

SPLENDID METAL PRODUCTS LIMITED

(Formerly Known as Sujana Metal Products Ltd)

Date: 30.06.2021

To

The Department of Corporate Services – CRD,
BSE Limited,
P.J.Towers, Dalal Street,
MUMBAI – 400 001.
Scrip Code: 513414

National Stock Exchange of India Ltd,
5th Floor, Exchange Plaza,
Bandra (E),
MUMBAI – 400 051
Scrip Symbol: SMPL

Dear Sir/Madam,

Sub: Audited Financial Results for the Quarter and Year ended 31.03.2021-Reg

This is to inform you that the Resolution Professional/Monitoring Agent and Directors of the Company at their meeting held on 30.06.2021, have approved the Audited Financial Results (Standalone and Consolidated) of the Company for the Quarter and Year ended 31.03.2021 alongwith the Audit Reports and Statement of Assets and Liabilities for the Financial year ended: 31.03.2021.

We herewith declare in terms of SEBI (LODR) Regulations, 2015 that the Audit Report issued by the Statutory Auditors M/s Venugopal & Chenoy, Chartered Accountants, on Standalone and Consolidated Financial Statements for the Financial Year ended 31st March 2021 is unmodified opinion.

This is for your information and record.

Kindly acknowledge the same.

Thanking You,

Yours faithfully,

For Splendid Metal Products Limited



Company Secretary

SPLENDID METAL PRODUCTS LIMITED

(Formerly Known as Sujana Metal Products Ltd)

STATEMENT OF AUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2021

	Particulars	Rs. in lakhs				
		Standalone				
		Quarter ended		Year ended		
		31-Mar-21 (Audited)	31-Dec-20 (Un Audited)	31-Mar-20 (Audited)	31-Mar-21 (Audited)	31-Mar-20 (Audited)
1	Part - I					
1	Revenue from operations					
	(a) Gross Sales/Income from Operation	155.17	204.44	274.53	713.20	2,019.50
	(b) Other operating income	289.95	207.07	410.10	857.94	1,118.05
	Total income from operations (net)	445.12	411.51	684.63	1,571.14	3,137.55
2	Other income	(12.62)	36.84	132.09	25.64	160.60
3	Total Income (1+2)	432.50	448.35	816.72	1,596.78	3,298.14
4	Expenses					
	a) Cost of materials consumed	97.65	180.16	74.53	530.44	1,528.40
	b) Changes in inventories of finished goods, work in process and stock-in-trade	(53.65)	-	(389.23)	(42.31)	604.41
	c) Employee benefits expense	133.39	116.99	173.95	505.11	697.63
	d) Finance costs	0.06	0.85	2.10	2.31	3.89
	e) Depreciation and amortisation expense	730.17	735.53	747.09	2,949.87	3,897.27
	f) Other expenses	486.46	313.63	606.16	1,492.03	2,081.46
	Total expenses	1,394.08	1,347.16	1,214.60	5,437.45	8,813.06
5	Profit before exceptional items & tax (3-4)	(961.58)	(898.81)	(397.88)	(3,840.67)	(5,514.92)
6	Exceptional Items	27.00	-	(53.62)	(75.86)	(53.62)
7	Profit/(Loss) before tax (5+6)	(934.58)	(898.81)	(451.50)	(3,916.52)	(5,568.54)
8	Tax Expense					
	(a) Current Tax					
	(b) Deferred Tax	(78.96)	(80.61)	(75.32)	357.72	(1,229.03)
	Total Tax expense	(78.96)	(80.61)	(75.32)	357.72	(1,229.03)
9	Net Profit after tax (7-8)	(855.62)	(818.20)	(376.18)	(4,274.25)	(4,339.51)
10	Minority Interest	-	-	-	-	-
11	Other Comprehensive income/(expense) net of taxes	-	-	-	-	-
12	Total Comprehensive income as per Ind AS (9+11)	(855.62)	(818.20)	(376.18)	(4,274.25)	(4,339.51)
13	Total Profit /(Loss) for the year attributable to :					
	-- Owners of the Company	(855.62)	(818.20)	(376.18)	(4,274.25)	(4,339.51)
	-- Non controlling Interests	-	-	-	-	-
14	Other Comprehensive Income/(Loss)					
	-- Owners of the Company	-	-	-	-	-
	-- Non controlling Interests	-	-	-	-	-
15	Total Comprehensive income /(Loss) for the year attributable to :					
	-- Owners of the Company	(855.62)	(818.20)	(376.18)	(4,274.25)	(4,339.51)
	-- Non controlling Interests	-	-	-	-	-
16	Paid-up equity share capital (Face value - Rs. 5 per equity share)				15,050.54	15,050.54
17	Other Equity excluding Revaluation Reserves				(137,139.67)	(132,865.07)
18	Earnings per share (of Rs. 5 each) (before extraordinary items) (not annualised)					
	- Basic (Rs.)	(0.28)	(0.27)	(0.12)	(1.42)	(1.44)
	- Diluted (Rs.)	(0.28)	(0.27)	(0.12)	(1.42)	(1.44)
19	Earnings per share (of Rs. 5 each) (after extraordinary items) (not annualised)					
	- Basic (Rs.)	(0.28)	(0.27)	(0.12)	(1.42)	(1.44)
	- Diluted (Rs.)	(0.28)	(0.27)	(0.12)	(1.42)	(1.44)



