



# KEMISTAR CORPORATION LTD.

CIN No. : L24233GJ1994PLCO22845

604, Manas Complex, Jodhpur Cross Road, Satellite, Ahmedabad-380015,  
Gujarat, India. **Ph** : 079-26923570 / 26923587 **Email** : kemistarbse@gmail.com

September 14, 2020

To,  
Department of Corporate affairs  
Bombay Stock Exchange Limited,  
P.J Dalal Street,  
Mumbai-400001

Dear Sir,

**Subject:** Standalone and Consolidated Financial Results (unaudited) and Limited Review Report for the First Quarter of Financial Year 2020-21

**Ref.:** Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**Scrip code: 531163**  
**Security ID: KEMISTAR**

This is to inform you that as per Regulation 30 and Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the Unaudited Standalone and Consolidated Financial Result for the first quarter of the year 2020-21, ended on June 30, 2020 have been taken on record by the Board of Directors in their meeting held on September 14, 2020 at the registered office of the Company. The copy of the same is enclosed herewith

Request you to kindly take it on record.

Thanking you

Yours faithfully,

For, Kemistar Corporation Limited



**Sheeja Mohan**  
**(Company Secretary)**  
**(A48252)**

## KEMISTAR CORPORATIONS LIMITED

Registered Office : 604, Manas complex, Jodhpur Cross Road, Satellite, Ahmedabad - 380015

CIN : U24233GJ1994PLC022845

Phone No. 079 - 23923570/87

Website: Kemistar.in Email : kemistarbse@gmail.com

Standalone Financial Results for the Quarter ended on 30th June, 2020

(Rs. in Lacs)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30/06/2020	31/03/2020	30/06/2019	31/03/2020
		Unaudited	Unaudited	Unaudited	Audited
<b>PART I</b>					
I.	Revenue from Operations	58.74	178.83	137.34	440.84
II.	Other income	1.98	1.23	13.27	18.85
III.	<b>Total Income (I+II)</b>	<b>60.72</b>	<b>180.06</b>	<b>150.61</b>	<b>459.69</b>
IV.	<b>Expenses :</b>				
	(a) Cost of materials consumed	-	-	-	-
	(b) Purchases of stock-in-trade	57.66	101.21	159.50	298.74
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(4.50)	51.85	(29.41)	106.11
	(d) Employee benefits expenses	1.37	1.37	1.14	5.42
	(e) Financial Costs	0.36	0.39	0.55	1.80
	(f) Depreciation and amortisation expenses	1.08	0.66	0.66	2.64
	(g) Other expenses	4.61	10.80	8.41	22.40
	<b>Total Expenses (IV)</b>	<b>60.59</b>	<b>166.27</b>	<b>140.86</b>	<b>437.11</b>
V.	<b>Profit / (Loss) before exceptional items and tax(III-IV)</b>	<b>0.13</b>	<b>13.79</b>	<b>9.76</b>	<b>22.58</b>
VI	Exceptional items	-	-	-	-
VII	<b>Profit / (Loss) before tax (V-VI)</b>	<b>0.13</b>	<b>13.79</b>	<b>9.76</b>	<b>22.59</b>
VIII	<b>Tax expense</b>				
	(1) Current tax	0.03	5.58	-	5.83
	(2) Deferred Tax	-	0.00	-	0.00
	(3) Income Tax of Earlier Year	-	0.00	-	0.00
IX	<b>Profit / (Loss) for the period from continuing operations (VII-VIII)</b>	<b>0.10</b>	<b>8.21</b>	<b>9.76</b>	<b>16.76</b>
X	<b>Net Profit / (Loss) for the period</b>	<b>0.10</b>	<b>8.21</b>	<b>9.76</b>	<b>16.76</b>
XI	<b>Other Comprehensive Income</b>				
XI	<b>Total Comprehensive income/loss for the period (IX+X) (Comprising profit and Other Comprehensive Income/(loss) for the period)</b>	<b>0.10</b>	<b>8.21</b>	<b>9.76</b>	<b>16.76</b>
XII	<b>Paid -up Equity Share Capital (Face value of Rs. 10/- each)</b>	<b>1,075.94</b>	<b>1,075.94</b>	<b>1,075.94</b>	<b>1,075.94</b>
XIII	<b>Earnings per equity share</b>				
	Basic	0.00	0.08	0.09	0.16
	Diluted	0.00	0.08	0.09	0.16


