

MRO-TEK REALTY LIMITED

Registered & Corporate Office:

No.6, New BEL Road, Chikkamaranahalli, Bangalore - 560 054, Karnataka

Ph : +91 80 42499000

Website: www.mro-tek.com SERVICE/SUPPORT : 9845035626

Email : info@mro-tek.com CIN No. L28112KA1984PLC005873 www.mro-tek.com

MROTEK®

Integrating Next Generation Networks

MRO: FS: 20-21:090

June 26, 2020

The Manager,
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G
Bandra – Kurla Complex
Bandra (E)
Mumbai – 400 051

Fax No. 022-2659 8237/38.

The Manager,
Listing Department
BSE Limited
PJ Towers, Dalal Street, Fort
Mumbai – 400 001

Fax No. 022- 2272 3121

Dear Sir/Madam,

SUB: OUTCOME OF THE 2ND BOARD MEETING FOR THE FINANCIAL YEAR 2020-21

As informed vide our letter dated 17th June, 2020, the Board of Directors of MRO-TEK Realty Limited, Bangalore met today and *inter-alia* transacted the following businesses:

1. Considered and approved the Audited financial results for the 4th quarter and year ended March 31, 2020, copy of the same is enclosed herewith along with Audit report and declaration from Chief Financial Officer .

Further the meeting was commenced at 4.40 PM and concluded at 5.15 PM

Please, take the above on record and kindly treat this as compliance with Regulation 30 read with Schedule III part A of the SEBI (LODR) Regulations, 2015.

Kindly acknowledge.

Thanking you,
Yours faithfully,
for MRO-TEK Realty Limited


Barun Pandey
Company Secretary and Compliance Officer

Scrip Code:	
NSE	: MRO-TEK
BSE	: 532376
Demat ISIN	: INE398B01018

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June 26, 2020

To,
The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G
Bandra – Kurla Complex, Bandra (E),
Mumbai – 400 051

Fax No. 022-2659 8237/38

The Manager
Listing Department
BSE Limited
PJ Towers, Dalal Street, Fort
Mumbai – 400 001

Fax No. 022- 2272 3121

Dear Sirs/Ma'am,

Sub: Declaration pursuant to regulation 33(3) d of the SEBI (LODR) Regulations, 2016.

Declaration

I, Srivathsa, Chief Financial Officer of the Company (CIN: L28112KA1984PLC005873) having its registered office at No.6, New BEL Road Chikkamaranahalli Bangalore- 560054, hereby declare that, the statutory Auditors of the Company, Messrs K S Aiyar & Co. (FRN: 100186W) have issued an audit report with **unmodified** opinion on Audited financial results of the Company (Standalone) for the quarter and year ended on 31st March, 2020

Kindly take this declaration on your records.

Please treat this as compliance under SEBI (LODR) Regulations, 2016.

Kindly acknowledge.

Thanking you,
Yours faithfully

for MRO-TEK Realty Limited


Srivathsa
Chief Financial Officer

Scrip Code:	
NSE	: MRO-TEK
BSE	: 532376
Demat ISIN	: INE398B01018

CIN NO.L28112KA1984PLC005873
STATEMENT OF AUDITED RESULTS FOR THE QUARTER & YEAR ENDED 31st Mar, 2020

(Rs in Lakhs except for EPS)

