



July 08, 2021

National Stock Exchange of India Limited
Exchange Plaza, C-1, Block- G,
Bandra Kurla Complex, Bandra (E),
Mumbai- 400051

Subject: Clarification for Financial Results for Year ended March 31, 2021.

Dear Sir/Madam,

This is with reference to your email dated 04.07.2021 regarding captioned subject stating that Quick Results submitted on NEAPS are not as per the format prescribed by SEBI – Note on balancing figure is missing as per Regulation 33(3)(e) of SEBI (LODR) Regulations, 2015.

In this context, we hereby confirm that the figures of last quarter were the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year. While the concept as per Regulation 33(3)(e) was followed in letter and spirit while preparing the financial results for the financial year ended 31.03.2021; but, omission of this note in the quick results (which were uploaded on NEAPS) was unintentional. We regret the inconvenience caused.

Audited financial results for the quarter/year ended 31.03.2021 incorporating the note as per Regulation 33(3)(e) of SEBI (LODR) Regulations, 2015, are being again attached herewith.

Kindly advise whether the quick results are to be uploaded again under the quick results section on NEAPS. After your confirmation, we will upload the said results again on NEAPS portal.

Thanking you,

Yours truly,

For Vardhman Polytex Limited

R.M. Soni

Chief Financial Officer



Encl: as above

Vardhman Polytex Ltd

An Oswal Group Company

CIN: L17122PB1980PLC004242

Corp. Office: Vardhman Park,
Chandigarh Road Ludhiana - 141123
Punjab (India). Tel: +91-161-6629888

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info@vpl.in

VARDHMAN POLYTEX LTD.
 Regd. Office : 'Vardhman Park, Chandigarh Road, Ludhiana - 141123'
 CIN: L17122PB1980PLC 004242, PHONES: 0161-2685301-04, 6629888, FAX : 6629988, E-Mail- info@vpl.in, Web: www.vpl.in
STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED 31ST MARCH, 2021

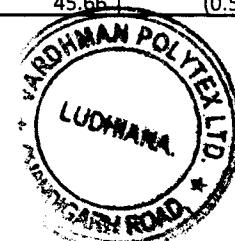
(Rs. In Lakh)

