

**MUNJIAL AUTO**

INDUSTRIES LIMITED

Waghodia Plant

REF/SECY/Q1/2022-23

September 06, 2022

To, The Secretary, BSE Ltd. 25th Floor, Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai – 400 001 Scrip Code - 520059	To, Asst. Vice President, National Stock Exchange of India Ltd., Exchange Plaza, Plot C/1, G Block Bandra-Kurla Complex, Bandra (E), Mumbai – 400 051 Scrip Code - MUNJALAU
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SUB: APPOINTMENT OF INTERNAL AUDITOR FOR FY 2022-23

Dear Sir/Madam,

We would like to inform you pursuant to Regulation 30 and other applicable regulations, if any, of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('LODR'), that in exercise of authority delegated by the Audit Committee and Board of Directors at their respective meetings held on August 10, 2022, to Shri Sudhir Kumar Munjal, Chairman and Managing Director of the Company has appointed M/s. CNK & Associates LLP, Chartered Accountants, as Internal Auditor of the Company effective from September 06, 2022 in compliance with Section 138 of the Companies Act, 2013 and Rules made thereunder for the year 2022-23.

Further, previous Internal Auditors of the Company namely, M/s. Mukund and Rohit, Chartered Accountants had expressed their inability to be appointed as Internal Auditor for FY 2022-23 vide their email dated April 11, 2022 due to professional pre-occupation. The Company had intimated the same to Stock Exchange vide its letter REF/SECY/OUTCOME-Q4/2021-22 dated May 27, 2022.

The details with respect to the Change of Internal Auditors in terms of Regulation 30 read with Schedule III of the Listing Regulations and SEBI Circular CIR/CFD/CMD/4/2015 dated September 09, 2015 is also annexed herewith.



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This is for your information and further dissemination.

Kindly take the above information on your record and acknowledge.

Thanking you,

Yours faithfully,

For MUNJAL AUTO INDUSTRIES LTD.

**Rakesh
Johari**

Digitally signed
by Rakesh Johari
Date: 2022.09.06
16:49:38 +05'30'

**RAKESH JOHARI
COMPANY SECRETARY
ACS19153**

**MUNJIAL AUTO**

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Annexure-A

Details with respect to the change in Internal Auditor in terms of Regulation 30 read with Schedule III of the Listing Regulations, SEBI Circular CIR/CFD/CMD/4/2015 dated September 09, 2015:

Appointment:

Sr. No.	Particulars	Details
1	Name of the Internal Auditor	M/s. CNK & Associates LLP, Chartered Accountant
2	Date of Appointment	September 06, 2022 (for the year 2022-23)
3	Brief profile	M/s. CNK & Associates LLP, Chartered Accountants, Vadodara possesses a rich experience in the areas of Accounts, Audit, Direct & Indirect Taxation and allied fields. Headquartered in Mumbai, the firm has established its presence in Vadodara, Chennai, Bengaluru, Ahmedabad, Delhi, Gandhinagar, Pune & Dubai. The firm has strength of 32 partners and has staff of around 700+.
4	Disclosure of relationships between directors (in case of appointment of Director)	No relation

Resignation/ Cessation

Sr. No.	Particulars	Details
1	Name of the Internal Auditor	M/s. Mukund and Rohit, Chartered Accountants
2	Date of Cessation	April 11, 2022
3	Reason for Change	Completion of term for the year 2021-22.

August, 2022

GOVERNANCE RISK & COMPLIANCE ADVISORY SERVICE PROFILE

CNK & Associates LLP, a multi-disciplinary professional services firm, renders a broad spectrum of professional services under one roof, with deep experience across sectors and industries

Firm Strength



29 Partners



100 + Professionals



600 + Staff



International Association

- Member firm of a global association – INAA Group, an International Association of Independent Accounting Firms
- Seamless integration of international expertise with local insights to cater to clients / diverse businesses across 50 + countries.



