

National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block,
Bandra-Kurla Complex,
Bandra (East), Mumbai-400051

5th August, 2020

Symbol: LIBAS
Series: EQ

Dear Sir/Ma'am,

Subject: Outcome of Board Meeting

Pursuant to the SEBI (LODR) Regulations, 2015, this is to inform you that the Board of Directors of the Company, at its meeting held today i.e. Wednesday, 5th August, 2020 commence on 03:30 p.m. and concluded at 11:10 p.m., *inter alia*, has approved/noted the following:

1. Audited Financial Result (Standalone and Consolidated) for the quarter and financial year ended 31st March, 2020
2. The Board took note of the Statutory Auditors' Report on the Audited Financial Results (Standalone & Consolidated) for the Quarter and Financial Year ended 31st March, 2020 (enclosed herewith).

The Report of Statutory Auditors is with modified opinion with respect to the Audited Financial Results (Standalone and Consolidated) of the Company for the Quarter and Financial Year ended 31st March, 2020. The Statement on Impact of Audit Qualifications (For Audit Report with Modified Opinion) for the Financial Year ended 31st March, 2020 is enclosed herewith.

3. Re-appointment of M/s M/s Jain JagawatKamdar & Co., Chartered Accountants as Statutory Auditors for FY 2020-21
4. Appointment of M/s SARK & Associates, Company Secretaries as the Secretarial Auditor for FY 2019-20.
5. Recommended **final dividend at 2% i.e. INR 0.20 per equity shares** of face value INR 10.00 each, subject to the approval of shareholders of the company, which if approved, shall be paid/dispatched within thirty days from the conclusion of the Annual General Meeting of the Company. The date of book closure for the purpose of final dividend shall be intimated later.

Please take the same on your record.

Yours Faithfully,

For & on behalf of
Libas Designs Limited


Riyaz Ganji

(Wholetime Director)

(DIN: 02236203)



Mumbai

CIN - L18101MH2004PLC149489

Reg. Off.: 401 Crescent Royale, Off. New Link Road, Behind Morya Estate, Andheri (West), Mumbai - 53

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LIBAS DESIGNS LIMITED

CIN NO. L18101MH2004PLC149489

Standalone Unaudited Statement of Profit & Loss Account For the Quarter and Year Ended March 31,2020

(Amount in Rs.)

Particulars	Notes	3 Months Ended			Year ended	Year ended
		31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
		Unaudited	Unaudited	Unaudited	Audited	Audited
I. Revenue from Operations	19	72,321,925	59,243,165	139,583,190	332,175,253	517,167,501
II Other Income	20	3,387,455	5,276,004	763,015	13,904,017	2,176,030
III Total revenue (I + II)		75,709,380	64,519,169	140,346,205	346,079,271	519,343,531
IV Expenses						
Cost of materials consumed	21	56,456,408	40,233,042	106,772,250	249,314,583	385,139,889
Employee benefits expense	23	4,640,053	5,515,999	5,124,041	20,300,896	20,831,750
Finance costs	24	5,606,423	5,046,604	5,445,258	20,630,919	18,830,692
Depreciation and amortization expense	25	932,073	1,541,809	1,844,761	4,682,581	5,369,061
Other expenses	26	21,094,543	7,693,085	9,240,464	48,445,396	39,793,361
Total Expenses		88,729,498	60,030,540	128,426,773	343,374,375	469,964,753
V Profit/(Loss) before exceptional and extraordinary items and tax (III-IV)		(13,020,119)	4,488,629	11,919,432	2,704,895	49,378,778
VI Exceptional Items		-	-	-	-	-
VII Profit/(Loss) before extraordinary items and tax (V-VI)		(13,020,119)	4,488,629	11,919,432	2,704,895	49,378,778
VIII Extraordinary Items		-	-	-	-	-
IX Profit before tax (VII-VIII)		(13,020,119)	4,488,629	11,919,432	2,704,895	49,378,778
X Tax expense:						
(1) Current tax - Provision for Taxation		-	1,167,044	3,099,052	676,200	13,750,000
(2) Less: Adjustment for Prior Year Taxation		-	-	-	-	-
(3) Add: Balance B/F from last Year		-	-	-	-	-
(4) Deferred tax		220,526	-	-	220,526	197,640
		220,526	1,167,044	3,099,052	896,726	13,947,640
XI Profit/(Loss) for the period from continuing operations (VII-VIII)		(13,240,644)	3,321,586	8,820,380	1,808,169	35,431,138
XII Profit/(loss) from discontinuing operations		-	-	-	-	-
XIII Tax expense of discontinuing operations		-	-	-	-	-
XIV Profit/(loss) from discontinuing operations (after tax) (XII-XIII)		-	-	-	-	-
XV Profit/(Loss) for the period (XI + XIV)		(13,240,644)	3,321,586	8,820,380	1,808,169	35,431,138
XVI Earning per equity share:						
(1) Basic		(1.08)	0.27	0.72	0.16	3.15
(2) Diluted		(1.08)	0.27	0.72	0.15	2.89