Sl. No	Particulars	Standalone					Consolidated				
		Quarter ended			Year ended		Quarter ended			Year ended	
		31st Mar 2021 Audited	31st Dec 2020 Unaudited	31st Mar 2020 Audited	31st Mar 2021 Audited	31st March 2020 Audited	31st Mar 2021 Audited	31st Dec 2020 Unaudited	31st Mar 2020 Audited	31st March 2021 Audited	31st March 2020 Audited
1	Revenue from operations	19,390.82	15,107.03	13,554.76	50,827.91	56,066.23	19,397.25	15,112.03	13,558.90	50,852.39	56,086.50
2	Other income	63.52	65.63	84.04	259.71	318.35	63.51	65.63	84.04	259.70	318.35
3	Total Income (1+2)	19,454.34	15,172.66	13,638.80	51,087.62	56,384.58	19,460.76	15,177.66	13,642.94	51,112.09	56,404.85
4	Expenses										
	A) Cost of material consumed	12,846.68	11,679.13	10,029.47	36,676.55	42,421.66	12,846.68	11,679.13	10,029.47	36,676.54	42,421.66
	B) Purchase of traded goods	-	1.45	40.61	69.56	370.80	0.01	1.45	40.61	69.56	370.80
	C) Changes in inventories of finished goods, stock in trade and work in progress	398.85	(53.21)	(234.48)	423.81	234.66	398.84	(53.21)	(234.47)	423.82	234.66
	D) Employee benefit expense	1,239.48	1,135.31	1,050.43	3,869.91	4,515.06	1,240.74	1,136.97	1,051.53	3,875.67	4,519.96
	E) Finance costs	1,604.90	1,106.17	1,457.49	5,900.79	5,969.99	1,604.90	1,106.17	1,457.48	5,900.78	5,969.98
	F) Depreciation and amortisation expense	355.35	364.70	363.28	1,453.66	1,563.89	358.27	349.67	358.76	1,465.23	1,570.56
	G) Power & Fuel Cost	1,526.60	1,587.25	1,378.40	5,029.98	5,456.94	1,526.60	1,587.25	1,378.40	5,029.98	5,456.94
	H) Other Expenditure	1,600.96	783.53	837.20	3,332.57	3,107.74	1,603.41	783.56	837.29	3,338.66	3,111.14
	Total Expenses	19,572.82	16,604.33	14,922.40	56,756.83	63,640.74	19,579.45	16,590.99	14,919.07	56,780.24	63,655.70
5	Profit from operations before tax and exceptional items (3-4)	(118.48)	(1,431.67)	(1,283.60)	(5,669.21)	(7,256.16)	(118.69)	(1,413.33)	(1,276.13)	(5,668.15)	(7,250.85)
6	Exceptional items : Income / (Loss)	-	-	17,435.13	-	17,435.13	-	-	17,435.13	-	17,435.13
7	Profit/(Loss) before tax and after exceptional items (5-6)	(118.48)	(1,431.67)	16,151.53	(5,669.21)	10,178.97	(118.69)	(1,413.33)	16,159.00	(5,668.15)	10,184.28
8	Tax expenses	-	-	-	-	-	0.38	0.39	0.35	1.52	1.38
9	Net Profit/(Loss) after tax (7-8)	(118.48)	(1,431.67)	16,151.53	(5,669.21)	10,178.97	(119.07)	(1,413.72)	16,158.65	(5,669.67)	10,182.90
	Other comprehensive income/ (loss), net of taxes	(8.53)	(17.52)	(22.80)	(61.09)	(70.08)	(8.53)	(17.52)	(22.80)	(61.09)	(70.08)
10	Total Comprehensive Income/(Loss) for the period [Comprising Profit / (loss) for the period (after tax) and Other Comprehensive Income/(Loss) (after tax)]	(127.01)	(1,449.19)	16,128.73	(5,730.30)	10,108.89	(127.60)	(1,431.24)	16,135.85	(5,730.76)	10,112.82
11	Paid-up equity share capital (Face value-Rs.10 per equity share)	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10	2,229.10
	Reserves (excluding revaluation reserves)	(37,043.98)		(31,292.95)	(37,043.98)	(31,292.95)	(37,077.88)		(31,321.26)	(37,077.88)	(31,321.26)
	Earnings per share (of Rs.10 each) (for the period - not annualised)										
	- Basic (Rs.)	(0.53)	(6.42)	72.46	(25.43)	45.66	(0.53)	(6.34)	72.49	(25.43)	45.68
	- Diluted (Rs.)	(0.53)	(6.42)	72.46	(25.43)	45.66	(0.53)	(6.34)	72.49	(25.43)	45.68

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Notes:

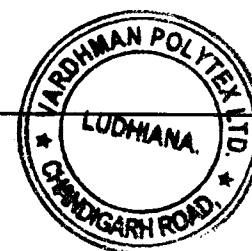
- 1 The above standalone and consolidated financial results for the quarter ended Mar, 2021 were reviewed by the Audit Committee and thereafter have been adopted by the Board at its meeting held on June 29th, 2021. The company has prepared the financial results in accordance with Indian Accounting Standards (IND AS) as prescribed under section 133 of the companies Act, 2013 read with relevant rules issued thereunder and SEBI's circulars, and the management has exercised necessary due diligence to ensure that the financial results present a true and fair view of the company's affairs. These results have been Audited by the Statutory Auditors of the Company.
 - 2 Regarding the auditors qualification w.r.t. repayment of FCCB liability, the repayment of the same has been delayed due to liquidity crisis and additional liability, if any on this account, will be booked as and when finalised. The qualification still stands as on 31.03.2021.
 - 3 Due to various factors beyond the control of management/external factors, the company has incurred losses to the tune of Rs 118.48 lakh during the current quarter. The company had defaulted on payment of its debt obligations to various lenders leading to its borrowing being classified as NPA by the banks. The company has requested bankers for resolution of its accounts by way of One time settlement (OTS). Further two of the lenders namely Punjab National Bank & Jammu and Kashmir Bank and some operational creditors have filed applications under Insolvency and Bankruptcy Code 2016 with NCLT for initiating Corporate Insolvency Resolution Process (CIRP). The petitions have not been admitted so far.
 - 4 However, despite net worth having been fully eroded, the Management is of the view that the company is an operative company. In view of the same, the financial statements have been prepared on a "going concern basis".
 - 5 The consolidated financial results include results of F.M. Hammerle Verwaltung GmbH, Austria.
 - 6 The company has entered into arrangement with few vendors from whom company is purchasing raw material and in turn processing the same to the finished output, which is sold back to them.
 - 7 On account of COVID-19 pandemic, the Government of India had imposed a complete nation-wide lockdown on March 24, 2020 leading to temporarily shut down of company's manufacturing facilities and operations. Later on, the government of India has progressively relaxed lockdown conditions and has allowed the industry to resume its operations in a phased manner. During the quarter, the company has resumed its manufacturing operations and is in the process of scaling them up. The results for the quarter are, therefore, not comparable with those for the previous quarters.
- Further, the Company has made assessment of its liquidity position, recoverability and carrying value for the current year of its assets comprising property, plant and equipment, investments, inventories and trade receivables. The Company has considered internal and external sources of information for making said assessment. On the basis of said assessment, the Company has made a provision for Rs. 630.47 Lakh related to covid impairment expense. Given the uncertainties associated with nature, condition and duration of COVID-19, the Company will closely monitor any material changes arising out of the future economic conditions and its impact on the business of the Company.
- 8 The business of company falls within a single primary segment Viz, Textile and hence, the disclosure requirement of IND-AS 108 'Operating segment' is not applicable.
 - 9 Figures relating to previous period have been regrouped/rearranged, where necessary to make them comparable with those of the current period.
 - 10 The Code on Social Security 2020 has been notified in the Official Gazette on 29th September 2020. The effective date from which the changes are applicable is yet to be notified and the rules are yet to be framed. Impact if any of the change will be assessed and accounted in the period in which said Code becomes effective and the rules framed thereunder are published.

Place : Ludhiana
Date : 29th June, 2021

For Vardhman Polytex Ltd.

(Signature)

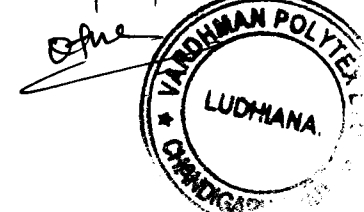
(Adish Oswal)
Chairman and Managing Director
(DIN 00009710)



Law *One*

Note - II → The figures of last quarter are the balancing figures between Audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year ended on 31/03/2021.

Law



For Vardhman Polytex Limited

(Signature)
Adish Oswal
Chairman & Managing Director

VARDHMAN POLYTEX LTD.

Regd. Office : 'Vardhman Park, Chandigarh Road, Ludhiana - 141123'

CIN: L17122PB1980PLC 004242, PHONES: 0161-2685301-04, 6629888, FAX : 6629988, E-Mail- info@vpl.in, Web: www.vpl.in

STATEMENT OF ASSETS AND LIABILITIES FOR THE YEAR ENDED March 31, 2021

(Rs in Lakhs)