Statutory Audit & Assurance



Direct Taxation



Indirect Taxation



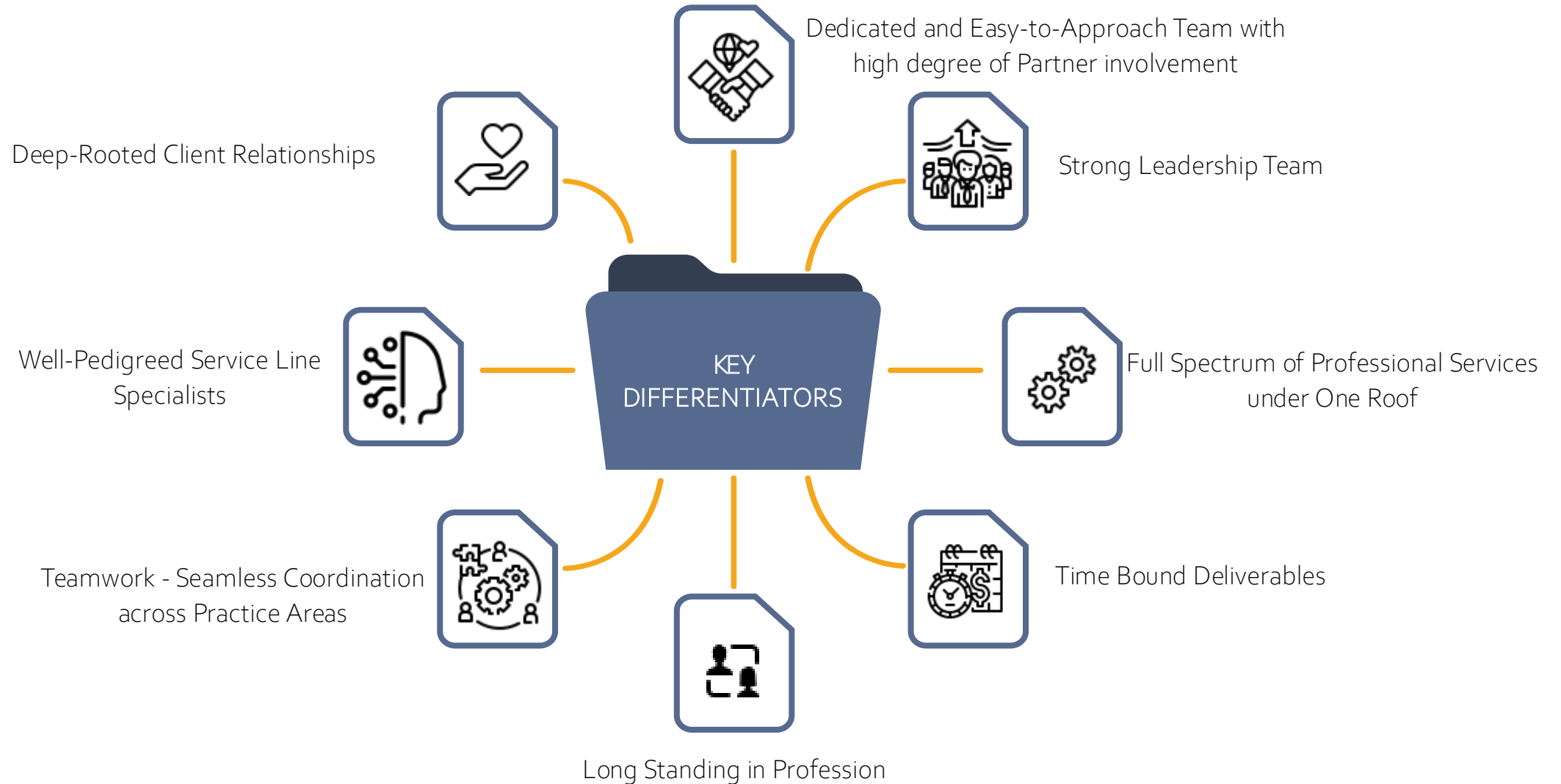
Governance Risk & Advisory



Compliance Solutions



Transaction Advisory & Business
Restructuring





Leadership Position in Professional/
Industry Associations – INAA, BCAS, IIA
Bombay Chapter, IM C, CTC

Speakers at Professional /Industry Forum s

Independent Directorship

Members of Expert Advisory Committee – ICAI,
Accounting, Auditing and Assurance Standard
Board, Ind-AS Implementation Committee

Authors of Professional Publications





Banking

- Reserve Bank of India
- Kotak Mahindra Bank
- Axis Bank
- Citi Bank
- HDFC Bank
- IDFC First Bank
- IDBI Bank
- South Indian Bank
- RBL Bank
- Bank of America



Financial Services

- IL&FS
- Bloomberg Data Services
- Nomura Fixed Income Securities
- JM Group of Companies
- Kotak Mutual Fund/PE Funds
- KKR India Asset Finance
- Edelweiss Mutual Fund
- L & T Infra
- Tata Capital Housing Finance



Insurance

- General Insurance Corporation of India
- New India Assurance
- Kotak Mahindra Old Mutual Life Insurance
- Bharti Axa Life Insurance Company
- Future Generali India Life Insurance Company
- Manipal Cigna Health Insurance Company
- Reliance General Insurance
- Exide Life Insurance



