



Zee Learn Ltd.,
513/A, 5th Floor,
Kohinoor City, Kiroil Road,
Off. LBS Marg, Kurla (W),
Mumbai - 400070.

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Registered Office:
135, Continental Building,
Dr. Annie Besant Road,
Worli, Mumbai - 400 018.
CIN :L80301MH2010PLC198405



www.zeelearn.com

Date: August 13, 2021

To,
BSE Limited
Corporate Relationship Department,
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai-400 001

The National Stock Exchange of India Limited
Exchange Plaza,
Block G, C-1, Bandra-Kurla Complex,
Bandra (East),
Mumbai-400 051

BSE Scrip Code: 533287

NSE SYMBOL: ZEELEARN

Sub: Outcome of Board Meeting held on August 13, 2021.

Dear Sir/Ma'am,

Further to our Intimation dated August 6, 2021 and pursuant to Regulation 30 & 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, we wish to inform you that the Board of Directors of Zee Learn Limited at their Meeting held today (i.e. Friday, August 13, 2021), has inter alia, transacted the following businesses:

1. Approved the Unaudited Financial Results (i.e. Standalone and Consolidated) of the Company for the quarter ended on June 30, 2021 as recommended by the Audit Committee.

Pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we are enclosing herewith Unaudited Financial Results (i.e. Standalone & Consolidated) for the quarter ended June 30, 2021 along with Limited Review Report thereon issued by M/s. Ford Rhodes & Park, Statutory Auditors of the Company;

2. The 11th Annual General Meeting of the Company will be held on September 24, 2021.
3. We have discontinued to operate from our Corporate Office situated at Kohinoor City, A Wing, 513/A Commercial 1, 5th Floor, Kiroil Road, Off. LBS Road Kurla West 400070 and currently operating from our Registered Office situated at Continental Building, 135, Dr. Annie Besant Road, Worli, Mumbai-400018.

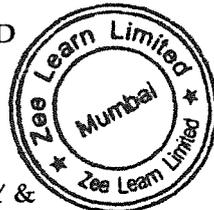
The Meeting of the Board of Directors of the Company commenced at 04:35 p.m. and concluded at 10:40 p.m.

We request you to kindly take the aforesaid information on your record.

Thanking you.
Yours faithfully,
For ZEE LEARN LIMITED

ANIL GUPTA
COMPANY SECRETARY &
COMPLIANCE OFFICER

Encl: a/a



THINK EDUCATION. THINK ZEE LEARN.



Mount Litera
World Preschool



FORD RHODES PARKS & CO LLP

CHARTERED ACCOUNTANTS

(Formerly Ford, Rhodes, Parks & Co.)

SAI COMMERCIAL BUILDING
312/313, 3RDFLOOR,
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Independent Auditor's Review Report

To
The Board of Directors,
Zee Learn Limited

Re: Limited Review Report for the quarter ended 30 June 2021

1. We have reviewed the accompanying Statement of unaudited standalone financial results of **Zee Learn Limited** (the "Company") for the quarter ended 30 June, 2021 ("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.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of Companies Act, 2013 read with rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. **Basis of qualified conclusion**
 - a) As stated in Note 7 to the Statement, Yes Bank has invoked the Corporate Guarantee issued by the Company and its subsidiary i.e. Digital Ventures Private Limited (DVPL) upon defaults in repayment of credit facilities availed by various Trusts and called upon the Company and DVPL to make payment of an amount of Rs. 44,962.56 lakhs (including interest and other charges upto 31 July 2021). As further stated in the note, the Company alongwith Trusts is taking necessary steps including restructuring of these credit facilities and the Company is of the opinion that an amicable resolution will be achieved at the earliest.




A Partnership Firm with Registration.No: BA61078 converted into a Limited Liability Partnership (LLP) namely
FORD RHODES PARKS & CO LLP w.e.f August 4, 2015 - LLP Identification No. AAE4990

Also at : **BENGALURU - CHENNAI - KOLKATA**

FORD RHODES PARKS & CO LLP

The Company has not provided for any liability against above invocation of the Corporate Guarantee as at 30 June 2021 as required by the applicable Indian Accounting Standard (Ind AS). Further, in the absence of sufficient and appropriate evidence to substantiate management's conclusion on the resolution including restructuring of these credit facilities, we are unable to comment upon any adjustments, if any, that may be required in these unaudited standalone financial results for the quarter ended 30 June 2021.