S.No.	Particulars	STANDALONE		CONSOLIDATED	
		As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
		Audited	Audited	Audited	Audited
I	ASSETS				
1	Non-current assets				
	a) Property, plant and equipment	17,766.53	19,053.85	17,785.21	19,084.10
	b) Investment Property	475.54	485.38	475.54	485.38
	c) Capital work-in-progress	-	0.11	-	0.11
	d) Other intangible assets	4.50	5.23	4.49	5.22
	e) Financial assets				
	i) Investments	23.15	23.15	0.62	0.62
	ii) Other financial assets	7.34	1.55	7.34	1.55
	f) Trade receivable	1,067.00	812.20	1,067.00	812.20
	g) Deferred tax assets (net)	5,016.18	5,016.18	5,016.18	5,016.18
	h) Other non-current assets	912.86	734.96	912.86	734.96
	Total Non Current Assets	25,273.10	26,132.61	25,269.24	26,140.32
2	Current assets				
	a) Inventories	1,891.72	2,076.67	1,891.72	2,076.67
	b) Financial assets				
	i) Trade and other receivables	829.58	569.67	829.58	569.67
	ii) Cash and cash equivalents	7.80	7.99	7.80	7.99
	iii) Bank balances other than above	1.25	6.25	1.25	6.25
	iv) Loans	10.10	10.03	10.10	10.03
	v) Other financial assets	35.49	45.69	37.14	46.82
	c) Current tax assets	303.53	279.10	303.53	279.10
	d) Other current assets	2,198.84	2,125.73	2,198.84	2,125.72
	Total Current Assets	5,278.31	5,121.13	5,279.96	5,122.25
	TOTAL ASSETS	30,551.41	31,253.74	30,549.20	31,262.57
II	EQUITY AND LIABILITIES				
1	EQUITY				
	a) Equity share capital	2,229.10	2,229.10	2,229.10	2,229.10
	b) Other equity	(37,043.98)	(31,292.95)	(37,077.88)	(31,321.26)
	Total Equity	(34,814.88)	(29,063.85)	(34,848.78)	(29,092.16)
2	LIABILITIES				
	Non-current liabilities				
	a) Financial liabilities				
	i) Borrowings	141.94	182.09	141.94	182.09
	b) Long term provisions	219.92	205.34	219.92	205.34
	c) Other non-current liabilities	0.53	0.53	0.53	0.53
	Total Non Current Liabilities	362.39	387.96	362.39	387.96
3	Current liabilities				
	a) Financial liabilities				
	i) Borrowings	52,087.05	48,731.53	52,087.05	48,731.70
	ii) Trade payables				
	a) Due to Micro & Small Enterprises				
	b) Due to Others	7,493.97	6,201.93	7,520.59	6,227.09
	iii) Other financial liabilities	4,133.18	4,361.63	4,138.25	4,373.45
	b) Other current liabilities	251.71	203.35	251.71	203.35
	c) Short term provisions	1,037.99	431.19	1,037.99	431.18
	Total Current Liabilities	65,003.90	59,929.63	65,035.59	59,966.77
	TOTAL EQUITY AND LIABILITIES	30,551.41	31,253.74	30,549.20	31,262.57

Place : Ludhiana
Date : 29th June, 2021

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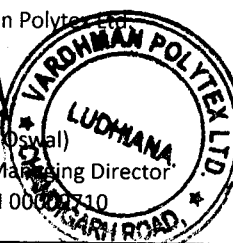
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For Vardhman Polytex Ltd.

(Adish Oswal)

Chairman and Managing Director

DIN 00000710



VARDHMAN POLYTEX LTD.

Regd. Office : 'Vardhman Park, Chandigarh Road, Ludhiana - 141123'

CIN: L17122PB1980PLC 004242, PHONES: 0161-2685301-04, 6629888, FAX : 6629988, E-Mail- info@vpl.in, Web: www.vpl.in

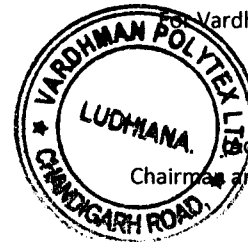
Cash flow statement for the Year ended Mar 31,2021

(Rs in Lakhs)

Particulars	STANDALONE		CONSOLIDATED	
	As at Mar 31, 2021	As at Mar 31, 2020	As at Mar 31, 2021	As at Mar 31, 2020
	Audited	Audited	Audited	Audited
Net Cash generated from Operating Activities				
Net profit before tax	(5,669.21)	10,178.97	(5,669.67)	10,182.90
Operating Profit before Working Capital changes	1,663.36	162.24	1,674.47	172.84
A) Net cash (used in)/ generated from Operating Activities	2,403.22	1,345.04	2,403.41	1,344.59
B) Net Cash (used)/from Investing Activities	(122.47)	36.59	(122.48)	36.59
C) Net Cash (used)/from Financing Activities	(2,285.94)	(1,394.53)	(2,286.12)	(1,394.35)
Net Increase/(Decrease) in cash & cash equivalents (A+B+C)	(5.19)	(12.90)	(5.19)	(13.17)
Add:Cash and cash equivalents as at 1st April (Opening Balance)	14.24	27.14	14.24	27.42
Cash and cash equivalents as at 31st Mar'21 & 31st March'20(Closing Balance)	9.05	14.24	9.05	14.24

Place : Ludhiana

Date : 29th June, 2021



Vardhman Polytex Ltd.

Rajesh Oswal)

Chairman and Managing Director

DIN 00009710



ROMESH K. AGGARWAL & ASSOCIATES

CHARTERED ACCOUNTANTS

Head Office - G.T. ROAD, MILLER GANJ, LUDHIANA-141003

Delhi

Chandigarh

Ludhiana

Phones: 2532920, 2534289.

