



# PRECISION CONTAINEURS LIMITED

CIN NO : L28920MH1981PLCO23972

Registered Office : Madhav Niwas CHSL., Flat No. B-1, 1<sup>st</sup> floor, Natakwala Lane,  
Opp. S V Road, Borivali (W), Mumbai - 400 092 Tel.: +91-22-2806 9097  
Email : precision\_bom@rediffmail.com || Website : www.precisioncontaineurltd.com

REF.NO:PCL/BOMSTOCK/2022

June 29, 2022

The Listing Manager  
Bombay Stock Exchange Ltd,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai -400 001

Dear Sir,

Sub: Outcome of the Board Meeting held on 29<sup>th</sup> June 2022

Ref: NCLT Order dated 10.03.2022 in CP (IB) No.2146/MB-IV/2019 commencing Corporate Insolvency Resolution Process against the Company under the IB Code.

Pursuant to Regulation 33 read with Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please be informed that the Board of Directors of the Company at its Meeting held on 29<sup>th</sup> June 2022 in the presence of Resolution Professional, inter-alia, has approved Audited Financial Results for the Quarter and Year ended March 31, 2022.

The meeting of the Board of Directors commenced at 04:00 p.m. and concluded at 08.00 p.m.

Yours Faithfully,  
For Precision Containeurs Ltd

(Jayesh Palsanekar)  
Chief Financial Officer





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## PRECISION CONTAINEURS LIMITED

Statement of Standalone Audited Financial Results for the Quarter & Year Ended 31st March, 2022

Rs. in Lakhs

S.No	Particulars	Quarter ended 31-03-2022	Quarter ended 31-12-2021	Quarter ended 31-03-2021	Year Ended 31-03-2022	Year Ended 31-03-2021
		Audited	Unaudited	Audited	Audited	Audited
1	Total revenue from Operations	0.000	0.000	0.000	0.000	0.000
2	Net Profit/(Loss) for the period (before Tax, Exceptional)	18.596	4.454	(3.069)	(19.012)	(13.906)
3	Net Profit/(Loss) for the period before Tax, (after Exceptional)	18.596	4.454	(3.069)	(19.012)	(13.906)
4	Net Profit/(Loss) for the period after Tax (after Exceptional)	18.596	4.454	(3.069)	(19.012)	(13.906)
5	Total Comprehensive income for the period (comprising Profit/(Loss) for the period (after Tax) and other Comprehensive Income (after tax)	18.163	5.007	(1.137)	(18.916)	(18.388)
6	Equity Share capital (Face Value of Rs. 10 each)	2238.120	2238.120	2238.120	2238.120	2238.120
7	Other Equity	-	-	-	-	(4,174.992)
8	Earning per share (of Rs.10/- each) (not annualized)					
	1. Basic	0.083	0.020	(0.014)	(0.085)	(0.062)
	2. Diluted	0.083	0.020	(0.014)	(0.085)	(0.062)

Notes:

a) The Financial Results have been reviewed and approved by the Board of at its meeting held on 29th June 2022.

b) The above is an extract of the detailed format of Quarterly Financial Results filed with the Stock Exchange under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the Quarterly Financial Results are available on the websites (www.bseindia.com and Company's Website (www.precisioncontainersltd.com))

Place : Mumbai  
Date : 29.06.2022

FOR PRECISION CONTAINEURS LIMITED

Mr. Jayesh Palsanekar  
C.F.O  
(PAN : AVWPP2828G)







