

BTL/SE/Reg. 30/2022-2023

Date: April 11, 2022

BSE Ltd. First Floor, New Trading Ring, Rotunda Building, Phiroze Jeejeebhoy Towers, Dalal Street, Fort, Mumbai – 400001	National Stock Exchange of India Ltd. “Exchange Plaza”, Plot no. C/1, G. Block Bandra-Kurla Complex, Bandra (E) Mumbai – 400051
BSE Scrip Code – 542932	NSE Symbol – BIRLATYRE

Sub: Outcome of Board Meeting held on Monday, April 11, 2022

Dear Sir / Madam,

In continuation to our letter under reference BTL/SE/Reg. 29/2022-2023 dated April 04, 2022 and pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (SEBI – LODR Regulations) we wish to inform you that the Board of Directors of the Company at its Meeting held today i.e. April 11, 2022 have, *inter alia*, approved the Audited Financial Statements of the Company for the quarter and year ended March 31, 2022, as recommended by the Audit Committee.

Pursuant to Regulation 33 of the SEBI – LODR Regulations, we enclose herewith the Statements showing the Audited Financial Results of the Company and Report of the Auditors for the quarter and year ended March 31, 2022.

The Report of the Auditors are with unmodified opinion with respect to the Audited Financial Results of the Company for the quarter and year ended March 31, 2022.

Further, in compliance with Regulation 30 read with Schedule III Part A of SEBI – LODR Regulations, please be informed that the Board of Directors at its Meeting held today, based on the recommendations of the Nomination and Remuneration Committee, approved the re-appointment of Mr. Kashi Prasad Khandelwal (DIN: 00748523) as an Independent Director of the Company for a second term of 5 years from the conclusion of the Company's Fourth Annual General Meeting up to the conclusion of the Company's Ninth Annual General Meeting, subject to the approval of the Members at the ensuing Annual General Meeting.

In compliance with SEBI Order dated June 14, 2018 to the Stock Exchanges and further SEBI Circular No. LIST/COMP/14/2018-19 dated June 20, 2018, this is to confirm that Mr. Kashi Prasad Khandelwal is not debarred from holding the office of the Director by virtue of any SEBI order or any other authority.

Brief profile of Mr. Khandelwal is appended herewith as **Annexure I**.

The Meeting commenced at 4:30 P.M. and concluded at 10:15 P.M.



We request you to take the above on record and that the same be treated as compliance under the applicable regulation(s) under the SEBI LODR.

Thanking you.

Yours faithfully,
For Birla Tyres Limited



Saurabh Mantri
Company Secretary & Compliance Officer

Encl: As above



Annexure - 1

Brief profile of Mr. Kashi Prasad Khandelwal:

Reason for change	Re-appointment
Date of appointment & term of appointment	The second term of Mr. Kashi Prasad Khandelwal as Independent Director of the Company will be effective from the conclusion of the Company's Fourth Annual General Meeting up to the conclusion of the Company's Ninth Annual General Meeting, subject to the approval of the Members at the ensuing Annual General Meeting.
Brief profile	Mr. Kashi Prasad Khandelwal is a practicing Chartered Accountant having a professional standing of over four decades. A former Chairman of the Eastern India Regional Council of The Institute of Chartered Accountants of India ("ICAI"), Mr. Khandelwal has spent three consecutive terms as well as a Member in the ICAI Central Council. Mr. Kashi Prasad Khandelwal is an Independent Director on the Boards of GPT Infraprojects Ltd, GPT Healthcare Ltd., LIC Housing Finance Limited and Kesoram Industries Limited.
Qualifications	Chartered Accountant
Disclosure of relationship between directors	He is not related to any of the Promoters, Promoter Group or Directors of the Company



BIRLA TYRES LIMITED

Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001

Statement of Financial Results for the quarter and year ended 31st March, 2022

(Approved by the Board of Directors on 11th April, 2022 after review thereof by the Audit Committee)

