

AKSH OPTIFIBRE LIMITED

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Mohan Co-operative Industrial Estate, Mathura Road,
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Website : www.akshoptifibre.com
CIN NO. : L24305RJ1986PLC016132

June 11, 2021

To

National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra(E), Mumbai – 400051

BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Bombay-400 001

Subject: Outcome of Board Meeting pursuant to provisions of Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

Dear Sir,

This is to inform you that the Board of Directors of Aksh Optifibre Limited, in its meeting held on today, i.e. June 11, 2021 has approved:

1. The Audited Standalone and Consolidated Financial Results of the Company for the quarter and year ended March 31, 2021. Copy of Financial Results along with Auditors Report and the statement on impact of Audit Qualification is enclosed herewith.
2. The Appointment of K. G. Goyal & Associates, (Firm Registration Number: 000024), Cost Accountant as Cost Auditor of the Company in replacement of Sanjay Gupta & Associates to conduct the cost audit of cost records maintained for the financial year 2021-22 onwards.

Brief Profile of M/s. K. G. Goyal & Associates., is enclosed herewith.

The Board Meeting commenced at 3:00 P.M. and concluded at 7.11 P.M.

Please take the same on records.

Thanking you,
for **Aksh Optifibre Limited**



Gaurav Mehta
Chief-Corporate Affairs & Company Secretary

We smarten up your life..™

AKSH OPTIFIBRE LIMITED

Registered Office: F-1080, RIICO Industrial Area, Phase-III, Bhiwadi-301 019 (Rajasthan)
Corporate Office: A 32, 2nd Floor, Mohan Co- operative Indl. Estate, Mathura Road, New Delhi-110 044
Corporate Identification No. (CIN) : L24305RJ1986PLC016132

STANDALONE FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED MARCH 31, 2021

Rs. in lakhs except per share data

Sl. No.	Particulars	Quarter Ended			Year Ended	
		Mar/21	Dec/20	Mar/20	Mar/21	Mar/20
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
	Income					
I	Revenue from operations	6,463.91	6,132.35	5,548.14	24,646.49	24,996.88
II	Other income	105.72	310.29	212.68	632.72	517.56
III	Total income (I+II)	6,569.63	6,442.64	5,760.82	25,279.21	25,514.44
IV	Expenses					
a)	Cost of raw material and components consumed	3,363.51	3,001.99	3,121.71	12,243.53	11,473.19
b)	Purchase of traded goods	37.74	89.93	140.59	221.89	712.95
c)	(Increase)/ decrease in inventories of finished goods,work-in-progress and traded goods	(200.91)	137.53	(303.07)	184.98	1,828.84
d)	Employee benefit expenses	663.15	598.07	374.42	2,444.74	3,071.50
e)	Finance costs	586.97	519.42	719.16	2,163.27	2,634.66
f)	Depreciation and amortization expense	382.12	388.17	521.61	1,554.17	1,713.22
g)	Other expenses	1,417.10	1,549.52	1,338.38	6,071.20	5,741.57
	Total expense	6,249.68	6,284.63	5,912.80	24,883.78	27,175.93
V	Profit / (loss) before exceptional items and tax (III-IV)	319.95	158.01	(151.98)	395.43	(1,661.49)
VI	Exceptional Income/ (Expense)	(87.42)	-	(23,621.77)	(87.16)	(23,595.16)
VII	Profit / (loss) before tax (V+VI)	232.53	158.01	(23,773.75)	308.27	(25,256.65)
VIII	Tax Expense					
a)	Current tax	-	-	-	-	-
b)	Deferred tax charge / (credit)	75.61	32.56	5.69	68.09	(485.79)
c)	Earlier year tax	-	-	2.46	17.50	2.46
	Total tax expense	75.61	32.56	8.15	85.59	(483.33)
IX	Profit / (loss) for the year (VII-VIII)	156.92	125.45	(23,781.90)	222.68	(24,773.32)
X	Other Comprehensive Income					
i)	items that will not be reclassified to Profit or (Loss)	27.11	-	(241.77)	27.11	(246.93)
ii)	Income tax relating to these items	(7.90)	-	84.48	(7.90)	86.29
	Total Other Comprehensive Income	19.21	-	(157.29)	19.21	(160.64)
XI	Total Comprehensive income for the period (IX+X)	176.13	125.45	(23,939.19)	241.89	(24,933.96)
XII	Paid-up Equity Capital (Face Value Rs.5 each)	8,134.90	8,134.90	8,134.90	8,134.90	8,134.90
XIII	Other equity	-	-	-	18,562.84	18,320.95
XIV	Earning per equity share (Face Value Rs.5 each)					
	-Basic	0.10	0.08	(14.62)	0.14	(15.23)
	- Diluted	0.10	0.08	(14.62)	0.14	(15.23)

AKSH OPTIFIBRE LIMITED
Corporate Identification No. (CIN) : L24305RJ1986PLC016132
STANDALONE SEGMENT WISE REVENUE, RESULTS, ASSETS & LIABILITIES