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PRECISION CONTAINEURS LIMITED						
AUDITED FINANCIAL RESULTS						
FOR THE QUARTER & YEAR ENDED 31ST MARCH 2022						
Part I -Statement of Standalone Audited Financial Results for the Quarter & Year Ended 31st March 2022						
Rs. in Lakhs						
Sr.No.	Particulars	Quarter ended 31-03-2022	Quarter ended 31-12-2021	Quarter ended 31-03-2021	Year ended 31-03-2022	Year ended 31-03-2021
	<b>Income</b>					
I	Revenue from Operations	0.00	0.00	0.00	0.00	0.00
II	Other Income	2.35	19.91	1.60	32.93	7.44
III	<b>Total Income</b>	2.35	19.91	1.60	32.93	7.44
2	<b>Expenses</b>					
	a. Cost of Materials Consumed	0.00	0.00	0.00	0.00	0.00
	b. Purchase of Stock in Trade	0.00	0.00	0.00	0.00	0.00
	c. Change in inventories of finished goods , work in progress & stock in trade.	0.00	0.00	0.00	0.00	0.00
	d. Employee benefit expenses	0.58	1.41	1.09	4.22	4.45
	e. Finance Cost	(21.18)	6.71	0.00	25.74	0.04
	f. Depreciation & amortisation expense	0.88	0.88	0.95	3.64	3.78
	g. Other expenditure	3.47	6.47	2.63	18.34	13.09
IV	<b>Total Expenses</b>	(16.25)	15.46	4.67	51.94	21.35
V	Profit/(loss) before Exceptional Items & Tax (III - IV)	18.60	4.45	(3.07)	(19.01)	(13.91)
VI	Exceptional Items	0.00	0.00	0.00	0.00	0.00
VII	Profit/(loss) before Tax (V-VI)	18.60	4.45	(3.07)	(19.01)	(13.91)
VIII	<b>Tax Expense</b>					
	a) Current Tax	0.00	0.00	0.00	0.00	0.00
	b) Deferred Tax	0.00	0.00	0.00	0.00	0.00
IX	Profit/(Loss) for the period from Continuing Operations (VII-VII)	18.60	4.45	(3.07)	(19.01)	(13.91)
X	Profit/(Loss) from discontinued operations before tax	0.00	0.00	0.00	0.00	0.00
XI	Tax Expense of discontinued operations	0.00	0.00	0.00	0.00	0.00
XII	Profit/(Loss) from discontinued operations after tax (X-XI)	0.00	0.00	0.00	0.00	0.00
XIII	Profit/(Loss) for the period (IX+XII)	18.60	4.45	(3.07)	(19.01)	(13.91)
XIV	<b>Other Comprehensive Income</b>					
	A (i) Items that will not be reclassified to profit or loss	(0.43)	0.55	1.93	0.10	(4.48)
	(ii) Income Tax relating to items that will not be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00
	B (i) Items that will be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00
	(ii) Income Tax relating to items that will be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00
XV	<b>Total Comprehensive Income for the period (XIII+XIV)</b>	18.16	5.01	(1.14)	(18.92)	(18.39)
XVI	<b>Earnings per equity Share (for continuing operation):</b>					
	(1) Basic (in ₹)	0.08	0.02	(0.01)	(0.08)	(0.06)
	(2) Diluted (in ₹)	0.08	0.02	(0.01)	(0.08)	(0.06)
XVII	<b>Earnings per equity Share (for discontinued operation):</b>					
	(1) Basic (in ₹)	0.00	0.00	0.00	0.00	0.00
	(2) Diluted (in ₹)	0.00	0.00	0.00	0.00	0.00
XVIII	<b>Earnings per equity Share (for discontinued &amp; continuing operations):</b>					
	(1) Basic (in ₹)	0.08	0.02	(0.01)	(0.08)	(0.06)
	(2) Diluted (in ₹)	0.08	0.02	(0.01)	(0.08)	(0.06)





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**Notes:**

1. The Hon'ble National Company Law Tribunal ("NCLT"), Mumbai Bench, vide its order dated 10th March, 2022 ("NCLT Order") admitted company petition (IB) no. 2146/MB-IV/2019 filed by Stressed Assets Stabilization Fund ("SASF" or "financial creditor") for initiation of Corporate Insolvency Resolution Process ("CIRP") against the Company u/s 7 of the Insolvency and Bankruptcy Code, 2016 ("the Code"). The Hon'ble NCLT has confirmed appointment of Mr. Chetan T Shah (Regn no: IBBI/IPA-001/IP-P00026/2016-17/10059) as Resolution Professional vide order dated 26th April 2022. As per the provisions of the Code, powers of the Board of Directors are vested with the Resolution Professional.
2. As per the Code, it is required that the company be managed as a "going concern" during the CIRP. The future prospects of the company would be determined on the completion of CIRP. In view of these facts, the financial statements have been prepared on "going concern" basis.
3. As per the List of Creditors dated 23rd April 2022 prepared by the IRP, claim of Financial Creditors is Rs. 1000,30.27 lakh and claim of Operational Creditor is Rs. 1.04 Lakh. Pending final outcome of the CIRP, no accounting impact in the books of accounts has been made in respect of excess, short, or non-receipt of claims for operational and financial creditors.
4. The Audited standalone financial results of the Company for the quarter & year ended March 31, 2022 have been prepared in accordance with the Indian Accounting Standards ("Ind As") as prescribed under section 133 of the Companies Act, 2013 read with the Companies (India Accounting Standards) Rules, 2015, as amended.
5. The Company has adopted Ind AS 116 "Leases" effective April 01, 2019, using modified retrospective method. The Company has applied the standard to all its leases with the cumulative impact recognized on the date of initial application i.e. April 01, 2019.
6. The Company has made an assessment of possible impacts that may result from the COVID-19 pandemic on the carrying value of current and non-current assets and forecast transactions relating to hedging, considering the internal and external information available till date and to the extent determined by it. The eventual impact of COVID-19 may differ from that estimated as at the date of approval of these financial results, and the Company will continue to closely monitor any material changes to future economic conditions.
7. These Financial Results pertain primarily to the period prior to commencement of Corporate Insolvency Resolution Process (CIRP) of the Company from 10/03/2022. In view of the same the Resolution Professional is not in a position to verify the authenticity or veracity of the information provided herein. The RP is signing these results for the purpose of compliance with the provisions of the Companies Act, 2013 and SEBI Listing Regulations read with applicable provisions of the Code and the Regulations made thereunder. Affixing of signature on these statements by the RP should not be construed as endorsement or certification by the RP of any facts or figures provided herein. It may be noted that the information presented in these financial statements is liable to scrutiny and modification in terms of the applicable provisions of the Code and the Regulations made thereunder.
8. Pursuant to commencement of CIRP process and filing of claims by financial creditors as mentioned in note no 1 and 3 above, pending the reconciliation of balances of financial creditor and outcome of CIRP, interest provided in the preceeding three quarters amounting to Rs. 46.91 Lakh has been reversed in quarter ended on 31st March, 2022. Further, no interest has been provided for quarter ended 31st March 2022.
9. After commencement of CIRP, expenditure has been accounted only to the extent of approved by the CoC in accordance with provision of the Code.