- a. The aforesaid results were reviewed by the audit committee of the board and subsequently taken on record by the board of directors of the Company at their meeting held on **05th August, 2020**.
- b. The Company's business activity falls in single primary segment viz Trading of Fashion Lifestyle Products therefore disclosure requirement under AS 17 - Segment Reporting are not applicable.
- c. In view of the nationwide lockdown announced by the Government of India to control the spread of COVID-19, the Company's business operations were temporarily disrupted. The Company has resumed operations in a phased manner as per government directives. The Management has considered the possible effects, if any, that may result from the pandemic on the carrying amounts of current assets after considering internal and external sources of information including the possible future uncertainties in the global economic conditions as at the date of approval of these financial results. Given the uncertainties associated with pandemic's nature and duration, the actuals may differ from the estimates considered in these financial results. The Company continues to closely monitor the rapidly changing situation.
- d. The figures of current quarter year ended 31st march 2020 and quarter year ended 31st March 2019 are balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and March 31, 2019, respectively and published year to date figures up to nine months ended December 30, 2019 and December 30, 2018, respectively which were subjected to limited review.
- e. Pursuant to The Taxation Laws (Amendment) Ordinance 2019, promulgated on September 20, 2019, the Company intends to exercise the option u/s 115 BAA of the Income Tax Act, 1961 to compute income tax at the revised rate (i.e. @ 25.17% inclusive of surcharge & cess) from the current financial year. Accordingly, the Company has recognized Provision for Income tax for the half year and year ended March 31, 2020 and re-measured its Deferred tax assets/ liabilities basis the said revised rate.
- f. Company has paid Rs 1 Cr income tax dues of FY 2018-19 on 30/06/2020 out of total Income Tax dues of Rs. 1.44 Cr. Balance Rs. 0.41 Cr (after deducting TDS Credit) is undisputed tax dues payable as at 31/03/2020.
- g. The Company is not maintaining relevant information of creditors about micro and small enterprises and hence the creditors are clubbed with others.

LIBAS DESIGNS LIMITED

CIN NO. L18101MH2004PLC149489

STANALONE BALANCE SHEET AS AT 31st March 2020

Particulars	As At 31-Mar-2020 Audited	As At 31-Mar-2019 Audited
Equity and Liabilities		
Shareholders' funds		
Share capital	122,500,000	112,500,000
Reserves and surplus	196,896,347	151,088,177
	319,396,347	263,588,177
Share application money pending allotment		
Non-current Liabilities		
Long Term Borrowings	-	-
Deferred Tax Liabilities (Net)	551,943	331,417
Other Long Term Liabilities	14,262,000	17,217,000
Long Term Provisions	-	-
	14,813,943	17,548,417
Current Liabilities		
Short term borrowings	161,142,127	160,007,611
Trade payables		
Belongs to MSME	-	486,500
Others	36,262,835	26,272,644
Other current liabilities	9,174,160	3,145,423
Short term provisions	15,140,980	24,925,432
	221,720,101	214,837,610
Total Equity & Liabilities	555,930,391	495,974,205
Assets		
Non-current assets		
Fixed assets		
- Tangible assets	19,000,431	22,087,124
- Intangible assets		
- Capital work-in-progress		
Non Current investments	7,674,116	9,124,116
Deferred Tax Assets (Net)	-	-
Long term loans and advances	958,857	8,379,058
Other non current assets	135,220,788	25,455,877
	162,854,192	65,046,175
Current Assets		
Current investments		
Inventories	234,225,343	229,214,698
Trade receivables	126,210,586	170,853,157
Cash & Bank Balances	32,640,271	17,761,513
Short term loans and advances	-	13,098,662
	393,076,200	430,928,030
Total Assets	555,930,391	495,974,205

For and on behalf of the Board of Director of
Libas Design Limited

Mr. Riyaz Ganji
Whole Time Director
DIN : 02236203



Date : 05th August, 2020
Place: Mumbai

h	The Company has bad debts written off to the tune of 1.23 Cr of orders cancelled during the quarter which were booked in December for March and April supplies due to covid pandemics the same is recorded in the current quarter.
i	The undisputed tax liability in relation to profession tax was not paid by the company for the FY 2018-19 and 2019-20. amounting to Rs. 2.22 Lakhs.
j	The INDAS implementation process has started in the company, the above results are based on Accounting Standard (GAAP) accounting maintained by the Company. Due Covid pandemic the implementation is delayed, Management ensure you to complete the same before first quarter June 2020 results of the Company.
k	<p>The Contingent liability includes the results of outcome of following cases filed against Company:-</p> <p>a) - Case No. ESI No. 28 of 2013 filed in the Hon'ble Employees Insurance Court, Mumbai by ESIC for recovery of Rs. 7,84,838/-. Company got the recovery stayed through Hon'ble Employees Insurance Court. Employees State Insurance Corporation filed the case alleging that the stay orders are obtained by suppressing or misrepresenting the material facts to obtain orders and hence to award punishment in accordance with law. Application is at the stage of Evidence.</p> <p>- Case No. 267/SW/2012 filed for non-payment of contribution for the period February 2007 to December 2011 of Rs. 11,59,373/-.</p> <p>- Case No. 2512447/2012 filed for non-submission of Return of contribution from April 2006 to September 2011 in due dates i.e. within 42 days from the expiry of contribution period.</p> <p>Both the cases were filed on October 10, 2012 in Sewree Court, Company has attending the case. The said cases are also pending in E.I. Court Bandra, Mumbai at final stage.</p> <p>b) The Company has filed the Arbitration against G.S. Majestic Developers Pvt Ltd for Rs 6,98,95,800/- in the High Court Mumbai on 30.11.2017</p>
l	The Statutory auditor of the Company have carried out "Limited review" on the above results as required under Regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) Regulation 2015 and SEBI Circular dated July 5, 2016.
m	Board of directors has recommended final dividend at rate of 2 % Amounting to Rs 0.20 Per Equity Shares of Rs 10 each which is subject to approval of <u>Shareholder at Annual General Meeting</u>
n	There are no investor complains received / pending as on 31st March, 2020.