Statement of Standalone Assets and Liabilities

SL No	Particulars	Standalone	
		31-Mar-21	31-Mar-20
A	ASSETS		
(1)	Non- Current Assets		
	(a) Property, Plant and Equipment	32,633.22	35,583.08
	(b) Capital work - in - progress	5,923.93	5,923.94
	(c) Goodwill on Consolidation	-	-
	(c) Deferred tax Asset(Net)	35,208.51	35,566.24
	(d) Financial Assets		
	(i) Investments	5,046.93	5,046.93
	(ii) Loans	884.50	998.91
	(iii) Other non-current assets	304.95	304.95
	Total Non current assets	80,002.04	83,424.05
(2)	Current Assets		
	(a) Inventories	1,632.07	1,607.31
	(b) Financial Assets		
	(i) Investments	5.00	3.80
	(ii) Trade receivables	41,687.84	41,674.54
	(iii) Cash and cash equivalents	2.25	3.42
	(iv) Bank balances other than (iii) above	78.83	93.74
	(v) Loans	5,993.08	6,009.74
	(c) Other current assets	12.23	34.28
	TOTAL - ASSETS	49,411.30	49,426.83
		129,413.34	132,850.88
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share Capital	15,050.54	15,050.54
	(b) Other Equity	(137,139.67)	(132,865.07)
	Equity attributable to owners of the company	(122,089.12)	(117,814.52)
	Non Controlling Interest	-	-
	Total Equity	(122,089.12)	(117,814.52)
	Liabilities		
2	Non- Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	-	-
	(b) Provisions	205.03	205.03
	(c) Deferred tax liabilities (Net)	-	-
	(d) Other non - current liabilities	238.31	239.89
	Total Non-current liabilities	443.34	444.92
3	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	243,350.38	242,860.64
	(ii) Trade payables	2,899.63	2,725.77
	(b) Other current liabilities	2,986.32	2,797.31
	(c) Provisions	120.10	120.10
	(d) Current Tax Liabilities (Net)	1,702.69	1,716.66
	Total Current liabilities	251,059.12	250,220.48
	Total Equity and Liabilities	129,413.34	132,850.88