Sl. No.	Particulars	Quarter Ended			Year Ended	Year Ended
		Mar/21	Dec/20	Mar/20	Mar/21	Mar/20
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
1	Segment Revenue					
	a. Manufacturing	5,426.41	5,122.94	4,942.23	20,590.27	21,711.49
	b. Trading	42.24	40.38	100.93	170.26	855.66
	c. Services	995.26	969.03	504.98	3,885.96	2,429.73
	Total	6,463.91	6,132.35	5,548.14	24,646.49	24,996.88
2	Segment Results (Profit/(loss)) (before tax and finance costs)					
	a. Manufacturing	684.14	583.58	410.28	1,988.49	1,052.93
	b. Trading	7.57	5.40	15.94	24.74	110.42
	c. Services	268.39	111.70	(216.88)	590.10	(120.68)
	Total	960.10	700.68	209.34	2,603.33	1,042.67
	(Add)/Less - Finance Costs	586.97	519.42	719.16	2,163.27	2,634.66
	- Interest (income)	(105.72)	(107.74)	(212.68)	(430.17)	(517.56)
	- Unallocated Expenses / (Income)	158.90	130.99	(145.17)	474.80	587.06
	Profit / (loss) after finance costs but before Exceptional Items	319.95	158.01	(151.97)	395.43	(1,661.49)
	Exceptional Income/(Expense)	(87.42)	-	(23,621.78)	(87.16)	(23,595.16)
	Profit / (loss) from Ordinary Activities before tax	232.53	158.01	(23,773.75)	308.27	(25,256.65)
3	Segment Assets					
	a. Manufacturing	28,890.57	29,821.76	32,970.48	28,890.57	32,970.48
	b. Trading	698.81	750.98	683.42	698.81	683.42
	c. Services	3,029.02	4,528.86	3,821.38	3,029.02	3,821.38
	d. Unallocated	22,270.06	19,169.82	19,451.97	22,270.06	19,451.97
	Total	54,888.46	54,271.42	56,927.25	54,888.46	56,927.25
4	Segment Liabilities					
	a. Manufacturing	25,439.86	23,505.42	26,164.91	25,439.86	26,164.91
	b. Trading	179.10	189.43	178.70	179.10	178.70
	c. Services	1,408.80	2,746.30	2,447.10	1,408.80	2,447.10
	d. Unallocated	1,162.96	1,308.66	1,680.69	1,162.96	1,680.69
	Total	28,190.72	27,749.81	30,471.40	28,190.72	30,471.40

Rs. In lakhs

AKSH OPTIFIBRE LIMITED
STADALONE AUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2021

Rs. In lakhs

Particulars	As at	
	Mar/21	Mar/20
Assets		
Non-current assets		
Property, Plant and Equipments	14,804.92	16,093.09
Capital work-in-progress	53.98	224.97
Intangible assets	62.01	98.60
Financial assets		
Investments	18,248.52	14,977.09
Loans	2,623.22	2,614.24
Other financial assets	118.00	633.32
Deferred tax assets (net)	208.83	356.02
Other non-current assets	274.63	273.35
	36,394.11	35,270.68
Current assets		
Inventories	3,638.84	4,171.27
Financial Assets		
Trade receivables	10,216.01	12,404.22
Cash and cash equivalents	246.74	548.05
Other Bank Balances	1,848.59	1,372.04
Loans	838.69	1,083.02
Other Financial Assets	220.92	121.09
Current tax assets (net)	99.64	122.65
Other current assets	1,384.92	1,834.23
	18,494.35	21,656.57
TOTAL	54,888.46	56,927.25
Equity and liabilities		
Shareholders' funds		
Equity Share capital	8,134.90	8,134.90
Other Equity	18,562.84	18,320.95
	26,697.74	26,455.85
Non-current liabilities		
Financial Liabilities		
Borrowings	2,231.49	4,760.18
Trade Payables		
(a) total outstanding dues to micro & small enterprises	-	15.16
(b) total outstanding dues other than above	-	836.94
Other Financial liabilities	422.34	449.13
Deferred tax liabilities (net)	-	-
Provisions	149.10	54.22
	2,802.93	6,115.63
Current liabilities		
Financial liabilities		
Borrowings	8,446.81	8,514.22
Trade payables		
(a) total outstanding dues to micro & small enterprises	215.21	207.22
(b) total outstanding dues other than above	7,175.60	7,459.44
Other financial liabilities	8,114.94	6,001.44
Other Current liabilities	849.22	699.74
Provisions	476.35	582.48
Current tax liabilities (net)	109.66	891.23
	25,387.79	24,355.77
TOTAL	54,888.46	56,927.25

AKSH OPTIFIBRE LIMITED
Standalone Cash Flow statement for the year ended March 31,2021

	Rs. in Lakhs	
Particulars	31/Mar/21	31/Mar/20
Cash flow from operating activities		
Profit/(Loss) before tax	308.27	(25,256.65)
Adjustment to reconcile profit before tax to net cash flows :		
Depreciation/amortization	1,554.17	1,713.22
Written of Capital work in progress	-	14,945.49
Provision made against Doubtful Debts	-	307.82
Provision for Diminution in value of Investment	-	8,593.73
Transitional Impact of Ind AS 116	-	(11.15)
(Profit)/Loss on sale of property, plant and equipment	2.44	(9.50)
Finance Costs	2,163.27	2,634.66
Other comprehensive income	27.11	(246.93)
Interest income	(430.17)	(517.56)
Operating profit before working capital changes	3,625.09	2,153.13
Movements in working capital:		
Increase / (Decrease) in trade payables, financial and other liabilities	(1,741.12)	(1,621.92)
Increase / (Decrease) in provisions	(11.25)	308.81
Decrease in trade receivable	2,188.21	5,603.50
Decrease/(Increase) in inventories	532.43	2,385.17
(Increase)/ Decrease in other assets	465.31	(283.52)
Cash generated from operations	5,058.67	8,545.18
Direct taxes paid	(704.86)	(298.80)
Net cash flow from in operating activities (A)	4,353.81	8,246.38
Cash flows from investing activities		
Purchase of property, plant and equipment, including intangible assets and capital work in progress	(42.59)	(406.40)
Decrease/(Increase) in Right to use of assets (Lease Assets)	(20.24)	(525.29)
Proceeds from sale of plant and equipment	1.99	256.14
Decrease/(Increase) in Capital advances/ payable for capex	(47.40)	(29.27)
Purchase of non-current investments	(3,271.44)	(575.05)
Interest received	484.14	225.20
Net cash flow (used in) investing activities (B)	(2,895.54)	(1,054.68)
Cash flow from financing activities		
(Repayment) of Long Term borrowings	(487.12)	(2,432.87)
Decrease/ (Increase) in loan & advances to related party	269.99	(37.67)
Decrease/ (Increase) in loan & advances to related party (pursuant to Ind AS 109)	(137.08)	456.42
Repayment of short-term borrowings	(67.41)	(2,198.95)
Dividend and tax thereon paid on equity shares	-	3.46
Interest paid	(1,337.96)	(2,553.34)
Net cash from financing activities (C)	(1,759.58)	(6,762.95)
Net increase/(decrease) in cash and cash equivalents (A + B + C)	(301.31)	428.75
Cash and cash equivalents at the beginning of the year	548.05	119.30
Cash and cash equivalents at the end of the year	246.74	548.05
Components of cash and cash equivalents		
Cash on hand	4.71	5.17
With banks on current account	234.61	535.46
Unpaid dividend accounts	7.42	7.42
Total cash and cash equivalents	246.74	548.05