Date : 05th August, 2020
Place: Mumbai



For and on behalf of the Board of Director of
Libas Design Limited

Mr. Riyaz Ganji
Whole Time Director
DIN : 02236203



LIBAS DESIGNS LIMITED
CIN NO. L18101MH2004PLC149489

Standalone and Consolidated Cash Flow Statement as at 31st March 2020

Particulars	Standalone		Consolidated	
	Year ended 31 March 2020	Year Ended 31 March 2019	Year ended 31 March 2020	Year Ended 31 March 2019
A Cash flow from Operating activities				
Net profit before tax and extra ordinary items	644,444	49,378,777	44,321,039	71,026,440
Adjustments for				
- Depreciation	4,682,581	5,369,061	4,682,582	5,369,061
- Amortisation of ROC fee				
- Exchange Difference (Subsidiary)			1,510,317	-
- Interest Received	(8,881,866)	(1,019,973)	(8,881,666)	(1,019,973)
- Interest Paid	20,630,919	18,830,692	20,630,919	18,830,692
	16,431,634	23,179,781	17,942,151	23,179,781
Operating Profit before working capital changes	17,076,078	72,558,558	62,263,190	94,206,220
Adjustments for				
- (Increase)/Decrease in Trade and other receivables	57,741,233	(10,791,083)	3,738,699	(19,516,752)
- (Increase)/Decrease in Inventories	(5,010,645)	1,330,952	13,392,055	(11,908,235)
- Increase/(Decrease) in Trade payable	9,503,690	(25,443,167)	11,455,348	(22,019,233)
- Increase/(Decrease) in Other Current Liabilities	(3,433,651)	(44,234,106)	(4,491,985)	(43,772,270)
	58,800,628	(79,137,404)	24,094,117	(97,216,490)
Cash generated from operations	75,876,706	(6,578,846)	86,357,307	(3,010,270)
Direct taxes paid	-	(2,500,000)	-	(2,500,000)
Net cash from operating activities	75,876,706	(9,078,846)	86,357,307	(5,510,270)
B Cash flow from investing activities				
- Interest Received	8,881,866	1,019,973	8,881,666	1,019,973
- Dividend Income	-	-	-	-
- Investment in Fixed Deposit	-	-	-	-
- Dividend Paid	-	-	-	-
- Investments	(99,832,523)	-	(103,794,710)	-
- Purchase of fixed assets (Net of Sale of FA)	(1,595,888)	(6,383,789)	(1,595,889)	(6,383,789)
Net cash used in investing activities	(92,546,545)	(5,363,816)	(96,508,932)	(5,363,816)
C Cash flow from financing activities				
- Loans borrowed (Net of repayment)	(2,955,000)	741,956	(2,955,000)	-
- Loans Given	-	-	-	-
- Proceed from Issue of Shares	10,000,000	-	10,000,000	-
- Loans Short term borrowed (Net of repayment)	1,134,515	38,692,886	-	38,692,886
- Security Premium	44,000,000	-	44,000,000	-
- Interest paid	(20,630,919)	(18,830,692)	(20,630,919)	688,315
- Repayment of Long/Short Term Loan	-	-	1,134,516	(18,830,692)
Net cash used in financing activities	31,548,596	20,604,150	31,548,597	20,550,509
Net increase / (Decrease) in cash and cash equivalents	14,878,758	6,161,488	21,396,972	9,676,423
Cash and cash equivalents at the beginning of the year	17,761,513	11,600,026	21,276,449	11,600,026
Cash and cash equivalents at the closing of the period	32,640,271	17,761,513	42,673,421	21,276,449
Cash and Bank Balances				
A Cash and cash equivalents				
Cash on hand	32,956,712	11,248,879	42,989,862	14,763,815
Balance with banks				
In Current accounts	(316,441)	6,512,634	(316,441)	6,512,634
	32,640,271	17,761,513	42,673,421	21,276,449
B Other Bank Balance				
Margin Money Deposit (Maturity above 3 months)				
	32,640,271	17,761,513	42,673,421	21,276,449
The Cashflow prepared by the company using indirect method as stated in AS 3 - Statement of Cash Flows				
<p>For and on behalf of the Board of Directors of Libas Designs Limited</p>  <p>Mr Riyaz Ganji Whole Time Director DIN: 02236203</p> 				
<p>Date : 05th August, 2020 Place: Mumbai</p>				



