



Limited Review Report

Independent Auditor's Review Report on the Quarterly and Year to date Audited Standalone Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended.

To,  
The Board of Directors  
Marudhar Industries Limited

**Report on the Audit of the Standalone Financial Results**

**Opinion**

We have reviewed the accompanying statement of audited standalone financial results of Marudhar Industries Limited ("the company") for the quarter ended March 31, 2020 and for the Year Ended March 31, 2020 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 (the "Regulation") as amended.

In our opinion and to the best of our Information and according to the explanation given to us, the statement:

- (i) Is presented in accordance with the requirement of the Listing Regulations in this regard; and
- (ii) Gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the Quarter ended March 31, 2020 and for the year ended March 31, 2020

**Basis for Opinion**

We conducted our audit of the Standalone Ind AS Financial Statements in accordance with the Standards on Auditing (SAs), as 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 Standalone Ind AS 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 statements 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 Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Standalone financial results.

**Emphasis of Matter**

We draw attention on Note No 3 related to Balance confirmation/reconciliation of the third-party accounts & Balances with the Government Agencies and grouping of the same and disclosure relating to Material on Job work.

**Management's Responsibilities for the Standalone IND AS Financial Results**

The Statement has been prepared on the basis of the standalone annual financial statements. The Company's management and Board of Directors are responsible for the preparation of the Statement that gives a true and fair view of the state of affairs, profit (including other comprehensive income) and cash flow of the Company and other financial information in accordance with the applicable 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 judgements 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, 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

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

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

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. 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 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 managements 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 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.
- 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 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 safeguard



## Other Matters

The Statement includes the results for the quarter ended March 31, 2020 being the balancing figure between audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and the other accounting principles generally accepted in India, read with the Circular is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.

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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analysis procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that cause us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ("Ind AS") specified under section 133 of the Companies Act, 2013 as amended read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Ahmedabad  
Date: 18.10.2021  
UDIN: 21124095AAAAGE3099



**MARUDHAR INDUSTRIES LIMITED**

CIN NO. L91110GU1983PLC022203

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Email: [marudhar2.info@gmail.com](mailto:marudhar2.info@gmail.com) website: [www.marudhar.in](http://www.marudhar.in)**Statement of Audited Standalone Financial Results for the Quarter ended 31st March 2020**

Sr No	Particular	Quarter ended	Year
		31.03.2020 (Audited) (Refer note 2)	31.12.2019 (Unaudited)
		31.03.2019 (Audited) (Refer note 2)	31.03.2020 (Audited)
1 Revenue From Operation		61,32,84,329	58,84,78,245
2 Other income		12,26,418	3,08,060
3 Total Income			
4 Expenses			
a Cost of raw materials and components consumed	34,87,10,147	43,54,13,840	51,56,38,285
b Purchase of stock-in-trade	(4,50,22,778)	4,83,13,356	5,04,719
c Changes in inventories of finished goods & work-in-progress	2,98,77,392	2,45,13,642	(60,88,683)
d Employee benefits expenses	1,91,63,069	2,15,95,447	1,14,59,494
e Finance costs	1,16,11,087	1,15,04,140	1,02,82,286
f Depreciation and amortisation expenses	4,79,32,067	6,21,44,258	8,20,16,249
g Other expenses			
Total expenses			19,54,95,938
5 Profit / (Loss) from Ordinary activity before tax	41,12,70,984	60,34,84,663	58,99,63,832
6 Tax expense			
Current tax	1,72,51,303	1,10,26,664	(11,77,527)
Excess provision for current tax of earlier years			
Deferred tax			
Total tax expense			4,93,40,608
7 Net Profit for the Period / Year			5,57,45,307
8 Other comprehensive income / (Loss)			
A. Other comprehensive income not to be reclassified to profit or loss in subsequent periods:			
Re-measurement gain/(loss) on defined benefit plans			
Income tax effect			
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods			
9 Total comprehensive income for the period / year, net of tax			
10 Paid up Equity Share Capital (Having Face value of Rs 10 each)	1,60,03,481	66,31,952	1,13,27,108
11 Other Equity excluding Revaluation Reserve as at 31st March	10,22,76,250	10,22,76,250	10,22,76,250
12 Earning Per Share (EPS) (of Rs 10 each) (not annualised for quarters)			
Basic & Diluted (in Rs)			
	1.58	0.70	1.02
			3.80
			4.18



