

To,  
Department of Corporate Services  
**BSE Limited**  
Phiroze Jeejeebhoy Towers  
Dalal Street, Mumbai-400 001

Date: 25/05/2023

Dear Sir,

**Sub: Regulation 33(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 – Audited Financial Results of the Company for the quarter/year ended 31<sup>st</sup> March, 2023.**

In Compliance with Regulation 33(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 we herewith enclose the Audited Financial Results of the Company for the quarter/year ended 31<sup>st</sup> March, 2023 which have been taken on record at the meeting of Board of Directors held today, 25<sup>th</sup> May, 2023.

Report of the Auditors for the financials for the period ended 31<sup>st</sup> March, 2023 along with Declaration pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations 2016 and SEBI Circular No. CIR/CFD/CMD/56/2016 with respect to Audit Report of modified opinion is also enclosed.

We have made arrangements to get the accounts published in one national and one regional newspaper.

This is for your kind information.

Thanking You,  
Yours faithfully,

For **Shri Keshav Cements and Infra Limited**

  
**Venkatesh Katwa**  
Chairman



**SHRI KESHAV CEMENTS AND INFRA LIMITED**

"Jyoti Tower", 215/2, 6th Cross, Nazar Camp, Karbhari Galli, M. Vadgaon, Belagavi - 590005

CIN: L26941KA1993PLC014104

E-mail: info@keshavcement.com; Website: www.keshavcement.com; Contact: 08354-240137 FAX: (0831) 2484421

(₹ in Lakhs)

**PART-1**

Statement of Audited Financial Results for the Quarter and Year Ended March 31, 2023						
S.No.	Particulars	Quarter Ended			Year ended	
		31-03-2023	31-12-2022	31-03-2022	31-03-2023	31-03-2022
		[Refer Note 5]	(Unaudited)	[Refer Note 5]	(Audited)	(Audited)
1	Revenue from Operation	3,192.04	3,430.27	3,636.07	12,323.94	11,379.07
2	Other Income	50.19	50.86	44.91	212.67	230.25
3	<b>Total Income (1+2)</b>	<b>3,242.23</b>	<b>3,481.13</b>	<b>3,680.97</b>	<b>12,536.60</b>	<b>11,609.32</b>
4	<b>Expenses:</b>					
a.	Cost of Materials Consumed	1,461.14	1,874.12	1,528.43	6,403.09	5,289.15
b.	Purchase of Stock in Trade	188.41	260.80	208.87	784.06	781.65
c.	Changes in inventories of finished goods, work-in-progress and stock-in-trade	302.00	(173.56)	416.50	(115.86)	396.35
d.	Other Manufacturing Expenses	65.88	78.49	86.31	322.71	329.31
e.	Employee Benefit Expenses	106.64	105.11	98.21	408.17	372.52
f.	Finance Cost	704.96	480.21	600.55	1,867.08	1,855.18
g.	Depreciation and amortisation expenses	268.26	322.02	98.50	1,231.04	1,106.73
h.	Other Expenses	268.18	308.38	268.29	1,031.96	732.92
	<b>Total expenses</b>	<b>3,365.48</b>	<b>3,255.57</b>	<b>3,305.66</b>	<b>11,932.25</b>	<b>10,863.81</b>
5	<b>Profit / (Loss) before tax (3-4)</b>	<b>(123.25)</b>	<b>225.57</b>	<b>375.31</b>	<b>604.35</b>	<b>745.51</b>
6	<b>Tax Expenses:</b>					
a.	Current Tax	(54.32)	37.56	124.13	66.89	124.13
b.	Deferred Tax(Credit)/Charge	2,479.30	86.75	(11.19)	430.28	(288.94)
c.	Unused tax credit	61.78	(37.56)	-	(183.57)	-
	<b>Total Tax Expense</b>	<b>2,486.76</b>	<b>86.75</b>	<b>112.94</b>	<b>313.60</b>	<b>(164.81)</b>
7	<b>Net Profit / (Loss) from after tax (5-6)</b>	<b>(2,610.00)</b>	<b>138.82</b>	<b>262.37</b>	<b>290.75</b>	<b>910.32</b>
8	<b>Other Comprehensive Income (OCI) Net of Tax</b>					
	Items that will not be reclassified to Profit or Loss	(0.66)	0.28	(7.99)	(1.83)	(7.99)
	Remeasurement of the net defined benefit liability / asset	5.31	-	-	5.31	-
	Income tax relating to items that will not be reclassified to Profit or Loss	(1.21)	(0.07)	2.08	(0.90)	2.08
	<b>Total Other Comprehensive Income / (Loss) Net of Tax</b>	<b>3.44</b>	<b>0.21</b>	<b>(5.91)</b>	<b>2.57</b>	<b>(5.91)</b>
9	<b>TOTAL COMPREHENSIVE INCOME (7+8)</b>	<b>(2,606.57)</b>	<b>139.03</b>	<b>256.46</b>	<b>293.32</b>	<b>904.41</b>
10	<b>Earnings/(Loss) per equity share (Not Annualised, except Year-End EPS)</b>					
	Paid up equity share capital (Face Value Rs.10/- per share)	1,199.58	1,199.58	1,199.58	1,199.58	1,199.58
	Reserves excluding Revaluation Reserve as per Balance Sheet of previous accounting year	-	-	-	3,662.55	969.22
	<b>Earnings/(Loss) per equity share (Not Annualised, except Year-End EPS)</b>					
	1. Basic (in Rs.)	(21.73)	1.16	2.14	2.45	7.54
	2. Diluted (in Rs.)	(21.73)	1.16	2.14	2.45	7.54