JAIN JAGAWAT KAMDAR & CO

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON AUDIT OF STANDALONE ANNUAL FINANCIAL RESULTS AND REVIEW OF QUARTERLY STANDALONE FINANCIAL RESULTS

To the Members of,

LIBAS DESIGNS LIMITED

Opinion and Conclusions

We have (a) audited the Standalone Financial Results for year ended March 31, 2020 and (b) reviewed the Standalone Financial Results for the quarter ended March 31, 2020 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Standalone Financial Results for the Quarter and Year Ended March 31, 2020" of **LIBAS DESIGNS LIMITED** ("the Company"), ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

(a) Qualified Opinion on Annual Standalone Financial Results

In our opinion and to the best of our information and according to the explanations given to us, the standalone Financial Results for the year ended March 31, 2020:

- i. Is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended except the applicability of IndAS on the financial statement; and
- ii. The Company is yet to adopt IndAS for the financial year 2019-20 except this It give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of net profits, cash flows and other financial information as at and for the year ended on that date.

(b) Conclusion on Unaudited Standalone Financial Results for the quarter ended March 31, 2020.

With respect to the standalone Financial Results for the quarter ended March 31, 2020, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, information mentioned in the "Basis for Qualified Opinion" paragraph which has draw our attention that causes us to believe that the standalone Financial Results for the quarter ended March 31, 2020, not prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 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 may contains any material misstatement.

Basis for Qualified Opinion on the Audited Standalone Financial Results for the year ended March 31, 2020.

- Company got listed on main board (NSE) during the current financial year and which require the management to follows the provision of Ind AS 101 "First Time Adoption of Indian Accounting Standard" and prepare and present the financial statement in accordance Indian Accounting Standard, however management yet to adopt IndAs for the preparation and presentation of these standalone annual Financial Results that give a true and fair view of the net profit/ loss 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.
- Non compliance of applicable financial reporting framework (Ind AS), may lead to misstatement in the financial statement, the effect of such non compliance is difficult to ascertain. However, in our opinion it will impact the carrying value of Financial Assets and Liabilities, Property Plant & Equipment and Investment in subsidiary, which ultimately impacts the profit and loss of the company.
- Adoption of Ind AS also requires restating the balance sheet figure of previous year and opening balance of previous year, which is expected to impact opening balance of retained earnings for any adjustments, pertains to said previous years.
- Attention is also invited to the note no.'f' of the standalone financials results wherein the undisputed income tax liability for the FY 2018-19 is unpaid as at 05th August 2020 amounting to Rs.41.18 Lakhs/-.
- Attention is also invited to the note no 'i' of the standalone financials results wherein the undisputed tax liability in relation to Professional Tax are unpaid as at March 2020 amounting to Rs. 2.22 Lakhs/-.

- As per note “k (a)” of the standalone financial result, company has pending litigation under ESIC and amount involved under litigation is amounting to Rs 19.44 Lakhs, same were not provided in the financial statement.
- 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 paragraph (a) of Auditor’s Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (“the ICAI”) together with the ethical requirements that are relevant to our audit of the Standalone Financial Results for the year ended March 31, 2020 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 Responsibilities for the Statement

This Statement which includes the Standalone Financial Results is the responsibility of the Company’s Board of Directors and has been approved by them for the issuance. The Standalone Financial Results for the year ended March 31, 2020 has been compiled from the related audited financial statements. This responsibility includes the preparation and presentation of the Standalone Financial Results for the quarter and year ended March 31, 2020 that give a true and fair view of the net profit and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 the 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 is free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Results, the 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 Board of Directors are also responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities

(a) Audit of the Standalone Financial Results for the year ended March 31, 2020

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results for the year ended March 31, 2020 as a whole is 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 this 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 Annual 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the 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 ability of the Company 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 Statement 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 Annual Standalone Financial Results, including the disclosures, and whether the Annual Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company to express an opinion on the Annual Standalone Financial Results.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone 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 Annual Standalone Financial Results.

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.

(b) Review of the Standalone Financial Results for the quarter ended March 31, 2020

We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2020 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 ICAI. A review of interim financial information consists of making inquiries, primarily of the Company’s personnel 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 SAs specified under section 143(10) of the Act 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.

Other Matters

- On account of the COVID 19 related lockdown restrictions, Management was not able to perform the year end physical verification of inventories. Consequently, we have performed alternative audit procedure to audit existence of inventory as per the guidance provided in SA 501 “Audit Evidence – Specific consideration to Selected Items” which includes roll back procedure and their supporting documents relating to purchase, production and sales and other sufficient audit evidence to issue our opinion on these Standalone Financial Results.

- Company has not filed Income Tax Return for the AY 2019-20 till date of signing of audit report.
- Balances under sundry debtors and sundry creditors, loans and advances given by the company and parties from whom unsecured loans have been taken are subject to confirmations and adjustments.
- As stated in Note d. of the Statement, the figures for the corresponding quarter ended March 31, 2019 are the balancing figures between the annual audited figures for the year then ended and the year to date figures for the 9 months period ended December 31, 2018. We have not issued a separate limited review report on the results and figures for the quarter ended March 31, 2019. Our report on the Statement is not modified in respect of this matter.
- 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 and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report on the Statement is not modified in respect of this matter.