Particulars	Quarter Ended			Year Ended	
	31/Mar/20 AUDITED (Refer Note 1)	31/Dec/19 UN AUDITED	31/Mar/19 AUDITED (Refer Note 1)	31/Mar/20 AUDITED	31/Mar/19 AUDITED
1 Income					
(a) Revenue from Operations	651.75	985.38	536.17	4,104.98	2,691.56
(b) Other Income	7.56	11.83	12.73	32.11	40.58
Total Income	659.31	997.21	548.90	4,137.09	2,732.14
2 Expenses					
(a) Cost of materials consumed	711.26	428.07	353.42	2,626.87	2,155.22
(b) Purchases of Stock-in Trade	-	-	-	1.27	60.24
(c) Changes in inventories of finished Goods, work-in-progress and stock-in-trade	(155.05)	417.68	49.82	157.45	(334.51)
(d) Employee benefit expenses	172.19	189.86	217.97	763.92	886.73
(e) Finance Cost	136.32	132.35	71.98	500.86	247.74
(f) Depreciation and amortization expenses	32.16	31.58	26.19	121.90	92.09
(g) Other expenses	111.91	101.71	111.11	451.60	533.35
Total Expenses	1,008.79	1,301.25	830.49	4,623.87	3,640.86
3 Profit/(Loss) before Exceptional Items and tax (1-2)	(349.48)	(304.04)	(281.59)	(486.78)	(908.72)
4 Exceptional Items (Refer Note 3A, 3B)	-	-	-	-	-
5 Profit/(Loss) before tax from Continuing operations (3-4)	(349.48)	(304.04)	(281.59)	(486.78)	(908.72)
6 Profit/(Loss) from Discontinued Operations (Refer Note 5)	-	-	(0.16)	-	(84.18)
7 Profit/(Loss) for the period before Tax (5+6)	(349.48)	(304.04)	(281.75)	(486.78)	(992.90)
8 Tax expense	13.69	9.41	10.13	34.48	(6.88)
9 Net Profit/(Loss) for the period (7-8)	(363.17)	(313.45)	(291.88)	(521.26)	(986.02)
10 Other Comprehensive Income (net of tax)					
Items that will not be reclassified to Statement of Profit and Loss	(0.93)	(2.01)	1.78	(2.21)	2.87
11 Total Comprehensive Income (9+10)	(364.10)	(315.46)	(290.10)	(523.47)	(983.15)
12 Paid-up equity share capital (Face Value Rs. 5 each, fully paid-up)	934.23	934.23	934.23	934.23	934.23
13 Other Equity	(1,092.15)	(728.04)	(568.67)	(1,092.15)	(568.67)
(i) Earnings Per Equity Share (for Continuing operations)					
(a) Basic	Rs. (1.94)	(1.68)	(1.56)	(2.79)	(4.83)
(b) Diluted	Rs. (1.94)	(1.68)	(1.56)	(2.79)	(4.83)
(i) Earnings Per Equity Share (for Discontinued operations)					
(a) Basic	Rs. -	-	(0.00)	-	(0.45)
(b) Diluted	Rs. -	-	(0.00)	-	(0.45)
(i) Earnings Per Equity Share (for Continuing and Discontinued operations)					
(a) Basic	Rs. (1.94)	(1.68)	(1.56)	(2.79)	(5.28)
(b) Diluted	Rs. (1.94)	(1.68)	(1.56)	(2.79)	(5.28)

See accompanying note to the Financial results

/ TRUE COPY /
For MRO-TEK REALTY LIMITED

SRIVATHSA
Chief Financial Officer



Notes:

- The above financial results for the quarter & year ended 31st March, 2020 as recommended by the Audit Committee were approved by the Board of Directors in their respective meetings held on 26th June 2020. The auditors have expressed an unmodified opinion on the financial results for the year ended 31 March 2020. The figures for the quarter ended 31 March 2020 and 31 March 2019 are balancing figures between audited figures in respect of the full financial year and the unaudited published year-to-date figures up to the third quarter ended 31 December 2019 and 31 December 2018 respectively, which were subjected to limited review.
- A. The Company has adopted Ind AS 115 'Revenue from Contracts with Customers' with the date of initial application being April 1, 2018. Ind AS 115 establishes a comprehensive framework on revenue recognition. Ind AS 115 replaces Ind AS 18 'Revenue' and Ind AS 11 'Construction Contracts'. The application of Ind AS 115 did not have material impact on the financial statements. As a result, the comparative information has not been restated.
B. The company has accounted for revenue of Rs.1449.45 lakhs, during the 2nd quarter of the year, along with attributable expenses for same for a "supply, installation and maintain" contract entered into with Bharat Sanchar Nigam Limited for their WCL Project based on Management's interpretation of IND AS 115 besides distinct contract performance obligation by creation of asset at customer's location for their exclusive use and with no alternative use to the company.
- Under the previous GAAP, all actuarial gains and losses were recognized in the Statement of Profit and Loss. Under Ind AS, actuarial gains and losses that form part of remeasurement of the net defined benefit liability / asset and the corresponding tax effect thereon are recognized in Other Comprehensive Income.
- For the purpose of Segment Reporting, 'Products', EMS (Electronic Contract Manufacturing Services), Solutions(IT & Drone segment has been merged with Solutions segment this year) and 'Real Estate Development', constitute primary business segments.
Due to sustained cash loss, the Board of Directors had decided to discontinue "Solar Based Equipment & Projects" in the Meeting held on January 14, 2016 and informed to stock exchanges. The details of such 'Discontinuing Operations', under the Companies (Accounts) Rules 2014 are given below

