

Independent Auditor's Report on the Quarterly and Year to Date Audited 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 of
Madhya Bharat Papers Limited,
Kolkata**

Qualified Opinion

We have audited the accompanying quarterly and year to date financial results of **Madhya Bharat Papers Limited** ("the Company") for the quarter and year ended 31st March, 2023 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of 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 for the effect/possible effect of the matters described in the 'Basis of Qualified opinion' section of our report, these Financial Results:

- i. are presented in accordance with the requirements of Regulations 33 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 loss and other comprehensive income and other financial information for the quarter and year ended 31st March, 2023.

Basis of Qualified Opinion

We draw attention to the following notes to the statement:

- (i) Note 3 to the Statement regarding the Company have been incurring significant operational losses since earlier years, whereby net worth of the Company has been completely eroded. We have not been able to corroborate the Management's contention of the steps taken for improvement in its future operational performance and preparation of the accounts of the Company on going concern basis in view of closer of production since July, 2019. Accordingly, we are unable to comment on the appropriateness of the going concern basis and it's consequential impact on the financial results and the financial position of the Company for the quarter and year ended and as at 31st March, 2023.



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**To The Board of Directors of
Madhya Bharat Papers Limited (Contd.)**

- (ii) Note 4 to the Statement regarding non-provision of interest on unsecured loans aggregating to Rs. 269.99 lakh for the year ended 31st March, 2023 which constitutes a departure from the Ind AS prescribed under section 133 of the Act.
- (iii) Note 5 to the Statement regarding non-provision of interest on dealer deposits aggregating to Rs. 45.27 lakh for the year ended 31st March, 2023 which constitutes a departure from the Ind AS prescribed under section 133 of the Act.
- (iv) Note 6 to the Statement regarding non-provision for interest, penalty for delay / default in payment of statutory liabilities (quantum unascertained) which constitutes a departure from the Ind AS prescribed under section 133 of the Act and the impact of which on loss for the quarter/year ended 31st March, 2023 could not be ascertained.
- (v) Note 7 to the Statement regarding non-provision for salary, bonus, gratuity and leave encashment payable to factory employees and workers which constitutes a departure from the Ind AS prescribed under section 133 of the Act and in absence of employees wise working of the accrued liability in these respect, we are unable to comment the impact on loss for the quarter/year ended 31st March, 2023.
- (vi) Note 8 to the Statement regarding non conduct of the physical verification of Property, plant and equipment and Inventory which constitutes a departure from para no. (i)(b) and (ii) (a) respectively of the Companies Auditor's Report Order (CARO), 2020.
- (vii) Note 9 regarding non-ascertainment and non-provision for the impairment of assets in accordance with Ind AS-36 on "Impairment of assets", the impact of which is presently not ascertainable.
- (viii) Note 10 regarding non-ascertainment of realizable value and valuation of inventory of finished goods "at cost" which is not in accordance with Ind AS-2 on "Valuation of Inventories" - quantum of over valuation, if any, in this respect is not ascertainable.
- (ix) Note 11 to the Statement regarding not obtaining balance confirmations in respect of trade receivable, Loans and Advances, Deposits, Borrowings, Trade Payable and Other Liabilities and not carrying out consequential reconciliation and adjustments, we are unable to comments on correctness of these balances and it's consequential impact which is presently not ascertainable.
- (x) Note 12 to the Statement regarding non-provision of interest on amount payable to MSME (quantum unascertained) for the quarter/year ended 31st March, 2023 which constitutes a departure from the Ind AS prescribed under section 133 of the Act.

We have 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 Financial Statements* 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 independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made 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 qualified opinion.



Emphasis of Matter

We draw attention to Note 13 to the Statement regarding applications filed by 2 Operational Creditors under Insolvency and Bankruptcy Code, 2016 at NCLT. The hearing is in progress and application is yet to be admitted at NCLT.

Our opinion is not modified in respect of above matter.

Management's Responsibilities for the Financial Results

The Statement has been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation of the Statement 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 Standard 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. 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 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 is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our qualified 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 qualified 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, but not for the purpose of expressing an qualified opinion on the effectiveness of the Company's internal control.



