Starcom Information Technology Limited

Regd.office: Sheriff Centre, 73/1, St Mark's Road, Bengaluru - 560 001
CIN: L67120KA1995PLC078846, **Phone:** 91 80 2227 8283/ 2227 1797
E-mail id: info@starcominfotech.com **Website:** www.starcominfotech.com

June 30, 2021

To,
The Secretary
BSE Limited, PJ Towers,
Dalal Street, Mumbai-400001

Dear Sir,

Ref.: Company Code: 531616

Sub: Submission of Audited Financial Results along with the Audit Report for the Quarter and Financial year ended 31.03.2021 under Regulation 30 & 33 of SEBI (LODR) Regulations,2015

In terms of Regulation 30 read with part A of Schedule III of the SEBI(Listing Obligations And Disclosures Requirements) Regulations,2015, we hereby enclose the following:-

1. Standalone Audited Financial Results of the Company for the quarter and year ended 31.03.2021 along with Auditor's Report.

2. Statement of Assets and Liabilities for the period ended 31.03.2021

Please take the same on your record.

Thanking you

Yours faithfully,
For Starcom Information Technology Limited

Starcom Information Technology Limited BANGALORE

Nidhi Sharma
Company Secretary and Compliance Officer
Place: Bangalore

Correspondence Address:
#88, Times Square, MG Road, Bangalore 560001
Tel: 91 80 6765 0000

STARCOM INFORMATION TECHNOLOGY LIMITED
CIN No.: L67120KA1995PLC078846
Regd. Office : Sheriff Centre, 73/1, St Mark's Road, Bengaluru - 560 001

Extract of Statement of Audited Financial Results for the Quarter and Year Ended 31st March, 2021.

(Rs. In Lacs)

	Particulars	Quarter Ended			Year Ended	
		31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
		Audited*	Unaudited	Audited*	Audited	Audited
1	Total Income from Operations (net)	108.59	188.77	142.31	650.76	1,029.88
2	Net Profit / (Loss) for the period (before Tax, Exceptional and/or Extraordinary items)	(161.07)	(5.14)	(108.89)	(240.72)	(104.19)
3	Net Profit / (Loss) for the period before tax (after Exceptional and/or Extraordinary items)	(161.07)	(5.14)	(108.89)	(240.72)	(104.19)
4	Net Profit / (Loss) for the period after tax (after Exceptional and/or Extraordinary items)	(174.39)	(5.35)	(107.54)	(252.34)	(103.79)
5	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	(147.74)	(3.76)	(103.46)	(220.93)	(97.44)
6	Equity Share Capital (Face Value Rs. 10/- per share)	500.06	500.06	500.06	500.06	500.06
7	Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of previous year	(569.83)	(569.83)	(251.46)	(569.83)	(251.46)
8	Earnings Per Share (of Rs. 10/- each) (for continuing and discontinued operations) (not annualised)					
	a. Basic:	(3.49)	(0.11)	(2.15)	(5.05)	(2.08)
	b. Diluted:	(3.49)	(0.11)	(2.15)	(5.05)	(2.08)

Notes:

The above is an extract of the detailed format of Quarterly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the quarterly results is available on the Company's website at www.starcominfotech.com and the Stock Exchange websites at www.bseindia.com.

For and on behalf of the Board

Mr. Ziaulla Sheriff
Director
DIN - 00002098

Date : 30th June, 2021
Place : Bengaluru

Starcom Information Technology Limited BANGALORE

STARCOM INFORMATION TECHNOLOGY LIMITED
CIN No.: L67120KA1995PLC078846
Regd. Office : Sheriff Centre, 73/1, St Mark's Road, Bengaluru - 560 001
Phone: 91 80 2227 8283/ 2227 1797 | Fax : +91 80 222278131
Email : info@starcominfotech.com | Website: www.starcominfotech.com

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

(Rs. In Lacs)