PARTICULARS	(Rs in Lakhs)					
	Quarter ended			Year Ended		
	31/Mar/20	31/Dec/19	31/Mar/19	31/Mar/20	31/Mar/19	
Income from Discontinuing Operations						
(a) Net Sales/income from Operations	-	-	-	-	-	-
Total Income from Discontinuing Operations (net)	-	-	-	-	-	-
Expenses of Discontinuing Operations						
Cost of materials consumed	-	-	-	-	-	-
Indirect Expenses*	-	-	0.16	-	84.18	-
Other Income	-	-	-	-	-	-
Total Expenses from Discontinuing Operations	-	-	0.16	-	84.18	-
Net Profit/(loss) from Discontinuing Operations	-	-	(0.16)	-	(84.18)	-

*For Year ended 31st March 2019 Rs. 83.37 lakhs towards provision for receivable in respect of Solar based equipment and projects & 0.81 lakhs towards sales tax payable interest provision.

- Tax Expense include Deferred Tax and Current Income Tax.
- During this year, the Company has recognised Deferred Tax Asset of Rs 58.12 lakhs (Previous Year : Deferred Tax Asset of Rs 92.60 lakhs) as stipulated under IND Accounting Standard 12, on "Income Taxes", prescribed under the Act. However, on conservative basis, deferred tax asset on carry forward losses, has not been considered.
- "The Company's network as on 31st March, 2020 has been eroded due to continuous losses. The Company has made detailed analysis about its business vis a vis "Going concern" assumption. The Company has taken various initiatives in relation to saving cost, optimize revenue management opportunities and diversified into other streams / areas like EMS & Solution business which is expected to result in improved operating performance. The company has bagged new sizeable orders with better margins from new streams. Significant increase in revenues are expected from the development of commercial space which is into final stages of Joint Development. Accordingly, the financial statements continues to be prepared on a going concern basis, which contemplates realization of assets and settlement of liabilities in the normal course of business."
- Covid 19 - Effect Point
Due to the global crisis of Covid-19 including India, Business have been affected very adversely. Execution of orders planned in this quarter has come to standstill. Supply Chains have been disrupted and the lockdown has resulted in the business coming to a standstill.
The Company had approx. 10cr orders which were planned for execution in this quarter. Due to the Lock down, the factory was shutdown and further due to worldwide supply chain disruption, the Company was unable to execute the orders
The Company is largely dependent on global for import of raw materials and components for manufacture of electronic products and it is the case with all electronic manufacturers in general. As you are aware, the COVID-19 has impacted the supply of materials at the Global level and has caused shortage of materials for manufacturing products in our company as well.
Due to scary situation, many skilled laborers moved out of state or city to their local residence to be on safer side and this has impacted our capability as well.
- Figures for the previous period have been regrouped, wherever necessary.

For MRO-TEK REALTY LIMITED

SRIVATHSA
Chief Financial Officer



TRUE COPY

Standalone Segment wise Revenue, Results, Assets and Liabilities

(Rs in Lakhs)

Particulars	Quarter Ended			Year Ended	
	31/Mar/20	31/Dec/19	31/Mar/19	31/Mar/20	31/Mar/19
	AUDITED	UN AUDITED	AUDITED	AUDITED	AUDITED
1 Segment Revenue (Net Sale)					
(a) Product	192.33	188.48	458.93	907.92	1,909.73
(b) Real Estate	-	-	-	-	-
(c) EMS (Electronic Contract Manufacturing Services)	458.99	796.40	70.17	1,708.09	491.35
(d) Solutions	0.43	0.50	7.07	1,488.97	290.48
Total	651.75	985.38	536.17	4,104.98	2,691.56
Less :- Inter segment revenue					
Net Sales From Operations	651.75	985.38	536.17	4,104.98	2,691.56
2 Segment Results - Profit / (loss) before tax and interest					
(a) Product	26.60	23.75	77.09	192.41	325.43
(b) Real Estate	(0.11)	-	-	(0.11)	-
(c) EMS (Electronic Contract Manufacturing Services)	(83.62)	4.54	(61.30)	(112.85)	(304.85)
(d) Solutions	(41.62)	(53.35)	(53.99)	599.83	(117.47)
Total	(98.75)	(25.06)	(38.20)	679.28	(96.89)
Less:-					
i) Interest	136.33	132.35	72.78	470.34	247.74
ii) Other Un-allocable Expenditure net off	118.39	150.56	173.13	710.88	655.85
iii) Un-allocable Income	(3.99)	(3.93)	(2.36)	(15.15)	(7.58)
Total Profit/(loss) before tax	(349.48)	(304.04)	(281.75)	(486.78)	(992.90)
3 Segment Assets					
(a) Product	1,875.00	2,330.24	2,443.36	1,875.00	2,443.36
(b) Real Estate	446.48	446.48	446.48	446.48	446.48
(c) EMS (Electronic Contract Manufacturing Services)	1,578.84	2,228.22	832.63	1,578.84	832.63
(d) Solutions	1,736.10	966.65	493.36	1,736.10	493.36
(e) Un-allocable assets	940.15	702.59	597.58	940.15	597.58
Total Assets	6,576.57	6,674.18	4,813.41	6,576.57	4,813.41
4 Segment Liabilities					
(a) Product	366.07	342.28	615.76	366.07	615.76
(b) Real Estate	-	-	-	-	-
(c) EMS (Electronic Contract Manufacturing Services)	772.84	960.27	410.19	772.84	410.19
(d) Solutions	242.66	41.33	395.85	242.66	395.85
(e) Un-allocable Liabilities	5,352.92	5,124.12	3,026.05	5,352.92	3,026.05
Total Liabilities	6,734.49	6,468.00	4,447.85	6,734.49	4,447.85

