



SHESHADRI INDUSTRIES LIMITED

Date: May 24, 2022

To
The General Manager
Department of Corporate Services
B. S. E. Limited
1st Floor, Rotunda Building
B.S.Marg, Fort
Mumbai - 400 001

Dear Sir,

Sub: Outcome of Board Meeting held on Tuesday, May 24, 2022
Ref: Regulation 30 and 33 of SEBI (LODR) Regulations, 2015.
Scrip Code: 539111

With reference to the above cited subject, we would like to inform you that the Board of Directors of the Company at their meeting held on Tuesday, 24th May, 2022 at the Registered Office of the Company have inter-alia, approved the following:

1. Approved the audited financial results of the company for the quarter and year ended 31st March, 2022.
2. Approved the appointment of the internal auditors of the company for the financial Year 2022-23.
3. Authorization under section 186 of the Companies Act, 2013 to give any corporate guarantee or provide any security in connection with loan to any other person or body corporate, subject to the approval of the members of the company.

The meeting commenced at 05: 05 PM and concluded at 05:45 PM.

We request you to take the above information on record and acknowledge the receipt of the same.

Yours faithfully,
For **SHESHADRI INDUSTRIES LIMITED**


JEETENDER KUMAR AGARWAL
Managing Director
DIN: 00041946



SHESHADRI INDUSTRIES LIMITED

| Audited Financial Results for The Quarter and Year ended on 31/03/2022 | | | | | |
|--|---------------------------|----------------------------|-------------------------|-------------------------|-------------------------|
| Particulars | (Rs.in Lakhs. except EPS) | | | | |
| | Quarter ended | | For the Year Ended | | |
| | 31.03.2022 (Audited) | 31.12.2021 (Un Audited) | 31.03.2021 (Audited) | 31.03.2022 (Audited) | 31.03.2021 (Audited) |
| I Revenue from operations | 1,829.72 | 2,590.74 | 28.35 | 7,956.25 | 3,157.59 |
| II Other income | 47.97 | 21.60 | 41.80 | 111.75 | 53.57 |
| III Total Income (I+II) | 1,877.69 | 2,612.34 | 70.15 | 8,068.00 | 3,211.17 |
| IV Expenses | | | | | |
| Cost of materials consumed | 1,467.08 | 1055.35 | (7.74) | 3,288.82 | 10.65 |
| Purchase of Stock in Trade | - | 1,227.98 | 7.65 | 3,336.33 | 2,452.75 |
| Change in inventories of finished goods, stock in trade and work in progress | (127.05) | (187.29) | 12.97 | (401.36) | 12.97 |
| Employee benefit Expenses | 18.73 | 20.12 | 6.38 | 51.92 | 27.57 |
| Finance costs | 34.84 | 66.97 | 74.61 | 246.40 | 323.42 |
| Depreciation and amortisation expenses | 46.09 | 47.67 | 33.74 | 189.01 | 210.84 |
| Other expenses | 322.07 | 274.20 | 212.24 | 806.35 | 281.23 |
| Total Expenses(IV) | 1,761.76 | 2,505.00 | 339.85 | 7,517.47 | 3,319.43 |
| V Profit before exceptional items and tax (III-IV) | 115.93 | 107.34 | (269.70) | 550.54 | (108.26) |
| VI Exceptional items | 440.05 | - | 50.51 | 440.05 | 50.51 |
| VII Tax expense: | | | | | |
| Current tax | - | - | - | - | - |
| Tax for Prior Period | - | - | 117.32 | - | 117.32 |
| Deferred tax | - | - | - | - | - |
| VIII Profit for the period (V-VI) | 555.98 | 107.34 | (336.52) | 990.59 | (175.09) |
| IX OTHER COMPREHENSIVE INCOME | | | | | |
| A-(i) Items that will be reclassified to the profit or loss | - | - | - | - | - |
| (ii) Income tax on items that will be reclassified to the profit or loss | - | - | - | - | - |
| B-(i) Items that will not be reclassified to the profit or loss | | | | | |
| a) Remeasurement of Defined employee benefit plans | - | - | - | - | - |
| (ii) Income tax on items that will not be reclassified to the profit or loss | - | - | - | - | - |
| Total Other Comprehensive Income (net of taxes) | - | - | - | - | - |
| Total Comprehensive Income for The Period | 555.98 | 107.34 | (336.52) | 990.59 | (175.09) |
| X Earnings per Equity share-Basic and diluted (not annualised) | 11.21 | 2.16 | (6.79) | 19.97 | (3.53) |
| Weighted average number of equity shares (In No's) | 4,959,577 | 4,959,577 | 4,959,577 | 4,959,577 | 4,959,577 |