**Notes:**

- 1 The unaudited standalone financial results for the three months ended June 30, 2020 have been approved by the Board of Directors of the Company at its meeting held on September, 14, 2020.
- 2 The above standalone financial results have been prepared from the interim condensed standalone financial statements, which are prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 ("the Act"), as applicable and guidelines issued by the Securities and Exchange Board of India ("SEBI"). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.
- 3 There are no reportable segments, which signify or in the aggregate qualify for separate disclosure as per provisions of the relevant Ind AS. The Management does not believe that the information about segments which are not reportable under Ind AS, would be useful to the users of these financial statements.
- 4 Figures has been rounded off and regrouped / re-arranged wherever necessary.
- 5 Statement of Assets and Liabilities



		(Rs. In Lacs)
Sr. No.	Particulars	3 Months Ended on 30/06/2020
<b>A</b>	<b>ASSETS</b>	
<b>1</b>	<b>Non-current Assets</b>	
	(a) Property, Plant and Equipment	25.96
	(b) Capital Work-in-Progress	-
	(c) Investment Property	-
	(d) Goodwill	-
	(e) Other Intangible assets	-
	(f) Intangible assets under development	-
	(g) Biological Assets other than bearer plants	-
	(h) Financial Assets	
	(i) Investments	1,073.08
	(ii) Trade receivables	-
	(iii) Loans	
	(iv) Others (to be specified)	
	(i) Deferred tax assets (net)	
	(j) Other non-current assets	
	<b>Sub Total Non-Current Assets</b>	<b>1,099.04</b>
<b>2</b>	<b>Current Assets</b>	
	(a) Inventories	5.90
	(b) Financial Assets	
	(i) Investments	99.15
	(ii) Trade receivables	211.76
	(iii) Cash and cash equivalents	13.79
	(iv) Bank balances other than (iii) above	-
	(v) Loans	190.50
	(vi) Deposit	-
	(c) Current Tax Assets (Net)	-
	(d) Other current assets	15.76
	<b>Sub Total Current Assets</b>	<b>536.85</b>
	<b>TOTAL ASSETS</b>	<b>1,635.90</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>	
(I)	<b>Equity</b>	
	(a) Equity Share Capital	1,075.94
	(b) Other Equity	428.15
	<b>Total Equity</b>	<b>1,504.09</b>
(II)	<b>LIABILITIES</b>	
<b>1</b>	<b>Non-current liabilities</b>	
	(a) Financial Liabilities	
	(i) Borrowings	14.950
	(ii) Trade payables	
	(iii) Other financial liabilities (other than those specified in item (b), to be specified)	-
	(b) Provisions	-
	(c) Deferred tax liabilities (Net)	0.334
	(d) Other non-current liabilities	-
	<b>Sub Total Non-Current Liabilities</b>	<b>15.28</b>
<b>2</b>	<b>Current liabilities</b>	
	(a) Financial Liabilities	
	(i) Borrowings	-
	(ii) Trade payables	106.39
	(iii) Other financial liabilities (other than those specified in item (c))	-
	(b) Other current liabilities	-
	(c) Provisions	10.13
	(d) Current Tax Liabilities (Net)	-
	<b>Sub Total Current Liabilities</b>	<b>116.52</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,635.90</b>

Place: Ahmedabad  
Date: 14th September, 2020

For Kemistar Corporation Limited  
  
 Ketan Patel  
 Managing Director  
 (DIN : 01157786)



## INDEPENDENT AUDITORS' REPORT ON THE STANDALONE FINANCIAL RESULTS

TO  
THE BOARD OF DIRECTORS OF  
KEMISTAR CORPORATION LTD.

### Opinion

We have audited the accompanying statement of standalone financial results of **Kemistar Corporation Ltd.** ("the Company"), for the three months ended 30<sup>th</sup> June, 2020 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").

In our opinion and to the best of our information and according to the explanations given to us, the statement:

- are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the three months ended 30<sup>th</sup> June, 2020.

### Basis for Opinion

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 Directors' Responsibilities for the Standalone Financial Results**

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these standalone financial results that give a true and fair view of the net profit and 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 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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.

The Company's Management and 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 standalone 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 standalone financial results.

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 standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal 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 through a separate report on the complete set of standalone financial statements on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the standalone financial results made by the Management and Board of Directors.
- 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 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 standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Place : Ahmedabad  
Date: 14<sup>th</sup> September, 2020



For, S.D. Mehta & Co.  
Chartered Accountants  
(FRN:137193W)

A handwritten signature in blue ink, appearing to read "Shaishav D. Mehta".