**To The Board of Directors of
Madhya Bharat Papers Limited (Contd.)**

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 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 qualified 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 represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Financial Results of the Company to express an qualified opinion on the Financial Results

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 Statement include the results for the quarter ended 31st March, 2023 being the balancing figure between the audited figures in respect of full financial year ended 31st March, 2023 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For G. P. Agrawal & Co.
Chartered Accountants
Firm Registration No. 302082E



Rakesh Singh
(CA. Rakesh Kumar Singh)
Partner
Membership No. 066421
UDIN: 23066421BGXCKB5105

Place: Kolkata

Date: The 26th day of May, 2023

MADHYA BHARAT PAPERS LIMITED

Regd. Office : Village Birgahni, Rly & Post Champa-495671, Dist. Janjgir-Champa (C.G.)
CIN:L21012CT1980PLC001682, www.mbpl.in, e-mail:info@mbpl.in, tel:(07819) 245055

STATEMENT OF FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2023

(₹ in Lakh)

Sl. No.	Particulars	Quarter Ended			Year Ended	
		31.03.2023 (Audited)	31.12.2022 (Unaudited)	31.03.2022 (Audited)	31.03.2023 (Audited)	31.03.2022 (Audited)
I.	Revenue from operations	-	-	-	-	-
II.	Other Income	33.42	8.74	109.61	62.68	137.11
III.	Total Income (I + II)	33.42	8.74	109.61	62.68	137.11
IV.	Expenses					
	Cost of materials consumed	-	-	119.42	-	119.42
	Changes in inventories of finished goods and work-in-progress	-	-	6.51	-	6.51
	Employee benefits expense	(2.60)	-	167.65	-	167.65
	Finance costs	(15.60)	6.14	(0.02)	5.20	24.13
	Depreciation and amortization expense	23.68	23.68	24.23	94.71	96.90
	Other expenses	13.96	13.98	36.36	56.81	63.70
	Total Expenses	19.44	43.80	354.15	156.72	478.32
V.	Profit/(loss) before exceptional item and tax (III- IV)	13.98	(35.06)	(244.54)	(94.04)	(341.20)
VI.	Exceptional item	-	-	-	-	-
VII.	Profit/(loss) before tax (V- VI)	13.98	(35.06)	(244.54)	(94.04)	(341.20)
VIII.	Tax Expense					
	(a) Current Tax	-	-	-	-	-
	(b) Deferred Tax	-	-	-	-	-
IX.	Net Profit/(Loss) after tax (VII - VIII)	13.98	(35.06)	(244.54)	(94.04)	(341.20)
X.	Other Comprehensive Income (net of tax)					
	I. Items that will not be reclassified to Profit or Loss	-	-	-	-	-
	II. Tax relating to items will not be reclassified to Profit or Loss	-	-	-	-	-
XI.	Total Comprehensive income (Net of tax) (IX + X)	13.98	(35.06)	(244.54)	(94.04)	(341.20)
XIV.	Paid-up Equity Share Capital of Rs. 10/- each	341.00	341.00	341.00	341.00	341.00
	Other equity	NA	NA	NA	(2865.07)	(2771.02)
XIII.	Earning per Share (of Rs.10/- each) (not annualised):					
	a) Basic	0.41	(1.03)	(7.17)	(2.76)	(10.01)
	b) Diluted	0.41	(1.03)	(7.17)	(2.76)	(10.01)



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STATEMENT OF ASSETS AND LIABILITIES

(₹ in Lakh)

Sl. No.	Particulars	As at 31st March, 2023	As at 31st March, 2022
		(Audited)	(Audited)
A	ASSETS		
1	Non-current assets		
	a) Property, plant and equipment	5541.50	5636.20
	b) Financial assets		
	Investments	0.13	0.13
	Sub total- Non-current assets	5541.63	5636.33
2	Current assets		
	a) Inventories	325.19	326.68
	b) Financial assets		
	i) Trade and Other Receivables	0.79	10.34
	ii) Cash and cash equivalents	6.63	6.80
	iii) Bank balances other than cash and cash equivalents	36.52	36.52
	iv) Other financial assets	299.89	224.52
	c) Other Current Assets	149.71	154.16
	Sub total- Current assets	818.73	759.01
	TOTAL- ASSETS	6360.36	6395.35
B	EQUITY AND LIABILITIES		
1	Equity		
	a) Equity share capital	341.00	341.00
	b) Other equity	(2865.07)	(2771.02)
	Sub total- Equity	(2524.07)	(2430.02)
2	Liabilities		
	Non-current Liabilities		
	a) Financial liabilities		
	i) Borrowings	3,298.57	3451.13
	ii) Other financial liabilities	1521.52	1521.52
	Sub total- Non-Current liabilities	4820.10	4972.65
	Current liabilities		
	a) Financial liabilities		
	i) Trade and Other Payables		
	(A) Total outstanding dues of micro enterprises and small enterprises	24.37	31.82
	(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	1858.42	1890.75
	ii) Other financial liabilities	322.90	316.05
	b) Other Current Liabilities	1832.09	1587.55
	c) Provisions	26.55	26.55
	Sub total-Current Liabilities	4064.33	3852.72
	TOTAL-EQUITY AND LIABILITIES	6360.36	6395.35