1 Borrowings reduced by Rs. 36.02 Crores compared to the previous financial year.

2 Financial costs increased on account of the increase in Bank MCLR due to the increase in RBI Repo rates.

3 Sales Increased by 8%

4 Debt to Equity ratio improved from 9.18 to 2.88 on account of the reduction in debts and Equity infusion compared to the previous Financial year.

5 The figures for three months ended 31/03/2023 and 31/03/2022, are arrived at as difference between audited figures in respect of the full financial year and the unaudited published figures upto nine months of the relevant financial year.

For Shri Keshav Cements and Infra Limited

Vilas Katwa  
Managing Director  
DIN:00206015.  
Place: Belagavi  
Date: 25th May 2023





## SHRI KESHAV CEMENTS AND INFRA LIMITED

"Jyoti Tower", 215/2, 6th Cross, Nazar Camp, Karbhar Galli, M. Vadgaon, Belagavi - 590005

CIN: L26941KA1993PLCO14104

E-mail: info@keshavcement.com; Website: www.keshavcement.com

## BALANCE SHEET

(Rs. in Lakhs)

	Particulars	As at 31-03-2023 (Audited)	As at 31-03-2022 (Audited)
A	<b>Assets</b>		
1	<b>Non-current assets</b>		
	Property, plant and equipment	20,388.16	16,891.00
	Right of Use Assets	7.89	8.86
	Capital work-in-progress	924.86	4,652.51
	Financial Assets:		
	Investments	2.36	-
	Other financial assets	837.56	321.07
	<b>Total Non-current Assets</b>	<b>22,160.83</b>	<b>21,873.44</b>
2	<b>Current Assets</b>		
	Inventories	2,837.17	2,804.96
	Financial Assets:		
	Trade Receivable	411.98	547.48
	Cash and cash equivalents	45.48	218.55
	Bank Balances other than Cash and Cash Equivalents	800.13	619.65
	Other financial assets	6.21	6.21
	Other current assets	1,273.03	1,323.12
	<b>Total Current assets</b>	<b>5,374.00</b>	<b>5,519.97</b>
	<b>Total Assets</b>	<b>27,534.83</b>	<b>27,393.41</b>
B	<b>Equity and liabilities</b>		
1	<b>Equity</b>		
	Equity share capital	1,199.58	1,199.58
	Other equity	3,662.55	969.22
	<b>Total Equity</b>	<b>4,862.12</b>	<b>2,168.80</b>
2	<b>Liabilities</b>		
	<b>Non-current liabilities</b>		
	Financial Liabilities:		
	Borrowings	14,003.40	19,905.41
	Lease liability	8.85	9.55
	Provisions	2.92	-
	Deferred tax liabilities (Net)	2,914.50	2,691.11
	Other Non-Current Liability	684.08	19.24
	<b>Total Non-Current liabilities</b>	<b>17,613.75</b>	<b>22,625.31</b>
	<b>Current Liabilities</b>		
	Financial Liabilities:		
	Borrowings	4,013.51	1,713.52
	Lease Liabilities	0.70	0.66
	Trade payables:		
	Total outstanding dues to micro enterprises and small enterprises	105.10	165.62
	Total outstanding dues to creditors other than micro enterprises and small enterprises	371.65	10.82
	Other financial liabilities	192.48	415.23
	Other current Liabilities	279.63	145.66
	Provisions	95.88	147.78
	<b>Total Current Liabilities</b>	<b>5,058.96</b>	<b>2,599.30</b>
	<b>Total Liabilities</b>	<b>22,672.71</b>	<b>25,224.61</b>
	<b>Total Equity and Liabilities</b>	<b>27,534.83</b>	<b>27,393.41</b>



