

ANNEXURE I

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Financial Results - (Standalone)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2024 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (In Lakhs) (as reported before adjusting for qualifications)	Adjusted Figures (In Lakhs) (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	6,666.41	6,666.41
	2.	Total Expenditure	6,638.22	7,115.44
	3.	Net Profit/(Loss)	28.18	-449.04
	4.	Earnings Per Share	0.41	-6.48
	5.	Total Assets	3,369.78	2,892.56
	6.	Total Liabilities	3,369.78	2,892.56
	7.	Net Worth	1,634.37	1,157.15
	8.	Any other financial item(s) (as felt appropriate by the management)		
Audit Qualification (each audit qualification separately):				
a. Details of Audit Qualification:				
i. There are few parties having outstanding balance aggregating to Rs. 477.22 Lakhs which are aged more than 1 to 3 years, and in our view provision for Bad and Doubtful debts is required against such parties, but no provision for bad and doubtful debts provided by the Company, therefore Profit for the Half year and year ended is overstated to that extent and accordingly Net worth of the Company also overstated to that extent.				
b. Type of Audit Qualification : Qualified Opinion				
c. Frequency of qualification: first time				
d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Not Applicable				
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's views to Audit Qualification 1 of the Audit Report: In Q4 FY24, the company had outstanding balances amounting to Rs. 477.22 lakhs related to old dues from few customer accounts. Here is a breakdown of the actions taken and the current status of these accounts: Legal Recourse: One debtor account has an outstanding amount of approximately Rs. 290 lakhs. Action: The company has initiated legal proceedings and has been advised that there is a strong case for the recovery of these dues.				



Refusal of Payment:

One debtor account has refused payment of Rs. 32 lakhs upon receipt of the shipment.

Situation: Despite the refusal, the company is actively pursuing other avenues to resolve this matter and recover the dues.

Other Accounts:

For the remaining accounts, the company is in active discussions with its customers. Progress: Significant improvements have been made in the overall aging of overdue receivables in Q4 FY24. The management is confident in the recovery or settlement of these outstanding amounts.

Considering the actions taken and the ongoing recovery processes, the company believes that the provision for bad and doubtful debts currently deemed unnecessary will be reassessed in the future based on the outcomes of these recovery efforts.

(iii) Auditors' Comments on (i) or (ii) above: No additional comments required

Note:

III.

Signatory:

- Managing Director

SOUNAASH M SHAW

- Chief Financial officer

[Signature]

- Audit committee Chairman

[Signature]

- Statutory Auditor

[Signature]



Place: Pune

Date: 24.06.2024