

# SURYALAKSHMI COTTON MILLS LTD

(AN IS/ISO 9001 : 2015 & ISO 14001 : 2015 CERTIFIED COMPANY)

May 10, 2021.

To National Stock Exchange of India Limited "Exchange Plaza" Bandra-Kurla Complex Bandra (East) <b>MUMBAI - 400 051</b>	To Department of Corporate Services, BSE Limited, 1 <sup>st</sup> floor, New Trading Ring, Rotunda Building, P.J. Towers, Dalal street, Fort, <b>MUMBAI 400 001.</b>
Scrip Code : SURYALAXMI	Scrip No.: 521200

Dear Sir,

**Ref.: SURYALAXMI**

**Reg.: Audited financial results for the quarter and year ended 31/03/2021.**

As per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are herewith enclosing a copy of the Audited Financial Results along with statements of Assets & Liabilities, Cash Flow and Audit Report for the year ended 31/03/2021, which were taken on record by the Board of Directors at their meeting held on 10/05/2021. We hereby confirm that the Statutory Auditors of the Company i.e., K.S.Rao & Co., Chartered Accountants have issued the Audit Reports on Annual Financial Statements of the Company for the Financial year ended March 31, 2021 with unmodified opinion. The Board regretted its inability to recommend any Dividend in view of the losses made in the year.

We wish to inform you that the Board recommended the appointment of Smt. Aruna Prasad as a Director liable to retire by rotation and the reappointment of Sri Dhruv Vijai Singh (DIN : 07180749) as an Independent Director of the Company for a period of five years not liable to retire by rotation for a second term of 5 years subject to approval of shareholders at the ensuing Annual General meeting. A brief profile of Smt. Aruna Prasad and Sri Dhruv Vijai Singh is enclosed as Annexure. In this connection we hereby affirm that Sri Dhruv Vijai Singh is not debarred from holding the office of Director by virtue of any SEBI order or any other such authority.

This is for your information and records.

Thanking you,

Yours faithfully,

for **SURYALAKSHMI/COTTON MILLS LIMITED**

**E.V.S.V.SARMA**  
COMPANY SECRETARY



GOVERNMENT RECOGNISED EXPORT HOUSE

Regd. Office : Surya-Towers, 6th Floor, 105 Sardar Patel Road, Secunderabad - 500 003, Telangana, INDIA

CIN Number : L17120TG1962PLC000923

Phone : +91-40-27885200, 27819856 / 57

E-MAIL : [slcm ltd@suryalakshmi.com](mailto:slcm ltd@suryalakshmi.com) WEBSITE : [www.suryalakshmi.com](http://www.suryalakshmi.com)

# SURYALAKSHMI & COTTON MILLS LTD

(AN IS/ISO 9001 : 2015 & ISO 14001 : 2015 CERTIFIED COMPANY)

## ANNEXURE

### Brief profile of Smt. Aruna Prasad

Mrs. Aruna Prasad, aged 62 years a practising Cost Accountant based in Chennai, has been in the profession for the past three decades. She has wide experience in conducting Cost audit in several industries in private, public and service sectors.

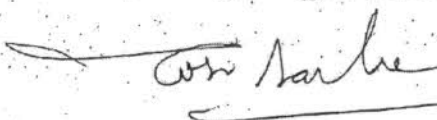

Smt. Aruna Prasad, Practising Cost Accountant has joined the Board as an Additional Director on 01/02/2021 and shall retire at the ensuing Annual General Meeting and she is recommended for appointment as a Director liable to retire by rotation at the AGM. Smt. Aruna Prasad, is a member of Institute of Cost Accountants of India.

Smt. Aruna Prasad holds NIL equity shares in the Company.

### Brief profile of Sri Dhruv Vijai Singh

Sri Dhruv Vijai Singh, aged 68 years had a distinguished career as an IAS officer at senior levels in the Government of India and has vast experience in policy formulation and time bound implementation. He was involved in several international negotiations on strategic issues between states. He has also held different positions like Principal Secretary, Finance and Principal Secretary, Power, etc., in the State Government. His rich and diverse experience will immensely benefit the Company.

Sri Dhruv Vijai Singh holds NIL equity shares in the Company.