Notes

- 1 The standalone financial results of the Company for the quarter/ year ended March 31, 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on June 11, 2021
- 2 The above statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind-AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable
- 3 Management has made an assessment of the impact of COVID 19 in preparation for these financial statements. Management has considered all relevant external and internal factors in the measurement of assets and liabilities including recoverability of carrying values of its assets and its liquidity position. No adjustment to key estimates and judgements that impact the financial statements have been identified. Since telecom networks have been identified as an essential service, the company is operating at its normal operating capacity at all locations. However, the impact assessment of COVID19 will be a continuing process given the uncertainties associated with its nature and duration and no significant impact is envisaged on the operations.
- 4 The Company has sent e-mail to Receivable / Payable / Advances paid / Advances received with request to confirm their balances out of which only few of parties have responded. Pending receipt of such confirmations the balances have been considered as per books as the management does not foresee any impact arising on account of it.
- 5 Consequent to the cash crunch faced by the company resulting into bank defaults, Company has submitted Restructuring proposal to the consortium of lenders which is under their consideration.
- 6 Consequent to Invocation of Stand by letter of credit (SBLC) of USD 44.57 lakhs (equivalent to Rs. 3,271.44 Lakhs) given by the Company's banker namely Union Bank of India for the company's wholly owned subsidiary namely AOL Technologies, FZE, the Investment in the subsidiary stands increased by the said amount.
- 7 The Subsidiary Company namely AOL Technologies FZE, Dubai has Capital work in progress as on 31st March 2021 amounting to Rs. 9,294.38 lakhs in respect of Optical Fibre Manufacturing Plant. Presently the project has been suspended due to paucity of funds but no impairment testing has performed by Subsidiary Company. In the absence of assessment of impairment, we are unable to comment on the recoverable amount with regard to said investment.
- 8 The Subsidiary Company namely AOL FZE, Dubai has been incurring losses from last few years, resulting in erosion of net worth. The Company is also in default with the Banks towards repayment of its borrowing obligation. Presently operation of subsidiary are suspended due to various reasons, however all value in financial results have been taken at cost and impairment testing has not been carried out by the management. In the absence of assessment of impairment, we are unable to comment on the recoverable amount with regard to said investment.
- 9 The figures for the corresponding previous period have been regrouped / reclassified wherever necessary, to make them comparable.

For and on behalf of the Board of Directors of
Aksh Optifibre Limited

Place : New Delhi
Date: 11-06-2021

Dr. Kailash S Choudhari
Chairman
DIN-00023824

CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED MARCH 31, 2021

Sl. No.	Particulars	Rs. in lakhs except per share data				
		Quarter Ended			Year Ended	
		Mar/21 (Unaudited)	Dec/20 (Unaudited)	Mar/20 (Unaudited)	Mar/21 Audited	Mar/20 Audited
	Income					
I	Revenue from operations	6,738.20	6,523.12	6,703.50	27,216.05	30,038.92
II	Other income	60.96	260.02	74.89	427.30	233.76
III	Total income (I+II)	6,799.16	6,783.14	6,778.39	27,643.35	30,272.68
IV	Expenses					
a)	Cost of raw material and components consumed	3,571.95	3,232.23	3,127.26	12,916.23	12,634.45
b)	Purchase of traded goods	37.74	89.93	505.92	221.89	1,078.28
c)	(Increase)/ decrease in inventories of finished goods, work-in-progress and traded goods	(274.87)	133.06	540.96	1,477.81	4,487.38
d)	Employee benefit expenses	854.02	795.01	593.04	3,268.34	4,163.28
e)	Finance costs	765.16	693.32	902.65	2,943.84	3,124.59
f)	Depreciation and amortization expense	570.71	614.97	803.43	2,453.56	2,518.06
g)	Other expenses	1,651.51	1,633.03	1,582.86	6,780.07	6,996.01
	Total expenses	7,176.22	7,191.55	8,056.12	30,061.74	35,002.05
V	Loss before exceptional items and tax (III-IV)	(377.06)	(408.41)	(1,277.73)	(2,418.39)	(4,729.37)
VI	Exceptional (Expense) / Income	(87.42)	-	(31,930.33)	(87.16)	(31,915.15)
VII	Loss before tax (V+VI)	(464.48)	(408.41)	(33,208.06)	(2,505.55)	(36,644.52)
VIII	Tax Expense					
a)	Current tax	-	-	-	-	-
b)	Deferred tax	57.61	9.80	(91.79)	15.91	(716.48)
c)	Earlier year taxes	0.20	-	2.46	17.71	2.46
	Total tax expense	57.81	9.80	(89.33)	33.62	(714.02)
IX	Loss for the year (VII-VIII)	(522.29)	(418.21)	(33,118.73)	(2,539.17)	(35,930.50)
X	Other Comprehensive Income					
a)	i) items that will not be reclassified to Profit or Loss	27.30	-	(241.32)	27.30	(246.48)
	II) Income Tax relating to these items	(7.94)	-	84.37	(7.94)	86.17
b)	i) items that will be reclassified to Profit or Loss	(315.32)	79.75	(603.75)	90.83	(231.10)
	II) Income Tax relating to these items	-	-	-	-	-
	Total Other Comprehensive Income	(295.96)	79.75	(760.70)	110.19	(391.41)
XI	Total Comprehensive income for the period (IX+X)	(818.25)	(338.46)	(33,879.43)	(2,428.98)	(36,321.91)
XII	Paid-up Equity Capital (Face Value Rs.5 each)	8,134.90	8,134.90	8,134.90	8,134.90	8,134.90
XIII	Other equity				2,181.21	4,610.20
XIV	Earning per equity share (Face Value Rs.5 each)					
	-Basic	(0.32)	(0.26)	(20.36)	(1.56)	(22.08)
	- Diluted	(0.32)	(0.26)	(20.36)	(1.56)	(22.08)