- b) As stated in note 6 to the Statement, the Company has non-current investment in its subsidiary company viz MT Educare Limited (MTEL) with a carrying value at cost of Rs. 27,812.22 Lakhs. MTEL on a consolidated basis has a positive net worth as at 30 June 2021. Further as explained in the said note, the Company, due to the prevailing unprecedented Covid19 pandemic situation and the uncertainty connected to it, has not been able to carry out a detailed and comprehensive assessment of the asset in accordance with the principles of Indian Accounting standard – 36 "Impairment of Assets" and hence no adjustments have been considered by the Company to the carrying value of this non-current investment as at 30 June, 2021. In the absence of sufficient and appropriate audit evidence by way of such detailed and comprehensive assessment due to the current COVID-19 pandemic situation, we are unable to comment upon adjustments, if any, that may be required to the carrying value of this non-current investment on the Statement.

Conclusion on the unaudited standalone financial results for the quarter ended 30 June 2020, quarter and half year ended 30 September 2020 and quarter and nine months ended 31 December 2020 and our opinion on the standalone annual financial results for the year ended 31 March 2021 were also qualified in respect of the matter stated in (b) above.

5. Based on our review conducted as above, except for the effects / possible effects of the matter described in paragraph 4 above, nothing has come to our attention that causes us to believe that the Statement prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard (Ind AS) and other recognised accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. **Material Uncertainty relating to Going Concern**

The Covid-19 pandemic has caused an adverse impact on the business operations of the Company and its financial health. Also, the Company's subsidiaries have defaulted in their debt and other obligations. Further as stated in para 4(a) under Basis of qualified conclusion, the Corporate Guarantee issued by the Company and its subsidiary on behalf of various trusts has been invoked by the lender (Yes Bank) for default in repayment of credit facilities of Rs. 44,962.56 lakhs by such trusts and called upon the Company/its subsidiary to pay the said amount. These events indicate the existence of uncertainty that may cast doubt on the Company's ability to continue as a going concern.

Our conclusion is not modified in respect of the above matter.




FORD RHODES PARKS & CO LLP

7. Emphasis of matters

We draw attention to

- a) Note 3 to the Statement regarding the Company's investments and loan amounting to Rs 52,401.22 lakhs in its wholly owned subsidiary viz Digital Ventures Private Limited outstanding as at 30 June 2021. The Company in the previous year had carried out valuation of assets in the said subsidiary by an independent agency and based on such valuation report the fair value of assets is more than the investments and loan made by the Company. Accordingly, the management considers that no impairment is required to the said investments and loan outstanding as at 30 June 2021.
- b) Note 8 regarding default made by its wholly owned subsidiary i.e. Digital Ventures Private Limited (DVPL) in repayment of loan to Tamilnad Mercantile Bank Limited (TMB) in respect of which the Company has given Corporate Guarantee. As further stated in the note, DVPL is in discussion with TMB including restructuring of the said loan and the Company does not envisage devolvement of Corporate Guarantee.
- c) Note 4 to the Statement which state that the management has made an assessment of the impact of COVID-19 on the Company's operations, financial performance, and position as at and for the quarter ended 30 June 2021 and has concluded that there is no impact which is required to be recognized in the standalone annual financial results. Accordingly, no adjustments have been made to the standalone annual financial results. However, the extent of the impact of the COVID-19 pandemic on the Company's result is dependent upon future developments.

Our conclusion is not modified in respect of the above matters.

8. Other matter

The comparative financial information of the Company for the quarter ended 30 June 2020 included in the Statement have been reviewed by the predecessor auditor who expressed modified conclusion vide their report dated 3 December 2020 on the financial information.

For Ford Rhodes Parks & Co. LLP

Chartered Accountants

Firm Registration Number: 102860W/W100089

Nitin Jain

Partner

Membership Number 215336

Mumbai, 13 August 2021

UDIN: 21215336AAAAEN3366

**Zee Learn Limited**

CIN : L80301MH2010PLC198405

Regd Office :- Continental Bldg., 135, Dr. Annie Besant Road, Worli, Mumbai 400 018

Website: www.zeelearn.com ; email: investor_relations@zeelearn.com ; Tel : 91-22-40343900

Statement of Standalone Unaudited Financial Results for the quarter ended 30 June 2021**(₹ in lakhs except EPS data)**