**Part II**  
**Segmentwise Revenue, Results, Assets and Liabilities**

(₹ in Lakhs)

Particulars	Quarter Ended			Year Ended	
	31 Mar'23 (Refer Note-A)	31 Dec'22 (Unaudited)	31 Mar'22 (Refer Note-A)	31 March'23 (Audited)	31 March'22 (Audited)
<b>1. Segment Revenue</b>					
Manufacturing and Trading in Cements (MTC)	2,324.57	2,715.92	2,689.33	9,319.88	9,059.56
Trading in Coal (TC)	-	5.80	14.03	25.68	27.81
Dealers of Petrol and Diesel (TPD)	200.78	254.60	217.21	813.59	791.50
Solar Power Generation & Supply	666.69	453.95	715.50	2,164.79	1,500.20
<b>Total</b>	<b>3,192.04</b>	<b>3,430.27</b>	<b>3,636.06</b>	<b>12,323.94</b>	<b>11,379.07</b>
Less: Inter Segment Revenue	-	-	-	-	-
<b>Total Revenue from operations</b>	<b>3,192.04</b>	<b>3,430.27</b>	<b>3,636.06</b>	<b>12,323.94</b>	<b>11,379.07</b>
<b>2. Segment Results</b>					
Manufacturing and Trading in Cements (MTC)	22.01	398.40	380.98	826.84	1,177.01
Trading in Coal (TC)	-	5.80	14.02	25.68	27.81
Dealers of Petrol and Diesel (TPD)	4.83	6.24	(4.29)	19.57	8.90
Solar Power Generation & Supply	281.89	(38.81)	388.37	434.97	169.50
Others	-	-	-	-	-
<b>Total</b>	<b>308.72</b>	<b>371.63</b>	<b>779.08</b>	<b>1,307.05</b>	<b>1,383.22</b>
Less: Other Un-allocable Finance Cost	(363.16)	(135.61)	(400.58)	(631.13)	(701.02)
Less: Other Un-allocable Expenses	(119.02)	(61.31)	(48.09)	(284.23)	(166.94)
Add: Other Un-allocable Income	50.20	50.86	44.91	212.67	230.25
<b>Total Profit / (Loss) before tax</b>	<b>(123.25)</b>	<b>225.57</b>	<b>375.31</b>	<b>604.35</b>	<b>745.51</b>
<b>3. Segment Assets</b>					
Manufacturing and Trading in Cements (MTC)	12,268.37	12,174.20	11,519.53	12,268.37	11,519.53
Trading in Coal (TC)	2.10	22.41	20.53	2.10	20.53
Dealers of Petrol and Diesel (TPD)	43.77	58.01	52.23	43.77	52.23
Solar Power Generation & Supply	14,756.80	14,831.97	15,515.69	14,756.80	15,515.69
Unallocated	463.80	484.49	285.42	463.80	285.42
<b>Total Segment Assets</b>	<b>27,534.84</b>	<b>27,571.08</b>	<b>27,393.40</b>	<b>27,534.84</b>	<b>27,393.40</b>
<b>4. Segment Liabilities</b>					
Manufacturing and Trading in Cements (MTC)	2,271.13	2,237.31	2,613.31	2,271.13	2,613.31
Trading in Coal (TC)	-	-	-	-	-
Dealers of Petrol and Diesel (TPD)	0.27	10.90	0.19	0.27	0.19
Solar Power Generation & Supply	9,868.47	9,975.29	10,873.40	9,868.47	10,873.40
Unallocated	10,532.85	10,278.47	11,737.70	10,532.85	11,737.70
<b>Total Segment Liabilities</b>	<b>22,672.72</b>	<b>22,501.96</b>	<b>25,224.60</b>	<b>22,672.72</b>	<b>25,224.60</b>

**Note:**

A. The figures for quarter ended 31/03/2023 and 31/03/2022, are arrived at as balancing figures between audited figures in respect of the full financial year and the unaudited published figures upto nine months of the relevant financial year.