Independent Auditor's Review Report On the Quarterly and Year to Date Audited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors,
Vardhman Polytex Ltd.

Report on the audit of the Standalone Financial Results

Qualified Opinion

We have audited the accompanying statement of quarterly and year to date standalone financial results of Vardhman Polytex Limited ("the Company") for the quarter and year ended March 31, 2021 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and disclosure requirements) Regulations, 2015 as amended ("the Listing Regulations").

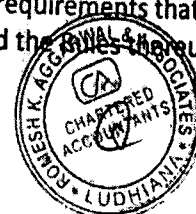
In our opinion and to the best of our information and according to the explanations given to us, except for the effects the matter described in the *Basis for Qualified Opinion*, the aforesaid standalone annual financial results:

- i. are presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2021 and for the year ended March 31, 2021.

Basis for Qualified Opinion

The company had credited profit of Rs 396.44 lacs due on payment of FCCB liability to the statement of profit & loss during the period ending March 31, 2017. This profit should have been credited in the statement of profit & loss on payment of FCCB liability which is still outstanding to the tune of 554,160 USD as on March 31, 2021. The same has not been addressed in the current period under audit. This matter was also qualified in all the previous limited review/audit reports submitted by us.

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 Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone 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 obtained by us is sufficient and appropriate to provide a basis for our qualified opinion.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable 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 and 52 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 the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, 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.

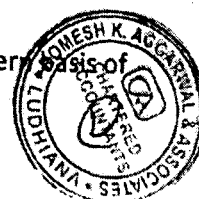
The Board of Directors are also responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the Statement 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 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 the Statement.

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 Statement, 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 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 made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting.



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 Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the Company of which we are the independent auditors to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of the Company of which we are the independent auditors. For Trident Limited Employee Welfare Trust included in the Statement, which has been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audit carried out by them.

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

The standalone 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.

For Romesh K Aggarwal & Associates
Chartered Accountants



M. No. 519347

Place - Ludhiana

Dated - June 29, 2021

UDIN - 21519347AAAAAQ8379



ROMESH K. AGGARWAL & ASSOCIATES

CHARTERED ACCOUNTANTS

Head Office - G.T. ROAD, MILLER GANJ, LUDHIANA-141003

Delhi

Chandigarh

Ludhiana

Phones: 2532920, 2534289.

Independent Auditor's Report on the Quarterly and Year to Date Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors,
Vardhman Polytex Ltd.

Report on the audit of the Consolidated Financial Results

Qualified Opinion

We have audited the accompanying statement of quarterly and year to date consolidated financial results of Vardhman Polytex Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter and year ended March 31, 2021 ("the Statement"), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and disclosure requirements) Regulations, 2015 as amended ("the Listing Regulations").

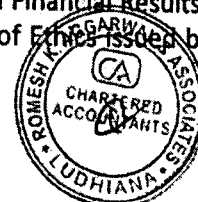
In our opinion and to the best of our information and according to the explanations given to us, except for the effects the matter described in the *Basis for Qualified Opinion* and based upon on the consideration of conversions done by the management of separate financial information of the foreign subsidiary, the aforesaid consolidated annual financial results:

- i. include results of F.M. Hammerle Verwaltung GmbH, Austria.
- ii. are presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Group for the quarter ended March 31, 2021 and for the year ended March 31, 2021.

Basis for Qualified Opinion

The group had credited profit of Rs 396.44 lacs due on payment of FCCB liability to the statement of profit & loss during the period ending March 31, 2017. This profit should have been credited in the statement of profit & loss on payment of FCCB liability which is still outstanding to the tune of 554,160 USD as on March 31, 2021. The same has not been addressed in the current period under audit. This matter was also qualified in all the previous limited review/audit reports submitted by us.

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 Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated 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 obtained by us and matter referred in "Other Matters" paragraph is sufficient and appropriate to provide a basis for our qualified opinion.

Board of Director's Responsibilities for the Consolidated Financial Results

The Consolidated Financial Results, which is the responsibility of the Holding Company's Management and approved by the Board of Directors of the Holding Company, has been prepared on the basis of the Consolidated Financial Statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the Consolidated Financial Results that give a true and fair view of the net profit and other comprehensive income of the Group and other financial information in accordance with the applicable 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 and 52 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 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 the 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 Consolidated Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Results by the Directors of the Holding Company, as aforesaid.