Particulars	Quarter ended			Year ended
	30 June 2021 Unaudited	31 March 2021 (Refer note 10) Audited	30 June 2020 Unaudited	31 March 2021 Audited
1 Income				
Revenue from operations	2,634.71	2,035.75	3,524.10	9,031.07
Other income	761.15	907.25	687.33	3,000.55
Total income	3,395.86	2,943.00	4,211.43	12,031.62
2 Expenses				
Purchase of stock-in-trade	272.78	225.23	174.17	784.59
Change in inventories of stock-in-trade	145.54	180.90	582.15	704.14
Operational cost	42.66	91.38	97.52	331.91
Employee benefits expense	528.39	602.26	669.21	2,483.94
Finance costs	609.68	741.54	602.06	2,585.70
Depreciation and amortisation expense	200.47	102.02	222.95	771.62
Selling and marketing expenses	163.75	142.59	161.13	581.86
Other expenses	456.03	303.41	548.26	1,504.29
Total expenses	2,419.30	2,389.33	3,057.45	9,748.05
3 Profit before tax (1 - 2)	976.56	553.67	1,153.98	2,283.57
4 Tax expense				
Current tax	308.04	173.43	372.96	771.57
Deferred tax	(67.89)	19.61	(84.18)	(146.50)
Total tax expense	240.15	193.04	288.78	625.07
5 Net Profit / (Loss) for the period / year after tax (3-4)	736.41	360.63	865.20	1,658.50
6 Other comprehensive income/(loss) (including tax effect)				
(i) Items that will not be reclassified to statements of profit and loss	10.53	18.65	(3.36)	21.06
(ii) Items that will be reclassified to statements of profit and loss	-	-	-	-
Other comprehensive income (i+ii)	10.53	18.65	(3.36)	21.06
7 Total comprehensive income for the period/year (5+6)	746.94	379.28	861.84	1,679.56
8 Paid up equity share capital (face value ₹ 1 per share)	3,260.93	3,260.93	3,260.93	3,260.93
9 Other equity				46,358.84
Earnings per share (Not annualised for the interim period):				
- Basic (₹)	0.23	0.11	0.27	0.51
- Diluted (₹)	0.23	0.11	0.27	0.51



Notes to the Statement of Standalone Unaudited financial results for the quarter ended 30 June 2021 :

- 1 The above Standalone Unaudited Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 13 August 2021.
- 2 These standalone financial results have been prepared in accordance with the Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 and guidelines issued by the Securities and Exchange Board of India.
- 3 The Company has investments in its subsidiary company viz Digital Ventures Private Limited (DVPL) in the form of Equity shares, Convertible Debentures, Preference Shares (including redemption premium) and loan amounting to Rs.52,401.22 lakhs as at 30 June 2021. In the previous year, the Company had carried out valuation of assets of DVPL by an independent agency and based on the valuation report, the fair value of the assets is more than the investments and loan made by the Company. Accordingly, the management considers that no impairment is required to the said investments and loan outstanding as at 30 June 2021.
- 4 The nation-wide lockdown due to spread of COVID-19 and other significant restrictions imposed on the movement had an impact on the education sector as most of the schools continued to remain shut for major part of the quarter ended 30 June 2021. However, during this period, the Company has taken lots of efforts to keep the disruption in the business to the minimum.
In preparation of these standalone financial results, the Company has taken into account internal and external sources of information to assess possible impacts of the pandemic, including but not limited to the assessment of liquidity and going concern, recoverable value of its financial and non-financial assets, and the impact on revenues. Based on current indicators of future economic conditions, the Company expects to fully recover the carrying amount of its assets. Basis the Company's projected cash flows for the next one year, management has concluded that the Company will have sufficient liquidity to continue its operations, although it expects possible delays with respect to collections from its customers.
The extent of the impact on the Company's operations remain uncertain and may differ from that estimated as at the date of approval of these standalone financial results and will be dictated by the length of time that such disruptions continue which will in turn depend on the currently unknowable duration of COVID-19 and among other things, the impact of governmental actions imposed in response to the pandemic. The Company is monitoring the rapidly evolving situation and its potential impacts on the Company's financial position, results of operations, liquidity and cash flows.
- 5 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and postemployment received Presidential assent in September 2020. The Code has been published in the Gazette of India and subsequently on 13 November 2020 draft rules were published and invited for stakeholders' suggestions. The Central Government on 30 March 2021 has deferred the implementation of the said Code and the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will account for the related impact in the period the Code becomes effective.
- 6 The Company has non-current investments in its subsidiary company viz MT Educare Limited (MTEL) with a carrying value at cost of Rs. 27,812.22 lakhs. MTEL on a consolidated basis has a positive net worth as at 30 June 2021. Due to the prevailing unprecedented COVID-19 pandemic situation further prolonged by continuous lockdowns and restrictions in movements imposed at regular intervals by State and Central Governments, the Company has not been able to carry out a detailed and comprehensive assessment of the asset in accordance with the principles of IND-AS 36 "Impairment of Assets" and hence no adjustments have been considered by the Company to the carrying value of this non-current investment as at 30 June 2021. Moreover, the Company's investment in MTEL is strategic in nature and any impact due to COVID-19 is short term in nature and hence no impairment is required.
- 7 Yes Bank Limited (Yes Bank) has vide its notices dated 2 August 2021 and 9 August 2021 addressed to the Company and its subsidiary, viz Digital Ventures Private Limited (DVPL) respectively has invoked the Corporate Guarantee upon defaults in repayment of credit facilities availed by various Trusts during the COVID-19 Pandemic, and called upon the Company and DVPL to make payment of an amount of Rs. 44,962.56 lakhs (including interest and other charges upto 31 July 2021). The said notices have been received by the Company and DVPL on 10 August 2021.
The pandemic Covid-19 has caused disruption in the activities especially in the education sector and till date, there are restrictions on carrying out the operations of schools under the brick and mortar model. These trusts have been running all their operations under the brick and mortar model in pre-covid era and hence their operations have been adversely impacted. The Company has been providing its brand and other specialized facilities to these trusts.
While the Trusts have switched to digital mode of imparting education, the envisaged growth at the time of availing facilities is hampered due to Covid-19. The Company along with the Trusts is taking requisite steps including restructuring of these credit facilities. In this regard, the Company is of the opinion that an amicable resolution will be achieved at the earliest.
- 8 During the quarter, one of the subsidiaries viz Digital Ventures Private Limited (DVPL) has defaulted in repayment of loan taken from Tamilnad Mercantile Bank Limited (TMB). In this regard, the company has issued Corporate Guarantee against said loan. DVPL is in discussion with TMB and evaluating the options for orderly restructuring of the loan. Pending the conclusion of the aforementioned discussions, the Company does not envisage devolvement of the Corporate Guarantee.
- 9 The Covid-19 pandemic has caused an adverse impact on the business operations of the Company and their financial health. Certain subsidiary companies have defaulted in their debt obligations and further the Company/subsidiary has received notices from Yes Bank for invocation of corporate guarantee(s). These indicate the existence of uncertainty that may cast doubt on the Company ability to continue as a going concern. However, these standalone unaudited financial results have been prepared on a going concern basis based on business potential and the mitigating steps being taken by the Company.
- 10 Figures for the quarter ended 31 March 2021 are the balancing figures between the unaudited figures for the nine months ended 31 December 2020 and audited figures for the year ended 31 March 2021.
- 11 Previous period figures have been regrouped and rearranged wherever considered necessary.