	Particulars	Quarter Ended			Year Ended	
		31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
		Audited*	Unaudited	Audited*	Audited	Audited
1	**Income from operations**					
	(a) Net sales / income from operations	86.46	167.32	113.02	564.10	932.26
	(b) Other income	22.13	21.45	29.29	86.66	97.62
	Total Income	**108.59**	**188.77**	**142.31**	**650.76**	**1,029.88**
2	**Expenses**					
	(a) Purchases of stock-in-trade	41.75	1.39	6.76	127.62	160.03
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	0.77	-	12.55	(0.48)	2.05
	(c) Other Direct Cost	-	36.72	6.06	36.72	56.56
	(d) Rent (Refer note 5)	0.51	1.52	(83.11)	5.06	9.09
	(e) Employee benefits expense	62.04	66.17	92.44	287.90	374.25
	(f) Finance costs	49.88	25.34	25.33	129.90	105.12
	(g) Depreciation and amortisation expense	11.27	11.41	12.18	45.29	47.62
	(h) Provision for expected credit loss / bad debts	34.20	-	104.14	34.20	104.14
	(i) Other expenses	69.26	51.35	74.83	225.27	275.21
	Total expenses	**269.67**	**193.91**	**251.19**	**891.48**	**1,134.07**
3	**Profit / (loss) before tax (1-2)**	**(161.07)**	**(5.14)**	**(108.89)**	**(240.72)**	**(104.19)**
4	**Tax expense**					
	(1) Current tax	-	-	(1.22)	-	-
	(2) Deferred tax	13.31	0.22	(0.13)	11.62	(0.40)
5	**Profit/(loss) after tax (3-4)**	**(174.39)**	**(5.35)**	**(107.54)**	**(252.34)**	**(103.79)**
6	**Other comprehensive income / (loss)** Items that will not be reclassified to Profit or Loss					
	- Remeasurement of post employment benefit obligation	36.01	2.15	5.51	42.44	8.58
	- Income Tax on Above	(9.36)	(0.56)	(1.43)	(11.04)	(2.23)
	Other Comprehensive Income/ (Loss)	**26.64**	**1.59**	**4.08**	**31.41**	**6.35**
7	**Total Comprehensive Income /(loss)**	**(147.74)**	**(3.76)**	**(103.46)**	**(220.93)**	**(97.44)**
8	Paid-up equity share capital (Face Value per share of Rs. 10/-)	500.06	500.06	500.06	500.06	500.06
9	Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of previous year	(569.83)	(569.83)	(251.46)	(569.83)	(251.46)
10	**Earnings per share (Basic and Diluted) (Rs.)**					
	i) before extraordinary items (not annualised)	(3.49)	(0.11)	(2.15)	(5.05)	(2.08)
	ii) after extraordinary items (not annualised)	(3.49)	(0.11)	(2.15)	(5.05)	(2.08)

* Refer Note 3

For Starcom Information Technology Limited

Director

Starcom Information Technology Limited BANGALORE

STARCOM INFORMATION TECHNOLOGY LIMITED
CIN No.: L67120KA1995PLC078846
Regd. Office : Sheriff Centre, 73/1, St Mark's Road, Bengaluru - 560 001
Phone: 91 80 2227 8283/ 2227 1797 | Fax : +91 80 222278131
Email : info@starcominfotech.com | Website: www.starcominfotech.com

Notes :

1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 30th June, 2021. These results have been audited by the statutory auditors of the Company.

2 The financial results have been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.

3 Figures for the quarter ended 31 March 2021 and the corresponding quarter ended in the previous year as reported in these financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end or the third quarter of the relevant financial year. Also the figures up to the end of the third quarter had only been reviewed and not subjected to audit.

