



INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

To the Resolution Professional of **GALADA POWER AND TELECOMMUNICATION LIMITED**

1. We have audited the accompanying financial results of **GALADA POWER AND TELECOMMUNICATION LIMITED**, B-6/3, I.D.A. Uppal, Hyderabad - 500 039, Telangana ("the Company") for the quarter ended 31st March 2022, and the year to date results for the period 1st April 2021 to 31st March 2022 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), read with Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016. These quarterly financial results as well as year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the Company's management have been signed by the CFO & Secretary of the company and taken on record by the Resolution Professional ('RP') (appointed by the Hyderabad Bench of National Company Law Tribunal ('NCLT') vide its order dated 14th August 2019 under Insolvency and Bankruptcy Code, 2016) . Our responsibility is to express an opinion on these financial results based on our audit of such interim financial results, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 "Interim Financial Reporting", specified under Section 133 of the Companies Act, 2013, read with Rule 7 of Companies (Accounts) Rules 2014 and other accounting principles generally accepted in India.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. The results for the Quarter ended 31st March 2022, are the balancing figures between audited figures in respect of the full financial year and the unaudited published figures up to the third quarter of the current financial year which were subjected to limited review by us.
5. *Basis for Qualified Conclusion:*
 - a. *As mentioned in Note Nos. 1 and 2 to the Financial Results, the Company has been referred to National Company Law Tribunal under the Insolvency and Bankruptcy Code, 2016 as amended, and there are no operations in the company and the net worth of the company as on the reporting date is negative and it continues to incur losses. Since the CIRP is currently in progress, as per the code, it is required that the company be managed as a going concern during the CIRP Period. Accordingly, the financial results are continued to be prepared on going concern basis. However, there exists a material uncertainty about the company's ability to continue as a going concern since the same is dependent upon the resolution plan and its concurrence from the Committee of Creditors (COC) and NCLT. The appropriateness of preparation of financial results on going concern basis is critically dependent upon outcome of the CIRP as specified in the code.*



- b. *As mentioned in Note No. 3 to the Financial Results, as part of CIRP, various claims have been submitted by the financial creditors, operational creditors, employees, and other creditors to the RP. Pending reconciliations and final outcome of the CIRP, accounting impact in the books of accounts has not been considered in respect of excess, short, or non-receipts of claims for operational and financial creditors. Claims received from aforesaid creditors in excess of the amounts appearing in books of account amounting to Rs. 2,106.48 crores are not provided in books of account. Further, interest on claims of financial creditors aggregating to Rs. 5.31 crores from 01.10.2019 to 31.03.2022 including Rs. 0.52 crores for the quarter ended 31.03.2022 is not provided in the books of account.*
- c. *As mentioned in Note No. 5 to the Financial Results, The Company has not assessed the plant and machinery and other fixed assets related to the Silvassa Plant for the impairment and the impairment loss, if any, has not been ascertained. The consequent effect of the same is not ascertainable.*
6. In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year-to-date results:
- i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015(Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July 2016 ('the circular') in this regard; and
 - ii) Subject to what is stated in paragraph 5 above, give a true and fair view of the net loss and other financial information for the quarter ended 31st March 2022 as well as the year-to-date results for the period from 1st April 2021 to 31st March 2022.

for K.S. Rao & Co.,
Chartered Accountants
Firms' Registration Number: 003109S


(V. VENKATESWARA RAO)

Partner

Membership Number: 229963
UDIN:22219209AKEIXO9608

Place : Hyderabad
Date : May 31,2022

GALADA POWER AND TELECOMMUNICATION LTD

P2/6 IDA BLOCK 111 UPPAL HYDERABAD TELENGANA 500039

Corporate Identity Number:L64203TG1972PLC001513

E-mail I.D: fa@galadapower.com; Website:www.galadapower.com

AUDITED STATEMENT OF FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED MARCH 31, 2022