AKSH OPTIFIBRE LIMITED
Corporate Identification No. (CIN) : L24305RJ1986PLC016132
CONSOLIDATED SEGMENT WISE REVENUE, RESULTS & CAPITAL EMPLOYED

Rs in Lakhs

Sl. No.	Particulars	Quarter Ended			Year Ended	
		Mar/21	Dec/20	Mar/20	Mar/21	Mar/20
		(Unaudited)	(Unaudited)	(Unaudited)	Audited	Audited
1	Segment Revenue					
	a. Manufacturing	5,700.69	5,513.71	6,097.60	23,159.83	26,753.53
	b. Trading	42.24	40.38	100.93	170.26	855.66
	c. Services	995.27	969.03	504.97	3,885.96	2,429.73
	Total	6,738.20	6,523.12	6,703.50	27,216.05	30,038.92
2	Segment Results (Profit/(loss)) (before tax and finance costs)					
	a. Manufacturing	213.08	241.36	(575.48)	168.05	(1,343.71)
	b. Trading	7.57	5.40	15.94	24.74	110.42
	c. Services	268.39	111.70	(216.88)	590.10	(120.68)
	Total	489.04	358.46	(776.42)	782.89	(1,353.97)
	(Add)/Less - Finance Costs	765.16	693.32	902.65	2,943.84	3,124.59
	- Interest (income)	(58.49)	(54.24)	(74.89)	(214.68)	(233.76)
	- Unallocated Expenses / (Income)	159.43	127.79	(326.45)	472.12	484.57
	Loss after finance costs but before Exceptional Items	(377.06)	(408.41)	(1,277.73)	(2,418.39)	(4,729.37)
	Exceptional (Expense) /Income	(87.42)	-	(31,930.33)	(87.16)	(31,915.15)
	Loss from Ordinary Activities before tax	(464.48)	(408.41)	(33,208.06)	(2,505.55)	(36,644.52)
3	Segment Assets					
	a. Manufacturing	44,962.18	47,543.62	52,205.16	44,962.18	52,205.16
	b. Trading	1,636.20	1,690.63	1,775.03	1,636.20	1,775.03
	c. Services	3,029.02	4,528.86	3,821.38	3,029.02	3,821.38
	d. Unallocated	1,700.00	1,782.65	1,898.86	1,700.00	1,898.86
	Total	51,327.40	55,545.76	59,700.43	51,327.40	59,700.43
4	Segment Liabilities					
	a. Manufacturing	37,833.13	39,951.18	42,387.55	37,833.13	42,387.55
	b. Trading	938.28	947.58	960.76	938.28	960.76
	c. Services	1,408.80	2,746.30	2,447.10	1,408.80	2,447.10
	d. Unallocated	831.08	716.12	1,159.92	831.08	1,159.92
	Total	41,011.29	44,361.18	46,955.33	41,011.29	46,955.33

AKSH OPTIFIBRE LIMITED
CONSOLIDATED AUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2021
Rs. In lakhs

Particulars	As at	
	Mar/21	Mar/20
Assets		
Non-current assets		
Property, Plant and Equipments	23,733.22	25,896.35
Capital work-in-progress	9,214.49	9,402.23
Intangible assets	62.06	98.80
Financial assets		
Loans	238.28	266.14
Other financial assets	118.00	633.32
Deferred tax assets (net)	718.36	813.45
Other non-current assets	344.54	768.01
	34,428.95	37,878.30
Current assets		
Inventories	4,869.23	6,717.39
Financial Assets		
Trade receivables	7,713.70	9,954.88
Cash and cash equivalents	258.89	555.09
Other Bank Balances	1,874.82	1,597.55
Loans	552.35	533.49
Other Financial Assets	223.08	128.17
Current tax assets (net)	100.02	122.90
Other current assets	1,306.36	2,212.66
	16,898.45	21,822.13
TOTAL	51,327.40	59,700.43
Equity and liabilities		
Shareholders' funds		
Equity Share capital	8,134.90	8,134.90
Other Equity	2,181.21	4,610.20
Equity attributable to equity holders of the parent	10,316.11	12,745.10
Non-controlling interest	-	-
Total Equity	10,316.11	12,745.10
Non-current liabilities		
Financial Liabilities		
Borrowings	2,247.42	11,480.22
Trade Payables	-	15.16
(a) total outstanding dues to micro & small enterprises	-	836.94
(b) total outstanding dues other than above	2,422.33	2,474.54
Other Financial liabilities	-	-
Deferred tax liabilities (net)	324.84	163.81
Provisions	-	-
	4,994.59	14,970.67
Current liabilities		
Financial liabilities		
Borrowings	10,838.95	11,624.31
Trade payables	-	-
(a) total outstanding dues to micro & small enterprises	253.83	229.76
(b) total outstanding dues other than above	8,860.84	9,278.96
Other financial liabilities	14,357.60	8,598.87
Other Current liabilities	1,110.05	729.01
Provisions	485.77	632.52
Current tax liabilities (net)	109.66	891.23
	36,016.70	31,984.66
TOTAL	51,327.40	59,700.43

AKSH OPTIFIBRE LIMITED
Consolidated Cash Flow statement for the year ended March 31, 2021