4 The Company have an overdue statutory dues as on 31st March, 2021 in respect of Sales Tax / Service Tax / Goods and Service Tax of Rs. 226.43 lacs (including interest oi Rs. 118.85 lacs), Provident Fund / ESIC / Professional Tax of Rs. 169.70 lacs (including interest of Rs. 69.50 lacs) and Tax Deducted at Source or Rs. 577.58 lacs (including interest of Rs. 219.41 lacs). Though the Company has provided for interest up to 31st March, 2021 in respect of these liabilities, any other consequential impacts as per the respective laws are not ascertained at present. **The Auditor has given modified opinion in this regard.**

5 Since the Company is having stress in working capital finance and major funds are utilised in intangible assets under development, it has not able to pay Rs. 660.81 lacs (net of TDS) in respect of rent for the office premises for the period up to 31st March, 2019, which are owned by a promoter (Mr. Ziaulla Sheriff) jointly with his partner in other business. Considering the abovementioned facts and current Covid-19 pandemic situation, the management is hoping for waive off of the rent for the year and also requested to reduce the outstanding for earlier years to the extent possible. Accordingly, the management has reversed a rent provided up to 31st December, 2019 amounting to Rs. 85.39 lacs during the quarter ended 31st March, 2020 and have not provided rent of Rs. 28.46 lacs for the quarter ended 31st March, 2020, 30th June, 2020, 30th September, 2020, 31st Decemeber,2020 and 31st March, 2021 (Rs. 227.69 lacs as on date). **The Auditor has given modified opinion in this regard.**

6 The Company is developing a Software related to Business Intelligence and Data Quality Solutions since long time of which carrying value as at 31st March, 2021 is Rs. 2431.03 lacs as Intangible Assets under Development. The management beleives that the expected future economic benefits that are attributable to the asset will flow to the Company. **The Auditor has given modified opinion in this regard.**

7 The company has incurred cash losses and its net worth is fully eroded. Further the Company's Current liabilities exceeds its current assets as at the date of the Balance sheet. The Management is pursuing the prospective investors to meet its working capital requirements and is of the opinion that the operations of the Company will make profits in future. Accordingly, the financial statements have been prepared on a going concern basis.

8 The outbreak of Corona virus (COVID-19) pandemic globally and in India is causing significant disturbance. The Company has taken into account the possible impact of Covid-19 in preparation of the financial statements, including its assessment of recoverable value of its assets based on internal and external information up to the date of approval of these financial statements and current indicators of future economic conditions. Considering the financial year was affected by the COVID Pandemic, where Educational Institutions were closed for most of the time, in the target segment, purchases have been deferred to the coming semesters, resulting in loss of business of more than 90 %. Most of the products of Starcom are only used in the labs for hands on implementations of applications & experiments, which were not possible as labs were closed all through the year as only online theoretical classes happened. Other Revenue line of services in defence establishment were also badly affected. Not only the defence labs operated with minimum staff, globally service chains were closed. Due to which projects were not completed & revenue generation has been deferred. Many Research & Development establishments were downsized with a spending crunch & unfavourable sentiments, resulted in loss of revenue.
The Management is hopefully for bounce back once the target segment opens up, by leveraging all the open opportunities & converting them into revenue. According to the Management, the Company's negative growth for this year, should be treated in the light of global pandemic affecting business & not anything else.

9 Though the company has incurred losses during the current and previous year, the Company has recognised deferred tax asset amounting to Rs. 66.85 lacs as at 31st March, 2021 as management beleives that the Company will generate sufficient profits in near future to realise the same. **The Auditor has given modified opinion in this regard.**

10 Figures of the previous period have been reclassified/ regrouped wherever necessary.

For Starcom Information Technology Limited

Director

Starcom Information Technology Limited BANGALORE

STARCOM INFORMATION TECHNOLOGY LIMITED
CIN No.: L67120KA1995PLC078846
Regd. Office : Sheriff Centre, 73/1, St Mark's Road, Bengaluru - 560 001
Phone: 91 80 2227 8283/ 2227 1797 | Fax : +91 80 222278131
Email : info@starcominfotech.com | Website: www.starcominfotech.com

11 **Segment information :**

(Rs. In Lacs)