Amount in Rs/Lakhs

Sl. No.	Particulars	Quarter ended			Year ended	
		31.03.2022	31.12.2021	31.03.2021	31.03.2022	31.03.2021
		(UNAUDITED)			AUDITED	
I.	Revenue from Operations					
	(a). Net Sales/Income from Operations	-	-	-	-	-
	(b) Other Operating Income	-	-	-	-	-
II.	Other Income:					
	a) Gain/(loss) of foreign exchange transactions	-	-	-	-	-
	b) Others	3	3	-	6	2
III.	Total Revenue (I+II)	3	3	-	6	2
IV.	Expenses					
	(a) Cost of Materials consumed	-	-	-	-	-
	(b) Purchase of stock-in-trade	-	-	-	-	-
	(c) Changes in inventories of finished goods,	-	-	-	-	-
	(d) Other direct expenses	-	-	-	-	-
	(e) Employee benefits expense	8	12	11	43	45
	(f) Finance Costs	10	9	5	32	15
	(g) Depreciation and amortisation expense	16	15	11	63	62
	(h) Other expenses	23	20	22	89	85
	Total Expenses (a to h)	57	56	49	227	207
V.	Profit before exceptional and extraordinary items and tax (III-IV)	(54)	(53)	(49)	(221)	(205)
VI.	Exceptional Item - Income/(Expenditure)	-	-	(24)	-	(24)
VII.	Profit before extraordinary items and tax (V-VI)	(54)	(53)	(73)	(221)	(229)
VIII.	Extraordinary items	-	-	-	-	-
IX.	Profit before tax (VII-VIII)	(54)	(53)	(73)	(221)	(229)
X	Tax expense					
	- Current Tax	-	-	-	-	-
	- Deferred Tax	-	-	-	-	-
	- Earlier Years	-	-	-	-	-
	- MAT Credit Entitlement	-	-	-	-	-
	Net Tax	-	-	-	-	-
XI.	Net Profit/(Loss) from ordinary activities after tax (IX-X)	(54)	(53)	(73)	(221)	(229)
XII.	Net Profit/(Loss) attributable to :	(54)	(53)	(73)	(221)	(229)
	- Non-controlling interest	-	-	-	-	-
XIII.	Total other comprehensive income, net of income tax	4	-	1	5	-
XIV.	Total comprehensive income for the period	(50)	(53)	(72)	(216)	(222)
XV.	Net Profit/(Loss) attributable to :	(50)	(53)	(72)	(216)	(222)
	- Non-controlling interest	-	-	-	-	-
XVI.	Paid-up equity share capital (Face value:Rs.10/-per share)	748.99	748.99	748.99	748.99	748.9
XVII.	Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year	-	-	-	(6,295)	(6,07)
XVIII.	Earnings per Share (of Rs.10/-each)[not annualised]					
	(a) Basic	(0.67)	(0.71)	(0.96)	(2.88)	(3.0)
	(b) Diluted	(0.67)	(0.71)	(0.96)	(2.88)	(3.0)
	(Calculated on net profit for the period attributable to Shareholders of the Company)					

Contd....

For Galada Power and Telecommunication Ltd.

V. Subramanian

Vice President, Secretary & CFO



[Signature]

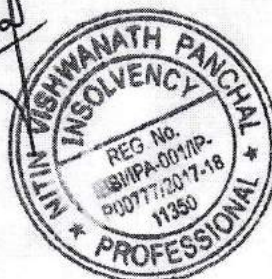


STATEMENT OF ASSETS AND LIABILITIES

Sl No	Particulars	As at	As at
		31.03.2022	31.03.2021
		(Audited)	(Audited)
A	ASSETS		
1.	Non Current Assets		
a)	Property, Plant and Equipment	542	605
b)	Financial Assets		
	Other financial assets	-	-
		542	605
2.	Current Assets		
(a)	Inventories	2	9
(b)	Financial Assets		
(i)	Trade receivables	-	-
(ii)	Cash and cash equivalents	451	6
(iii)	Bank balances other than above	-	-
(iv)	Others financial assets	13	13
(c)	Current Tax Assets (Net)	3	2
(d)	Other current assets	172	164
	Total Current Assets	641	194
	TOTAL ASSETS	1183	799
B	EQUITY AND LIABILITIES		
1.	Equity		
(a)	Equity share capital	749	749
(b)	Other equity	(6,295)	(6,079)
	Total Equity	(5,546)	(5,330)
2.	Liabilities		
	Non-current liabilities		
(a)	Financial Liabilities		
	Borrowings	-	-
(c)	Provisions	25	15
	Total Non Current Liabilities	25	15
	Current Liabilities		
a)	Financial Liabilities		
(i)	Borrowings	5351	5351
(ii)	Trade payables	557	418
(iii)	Other financial liabilities	770	308
(b)	Other Current Liabilities	11	9
(c)	Provisions	15	28
	Total Current Liabilities	6,704	6,114
	TOTAL EQUITY AND LIABILITIES	1183	799

For Galada Power and Telecommunication Ltd.