For JAIN JAGAWAT KAMDAR & CO.
Chartered Accountants
Firm Regn. No. 122530W

CA Chandrashekhhar Jagawat
Partner
M.No:- 116078
UDIN: 20116078AAAADE3665
Date: 05th August, 2020

LIBAS DESIGNS LIMITED



CIN NO. L18101MH2004PLC149489

Consolidated Unaudited Statement of Profit & Loss Account For the Quarter and Audited for the Year Ended March 31, 2020

(Amount in Rs.)

Particulars	Notes	3 Months Ended			Year ended	Year ended
		31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
		Unaudited	Unaudited	Unaudited	Audited	Audited
I. Revenue from Operations	19	110,042,059	187,108,294	253,714,117	651,745,961	631,298,428
II Other Income	20	3,387,455	5,276,004	763,015	13,904,017	2,176,030
III Total revenue (I + II)		113,429,515	192,384,298	254,477,132	665,649,978	633,474,458
IV Expenses						
Cost of materials consumed	21	96,185,980	145,501,846	197,392,190	516,990,631	475,759,829
Employee benefits expense	23	5,426,376	6,112,887	5,724,710	22,873,066	21,432,420
Finance costs	24	5,606,423	5,046,604	5,445,258	20,630,919	18,830,692
Depreciation and amortization expense	25	932,073	1,541,809	2,217,743	4,682,582	5,742,043
Other expenses	26	25,873,476	8,765,543	10,130,136	56,151,742	40,683,033
Total Expenses		134,024,327	166,968,689	220,910,037	621,328,939	562,448,017
V Profit/(Loss) before exceptional and extraordinary items and tax (III-IV)		(20,594,813)	25,415,609	33,567,095	44,321,039	71,026,441
VI Exceptional Items		-	-	-	-	-
VII Profit/(Loss) before extraordinary items and tax (V-VI)		(20,594,813)	25,415,609	33,567,095	44,321,039	71,026,441
VIII Extraordinary Items		-	-	-	-	-
IX Profit before tax (VII-VIII)		(20,594,813)	25,415,609	33,567,095	44,321,039	71,026,441
X Tax expense:						
(1) Current tax - Provision for Taxation		-	6,608,058	2,634,226	676,200	13,750,000
(2) Less: Adjustment for Prior Year Taxation		-	-	-	-	-
(3) Add: Balance B/F from last Year		-	-	-	-	-
(4) Deferred tax		220,526	-	-	220,526	197,640
		220,526	6,608,058	2,634,226	896,726	13,947,640
XI Profit/(Loss) for the period from continuing operations (VII-VIII)		(20,815,338)	18,807,551	30,932,869	43,424,313	57,078,801
XII Profit/(loss) from discontinuing operations		-	-	-	-	-
XIII Tax expense of discontinuing operations		-	-	-	-	-
XIV Profit/(loss) from discontinuing operations (after tax) (XII-XIII)		-	-	-	-	-
XV Profit/(Loss) for the period (XI + XIV)		(20,815,338)	18,807,551	30,932,869	43,424,313	57,078,801
XVI Earning per equity share:						
(1) Basic		-1.70	1.54	2.53	3.54	5.07
(2) Diluted		(1.70)	1.54	2.53	3.54	4.66

- a. The aforesaid results were reviewed by the audit committee of the board and subsequently taken on record by the board of directors of the Company at their meeting held on **05th August, 2020**.
- b. The Company's business activity falls in single primary segment viz Trading of Fashion Lifestyle Products therefore disclosure requirement under AS 17 - Segment Reporting are not applicable.
- c. In view of the nationwide lockdown announced by the Government of India to control the spread of COVID-19, the Company's business operations were temporarily disrupted. The Company has resumed operations in a phased manner as per government directives. The Management has considered the possible effects, if any, that may result from the pandemic on the carrying amounts of current assets after considering internal and external sources of information including the possible future uncertainties in the global economic conditions as at the date of approval of these financial results. Given the uncertainties associated with pandemic's nature and duration, the actuals may differ from the estimates considered in these financial results. The Company continues to closely monitor the rapidly changing situation.
- d. The figures of current quarter year ended 31st march 2020 and quarter year ended 31st March 2019 are balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and March 31, 2019, respectively and published year to date figures up to nine months ended December 30, 2019 and December 30, 2018, respectively which were subjected to limited review.
- e. Pursuant to The Taxation Laws (Amendment) Ordinance 2019, promulgated on September 20, 2019, the Company intends to exercise the option u/s 115 BAA of the Income Tax Act, 1961 to compute income tax at the revised rate (i.e. @ 25.17% inclusive of surcharge & cess) from the current financial year. Accordingly, the Company has recognized Provision for Income tax for the half year and year ended March 31, 2020 and re-measured its Deferred tax.
- f. Company has paid Rs 1 Cr income tax dues of FY 2018-19 on 30/06/2020 out of total Income Tax dues of Rs. 1.44 Cr. Balance Rs. 0.41 Cr (after deducting TDS Credit) is undisputed tax dues payable as at 31/03/2020.
- g. The Company is not maintaining relevant information of creditors about micro and small enterprises and hence the creditors are clubbed with others.
- h. The Company has bad debts written off to the tune of 1.23 Cr of orders cancelled during the quarter which were booked in December for March and April supplies due to covid pandemics the same is recorded in the current quarter.
- i. The undisputed tax liability in relation to profession tax was not paid by the company for the FY 2018-19 and 2019-20. amounting to Rs. 2.22 Lakhs.