	Particulars	Quarter Ended			Year Ended	
		31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
		Audited	Unaudited	Audited	Audited	Audited
1	**Segment Revenue**					
	a. Test, Measurement & Embedded Solutions for Educational Sector	51.41	5.23	12.97	186.34	215.08
	b. Data Quality, Statistical & Analytics Software's	35.05	162.09	100.06	377.76	717.19
	Total	**86.46**	**167.32**	**113.03**	**564.10**	**932.26**
2	**Segment Results**					
	a. Test, Measurement & Embedded Solutions for Educational Sector	14.49	0.84	1.42	20.57	24.78
	b. Data Quality, Statistical & Analytics Software's	30.09	62.19	23.75	154.43	371.15
	Total	**44.58**	**63.03**	**25.17**	**175.01**	**395.93**
	Less :					
	i) Finance costs	49.89	25.34	25.33	129.90	105.12
	ii) Un-allocable expenses net off income	155.77	42.82	108.72	285.83	395.00
	Total Profit / (Loss) before tax	**(161.09)**	**(5.15)**	**(108.89)**	**(240.72)**	**(104.18)**
	Less: Tax Expenses	13.31	0.22	(1.35)	11.62	(0.40)
	Net Profit / (Loss) after tax	**(174.40)**	**(5.36)**	**(107.54)**	**(252.34)**	**(103.78)**
3	**Segment Assets**					
	a. Test, Measurement & Embedded Solutions for Educational Sector	58.59	64.55	55.35	58.59	55.35
	b. Data Quality, Statistical & Analytics Software's	3,494.86	3,496.72	3,456.64	3,494.86	3,456.64
	Unallocated	165.23	193.95	176.96	165.23	176.96
	Total	**3,718.68**	**3,755.22**	**3,688.95**	**3,718.68**	**3,688.95**
4	**Segment Liabilities**					
	a. Test, Measurement & Embedded Solutions for Educational Sector	38.31	31.60	90.07	38.31	90.07
	b. Data Quality, Statistical & Analytics Software's	38.31	47.56	22.91	38.31	22.91
	Unallocated	3,713.72	3,598.08	3,424.81	3,713.72	3,424.81
	Total	**3,790.35**	**3,677.24**	**3,537.79**	**3,790.35**	**3,537.79**

For Starcom Information Technology Limited

Director

Starcom Information Technology Limited BANGALORE

STARCOM INFORMATION TECHNOLOGY LIMITED
CIN No.: L67120KA1995PLC078846
Regd. Office : Sheriff Centre, 73/1, St Mark's Road, Bengaluru - 560 001
Phone: 91 80 2227 8283/ 2227 1797 | Fax : +91 80 222278131
Email : info@starcominfotech.com | Website: www.starcominfotech.com

Statement of Assets and Liabilities

(Rs. In Lacs)

	Particulars	As at 31.03.2021 (Audited)	As at 31.03.2020 (Audited)
A	**ASSETS**		
	A) Non-current assets		
	a) Property, Plant and Equipment	12.67	15.80
	b) Other Intangible Assets	236.27	278.05
	c) Intangible Assets Under Developments (Refer note 6)	2,431.03	2,249.87
	d) Financial Assets		
	Other Financials Assets	57.29	48.50
	e) Deferred Tax Assets	62.33	84.99
	f) Other non-current assets	10.88	14.69
	g) Income Tax Assets (Net)	18.06	-
	Total Non -current assets	**2,828.53**	**2,691.91**
	A) Current assets		
	a) Inventories	5.59	5.12
	b) Financial Assets		
	i) Trade receivables	861.67	953.00
	ii) Cash and cash equivalents	6.12	1.23
	iii) Other Bank Balances	0.56	2.43
	iv) Others Financial Assets	15.87	24.22
	c) Other current assets	0.34	11.04
	Total Current assets	**890.16**	**997.04**
	Total Assets	**3,718.68**	**3,688.95**
B	**EQUITY AND LIABILITIES**		
	EQUITY		
	a) Equity Share Capital	500.06	500.06
	b) Other Equity	(569.83)	(348.90)
	Total Equity	**(69.77)**	**151.16**
	LIABILITIES		
	A) Non-current liabilities		
	a) Financial Liabilities		
	Long-term borrowings	1,443.43	1,353.52
	b) Other non current liabilities	20.74	20.74
	c) Non- current provisions	51.59	74.69
	Total Non-current liabilities	**1,515.76**	**1,448.95**
	B) Current liabilities		
	a) Financial Liabilities		
	(i) Short term Borrowing	244.53	26.00
	(ii) Trade payables	998.00	1,021.52
	(iii) Other financials liabilities	14.23	13.80
	b) Other current liabilities	1,011.61	1,018.09
	c) Current provisions	4.32	8.83
	d) Income tax liabilities (net)	-	0.60
	Total current liabilities	**2,272.70**	**2,088.84**
	TOTAL - EQUITY AND LIABILITIES	**3,718.68**	**3,688.95**