For Shri Keshav Cements and Infra Limited

  
 Vilas Katwa  
 Managing Director  
 DIN:00206015  
 Place: Belagavi  
 Date: 25th May 2023



## 2. STATEMENT OF CASH FLOWS

Particulars		31 March 2023 (Audited)	31 March 2022 (Audited)
<b>A</b>	<b>Cash flow from operating activities:</b>		
	Profit Before Tax	604.35	745.52
	Adjustments for:		
	Depreciation and amortisation expense	1,231.04	1,106.73
	Interest income classified as investing cash flow	(61.46)	(16.73)
	Dividend income classified as investing cash flow	(0.06)	-
	Finance cost	1,826.08	1,835.94
	Provision for gratuity	4.92	9.32
	(Gain)/Loss on fair valuation of SGST deferment loan	(65.12)	(19.24)
	Provision for Doubtful Debts	22.65	-
	Bad Debts Written off	0.41	-
	<b>Operating Profit Before Working capital changes</b>	<b>3,562.82</b>	<b>3,661.53</b>
	Movement in working Capital		
	(Increase)/Decrease in trade receivables	112.44	(118.67)
	(Increase)/Decrease in inventories	(32.21)	(328.85)
	(Increase)/Decrease in other financial assets and other current assets	(480.01)	(539.06)
	Increase/(Decrease) in trade payables	300.31	(267.07)
	Increase/(Decrease) in other liabilities	(38.29)	(19.77)
	<b>Cash generated from operations</b>	<b>3,425.05</b>	<b>2,388.11</b>
	Direct Taxes Paid (net of refunds)	(101.23)	(67.00)
	<b>Net cash inflow (used in) / from operating activities</b>	<b>3,323.82</b>	<b>2,321.11</b>
<b>B</b>	<b>Cash flow from investing activities</b>		
	Purchase of property, plant & equipments	(999.58)	(4,184.26)
	Investment in shares	(4.19)	-
	Investment in other bank deposits	(190.71)	(609.42)
	Interest received	61.46	16.73
	Dividend received	0.06	-
	<b>Net cash inflow from / (used in) investing activities</b>	<b>(1,132.96)</b>	<b>(4,776.95)</b>
<b>C</b>	<b>Cash flow from financing activities</b>		
	Repayment of Borrowings	(6,651.52)	(730.75)
	Proceeds from borrowings	5,293.52	6,123.65
	Interest Paid	(1,826.08)	(1,835.94)
	Repayment of Principal towards Lease liability	-	-
	Lease Liability- principle payment	(0.66)	(0.59)
	<b>Net cash inflow from / (used in) financing activities</b>	<b>(3,184.75)</b>	<b>3,556.37</b>
	<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>(993.89)</b>	<b>1,100.53</b>
	Cash and cash equivalents at the beginning of the year	(101.30)	(1,201.83)
	<b>Cash and cash equivalents at the end of the year</b>	<b>(1,095.19)</b>	<b>(101.30)</b>
	<b>Components of Cash and Cash Equivalents</b>		
	Particulars	31-Mar-23	31-Mar-22
	Cash and cash equivalents	45.48	218.55
	Bank Overdrafts	(1,140.67)	(319.85)
	<b>Balance as per statement of cash flows</b>	<b>(1,095.19)</b>	<b>(101.30)</b>

For Shri Keshav Cements and Infra Limited

*[Signature]*

Vilas Katwa  
Managing Director  
DIN:00206015.  
Place: Belagavi  
Date: 25th May 2023





## INDEPENDENT AUDITOR'S REPORT

To,  
The Board of Directors,  
SHRI KESHAV CEMENTS AND INFRA LIMITED  
(CIN:L26941KA1993PLC014104)  
Jyoti Towers, 215/2 6th Cross, Nazar Camp,  
Karbhar Galli, Madhavpur, Vadgaon,  
Belgaum KA 590005

### Report on the Audit of the Annual Financial Results

#### Qualified Opinion

1. We have audited the accompanying annual financial results of SHRI KESHAV CEMENTS AND INFRA LIMITED, (hereinafter referred to as the "Company") for the quarter ended 31st March, 2023 and the year-to-date results for the period from 1st April 2022 to 31st March 2023, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. In our opinion and to the best of our information and according to the explanations given to us, these financial results:
  - a) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
  - b) except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph, give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, and other accounting principles generally accepted in India, of the net profits / losses (including Other Comprehensive Income) and other financial information of the Company for the quarter ended 31st March 2023 as well as the year to date results for the period from 1st April 2022 to 31st March 2023.

