



Independent Auditor's Report

Date: 07-09-2021

To the Members of COSBOARD INDUSTRIES LIMITED
Report on the Financial Statements

We have audited the accompanying standalone financial statements of **COSBOARD INDUSTRIES LIMITED ("the Company")** which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (Including other Comprehensive income), the statement of Changes in Equity and Cash Flow Statement for the year ended March 31, 2021, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Indian accounting Standards (Ind AS) prescribed under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India.

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 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

In conducting of Our Audit, We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under Section 143(11) of the Act.

We conducted our audit of standalone financial Statements in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone

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financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements:

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by 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, 2021, and its profit/loss, total comprehensive income, changes in equity and its Cash Flow for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143 (3) of the Act, we report that:
 - a. we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. 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, total comprehensive income, changes in equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
 - d. in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under section 133 of the Act.
 - e. On the basis of written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 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 B**".



3. 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:
- a. The Company has disclosed the pending litigations in its financial statements – Refer Note No.34 to the financial statements;
 - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For and on behalf of

D.M Rao & Co

Chartered Accountants

Firm's registration number: FRN006995SCO



D Madhusudan Rao

Partner

M.No: 028434

UDIN:21028434AAAAHG6603

7/9/21

Department of Corporate Services
 BSE LTD.
 25th Floor, P. J. Towers, Dalal Street
 MUMBAI: 400001

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH 2021

PART I

Particulars	Quarter Ended			Year ended	
	31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
	Unaudited	Unaudited	Unaudited	Audited	Audited
I Revenue from operations					
a) Sales/Income from operation (Exclusive of GST)	0.00	0.00	0	0.00	140.87
b) Other Operating Revenue	0.00	0.00	16.96	0.00	16.96
Total Revenue from operations	0.00	0.00	16.96	0.00	157.83
II Other Income	0.00	0.00	0.00	0.00	0.00
III Total Income (I + II)	0.00	0.00	16.96	0.00	157.83
IV Expenses					
a) Cost of material consumed	0.00	0.00	113.2	0.00	113.2
b) Purchase of Stock-in-trade	0.00	0.00	0.00	0.00	17.47
c) Changes in inventories of Finished goods, Work-in-progress and Stock-in-trade	0.00	0.00	1.65	0.00	150.62
d) Employee benefits expenses	0.00	0.00	8.25	0.00	9.26
e) Finance Cost	0.00	0.00	0.00	0.00	0
f) Power and Fuel	12.79	12.79	25.57	51.15	51.15
g) Dyes & Chemicals	0.00	0.00	0	0.00	0
h) Depreciation and amortisation expenses	66.32	67.04	54.17	267.45	268.18
i) Other Expenses	8.34	3	62.86	32.98	89.08
Total Expenses (a to i)	87.45	82.83	265.71	351.56	698.96
V Profit & (Loss) before exceptional items (III-IV)	-87.45	-82.83	-248.75	-351.56	-541.33
VI exceptional items	0.00	0.00	1171.55	0.00	3440.37
VII Profit before Tax (V-VI)	-87.45	-82.83	-1420.30	-351.56	-3981.70
VIII Tax expenses:					
- Current Tax		0.00	0.00	0.00	0
- Deferred Tax Liabilities/(Assets)	2.15	0.00	2.15	2.15	2.15
IX Net Profit/(Loss) (VII-VIII)	-89.60	-82.83	-1422.45	-353.71	-3983.85
X Other Comprehensive Income					
i. Items that will not be reclassified to Profit & Loss	0.00	0.00	0.00	0.00	0.00
ii. Income tax relating to items that will not be reclassified to Profit & Loss	0.00	0.00	0.00	0.00	0.00
iii. Items that will be reclassified to Profit & Loss	0.00	0.00	0.00	0.00	0.00
iv. Income tax relating to items that will be reclassified to Profit & Loss	0.00	0.00	0.00	0.00	0.00
Total other Comprehensive Income (net of tax)	0.00	0.00	0.00	0.00	0.00
XI Total Comprehensive Income after tax (IX-X)	-89.60	-82.83	-1422.45	-353.71	-3983.85
XII Paid-up equity share capital (at par Value of Rs. 10 each)	429.38	429.38	429.38	429.38	429.38
XIII Reserves(excluding Revaluation Reserve)	0.00	0.00	0.00	-4701.88	-4348.16
XIV Earnings per share if Rs. 10 each-Not annualized					
(a) Basic (in Rs.)	-2.09	-1.93	-33.13	-8.24	-92.78
(b) Diluted (In Rs.)	-2.09	-1.93	-33.13	-8.24	-92.78

NOTE

- The above results were reviewed by the Statutory Auditors and approved by the Committee of Creditors and Insolvency Resolution Professional on _____.
- The operations of the company relate to only one segment i.e. Paper and Paper products.
- The figures for the quarter ended 31st March, 2021 are the balancing figures between the Audited figures in respect of full financial year and published year to date figures upto 31st December, 2020.
- The plant was not in operation during the financial year due to damages of Plant & Machinery, Boiler, Factory Building.
- The Company is under the provision of Insolvency and Bankruptcy Code, 2016 by an order of NCLT, Cuttack Bench vide order CP(IB) No. 44/CTB/2019 with effect from 16.12.2019.
- The figures of the previous quarter have been re-grouped, re-casted and/or re-arranged wherever necessary.