For and on behalf of the Board

Date : 30th June, 2021
Place : Bengaluru

Mr. Ziaulla Sheriff
Director
DIN - 00002098

Starcom Information Technology Limited BANGALORE

STARCOM INFORMATION TECHNOLOGY LIMITED
CIN No.: L67120KA1995PLC078846
Regd. Office : Sheriff Centre, 73/1, St Mark's Road, Bengaluru - 560 001
Phone: 91 80 2227 8283/ 2227 1797 | Fax : +91 80 222278131
Email : info@starcominfotech.com | Website: www.starcominfotech.com

Cash flow statement for the year ended 31st March, 2021

(Rs. In Lacs)

Particulars	Year ended 31.03.2021 (Audited)	Year ended 31.03.2020 (Audited)
Operating activities		
Profit / (Loss) before exceptional items and tax	(240.72)	(104.19)
Adjustments to reconcile profit before tax to net cash inflow from operating activities		
Finance Cost	100.48	96.62
Depreciation and amortisation expense	45.29	47.62
Interest Income	(86.56)	(89.11)
Remeasurement of defined benefit obligation	42.44	8.58
Provision for expected credit loss on trade receivables	34.20	104.14
Working capital adjustments:-		
(Increase) / Decrease in Inventories	(0.48)	2.05
(Increase) / Decrease in Trade Receivables	57.13	104.61
(Increase) / Decrease in Other Assets	14.07	(1.11)
Increase / (Decrease) in Trade Payables	(23.51)	3.81
Increase / (Decrease) in Provisions	(27.60)	11.84
Increase / (Decrease) in Other Liabilities	(6.49)	174.92
	(91.76)	**359.79**
Income taxes refund /(paid)	(18.66)	(5.43)
Net cash flow from operating activities	**(110.41)**	**354.36**
Investing activities		
Purchase of property, plant & equipment and intangible assets (including intangibles under development)	(181.52)	(360.44)
Fixed deposits	1.87	(0.37)
Interest Income	0.83	3.14
Net cash flow used in investing activities	**(178.82)**	**(357.67)**
Financing activities		
Proceeds form / (Repayment) of Long term Borrowings (Net)	79.88	(44.27)
Proceeds form / (Repayment) of Short term Borrowings (Net)	218.53	26.00
Interest expense	(4.29)	(6.73)
Net cash flow from financing activities	**294.13**	**(25.00)**
Increase in cash and cash equivalents	**4.89**	**(28.31)**
Cash and cash equivalents at the beginning of the year	1.23	29.54
Cash and cash equivalents at the end of the year	**6.12**	**1.23**

For and on behalf of the Board

Mr. Ziaulla Sheriff
Director
DIN - 00002098

Date : 30th June, 2021
Place : Bengaluru

Starcom Information Technology Limited
BANGALORE

Independent Auditor's Report

To,
The Board of Directors of
Starcom Information Technology Limited

Report on the audit of the annual financial results

Qualified Opinion

We have audited the accompanying Financial Results of **Starcom Information Technology Limited** ('the Company') for the quarter and year ended March 31, 2021 ("annual financial results"), attached herewith, being submitted by the Company pursuant to the requirements 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, *except the possible effects of the matter described in the Basis for Qualified Opinion paragraph*, the aforesaid 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 loss and other comprehensive income and other financial information for the year ended 31 March 2021.