Travel & Logistics

- Etihad
- Emirates
- Air New Zealand
- Qantas
- Kuwait Airways
- Great Eastern Shipping Company
- Essar Shipping
- Allcargo Logistics
- Greatship (India)
- Gati
- Aegis Logistics



Manufacturing

- Asian Paints
- Thirumalai Chemicals
- Zodiac Clothing
- Mapro Foods
- Apar Industries
- Gharda Chemicals
- Batliboi
- Hindoostan Mills
- Hind Rectifiers
- Parksons Packaging
- Orbit Exports



Pharma / Health Care

- Alembic Pharmaceuticals
- Yashraj Biotechnology
- Schott Kaisha
- ACG Group
- Kokila Dhirubhai Ambani Hospital & Medical Research Institute
- Bhatia Hospital
- Namaha Specialised Healthcare Hospital
- Surya Hospitals
- Shalby Hospitals



Power, Oil & Gas

- Bharat Petroleum Corporation
- Hindustan Petroleum Corporation
- Nuclear Power Corporation
- CG Power and Industrial Solutions
- Gujarat Industries Power Company
- Bharat Oman Refineries



Real Estate

- Makers Development Services
- Shree Naman Developers
- Ozone Developers
- Kalpataru
- Marathon Realty
- CCI Projects
- New Consolidated Construction
- Knight Frank
- NV Group



Hospitality / Entertainment

- Nazara Technologies
- Shemaroo Entertainment
- Imagination Edutainment India Pvt. Ltd. (Kidzania)
- Sofitel Hotels & Resorts
- Junobo Hotels Pvt. Ltd. (Soho House)
- Club Mahindra Holidays
- The Willingdon Sports Club
- Royal Bombay Yacht Club



IT & Software

- D-Link
- Genesys
- Team F1Networks
- Catex Software
- Dolby Technology
- Oerlikon IT Solutions
- Zicom SaaS
- Ingenium Marine

Vadodara Branch Credentials

Sr No.	Name of the Company
<u>Major Clients</u>	
1.	HLE Glascoat Limited, Anand Works. (Listed)
2.	JSL Industries Limited. (Listed)
3.	Shiva Pharmachem Limited.
4.	Liva Pharmaceuticals Limited. (Subsidiary of Zydus Cadila)
5.	Steelco Gujarat Limited. (Listed)
6.	Vijay Tanks & Vessels Private Limited.
7.	Alembic Limited.
8.	SPC Life Sciences Private Limited.
9.	Diamines and Chemicals Limited (Listed)
10.	Exemed Pharmaceuticals.
11.	Apothecon Pharmaceuticals Private Limited
12.	Texel Industries Limited (Listed)

Internal Controls/Audits

- Critical evaluation of internal controls, internal systems and internal processes in organizations and recommending areas for improvement
- Risk Management audits with a view to provide valuable insights to the management of enterprise-wide risks
- Compliance reviews - FEMA, SEBI, IRDA Regulations and Listing Regulations (Clause 49 - Corporate Governance)
- Audit/Inspection on behalf of statutory bodies/regulators - SEBI, RBI, AMFI

SO Ps/Process Re-engineering

- Documentation of Standard Operating Procedures/Manuals/Risk Control Matrices
- Process Re-engineering, Data Analytics, Cost/Profitability Analysis & Optimization Studies
- Creation of Templates to support Reconciliations/MIS/NAVs

End-to-End Services



System Reviews/Audits

- Advice and assistance in setting up and implementing ERP systems, such as SAP
- Review of MIS, suggesting improvements and assistance in setting up such systems
- IT Systems Audit, Migration Audit, Implementation Support and Review of Business Continuity and Disaster Recovery Processes

Forensic/Fraud Investigation

- Fraud Vulnerability Assessment, Fraud Investigations and Forensic Audits
- Documentation and review of compliances with Anti-Bribery and Anti-Corruption Policies

Risk Based IA

- Performed Risk-Based Internal Audits for Banks, NBFCs, Broking entities, AIFs
- Executed multi-year Internal Audit Plans for entities basis risk framework

ERM /RCM Framework

- Identified risks and created ERM framework in connection with the strategic business plan
- Developed a risk dashboard for periodic reporting

ICFR Control Testing

- Advised clients across BFSI, Manufacturing, Construction, Services in design & implementation of Internal Financial Controls (IFC)
- Tested effectiveness of ICFR for clients across sectors

Process Re-engineering

- Conducted in-depth process reviews to recommend best practices & process improvements inside/ outside systems

SOP Drafting

- Assisted in documenting existing procedures in select format
- Strengthened existing procedures by suggesting enhancements & improvements
- Recommended suitable MIS formats considering KPIs