**FOR PRECISION CONTAINEURS LIMITED**

**Mr. Sunil Vasantrao Patil**  
Director  
(DIN:08450300)

**Mr. Shivram T Singh**  
Director  
(DIN:08433451)

**Mr. Jayesh Palsanekar**  
C.F.O  
(PAN : AVWPP2828G)



**Taken on Record**

**Mr. Chetan T Shah**

Resolution Professional for Precision Containers Limited  
IBBI Reg. No. IBBI/IPA-001/IP-P00026/2016-2017/10059

**Date:** 29.06.2022  
**Place:** Mumbai





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## AUDITED STANDLONE BALANCE SHEET AS AT 31ST MARCH 2022

		Amount in Lakhs	
Particulars		As at 31-03-2022	As at 31-03-2021
<b>Assets</b>			
<b>1 Non-Current Assets</b>		1.213	25.461
Property, Plant & Equipment		0.000	0.000
Capital Work in Progress		24.512	28.795
Investment Property		0.000	0.000
Goodwill		0.000	0.000
Other Intangible Assets		0.000	0.000
Intangible Assets under development		0.000	0.000
Biological Assets other than bearer plants		0.000	0.000
Investments accounted for using equity method		0.000	0.000
<b>2 Non-current financial Assets</b>		5.480	5.400
Non-current investments		0.000	0.000
Trade receivables, non current		0.000	0.000
Loans, non-current		0.325	0.325
Other non-current financial assets		5.805	5.725
<b>Total non-current financial assets</b>			
Deferred tax assets (net)			
Other non-current assets		31.530	59.981
<b>Total non-current assets</b>			
<b>2 Current Assets</b>			
Inventories			
Current financial asset		0.000	0.000
Current investments		0.000	0.000
Trade receivables, current		0.000	15.463
Cash and cash equivalents		2.738	7.448
Bank balance other than cash and cash equivalents		0.240	152.281
Loans, current		0.216	0.811
Other current financial assets		3.194	176.003
<b>Total current financial assets</b>		6.327	4.538
Current tax assets (net)		4.465	3.280
Other current assets		13.987	183.820
<b>Total current assets</b>			
3 Non-current assets classified as held for sale			
4 Regulatory deferral account debit balances and related deferred tax assets		45.516	243.801
<b>Total assets</b>			
<b>Equity and Liabilities</b>			
<b>1 Equity</b>			
<b>Equity attributable to owners of parent</b>		2238.120	2238.120
Equity Share Capital		(4,193.907)	(4,174.992)
Other Equity		(1,955.787)	(1,936.872)
<b>Total Equity attributable to owners of parent</b>			
Non controlling interest		(1,955.787)	(1,936.872)
<b>Total equity</b>			
<b>2 Liabilities</b>			
<b>Non-current liabilities</b>			
<b>Non-current financial liabilities</b>			
Borrowings, non-current		-	-
Trade payables, non-current		-	-
Other non-current financial liabilities		-	-
<b>Total non-current financial liabilities</b>		-	-
Provisions, non-current			
Deferred tax liabilities (net)			
Deferred Governments grants, non-current		-	-
Other non-current liabilities		-	-
<b>Total non-current liabilities</b>			





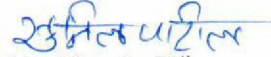
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	Current liabilities		
	Current financial liabilities		
	Borrowings ,current	1443.850	1615.116
	Trade payables ,current	0.000	0.000
	Total Outstanding dues of Micro & Small Enterprises	3.057	0.000
	Total Outstanding dues of other than Micro & Small Enterprises	3.443	3.250
	Other current financial liabilities	550.633	553.415
	Total current financial liabilities	2,000.982	2,171.781
	Other current liabilities	0.013	8.639
	Provisions ,current	0.308	0.253
	Current tax liabilities (Net)	-	-
	Deferred Governments grants ,current	-	-
	Total current liabilities	2,001.30	2,180.67
		-	-
3	Liabilities directly associated with assets in disposal group classified as held for sale	-	-
4	Regulatory deferral account credit balances and related deferred tax liability	-	-
	Total liabilities	2,001.303	2,180.673
	Total equity and liabilities	45.516	243.801

FOR PRECISION CONTAINEURS LIMITED

  
Mr. Sunil Vasantrao Patil

Director  
(DIN:08450300)

  
Mr. Shivram T Singh

Director  
(DIN:08433451)



Mr. Jayesh Palsanekar  
C.F.O  
(PAN : AVWPP2828G)



Taken on Record

  
Mr. Chetan T Shah

Resolution Professional for Precision Containeurs Limited  
IBBI Reg. No. IBBI/IPA-001/IP-P00026/2016-2017/10059

Date: 29.06.2022  
Place: Mumbai





## Independent Auditor's Report

To the Members of

**M/S. PRECISION CONTAINERS LIMITED**

(A company under corporate insolvency resolution process vide NCLT order March 10, 2022)

### Report on the Audit of the Financial Statements

#### Qualified Opinion

We have audited the financial statements of **PRECISION CONTAINERS LIMITED** ("the Company"), which comprise the Balance sheet as at March 31, 2022, and the statement of Profit and Loss (including other comprehensive income) statement of cash flows and statement of changes in equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (herein after referred to as "financial statement").