Basis for Qualified Opinion

a. *As stated in note 4 to the Statement, the Company have an overdue statutory dues as on 31st March, 2021 in respect of Sales Tax / Service Tax / Goods and Service Tax of Rs. 226.43 lacs (including interest oi Rs. 118.85 lacs), Provident Fund / ESIC / Professional Tax of Rs. 169.70 lacs (including interest of Rs. 69.50 lacs) and Tax Deducted at Source or Rs. 577.58 lacs (including interest of Rs. 219.41 lacs). Though the Company has provided for interest upto 31st March, 2021 in respect of these liabilities, any other consequential impacts as per the respective laws are not ascertained at present. Accordingly, We are unable to comment upon the resultant effect of same on the Assets, Liability and Loss of the company.*

CAS & Co. MUMBAI CHARTERED ACCOUNTANTS

b. *As stated in note 5 to the Statement, the Company has not provided rent for the quarter and year ended 31st March, 2021 amounting to Rs. 28.46 lacs and Rs. 113.84 lacs respectively in respect of office premises owned by a promoter of the Company jointly with his partner in other business since the Company is having stress in working capital finance and major funds are utilised in intangible assets under development and current pandemic situation. Had these expenses have been recognised by the Company, Rent expense, loss for the quarter and year end would have been higher by Rs. 28.46 lacs and Rs. 113.85 lacs respectively and liabilities and debit balance of other equity would have been higher by Rs. 227.69 lacs as at 31st March, 2021.*

c. *Attention is invited to Note no. 6 in respect of Intangible Assets under Development amounting to Rs. 2431.03 lacs which is not completed since long time. In the absence of appropriate audit evidence, we are unable to comment whether it is probable that the expected future economic benefits that are attributable to the asset will flow to the Company and impairment loss if any in respect of the same. Accordingly, We are unable to comment upon the resultant effect of same on the Assets, Liability and Loss of the company.*

d. *Attention is invited to Note no. 9 in respect of deferred tax assets amounting to Rs. 66.85 lacs, in the absence of appropriate audit evidence for reasonable certainty of its realisation, had the said deferred tax assets have not been recognised, loss for the quarter and year end, debit balance of other equity would have been higher by and assets would have been lower by Rs. 66.85 lacs.*

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 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 annual financial results.

Material Uncertainty Related to Going Concern

Attention is invited to Note No. 7 to the accompanying Statement which indicate that The company has incurred cash losses and its net worth is fully eroded. Further the Company's Current liabilities exceeds its current assets as at the date of the Balance sheet. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, the company has prepared its financials on going concern basis, as the Management is pursuing the prospective investors to meet its working capital requirements and is of the opinion that the operations of the Company will make profits in future.

CAS & Co. MUMBAI CHARTERED ACCOUNTANTS

Management's and Board of Directors' responsibilities for the annual financial results

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

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these annual financial results that give a true and fair view of the net profit 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 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 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 annual financial results

Our objectives are to obtain reasonable assurance about whether the 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 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 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 annual 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 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 annual financial results, including the disclosures, and whether the 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.

CAS & Co. MUMBAI CHARTERED ACCOUNTANTS

Other Matters

a) As stated in note 3 to the Statement, the annual financial results include the results for the quarter ended 31 March 2021 and the corresponding quarter ended in the previous year being the balancing figures 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 relevant financial year which were subject to limited review by us.

b) We draw attention to Note 8 to the Statement, which describes the uncertainties due to the outbreak of SARS-CoV-2 virus (COVID-19). In view of these uncertainties, the impact on the Company's financial statements is significantly dependent on future developments. Our opinion is not modified in respect of this matter.

For C A S & Co.
Chartered Accountants
FRN. 111075W

Gourav Roongta
Partner
Mem.No. 186176
UDIN: 21186176AAAAAW8643

Place: Mumbai
Date: 30th June, 2021.