**Audited statement of Assets and liabilities**

**Particular**

	Year	Year
ASSETS	31.03.2020 (Audited)	31.03.2019 (Audited)
<b>Non-current assets</b>		
Property, plant and equipment		
Intangible assets		
<b>Financial assets</b>		
(i) Investments	56,72,23,690.00	61,92,32,671.00
(ii) Loans	59,60,473.00	65,14,935.00
(iii) Other financial assets	31,17,372.00	31,17,372.00
Other non-current assets	14,06,884.00	5,75,000.00
<b>Total non-current assets</b>	1,59,66,883.00	1,44,26,873.00
Current assets	90,91,228.00	36,34,010.00
Inventories	62,27,66,531.00	64,75,00,861.00
Financial assets		
(i) Trade receivables	40,83,52,026.00	33,81,16,252.00
(ii) Cash and cash equivalents	38,41,68,283.00	40,98,83,153.00
(iii) Bank balances other than (ii) above	12,53,50,687.00	1,05,74,977.00
(iv) Loans	2,98,73,150.00	2,34,43,138.00
(v) Other financial assets	5,86,083.00	11,41,964.00
Other current assets	16,54,911.00	14,91,982.00
<b>Total current assets</b>	8,51,91,863.00	6,45,50,792.00
<b>Total Assets</b>	1,03,51,77,003.00	84,92,02,258.00
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity Share Capital		
Other equity		
<b>Total Equity</b>	10,22,76,250.00	10,22,76,250.00
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
(i) Borrowings	18,35,97,040.00	13,66,94,693.00
(ii) Other financial Liabilities	7,53,73,955.00	9,44,35,139.00
Provisions	84,69,154.00	28,77,911.00
Deferred tax liabilities (net)	4,87,71,557.00	5,04,47,111.00
<b>Total non-current liabilities</b>	31,62,11,716.00	28,44,54,854.00
Current liabilities		
Financial liabilities		
(i) Borrowings	69,07,89,202.00	61,88,84,723.00
(ii) Trade payables		
-Due to Micro and Small Enterprises		
-Due to Other than Above		
(iii) Other financial Liabilities	9,74,74,901.00	13,75,594.00
Other current liabilities		
Provisions	2,85,85,743.00	2,95,88,322.00
Current tax liabilities (net)	94,29,874.00	1,01,09,919.00
Total current liabilities	1,07,65,131.00	1,03,23,799.00
<b>Total Equity and Liabilities</b>	78,94,357.00	66,87,072.00
	84,11,26,832.00	74,83,41,933.00
		1,65,79,43,534.00
		1,49,67,03,119.00