Rs./Lakhs

Sl. No.	Particulars	Current three months ended 31/03/2022 (Unaudited)	Preceding three months ended 31/12/2021 (Unaudited)	Corresponding three months ended in the previous year 31/03/2021 (Unaudited)	Current year ended 31/03/2022 (Audited)	Previous Year ended 31/03/2021 (Audited)
1	Income					
	a) Revenue from Operations	104.12	100.72	2,142.87	541.64	13,736.44
	b) Other Income	449.27	163.92	1,508.96	1,702.64	1,573.58
	Total Income [1(a) + 1(b)]	553.39	264.64	3,651.83	2,244.28	15,310.02
2	Expenses					
	a) Cost of Materials consumed	-	-	1,462.27	-	6,821.30
	b) Purchases of stock-in-trade	-	-	86.25	-	288.62
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	604.43	228.52	60.93	1,097.43	1,961.78
	d) Employee benefits expense	(255.80)	410.23	1,560.71	1,233.17	8,851.42
	e) Depreciation and amortisation expense	672.79	753.05	797.59	2,960.54	3,329.07
	f) Finance Costs	4,607.04	4,544.03	3,001.27	17,614.97	16,235.85
	g) Other expenses	393.61	380.00	1,689.24	1,353.51	6,584.66
	Total Expenses [2(a) to 2(g)]	6,022.07	6,315.83	8,658.26	24,259.62	44,072.70
3	Profit/(Loss) before exceptional items and tax (1-2)	(5,468.68)	(6,051.19)	(5,006.43)	(22,015.34)	(28,762.68)
4	Exceptional items (Net) (Refer Note 5)	(39,026.48)	(4,525.22)	-	(43,551.70)	-
5	Profit /(Loss) before tax (3+4)	(44,495.16)	(10,576.41)	(5,006.43)	(65,567.04)	(28,762.68)
6	Tax expense					
	a) Current tax charge / (credit)	-	-	-	-	-
	b) Deferred tax charge / (credit)	-	-	-	-	-
7	Net Profit /(Loss) for the period (5-6)	(44,495.16)	(10,576.41)	(5,006.43)	(65,567.04)	(28,762.68)
8	Other Comprehensive Income					
	a. Items that will not be reclassified to the Statement of Profit and Loss:					
	Remeasurements of the defined benefit plans	(173.59)	96.92	559.22	115.06	384.89
	b. Income tax relating to items that will not be reclassified to the Statement of Profit and Loss	-	-	-	-	-
9	Total Comprehensive Income/(Loss) (7+8)	(44,668.75)	(10,479.49)	(4,447.21)	(65,451.98)	(28,377.79)
10	Paid-up equity share capital (Face value Rs. 10/-per share)	14,259.01	14,259.01	14,259.01	14,259.01	14,259.01
11	Reserves excluding Revaluation Reserve	-	-	-	(1,36,395.88)	(70,943.90)
12	Earnings Per Share (EPS) (Not Annualised) [Face value of Rs.10/- per share]					
a)	Basic EPS	Rs. (31.20)	(7.42)	(3.51)	(45.98)	(20.17)
b)	Diluted EPS	Rs. (31.20)	(7.42)	(3.51)	(45.98)	(20.17)

BIRLA TYRES LIMITED

Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001

Statement of Financial Results for the year ended 31st March, 2022

(Approved by the Board of Directors on 11th April, 2022 after review thereof by the Audit Committee)