	Rs. in Lakhs	
Particulars	31/Mar/21	31/Mar/20
Cash flow from operating activities		
Profit before tax	(2,505.55)	(36,644.52)
Adjustment to reconcile profit before tax to net cash flows :		
Depreciation/amortization	2,453.56	2,518.06
Written off CWIP	-	14,945.49
Provisions against advances	-	14,617.03
Provisions against trade receivable	-	2,644.78
(Profit) / Loss on sale of property, plant and equipment	2.44	(10.62)
Interest expense	2,943.84	3,124.59
Transition Impact of Ind AS 116	-	(223.30)
Other comprehensive income	118.13	(477.58)
Interest income	(214.69)	(233.76)
Operating profit before working capital changes	2,797.73	260.17
Movements in working capital:		
(Decrease)/Increase in trade payables and other liabilities	(141.88)	(75.69)
(Decrease)/Increase in provisions	14.28	342.56
Decrease in trade receivable	2,241.18	6,615.58
Decrease in inventories	1,848.16	5,539.30
(Increase)/Decrease in other assets	1,106.39	(433.90)
Cash generated from operations	7,865.86	12,248.02
Direct taxes paid	(705.07)	(308.67)
Net cash flow from in operating activities (A)	7,160.79	11,939.35
Cash flows from investing activities		
Purchase of property, plant and equipment, including intangible assets and capital work in progress	(29.20)	(1,509.64)
Decrease/(Increase) in Right to use of assets (Lease Assets)	(41.17)	(2,947.98)
Proceeds from sale of plant and equipment	1.99	3.60
Decrease/(Increase) in Capital advances / payable for capex	358.41	(189.35)
Interest received	214.69	233.76
Net cash flow (used in) investing activities (B)	504.72	(4,409.61)
Cash flow from financing activities		
Proceeds from long-term borrowings	-	-
(Repayment) of Term borrowings	(4,232.51)	(2,567.85)
Proceeds / (Repayment) from short-term borrowings	(785.36)	(1,478.67)
Dividend and tax thereon paid on equity shares	-	3.46
Interest paid	(2,943.84)	(3,124.59)
Net cash from financing activities (C)	(7,961.71)	(7,167.65)
Net increase/(decrease) in cash and cash equivalents (A + B +C)	(296.20)	362.09
Cash and cash equivalents at the beginning of the year	555.09	193.00
Cash and cash equivalents at the end of the year	258.89	555.09
Components of cash and cash equivalents		
Cash on hand	7.75	5.36
With banks on current account	243.72	542.31
Unpaid dividend accounts	7.42	7.42
Total cash and cash equivalents	258.89	555.09

Notes

- 1 The consolidated financial results of the Group for the quarter/ year ended 31st March 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 11th June 2021.
- 2 The above statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind-AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 3 Management of Group Companies has made an assessment of the impact of COVID 19 in preparation for these consolidated financial statements. Management has considered all relevant external and internal factors in the measurement of assets and liabilities including recoverability of carrying values of its assets and its liquidity position. No adjustment to key estimates and judgements that impact the consolidated financial statements have been identified. Since telecom networks have been identified as an essential service, the Group is operating at its normal operating capacity at all locations. However, the impact assessment of COVID19 will be a continuing process given the uncertainties associated with its nature and duration and no significant impact is envisaged on the operations.
- 4 The Holding Company has sent e-mail to Receivable / Payable / Advances paid / Advances received with request to confirm their balances out of which only few of parties have responded. Pending receipt of such confirmations the balances have been considered as per books as the management does not foresee any impact arising on account of it.
- 5 Consequent to the cash crunch faced by the Group resulting into bank defaults, Holding Company has submitted Restructuring proposal to the consortium of lenders which is under their consideration.
- 6 The Subsidiary Company namely AOL Technologies FZE, Dubai has Capital work in progress as on 31st March 2021 amounting to Rs. 9,294.38 lakhs in respect of Optical Fibre Manufacturing Plant. Presently the project has been suspended due to paucity of funds but no impairment testing has performed by Subsidiary Company. In the absence of assessment of impairment, we are unable to comment on the recoverable amount with regard to assets of subsidiary company.
- 7 The Subsidiary Company namely AOL FZE, Dubai has been incurring losses from last few years, resulting in erosion of net worth. The Subsidiary Company is also in default with the Banks towards repayment of its borrowing obligation. Presently operation of subsidiary are suspended due to various reasons, however all value in financial results have been taken at cost and impairment testing has not been carried out by the management. In the absence of assessment of impairment, we are unable to comment on the recoverable amount with regard to assets of subsidiary company.
- 8 The figures for the corresponding previous period have been regrouped / reclassified wherever necessary, to make them comparable.

For and on behalf of the Board of Directors of
Aksh Optifibre Limited

Dr. Kailash S Choudhari
Chairman
DIN-00023824

Place : New Delhi
Date: 11-06-2021



Independent Auditor's Report on Quarterly and Year to Date Standalone 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

Aksh Optifibre Limited

Report on the audit of Standalone Financial Results

Qualified Opinion

We have audited the annual standalone financial results of **Aksh Optifibre Limited** (the 'Company'), for the year ended 31st March, 2021 and the standalone statement of the balance sheet and the standalone statement of cash flows as at and for the year ended on that date attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by SEBI from time to time.

In our opinion and to the best of our information and according to the explanations given to us, except for possible effects of the matters described in the Basis for Qualified Opinion section of our report, the aforesaid standalone financial results:

- a) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b) 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 profit and other comprehensive income and other financial information for the year ended 31st March, 2021.