Shaishav D. Mehta  
Partner

M.No. 032891

UDIN:20032891AAAA001490

**KEMISTAR CORPORATIONS LIMITED**

Registered Office : 604, Manas complex, Jodhpur Cross Road, Satellite, Ahmedabad - 380015

CIN : U24233GJ1994PLC022845

Phone No. 079 - 23923570/87

Website: Kemistar.in Email : kemistarbse@gmail.com

Consolidated Financial Results for the Quarter ended on 30th June, 2020

(Rs. in Lacs)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30/06/2020	31/03/2020	30/06/2019	31/03/2020
		Unaudited	Unaudited	Audited	Audited
<b>PART I</b>					
I.	Revenue from Operations	217.91	472.36	360.61	1,414.49
II.	Other income	2.41	2.43	14.38	33.55
III.	<b>Total Income (I+II)</b>	<b>220.32</b>	<b>474.80</b>	<b>374.98</b>	<b>1,448.04</b>
IV.	Expenses :				
	(a) Cost of materials consumed	-	-	-	-
	(b) Purchases of stock-in-trade	144.25	343.50	309.64	1062.84
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	14.99	38.24	14.32	155.72
	(d) Employee benefits expenses	22.77	19.15	22.49	86.95
	(e) Financial Costs	0.37	0.52	1.59	(0.51)
	(f) Depreciation and amortisation expenses	2.17	2.21	0.66	8.66
	(g) Other expenses	11.54	23.60	14.22	76.50
	<b>Total Expenses (IV)</b>	<b>196.09</b>	<b>427.22</b>	<b>362.91</b>	<b>1,390.15</b>
V.	<b>Profit / (Loss) before exceptional items and tax(III-IV)</b>	<b>24.23</b>	<b>47.57</b>	<b>12.08</b>	<b>57.89</b>
VI.	Exceptional items	-	-	-	-
VII.	<b>Profit / (Loss) before tax (V-VI)</b>	<b>24.23</b>	<b>47.57</b>	<b>12.08</b>	<b>57.89</b>
VIII.	Tax expense				
	(1) Current tax	0.03	15.03	-	15.28
	(2) Deferred Tax	-	-	-	(0.20)
	(3) Income Tax of Earlier Year	-	0.00	-	-
IX.	<b>Profit / (Loss) for the period from continuing operations (VII-VIII)</b>	<b>24.20</b>	<b>32.54</b>	<b>12.08</b>	<b>42.81</b>
X.	Net Profit / (Loss) for the period	24.20	32.54	12.08	42.81
XI.	Other Comprehensive Income	-	-	-	-
XI.	<b>Total Comprehensive income/loss for the period (IX+X) (Comprising profit and Other Comprehensive Income/(loss) for the period)</b>	<b>24.20</b>	<b>32.54</b>	<b>12.08</b>	<b>42.81</b>
XII.	Paid -up Equity Share Capital (Face value of Rs. 10/- each)	1,075.94	1,075.94	1,075.94	1,075.94
XIII.	Earnings per equity share				
	Basic	0.22	0.30	0.11	0.40
	Diluted	0.22	0.30	0.11	0.40

**Notes:**

- The unaudited Consolidated financial results for the three months ended June 30, 2020 have been approved by the Board of Directors of the Company at its meeting held on September 14, 2020.
- The above Consolidated financial results have been prepared from the interim condensed Consolidated financial statements, which are prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 ("the Act"), as applicable and guidelines issued by the Securities and Exchange Board of India ("SEBI"). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.
- There are no reportable segments, which signify or in the aggregate qualify for separate disclosure as per provisions of the relevant Ind AS. The Management does not believe that the information about segments which are not reportable under Ind AS, would be useful to the users of these financial statements.
- Figures has been rounded off and regrouped / re-arranged wherever necessary.
- Statement of Assets and Liabilities