j	The INDAS implementation process has started in the company, the above results are based on Accounting Standard (GAAP) accounting maintained by the Company. Due Covid pandemic the implementation is delayed, Management ensure you to complete the same before first quarter June 2020 results of the Company.
k	The Contingent liability includes the results of outcome of following cases filed against Company:- a) - Case No. ESI No. 28 of 2013 filed in the Hon'ble Employees Insurance Court, Mumbai by ESIC for recovery of Rs. 7,84,838/-. Company got the recovery stayed through Hon'ble Employees Insurance Court. Employees State Insurance Corporation filed the case alleging that the stay orders are obtained by suppressing or misrepresenting the material facts to obtain orders and hence to award punishment in accordance with law. Application is at the stage of Evidence. - Case No. 267/SW/2012 filed for non-payment of contribution for the period February 2007 to December 2011 of Rs. 11,59,373/-. - Case No. 2512447/2012 filed for non-submission of Return of contribution from April 2006 to September 2011 in due dates i.e. within 42 days from the expiry of contribution period. Both the cases were filed on October 10, 2012 in Sewree Court, Company has attending the case. The said cases are also pending in E.I. Court Bandra, Mumbai at final stage. b) The Company has filed the Arbitration against G.S. Majestic Developers Pvt Ltd for Rs 6,98,95,800/- in the High Court Mumbai on 30.11.2017
l	The Statutory auditor of the Company have carried out "Limited review" on the above results as required under Regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) Regulation 2015 and SEBI Circular dated July 5, 2016.
m	Board of directors has recommended final dividend at the rate of 2% Amounting to Rs 0.20 Per Equity Shares of Rs 10 each which is subject to approval of Shareholder at Annual General Meeting
n	There are no investor complains received / pending as on 31st March, 2020.
o	Consolidate Financial Results inculdes financial result of following subsidiary; - LIBAS DESIGN LLC (Ajman, U.A.E)
<p style="text-align: center;"> For and on behalf of the Board of Director of Libas Design Limited  Mr. Riyaz Ganji Whole Time Director DIN \ 02236203 </p> <p style="text-align: center;">  </p> <p> Date : 05th August, 2020 Place: Mumbai </p>	

LIBAS DESIGNS LIMITED
CIN NO. L18101MH2004PLC149489
CONSOLIDATED BALANCE SHEET AS AT 31st MARCH 2020

Particulars	As at 31-Mar-2020 Audited	As at 31-Mar-2019 Audited
Equity and Liabilities		
Shareholders' funds		
Share capital	122,500,000	112,500,000
Reserves and surplus	265,463,616	172,735,840
	387,963,616	285,235,840
Share application money pending allotment		-
Non-current Liabilities		
Long Term Borrowings		
Deferred Tax Liabilities (Net)	551,943	331,417
Other Long Term Liabilities	14,262,000	17,217,000
Long Term Provisions	-	-
	14,813,943	17,548,417
Current Liabilities		
Short term borrowings	161,142,127	160,007,611
Trade payables	-	-
Belongs to MSME	-	486,500
Others	41,638,420	29,696,572
Other current liabilities	9,575,926	28,532,691
Short term provisions	15,140,980	-
	227,497,453	218,723,374
Total Equity & Liabilities	630,275,012	521,507,631
Assets		
Non-current assets		
Fixed assets		
- Tangible assets	19,000,431	22,087,124
- Intangible assets	-	-
- Capital work-in-progress	-	-
Non Current investments	4,872,193	7,235,216
Deferred Tax Assets (Net)	-	-
Long term loans and advances	958,857	8,379,058
Other non current assets	135,220,788	25,455,877
	160,052,269	63,157,275
Current Assets		
Current investments		
Inventories	253,172,781	242,453,886
Trade receivables	166,240,404	179,632,459
Cash & Bank Balances	42,673,421	21,276,449
Short term loans and advances	8,136,137	14,987,562
	470,222,744	458,350,356
Total Assets	630,275,012	521,507,631

Date : 05th August, 2020
Place: Mumbai

For and on behalf of the Board of Director of
Libas Design Limited


Mr. Riyaz Ganji
Whole Time Director
DIN : 02236203





JAIN JAGAWAT KAMDAR & CO

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT ON AUDIT OF CONSOLIDATED ANNUAL FINANCIAL RESULTS AND REVIEW OF QUARTERLY CONSOLIDATED FINANCIAL RESULTS

To the Members of,

LIBAS DESIGNS LIMITED

Opinion and Conclusions

We have (a) audited the Consolidated Financial Results for year ended March 31, 2020 and (b) reviewed the Consolidated Financial Results for the quarter ended March 31, 2020 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Consolidated Financial Results for the Quarter and Year Ended March 31, 2020" of **LIBAS DESIGNS LIMITED** ("the Company"), ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

(a) Qualified Opinion on Annual Consolidated Financial Results

In our opinion and to the best of our information and according to the explanations given to us, the Consolidated Financial Results for the year ended March 31, 2020:

- i. Is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended except the applicability of IndAS on the financial statement; and
- ii. The Company is yet to adopt IndAS for the financial year 2019-20 except this It give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of net profits, cash flows and other financial information as at and for the year ended on that date.