Place : Secunderabad
Date : 24th May, 2022



For and on behalf of Board of Directors

Jeetender Kumar Agarwal
Managing Director

www.sheshadri.in

Registered office :
Surya Towers, 6th Floor, 105, S.P. Road,
Secunderabad - 500 003, Telangana, India.

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Cin No. L17291TG2009PLC064849



SHESHADRI INDUSTRIES LIMITED

Notes:

1. The above results were reviewed by the Audit committee and approved by the board of directors in their meetings held on May 24th, 2022.
2. The figures for three months ended on 31st March, 2022 and 31st March, 2021 are the balancing figures between audited figures in respect of the full FY and Published Year to date figures upto the nine months of the respective Financial Year.
3. These financial results have been prepared in accordance with 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.
4. The company's business activity falls within a single business segment i.e. Textile products in terms of IND AS 108 on operating segments
5. The Company has recorded accumulated losses of Rs. 3485.23 Lakhs as at 31st March, 2022. Resulting in negative net worth of Rs. 2650.44 lakhs and current liabilities exceed current assets by Rs. 4314.94 Lakhs. The accompanying financial statements have been prepared on a "Going Concern" basis by The Company based on a comfort Letter provided by the promoters for continued support to the company to meet its financial obligations, in order to enable the company to continue its operations in the foreseeable future. The Management is confident that they will meet the revised payment schedule given by the lender.
6. Profit on Sale of land Rs. 440.05 is considered as Exceptional Income.
7. The Company already Paid 87% of OTS amount to Andhra Bank. And also The Company will repay the Balance loan amount including Interest of Rs. 400.00 Lakhs by the end of 30.06.2022
8. The above mentioned Revenue from operations are disclosed net of GST collected on sales.
9. Previous year figures have been regrouped where ever necessary to conform current year classification.

Place : Secunderabad
Date : 24th May, 2022



For and on behalf of Board of Directors

Jeetender Kumar Agarwal
Managing Director



SHESHADRI INDUSTRIES LIMITED

Statement of Assets and Liabilities as at March 31, 2022

| Particulars | (₹ in Lakhs.) | |
|--|--------------------------------------|--------------------------------------|
| | As at March 31, 2022 (Audited) | As at March 31, 2021 (Audited) |
| ASSETS | | |
| Non-current assets | | |
| a) Property, plant and equipment | 3,504.08 | 3,625.15 |
| c) Intangible assets | 0.13 | 0.13 |
| d) Financial assets | | |
| - Loans | 4.78 | 0.44 |
| Total Non- Current Assets | 3,508.99 | 3,625.72 |
| Current assets | | |
| a) Inventories | 502.82 | 88.48 |
| b) Financial assets | | |
| i) Trade receivables | 14.23 | 29.31 |
| ii) Cash and cash equivalents | 17.83 | 170.97 |
| iv) Other financial assets | 176.93 | 0.34 |
| c) Other current assets | 461.03 | 336.22 |
| Total Current Assets | 1,172.84 | 625.32 |
| Total Assets | 4,681.83 | 4,251.04 |
| EQUITY AND LIABILITIES | | |
| EQUITY | | |
| a) Equity share capital | 495.96 | 495.96 |
| b) Other equity | (3,146.40) | (4,136.98) |
| Total Equity | (2,650.44) | (3,641.02) |
| Non current liabilities | | |
| a) Financial liabilities | | |
| -Borrowings | 1,835.32 | 2,814.60 |
| b) Provisions | 9.17 | 9.85 |
| Total Non - Current Liabilities | 1,844.49 | 2,824.45 |
| Current liabilities | | |
| a) Financial liabilities | | |
| i) Borrowings | 1,230.58 | 2,074.60 |
| ii) Trade payables | | |
| a) Micro, Small and Medium enterprises | 15.92 | 20.17 |
| b) Other than MSME | 2,291.84 | 1,171.13 |
| iii) Other financial liabilities | 497.93 | 418.16 |
| b) Other current liabilities | 1,245.10 | 1,163.45 |
| c) Provisions | 206.41 | 220.11 |
| Total Current Liabilities | 5,487.78 | 5,067.62 |
| Total Equity and liabilities | 4,681.83 | 4,251.05 |