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**SURYALAKSHMI COTTON MILLS LIMITED**

Regd. office : Surya towers, 6th Floor, 105 S.P Road, Secunderabad - 500003. Ph.:040-27819856 / 27885200  
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**AUDITED FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED MARCH 31,2021**

(Rs. In lakhs)

Particulars	For the Quarter Ended			For the Year Ended	
	31-Mar-21	31-Dec-20	31-Mar-20	31-Mar-21	31-Mar-20
	Audited	Unaudited	Audited	Audited	Audited
I Revenue from operations	18,868.48	15,582.25	12,948.70	48,584.75	53,886.82
II Other Income	70.68	15.63	100.84	263.43	323.74
III Total Revenue(I+II)	18,939.15	15,597.88	13,049.54	48,848.19	54,210.55
IV Expenses					
Cost of materials consumed	10,276.45	8,468.93	8,278.17	27,120.29	32,332.42
Purchase of stock in trade	-	19.49	(5.10)	147.25	5,007.15
Change in inventories of finished goods, stock in trade and work in progress	1,072.63	1,471.94	(608.21)	3,965.10	(3,323.22)
Employee benefit Expenses	1,432.87	1,289.39	1,250.77	4,039.26	5,131.72
Finance costs	975.77	837.15	741.45	3,490.03	3,279.89
Depreciation and amortisation expenses	520.88	497.63	549.83	2,021.99	2,202.19
Other expenses	3,918.89	2,934.67	3,201.83	9,884.91	11,878.26
Total Expenses(IV)	18,197.50	15,519.21	13,409	50,669	56,508
V Profit/(loss) before exceptional items and tax(III-IV)	741.65	78.67	(359.19)	(1,820.65)	(2,297.85)
VI Exceptional Items	1,111.72	0.73	14.51	1,126.04	2.49
VII Profit/(loss) before tax (V+VI)	1,853.37	79.40	(344.69)	(694.61)	(2,295.36)
VIII Tax expense:					
Current tax - MAT for the current year	-	-	-	-	-
Deferred tax	582.54	28.99	(96.74)	(201.03)	(587.73)
Earlier years tax	-	-	-	-	-
IX Profit/(loss) for the period from continuing operations (VII-VIII)	1,270.83	50.42	(248)	(494)	(1,608)
X Profit/(loss) from discontinued operations	(527.03)	(51.17)	(1,722.58)	309.63	(2,274.36)
XI Tax expense on discontinued operations	(164.45)	(15.97)	(535.77)	98.21	(704.54)
XII Profit/(loss) from discontinued operations (after tax) (X-XI)	(362.58)	(35.21)	(1,186.81)	211.42	(1,569.82)
XIII Profit/(loss) for the period (IX+XII)	908.25	15.21	(1,434.76)	(282.15)	(3,177.46)
XIV OTHER COMPREHENSIVE INCOME					
A-(i) Items that will not be reclassified to the profit or loss	(0.15)	13.91	(192.62)	(14.67)	(191.56)
(ii) Income tax on items that will not be reclassified to the profit or loss	1.10	(4.66)	60.11	5.36	60.11
B-(i) Items that will be reclassified to the profit or loss	-	-	-	-	-
(ii) Income tax on items that will be reclassified to the profit or loss	-	-	-	-	-
Total Other Comprehensive Income (net of taxes)	0.95	9.25	(132.51)	(9.31)	(131.45)
XV Total Comprehensive Income for The Period (XIII+XIV)	909.20	24.46	(1,567.27)	(291.46)	(3,308.92)
XVI Earnings per Equity share (for continuing operations) -Basic and diluted (In Rs.)	7.62	0.30	(1.49)	(2.96)	(9.64)
XVII Earnings per Equity share (for discontinued operations) -Basic and diluted (In Rs.)	(2.17)	(0.21)	(7.12)	1.27	(9.42)
XVIII Earnings per Equity share (for discontinued & continuing operations) -Basic and diluted (In Rs.)	5.45	0.09	(8.61)	(1.69)	(19.06)
Weighted average number of equity shares (Face Value of Rs. 10 e	1,66,72,290	1,66,72,290	1,66,72,290	1,66,72,290	1,66,72,290