V. Subramanian
Vice President, Secretary & CFO



NOTES:

01. On 14.08.2019 Hon'ble National Company Law Tribunal (NCL T), Hyderabad Bench, had admitted the petition for initiating Corporate Insolvency Resolution Process (CIRP) under the Insolvency and Bankruptcy Code, 2016 (Code) vide its Order dated 14.08.2019 and appointed Mr. Nitin Panchal as the Interim Resolution Professional (IRP) in terms of IBC. Mr. Nitin Panchal was subsequently confirmed by the Committee of Creditors (CoC) as the Resolution Professional (RP). By an order dated 07.02.2020 NCLT has extended the CIRP period by another 60 days with effect from 10.02.2020. The resolution plans submitted by Resolution Applicants were not approved by CoC. In response to the application dated 03.12.2020 filed by the RP seeking the exclusion of COVID lockdown period, NCLT, Hyderabad bench vide its order dated 10.06.2021 has granted exclusion period of 106 days on account of COVID 19 with a direction to complete CIRP within the excluded period of 106 days with effect from 10.06.2021 i.e. 23.09.2021

The Resolution Professional received Resolution Plans from three applicants and e-voting was concluded on 17.09.2021. COC members approved the Resolution Plan of an applicant and the Resolution Professional submitted the approved plan to NCLT on 05.10.21. Further proceedings are in progress.

The resolution professional has relied upon the representations, clarifications and explanations provided by CFO and Secretary of the company in relation to the review of the aforesaid unaudited financial results and approved the same only to the limited extent of discharging the powers of the Board of Directors of the company which has been conferred upon him inter alia in terms of provisions of Section 17 of the Code.

02. Though there are no operations in the company and the net worth of the company as on the reporting date is negative and it continues to incur losses, the financial statements are being prepared on a going concern basis since Corporate Insolvency Resolution Process (CIRP) is currently in progress and as per the Code, it is required that the Company be managed as going concern during CIRP. The Company continues the process for ascertaining the realisable value for its Current Assets (inventories, trade, and other receivables) and necessary adjustments to the carrying value will be affected in due course, the impact of which is not ascertainable at this stage.
03. Pursuant to commencement of CIRP of the Company under Insolvency and Bankruptcy Code, 2016, there are various claims submitted by the financial creditors, operational creditors, employees, and other creditors to the RP. The overall obligations and liabilities including interest on loans and the principal amount of loans shall be determined during the CIRP. Pending final outcome of the CIRP, accounting impact in the books of accounts has not been considered in respect of excess, short or non-receipt of claims from operational and financial creditors. The difference between claims received by RP and the amounts already reflected in the books of account aggregating to Rs. 2,106.48 crores are not provided in books of account. Further, interest on claims of financial creditors aggregating to Rs. 5.31 crores from 01.10.2019 to 31.03.2022 including Rs. 0.52 crores for the quarter ended 31.03.2022 is not provided in the books of account.
04. The RP has filed a Miscellaneous Application IA 89/2020 with the Hyderabad Bench of NCLT, against the Company, contesting the payment of remuneration and repayment of unsecured loans to Managing Director and Executive Director respectively as 'Preferential Payments' invoking the applicable provisions of IBC, 2016 and the proceedings are in progress.

For Galada Power and Telecommunication Ltd.

V. Subramanian
Vice President, Secretary & CFO



05. The Company has not assessed the plant and machinery and other fixed assets related to the Silvassa Plant for impairment and the impairment loss has not been ascertained.
06. Interest on unpaid dividend is not provided to the extent of Rs. 360.38 lakhs up to 31.03.2022 including Rs. 3.48 Lakhs for the quarter ended 31.03.2022.
07. Complaints received from the shareholders during the period under report: Nil.
08. No segmental reporting is required as the Company is exclusively engaged in the manufacture of Conductors and related products.
09. Because of the inherent limitations of financial controls with reference to the financial statements, including possibility of collusion or improper management, override controls, material misstatements due to error or fraud may occur and may not be detected.
- The statement of accounts enclosed herewith are accepted by the Resolution Professional in his fiduciary capacity without accepting any personal liability and only for the purpose of statutory requirement. The resolution professional is not liable for any error or misstatement of the facts and figures, if any, in the accounts of M/s. Galada Power & Telecommunication Limited for the period ended 31.03.2022 and the same are only for the purpose of statutory compliance. This certificate is to be accepted as mere statutory compliance and not to be relied upon for taking any financial decision.
10. Figures of previous year have been re-arranged wherever necessary without any financial impact on the results.



For Galada Power and Telecommunication Ltd.

V. Subramanian
Vice President, Secretary & CFO

V. Subramanian
CFO & Secretary



Nitin V Panchal
Resolution Professional

Place : Hyderabad
Date : 31.05.2022