Rs./Lakhs

Statement of Assets & Liabilities

Particulars	As at 31/03/2022	As at 31/03/2021
	(Audited)	(Audited)
A. ASSETS		
(1) NON-CURRENT ASSETS		
(a) Property, Plant and Equipment	44,724.08	47,623.32
(b) Capital work-in-progress	33,972.40	77,524.20
(c) Right of use asset	9.71	79.18
(d) Other intangible assets	-	-
(e) Financial assets		
(i) Other financial assets	439.08	413.21
(f) Income tax asset (net)	8.21	5.53
(g) Other non-current assets	6,473.77	6,647.94
Total Non-Current Assets	85,627.25	1,32,293.38
(2) CURRENT ASSETS		
(a) Inventories	2,829.97	4,160.35
(b) Financial assets		
(i) Trade receivables	10,335.97	10,626.07
(ii) Cash and cash equivalents	12.21	133.57
(iii) Other bank balances	100.70	161.20
(iv) Loans	12.15	38.97
(v) Other financial assets	10.50	59.73
(c) Other current assets	1,839.69	2,258.06
Total Current Assets	15,141.19	17,437.95
TOTAL ASSETS	1,00,768.44	1,49,731.33
B. EQUITY AND LIABILITIES		
(1) EQUITY		
(a) Equity share capital	14,259.01	14,259.01
(b) Other equity	(1,36,395.88)	(70,943.90)
Total Equity	(1,22,136.87)	(56,684.89)
(2) NON-CURRENT LIABILITIES		
(a) Financial liabilities		
(i) Lease Liability	-	11.83
(ii) Other financial liabilities	1,324.33	1,522.76
(b) Provisions	510.58	909.43
(c) Deferred tax liabilities (net)	-	-
Total Non-Current Liabilities	1,834.91	2,444.02
(3) CURRENT LIABILITIES		
(a) Financial liabilities		
(i) Borrowings (Refer Note 4)	1,13,810.74	98,300.97
(ii) Lease Liability	12.54	76.45
(iii) Trade payables		
Total outstanding dues of micro enterprises and small enterprises	496.02	491.35
Total outstanding dues of creditors other than micro enterprises and small enterprises	25,860.16	26,579.01
(iv) Other financial liabilities	67,350.55	64,608.54
(b) Provisions	4,886.44	5,470.69
(c) Other current liabilities	8,653.95	8,445.19
Total Current Liabilities	2,21,070.40	2,03,972.20
TOTAL EQUITY AND LIABILITIES	1,00,768.44	1,49,731.33

BIRLA TYRES LIMITED

Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001

Statement of Cash Flow for year ended 31st March, 2022

(Approved by the Board of Directors on 11th April, 2022 after review thereof by the Audit Committee)

Rs./Lakhs

Particulars	Year ended 31/03/2022	Year ended 31/03/2021
A. Cash Flow From Operating Activities		
Net Loss before tax	(65,567.04)	(28,762.68)
Adjustments for:		
Depreciation and amortisation	2,960.54	3,329.07
Provision for bad and doubtful debts charged	14.92	528.65
Provision for warranty written back	(837.00)	(1,160.55)
Finance costs	17,614.97	16,235.85
Loss on sale of property, plant and equipment (net)	0.32	28.80
Right of use asset written off (net)	-	(63.48)
Liabilities / Provision no longer required written back	(1,489.11)	(1,475.90)
Impairments on CWIP	43,551.70	-
Interest income	(35.16)	(51.52)
Demurrage Charges written back	(393.40)	-
Provision for GST Receivable	64.46	-
Inventory Written off	180.56	-
Operating loss before working capital changes	(3,934.24)	(11,391.76)
Changes in Working Capital:		
Increase in Non-Current / Current financial and other liabilities/provisions	461.54	2,332.91
Decrease in Non-Current / Current financial and other assets	850.94	2,877.61
Decrease in inventories	1,149.02	3,522.26
Cash Used in Operations	(1,472.74)	(2,658.98)
Direct Taxes paid (net of refunds)	(2.69)	(5.53)
Net cash used in operating activities	(1,475.43)	(2,664.51)
B. Cash flow from Investing Activities:		
Purchase of property, plant and equipment/capital advance given	(0.53)	(86.76)
Proceeds from sale of property, plant and equipment	3.47	19.92
Interest received	35.16	51.85
Proceeds from Bank Deposit	60.35	1,566.55
Net cash generated from investing activities	98.45	1,551.56
C. Cash flow from Financing Activities		
Finance cost paid	(103.23)	(222.95)
Finance cost refund received	115.56	-
Proceeds from loans and advances from body corporate	2,437.29	3,607.66
Proceeds from loan from director	-	73.05
Payment of Lease obligations	(75.58)	(212.00)
Repayment of Short term borrowings	(455.23)	(252.10)
Net cash generated from financing activities	1,918.81	2,993.66
Net decrease in cash and cash equivalents	541.83	1,880.71
Cash and cash equivalents at the beginning of the year	133.57	316.02
Conversion of Short term borrowings into Cash Credit	(1,781.34)	(7,478.98)
Cash credits at the beginning of the year	(16,881.51)	(11,465.69)
Adjusted cash & cash equivalents at the beginning of the year	(18,529.28)	(18,628.65)
Cash & cash equivalents at the end of the year	(17,987.45)	(16,747.94)