**Notes:**

- The above results for the quarter ended /year ended 31st March 2021, were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on 10th May, 2021 and Statutory Auditors have audited them.
- The figures of the current quarter and quarter ended 31st March,2020 are the balancing figures between the audited figures of the full financial year ended 31st March,2021 and 31st March,2020, respectively and the published year to date figures upto third quarter ended 31st December,2020 and 31st December,2019, respectively.
- The Financial Results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS prescribed under section 133 of the Companies Act 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India.
- (i) The discontinued operations are of Garment Division and Company closed the division w.e.f. 31.03.2020. As required by the Ind AS 105 the operating results of the Garment Division have been grouped and shown separately under Profit / Loss from discontinued operations. The gain of Rs.12.93 crores on sale of land of Garment Unit is included in the profit from discontinued operations for the year ended 31st March 2021.  
(ii) The Company has stopped operating its Captive Power Plant with effect from 1st November, 2019 and decided to draw its power requirement from MSEDCCL at Denim Division, Maharashtra.
- The company is in the process of availing the resolution framework for COVID-19 made available by RBI, vide Circular dated 06-08-2020 and has submitted the resolution plan requesting reduction in rate of interest from 01-10-2020 (cut of date), which is under consideration by the bankers. If the bankers sanction the resolution plan, the finance cost for the current quarter and preceeding quarter of the current year will get reduced.
- The format for unaudited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15-2015, dated 30th November 2015, has been modified to comply with requirements of SEBI's circular dated 5th July, 2016.
- Expenses are recognised in statement of profit and loss using a classification based on the nature of expense method as per para 99 of Ind AS 1,
- Deferred Tax for the current quarter is provided on the profit/(loss) for the quarter.
- The above mentioned income from operations are disclosed net of GST collected on sales.

Place : Secunderabad  
Date : 10-05-2021

For and on behalf of Board of Directors  
*Paritosh Agarwal*  
Paritosh Agarwal  
Managing Director



SURYALAKSHMI COTTON MILLS LIMITED

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email : slcm ltd@suryalakshmi.com; website : www.suryalakshmi.com; CIN - L17120TG1962PLC000923

AUDITED SEGMENT-WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER /YEAR ENDED MARCH 31, 2021  
(Rs. In lakhs)

Particulars	Quarter Ended			Year Ended	
	31-Mar-21	31-Dec-20	31-Mar-20	31-Mar-21	31-Mar-20
	Audited	Unaudited	Audited	Audited	Audited
<b>1. Segment Revenue</b>					
a) Spinning	10699.91	9,174.78	7,737.85	30,204.91	35,415.76
b) Denim manufacturing	9238.91	7,231.51	6,577.53	20,992.52	25,490.57
c) Power Plant	0.00	-	1.58	-	388.02
d) Unallocated	12.93	9.11	2.16	52.11	48.15
Total	19,951.75	16,415.40	14,319.12	51,249.54	61,342.50
Less: Inter Segment Revenue	1,012.60	817.52	1,269.58	2,401.35	7,131.95
<b>Total Revenue</b>	<b>18,939.15</b>	<b>15,597.88</b>	<b>13,049.54</b>	<b>48,848.19</b>	<b>54,210.55</b>
<b>2. Segment Results (Profit)(+)/Loss (-) before Tax and Finance charges from each segment</b>					
a) Spinning	2,251.67	700.44	864.97	2,969.83	2,744.97
b) Denim manufacturing	685.55	300.24	(383.00)	173.28	(1,425.17)
c) Power Plant	(120.92)	(93.51)	(85.42)	(400.18)	(382.88)
Total	2,816.31	907.17	395.55	2,742.93	936.92
Less: i) Finance charges	975.77	837.16	741.45	3,490.02	3,279.89
ii) Other Un-allocable Expenditure net off	-	-	-	-	-
Add: Un-allocable income	12.84	9.39	1.21	52.50	47.62
<b>Total Profit before Tax from continuing operation</b>	<b>1,853.38</b>	<b>79.40</b>	<b>(344.69)</b>	<b>(694.60)</b>	<b>(2,295.36)</b>
<b>3. Segment Assets</b>					
a) Spinning	25,480.59	25,077.44	24,342.52	25,480.59	24,342.52
b) Denim manufacturing	27,820.19	27,854.89	31,084.51	27,820.19	31,084.51
c) Power Plant	10,788.30	10,951.44	11,219.58	10,788.30	11,219.58
d) Garment (held for sale)	555.45	2,480.61	3,874.56	555.45	3,874.56
e) Unallocated	4,109.62	2,531.32	2,112.82	4,109.62	2,112.82
Total	68,754.15	68,895.70	72,633.98	68,754.15	72,633.98
<b>4. Segment Liabilities</b>					
a) Spinning	13,472.18	14,137.20	13,470.62	13,472.18	13,470.62
b) Denim manufacturing	15,714.87	15,977.64	17,184.42	15,714.87	17,184.42
c) Power Plant	12,985.27	12,965.07	12,567.61	12,985.27	12,567.61
d) Garment (relating to assets held for sale)	2,625.57	2,624.87	5,041.84	2,625.57	5,041.84
e) Unallocated	737.13	725.92	706.12	737.13	706.12
Total	45,535.02	46,430.70	48,970.61	45,535.02	48,970.61