Basis for Qualified Opinion

- a) We draw your attention to note 7 to the standalone financial results, which states, the Subsidiary Company namely AOL Technologies FZE, Dubai has Capital work in progress as on 31st March 2021 amounting to Rs. 9,294.38 lakhs in respect of Optical Fibre Manufacturing Plant. Presently the project has been suspended due to paucity of funds and no impairment testing has been carried out by the Subsidiary Company. In the absence of assessment of impairment, we are unable to comment on the recoverable amount with regard to said investment.
- b) We draw your attention to note 8 to the standalone financial results, which states, the Subsidiary Company namely AOL FZE, Dubai has been incurring losses from last few years, resulting in erosion of net worth. The Company is also in default with the Banks towards repayment of its borrowing obligation. Presently operation of subsidiary are suspended due to various reasons, however all value in financial results have been taken at cost and impairment testing has not been carried out by the management. In the



absence of assessment of impairment, we are unable to comment on the recoverable amount with regard to said investment.

We are unable to ascertain the Impact of the above qualifications on the standalone financial results as mentioned above.

We conducted our audit of the standalone financial results in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone 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 ('ICAI') together with the ethical requirements that are relevant to our audit of the standalone 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 ICAI's 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 your attention to;

- a) Note 3 to the standalone financial results, which explains the uncertainties and the management's assessment of the financial impact related to COVID-19 pandemic situation, for which a definitive assessment of the impact in subsequent period is highly dependent on future economic developments and circumstances as they evolve.
- b) Note 4 to the standalone financial results regarding, balance confirmations of Receivable / Payables / Advances paid / Advances received. The Company has sent e-mail to parties with request to confirm their balances out of which only few have responded Pending receipt of such confirmations the balances have been considered as per books and the management does not foresee any impact arising on account of it.
- c) Note 5 to the standalone financial results, that all secured lenders have classified bank account of the Company with them as Non-Performing Assets (NPA) as per prescribed norms issued by Reserve Bank of India (RBI), although provision of interest in respect of such borrowings has been properly accounted for in books of accounts.
- d) Note 6 to the standalone financial results, regarding Invocation of Stand by letter of credit (SBLC) of USD 44.57 lakhs (equivalent to Rs. 3,271.44 Lakhs) given by the Company's banker namely Union Bank of India for the company's wholly owned subsidiary namely AOL Technologies, FZE, due to which the Investment in the subsidiary stands increased by the said amount.
- e) The Company has foreign currency payable aggregating to Rs 2,553.61 lakhs and Rs 354.18 lakhs which are outstanding for more than six months (extended to twelve months) and three years respectively, as of March 31,2021.The Company also has foreign currency receivable balances aggregating to Rs 3,722.39 lakhs which are outstanding for more than nine months (extended to fifteen months), as of March 31,2021. As on the date of signing of financial results, the Company is in the process of applying for necessary extension in consultation with RBI consultant. Management does not expect any material implication on account of delays under the existing regulations.

Our opinion is not modified in respect of point no (a) to (e) mentioned above.



Management's Responsibility for the Standalone Financial Results

These standalone financial results have been prepared on the basis of the standalone annual financial results. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in 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 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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 for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone financial results.

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

- a. Identify and assess the risks of material misstatement of the standalone 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.
- b. 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 through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial results in place and the operating effectiveness of such controls.



- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- d. 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 standalone 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.
- e. Evaluate the overall presentation, structure and content of the standalone 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 Matters

The standalone annual financial results include the results for the quarter ended 31 March 2021 being the balancing figures 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: New Delhi
Date: 11 June, 2021

For B G G & Associates
Chartered Accountants
FRN 016874N

CA Alok Kumar Bansal
Partner
Membership No.092854

UDIN: 21092854 AAAACR7726



Independent Auditor's Report on Quarterly and Year to Date Consolidated 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

Aksh Optifibre Limited

Report on the audit of Consolidated Financial Results

Qualified Opinion

We have audited the annual consolidated financial results of Aksh Optifibre Limited (the 'Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as the "Group") for the year ended 31st March, 2021 and the consolidated statement of the balance sheet and the consolidated statement of cash flows as at and for the year ended on that date attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by SEBI from time to time.

In our opinion and to the best of our information and according to the explanations given to us, except for possible effects of the matters described in the Basis for Qualified Opinion section of our report, the aforesaid consolidated financial results:

- a) Include the financial results of following entities:
 - i. AOL FZE (Foreign Subsidiary)
 - ii. AOL Technologies FZE (Foreign Subsidiary)
 - iii. Aksh Technologies (Mauritius) Limited (Foreign Subsidiary)
 - iv. AOL Composites (Jiangsu) Co. Limited (Foreign Step-down Subsidiary)
 - v. Aksh Composites Private Limited (Domestic Subsidiary)
- b) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- c) 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 loss and other comprehensive income and other financial information for the year ended 31st March, 2021.

Basis for Qualified Opinion

- a) We draw your attention to note 6 to the consolidated financial results, which states, the Subsidiary Company namely AOL Technologies FZE, Dubai has Capital work in progress as on 31st March 2021 amounting to Rs. 9,294.38 lakhs in respect of Optical Fibre Manufacturing Plant. Presently the project has been suspended due to paucity of funds and no impairment testing has carried out by the Subsidiary Company. In the absence of assessment of impairment, we are unable to comment on the recoverable amount with regard to assets of subsidiary company.



- b) We draw your attention to note 7 to the consolidated financial results, which states, the Subsidiary Company namely AOL FZE, Dubai has been incurring losses from last few years, resulting in erosion of net worth. The Subsidiary Company is also in default with the Banks towards repayment of its borrowing obligation. Presently operation of subsidiary are suspended due to various reasons, however all value in financial results have been taken at cost and impairment testing has not been carried out by the management. In the absence of assessment of impairment, we are unable to comment on the recoverable amount with regard to assets of subsidiary company.

We are unable to ascertain the Impact of the above qualifications on the consolidated financial results in respect of above-mentioned matter.

We conducted our audit of the consolidated financial results in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Results* section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') together with the ethical requirements that are relevant to our audit of the consolidated 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 ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion on consolidated financial results.