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the *Basis for Qualified Opinion* section of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its loss, and its other comprehensive loss, its cash flows and changes in equity for the year ended on that date.

#### Basis of Qualified Opinion

As mentioned in note 35 to the financial statement, as per the list of creditors dated April 23, 2022 prepared by the Insolvency Resolution Professional ("IRP"), admitted claim of financial creditor is Rs. 1000,30.27 lakh and of operational creditor is Rs. 0.68 lakh. Further, in accordance with the Insolvency and Bankruptcy Code ("Code"), the Resolution Professional ("RP") has to receive, collate and admit the claims submitted by the creditors as a part of Corporate Insolvency Resolution Process ("CIRP") and such claims can be submitted to RP till the approval of resolution plan by the Committee of Creditors (CoC). Pending final outcome of the CIRP, no accounting impact in the books of accounts has been made in respect of excess, short, or non-receipt of claims for operational and financial creditors.

Hence, consequential impact, if any, is currently not ascertainable and we are unable to comment on possible financial impacts of the same.

#### Mumbai H.O. :

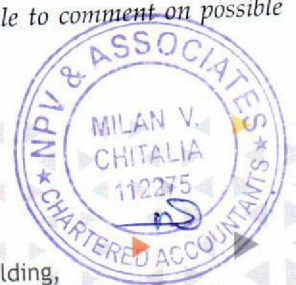
NPV House, D-Chanakya,  
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#### Ahmedabad :

109, Arista, Sindhu Bhavan Road,  
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Tel. : +079 - 4891 6611

#### Amravati :

Sukhsuraj 1st Floor,  
Advocate Gattani Building,  
Mudholkar Peth, Amravati (M.S.) - 444 601.  
Tel. : +0721 - 2567 114





2. Attention is drawn to Note No 37 to the Financial Statement, regarding non-recognition of interest on borrowings from financial institution amounting to Rs. 53.47 lakh for the year ended on March 31, 2022 on outstanding balance of borrowing recognised in the books. The same is not in compliance with requirements of Ind AS – 23 on “Borrowing Cost” read with Ind AS – 109 on “Financial Instruments”.

Had the provision for interest been recognised, finance cost, total expenses, and Loss for the year ended March 31, 2022 would have been higher by Rs 53.47 lakh, having consequential impact on other current financial liability and other equity.

3. The Company has not complied with regarding requirements of Ind AS - 19 on “Employee Benefits” of determining and recognising retirement benefits obligation using projected unit credit method and recognition and measurement of actuarial gain and losses. In the absence of actuarial valuation report determining retirement benefit obligation on balance sheet date, we are unable to comment on consequential effect thereon net loss of the company and liability of the company.

We conducted our audit in accordance with the Standards on Auditing (SAs) 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 Financial Statements 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 financial statements under the provisions of the Act and the Rules there under, 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 on the Financial Statement.

### **Material Uncertainty Relating to Going Concern**

We draw attention to note no 38 to the Financial Statement, regarding preparation of financial statement on going concern basis, notwithstanding the fact that the company has accumulated losses and its net worth is fully eroded, further the current liabilities exceed current assets during the year ended March 31, 2022 Further as mentioned note no 1 to the financial statement, the Hon’ble NCLT has admitted a petition to commencing CIRP proceeding against the company under the Code based on which, it is required that the company be managed as going concern during the CIRP. Further, the CIRP period continues to be in effect until the resolution plan of the Company is approved by the NCLT. The future prospects of the company would be determined on the completion of CIRP. Hence, in view of these facts, the financial statements have been prepared on going concern basis.

### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.





In addition to the matter describe in Basis of qualified opinion, and Material uncertainty in going concern section, we have determined that there are no other key audit matters to communicate in our report

#### **Information other than the financial statements and auditors Report thereon**

The Company's management/ Board of Directors/ Resolution professional are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statement and our auditor's report thereon. The Company's annual report is expected to be made available to us after the date of this auditor's report

- Our opinion on the financial statement does not cover the other information and we do not and will not express any form of assurance conclusion thereon.
- In connection with our audit of the financial statement, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appear to be materially misstated.
- If, based on the work performed, we conclude that there is a material misstatement of this other information; we are required to communicate the matter to those charged with governance.

#### **Management's Responsibility for the Financial Statements**

The Hon'ble National Company Law Tribunal ("NCLT"), Mumbai Bench, vide its order dated 10th March, 2022 ("NCLT Order") admitted company petition (IB) no. 2146/MB-IV/2019 filed by Stressed Assets Stabilization Fund ("SASF" or "financial creditor") for initiation of Corporate Insolvency Resolution Process ("CIRP") against the Company u/s 7 of the Insolvency and Bankruptcy Code, 2016 ("the Code"). Vide the NCLT order, the moratorium u/s 14 of the Code came into the effect and Mr. Ramnarayan Rajaraman, with IP registration No IBBI/IPA-002/IP-N000699/2018-19/12204 was appointed as Interim Resolution Professional ("IRP") to, inter alia, manage affairs of the Company in accordance with the provisions of Code. Subsequently Committee of Creditors ("CoC") in its meeting held on 8<sup>th</sup> April 2022 resolved to replace the IRP Mr. Ramnarayan Rajaraman with Mr. Chetan T. Shah, with IP registration no. IBBI/IPA-001/IP-P00026/2016-17/10059 as Resolution Professional ("RP"). The NCLT has confirmed appointment of Mr. Chetan T. Shah as RP vide order dated 26th April 2022. As per the provisions of the Code, powers of the Board of Directors are vested with the Resolution Professional.