H.O.: Office no. 301-302, Poonam Pearl bldg., Opp. New India Colony, Juhu Lane, Andheri (w), Mumbai – 400 058

Phone (O): 022-26203021 * Email : jjk@jjkandco.com

Branch : Plot no 71, Samrat Township, Near Samart School , Dumbhal Road, Surat (Gujrat) -395010

Branch : 70, Deepak Bhawan, Itwara Road, Bhopal (MP) – 462001

Branch: E6, Flat No. 902, LakeTown CHSL, Behind State Bank Nagar, Bibwewadi, Pune (MH) - 411037.

Branch: House No. 42, Upper Ground, Kiran Vihar, New Delhi-110092

(b) Conclusion on Unaudited Consolidated Financial Results for the quarter ended March 31, 2020.

With respect to the Consolidated Financial Results for the quarter ended March 31, 2020, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, information mentioned in the "Basis for Qualified Opinion" paragraph which has draw our attention that causes us to believe that the Consolidated Financial Results for the quarter ended March 31, 2020, not prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 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 may contains any material misstatement.

Basis for Qualified Opinion on the Audited Consolidated Financial Results for the year ended March 31, 2020.

- Company got listed on main board (NSE) during the current financial year and which require the management to follows the provision of Ind AS 101 "First Time Adoption of Indian Accounting Standard" and prepare and present the financial statement in accordance Indian Accounting Standard, however management yet to adopt IndAs for the preparation and presentation of these Consolidated annual Financial Results that give a true and fair view of the net profit/ loss 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.
- Non compliance of applicable financial reporting framework (Ind AS), may lead to misstatement in the financial statement, the effect of such non compliance is difficult to ascertain. However, in our opinion it will impact the carrying value of Financial Assets and Liabilities, Property Plant & Equipment and Investment in subsidiary, which ultimately impacts the profit and loss of the company.
- Adoption of Ind AS also requires restating the balance sheet figure of previous year and opening balance of previous year, which is expected to impact opening balance of retained earnings for any adjustments, pertains to said previous years.
- Attention is also invited to the note no.'f' of the Consolidated financial results wherein the undisputed income tax liability for the FY 2018-19 is unpaid as at 05th August 2020 amounting to Rs.41.18 Lakhs/-.

- Attention is also invited to the note no 'i' of the Consolidated financial results wherein the undisputed tax liability in relation to Professional Tax are unpaid as at March 2020 amounting to Rs. 2.22 Lakhs/-.
- As per note "k (a)" of the Consolidated financial result, company has pending litigation under ESIC and amount involved under litigation is amounting to Rs 19.44 Lakhs, same were not provided in the financial statement.
- 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 paragraph (a) of Auditor's Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated Financial Results for the year ended March 31, 2020 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 Responsibilities for the Statement

This Statement which includes the Consolidated Financial Results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Consolidated Financial Results for the year ended March 31, 2020 has been compiled from the related audited financial statements. This responsibility includes the preparation and presentation of the Consolidated Financial Results for the quarter and year ended March 31, 2020 that give a true and fair view of the net profit and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Consolidated Financial Results, the 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 Board of Directors are also responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities

(a) Audit of the Consolidated Financial Results for the year ended March 31, 2020

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results for the year ended March 31, 2020 as a whole is 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 this 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 Annual 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 control.
- Obtain an understanding of internal control 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 the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the 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 ability of the Company 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 Statement 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 Annual Consolidated Financial Results, including the disclosures, and whether the Annual Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Consolidated Financial Results of the Company to express an opinion on the Annual Consolidated Financial Results.

Materiality is the magnitude of misstatements in the Annual Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual 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 Annual Consolidated Financial Results.

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.

(b) Review of the Consolidated Financial Results for the quarter ended March 31, 2020

We conducted our review of the Consolidated Financial Results for the quarter ended March 31, 2020 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 ICAI. A review of interim financial information consists of making inquiries, primarily of the Company’s personnel 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 SAs specified under section 143(10) of the Act 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.

Other Matters

- On account of the COVID 19 related lockdown restrictions, Management was not able to perform the year end physical verification of inventories. Consequently, we have performed alternative audit procedure to audit existence of inventory as per the guidance provided in SA 501 “Audit Evidence – Specific consideration to Selected Items” which

includes roll back procedure and their supporting documents relating to purchase, production and sales and other sufficient audit evidence to issue our opinion on these Consolidated Financial Results.