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	For the Year ended 31 March 2021	For the Year ended 31 March 2020
Cash flow from operating activities		
Net profit before tax	(3,916.52)	(5,568.54)
Adjustments for:		
Depreciation and amortisation	2,949.87	3,897.27
Loss on sale of fixed assets (net)	-	0.96
Loss On Theft Of Asset	-	53.62
Net unrealised exchange gain	-	-
Finance costs	2.31	3.89
Interest income	(24.05)	(56.15)
Loss on sale of current investment	-	-
Adjustments to the carrying amount of current investments	(1.20)	1.20
Operating profit before working capital changes	(989.59)	(1,667.74)
Changes in working capital:		
Adjustments for (increase) / decrease in operating assets:		
Inventories	(24.76)	690.61
Trade receivables	(13.30)	440.85
Long-term loans and advances	114.41	(0.06)
Short-term loans and advances	16.66	360.27
Other current assets	-	-
Other non current assets	-	-
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	173.86	275.29
Other current liabilities	189.01	(252.82)
Other long-term liabilities	(1.58)	(7.43)
Other Short-term liabilities	(0.35)	11.60
Provision for employee benefits	-	-
Cash generated from operations	(535.64)	(149.43)
Net income tax paid	(13.97)	(46.49)
Net cash flow from operating activities (A)	(549.61)	(195.92)
Cash flows from investing activities		
Capital expenditure on fixed assets and capital advances paid	(57.10)	(30.56)
Receipt of capital advances	-	-
Proceeds from sale of fixed assets	57.10	56.14
(Increase)/decrease in restricted cash	-	242.55
Advances given to subsidiaries (Increase)/Decrease	-	-
Advances realised from subsidiaries	-	-
Permanent Decrease in non current investments	-	-
(Increase)/Decrease	-	-
Foreign Currency Translation Adjustment	-	-
Proceeds from sale of current investment- mutual fund units	-	-
Income from current investments received	-	-
Interest received	46.11	36.14
Net cash used in investing activities (B)	46.11	304.27
Cash flow from financing activities		
Proceeds from issue of share capital	-	-
Share premium received / Capital Reserve	-	-
Proceeds from long-term borrowings	-	-
Repayment of long-term borrowings	-	-
Increase in short-term borrowings	489.74	(148.08)
Dividend paid including tax there on	-	-
Interest and other borrowing costs paid	(2.31)	16.11
Net cash (used in)/from financing activities (C)	487.43	(131.97)
Net (decrease)/increase in cash and cash equivalents (A + B + C)	(16.07)	(23.62)
Cash and cash equivalents at the beginning of the year	97.15	120.77
Exchange difference on translation of foreign currency cash and cash equivalents	-	-
Cash and cash equivalents at the end of the year	81.08	97.15
Notes:		
1. Cash Flow Statement has been prepared under the Indirect method as set out in the Indian Accounting Standard 7 on Cash Flow Statements.		
2. Cash and cash equivalents comprise cash at bank and in hand and short-term deposits with banks with an original maturity of three months or less		
2. Reconciliation of Cash and cash equivalents with balance sheet:		
Cash and bank balances as per balance sheet	81.08	97.15
Less: Balances in earmarked accounts	-	-
- balance held as margin monies	-	-
Net cash and cash equivalents at the end of the year	81.08	97.15

