficient future taxable income will be available against which such deferred tax assets will be realized.
	(e)	For Audit Qualification(s), Where the impact is not quantified by the Auditor:	Not Applicable
III	A	**To be signed by-** Managing Director	For Kavveri Telecom Products Limited Managing Director DIN No:01189348
	B	Auditor of the Company	For P.Murali &co., Chartered Accountants Firm Reg.No.007257S P Murali Mohana Rao Partner M.No. 023412 UDIN:

Place: Bangalore
Date: 31.07.2020.