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted





in India, including the Accounting Standards specified under section 133 of the Act. 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 implementation and maintenance of 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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

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

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

- Identify and assess the risks of material misstatements of the financial statements, 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 financial 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 system 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 management.
- Conclude on the appropriateness of management's 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 the material uncertainty exists, we are required to draw attention in our Auditor's report to the related disclosures in the financial statements 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 financial statements, including the disclosures, and whether the financial statements 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:





- a) We have sought and except for matters described in the Basis for Qualified Opinion paragraph above obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) Except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph above in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
- c) The Balance Sheet, the Statement of Profit and Loss, (including other comprehensive income), the Cash Flow Statement and the statement of change in equity dealt with by this Report are in agreement with the books of account.
- d) Except for matters described in the Basis for Qualified Opinion paragraph above, in our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with relevant rules thereunder.
- e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the RP, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the Company has not paid remuneration to its directors during the year, further the Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations as at 31 March 2022 on its financial position in its Financial Statements. (Refer note 30)
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.





iv. (a) The Management has represented that, to the best of its knowledge and belief as disclosed in Note no 39(e), during the year no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief as disclosed in Note no 39(f), during the year no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(d) The company has not declared or paid any dividend during the year.

For,

NPV & Associates

Chartered Accountants.

FRN: 0129408W

  
CA. Milan Chitalia

Partner

Membership No. - 112275

Place: - Mumbai

Date: - 29<sup>th</sup> June, 2022

UDIN: - 22112275ALWUBU  
6883





## **ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of PRECISION CONTAINEURS LIMITED of even date)

### **Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

#### **Management's Responsibility for Internal Financial Controls**

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

#### **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the





transactions and dispositions of the assets of the company; provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management, directors and Resolution Professional/Committee of Creditors of the company; and provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

We have audited the internal financial controls over financial reporting of **PRECISION CONTAINERS LIMITED** ("the Company") as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion, to the best of our information and according to the explanations given to us, and based on test of control the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

NPV & Associates  
Chartered Accountants  
FRN: 0129408W

  
CA. Milan Chitalia  
Partner



Membership No. - 112275

Place: - Mumbai

Date: - 29<sup>th</sup> June, 2022

UDIN: - 22112275ALWUBU68



## ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of PRECISION CONTAINERS LIMITED of even date)

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
  - a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment for the assets which were in existence during the financial year.  
  
(B) The Company does not have any intangible assets, hence clause 3(i)(a)(B) of the order is not applicable.
  - b) The Company has a program of physical verification of Property, Plant and Equipment so to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were verified during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
  - c) Based on our examination of the, registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title deeds of all immovable properties disclosed in the financial statements included under Property, Plant and Equipment and Investment Property are held in the name of the Company as at the balance sheet date.
  - d) The Company has not revalued any of its Property, Plant and Equipment during the year.
  - e) According to the information and explanation given to us no proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. (a) Having regard to the fact that during the year there is no inventory in the company hence the clause 3(ii)(a) of the order is not applicable to the company.  
  
(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned any working capital limits during the year hence reporting under the clause 3 (ii) (b) of the order is not applicable to the company
- iii. The Company has not made investments in, companies, firms, Limited Liability Partnerships. Further during the year the company has granted unsecured loans to other parties, details of which are as under.





- (a) The Company has granted loan to a party other than subsidiary as below:

Particulars	Amount
Aggregate Amount during the year	7,55,000/-
Balance Outstanding as at Balance Sheet Date	Nil

- (b) In our opinion, the investments made and the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the Company's interest.
- (c) In respect of loans granted by the Company, there is no schedule of repayment of principal and payment of interest, has been stipulated hence it is not possible for us to comment whether the repayments of principal amounts and receipts of interest are generally been regular as per stipulation.
- (d) In respect of loans granted by the Company there is no schedule of repayment, hence identifying overdue amount remaining outstanding as at the balance sheet date is not possible.
- (e) In respect of loans granted by the Company there is no schedule of repayment hence it is not possible to determine the due date, further in absence of any stipulation or condition of repayment, it is not possible to identify whether any fresh loan given is against settlement of the overdue of existing loans given to the same parties.
- (f) The Company has granted loans or advances in the nature of loans either repayable on demand and without specifying any terms or period of repayment during the year. Details of such loan is as under

The Company has granted loan to a party without specifying any terms or period of repayment during the year.

Particulars	Amount
Aggregate Amount during the year	7,55,000/-
Balance Outstanding as at Balance Sheet Date	Nil

- iv. The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. Thus, reporting under clause 3(vi) of the order is not applicable to the Company.





vii. In respect of statutory dues:

- (a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities *except few delays as given below*:

Name of the Statute	Nature of the dues	Amount (Rs.)	Period to which amount relates	Due date	Date of Payment
The Income Tax Act, 1961	TDS	839	September 2021	07-10-2021	21-10-2021
The Income Tax Act, 1961	TDS	31047	November 2021	07-12-2021	22-12-2021

There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.

