

**Independent Auditor's Report on the Quarterly and Year to Date Audited Financial Results of the Company Pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended.**

To,  
The Board of Directors  
Shree Narmada Aluminium Industries Limited,

1. We have audited the accompanying Financial Results of Shree Narmada Aluminium Industries Limited (the 'Company') for the quarter ended March 31, 2022 (the 'Statement') and the year ended March 31, 2022, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by the SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. We report that-
  - a. the Company was a sick Company under Sick Industrial Companies Act, 1985 (with effect from 1st December 2016, Sick Industrial Companies Act, 1985 repeal by the Sick Industrial Companies (Special Provisions) Repeal Act, 2003). The order of the Honourable High Court of Gujarat dated May 16, 2008 for rehabilitation is under the process of implementation. Meanwhile, a secured creditor filed an application before Debt recovery Tribunal-III (DRT-III) and the secured creditor is now having the possession of property (Refer Note 2 of the Statement). The entire net worth of the Company is fully eroded. Despite the same, the Management is of the opinion that the Going Concern Assumption is sustainable and accordingly the accounts of the Company have been prepared on going concern basis. This is a repetitive qualification since many years.
3. In our opinion and to the best of our information and according to the explanations given to us, except for the effect of the matter described in para 2 above, the Financial Results:
  - (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016 and
  - (ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India of the net loss and other financial information for the quarter and year ended March 31, 2022.

310, SHRIRAM CHAMBERS, R. C. DUTT ROAD, VADODARA 390 005

Phone: - (0265) 231 43 84 E-Mail:-office@kms.net.in



### **Basis for Opinion**

4. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

### **Management's Responsibilities for the Standalone Financial Results**

5. The Statement has been prepared on the basis of the annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 and 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

### **Auditor's Responsibilities for the Audit of the Financial Results**

6. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAS, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

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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**

7. The Financial Results include the results for the quarter ended March 31, 2022 being the balancing figure between audited figures in respect of the full financial year and the published year to date unaudited figures up to the third quarter of the current financial year which were subject to limited review by us, as required under the Listing Regulations.

**For K M SWADIA & CO**

Chartered Accountants

FRN - 110740W

*T. Rajm*

**CA R K Rajput**

Partner

M. No. 125333

Place: Vadodara

Date: May 26, 2022

UDIN: 22125333AJQWKZ6521





**Shree Narmada Aluminium Industries Ltd**  
**Cash Flow Statement for the year ended March 31, 2022**

(Rs. In Lacs)


		Year ended March 31, 2022	Year ended March 31, 2021
<b>A. Cash Flow from Operating Activities :</b>			
Net Profit before tax		-8.08	1.27
Adjustments to reconcile profit before tax to net cash flows :			
Depreciation and amortisation		0.35	1.08
Interest income		0.00	0.00
		0.35	1.08
		-7.73	2.35
Operating Profit before Working Capital Changes			
Adjustments for movement in Working Capital:			
Decrease in Other Current Assets		-0.06	0.00
Decrease in Income Tax Assets (net)		0.00	2.55
Increase in Trade Payable		-1.18	-1.66
Increase in Other Financial Liabilities		2.67	0.30
(Decrease) in Provisions		0.00	-5.90
(Decrease) in Other Current Liabilities		0.06	-0.01
		1.49	-4.72
Cash Generated from Operations		-6.24	-2.36
Direct Taxes paid (net of refund)		0.00	0.00
Net Cash from Operating Activities	(A)	-6.24	-2.36
<b>B. Cash Flow from Investing Activities :</b>			
Interest received		0.00	0.00
Net Cash generated from Investing Activities	(B)	0.00	0.00
<b>C. Cash Flow from Financing Activities :</b>			
Increase in Borrowings		5.77	2.00
Net Cash (used in)/ from Financing Activities	(C)	5.77	2.00
Net Increase in Cash and Cash equivalents (A + B + C)		-0.47	-0.36
Cash and Cash equivalents - Opening Balance		0.87	1.23
Cash and Cash equivalents - Closing Balance		0.40	0.87
		-0.47	-0.36

For and on behalf of the Board

  
Kantilal B. Patel

(Chairman and Managing Director and CEO)

DIN : 01441306

  
Milan R Patel  
(Director)

DIN : 02143088

Statement of Assets and Liabilities		
Particulars	As at 31.03.2022 (Audited) (Rs. In Lacs)	As at 31.03.2021 (Audited) (Rs. In Lacs)
<b>ASSETS</b>		
<b>(1) Non-current assets</b>		
(a) Property, plant and equipment	10.46	10.81
(b) Capital work in progress	-	-
(c) Intangible assets	-	-
	10.46	10.81
(d) Financial assets	-	-
(i) Other Financial Assets	-	-
(e) Income tax Assets (net)	-	-
	10.46	10.81
<b>(2) Current assets</b>		
(a) Financial assets		
(i) Cash and cash equivalents	0.40	0.87
(i) Other Financial Assets	18.12	18.06
(b) Other Current Assets	-	-
	18.52	18.93
<b>TOTAL ASSETS</b>	<b>28.98</b>	<b>29.74</b>
<b>I. EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity Share Capital	52.96	52.96
(b) Other Equity	(758.52)	(750.43)
<b>Total Equity</b>	<b>(705.55)</b>	<b>(697.47)</b>
<b>Liabilities</b>		
<b>(1) Non-Current Liabilities</b>		
(a) Financial liabilities	-	-
(i) Other Financial Liabilities	-	-
(b) Provisions	-	-
	-	-
<b>(2) Current Liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	645.56	639.78
<b>TOTAL</b> (ii) Trade payables	12.66	13.84
(iii) Other financial liabilities	76.13	73.46
(b) Other Current Liabilities	0.19	0.12
(c) Provisions	-	-
	734.53	727.21
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>28.98</b>	<b>29.74</b>
The figures of the previous period have been regrouped / reclassified / restated wherever necessary in order to make them comparable with figures for the quarter and current year ended 31.03.2022		