#### Basis for Qualified Opinion

3. The company has been purchasing coal and is paying GST Compensation Cess ("coal cess") on the said purchases. Since there is no significant sale of coal, such coal cess is accumulated over a period of time and is not been set off against the output coal cess. Such accumulated coal cess amounting to Rs.242.57 Lakhs is included as part of other current assets in the financial statements. As the company does not have sufficient stock of coal, in our view said coal cess is not recoverable. The impact of the same is not provided in the audited financial results.



4. Based on the information provided and records produced before us, the Company has made an advance payment of GST amounting to Rs. 641.52 Lakhs plus interest and penalties amounting to Rs. 218.11 Lakhs in the financial year 2020-21 & 2021-22, based on a search conducted by GST Intelligence at company premises. The GST liability was pertaining to financial year 2018-19 and 2019-20. However, as per the information and explanation provided to us as at the reporting date, the investigation by DGGI is not complete. Such amounts are included as part of other current assets in the financial statements. Since the investigation is not completed and orders are not issued, therefore we are unable to comment on the impact of the financial statements.
5. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Management's and Board of Director's Responsibilities for the Financial Results**

6. These quarterly financial results as well as the year-to-date financial results have been prepared on the basis of the annual financial statements. The Company's Management and Board of Directors are responsible for the preparation and presentation of these financial results that give a true and fair view of the net profit/loss (including Other Comprehensive Income) and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.
7. In preparing the financial results, 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.

8. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

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

9. Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.
10. As part of an audit in accordance with the SAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:
  - a) Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate Internal Financial Controls with reference to the financial statements in place and the operating effectiveness of such controls.
  - c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the financial results made by the Management and Board of Directors.
  - d) Conclude on the appropriateness of the Management and 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 appropriateness of this assumption. 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 financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

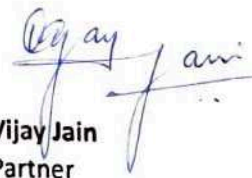




- e) Evaluate the overall presentation, structure, and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.
11. We communicate with those charged with governance regarding, 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.
12. 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**
13. The Annual Financial Results includes the financial information for the quarter ended March 31, 2023, and March 31, 2022, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the respective financial years, which were subject to limited review by us.

Place: Bengaluru  
Date: 25<sup>th</sup> May 2023

For Singhi & Co.,  
Chartered Accountants  
Firm Registration Number: 302049E

  
Vijay Jain  
Partner

Membership No.: 077508  
UDIN: 23077508BGTPRU7152





# Shri Keshav Cements & Infra Ltd.

Regd. Off: "Jyoti Tower" 215/2, Karbhar Galli, 6th Cross, Nazar Camp, M. Vadgaon, Belagavi-590 005.  
☎ : 2483510, 2484412, 2484427, Fax : (0831) 2484421  
CIN No. : L26941KA1993PLC014104, Email: info@keshavcement.com Website : www.keshavcement.com

Date: 25/05/2023

To,  
The General Manager  
Listing Compliance & Legal Regulatory  
**BSE Limited**  
Phiroze Jeejeebhoy Towers  
Dalal Street,  
Mumbai-400 001

Dear Sir,


**Sub: Declaration pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations 2016 and SEBI Circular No. CIR/CFD/CMD/56/2016.**

In Compliance with Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations 2016 and SEBI Circular No. CIR/CFD/CMD/56/2016 we hereby declare that Statutory Auditors of our company M/s. Singhi & Co., Chartered Accountants, Bangalore (Firm Registration No.302049E) have issued Audit Report with modified opinion in respect of Financial Results for the financial year ended 31<sup>st</sup> March, 2023, and the statement on impact of Audit Qualifications is attached herewith.

This is for your kind information.