- (b) Details of statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2022 on account of disputes are given below:

Nature of the Statute	Nature of dues	Amount (₹ in Lakhs)	Period to which the amount relates	Forum where dispute is pending
The Income Tax Act, 1961	Income Tax	192.36	A.Y. 2008-09	High Court
The Income Tax Act, 1961	TDS	0.14 0.05 0.24 0.14 0.01 0.04 0.01 0.01 0.001 0.002	A.Y. 2008-09 A.Y. 2009-10 A.Y. 2010-11 A.Y. 2011-12 A.Y. 2012-13 A.Y. 2013-14 A.Y. 2014-15 A.Y. 2015-16 A.Y. 2016-17 A.Y. 2019-20	Income Tax Department

- viii. According to the information and explanation given to us there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

- ix. a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the default in respect of loan taken from banks and financial institution is as under.





Nature of borrowing	Name of the Financial Institution	Amount not paid on the due date	Principal	Interest	No of days delay or unpaid	Remark
Term Loan	IDBI /SASF	14,43,84,979	8,29,88,642	6,13,70,076	more than 19 years	These amounts are outstanding for a long period hence the exact length could not be ascertained
Debentures	IDBI 18% Debentures (SASF)	5,40,93,375	3,00,00,000	2,40,93,375	more than 19 years	

b. The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

c. The Company has not taken any term loan during the year, hence, reporting under clause 3(ix)(c) of the Order is not applicable.

d. On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.

e. On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

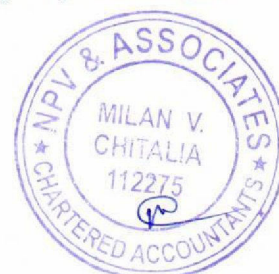
f. The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries as defined under Companies Act, 2013 and hence reporting on clause 3(ix)(f) of the Order is not applicable.

x. a. The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments). Accordingly, clause 3(x)(a) of the Order is not applicable.

b. During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

xi. a. No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

b. No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.





c. As presented to us by the management there were no whistle blower complaints received by the Company during the year (and upto the date of this report), hence reporting under clause 3(xi)(c) of the Order is not applicable.

xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.

xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.

xiv. (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.

(b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

xv. In our opinion during the year the Company has entered non-cash transactions with its Directors or persons connected with its directors. details of transaction entered are as under,

Particulars	For the year ending 31 <sup>st</sup> March 2022	For the year ending 31 <sup>st</sup> March 2021
Loan given and Recovered during the year	89,73,000/-	0/-
Loan Taken and Repaid during the year	89,73,000/-	0/-

Further in respect of above transactions, approval has not been obtained in the general meeting of the company as required under section 192 of the Act.

xvi. (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.

(b) As per the information and explanation received in our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

xvii. The Company has incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.





- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. As referred to in Material Uncertainty Relating to Going Concern section of our audit report of even date, there exists a material uncertainty regarding continuation of the company as a going concern and meeting of its liabilities existing at the date of balance sheet. However, as per the provisions of the IBC, the Company is required to be managed as a going concern. The future prospects of the company would be determined on the completion of CIRP. Hence, in view of these facts, the financial statements have been prepared on a going concern basis.
- xx. (a) The company is not required to make provision of Corporate Social Responsibility (CSR) as specified under second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

NPV & Associates  
Chartered Accountants.  
FRN: 0129408W

  
CA. Milan Chitalia  
Partner

Membership No. – 112275

Place: - Mumbai

Date: - 29<sup>th</sup> June, 2022

UDIN: - 22112275AWUBU6883







**Independent Auditor's Report On Quarterly And Year To Date Audited Financial 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 / Resolution Professional of  
Precision Containeurs Limited (A company under corporate insolvency resolution process  
vide NCLT order 10<sup>th</sup> March 2022)**

**Report on the audit of the Financial Results**

**Qualified Opinion**

We have audited the accompanying Statement of Financial Results of **PRECISION CONTAINEURS LIMITED** ("the Company"), for the quarter and year ended March 31, 2022 ("the Statement"), 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").

The Hon'ble National Company Law Tribunal ("NCLT"), Mumbai Bench, vide its order dated 10<sup>th</sup> March, 2022 ("NCLT Order") admitted company petition (IB) no. 2146/MB-IV/2019 filed by Stressed Assets Stabilization Fund ("SASF" or "financial creditor") for initiation of Corporate Insolvency Resolution Process ("CIRP") against the Company u/s 7 of the Insolvency and Bankruptcy Code, 2016 ("the Code"). Vide the NCLT order, the moratorium u/s 14 of the Code came into the effect and Mr. Ramnarayan Rajaraman, with IP registration No IBBI/IPA-002/IP-N000699/2018-19/12204 was appointed as Interim Resolution Professional ("IRP") to, inter alia, manage affairs of the Company in accordance with the provisions of Code. Subsequently Committee of Creditors ("CoC") in its meeting held on 8<sup>th</sup> April 2022 resolved to replace the IRP Mr. Ramnarayan Rajaraman with Mr. Chetan T Shah, with IP registration no. IBBI/IPA-001/IP-P00026/2016-17/10059 as Resolution Professional ("RP"). The NCLT has confirmed appointment of Mr. Chetan T Shah as RP vide order dated 26<sup>th</sup> April 2022. As per the provisions of the Code, powers of the Board of Directors are vested with the Resolution Professional,