For MRO-TEK Realty Limited

(Sa)

Aniruddha Mehta
Chairman and Managing Director

Place : Bengaluru
Date: 26th June 2020

For MRO-TEK REALTY LIMITED

SRIVATHSA
Chief Financial Officer



/ TRUE COPY /

MRO-TEK REALTY LIMITED
(formerly named MRO-TEK LIMITED till May 10, 2016)
Regd Office: No.6, 'Maruthi Complex', New BEL Road, Chikkamaranahalli, Bengaluru-560 054
Phone No. 080-42499000 : Website - "www.mro-tek.com"
CIN NO.L28112KA1984PLC005873

(Rs in Lakhs except for EPS)

Statement of Assets and Liabilities

Particulars	31/3/2020 AUDITED	31/3/2019 AUDITED
ASSETS		
Non-current assets		
(a) Property, Plant and Equipment	1,295.95	971.57
(b) Capital Work in Progress	-	308.40
(c) Intangible Assets	7.42	7.16
(d) Financial Assets		
(i) Loans	26.36	29.35
(ii) Others	1,198.13	178.57
(e) Deferred tax assets (net)	88.03	122.51
(f) Other non-current assets	229.46	209.47
Total Non - Current Assets	2,845.35	1,827.03
Current assets		
(a) Inventories	2,213.76	1,891.59
(b) Financial Assets		
(i) Trade receivables	517.39	510.16
(ii) Cash and cash equivalents	7.82	12.64
(iii) Bank Balances other Than (ii) Above	49.98	53.57
(iv) Loans	449.17	17.72
(v) Others	52.92	43.53
(c) Current Tax Assets (Net)	440.18	457.17
(d) Other current assets		
Total Current Assets	3,731.22	2,986.38
Total Assets	6,576.57	4,813.41
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share capital	934.23	934.23
(b) Other Equity	(1,092.15)	(568.67)
Total equity	(157.92)	365.56
LIABILITIES		
Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	797.65	-
(b) Provisions	16.76	12.98
Total Non-current liabilities	814.41	12.98
Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	4,291.04	2,946.80
(ii) Trade payables		
- Total outstanding dues of micro enterprises and small enterprises	0.04	16.81
- Total outstanding dues of creditors other than micro enterprises and small enterprises	927.33	629.82
(iii) Other Financial Liabilities	264.04	540.21
(b) Other current liabilities	389.85	246.07
(c) Provisions	47.78	55.16
Total Current liabilities	5,920.08	4,434.87
Total Equity and Liabilities	6,576.57	4,813.41

For MRO-TEK Realty Limited

Place : Bengaluru
Date: 26th June 2020

For MRO-TEK REALTY LIMITED

(Sd)

Aniruddha Mehta
Chairman and Managing Director

SRIVATHSA
Chief Financial Officer



MRO-TEK Realty Limited
(Formerly Known as MRO-TEK LIMITED)
Cash Flow Statement for the year ended 31st Mar, 2020