For and on behalf of the Board of Directors



Ritesh Handa
CEO & Director
DIN: 02725365

Mumbai, 13 August 2021

FORD RHODES PARKS & CO LLP

CHARTERED ACCOUNTANTS

(Formerly Ford, Rhodes, Parks & Co.)

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Independent Auditor's Review Report

To,
The Board of Directors,
Zee Learn Limited

Re: Limited Review Report for the quarter ended 30 June 2021

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of **Zee Learn Limited** ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter ended 30 June 2021 ("the Statement") being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of Companies Act, 2013 read with rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.




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4. The Statement includes the results of the following entities:

Holding Company – Zee Learn Limited

Direct Subsidiaries

- i. Liberium Global Resources Private Limited
- ii. Digital Ventures Private Limited
- iii. Academia Edificio Private Limited
- iv. MT Educare Limited

Indirect Subsidiaries (held through MT Educare Limited)

- i. MT Educational Services Private Limited
- ii. Lakshya Forum for Competition Private Limited (formerly Lakshya Educare Private Limited)
- iii. Chitale's Personalised Learning Private Limited
- iv. Sri Gayatri Educational Services Private Limited
- v. Robomate Edutech Private Limited
- vi. Letspaper Technologies Private Limited
- vii. Labh Ventures India Private Limited

5. Basis of qualified conclusion

- a) As stated in Note 7 to the Statement, Yes Bank has invoked the Corporate Guarantee issued by the Holding Company and its subsidiary i.e. Digital Ventures Private Limited (DVPL) upon defaults in repayment of credit facilities availed by various Trusts and called upon the Holding Company and DVPL to make payment of an amount of Rs. 44,962.56 lakhs (including interest and other charges upto 31 July 2021). As further stated in the note, the Holding Company along with Trusts is taking necessary steps including restructuring of these credit facilities and the Holding Company is of the opinion that an amicable resolution will be achieved at the earliest.

The Group has not provided for any liability against above invocation of the Corporate Guarantee as at 30 June 2021 as required by the applicable Indian Accounting Standard (Ind AS). Further, in the absence of sufficient and appropriate evidence to substantiate management's conclusion on the resolution including restructuring of these credit facilities, we are unable to comment upon any adjustments, if any, that may be required in these unaudited consolidated financial results for the quarter ended 30 June 2021

- b) The Statement as at 30 June 2021 includes goodwill having carrying value of Rs 31,323.64 lakhs on acquisition of its subsidiary company viz MT Educare Limited (MTEL). Due to the prevailing unprecedented Covid19 pandemic situation and the uncertainty connected to it, the Holding Company has not been able to carry out a detailed and comprehensive assessment of the asset in accordance with the principles of Indian Accounting standard – 36 "Impairment of Assets" and hence no adjustments have been considered by the Holding Company to the carrying value of goodwill as at 30 June 2021. In the absence of sufficient and appropriate audit evidence by way of such detailed and comprehensive assessment due to the current COVID-19 pandemic situation, we are unable to comment upon adjustments, if any, that may be required to the carrying value of goodwill.