*Bethu*



**SURYALAKSHMI COTTON MILLS LIMITED**

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**AUDITED BALANCE SHEET AS AT 31st MARCH 2021**

(Rs. In Lakhs)

Particulars	As at 31-Mar-2021	As at 31-Mar-2020
<b>ASSETS</b>		
<b>Non-current assets</b>		
(a) Property, Plant and Equipment	32,218.81	33,693.23
(b) Capital work-in-progress	159.88	186.68
(c) Intangible assets	21.34	20.93
(d) Financial Assets		
(i) Loans	558.62	573.99
(ii) Other financial assets		
(e) Other non-current assets		
	<b>32,958.66</b>	<b>34,474.83</b>
<b>Current assets</b>		
(a) Inventories	12,545.18	15,669.90
(b) Financial Assets		
(i) Investments	7.73	5.21
(ii) Trade receivables	12,893.61	12,296.87
(iii) Cash and cash equivalents	964.32	384.21
(iv) Bank balances other than (iii) above	996.40	956.21
(v) Loans	60.29	20.14
(vi) Others financial assets	5,684.74	6,013.09
(c) Current tax asset (Net)	180.41	139.70
(d) Other current assets	2,283.86	1,391.71
(e) Assets held for sale	186.89	1,282.11
	<b>35,803.41</b>	<b>38,159.14</b>
<b>Total Assets</b>	<b>68,762.07</b>	<b>72,633.98</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity Share capital	1,844.53	1,844.53
(b) Other Equity	21,382.85	21,818.85
	<b>23,227.38</b>	<b>23,663.38</b>
<b>Liabilities</b>		
<b>Non - current liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	9,665.15	11,399.11
(b) Provisions	817.30	797.36
(c) Deferred tax liabilities (Net)	2,388.09	2,496.28
(d) Other Non Current Liabilities	13.13	19.70
	<b>12,883.67</b>	<b>14,712.45</b>
<b>Current liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	17,018.65	18,163.22
(ii) Trade payables		
(A) total outstanding dues of micro enterprises and small enterprises: and		22.21
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	8,887.27	10,732.29
(iii) Other financial liabilities	6,026.36	3,788.52
(b) Other current liabilities	402.38	1,216.71
(c) Provisions	316.36	335.20
(d) Current tax liabilities (Net)		
	<b>32,651.02</b>	<b>34,258.15</b>
<b>Total Equity and Liabilities</b>	<b>68,762.07</b>	<b>72,633.98</b>

Non Current Assets Held for Sale presented above as of 31st March 2021 pertains to the assets of Garments division which are planned to be disposed off on account of the company's decision to close down the garments division. These are valued at lower of the (i) carrying value and (ii) Fair Market Value (FMV) as of 31st March 2021.

(\*) Trade receivable includes Rs.93.71 Lacs, Inventories includes Rs.3.48 Lacs, other financial Assets includes Rs.235.91 Lacs and other financial & current liabilities includes Rs.139.87 Lacs towards other current liabilities of Garment Division (Current Assets & Liabilities of Discontinued operations)