For SHREE NARMADA ALUMINIUM INDUSTRIES LTI

*Kantilal B. Patel*  
**Kantilal B Patel**

(Chairman and Managing Director and CEO)

*Milan R Patel*  
**Milan R Patel**  
 (Director)

DATE : 26th May 2022  
 PLACE : MUMBAI



**Shree Narmada Aluminium Industries Limited**

Registered Office: 95/1, Bharuch Palej Road, Bholav, Dist. Bharuch, Gujarat-392 001

Corporate Identity Number: L91110GJ1981PLC004269

Tel: +912642260624; E-mail: nalexbh@yahoo.co.in

**STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH 2022**

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter ended			Year Ended	
		31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
		Audited	Un-audited	Audited	Audited	Audited
I	Revenue from operations	-	-	-	-	-
II	Other Income	-	-	5.93	-	5.94
III	<b>Total Income (I+II)</b>	-	-	5.93	-	5.94
IV	<b>Expenses</b>					
	a) Cost of Materials Consumed	-	-	-	-	-
	b) Purchase of Stock -in-trade	-	-	-	-	-
	c) Change in inventories of finished goods, work-in-progress	-	-	-	-	-
	d) Employee Benefit Expenses	2.25	0.24	-	2.79	-
	e) Finance costs	-	-	-	-	-
	f) Depreciation and Amortisation Expenses	0.09	0.09	0.27	0.35	1.08
	g) Legal and Professional Fees	-	-	-	-	-
	h) Advertisement and Publicity	-	-	-	-	-
	i) Other Expenses	0.54	2.29	1.27	4.94	3.58
	<b>Total Expenses (IV)</b>	2.88	2.62	1.54	8.08	4.66
V	<b>Profit/(Loss) before exceptional items and tax (III-IV)</b>	(2.88)	(2.62)	4.38	(8.08)	1.27
VI	Exceptional Items	-	-	-	-	-
VII	<b>Profit/(Loss) before Tax</b>	(2.88)	(2.62)	4.38	(8.08)	1.27
VIII	<b>Tax Expense</b>					
	a) Current Tax	-	-	-	-	-
	b) Deferred Tax (Credit)/Charge	-	-	-	-	-
IX	<b>Profit for the period</b>	(2.88)	(2.62)	4.38	(8.08)	1.27
X	<b>Other Comprehensive Income</b>					
	<b>Items that will not be reclassified to profit or loss</b>					
	Remeasurement of the defined benefit plan	-	-	-	-	0.07
XI	<b>Total Comprehensive Income (IX+X)</b>	(2.88)	(2.62)	4.38	(8.08)	1.35
XII	<b>Paid up Equity Share Capital</b> (Face value Rs. 10/ per share)	52.96	52.96	52.96	52.96	52.96
XIII	<b>Earnings Per Share</b>					
	i) Basic & diluted EPS before Extraordinary items for the period (Not Annualised)	(0.55)	(0.50)	0.84	(1.55)	0.24
	ii) Basic & diluted EPS after Extraordinary items for the period (Not Annualised)	(0.55)	(0.50)	0.84	(1.55)	0.24

Notes:

- The financial results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on 26/05/2022. The Statutory Auditor of the Company have carried out a Limited Review of the aforesaid results.
- The Company is sick Company under Sick Industrial Companies Act, 1985. The company has received an order from Honourable High Court Gujarat dated 16.05.2008 which is under implementation. Meanwhile a secured creditor filed an application before Debt recovery Tribunal-III, Mumbai (DRT-III). On 05.01.2015 DRT-III, Mumbai passed an ex party Order for secured creditor with Physical possession of Secured property i.e. factory at Bharuch including that from third party. The secured creditor who was acting in consonance with the understanding for over the period of eight months, suddenly initiated steps for taking Possession without awaiting for further order on 06.08.2015. DRT-II Mumbai has appointed court receiver for the same. The said property is still in the possession of the court receiver. The matter is still pending before DRT-III, Mumbai. The Company is continuously making reasonable efforts to take relief from said order. The management based on various legal opinions believe that going concern is sustainable. Hence the accounts have accordingly been prepared on a going concern basis. The Auditors of the Company have put a "Qualification" on the aforesaid matters in the Limited Review Report for the quarter ended 31st March 2022.
- No provision for income tax is made in lieu of losses and Deferred tax assets is not recognized in the absence of reasonable/Virtual certainty to earn taxable income in future. Since the company is classified as sick company, provisions for MAT Under section 115JB of Income Tax Act, 1961 are not applicable.
- The Company is primarily engaged in the business of trading in aluminium and accordingly there are no separate reportable segments pursuant to IND AS 108.
- The formats for unaudited quarterly results is as prescribed under SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015, as modified to company with the requirements of SEBI's Circular dated July 5, 2016.

For and on behalf of Board of Directors

*Kantilal B. Patel*  
Kantilal B Patel  
Chairman and Managing Director and C

*Milans R. Pate*  
Milan R Pate  
Executive Director and C

Place: Mumbai  
Date: 26-May-2022