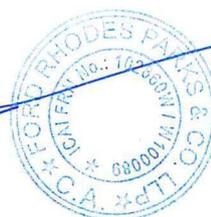
FORD RHODES PARKS & CO LLP

- c) In one of the subsidiaries viz. MT Educare Limited (MTEL), the other auditor who reviewed the consolidated financial results of MTEL reported that MTEL has recognized net deferred tax assets of Rs. 6,923.77 lakhs based on the estimate that sufficient taxable profits would be available in future years against which deferred tax asset can be utilized. In the opinion of the other auditor, due to uncertainties arising out of the outbreak of COVID-19 and the existence of unutilized tax losses available, it is uncertain that MTEL would achieve sufficient taxable profits in future against which deferred tax asset can be utilized. Accordingly, the other auditor is unable to obtain sufficient appropriate audit evidence to corroborate the Management's assessment of recognition of deferred tax assets as at 30 June 2021. Had the deferred tax assets not been recognized, the net profit for the quarter ended 30 June 2021 would have been lower by Rs. 6,923.77 lakhs.
- d) In one of the subsidiaries viz. MT Educare Limited (MTEL), the other auditor who reviewed the consolidated financial results of MTEL reported that MTEL did not obtain/receive balance confirmations from most of the customers/creditors and other parties including certain advances other than related parties for the balances as at 30 June 2021 due to Covid-19 disruption and is in the process of finding amicable resolutions with the parties. Hence, the other auditor is unable to comment on adjustments or disclosures, if any, that may arise.
- e) In one of the subsidiaries viz. MT Educare Limited (MTEL), the other auditor who reviewed the consolidated financial results of MTEL reported that MTEL has loans and other receivables of Rs 5,082.23 lakhs (net of provisions on consolidated basis) outstanding as at 30 June 2021, from other parties having operations in the education sector, which are overdue. The management considers that COVID-19 pandemic and the subsequent lockdowns have disrupted the operations of parties in education sector and such outstandings have arisen primarily due to lockdowns and therefore management considers the same as good and recoverable. Accordingly, owing to the aforementioned overdues, the other auditor was unable to comment upon adjustments, if any, that may be required to the carrying value of the outstanding receivables and further provisions, if any, required and the consequential impact on the Statement.

Conclusion on the unaudited consolidated financial results for the quarter ended 30 June 2020, quarter and half year ended 30 September 2020 and quarter and nine months ended 31 December 2020 were also qualified in respect of the matters stated in (b) and (c) above. Our opinion on the consolidated annual financial results for the year ended 31 March 2021 were also qualified in respect of the matters stated in (b) to (e) above.

6. Qualified conclusion

Based on our review conducted and procedures performed as stated in Paragraph 3 above, and based on the consideration of the review reports of the other auditors referred to in Paragraph 9 below, except for the effects / possible effects of the matters described in paragraph 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

FORD RHODES PARKS & CO LLP

7. Material uncertainty relating to Going Concern

The Covid-19 pandemic has caused an adverse impact on the business operations of the Group and its financial health. Also, the Group has defaulted in its debt and other obligations. Further as stated in para 5(a) under Basis of qualified conclusion, the Corporate Guarantee issued by the Holding Company and its subsidiary on behalf of various Trusts has been invoked by the lender (Yes Bank) for default in repayment of credit facilities of Rs. 44,962.56 lakhs by such Trusts and called upon the Holding Company/its subsidiary to pay the said amount. These events indicate the existence of uncertainty that may cast doubt on the Group's ability to continue as a going concern.

Our conclusion is not modified in respect of the above matter.