PLACE: Bhubaneswar
 DATE:

FOR COSBOARD INDUSTRIES LIMITED

ANIL KUMAR GILRA
 WHOLE-TIME DIRECTOR (DIN: 00883125)

(UMESH CHANDRA SAHOO)
 Insolvency Resolution Professional (IRP)
 IBI No-IBBI/PA-007/2019-19/1985



STATEMENT OF ASSETS AND LIABILITIES FOR THE YEAR ENDED 31ST MARCH, 2020
(Rs. in Lacs)

Particulars	Audited Financial Year Ended	
	31/03/2021	31/03/2020
ASSETS		
Non-Current Assets		
(i) Property, plant and equipment	1570.90	1839.42
(ii) Intangible Assets	0.00	0.00
(iii) Capital-Work-in-Progress	262.53	262.53
(iv) Intangible Assets under development	0.00	0.00
(v) Investments in Subsidiaries and Joint Ventures	0.00	0.00
Financial Assets		
(i) Investments	25.10	25.10
(ii) Deferred tax Assets (net)	104.12	106.28
(iii) Loans	0.00	0.00
(iv) Others Financial Assets	52.40	413.03
(v) Other non- current assets	72.39	72.38
Sub total Non- Current Assets	2087.44	2718.74
Current Assets		
Inventories	120.65	120.65
Financial assets		
(i) Investments	0.00	0.00
(ii) Trade receivables	2847.37	2849.91
(iii) Cash and cash equivalents	355.12	0.42
(iv) Bank balances other than (iii) above	0.00	0.00
(v) Loans and Advances	41.94	41.94
(vi) Others Financial Assets	0.89	0.89
Other Current Assets	0.00	0.00
Sub total Current Assets	3365.97	3013.81
TOTAL ASSETS	5453.41	5732.55
EQUITY AND LIABILITIES		
Equity		
Equity Share capital	429.38	429.38
Other equity	-5129.10	-4774.30
Sub total Equity	-4699.72	-4344.92
Liabilities		
Non-Current Liabilities		
Financial liabilities		
i) Borrowings	2455.88	2430.88
ii) Trade payables	0.00	0.00
iii) Other financial liabilities	0.00	0.00
iv) Provisions	147.35	147.35
v) Other non current liabilities	0.00	0.00
Sub total Non- Current Liabilities	2603.23	2578.23
Current Liabilities		
Financial liabilities		
i) Borrowings	3108.67	3108.67
ii) Trade Payables	754.85	743.59
iii) Other financial liabilities	3045.00	3045.00
iv) Provisions	0.00	9.45
Other current liabilities	605.15	556.30
Current tax Liabilities (Net)	36.23	36.23
Sub total Current Liabilities	7549.90	7499.24
TOTAL EQUITY AND LIABILITIES	5453.41	5732.55

FOR COSBOARD INDUSTRIES LIMITED

ANIL KUMAR GILRA
WHOLE-TIME DIRECTOR
DIN: 00883125

PLACE: BHUBANESWAR
DATE:

(UMESH CHANDRA SAHOO)
Insolvency Resolution Professional (IRP)
IBBI No-IBBI/PA-002/IP-N00621/2018-19/11855



COSBOARD INDUSTRIES LIMITED
NEW INDUSTRIAL ESTATE, PHASE II, JAGATPUR: 754021, CUTTACK

CASH FLOW STATEMENT AS AT 31ST MARCH, 2021

PARTICULARS	Year Ended 31 st March 2021		Year Ended 31 st March 2020	
		(In Rs.)		(In Rs.)
CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit/(Loss) Before Tax		(3,51,55,840)		(39,81,69,687)
Adjustment for :				
Depreciation	2,67,44,455		2,68,17,863	
Interest	-		-	
Other Period expenses adj	-		-	
Interest income	-	2,67,44,455	-	2,68,17,863
OPERATING PROFIT BEFORE INTEREST CHARGE		(84,11,385)		(37,13,51,824)
Adjustment for :				
Increase/(Decrease) in Inventories	-		3,87,37,159	
Increase/(Decrease) in Trade Receivables	2,53,780		32,51,81,056	
Increase/(Decrease) in Loans and Advances	-		68,62,638	
Increase/(Decrease) in Other Financial Asset	-		-	
Increase/(Decrease) in Trade Payables	11,25,166		31,39,280	
Increase/(Decrease) in Borrowings	-		(10,15,56,229)	
Increase/(Decrease) in Current Liabilities	48,85,518		(2,68,84,645)	
Increase/(Decrease) in Provisions	(9,45,223)		-	
Increase/(Decrease) in Other Financial Liabilities	-		26,79,00,320	
Increase/(Decrease) in Other non current Assets	3,60,62,859	4,13,82,100	(3,73,75,805)	47,60,03,775
CASH GENERATED FROM OPERATION		3,29,70,715		10,46,51,951
Interest Paid	-		-	
Income Tax Paid	-		-	
CASH FROM OPERATING ACTIVITIES		3,29,70,715		10,46,51,951

D.M. RAO & CO.
Chartered Accountants
FRN No: 006995 S

D. Madhusudana Rao
Partner
M M. No. 028434

CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets	-	-	3,19,87,332	3,19,87,332
Increase in investments		-		-
Interest received		-		-
NET CASH USED IN INVESTING ACTIVITIES		-		3,19,87,332
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from other Borrowings	25,00,000	25,00,000	(13,70,00,320)	(13,70,00,320)
Repayment of Long Term borrowings		-		-
NET CASH USED IN FINANCING ACTIVITIES		25,00,000		(13,70,00,320)
Net Increase/Decrease in cash equivalent (A+B+C)		3,54,70,715		(3,61,037)
Cash & Cash Equivalent Opening Balance		41,870		4,02,907
Cash & Cash Equivalent Closing Balance		3,55,12,585		41,870

In terms of our annexed report of even date

For D.M.Rao & Co
Chartered Accountants
PRN: 006995S

(D.Madhusudan Rao)
Partner

Membership No.28434

UDIN:21028434AAAAHG6603

Place : Visakhapatnam

Date : 07-09-2021



FOR AND ON BEHALF OF THE BOARD

[Signature]