SPLENDID METAL PRODUCTS LIMITED

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	Particulars	Consolidated				
		Quarter ended			Year ended	
		31-Mar-21 (Audited)	31-Dec-20 (Un Audited)	31-Mar-20 (Audited)	31-Mar-21 (Audited)	31-Mar-20 (Audited)
Part - I						
1 Revenue from operations						
(a) Gross Sales/Income from Operation		155.17	204.44	274.53	713.20	2,019.50
(b) Other operating income		291.12	208.34	406.80	862.58	1,118.05
Total income from operations (net)		446.29	412.78	681.33	1,575.78	3,137.55
2 Other income		-12.62	36.84	136.30	25.64	164.81
3 Total Income (1+2)		433.67	449.62	817.63	1,601.42	3,302.36
4 Expenses						
a) Cost of materials consumed		97.65	180.16	74.53	530.44	1,528.40
b) Changes in inventories of finished goods, work in process and stock-in-trade		-53.65	-	(389.23)	-42.31	604.41
c) Employee benefits expense		133.39	116.99	173.95	505.11	697.63
d) Finance costs		0.23	0.77	2.15	2.48	4.07
e) Depreciation and amortisation expense		740.51	749.45	758.12	3,001.97	3,957.95
f) Other expenses		486.73	312.94	2,872.74	1,492.62	4,344.58
Total expenses		1,404.86	1,360.31	3,492.26	5,490.31	11,132.04
5 Profit before exceptional items & tax (3-4)		(971.19)	(910.69)	(2,674.63)	(3,888.89)	(7,829.68)
6 Exceptional Items		27.00	-	(53.62)	(75.86)	(53.62)
7 Profit/(Loss) before tax (5+6)		(944.19)	(910.69)	(2,728.25)	(3,964.75)	(7,883.30)
8 Tax Expense						
(a) Current Tax		-	-	-	-	-
(b) Deferred Tax		-80.01	(80.61)	(76.59)	356.67	(1,230.28)
Total Tax expense		(80.01)	(80.61)	(76.59)	356.67	(1,230.28)
9 Net Profit after tax (7-8)		(864.18)	(830.08)	(2,651.66)	(4,321.42)	(6,653.02)
10 Minority Interest		-3.57	(5.71)	(21.68)	(20.68)	(40.20)
11 Other Comprehensive income/(expense) net of taxes		-	-	-	-	-
12 Total Comprehensive income as per Ind AS (9+11)		(860.61)	(824.37)	(2,629.98)	(4,300.74)	(6,612.82)
13 Total Profit /(Loss) for the year attributable to :						
-- Owners of the Company		(860.61)	(824.37)	(2,629.98)	(4,300.74)	(6,612.82)
-- Non controlling Interests		-	-	-	-	-
14 Other Comprehensive Income/(Loss)						
-- Owners of the Company		-	-	-	-	-
-- Non controlling Interests		-	-	-	-	-
15 Total Comprehensive income /(Loss) for the year attributable to :						
-- Owners of the Company		(860.61)	(824.37)	(2,629.98)	(4,300.74)	(6,612.82)
-- Non controlling Interests		-	-	-	-	-
16 Paid-up equity share capital (Face value - Rs. 5 per equity share)					15,050.54	15,050.54
17 Other Equity excluding Revaluation Reserves					(145,055.17)	(140,868.75)
18 Earnings per share (of Rs. 5 each) (before extraordinary items) (not annualised)						
- Basic (Rs.)		(0.29)	(0.27)	(0.87)	(1.43)	(2.20)
- Diluted (Rs.)		(0.29)	(0.27)	(0.87)	(1.43)	(2.20)
19 Earnings per share (of Rs. 5 each) (after extraordinary items) (not annualised)						
- Basic (Rs.)		(0.29)	(0.27)	(0.87)	(1.43)	(2.20)
- Diluted (Rs.)		(0.29)	(0.27)	(0.87)	(1.43)	(2.20)



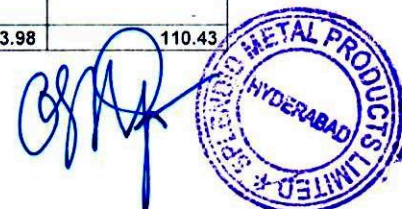
Statement of Consolidated Assets and Liabilities

SL No	Particulars	Consolidated	
		31-Mar-21	31-Mar-20
A	ASSETS		
(1)	Non- Current Assets		
	(a) Property, Plant and Equipment	33,495.75	36,497.71
	(b) Capital work - in - progress	5,923.93	5,923.92
	(c) Goodwill on Consolidation	326.96	326.96
	(c) Deferred tax Asset(Net)	35,207.05	35,563.73
	(d) Financial Assets	-	-
	(i) Investments	-	-
	(ii) Loans	1,011.25	1,125.66
	(iii) Other non-current assets	304.95	304.95
	Total Non current assets	76,269.89	79,742.93
(2)	Current Assets		
	(a) Inventories	1,632.07	1,607.31
	(b) Financial Assets	-	-
	(i) Investments	5.00	3.80
	(ii) Trade receivables	46,395.20	46,522.11
	(iii) Cash and cash equivalents	2.26	3.43
	(iv) Bank balances other than (iii) above	91.71	106.99
	(v) Loans	4,543.39	6,794.15
	(c) Other current assets	12.23	34.28
	TOTAL - ASSETS	52,681.86	55,072.08
		128,951.75	134,815.01
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share Capital	15,050.54	15,050.54
	(b) Other Equity	(145,055.17)	(140,868.75)
	Equity attributable to owners of the company	(130,004.62)	(125,818.21)
	Non Controlling Interest	565.42	586.10
	Total Equity	(129,439.20)	(125,232.11)
	Liabilities		
2	Non- Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	-	-
	(b) Provisions	-	-
	(c) Deferred tax liabilities (Net)	205.03	205.03
	(d) Other non - current liabilities	238.31	239.89
	Total Non-current liabilities	443.34	444.92
3	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	243,365.78	242,860.64
	(ii) Trade payables	9,794.47	9,757.59
	(b) Other current liabilities	2,964.57	5,133.15
	(c) Provisions	120.10	120.10
	(d) Current Tax Liabilities (Net)	1,702.69	1,730.72
	Total Current liabilities	257,947.61	259,602.20
	Total Equity and Liabilities	128,951.75	134,815.01