Particulars	As at 31/03/2022	As at 31/03/2021
Cash and Cash Equivalents comprise:		
Cash on hand	2.95	3.81
Balances with banks on current account	9.26	129.76
Cash credits at the end of the year	(17,999.66)	(16,881.51)
	(17,987.45)	(16,747.94)

BIRLA TYRES LIMITED**Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001****Statement of Financial Results for the year ended 31st March, 2022****(Approved by the Board of Directors on 11th April, 2022 after review thereof by the Audit Committee)**

- 1 Other Comprehensive Income includes re-measurement gains/ (losses) on actuarial valuation of post-employment defined benefits. These items will not be reclassified to profit or loss.
- 2 The Central Government has published The Code on Social Security, 2020 and Industrial Relations Code, 2020 ("the Codes") in the Gazette of India, inter alia, subsuming various existing labour and industrial laws which deals with employees related benefits including post employment. The effective date of the code and the rules are yet to be notified. The impact of the legislative changes, if any, will be assessed and recognised post notification of the relevant provisions.
- 3 The Company has only one business segment, i.e. "Tyres" and does not operate in any other reportable segment as per IND AS 108 - "Operating Segments".
- 4 The Company has incurred losses during the previous periods/years and has continued to incur losses during the current year, primarily due to lower sales volume and finance costs which have resulted in erosion in net worth as at March 31, 2022. The total debt of the Company including interest accrued as at March 31, 2022 amounts to Rs. 1,13,810.74 Lakhs. The Current liability as at March 31, 2022 exceeded its total asset by Rs. 1,20,301.96 lakhs. The Company has defaulted in repayment of term loans, letter of credit, working capital facilities, and related interest payable to lenders and has not complied with financial debt covenants. The default under term loans and working capital facilities along with the accrued interest thereon gives right to the lenders to recall these facilities immediately, necessitating the Company to reclassify such term loans as current liabilities. The Company has received letter from lead banker to regularize the loan account amounting to Rs. 54,929.16 Lakhs (including accrued interest). In addition to the same, the Company has received recall letters or demand notice from other lenders pertaining to loan amounting to Rs. 14,542.84 Lakhs (including accrued interest). Further, the Company has received notices from some lenders under section 13(2) of Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 ("SARFAESI Act") amounting to Rs. 34,477.37 Lakhs (including accrued interest) to pay the entire outstanding amount. Subsequently, the Company has raised objections to these notices received from lenders within specified time under Section 13 (2) of the SARFAESI Act. As on the date of approval of the financial statements/results, the lenders have not rejected the Company's objections under Section 13(3A) of the SARFAESI Act except one of the lenders who has sought to dispose of the objections but the Company has once again raised objections which has not been responded to. However, there have been no enforcements under the SARFAESI Act. As on the date of approval of the financial statements/results, the Company has not received any further notices/ demand or call letters from any other secured lenders under the SARFAESI Act or any other law.

In addition, the Company has long outstanding over dues in respect to trade payables (including employee benefit liabilities) and statutory dues amounting to Rs. 32,139.90 Lakhs as at March 31, 2022. Consequent to the non-availability of funds to meet the working capital requirements, the operations of the Company are currently halted.

The aforesaid conditions indicate stress on liquidity and existence of material uncertainties which cast significant doubt on the Company's ability to continue as a going concern and consequently, it's ability to realise its assets and discharge its liabilities in the normal course of business.

The Company had received non-binding proposals from investors which had been discussed with the lenders in the joint lenders meeting. The validity of these non-binding proposals from investors has since elapsed. The Board of Directors of the Company have approved a "Scheme of Arrangement for capital reduction of the Company, demerger of Passenger Car Radial Business into its Group Company, Birla Tyre Radials Limited" (the Scheme). The Scheme approval, when it progresses substantially, will facilitate to move forward with one of the above referred non-binding proposals. The proposal for infusion of funds by the investor is subject to the approval and successful implementation of the Scheme. The proposed Scheme has been submitted to the lenders for their evaluation.

The Company has filed the Scheme with the stock exchanges. The queries raised by the stock exchanges have been responded too and the scheme is currently pending approval of the stock exchanges before it can be filed with NCLT.