8. Emphasis of matters

We draw attention to

- a) Note 6 to the Statement, relating to recoverability of long outstanding vocational trade receivables and unbilled receivables aggregating to Rs. 3,049.92 lakhs (net of provisions) outstanding as at 30 June 2021, which represent amounts recoverable for various Central and State Government/ Agencies projects in education/skill development sector. Based on internal assessment of the management which includes considering the progress of the discussions with the relevant government parties, past trends, contractual rights and evidence of service delivery, the management is of the view that the aforesaid receivable balances (net of provision) outstanding as at 30 June 2021 are good and recoverable.
- b) Note 12 to the Statement that states that the management has made an assessment of the impact of COVID-19 on the Group's operations, financial performance, and position as at and for the period ended 30 June 2021 and has concluded that there is no impact which is required to be recognized in the consolidated financial results. Accordingly, no adjustments have been made to the financial results. However, the extent of the impact of the COVID-19 pandemic on the Group's consolidated financial results is dependent upon future developments

Our conclusion is not modified in respect of the above matters

9. Other matters

- a) We did not review the interim financial results of eleven subsidiaries, whose interim financial results reflect total revenues of Rs. 4,699.88 lakhs, total net loss after tax of Rs. 502.68 lakhs and total comprehensive loss of Rs. 511.39 lakhs for the quarter ended 30 June 2021 as considered in the Statement. These interim financial results have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these eleven subsidiaries is based solely on the reports of other auditors and the procedures performed by us as stated in Paragraph 3 above.




FORD RHODES PARKS & CO LLP

- b) The comparative financial information of the Holding Company for the quarter ended 30 June 2020 included in the Statement have been reviewed by the predecessor auditor who expressed modified conclusion vide their report dated 3 December 2020 on the financial information.

Our conclusion on the Statement is not modified in respect of the above matters.

For **Ford Rhodes Parks & Co. LLP**
Chartered Accountants
Firm Registration Number 102860W/W100089


Nitin Jain
Partner
Membership Number 215336



Mumbai, 13 August 2021

UDIN: 21215336AAAAEO1415



Zee Learn Limited

CIN : L80301MH2010PLC198405

Regd Office :- Continental Bldg., 135, Dr. Annie Besant Road, Worli, Mumbai 400 018

Website: www.zeelearn.com ; email: investor_relations@zeelearn.com ; Tel : 91-22-40343900

Statement of Consolidated Unaudited Financial Results for the quarter ended 30 June 2021

(₹ in lakhs except EPS data)

Particulars	Quarter ended			Year ended
	30 June 2021	31 March 2021 (Refer note 13)	30 June 2020	31 March 2021
	Unaudited	Audited	Unaudited	Audited
1 Income				
Revenue from operations	6,468.46	4,699.07	8,267.11	25,712.25
Other income	952.04	1,503.32	996.64	5,632.53
Total income	7,420.50	6,202.39	9,263.75	31,344.78
2 Expenses				
Purchase of stock-in-trade	272.78	225.22	174.17	784.59
Change in inventories of stock-in-trade	145.54	180.91	582.15	704.14
Operational cost	870.81	1,017.92	985.33	4,236.29
Employee benefits expense	2,219.14	2,361.17	3,045.44	10,354.56
Finance costs	1,125.90	1,409.72	1,242.48	5,149.12
Depreciation and amortisation expense	1,042.10	1,027.59	1,379.09	4,994.95
Selling and marketing expenses	184.25	391.90	167.01	895.29
Other expenses	979.06	1,114.04	1,144.21	4,427.69
Total expenses	6,839.58	7,728.47	8,719.88	31,546.63
3 Profit/(Loss) before tax (1-2)	580.92	(1,526.08)	543.87	(201.85)
4 Tax expense				
Current tax - current year	368.54	(316.29)	481.66	827.62
- earlier year	-	215.71	-	215.71
Deferred tax	74.49	1,271.01	(273.31)	869.86
Total tax expenses	443.03	1,170.43	208.35	1,913.19
5 Net Profit / (Loss) for the period/year after tax (3-4)	137.89	(2,696.51)	335.52	(2,115.04)
6 Other comprehensive income / (loss) (including tax effect)				
(i) Items that will not be reclassified to statements of profit and loss	18.73	15.06	(12.23)	53.91
(ii) Items that will be reclassified to statements of profit and loss	-	-	-	-
Other comprehensive income (i+ii)	18.73	15.06	(12.23)	53.91
7 Total comprehensive income/(loss) for the period/year(5+6)	156.62	(2,681.45)	323.29	(2,061.13)
8 Profit/(Loss) for the year attributable to :				
Equity holders of the parent	166.79	(1,494.44)	412.98	(879.30)
Non-controlling interest	(28.90)	(1,202.07)	(77.46)	(1,235.74)
9 Total comprehensive income / (loss) attributable to :				
Equity holders of the parent	182.19	(1,477.43)	404.41	(838.70)
Non-controlling interest	(25.57)	(1,204.02)	(81.12)	(1,222.43)
10 Paid up equity share capital (face value ₹ 1 per share)	3,260.93	3,260.93	3,260.93	3,260.93
11 Other equity				43,165.62
Earnings per share (Not annualised for the interim period):				
- Basic (₹)	0.05	(0.46)	0.13	(0.27)
- Diluted (₹)	0.05	(0.46)	0.13	(0.27)