Data Analytics

- Ongoing assurance to one of the largest Paint Manufacturer in Asia, including Vendor Master, Invoice Processing, Payment Processing and related compliance.
- Developed macros, designed and implemented data analytic capabilities & data trending

Concurrent Review /Audit

- Concurrent audit for specialized functions such as treasury, trade, centralised operations and large credit portfolios
- Investment operations as per IRDA regulation for Life and General Insurance

Forensics Review

- Borrower review for Banks/IPs:
- Preferential Transactions
 - Avoidance of Undervalued Transactions
 - Extortionate Credit Transactions
 - Fraudulent trading or wrongful trading

Quality Assurance

- Conducted Quality assurance for a mutual fund, AIF comprising of independent calculating and pre confirming NAV, limits, redemptions daily
- Confirmed distribution to investors for AIF /PE funds

System s Review /Audit

- GAP analysis basis ISO 27001
- Systems Audit for NBFC, Shipping covering logical access, system interfaces & application/network securities, VAPT tests, log reports & system monitoring, change management & version controls & BCP/DRD procedures
- Investment Risk Management Systems & Process for Insurance Companies as prescribed by IRDA

Advisory

- Designed and implemented paperless office including implementation of workflow for cross functional processes for a large FMCG entity
- Designed and implemented internal controls, advised on cost optimization, IT access and controls.

Regulatory Compliances

- FEMA compliance for trade function of private sector banks.
- Quarterly compliance audit for PMS activity
- Half yearly compliance of Equity/Commodity /Rating Agency companies
- PPM /Compliance audit for AIF Entities

Corporate Social Responsibility

- Conducted high-level management review, legal & compliance review & operational review of processes of NGO partners
- Conducted impact analysis

AIF Review

- Risk based process reviews to evaluate and improve the effectiveness of Risk Management, Control and Governance Processes
- Confirmed accuracy /logic for computation of Management fees
- Review of Net Asset Value (NAV) before publishing to the Investors.

Investment Control Review

- Conducted Control review of Investment operations for Life Insurance company and mutual fund; identified published outliers for deals
- Recommended process improvements/best practices

Hospital Audits

- Concurrent audit of in-patient billing; identified revenue leakages
- Internal audit covering Cash handling & banking, procurement, compliance review related to hospitals, people management, capital assets, F&B revenue, etc.

Independence

- Mandatory conflict checks for every new client to identify and resolve any independence impairing situations and potential conflicts of interests
- Regular independence checks/confirmation for leadership, senior management, engagement team and others.

Confidentiality

- Access of data confined only to Engagement/Reporting Partner and Engagement Team, through unique IDs.
- Two Factor Authentication for access of data by the Engagement Team
- Implementing global standard practices for data security, data leakage prevention & other solutions to protect data from threats



Mumbai (Town Office):

Ministry Bhavan, 3rd Floor,
Dinshaw Vachha Road, Churchgate,
Mumbai 400 020.
Tel No. +91 22 6623 0600

Mumbai (Suburban Office):

501/502, Narain Chambers,
M.G. Road, Vile Parle (East),
Mumbai 400 057.
Tel No: +91 22 6457 7600/01/02

Ahmedabad:

'Hrishikesh',
2nd Floor, Vasantbaug Society,
Opp. Water Tank, Gulbai Tekra,
Ahmedabad 380 006.
Tel. No. +91 79 2630 6530

Gift City Office:

Unit No. 629, Signature Building,
Block 13B, Zone-I, GIFT SEZ, GIFT City,
Gandhinagar 382 355, Gujarat.
Tel: +91 79 2630 6530

Bangalore:

96, 7th Cross,
Domlur,
Bengaluru 560 071.
Tel. No. +91 80 2535 1353

Chennai:

Kochu Bhavan
Ground Floor, Old No 62A, New No 57,
McNichols Road, Chetpet
Chennai 600 031
Tel No. +91 44 4384 9695

New Delhi:

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KLJ Towers, NSP
New Delhi 110 034
Tel No. +91 11 2735 7350

Vadodara:

The Nirat, 3rd Floor,
18, Winward Business Park,
Jetalpur, Vadodara 390 007.
Tel. No. +91 265 234 3483

Overseas Offices:

Dubai:

Suite #17.06 Dubai World Trade Centre,
Shaikh Zayed Road, Dubai, P.O. Box. 454442.
Tel. No. +971 04 355 9533

Sharjah:

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Sharjah Airport International Free Zone (SAIF
Zone)
Sharjah, UAE
Tel: +971 4 3559544