(Rs in Lakhs)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Cash flows from operating activities		
Profit before tax from continuing operations for the year	(486.78)	(908.73)
Profit before tax from discontinuing operations for the year	-	(84.18)
Adjustments for:		
Finance costs recognised in profit or loss	500.86	247.74
Investment income recognised in profit or loss	(15.03)	(6.27)
Net (gain)/loss on disposal of assets	(2.51)	4.25
Depreciation and amortisation of non-current assets	121.90	92.09
Net foreign exchange (gain)/loss	(2.06)	(20.94)
	116.38	(676.04)
(Increase)/decrease in trade and other receivables	(7.91)	184.15
(Increase)/decrease in inventories	(322.17)	(846.89)
(Increase)/decrease in other assets	(1,450.03)	(352.65)
Increase/(Decrease) in trade and other payables	7.30	388.62
Increase/(Decrease) in provisions	(3.61)	13.89
increase/(Decrease) in other liabilities	143.77	227.73
Cash generated from operations	(1,516.27)	(1,061.19)
Income taxes paid	(9.39)	(13.03)
Net cash generated by operating activities	(1,525.66)	(1,074.22)
Cash flows from investing activities		
Payments to acquire Property Plant and Equipment	(138.13)	(281.47)
Proceeds on sale of Property Plant and Equipment	2.51	8.20
Interest received	15.03	6.27
Net cash (used in)/generated by investing activities	(120.59)	(267.00)
Cash flows from financing activities		
Proceeds from borrowings	3,020.89	1,759.80
Repayment of borrowings	(879.00)	(143.00)
Net Increase/(Decrease) in Restricted Bank Balances	-	-
-Current	3.59	(53.57)
-Non- Current	(3.19)	(94.85)
Interest paid	(500.86)	(247.74)
Net cash used in financing activities	1,641.43	1,220.64
Net increase in cash and cash equivalents	(4.82)	(120.58)
Opening Cash and cash equivalents	12.64	133.46
Effects of exchange rate changes on the balance of cash held in foreign currencies	0.01	(0.24)
Closing Cash and cash equivalents	7.82	12.64

Place : Bengaluru
Date: 26th June 2020

/ TRUE COPY /
For MRO-TEK REALTY LIMITED

SRIVATHSA
Chief Financial Officer

For MRO-TEK Realty Limited

(Scd)
Aniruddha Mehta
Chairman and Managing Director



K. S. AIYAR & CO
CHARTERED ACCOUNTANTS

10, 1st Floor, 18th Cross,
Near 6th Main, Malleswaram,
Bengaluru - 560 055. India.
Tel: 91-80-2334 7171 / 23367171 / 2331 1221
Grams : VERIFY
www.KSAiyar.com
Bangalore@KSAiyar.com

Independent Auditor's Report on Audited Annual 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
Mro-Tek Realty Limited

Report on the audit of the Annual Financial Results

Opinion

We have audited the accompanying annual financial results of Mro-Tek Realty Limited ("the company") for the year ended 31st March 2020, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

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

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; 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 income and other financial information for the year ended 31st March 2020

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 results under the provisions of the Companies Act, 2013 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.

Emphasis of Matter

1. We draw attention to Note 7 of the financial results regarding preparation of the financial results on going concern basis and the reasons stated therein though the net worth of the Company is eroded due to continuous losses. The accuracy of assumption of going concern is dependent upon various initiatives taken by the Company in



Office also at
Mumbai Chennai Kolkata
Coimbatore and Hyderabad

relation to saving cost, optimize revenue management opportunities and diversification into other streams of business and the Company's ability to generate cash flows in future to meet its obligations.

2. We draw your attention to Note 8 to the financial results which explains the uncertainties and the management's assessment of the financial impact due to the lock-downs and other restrictions and conditions related to the COVID-19 pandemic situation, for which a definitive assessment of the impact in the subsequent period is highly dependent upon circumstances as they evolve. Further, our attendance at the physical inventory verification done by the management was impracticable under the current lock-down restrictions imposed by the government and we have therefore, relied on the related alternative audit procedures to ensure the existence and condition of inventory at year end.

Our opinion is not modified in respect of these matters.

Management's Responsibilities for the Financial Results

These financial results have been prepared on the basis of the annual financial statements. The Company's Board of Directors is responsible for the preparation of these financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' 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 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 Board of Directors is 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 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 financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.


Other Matter

The Financial Results include the results for the quarter ended March 31, 2020, being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

Place: Bengaluru
Date: 26th June, 2020



For K. S. AIYAR & Co.
Chartered Accountants
FRN: 100186W


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