Notes to the Statement of Consolidated Unaudited financial results for the quarter ended 30 June 2021 :

- 1 The above Consolidated Unaudited Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 13 August 2021.
- 2 These consolidated unaudited results have been prepared in accordance with the Indian Accounting Standards (Ind AS) the provisions of the Companies Act, 2013 and guidelines issued by the Securities and Exchange Board of India.
- 3 Consolidated unaudited segment information is annexed in accordance with Ind AS 108 'Operating Segments'.
- 4 The Holding Company and its subsidiaries (together referred to as the Group) has loans and other receivables of Rs 5,082.23 lakhs (net of provisions on consolidated basis) outstanding as at 30 June 2021 from other parties having operations in the education sector, which are overdue. The management is of the opinion that COVID-19 pandemic and the subsequent lockdowns have disrupted the operations of parties in education sector. Thereafter we have witnessed a Second Covid wave during the peak-admission season which has resulted in deferment of recovery process beyond what has been envisaged prior to second COVID wave. We anticipate return of normalcy in coming quarters which will enable recovery of the receivables in an orderly manner. At this present juncture, the management considers the outstanding dues to be good and recoverable.
- 5 The consolidated financial statements as at 30 June 2021 include goodwill having carrying value of Rs 31,323.64 lakhs on acquisition of its subsidiary company viz MT Educare Ltd (MTEL). Due to the prevailing unprecedented COVID-19 pandemic situation further prolonged by continuous lockdowns and restrictions in movements imposed at regular intervals by State and Central Governments, the Group has not been able to carry out a detailed and comprehensive assessment of the asset in accordance with the principles of IND-AS 36 "Impairment of Assets" and hence no adjustments have been considered by the Group to the carrying value of this non-current investment as at 30 June 2021. Moreover, the Group's investment in MTEL is strategic in nature and any impact due to COVID-19 is short term in nature and hence no impairment is required.
- 6 The Group has undertaken various Central and State Government/ Agencies, projects in education/skill development sector. Most of these projects are complete, however the dues outstanding (net of provisions) of Rs. 3,049.92 lakhs from the concerned department/ agency have not been realized mainly on account of delays and long process . In the opinion of the management, it has made necessary provision, wherever required and such balances are fully recoverable.
- 7 Yes Bank Limited (Yes Bank) has vide its notices dated 2 August 2021 and 9 August 2021 addressed to the Holding Company and its subsidiary, viz Digital Ventures Private Limited (DVPL) respectively has invoked the Corporate Guarantee upon defaults in repayment of credit facilities availed by various Trusts during the COVID-19 Pandemic, and called upon the Holding Company and DVPL to make payment of an amount of Rs. 44,962.56 lakhs (including interest and other charges upto 31 July 2021).The said notices have been received by the Holding Company and DVPL on 10 August 2021.
The pandemic Covid-19 has caused disruption in the activities especially in the education sector and till date, there are restrictions on carrying out the operations of schools under the brick and mortar model. These Trusts have been running all their operations under the brick and mortar model in pre-covid era and hence their operations have been adversely impacted. The Holding Company has been providing its brand and other specialized facilities to these Trusts.
While the Trusts have switched to digital mode of imparting education, the envisaged growth at the time of availing facilities is hampered due to Covid-19. The Holding Company along with the Trusts is taking requisite steps including restructuring of these credit facilities. In this regard, the Holding Company is of the opinion that an amicable resolution will be achieved at the earliest.
- 8 During the quarter, one of the subsidiaries viz Digital Ventures Private Limited (DVPL) has defaulted in repayment of loan taken from Tamilnad Mercantile Bank Limited (TMB). DVPL is in discussion with TMB and evaluating the options for orderly restructuring of the loan.
- 9 The Covid-19 pandemic has caused an adverse impact on the business operations of the Group and their financial health. Certain subsidiary companies have defaulted in debt obligations and the Company/Subsidiary has received notices for invocation of corporate guarantee(s). These indicate the existence of uncertainty that may cast doubt on the Group's ability to continue as a going concern. However, the Consolidated unaudited financial results have been prepared on a going concern basis based on business potential and the mitigating steps being taken by the Group.
- 10 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and postemployment received Presidential assent in September 2020. The Code has been published in the Gazette of India and subsequently on 13 November 2020 draft rules were published and invited for stakeholders' suggestions. The Central Government on 30 March 2021 has deferred the implementation of the said Code and the date on which the Code will come into effect has not been notified. The Group will assess the impact of the Code when it comes into effect and will account for the related impact in the period the Code becomes effective.
- 11 The subsidiary company viz MT Educare Limited (MT) and its subsidiaries (together referred to as MT Group) is in the process of finding amicable resolutions to the disruptions caused under Covid -19 scenario and thus clearing the old outstanding dues towards its Customers,creditors and other parties. As a result the company has not been able to finalise such balances resulting in delay in obtaining its balance confirmations. Hence, the reconciliation could not be carried out for the year ended 30 June 2021.
- 12 The nation-wide lockdown due to spread of COVID-19 and other significant restrictions imposed on the movement had an impact on the businesses of the Group. However, during this period, the Group has taken lots of efforts to keep the disruption in the business to the minimum.
In preparation of these consolidated financial results, the Group has taken into account internal and external sources of information to assess possible impacts of the pandemic, including but not limited to the assessment of liquidity and going concern, recoverable value of its financial and non-financial assets, and the impact on revenues. Based on current indicators of future economic conditions, the Group expects to fully recover the carrying amount of its assets. Basis the Group's projected cash flows for the next one year, management has concluded that the Group will have sufficient liquidity to continue its operations, although it expects possible delays with respect to collections from its customers. The extent of the impact on the Group's operations remain uncertain and may differ from that estimated as at the date of approval of these financial results and will be dictated by the length of time that such disruptions continue which will in turn depend on the currently unknowable duration of COVID-19 and among other things, the impact of governmental actions imposed in response to the pandemic. The Group is monitoring the rapidly evolving situation and its potential impacts on the Group's financial position, results of operations, liquidity and cash flows.
- 13 Figures for the quarter ended 31 March 2021 are the balancing figures between the unaudited figures for the nine months ended 31 December 2020 and audited figures for the year ended 31 March 2021.
- 14 Previous period figures have been regrouped and rearranged wherever considered necessary.