Rupees in lakhs

	For the Year ended 31 March 2021	For the Year ended 31 March 2020
Cash flow from operating activities		
Net profit before tax	(3,964.75)	(7,829.68)
Adjustments for:		
Depreciation and amortisation	3,001.97	3,952.95
Loss on sale of fixed assets (net)	0.00	0.96
Finance costs	2.48	4.07
Interest income	(24.05)	(60.36)
Loss on sale of current investment	-	-
Adjustments to the carrying amount of current investments	(1.20)	1.20
Operating profit before working capital changes	(985.55)	(3,930.85)
<i>Changes in working capital:</i>		
<i>Adjustments for (increase) / decrease in operating assets:</i>		
Inventories	(24.76)	690.61
Trade receivables	126.91	48.84
Long-term loans and advances	114.41	(0.06)
Short-term loans and advances	2,250.77	96.12
Other current assets	0.00	(59.98)
Other non current assets	-	-
<i>Adjustments for increase / (decrease) in operating liabilities:</i>		
Trade payables	36.88	1,034.25
Other current liabilities	(2,168.58)	2,068.61
Other long-term liabilities	(1.58)	(7.44)
Other Short-term liabilities	(15.38)	(0.37)
Provision for employee benefits	-	-
Cash generated from operations	(666.88)	(60.27)
Net income tax paid	(12.88)	(28.14)
Net cash flow from operating activities (A)	(679.76)	(88.41)
Cash flows from investing activities		
Capital expenditure on fixed assets and capital advances paid	(0.02)	-30.60
Receipt of capital advances	-	-
Proceeds from sale of fixed assets	0.00	56.14
(Increase)/decrease in restricted cash	0.00	242.55
Advances given to subsidiaries (Increase)/Decrease	-	-
Advances realised from subsidiaries	-	-
Permanent Decrease in non current investments (Increase)/Decrease	-	-
Foreign Currency Translation Adjustment	114.57	(131.42)
Proceeds from sale of current investment- mutual fund units	-	-
Income from current investments received	-	-
Interest received	46.10	80.66
Net cash used in investing activities (B)	160.65	217.33
Cash flow from financing activities		
Proceeds from issue of share capital	-0.00	-
Share premium received / Capital Reserve	-	-
Proceeds from long-term borrowings	-	0.00
Repayment of long-term borrowings	-	-
Increase in short-term borrowings	505.14	-148.08
Dividend paid including tax there on	-	-
Interest and other borrowing costs paid	(2.48)	(4.07)
Net cash (used in)/from financing activities (C)	502.66	-152.15
Net (decrease)/increase in cash and cash equivalents (A + B + C)	(16.45)	(23.23)
Cash and cash equivalents at the beginning of the year	110.43	133.66
Exchange difference on translation of foreign currency cash and cash equivalents	-	-
Cash and cash equivalents at the end of the year	93.98	110.43
Notes:		
1. Cash Flow Statement has been prepared under the Indirect method as set out in the Indian Accounting Standard 7 on Cash Flow Statements.		
2. Cash and cash equivalents comprise cash at bank and in hand and short-term deposits with banks with an original maturity of three months or less		
2. Reconciliation of Cash and cash equivalents with balance sheet:		
Cash and bank balances as per balance sheet	93.98	110.43
Less: Balances in earmarked accounts	-	-
- balance held as margin monies	-	-
Net cash and cash equivalents at the end of the year	93.98	110.43



Notes:

- 1 The above results have been reviewed and recommended by the Resolution Professional along with erstwhile Directors at their meeting held on 30th June 2021 .
- 2 The figures for the 4th quarter ended March 31,2021 and March 31,2020 are the balancing figures between the audited figures in respect of the full financial year ended March 31,2021 and March 31,2020 respectively and published year to date figures upto third quarter ended December 31,2020 and December 31,2019 respectively.
- 3 The company primarily engaged in the manufacturing and trading of steel and steel products business, which in the context of IND AS 108, is considered as a single segment in the above disclosures.
- 4 Figures of the previous quarters/year have been regrouped and reclassified wherever necessary.
- 5 Interest Rs. 6680.82 lakhs on borrowings from Banks,FIS for the quarter ended 31st March,2021 and Lease Rent on Casting Division not provided , had this provided the loss for the quarter would have been increased from Rs.934.58lakhs to Rs.7613.14 lakhs and accumulated loss from Rs.1,84,148.09 to Rs.2,92,982.58 . The dues to Banks/Fis as on 31.03.2020as per company Rs.2,43,292.20 lakhs (Including Funding from Banks/FIS during the current Financial Year and FY 2020-21 Rs.489.74 lakhs), where as the actual claims made by Banks/FIs and admitted by Resolution Professional is Rs.363207.57 lakhs as on 31.03.2021 excluding funding during the financial year 2020-21.
- 6 Punjab National Bank filed for Corporate Resolutation before NCLT,Hyderabad bench, Hyderabad, is admitted and the commencement of the Corporate Insolvency Resolution Process(CIRP) against the company is ordered . Resolution plan approved by NCLT on 08th April,2021. Copy of order published on NCLT website on 12th May,2021 and date of receipt of certified copy is on 18th June,2021.
- 7 Sri T.Sathisan ,Resolution Professional of the company authorised Sri G S Raju to sign Financial results on his behalf off.
- 8 In view of lockdown due to the outbreak of COVID pandemic,all of the operations of the company were shut down during the year,while this has impacted the performance of the company. The management continues to closely monitor the situation and will take appropriate action,asnecessary. As per the management's current assessment,no significant impact is expected on the carrving amounts of inventories.intangible assets.trade receiavbles.investments and othe financial assets
- 9 The above results will be placed on www.sujana.com

Place : Hyderabad
Date : 30th June 2021

For Splendid Metal Products Ltd

G S Raju
Director



INDEPENDENT AUDITORS' REPORT

To the Board of Directors of **SPLENDID METAL PRODUCTS LIMITED**

Report on the audit of the Consolidated Annual Financial Results

Opinion

We have audited the accompanying Consolidated annual financial results of **SPLENDID METAL PRODUCTS LIMITED** (the "Company") and its subsidiaries together referred to as "the Group" for the year ended 31 March, 2021 ("Consolidated annual financial results"), 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 Regulations').

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of report of other auditor on separate audited financial statement of the subsidiary, the aforesaid consolidated annual financial results:

- are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the year ended 31 March 2021.

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 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Annual Financial Results* section of our report. We are independent of the Group, 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 statements 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 Code of Ethics. We believe that the audit evidence we have obtained by us and that obtained by the other auditors in terms of their reports referred to Other Matter section below, is sufficient and appropriate to provide a basis for our opinion on the Consolidated annual financial results.

Emphasis of matter

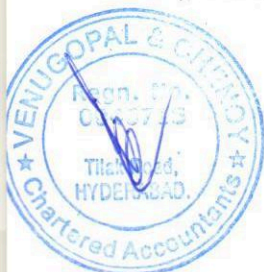
We draw attention to Note No. 8 of the Consolidated Financial Statements regarding impact of COVID-19 pandemic. The situation continues to be uncertain and the Company is evaluating the situation on an ongoing basis with respect to the challenges faced.

Our opinion is not modified in respect of this matter.

Management's and Board of Directors' Responsibilities for the Consolidated Annual Financial Results

These Consolidated annual financial results have been prepared on the basis of the consolidated annual financial statements.