In our opinion and to the best of our information and according to the explanations given to us, *except the possible effects of the matters described in "Basis of Qualified Opinion" Para below*, these financial results :

- are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standard and other accounting principles generally accepted in India of the net profit for the quarter ended on March 31, 2022, net loss for the year ended March 31, 2022 and total comprehensive





income and other financial information of the Company for the quarter and year ended March 31, 2022.

**Basis for Qualified Opinion**

1. As mentioned in note No 3 to the statement, as per the list of creditors dated April 23, 2022 prepared by the IRP, ~~admitted~~ claim of financial creditor is Rs. 1000,30.27 lakh and of operational creditor is Rs. 1.04 lakh. Further, in accordance with the Code, the RP has to receive, collate and admit the claims submitted by the creditors as a part of CIRP and such claims can be submitted to RP till the approval of resolution plan by the CoC. . Pending final outcome of the CIRP, no accounting impact in the books of accounts has been made in respect of excess, short, or non-receipt of claims for operational and financial creditors. Hence, consequential impact, if any, is currently not ascertainable and we are unable to comment on possible financial impacts of the same.
2. Attention is drawn to Note No. 8 to the Statement, regarding reversal of interest of Rs. 46.91 lakh recognised in preceding quarter and non-recognition of interest on borrowings from financial institution amounting to Rs. 6.57 lakh for the quarter ended March 31, 2022 and Rs. 53.47 lakh for the year ended on March 31, 2022 on outstanding balance of borrowing recognised in the books. The same is not in compliance with requirements of Ind AS – 23 on "Borrowing Cost" read with Ind AS – 109 on "Financial Instruments". Had the provision for interest has been recognised, finance cost and total expenses, would have been higher while profit for the quarter ended March 31, 2022 would have been lower and loss for the year ended March 31, 2022 would have been higher by amount mentioned above, having consequential impact on other current financial liability and other equity.
3. The Company has not complied with regarding requirements of Ind AS - 19 on "Employee Benefits" of determining and recognising retirement benefits obligation using projected unit credit method and recognition and measurement of actuarial gain and losses. In the absence of actuarial valuation report determining retirement benefit obligation on balance sheet date, we are unable to comment on consequential effect thereon net loss of the company and liability of the company.

We conducted our audit of the Statement 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 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 Statement 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 qualified audit opinion.





## **Material Uncertainty Related to Going Concern**

We draw attention to note no 2 to the Statement, regarding preparation of financial results on going concern basis, notwithstanding the fact that the company has accumulated losses and its net worth is fully eroded, further the current liabilities exceed current assets during the quarter and year ended March 31, 2022 Further as mentioned above, the Hon'ble NCLT has admitted a petition to commencing CIRP proceeding against the company under the Code based on which, it is required that the company be managed as going concern during the CIRP. Further, the CIRP period continues to be in effect until the resolution plan of the Company is approved by the NCLT. The future prospects of the company would be determined on the completion of CIRP. Hence, in view of these facts, the financial statements have been prepared on going concern basis.

Our opinion is not modified in respect of this matter.

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

The Statement has been prepared on the basis of annual financial statements. The Company's management and Board of Directors are responsible for the preparation and presentation of the Standalone Financial Results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Company in accordance with 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 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 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 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 for the Audit of the Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement 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 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 Standalone 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 controls
- Obtain an understanding of internal financial controls 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 control with reference to financial statements in place and operating effectiveness of such control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's 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.

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 controls 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 full financial year ended March 31, 2022 and the published unaudited year-to-date figures upto the third quarter of the current financial year which were subjected to a limited review by us, as required under the Listing Regulations.

For NPV and Associates  
Chartered Accountants  
(Firm Regn No 129408W)

  
Milan Chitalia

Partner

(Membership No 112275)

Place: Mumbai

Date: 29<sup>th</sup> June, 2022

UDIN: 22112275ALWVV47819







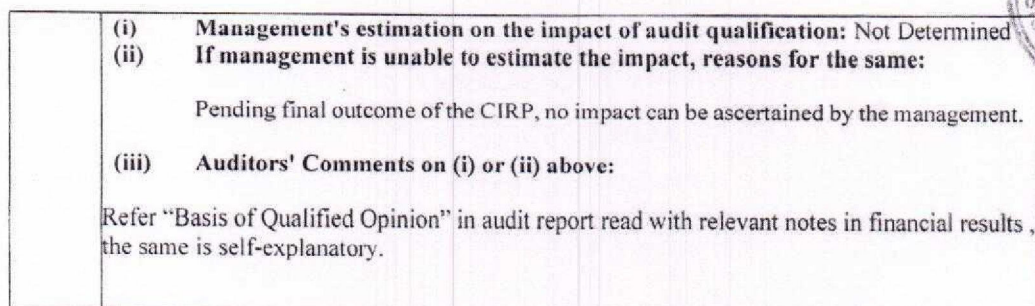
**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Financial Results - (Standalone and Consolidated separately)**