	Particular	Year	
		31.03.2020 (Audited)	31.03.2019 (Audited)
<b>A: CASH FLOW FROM OPERATING ACTIVITIES</b>			
Profit Before Tax		4,93,40,608.00	5,57,45,307.00
<b>Adjustments to reconcile profit before tax to net cash flows:</b>			
(Gain)/Loss on Sale/Discard of property, plant and equipment & Capital Work-in- progress (net)		1,62,920.00	
Depreciation on property, plant, equipment & Amortisation of Assets		4,59,31,154.00	3,58,88,756.00
Finance income (including fair value changes in financial instruments)		(27,08,044.00)	(16,94,362.00)
Finance costs (including fair value changes in financial instruments)		8,20,16,249.00	6,56,99,252.00
Re-measurement loss on defined benefit plans		(28,55,525.00)	(4,51,043.00)
<b>Operating Profit before working capital changes</b>		<b>17,18,87,382.00</b>	<b>15,51,87,910.00</b>
<b>Working capital adjustments:</b>			
Decrease/(Increase) in trade receivables		2,57,14,870.00	(12,10,00,855.00)
Decrease/(Increase) in inventories		(7,02,35,774.00)	1,83,05,061.00
Decrease/(Increase) in loans		(2,76,003.00)	7,14,420.00
Decrease/(Increase) in other non-current financial assets		(15,40,010.00)	(27,57,513.00)
Decrease/(Increase) in other non-financial assets		(2,06,41,071.00)	(1,45,95,164.00)
(Decrease)/Increase in trade payables		2,08,92,477.00	39,47,903.00
(Decrease)/Increase in other current non-financial liabilities		(34,05,820.00)	(7,60,045.00)
Increase in provisions		60,32,575.00	7,84,232.00
<b>Cash generated from operations</b>		<b>13,10,74,381.00</b>	<b>3,71,80,174.00</b>
Direct taxes paid (net)		(1,02,52,738.00)	(74,72,130.00)
<b>Net Cash (used in) generated from operating activities</b>		<b>12,08,21,643.00</b>	<b>2,97,08,044.00</b>
<b>B: CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase of Property Plant and Equipment, including CWIP and capital advances		(4,07,18,534.00)	(9,28,17,144.00)
Proceeds from sale of Property Plant and Equipment,		(2,11,000.00)	
Redemption/maturity of bank deposits (having original maturity of more than three months)		(64,30,012.00)	16,65,316.00
Interest income		25,45,115.00	16,15,645.00
<b>Net Cash (used in) generated from investing activities</b>		<b>(4,43,92,431.00)</b>	<b>(8,95,35,182.00)</b>
<b>C: CASH FLOW FROM FINANCING ACTIVITIES</b>			
Repayment of long term borrowings		4,69,02,347.00	6,78,96,162.00
Short term borrowings (net)		7,19,04,479.00	1,59,23,826.00
Redemption of Preference Shares		(8,04,60,328.00)	(8,45,000.00)
Interest paid		(3,83,46,488.00)	(6,59,61,195.00)
<b>Net Cash (used in) generated from financing activities</b>		<b>1,70,13,793.00</b>	<b>1,14,75,710.00</b>
<b>Net (Decrease)/Increase in Cash and Cash Equivalents</b>		<b>(4,28,14,345.00)</b>	<b>(4,28,14,345.00)</b>
Cash and Cash Equivalents at the beginning of the year		1,05,74,977.00	5,33,89,322.00
<b>Cash and Cash Equivalents at the end of the year</b>		<b>12,53,50,637.00</b>	<b>1,05,74,977.00</b>

## Notes:

- 1 The above audited standalone results for the quarter and year ended March 31, 2020 have been reviewed by the audit committee and approved by the board of Directors at their Meeting held on 18/10/2021
- 2 The figures of the quarter ended March 31, 2019 and March 31, 2020 are the balancing figures upto the period ended December 31, 2018 and December 31, 2019 respectively. These financial results are to be read along with the notes to accounts.
- 3 In the opinion of the Board of Directors, the current assets are approximately of the value stated, if realized in the ordinary course of the business. There is no contingent liability other than stated above and provisions for all known liabilities are adequate. Few of the accounts of trade payables, trade receivables and Income Tax Receivable are subject to confirmation from the respective parties and necessary adjustments and/or proper classification thereof, if any, will be made on its reconciliation and/or settlement. The classification / grouping of items of the accounts are made by the management, on the basis of the available data with the group and which has been relied upon by the auditors. Accounts of Receivables / Payables in respect of Goods and Service Tax, Service Tax, CENVAT, and VAT are subject to reconciliation, submission of its return for its claim and/or its Audit & Assessment, if any. Material on Job Work is effected on the gross Value under GST Law for GST Purpose and for the preparation of the financial statement it has been shown on net basis and it does not have effect on the profit for year under consideration.
- 4 The Company has adopted IndAS 116 "Lease" with effect from April 1, 2019. However, the adoption of this standard did not have any impact on the financial result of the quarter.
- 5 In accordance with the Ind AS 108 'Operating Segments', the Company has disclosed the segment information in the consolidated financial results and therefore no separate disclosure on segment information is given in the standalone financial results.
- 6 Figures of the previous period/s/years have been regrouped and reclassified to confirm to the classification of the current period whenever necessary

Date: 18/10/2021  
Place: Ahmedabad

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For, Manudhar Industries Ltd.  
Naresh Jain  
Managing Director  
DN: 00714499