The approval of the Scheme is subject to necessary approval of the lenders, creditors, shareholders and the NCLT which is wholly beyond the control of the Company. Accordingly, Company's ability to continue as a going concern is dependent upon the approval of the scheme and successful implementation thereafter.

The Board of Director's are reasonably certain that the Scheme will be approved in its present form and the Company will be able to successfully implement the approved scheme and have concluded that the going concern assumption is appropriate. Accordingly, these financial statement/ results have been prepared on the basis that the Company will continue as a going concern.

- 5 The carrying amount of capital work in progress was Rs 77,524.20 Lakhs as on 31st March 2021. During the current year, the Company has carried out an impairment assessment and recognised an impairment loss of Rs 43,551.70 Lakhs, which has been recognized as an Exceptional Item in the Statement of Profit and Loss for the year ended 31st March 2022. The assessment was based on the fair value less cost of disposal ascertained by an independent valuer. The valuer has adopted cost approach (combination of reproduction and replacement method) to arrive at estimated depreciated replacement cost which was further adjusted with cost of disposal to arrive at orderly liquidated value which is the representation of fair value less cost of disposal. Suitable adjustments were factored for inflation, exchange fluctuation, custom duty, physical & functional deterioration, expected useful life of assets and other relevant soft cost.
- 6 The Company has received an order of the Competition Commission of India ("CCI") on 11 February 2022 under section 3 of the Competition Act, 2002 imposing a penalty of Rs 17,833 Lakhs for alleged cartelization by the Company. The Company has filed an appeal against the order before the National Company Law Appellate Tribunal ("NCLAT") on 8 April, 2022. The Company, based on a legal opinion, believes that it has strong case in this matter and accordingly no provision is considered necessary in respect of this matter in the Financial Results
- 7 The Company has declared "No Work No Pay" on account of the strike by the workers which is illegal. The payment of wages for the period of the illegal strike has not been considered by the Company as the Company, supported by the advice of external legal counsel, is of the view that the wages have not accrued to the workers and accordingly no provision is considered necessary in respect thereof.
- 8 The Board of Directors of the Company, at its meeting held on January 28, 2022, has approved the Scheme of Arrangement for Reconstruction of Birla Tyres Limited and for Compromise with its Creditors and Members together with Demerger of Passenger Car Radial Business into Birla Tyre Radials Limited ("Scheme") under the provisions of Sections 66, 230 to 232 of the Companies Act, 2013. The Company has filed the Scheme with the stock exchanges and is in the process of filing the same with the other necessary authorities. Accordingly, the implementation of the scheme is subject to the necessary approvals, sanctions and consents being obtained.

BIRLA TYRES LIMITED

Regd. Office : 9/1, R. N. Mukherjee Road, Kolkata - 700 001

Statement of Financial Results for the year ended 31st March, 2022

(Approved by the Board of Directors on 11th April, 2022 after review thereof by the Audit Committee)

- 9 As per the directives of both the Central and State Governments in the wake of COVID-19 pandemic, the operations of the Company were impacted for the year under reference. The Management has considered the possible effects, if any, that resulted from the pandemic on the carrying amounts of current assets after considering internal and external sources of information including the possible future uncertainties in the global economic conditions as at the date of approval of these Financial Results. The Company continues to monitor the rapidly changing situation.
- 10 Figures for the previous year have been regrouped / reclassified wherever necessary to conform to current period's classification.
- 11 The MCA wide notification dated March 24, 2021 has amended Schedule III to the Companies Act, 2013 in respect of certain disclosures. Amendments are applicable from April 1, 2021. The Company has incorporated the changes as per the said amendment in the above results and has also changed comparative numbers, wherever it is applicable.
- 12 The Statutory Auditors have carried out audit of the above financial results for the quarter and year ended 31st March, 2022. The financial results have been approved by the Board of Directors on 11th April, 2022 after review thereof by the Audit Committee.