For and on behalf of the Board of Directors

Mumbai, 13 August 2021



Ritesh Handa
CEO & Director
DIN: 02725365



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Consolidated Unaudited Financial Statements for the quarter ended 30 June 2021

Annexure "Consolidated Segment Information"

Segment Information as per Ind AS 108 "Operating Segments" has been presented on the basis of consolidated financial results with the primary segments being Educational Services and related activities, Construction and Leasing (for education), Training, Manpower and related activities. There being no business outside India, the entire business is considered as a single geographic segment.

Primary Segment Disclosure - Business segment for the quarter ended 30 June 2021

Particulars	Quarter ended			Year ended
	30 June 2021	31 March 2021	30 June 2020	31 March 2021
	Unaudited	Audited (Refer note 13)	Unaudited	Audited
Segment revenue				
- Educational services and related activities	4,569.70	2,429.40	5,859.18	16,548.88
- Construction and leasing (for education)	425.37	926.80	623.68	3,252.03
- Training, manpower and related activities	1,505.53	1,458.26	1,978.80	6,474.51
Total segment revenue	6,500.60	4,814.46	8,461.66	26,275.42
Less: Inter segment revenue	32.14	115.39	194.55	563.17
Net sales / income from operation	6,468.46	4,699.07	8,267.11	25,712.25
Segment results (Profit before tax and interest from ordinary activities)				
- Educational services and related activities	639.98	(2,203.91)	511.32	(2,544.48)
- Construction and leasing (for education)	92.14	575.13	266.55	1,878.08
- Training, manpower and related activities	22.66	9.09	11.83	(18.86)
Total Segment results	754.78	(1,619.69)	789.70	(685.26)
Add/(less):				
Finance costs	(1,125.90)	(1,409.72)	(1,242.48)	(5,149.12)
Interest income	806.58	807.34	834.12	3,268.23
Other income	145.46	695.99	162.53	2,364.30
Total Profit before tax from ordinary activities	580.92	(1,526.08)	543.87	(201.85)
Segment assets				
- Educational services and related activities	58,052.82	58,059.24	64,744.96	58,059.24
- Construction and leasing (for education)	75,758.92	75,985.90	74,415.89	75,985.90
- Training, manpower and related activities	1,931.52	1,862.15	1,602.76	1,862.15
- Unallocated	11,386.42	11,330.24	12,455.59	11,330.24
Total segment assets	147,129.68	147,237.53	153,219.20	147,237.53
Segment liabilities				
- Educational services and related activities	30,306.63	30,584.80	34,563.50	30,584.80
- Construction and leasing (for education)	13,017.87	13,569.76	14,582.70	13,569.76
- Training, manpower and related activities	1,013.90	994.66	1,160.39	994.66
- Unallocated	56,042.14	55,661.76	55,370.79	55,661.76
Total segment liabilities	100,380.54	100,810.98	105,677.38	100,810.98
Net Capital Employed	46,749.14	46,426.55	47,541.82	46,426.55