(Amount Rs. in Lakhs)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 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	32.93	32.93
	2.	Total Expenditure	51.94	105.41
	3.	Net Profit/(Loss)	(18.92)	(72.39)
	4.	Earnings Per Share	(0.08)	(0.32)
	5.	Total Assets	45.52	45.52
	6.	Total Liabilities	45.52	45.52
	7.	Net Worth	(1955.79)	(2009.26)
	8.	Any other financial item(s) (as felt appropriate by the management)		
II.	Audit Qualification (each audit qualification separately):			
	Audit Qualification no. 1			
a.	<b>Details of Audit Qualification:</b>  As mentioned in note 3 to the statement, as per the list of creditors dated April 23, 2022 prepared by the Insolvency Resolution Professional ("IRP"), claim of financial creditor is Rs. 1000,30.27 lakh and of operational creditor is Rs. 1.04 lakh. Further, in accordance with the Insolvency and Bankruptcy Code ("Code"), the Resolution Professional ("RP") has to receive, collate and admit the claims submitted by the creditors as a part of Corporate Insolvency Resolution Process ("CIRP") and such claims can be submitted to RP till the approval of resolution plan by the Committee of Creditors (CoC). Pending final outcome of the CIRP, no accounting impact in the books of accounts has been made in respect of excess, short, or non-receipt of claims for operational and financial creditors.  Hence, consequential impact, if any, is currently not ascertainable and we are unable to comment on possible financial impacts of the same.			
b.	<b>Type of Audit Qualification :</b> Qualified Opinion			
c.	<b>Frequency of qualification:</b> first time			
d.	<b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b> Not Applicable			
e.	<b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>			





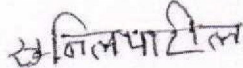

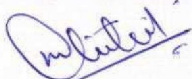

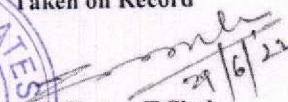



a.	<p><b>Details of Audit Qualification:</b></p> <p>Attention is drawn to Note No.8 to the Statement, regarding non-recognition of interest on borrowings from financial institution amounting to Rs. 53.47 lakh for the year ended on March 31, 2022 on outstanding balance of borrowing recognized in the books. The same is not in compliance with requirements of Ind AS – 23 on “Borrowing Cost” read with Ind AS – 109 on “Financial Instruments”.</p> <p>Had the provision for interest been recognized, finance cost and total expenses, would have been higher while Loss for the year ended March 31, 2022 would have been higher by amount mentioned above, having consequential impact on other current financial liability and other equity.</p>
b.	<b>Type of Audit Qualification :</b> Qualified Opinion
c.	<b>Frequency of qualification:</b> first time
d.	<p><b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b></p> <p>Refer note No.8 of the Financial Results.</p>
e.	<b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b> Not Applicable
	<p>(i) <b>Management's estimation on the impact of audit qualification:</b> Not Applicable</p> <p>(ii) <b>If management is unable to estimate the impact, reasons for the same:</b></p> <p><b>Auditors' Comments on (i) or (ii) above:</b> Not Applicable</p>

a.	<p><b>Details of Audit Qualification:</b></p> <p>The Company has not complied with regarding requirements of Ind AS - 19 on “Employee Benefits” of determining and recognizing retirement benefits obligation using projected unit credit method and recognition and measurement of actuarial gain and losses. In the absence of actuarial valuation report determining retirement benefit obligation on balance sheet date, we are unable to comment on consequential effect thereon net loss of the company and</p>
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	liability of the company.
b.	Type of Audit Qualification : Qualified Opinion
c.	Frequency of qualification: Whether appeared 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:
	<p>(i) Management's estimation on the impact of audit qualification: Not Determined</p> <p>(ii) If management is unable to estimate the impact, reasons for the same:</p> <p>The Company does not have any employee except CFO (KMP) on the date of commencement of the CIRP. Employees benefits, if any, will be accounted on actual basis. Hence, the management is unable to estimated the impact.</p> <p>Auditors' Comments on (i) or (ii) above: Refer "Basis of Qualified Opinion" in audit report, the same is self-explanatory.</p>
III	Signatories:
	<div style="display: flex; justify-content: space-between;"> <div style="width: 45%;"> <p> Sunil Patil Managing Director &amp; Audit Committee Chairman</p> </div> <div style="width: 45%;"> <p> Jayesh Palsanekar CFO</p> </div> </div> <div style="display: flex; justify-content: space-between; margin-top: 20px;"> <div style="width: 45%;"> <p>NPV &amp; Associates Chartered Accountants. FRN: 0129408W</p> <p> CA. Milan Chitalia Partner Membership No. - 112275 Place: - Mumbai Date: - 29<sup>th</sup> June 2022</p> </div> <div style="width: 45%; text-align: center;"> <p>Taken on Record</p> <p>          Mr. Chetan T Shah        Resolution Professional for Precision        Containeurs Limited        IBBI Reg. No. IBBI/IPA-001/IP-        P00026/2016-2017/10059</p> </div> </div> <div style="text-align: right; margin-top: 20px;">  </div>