In preparing Consolidated Financial Results, the Board of Directors 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 Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

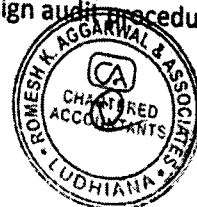
The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group and of its Subsidiaries.

Auditor's Responsibilities for the Audit of the Consolidated 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 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 the 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 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 on whether the Holding 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 made by the Board of Directors.

- Conclude on the appropriateness of the 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 ability of the Group and its associates 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 Consolidated 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 Group and its associates to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Consolidated Financial Results, including the disclosures, and whether the the Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associates of which we are the independent auditors to express an opinion on the the Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Consolidated 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 auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

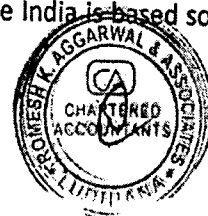
We communicate with those charged with governance of the Holding Company and such other entities included in the Consolidated Financial Results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including 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/CMD1/44/2019 dated March 29, 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

Other Matters

The subsidiary Company is located outside India whose financial statement and other financial information have been prepared in accordance with the accounting principles generally accepted in their respective country. These financial results are unaudited and have been furnished to us by the management. The company's management has converted the above-mentioned financial statement and other financial information of such subsidiary company located outside India from accounting principles generally accepted in their respective country to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Company's management. Our opinion in so far as it relates to the balances and affairs of such subsidiary company located outside India is based solely on the



unaudited financial statements and the conversion adjustments prepared by the management of the Company and reviewed by us.

Our opinion on the consolidated financial results is not modified in respect of the above matter.

The consolidated 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.

For Ramesh K Aggarwal & Associates

Chartered Accountants



Ruchir Singla

Partner

M. No. 519347

Place - Ludhiana

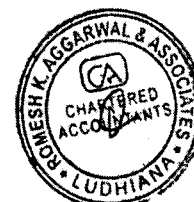
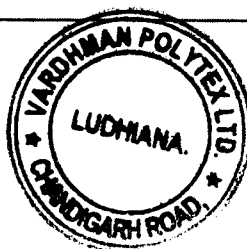
Dated - June 29, 2021

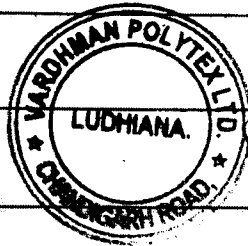
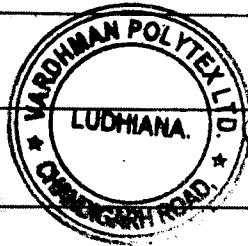
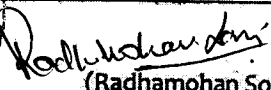
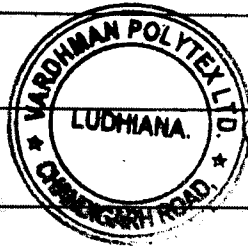
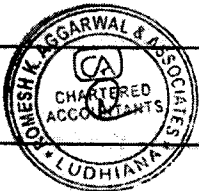
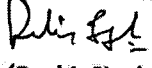
UDIN - 21519347AAAAAP4335

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

(Rs in lacs)

Statement on Impact of Audit Qualification for the Financial Year ended March 31, 2021				
I.	S. No.	Particulars	Audited Figure (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	51,087.62	51,087.62
	2.	Total Expenditure	56,756.83	57,153.27
	3.	Net Profit / (Loss)	(5,669.21)	(6,065.65)
	4.	Earnings per share	(25.43)	(27.21)
	5.	Total Assets	30,551.41	30,551.41
	6.	Total Liabilities excluding net worth	65,366.29	65,762.73
	7.	Net Worth	(34,814.88)	(35,211.32)
	8.	Any other financial item(s) (as appropriate by the management)		
II.	a) Audit Qualification (each audit qualification separately):			
	The company had credited profit of Rs 396.44 lacs due on payment of FCCB liability to the statement of profit & loss during the period ending March 31, 2017. This profit should have been credited in the statement of profit & loss on payment of FCCB liability which is still outstanding to the tune of 554,160 USD as on March 31, 2021. The same has not been addressed in the current period under audit. This matter was also qualified in all the previous limited review/audit reports submitted by us.			
	b) Type of Audit Qualification : Qualified Opinion			
	c) Frequency of qualification : Repetitive			
	d) For Audit Qualification(s) where the impact is qualified by the auditor, Management's Views:			
	We state that the Company has credited the amount on basis of settlement of FCCB liability and Repayment of the same has been delayed due to liquidity crisis. Additional liability, if any on this account, will be booked as and when finalized.			
	e) For Audit Qualification(s) where the impact is not quantified by the auditor:			
	i) Management's estimation on the impact of audit qualification:			
	ii) If management is unable to estimate the impact, reasons for the same:			
	iii) Auditors Comments on (i) or (ii) above :			