		(Rs. In Lacs)
Sr. No.	Particulars	3 Months Ended on 30/06/2020
<b>A</b>	<b>ASSETS</b>	
<b>1</b>	<b>Non-current Assets</b>	
	(a) Property, Plant and Equipment	1,451.466
	(b) Capital Work-in-Progress	17.313
	(c) Investment Property	-
	(d) Goodwill	-
	(e) Other Intangible assets	-
	(f) Intangible assets under development	-
	(g) Biological Assets other than bearer plants	-
	(h) Financial Assets	
	(i) Investments	-
	(ii) Trade receivables	-
	(iii) Loans	-
	(iv) Others (to be specified)	-
	(i) Deferred tax assets (net)	-
	(j) Other non-current assets	-
	<b>Sub Total Non-Current Assets</b>	<b>1,468.78</b>
<b>2</b>	<b>Current Assets</b>	
	(a) Inventories	16.663
	(b) Financial Assets	
	(i) Investments	324.654
	(ii) Trade receivables	366.840
	(iii) Cash and cash equivalents	49.452
	(iv) Bank balances other than (iii) above	-
	(v) Loans	-
	(vi) Deposit	-
	(c) Current Tax Assets (Net)	6.083
	(d) Other current assets	51.64
	<b>Sub Total Current Assets</b>	<b>815.33</b>
	<b>TOTAL ASSETS</b>	<b>2,284.11</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>	
<b>(I)</b>	<b>Equity</b>	
	(a) Equity Share Capital	1,075.94
	(b) Other Equity	494.74
	<b>Total Equity</b>	<b>1,570.68</b>
<b>(II)</b>	<b>LIABILITIES</b>	
<b>1</b>	<b>Non-current liabilities</b>	
	(a) Financial Liabilities	
	(i) Borrowings	324.523
	(ii) Trade payables	-
	(iii) Other financial liabilities (other than those specified in item (b), to be specified)	-
	(b) Provisions	-
	(c) Deferred tax liabilities (Net)	0.334
	(d) Other non-current liabilities	-
	<b>Sub Total Non-Current Liabilities</b>	<b>324.86</b>
<b>2</b>	<b>Current liabilities</b>	
	(a) Financial Liabilities	
	(i) Borrowings	-
	(ii) Trade payables	351.69
	(iii) Other financial liabilities (other than those specified in item (c))	-
	(b) Other current liabilities	0.42
	(c) Provisions	36.46
	(d) Current Tax Liabilities (Net)	-
	<b>Sub Total Current Liabilities</b>	<b>388.57</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,284.11</b>

Place: Ahmedabad  
Date: 14th September, 2020


  
 For, Kemistar Corporation Limited  
 Ketan Patel  
 Managing Director  
 (DIN : 01157786)



## INDEPENDENT AUDITOR'S REPORT ON CONSOLIDATED FINANCIAL RESULTS

TO  
THE BOARD OF DIRECTORS OF  
KEMISTAR CORPORATION LTD.

### Opinion

We have audited the accompanying Statement of Consolidated Financial Results of **KEMISTAR CORPORATION LTD** ("the Company") and its subsidiaries (the Company and its subsidiaries together referred to as "the Group") for the three months ended June 30, 2020 ("the Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the statement:

- a. includes the results of the entities as listed in note 5 to the Statement;
- b. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- c. gives a true and fair view in conformity with Indian Accounting Standard-34 "Interim Financial Reporting" ("Ind AS 34") 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 consolidated net profit and consolidated total comprehensive income and other financial information of the Group for the three months ended June 30, 2020.

### Basis for Opinion

We conducted our audit of this Interim Consolidated Financial Results in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities



for the Audit of the Interim Consolidated Financial Results section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the independence requirements that are relevant to our audit of the Interim Consolidated Financial Results under the provisions of the Act and the Rules thereunder and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

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

This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been compiled from the related audited interim condensed consolidated financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the Interim Consolidated Financial Results that give a true and fair view of the consolidated net profit and consolidated other comprehensive income and other financial information of the Group in accordance with the Ind AS 34, 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.

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 respective financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of Interim Consolidated Financial Results by the Directors of the Company, as aforesaid.

In preparing the Interim Consolidated Financial Results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intend to liquidate their respective entities or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.



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

Our objectives are to obtain reasonable assurance about whether the Interim Consolidated 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 Interim Consolidated Financial Results.

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 Interim Consolidated Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group 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 Interim Consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Interim Consolidated Financial Results, including the disclosures, and whether the Interim Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.



- Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Group to express an opinion on the Interim Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of entities included in the Interim Consolidated Financial Results.

Materiality is the magnitude of misstatements in the Interim Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Interim Consolidated Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Interim Consolidated Financial Results.

We communicate with those charged with governance of the Company and such other entities included in the Interim Consolidated Financial Results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Place : Ahmedabad  
Date: 14<sup>th</sup> September, 2020



For, S.D. Mehta & Co.  
Chartered Accountants  
(FRN:137193W)

A handwritten signature in blue ink, appearing to read "Shaishav D. Mehta".

Shaishav D. Mehta  
Partner

M.No. 032891

UDIN:20032891AAAA DP9975.