For and on behalf of Board of Directors

Place : Secunderabad
Date : 24th May, 2022



Jeetender Kumar Agarwal
Managing Director

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SHESHADRI INDUSTRIES LIMITED

Cash flow Statement for the Year ended on March 31, 2022

| Particulars | (Amount in Lakhs) | |
|---|--|---|
| | For the Year ended March 31, 2022 (Audited) | For the year ended March 31, 2021 (Audited) |
| I Cash flow from operating activities: | | |
| A. Profit before tax | 550.53 | (175.09) |
| B. Adjustment for: | | |
| a. Depreciation and amortisation expense | 189.01 | 210.84 |
| b. Interest income | (0.46) | (0.39) |
| c. (Profit)/Loss on sale of fixed assets (Net) | (0.01) | 61.68 |
| d. Provisions Written back | (3.03) | (15.99) |
| e. Finance cost | 164.67 | 306.50 |
| f. Debit balance written off | 0.11 | 21.77 |
| g. Exceptional Tax Expenses | - | 117.32 |
| h. Interest on Unsecured Loans | 80.75 | 14.91 |
| C. Adjustment for movements in Working capital | 981.57 | 543.55 |
| a. Trade payables | 1,119.49 | (490.81) |
| b. Other liabilities and Provisions | 147.03 | 217.74 |
| c. Trade receivables | 14.97 | (11.68) |
| d. Inventories | (414.34) | 54.26 |
| e. Financial and other current assets (Net of fair value adjustment on deposits) | (165.64) | 41.92 |
| D. Cash generated from Operations | 1,683.08 | 354.99 |
| Less: Direct taxes Paid | (135.74) | (10.51) |
| Net cash flow from operating activities (I) | 1,547.34 | 344.48 |
| II Cash flows from investing activities | | |
| a. Purchase of fixed assets, including CWIP | (70.69) | (9.75) |
| b. Proceeds from sale of fixed assets | 2.75 | 109.60 |
| c. Maturity of security deposits | 4.35 | 2.66 |
| e. Proceeds from redemption/maturity of bank deposit | 165.97 | (162.44) |
| f. Interest received | 0.46 | 0.39 |
| Net cash flow from/ (used in) investing activities (II) | 102.84 | (59.54) |
| III Cash flows from financing activities | | |
| a. Interest paid | (0.98) | (150.42) |
| b. Repayment of loans and borrowings | (1,802.33) | 28.01 |
| Net cash flow from/ (used in) financing activities (III) | (1,803.31) | (122.40) |
| IV Net (decrease) in cash and cash equivalents (I + II + III) | (153.14) | 162.53 |
| Cash and cash equivalents at the beginning of the year | 170.97 | 8.45 |
| V Cash and cash equivalents at the end of the year | 17.83 | 170.98 |
| VI Components of cash and cash equivalents: | | |
| Me: a. Cash on hand | 8.06 | 5.00 |
| b. With banks | | |
| i. on current account | 9.77 | 165.97 |
| Total cash and cash equivalents (note no.12) | 17.83 | 170.97 |
| Significant accounting policies 2 & 3 | | |

The notes referred to above, form an integral part of financial Statements

As per our report of even date
For K.S.Rao & Co.
Chartered Accountants
Firms' Registration Number: 0031095

Place : Secunderabad
Date : 24th May, 2022

For and on behalf of Board of Directors
Sheshadri Industries Limited



J.K. Agarwal
Managing Director

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SHESHADRI INDUSTRIES LIMITED