- Company has not filed Income Tax Return for the AY 2019-20 till date of signing of audit report.
- Balances under sundry debtors and sundry creditors, loans and advances given by the company and parties from whom unsecured loans have been taken are subject to confirmations and adjustments.
- We did not audit the financial statements of subsidiary included in the consolidated Financial Results, whose financial statements reflect total Assets of Rs. 771.47 Lakhs as at March 31, 2020 and total Revenues of Rs. 377.20 Lakhs and Rs. 869.11 Lakhs for the quarter and year ended March 31, 2020 respectively. This financial statements have been audited, as applicable, by other auditors whose reports have been furnished to us by the Management and our opinion and conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the reports of the other auditors and the procedures performed by us as stated under Auditor's Responsibilities section above.
- As stated in Note d. of the Statement, the figures for the corresponding quarter ended March 31, 2019 are the balancing figures between the annual audited figures for the year then ended and the year to date figures for the 9 months period ended December 31, 2018. We have not issued a separate limited review report on the results and figures for the quarter ended March 31, 2019. Our report on the Statement is not modified in respect of this matter.
- 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 and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report on the Statement is not modified in respect of this matter.

For JAIN JAGAWAT KAMDAR & CO.
Chartered Accountants
Firm Regn. No. 122530W

CA Chandrashekhhar Jagawat
Partner
M.No:- 116078
UDIN: 20116078AAAADE3665
Date: 05th August, 2020

ANNEXURE I

**Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2020
[Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]**

Rs. in Lacs

Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
1.	Turnover / Total income	346,079,271	346,079,271
2.	Total Expenditure	343,374,375	343,374,375
3.	Net Profit/(Loss)	2,704,895	2,704,895
4.	Earnings Per Share	0.15	0.15
5.	Total Assets	555,930,391	555,930,391
6.	Total Liabilities	236,534,044	237,191,519
7.	Net Worth	319,396,347	318,738,872
8.	Any other financial item(s) (as felt appropriate by the management)		

II. Audit Qualification (each audit qualification separately):

a. Details of Audit Qualification:

1. Company got listed on main board (NSE) during the current financial year and which require the management to follows the provision of Ind AS 101 "First Time Adoption of Indian Accounting Standard" and prepare and present the financial statement in accordance Indian Accounting Standard, however management yet to adopt IndAs for the preparation and presentation of these Consolidated annual Financial Results that give a true and fair view of the net profit/ loss 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.
2. Non compliance of applicable financial reporting framework (Ind AS), may lead to misstatement in the financial statement, the effect of such non compliance is difficult to ascertain. However, in our opinion it will impact the carrying value of Financial Assets and Liabilities, Property Plant & Equipment and Investment in subsidiary, which

ultimately impacts the profit and loss of the company.

3. Adoption of Ind AS also requires restating the balance sheet figure of previous year and opening balance of previous year, which is expected to impact opening balance of retained earnings for any adjustments, pertains to said previous years.
4. Attention is also invited to the note no. 'f' of the Consolidated financial results wherein the undisputed income tax liability for the FY 2018-19 is unpaid as at 05th August 2020 amounting to Rs.41.18 Lakhs.
5. Attention is also invited to the note no 'i' of the Consolidated financial results wherein the undisputed tax liability in relation to Professional Tax are unpaid as at March 2020 amounting to Rs. 2.22 Lakhs/-.
6. As per note "k (a)" of the Consolidated financial result, company has pending litigation under ESIC and amount involved under litigation is amounting to Rs 19.44 Lakhs, same were not provided in the financial statement.

b. Type of Audit Qualification : Qualified Opinion

c. Frequency of qualification: Qualification No 6 is continued from March 2019 other are First Time

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:

Management has appointed a Qualified person to analyse the impact of IndAS on the financial statement but due to Corona he was unable to complete his work in time, management is willing to provide for IndAS impact as soon as we got the final report from him.

The management has provided in the books for income tax dues of AY 2019-20 and Paid partly on 30/06/2020 and ensure to p[ay balance before the extended date provide by the Income Tax department. The date for filing of return for AY 2019-20 is extended upto 30th September 2020, the delay was on account of Covid during March and the operation was seriously hampered after that.

As far As Profession Tax of Rs. 2.22 Lakhs is concern the company has send the details for compiling and filing of the required return to consultant but he was unable to provide interest and penalty working and due to technical error on Profession Tax site company was unable to pay the dues in time . Management ensure to complied the deficiency as soon as technical error resolved by the PT department.

e. For Audit Qualification(s) where the impact is not quantified by the auditor:

(i) **Management's estimation on the impact of audit qualification:** - Not Ascertainable

(ii) **If management is unable to estimate the impact, reasons for the same:** Management will provide the liability as prior period item in next quarterly results for the satisfaction of Auditor.

(iii) **Auditors' Comments on (i) or (ii) above:** In our opinion management's delay in implementation of

IndAS in the Company can be avoided by taking timely decision. Other qualification are not material to the operation of the Company.

III. Signatories:

Riyaj Gangi
Director
DIN: 02236203



CFO

--SD--

Audit Committee Chairman

--SD--

Statutory Auditor

For JAIN JAGAWAT KAMDAR & CO.
Chartered Accountants
Firm Regn. No. 122530W

CA Chandrashekhar Jagawat
Partner
M.No:- 116078

Place: Mumbai
Date:05th August, 2020