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CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2023

(₹ in Lakh)

	Particulars	Year ended 31st March, 2023 (Audited)	Year ended 31st March, 2022 (Audited)
A	CASH FLOW FROM OPERATING ACTIVITIES		
	Loss before exceptional items and tax	(94.04)	(341.20)
	Adjustments to reconcile profit/(loss) before exceptional items and tax to net cash flow provided by operating activities :		
	Finance costs	5.20	24.13
	Depreciation and amortisation expense	94.71	96.90
	Profit on sale/discard of property, plant and equipment	-	(1.38)
	Liabilities no longer required written back	(39.79)	(11.89)
	Allowance for expected credit loss	-	13.86
	Sundry balance written-off	-	2.57
	Interest income	(6.83)	(33.47)
	Operating profit before working capital changes	(40.75)	(250.48)
	<i>Adjustments to reconcile operating profit to cash flow provided by changes in working capital :</i>		
	Increase /(decrease) in trade and other payables	(39.79)	(10.73)
	Increase /(decrease) in non current other financial liabilities	-	(90.30)
	Increase /(decrease) in other current financial liabilities	43.87	(16.96)
	Increase /(decrease) in other non current liabilities	0.00	(33.15)
	Increase /(decrease) in other current liabilities	244.55	208.25
	Increase /(decrease) in provision for employee benefits	0.03	(6.94)
	Decrease/(increase) in inventories	1.50	125.93
	Decrease/(increase) in trade and other receivables	9.54	(12.13)
	Decrease/(increase) in other financial assets	(71.21)	4.89
	Decrease/(increase) in other current assets	4.45	5.71
	Cash generated from operations	152.19	(75.92)
	Tax expense	-	-
	Cash flow before exceptional items	152.19	(75.92)
	Exceptional item	-	-
	Net cash generated from operating activities	(A) 152.19	(75.92)
B	CASH FLOW FROM INVESTING ACTIVITIES		
	Sale of property, plant and equipment	-	1.49
	Interest received	2.67	34.00
	Net cash generated from/(used in) investing activities	(B) 2.67	35.49
C	CASH FLOW FROM FINANCING ACTIVITIES		
	Proceeds from long-term borrowings	0.00	47.02
	Repayment to long-term borrowings	(149.82)	(37.20)
	Interest on other than borrowings	(5.20)	(24.13)
	Net cash used in financing activities	(C) (155.03)	(14.32)
	Net decrease in cash and cash equivalents	(A+B+C) (0.17)	(54.75)
	Opening cash and cash equivalents	6.80	61.55
	Closing cash and cash equivalents for the purpose of Cash Flow Statement	6.63	6.80

Note: The above Cash Flow Statement has been prepared under the " Indirect Method " as set out in the Indian Accounting Standard (IND AS) 7 on Statement of Cash Flows.



Notes:

- 1 The above audited financial results for the quarter and year ended 31st March, 2023 were reviewed by the Audit Committee and thereafter the Board of directors has approved the above results at their respective meetings held on 26th May, 2023.
- 2 These audited financial results will be made available on Company's website viz., www.mbpl.in and on Stock Exchange website i.e. www.cse-india.com
- 3 The financial statements indicates that the Company has accumulated losses and its net worth has been fully eroded. It is felt that the status of the Company will improve in the following years. The Management is in the process of rationalizing the expenses as well as considering the measures to generate revenue and it is expected that the overall financial health of the Company would improve considerably. Accordingly, the Company continues to prepare its accounts on a "Going Concern" basis.
- 4 Interest accrued during the year aggregating to Rs. 269.99 lakh (previous year Rs. 318.22 lakh) on secured and unsecured loans as estimated by the management (without considering additional interest, if any, on non-payment of principal interest) has not been provided for and the same will be accounted for as and when paid/settled.
- 5 Interest accrued during the year aggregating to Rs. 45.27 lakh (previous year Rs. 45.27 lakh) on deposit from dealer as estimated by the management (without considering additional interest, if any, on non-payment of principal interest) has not been provided for and the same will be accounted for as and when paid/settled.
- 6 Pending ascertainment of the amounts, no provision has been made in these financial statements for interest, penalty for delay / default in payment of statutory liabilities including in respect of provident fund and TDS. Due to huge losses and non - availability of sufficient cash, the company is in the process of making payment of statutory dues as and when the sufficient funds will be available.
- 7 The provision for salary, bonus, gratuity and leave encashment payable to factory employees and workers, could not be done. Necessary adjustment in respect of such portion will be made after working and ascertaining out the actual liabilities in these respect.
- 8 The management was unable to carry out the physical verification of Property, plant and equipment and Inventory during the year. However, there is no changes of Property, plant and equipment and Inventory during the year.
- 9 The management could not carry out any exercise with regard to measurement and recognition of loss on impairment of assets in accordance with Ind AS-36 on "Impairment of assets", the impact thereof is presently not ascertainable.
- 10 The management could not carry out estimate of realizable value and provision for the shortfall, if any, in the value of inventory of finished goods in accordance with Ind AS-2 on "Valuation of Inventories.
- 11 Balances Confirmations in respect of trade receivable, Loans and Advances, Deposits, Borrowings, Trade Payable and Other Liabilities could not be obtained. Necessary adjustments in this respect will be carried out on ascertainment of amount thereof, if any.
- 12 Pending ascertainment of the amounts, no provision has been made in these financial statements for interest on delay in payment to MSME Creditors.
- 13 M/s SKS Suppliers and M/s Grasim Industries Ltd., Operational Creditors have filed applications with NCLT, Cuttack Bench to initiate Corporate Insolvency Resolution process under the Insolvency and Bankruptcy Code, 2016. Presently, applications are pending with NCLT, Cuttack Bench. The Company has disputed the claim of M/s SKS Suppliers and has represented before NCLT that no amount is due and payable by the Company to the said Operational Creditor.
- 14 The Company's business activity primarily falls within a single business segment i.e. manufacturing of Writing and Printing Papers, in terms of Ind AS 108 on Operating Segment.
- 15 The figures of previous periods have been regrouped / reclassified wherever necessary to make them comparable with those of the current period.

For and on behalf of the Board of Directors



Jaydeep Chhangia
Jaydeep Chhangia
Managing Director
(DIN : 00094002)



Place of Signature : Kolkata
Dated: 26th May, 2023

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31,2023

[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

(Rs in lakhs)

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	62.68	62.68
	2.	Total Expenditure	156.72	471.98
	3.	Net Profit/(Loss)	(94.04)	(409.30)
	4.	Earnings Per Share	(2.76)	(12.00)
	5.	Total Assets	6360.36	6360.36
	6.	Total Liabilities	8884.43	9199.69
	7.	Net Worth	(2524.07)	(2839.33)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-

II. Audit Qualification (each audit qualification separately):

Qualification 1

a. Details of Audit Qualification:

Note 3 to the Statement regarding the Company has been incurring significant operational losses since earlier years, whereby net worth of the Company has been completely eroded. We have not been able to corroborate the Management's contention of the steps taken for improvement in its future operational performance and preparation of the accounts of the Company on going concern basis in view of closer of production since July, 2019. Accordingly, we are unable to comment on the appropriateness of the going concern basis and it's consequential impact on the financial results and the financial position of the Company as at and for the quarter and year ended 31st March, 2023.

b. Type of Audit Qualification :

Qualified Opinion

c. Frequency of qualification:

Appeared for the fourth time

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:

Impact is not quantified by the Auditor


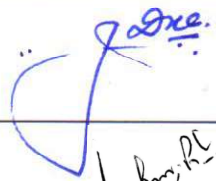


e. For Audit Qualification(s) where the impact is not quantified by the auditor:
(i) Management's estimation on the impact of audit qualification: The financial statements indicate that the Company has accumulated losses and its net worth has been fully eroded. It is felt that the status of the Company will improve in the following years. The Management is in the process of rationalizing the expenses as well as considering the measures to generate revenue and it is expected that the overall financial health of the Company would improve considerably. Accordingly, the Company continues to prepare its accounts on a "Going Concern" basis.
(ii) If management is unable to estimate the impact, reasons for the same: NA
(iii) Auditors' Comments on (i) or (ii) above: Included in the Auditors Report
Qualification 2
a. Details of Audit Qualification: Note 4 to the Statement regarding non-provision of interest on secured and unsecured loans aggregating to Rs. 269.99 lakh for the year ended 31 st March, 2023 which constitutes a departure from the Ind AS prescribed under section 133 of the Act.
b. Type of Audit Qualification : Qualified Opinion
c. Frequency of qualification: Appeared for the fourth time
d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Interest accrued during the year aggregating to Rs. 266.99 lakh (previous year Rs. 318.22 lakh) on secured and unsecured loans as estimated by the management (without considering additional interest, if any, on non-payment of principal interest) has not been provided for and the same will be accounted for as and when paid/settled.
e. For Audit Qualification(s) where the impact is not quantified by the auditor: NA
(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:
Qualification 3
a. Details of Audit Qualification: Note 5 to the Statement regarding non-provision of interest on dealer deposits aggregating to Rs. 45.27 lakh for the year ended 31 st March, 2023 which constitutes a departure from the Ind AS prescribed under section 133 of the Act.

b. Type of Audit Qualification :
Qualified Opinion
c. Frequency of qualification:
Appeared for the fourth time
d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:
Interest accrued during the year aggregating to Rs. 45.27 lakh (previous year Rs. 45.27 lakh) on deposit from dealer as estimated by the management (without considering additional interest, if any, on non-payment of principal interest) has not been provided for and the same will be accounted for as and when paid/settled.
e. For Audit Qualification(s) where the impact is not quantified by the auditor: NA
(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:
Qualification 4
a. Details of Audit Qualification:
Note 6 to the Statement regarding non-provision for interest, penalty for delay / default in payment of statutory liabilities (quantum unascertained) which constitutes a departure from the Ind AS prescribed under section 133 of the Act and the impact of which on loss for the quarter/year ended 31 st March, 2023 could not be ascertained.
b. Type of Audit Qualification :
Qualified Opinion
c. Frequency of qualification:
Appeared for the fourth time
d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:
Impact is not quantified by the Auditor
e. For Audit Qualification(s) where the impact is not quantified by the auditor:
(i) Management's estimation on the impact of audit qualification:
Pending ascertainment of the amounts, no provision has been made in these financial statements for interest, penalty for delay / default in payment of statutory liabilities including in respect of provident fund and TDS. Due to huge losses and non - availability of sufficient cash, the company is in the process of making payment of statutory dues as and when the sufficient funds will be available.
(ii) If management is unable to estimate the impact, reasons for the same: NA
(iii) Auditors' Comments on (i) or (ii) above: Included in the Auditors Report
Qualification 5
a. Details of Audit Qualification:
Note 7 to the Statement regarding non-provision for salary, bonus, gratuity and leave encashment payable to

factory employees and workers which constitutes a departure from the Ind AS prescribed under section 133 of the Act and in absence of employees wise working of the accrued liability in these respect, we are unable to comment the impact on loss for the quarter/year ended 31st March, 2023.
b. Type of Audit Qualification : Qualified Opinion
c. Frequency of qualification: Appeared for the third time.
d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Impact is not quantified by the Auditor
e. For Audit Qualification(s) where the impact is not quantified by the auditor:
(i) Management's estimation on the impact of audit qualification: The provision for salary, bonus, gratuity and leave encashment payable to factory employees and workers, could not be done. Necessary adjustment in respect of same will be made after working and ascertaining out the actual liabilities in these respect.
(ii) If management is unable to estimate the impact, reasons for the same: NA
(iii) Auditors' Comments on (i) or (ii) above: Included in the Auditors Report
Qualification 6
a. Details of Audit Qualification: Note 8 to the Statement regarding non conduct of the physical verification of Property, plant and equipment and Inventory which constitutes a departure from para no. (i)(b) and (ii) (a) respectively of the Companies Auditor's Report Order (CARO), 2020.
b. Type of Audit Qualification : Qualified Opinion
c. Frequency of qualification: Appeared for the third time
d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Impact is not quantified by the Auditor
e. For Audit Qualification(s) where the impact is not quantified by the auditor:
(i) Management's estimation on the impact of audit qualification: The management was unable to carry out the physical verification of Property, plant and equipment and Inventory during the year. However, there is no changes of Property, plant and equipment and Inventory during the year.
(ii) If management is unable to estimate the impact, reasons for the same: NA
(iii) Auditors' Comments on (i) or (ii) above: Included in the Auditors Report
Qualification 7