The Statement, which is the responsibility of the Holding Company's management and has been approved by the Holding Company's Board of Directors, has been prepared on the basis of the consolidated annual audited financial statements. The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated annual financial results that gives a true and fair view of the consolidated net profit or loss after tax and other comprehensive income, and other financial information of the Group in accordance with the accounting principles generally accepted in India, including the Ind AS 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, including SEBI Circular. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of the Statement. Further, in terms of the provisions of the Act, the respective Board of Directors / management of the companies included in the Group, , are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding of the assets of the Group, 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. These financial results have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group, are responsible for assessing the ability of the Group, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless the respective Board of Directors/ management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors/ management of the companies included in the Group, are responsible for overseeing the financial reporting process of the companies included in the Group.

Auditor's Responsibilities for the Audit of the Consolidated Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole is 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 Standards on Auditing, specified under section 143(10) of the Act, 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 consolidated 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 Consolidated annual 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. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the consolidated financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors 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 appropriateness of this assumption. 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 Consolidated annual 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 consolidated annual financial results, including the disclosures, and whether the consolidated annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results of a branch of the company to express an opinion on the consolidated annual financial results. We are responsible for the direction, supervision and performance of the



audit of financial information of such entity included in the consolidated annual financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditor, such other auditor remains responsible for the direction, supervision and performance of the audit carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in the section title "Other Matter" in this audit report.

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement, of which we are the independent auditors, 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.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMDI/44/2019 issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

Other Matters

We did not audit the annual financial statements of one subsidiary included in the Statement, whose financial information reflects total assets of Rs.2712.20 lakhs as at 31 March 2021, total revenues is NIL, total net loss after tax of Rs.0.67 lakhs and cash flows (net) of Rs NIL lakhs for the year ended on that date, as considered in the consolidated annual financial results. These consolidated annual financial results have been audited by other auditors and whose audit reports have been furnished to us by the management, and our opinion in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the audit reports of such other auditors, and the procedures performed by us as stated above.

Our opinion is not modified in respect of this matter.



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The Consolidated annual financial results include the results for the quarter ended 31 March, 2021 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.



Place: Hyderabad
Date: 30.06.2021

For VENUGOPAL & CHENYOY,
CHARTERED ACCOUNTANTS,
FRN: 004671S

(P.V.SRIHARI)
Partner

Membership No.021961
UDIN: 21021961AAAAFW5420

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of **SPLENDID METAL PRODUCTS LIMITED**

Report on the audit of the Standalone Annual Financial Results

Opinion

We have audited the accompanying standalone annual financial results of **SPLENDID METAL PRODUCTS LIMITED** (hereinafter referred to as the "Company") for the quarter and year ended 31 March, 2021 ("Standalone annual financial results"), 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 Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone annual financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the year ended March 31, 2021

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 ("the Act"). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone Annual 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 statements 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 Code of Ethics. We believe that the audit evidence we have



obtained, is sufficient and appropriate to provide a basis for our opinion on the Standalone annual financial results.

Emphasis of matter

We draw attention to Note No. 8 of the Standalone Financial results regarding impact of COVID-19 pandemic. The situation continues to be uncertain and the Company is evaluating the situation on an ongoing basis with respect to the challenges faced.

Our opinion is not modified in respect of this matter.

Management's and Board of Directors' Responsibilities for the Standalone Annual Financial Results

These standalone annual financial results have been prepared on the basis of the standalone annual financial statements.

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the net profit/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 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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



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

Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone annual 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 standalone annual 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 standalone annual 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. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the standalone financial results made by the Management and Board of Directors.



- Conclude on the appropriateness of the Management and Board of Directors 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 appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone annual 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 standalone annual financial results, including the disclosures, and whether the standalone annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Other Matters

- As stated in Note No. 2 of the Statement, the figures for the corresponding quarter ended March 31, 2020 are the balancing figures between the annual audited figures for the year then ended and the year to date figures for the 9 months period ended December 31, 2019. We have not issued a separate limited review report on the results and figures for the quarter ended March 31, 2020.



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- The standalone annual financial results include the results for the quarter ended March 31, 2021 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For VENUGOPAL & CHENYOY,
CHARTERED ACCOUNTANTS,
FRN: 004671S



Place: Hyderabad
Date: 30.06.2021

(P.V.SRIHARI)

Partner

Membership No.021961

UDIN: 21021961AAAAFV8984