ANNEXURE I

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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31.03.2022 [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 | 8508.05 | 8508.05 |
| | 2 | Total Expenditure | 7517.47 | 7756.20 |
| | 3 | . Net Profit/(Loss) | 990.57 | 751.85 |
| | 4 | Earnings Per Share | 19.97 | 15.16 |
| | 5 | Total Assets | 4681.83 | 4681.83 |
| | 6 | Total Liabilities | 4681.83 | 4681.83 |
| | 7 | Net Worth | (2650.43) | (2889.16) |
| | 8 | Any other financial item(s) (as felt appropriate by the management) | NA | NA |
| II. | Audit Qualification (each audit qualification separately): a. Details of Audit Qualification: 1. Short Providing of Interest on Bank Term Loans and Working Capital Limits and Statutory Outstanding Balances b. Type of Audit Qualification: Qualified Opinion c. Frequency of qualification: Repetitive from the Last Three years d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Management is confident to clear the dues of Banks in a Short Period. e. For Audit Qualification(s) where the impact is not quantified by the auditor: (i) Management's estimation on the impact of audit qualification: (ii) If management is unable to estimate the impact, reasons for the same: (iii) Auditors' Comments on (i) or (ii) above: | | | |
| III. | Signatories: <ul style="list-style-type: none"> CEO/Managing Director Audit Committee Chairman Statutory Auditor <p>Place: Hyderabad Date: 24.05.2022</p> | | | |



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Independent Auditor's Report on Quarterly and Year to Date Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015

To the Board of Directors of
Sheshadri Industries Limited.

Report on the audit of Financial Results

Qualified Opinion

We have audited the accompanying statement of quarterly and year to date Financial Results of Sheshadri Industries Limited, (the "Company") for the quarter and year ended March 31, 2022 ("statement") 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 (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to Us, the financial results:

i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other financial information for the quarter and year ended March 31, 2022.

Basis for Qualified Opinion

i) During the year under review, the company has provided Rs.79.77 Lakhs as interest on working capital loans and term loans with Andhra Bank as per Terms of Onetime Settlement proposal submitted with the Banks, which the company has failed to repay. Whereas interest as per Bank sanction letter without considering the Onetime Settlement scheme amounts to Rs. 280.06 Lakhs.

In the absence of statement of account/confirmation from the Banks and financial institutions the above amount has been arrived at as per calculation made by the Company.

ii) During the year the company has not provided interest on unpaid statutory dues amounting to Rs.38.44 Lakhs.

iii) Confirmation of balances was not obtained from Debtors, Creditors, loans and advances and other current assets. The management has not made any provision in the books of accounts.

Consequent to the above, profit for the period was overstated and Liabilities as on 31st March 2022 was understated and Shareholders funds are overstated to this extent.





We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the statement section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our Qualified opinion.

Material Uncertainty Related to Going Concern

As stated in note no 4 of the statement, the Company has recorded accumulated losses of Rs. 3485.23 lakhs as at 31st March 2022, resulting in completed erosion of net worth and current liabilities exceed current assets by Rs.4314.94 Lakhs. Further there were lower cash inflows from existing business activities and the Company has defaulted in payment of dues to banks/ Financial Institutions and could not comply with the original terms of sanction and /or repayment schedule of the lending institutions and banks. However, during the quarter financial institutions were given revised payment schedule. This assessment of uncertainty is based on the repayment terms meet by the company.

Managements and Board of Directors Responsibilities for the Statement

These financial results have been prepared on the basis of the annual audited financial statements. and has been approved by the Company's Board of Directors. The Company's Board of Directors are responsible for the preparation and presentation of the statement that give a true and fair view of the net profit and other comprehensive income. 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 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 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 Management and 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 Statement

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 scepticism 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.
- Evaluate the appropriateness of reasonableness of disclosures made by Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations to the extent applicable.
- Obtain sufficient appropriate audit evidence regarding the Annual Financial Results of the company to express an opinion on the Annual Financial Results.





Materiality is the magnitude of misstatements in the Annual Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Financial Results may be influenced. We consider quantitative materiality and quantitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Financial Results.

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

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

Other Matter

The Statement includes the results for the quarter ended March 31, 2022, being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us.

Place : Hyderabad
Date : 24.05.2022

for K.S Rao & CO.
Chartered Accountants
Firm's Regn No. 003109S



M. N. Prasad
(M. Naga Prasad)
Partner

Membership No. 231388

UDIN: 22231388AJMMBO5352