Emphasis of Matter

We draw your attention to;

- a) Note 3 to the consolidated financial results, which explains the uncertainties and the management's assessment of the financial impact related to COVID-19 pandemic situation, for which a definitive assessment of the impact in subsequent period is highly dependent on future economic developments and circumstances as they evolve.
- b) Note 4 to the consolidated financial results, regarding, balance confirmations of Receivable / Payable / Advances paid / Advances received. The Holding Company has sent e-mail to parties with request to confirm their balances out of which only few have responded Pending receipt of such confirmations the balances have been considered as per books as the management does not foresee any impact arising on account of it.
- c) Note 5 to the consolidated financial results, regarding that all secured lenders have classified bank account of the Company with them as Non-Performing Assets (NPA) as per prescribed norms issued by Reserve Bank of India (RBI), although provision of interest in respect of such borrowings has been properly accounted for in books of accounts.
- d) The Holding Company has foreign currency payable aggregating to Rs 2,553.61 lakhs and Rs 354.18 lakhs which are outstanding for more than six months (extended to twelve months) and three years respectively, as of March 31,2021.The Holding Company also has foreign currency receivable balances aggregating to Rs 3,722.39 lakhs which are outstanding for more than nine months (extended to fifteen months), as of March 31,2021. As on the date of signing of financial results, the Holding Company is in the process of applying for necessary extension in consultation with RBI consultant. Management does not expect any material implication on account of delays under the existing regulations.

Our opinion is not modified in respect of above-mentioned matters.



Management's Responsibility for the Consolidated Financial Results

These consolidated financial results have been prepared on the basis of the annual financial results. The Holding Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in 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. The respective Board of Directors of the Companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of each 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 consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error which have been used for the purpose of consolidated financial results by the Management and the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the Companies included in the Group are responsible for assessing the ability of each company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group is responsible for overseeing the financial reporting process of each Company.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial results.

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

- a. Identify and assess the risks of material misstatement of the consolidated 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.
- b. 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 through a separate report on the complete set of financial statements on whether the domestic company has adequate internal financial controls with reference to financial results in place and the operating effectiveness of such controls.



- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- d. 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 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 consolidated 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 Group to cease to continue as a going concern.
- e. Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- f. Obtain sufficient appropriate audit evidence regarding the financial results of entities within the Group to express an opinion on the consolidated financial results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are independent auditors. For the other entities included in consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in consolidated financial results of which we are the independent auditors 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.

We also performed procedures in accordance with the Circular No CIR/CFD/CMD1/44/2019 issued by the SEBI under Regulation 33 (8) of the Listing Regulations, (as amended), to the extent applicable.

Other Matters

- a. The Consolidated Financial results include the audited financial results of two subsidiaries whose Financial Results / statement reflect total assets of Rs. 2,087.97 lakhs as at 31st March, 2021, total revenue of Rs.289.90 lakhs and Rs.977.33 lakhs , total net loss after tax of Rs. 46.72 lakhs and Rs. 275.44 lakhs, total comprehensive income of Rs. (38.33) lakhs and Rs. (250.18) lakhs for the quarter ended 31st March 2021 and for the period from 01st April, 2020 to 31st March, 2021 respectively, and net cash inflow of Rs 5.93 lakhs for the year ended on that date, as considered in the consolidated Financial results, which have been audited by their respective independent auditors. The independent auditors' reports on audited financial results / statements of these entities have been furnished to us and our opinion on the consolidated Financial results, in so far as it relates to the amounts and disclosures included in respect of this entity, is based solely on the report of such auditor and the procedures performed by us are as stated in paragraph above.

Our Opinion on the consolidated annual financial results is not modified in respect of above matter with respect to our reliance on the work done and the report of other auditor.



- b. The Consolidated financial results / statements include the unaudited financial results of two subsidiaries and one step-down subsidiary, whose Financial Results / Statement reflect total assets of Rs. 19,779.44 lakhs as at 31st March, 2021, total revenue of Rs. 0.38 lakhs and Rs. 1,004.05 lakhs, total net loss after tax of Rs. 606.19 lakhs and Rs. 2,536.75 lakhs, total comprehensive income of Rs. (1,072.59) lakhs and Rs. (2,513.54) lakhs for the quarter ended 31st March, 2021 and for the period from 01st April, 2020 to 31st March, 2021 respectively and net cash outflow of Rs 0.82 lakhs for the year ended on that date, as considered in the consolidated Financial results / statements, which have not been audited. These financial results / statements are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial results / statements, in so far as it relates to the amounts and disclosure in respect of such subsidiary is based on such unaudited financial results.
- c. The consolidated annual financial results include the results for the quarter ended 31 March 2021 being the balancing figures 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: New Delhi
Date: 11th June, 2021

For B G G & Associates
Chartered Accountants



CA Alok Kumar Bansal
Partner
Membership No.092854

UDIN: 21092854AAAA CS 9A59

ANNEXURE I

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2021 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	25,279.21	25,279.21
	2.	Total Expenditure	24,883.78	24,883.78
	3.	Net Profit	241.89	241.89
	4.	Earnings Per Share	0.14	0.14
	5.	Total Assets	54,888.46	54,888.46
	6.	Total Liabilities	28,190.72	28,190.72
	7.	Net Worth	26,697.74	26,697.74
	8.	Any other financial item(s) (as felt appropriate by the management)	No	No
<u>Audit Qualification (each audit qualification separately):</u> a. Details of Audit Qualification: i. As explained in Note no 7 to the standalone financial results, which states, the Subsidiary Company namely AOL Technologies FZE, Dubai has Capital work in progress as on 31 st March 2021 amounting to Rs. 9,294.38 lakhs in respect of Optical Fibre Manufacturing Plant. Presently the project has been suspended due to paucity of funds and no impairment testing has been carried out by the Subsidiary Company. In the absence of assessment of impairment, we are unable to comment on the recoverable amount with regard to said investment. ii. As explained in Note no 8 to the standalone financial results, which states, the Subsidiary Company namely AOL FZE, Dubai has been incurring losses from last few years, resulting in erosion of net worth. The Company is also in default with the Banks towards repayment of its borrowing obligation. Presently operation of subsidiary are suspended due to various reasons, however all value in financial results have been taken at cost and impairment testing has not been carried out by the management. In the absence of assessment of impairment, we are unable to comment on the recoverable amount with regard to said investment. b. Type of Audit Qualification : Qualified Opinion c. Frequency of qualification: First time d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable				



e. For Audit Qualification(s) where the impact is not quantified by the auditor:

- (i) Management's estimation on the impact of audit qualification: Not Applicable
- (ii) If management is unable to estimate the impact, reasons for the same:
Due to COVID 19 Pandemic, Lockdown and travelling restrictions management is unable to estimate carrying value of Assets, hence no impairment testing has been done by the management.
- (iii) Auditors' Comments on II above: In the absence of such estimation on impairment testing, we are unable to comment on the impact, if any, of the same on the accompanying Standalone Financial Results

III. Signatories:

- CEO
- Process Leader (F&A)
- Audit Committee Chairman
- Statutory Auditor



Place: New Delhi

Date: 11.06.2021

ANNEXURE I

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2021 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	27,643.35	27,643.35
	2.	Total Expenditure	30,061.74	30,061.74
	3.	Net Loss	2,428.98	2,428.98
	4.	Earnings Per Share	(1.56)	(1.56)
	5.	Total Assets	51,327.40	51,327.40
	6.	Total Liabilities	41,011.29	41,011.29
	7.	Net Worth	10,316.11	10,316.11
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	<u>Audit Qualification (each audit qualification separately):</u>			
	a. Details of Audit Qualification:			
	i. As explained in Note no 6 to the consolidated financial results, which states, the Subsidiary Company namely AOL Technologies FZE, Dubai has Capital work in progress as on 31 st March 2021 amounting to Rs. 9,294.38 lakhs in respect of Optical Fibre Manufacturing Plant. Presently the project has been suspended due to paucity of funds but no impairment testing has performed by Subsidiary Company. In the absence of assessment of impairment, we are unable to quantify the impact of impairment amount on the recoverable amount with regard to assets of subsidiary company.			
	ii. As explained in Note no 7 to the consolidated financial results, which states, the Subsidiary Company namely AOL FZE, Dubai has been incurring losses from last few years, resulting net worth of subsidiary has eroded. The Company is also in default with Bank of Baroda towards repayment of borrowing obligation. Presently operation of subsidiary are suspended due to various reasons, however all value in financial results have been taken at cost and impairment testing has not been carried out by the management. In the absence of assessment of impairment, we are unable to quantify the impact of impairment on the recoverable amount with regard to assets of subsidiary company			
	b. Type of Audit Qualification: Qualified Opinion			
	c. Frequency of qualification: First time			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:- Not Applicable			



e. For Audit Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact of audit qualification: Not Applicable

(ii) If management is unable to estimate the impact, reasons for the same:

Due to COVID 19 Pandemic, Lockdown and travelling restrictions management is unable to estimate carrying value of Assets, hence no impairment testing has been done by the management.

(iii) Auditors' Comments on II above: In the absence of such estimation on impairment testing, we are unable to comment on the impact, if any, of the same on the accompanying Consolidated Financial Results

III. Signatories:

• CEO/Managing Director

• Process Leader (F&A)

• Audit Committee Chairman - sd/-

• Statutory Auditor



Place:

Date: 11-06-2021

PROFILE

- | | | |
|--------------------------------|---|--|
| 1. Name of the Firm | : | K. G. GOYAL & ASSOCIATES |
| 2 Reg date with ICWAI | : | Date of Reg. 11/07/1989 |
| 3 Firms Age/Experience | : | 31 Years |
| 4 Founder of the Firm | : | Late Shri K.G.Goyal (M-2719)
RCM of ICWAI (12 years)(NIRC)
CCM of ICWAI (3 years) (NIRC) |
| 5. Address of the Firm | : | 289, Mahaveer Nagar II
Maharani Farms, Jaipur-302018 |
| 6. Contract No of Sr. Partner | : | 9829373503 (Rajesh Goyal) |
| 7 Total No of Partners | : | Five (Whole time in Practice) |
| 8 No of Staff-CMA(Inter/Final) | : | Twenty Five |

9 Cost Audit experience in Central PSU

- a) Oil & Natural Gas Corp Ltd (Ankleshwar/ Ahmedabad/ Mehsana/ Cambey)
- b) Indian Oil Corp Limited (Panipat, Mathura, Digobi, Guwahati Refinery)
- c) Rashtriya Chemical & Fertilizers Ltd, (Thal and Trombay), Mumbai
- d) NTPC Limited (Unchahar, Auriya, Anta, Tanda Power Stations)
- e) THDC Limited, Rishikesh (Koteshwar, Tehri HPP and Lead Auditor)
- f) Power Grid Corp of India Ltd, Gurgaon (Power Transmission and Telecom)
- g) National Fertilisers Limited, Noida (Vijaypur I/II and Lead Auditor)
- h) NHPC LIMITED, Faridabad (Uri, Chamera, Dholiganga, Parbati HPP St.)
- i) Rastriya Ispat Nigam Limited, (VIZAG and Lead Auditor), Visakhapatnam

10 Cost Audit Experience with Pvt Sector

- 1) Reliance Industries Limited, Mumbai (Hazira, Patalganga and Gandhar)
- 2) Grasim Industries Limited, Mumbai (Shri Kumar Manglam Birla group)
- 3) Chambal Fertilizer & Chemicals Limited, (Shri KK Birla group) Kota
- 4) Shree Cement Limited (Shri H.M. Bangur Group), Bawar
- 5) Sulej Textile & Ind Ltd (Yarn/Garments Div) Mumbai (Shri KK Birla group)
- 6) National Engg Ind Limited, (NBC Bearing) (Shri CK Birla Group), Jaipur
- 7) Ericsson India Private Limited, Pune and Gurgaon (MNC)

(Kindly note that We are cost auditors of more than 50 other companies also having turnover > Rs 500 Crore).