SURYALAKSHMI COTTON MILLS LIMITED		
CIN No: L17120TG1962PLC000923		
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Cash Flow Statement for the period ended 31st March 2021		
		(Rs. In lakhs)
Particulars	Quarter ended 31-Mar-2021	Year ended 31-Mar-2020
<b>A Cash flow from Operating Activities:</b>		
Profit Before tax from continuing operation	(694.61)	(2,295.36)
Adjustments for:		
Profit/(loss) from discontinued operations before tax	309.63	(2,274.36)
Loss on valuation of assets held for sale at Fair Market Value	180.03	1,377.86
Depreciation and Amortisation (Incl. Depreciation on discontinued operations)	2,021.99	2,411.43
Actuarial Gain/(loss) on Defined Benefit plans	(17.20)	(192.65)
Loss/ (Gain) on sale of tangible assets (net)	(2,148.77)	(14.51)
Interest Income	(75.93)	(87.93)
Excess provision and Credit balances written off		
Government Grant	(6.56)	
Finance Costs	3,640.93	3,588.50
	3,209.52	2,512.98
Operating profit before working capital changes		
Adjustments for (increase)/decrease in operating assets		
Inventories	3,124.73	(2,634.69)
Trade Receivables	(596.74)	4,527.48
Loans - Non current	15.37	(1.40)
Loans - current	(40.15)	18.81
Other financial assets - current	313.51	(662.42)
Other financial assets - Non current		0.74
Other non financial assets - current		
Other non financial assets - Non current	203.07	593.30
Adjustments for increase/(decrease) in operating liabilities		
Trade Payables	(1,867.24)	2,183.95
Other financial liabilities	122.24	(95.91)
Short term provisions	(18.84)	(41.26)
Long term provisions	19.94	137.80
Other Non financial liabilities	(16.13)	(41.80)
Cash generated from operations	4,469.28	6,497.57
Income tax paid	(40.70)	(8.05)
Net Cash flow from/(used in) operating activities	4,428.58	6,489.52
<b>B Cash flow from Investing Activities:</b>		
Purchase of Property, plant and Equipment & Intangible assets and Capital Advances & Capital Creditors	(1,156.87)	(196.08)
Proceeds from sale of Property, plant and equipment	2,430.13	874.00
Interest Income Received	139.86	82.42
Net Cash flow from/(used in) Investing activities	1,413.12	760.34
<b>C Cash flow from Financing Activities:</b>		
Proceeds / (Repayments) of short term borrowings	(1,144.57)	(1,467.24)
Proceeds from Long term borrowings	483.07	771.67
Repayment of Long term borrowings	(1,162.49)	(2,783.54)
Interest and other borrowing costs paid	(3,437.60)	(3,553.64)
Equity Dividend (Including DDT) paid		(4.53)
Net Cash flow from/(used in) financing activities	(5,261.59)	(7,037.28)
Net Increase in Cash and Cash equivalents (A+B+C)	580.11	212.59
Cash and Cash equivalents at the beginning of the year	384.21	171.61
Cash and Cash equivalents at the Closing of the year	964.32	384.20

*Raishu*





**Independent Auditors' Report on Annual Financial Results of Surya Lakshmi Cotton Mills Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To the Board of Directors of  
Surya Lakshmi Cotton Mills Limited

**Opinion**

We have audited the financial results for the year ended 31 March 2021, in the accompanying "Statement of Financial Results for the Quarter and Year ended March 31, 2021" of Surya Lakshmi Cotton Mills Limited being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the financial results for the year ended March 31, 2021:

- i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended; and
- ii) 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 loss and other financial information for the year ended 31 March 2021.

**Basis for Opinion on the Audited Financial Results for the year ended March 31, 2021**

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 audit opinion.

### Management's Responsibilities for the Statements

This Statement of annual financial results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Financial Results for the year ended March 31, 2021 have been compiled from the related audited financial statements. This responsibility includes the preparation and presentation of the financial results for the quarter and year ended March 31, 2021 that give a true and fair view of the net loss and other comprehensive loss and other financial information in accordance with the recognition and measurement principles laid down in the Indian 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 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 financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, 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

#### (a) Audit of the Financial Results for the year ended March 31, 2021

Our objectives are to obtain reasonable assurance about whether the financial results for the year ended March 31, 2021 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 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by 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 ability of the company 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 Statement 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.
- Perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations to the extent applicable.
- Obtain sufficient appropriate audit evidence regarding the Annual Financial results of the company to express an opinion on the Annual financial Results.

Materiality is the magnitude of misstatements in the Annual Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Financial Results may be influenced. We consider quantitative materiality and quantitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual 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 statements includes the results for the quarter ended March 31, 2021 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subjected to limited review by us. Our report on the statement is not modified in respect of this matter.

Place: Hyderabad

Date: 10/05/2021

for K. S. RAO & Co  
Chartered Accountants

FirmRegistrationNo:0031095

Perugu  
Govardhana  
Reddy

Digitally signed by  
Govardhana Reddy  
Date: 2021.05.10 14:41:36  
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(P. GOVARDHANA REDDY)  
Partner  
Membership no:029193  
UDIN: 21029193AAAAHV4508