Thanking You,  
Yours' faithfully,

For **SHRI KESHAV CEMENTS AND INFRA LIMITED**

  
**Venkatesh Katwa**  
Chairman








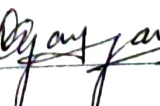


## ANNEXURE I

### Statement on Impact of Audit Qualifications submitted along-with Annual Audited Financial Results

#### Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2023

[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

	Sl. No.	Particulars	Audited Figures (Rs. in Lakhs) (as reported before adjusting for qualifications)	Adjusted Figures (Rs. in Lakhs) (audited figures after adjusting for qualifications)
I.	1.	Turnover / Total income	12,536.60	12,536.60
	2.	Total Expenditure	11,932.25	12,174.82
	3.	Net Profit/(Loss) before Tax	604.35	361.78
	4.	Earnings Per Share	2.45	0.42
	5.	Total Assets	27,534.83	27,292.26
	6.	Total Liabilities	22,672.71	22,672.71
	7.	Net Worth	4,862.12	4619.55
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	<b><u>Audit Qualification (each audit qualification separately):</u></b>			
	a. <b>Details of Audit Qualification:</b> Refer to 'Qualifications Provided in the Audit Report' para below			
	b. <b>Type of Audit Qualification:</b> Qualified Opinion / Disclaimer of Opinion / Adverse Opinion			
	c. <b>Frequency of qualification:</b> Whether appeared first time / repetitive / since how long continuing			
	d. <b>For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b> (Refer to 'Management Replies to the Qualifications' Para 1 below)			
	e. <b>For Audit Qualification(s) where the impact is not quantified by the auditor:</b>			
	(i) <b>Management's estimation on the impact of audit qualification:</b> (Refer to 'Management Replies to the Qualifications' Para 2 below)			
	(ii) <b>If management is unable to estimate the impact, reasons for the same:</b> (Refer to 'Management Replies to the Qualifications' Para 2 below)			
	(iii) <b>Auditors' Comments on (i) or (ii) above:</b> The impact can be ascertainable only on the receipt of the final order from the relevant authorities.			
III.	<b><u>Signatories:</u></b>			
	<input type="checkbox"/>	<del>CEO</del> /Managing Director Mr. Vilas H Katwa		
	<input type="checkbox"/>	CFO Mr. Deepak H Katwa		
	<input type="checkbox"/>	Audit Committee Chairman Mr. K C. Patil		
	<input type="checkbox"/>	Statutory Auditor Mr. Vijay Jain		
	<b>Date:</b> 25th May 2023			

### **Qualifications Provided in the Audit Report:**

1. The company has been purchasing coal and is paying GST Compensation Cess ("coal cess") on the said purchases. Since there is no significant sale of coal, such coal cess is accumulated over a period of time and is not been set off against the output coal cess. Such accumulated coal cess amounting to Rs.242.57 Lakhs is included as part of other current assets in the financial statements. As the company does not have sufficient stock of coal, in our view said coal cess is not recoverable. The impact of the same is not provided in the audited financial results.

2. Based on the information provided and records produced before us, the Company has made an advance payment of GST amounting to Rs. 641.52 Lakhs plus interest and penalties amounting to Rs. 218.11 Lakhs in the financial year 2020-21 & 2021-22, based on a search conducted by GST Intelligence at company premises. The GST liability was pertaining to financial year 2018-19 and 2019-20. However, as per the information and explanation provided to us as at the reporting date, the investigation by DGGI is not complete. Such amounts are included as part of other current assets in the financial statements. Since the investigation is not completed and orders are not issued, therefore we are unable to comment on the impact of the financial statements.

### **Management Replies to the Qualifications:**

1) The Management believes that Input Compensation Cess of Rs. 242.57 lakhs will remain unutilised in the books currently. However, management is planning to venture into cement products and exports in future. As cess is applicable to certain cement products, the Input Compensation Cess can be adjusted towards the sale of such Cement Products and/or refunded in case of exports. Hence the management believes that this unutilized cess is recoverable in the near future.

2) The management paid the amount of Rs. 641.52 lakhs and Rs. 218.11 Lakhs towards GST and interest in the year 2020 & 2021 towards GST search regarding the FY19 and FY20. To cooperate with the department, the full amount was paid under protest. To date the investigation is not completed and based on available records, the management believes that the amount will be refunded.