<p>a. Details of Audit Qualification:</p> <p>Note 9 regarding non-ascertainment and non-provision for the impairment of assets in accordance with Ind AS-36 on "Impairment of assets", the impact of which is presently not ascertainable.</p>
<p>b. Type of Audit Qualification :</p> <p>Qualified Opinion</p>
<p>c. Frequency of qualification:</p> <p>Appeared for the third time</p>
<p>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</p> <p>Impact is not quantified by the Auditor</p>
<p>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</p>
<p>(i) Management's estimation on the impact of audit qualification:</p> <p>The management could not carry out any exercise with regard to measurement and recognition of loss on impairment of assets. Due to non-ascertainment and non-provision for the impairment of assets , if any, in accordance with Ind AS-36 on "Impairment of assets", the impact thereof is presently not ascertainable.</p>
<p>(ii) If management is unable to estimate the impact, reasons for the same: NA</p>
<p>(iii) Auditors' Comments on (i) or (ii) above: Included in the Auditors Report</p>
<p>Qualification 8</p>
<p>a. Details of Audit Qualification:</p> <p>Note 10 regarding non-ascertainment of realizable value and valuation of inventory of finished goods "at cost" which is not in accordance with Ind AS-2 on "Valuation of Inventories"- quantum of over valuation, if any, in this respect is not ascertainable</p>
<p>b. Type of Audit Qualification :</p> <p>Qualified Opinion</p>
<p>c. Frequency of qualification:</p> <p>Appeared for the third time</p>
<p>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</p> <p>Impact is not quantified by the Auditor</p>
<p>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</p>
<p>(i) Management's estimation on the impact of audit qualification:</p> <p>The management could not carry out estimate of realizable value and provision for the shortfall, if any, in the value of inventories in accordance with Ind AS-2 on "Valuation of Inventories.</p>
<p>(ii) If management is unable to estimate the impact, reasons for the same: NA</p>
<p>(iii) Auditors' Comments on (i) or (ii) above: Included in the Auditors Report</p>
<p>Qualification 9</p>
<p>a. Details of Audit Qualification:</p>

Note 11 to the Statement regarding not obtaining balance confirmations in respect of trade receivable, Loans and Advances, Deposits, Borrowings, Trade Payable and Other Liabilities and not carrying out consequential reconciliation and adjustments, we are unable to comments on correctness of these balances and it's consequential impact which is presently not ascertainable.
b. Type of Audit Qualification : Qualified Opinion
c. Frequency of qualification: Appeared for the third time
d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Impact is not quantified by the Auditor
e. For Audit Qualification(s) where the impact is not quantified by the auditor:
(i) Management's estimation on the impact of audit qualification: Balances Confirmations in respect of trade receivable, Loans and Advances, Deposits, Borrowings, Trade Payable and Other Liabilities could not be obtained. Necessary adjustments in this respect will be carried out on ascertainment of amount thereof if any.
(ii) If management is unable to estimate the impact, reasons for the same: NA
(iii) Auditors' Comments on (i) or (ii) above: Included in the Auditors Report
Qualification 10
a. Details of Audit Qualification: Note 12 to the statement regarding non-provision of interest on amount payable to MSME (quantum unascertained) for the quarter/year ended 31 st March, 2023 which constitutes a departure from the Ind AS prescribed under section 133 of the Act.
b. Type of Audit Qualification : Qualified Opinion
c. Frequency of qualification: Appeared for the third time
d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Impact is not quantified by the Auditor
e. For Audit Qualification(s) where the impact is not quantified by the auditor:
(i) Management's estimation on the impact of audit qualification: Pending ascertainment of the amounts, no provision has been made in these financial statements for interest on delay in payment to MSME Creditors.
(ii) If management is unable to estimate the impact, reasons for the same: NA
(iii) Auditors' Comments on (i) or (ii) above: Included in the Auditors Report

III. Signatories:	
Managing Director	
Mr Jaydeep Chitlangia	
CFO	
Mr Jagdish Dua	
Audit Committee Chairman	
Mr Raghuvansh Lal Kapur	
Statutory Auditor	
Mr Rakesh Singh	
Partner	
M/s G. P. Agrawal & Co.	
Place: Kolkata	
Date: 26.05.2023	