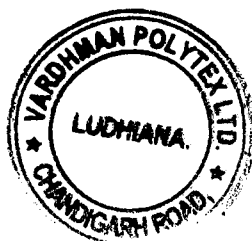


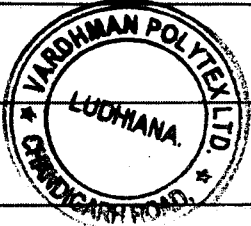
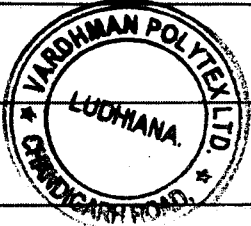
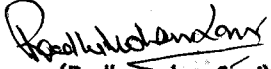
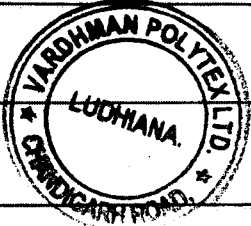
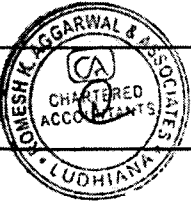
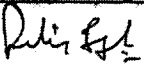
III.	Signatories:	
	• CEO/ Managing Director	  (Adish Oswal)
	• CFO	  (Radhamohan Soni)
	• Audit Committee Chairman	  (Harpal Singh)
	• Statutory Auditor	  (Ruchir Singla)
Place: Ludhiana Date: 29.06.2021		

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

(Rs in lacs)

Statement on Impact of Audit Qualification for the Financial Year ended March 31, 2021				
I.	S. No.	Particulars	Audited Figure (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	51,112.09	51,112.09
	2.	Total Expenditure	56,780.24	57,176.68
	3.	Net Profit / (Loss)	(5,669.67)	(6,066.11)
	4.	Earnings per share	(25.43)	(27.21)
	5.	Total Assets	30,549.20	30,549.20
	6.	Total Liabilities excluding net worth	65,397.98	65,794.42
	7.	Net Worth	(34,848.78)	(35,245.22)
	8.	Any other financial item(s) (as appropriate by the management)		
II.	f) Audit Qualification (each audit qualification separately):			
	The group had credited profit of Rs 396.44 lacs due on payment of FCCB liability to the statement of profit & loss during the period ending March 31, 2017. This profit should have been credited in the statement of profit & loss on payment of FCCB liability which is still outstanding to the tune of 554,160 USD as on March 31, 2021. The same has not been addressed in the current period under audit. This matter was also qualified in all the previous limited review/audit reports submitted by us.			
	g) Type of Audit Qualification : Qualified Opinion			
	h) Frequency of qualification : Repetitive			
	i) For Audit Qualification(s) where the impact is qualified by the auditor, Management's Views: We state that the Company has credited the amount on basis of settlement of FCCB liability and repayment of the same has been delayed due to liquidity crisis. Additional liability, if any on this account, will be booked as and when finalized.			
	j) For Audit Qualification(s) where the impact is not quantified by the auditor: iv) Management's estimation on the impact of audit qualification: v) If management is unable to estimate the impact, reasons for the same: vi) Auditors Comments on (i) or (ii) above			



III.	Signatories:	
	• CEO/ Managing Director	  (Adish Oswal)
	• CFO	  (Radhamohan Soni)
	• Audit Committee Chairman	  (Harpal Singh)
	• Statutory Auditor	  (Ruchir Singla)
Place: Ludhiana Date: 29.06.2021		