By Order of the Board

UMA
SHANKAR
ASOPA

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by UMA
SHANKAR ASOPA
Date: 2022.04.11
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Uma Shankar Asopa
Director

Place: Kolkata
Date : 11th April, 2022

CIN : L25209WB2018PLC228915 | Phone : 033 2262 4355 / 57 /58 | Fax : 033 2262 4359
Email: corporate@birlatyre.com | Website : www.birlatyre.com

INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF BIRLA TYRES LIMITED

Opinion and Conclusion

We have (a) audited the Financial Results for the year ended March 31, 2022 and (b) reviewed the Financial Results for the quarter ended March 31, 2022 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Financial Results for the Quarter and Year Ended March 31, 2022" of **BIRLA TYRES LIMITED** ("the Company"), ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

(a) Opinion on Annual Financial Results

In our opinion and to the best of our information and according to the explanations given to us, the Financial Results for the year ended March 31, 2022:

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net loss and total comprehensive loss and other financial information of the Company for the year then ended.

(b) Conclusion on Unaudited Financial Results for the quarter ended March 31, 2022

With respect to the Financial Results for the quarter ended March 31, 2022, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Financial Results for the quarter ended March 31, 2022, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Basis for Opinion on the Audited Financial Results for the year ended March 31, 2022

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

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Standards are further described in paragraph (a) of Auditor's Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Financial Results for the year ended March 31, 2022 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 ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

Material Uncertainty related to Going Concern

We draw attention to Note 4 to the financial statements regarding preparation of the financial statements of the Company on a going concern. The Company had incurred losses during the previous years and has continued to incur losses during the current year. The networth of the Company has been fully eroded. The Company has incurred net loss of Rs. 65,567.04 Lakhs during the year ended 31st March, 2022. The current liabilities as at 31st March, 2022 exceeds its total assets by Rs. 1,20,301.96 Lakhs. These conditions, along with the outcome of other matters as set forth in Note 4, indicate existence of material uncertainty, which cast significant doubts about the Company's ability to continue as a going concern and consequently, the ability of the Company to realise its assets and discharge its liabilities in the normal course of business. The ability of the Company to continue as a going concern is solely dependent upon the proposal for infusion of funds by the investor which in turn is subject to the approval and successful implementation of the Scheme which is wholly beyond the control of the Company. The proposed Scheme has also been submitted to the lenders for their evaluation (Refer Note 8) to the financial statements). The management has prepared the financial statements on a going concern basis, as they are reasonably certain that the Scheme will be approved in the present form and the Company will be able to successfully implement the approved scheme and no adjustments have been made to the carrying value of assets and liabilities and their presentation / classification in the Balance Sheet.

Our report is not modified in respect of this matter.

Emphasis of Matters

We draw attention to Note 6 of the financial results which describe the uncertainty related to the penalty of Rs. 17,833 Lakhs imposed by the Competition Commission of India for alleged cartelization by certain Tyre manufacturing companies including the Company. The Company has filed an appeal against the CCI Order before the National Company Law Appellate Tribunal ("NCLAT"). Based on a legal opinion obtained by the Company, the Company believes that it has a strong case in this matter. Considering the uncertainty relating to the outcome of this matter, no provision has been considered in the books of account.

Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Statement

This Statement which includes the Financial Results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Financial Results for the year ended March 31, 2022 has been compiled from the related audited financial statements. This responsibility includes the preparation and presentation of the Financial Results for the quarter and year ended March 31, 2022 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 the 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

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Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the 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 financial reporting process of the Company.

Auditor's Responsibilities

(a) Audit of the Financial Results for the year ended March 31, 2022

Our objectives are to obtain reasonable assurance about whether the Financial Results for the year ended March 31, 2022 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 this Financial Results.

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

- Identify and assess the risks of material misstatement of the 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of Listing Regulations.

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- 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 of the Company 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 Annual Financial Results, including the disclosures, and whether the Annual Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- 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 qualitative 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.

(b) Review of the Financial Results for the quarter ended March 31, 2022

We conducted our review of the Financial Results for the quarter ended March 31, 2022 in accordance with the Standard on Review Engagements ("SRE") 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Other Matters

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

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Our report on the Statement is not modified in respect of this matter.

For **DELOITTE HASKINS & SELLS**
Chartered Accountants
(Firm's Registration No. 302009E)

ABHIJIT
BANDYOPA
DHYAY



Digitally signed by
ABHIJIT
BANDYOPADHYAY
Date: 2022.04.11
22:14:37 +05'30'

Abhijit Bandyopadhyay
Partner
(Membership No. 054785)
UDIN: 22054785AGUAKZ2329

Place: Kolkata
Date: 11 April 2022