

# PHF LEASING LIMITED.

Regd. & Corp. Office : 923, G.T. Road Jalandhar (Pb.) INDIA  
Ph. : 0181-4639903-04  
email : [phf\\_leasingltd@yahoo.co.in](mailto:phf_leasingltd@yahoo.co.in)  
Website : [www.phfleasing.com](http://www.phfleasing.com)  
CIN No. : L65110PB1992PLC012488



May 13, 2023

To,

**The Head - Listing & Compliance**  
**Metropolitan Stock Exchange of India Limited (MSEI)**  
Building A, Unit 205A, 2nd Floor,  
Piramal Agastya Corporate Park,  
L.B.S Road, Kurla West, Mumbai - 400 070  
Maharashtra, India

*Sub: Submission of Standalone Audited Financial Results for the quarter and year ended March 31, 2023 pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015*

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("*Listing Regulations*") ("*as amended*"), Please find enclosed herewith the Standalone financial results for the quarter and year ended on March 31, 2023 along with the Auditor's Report (with unmodified opinion) and the Statement of Cash flows and Statement of Assets and Liabilities for the year ended on March 31, 2023.

The audited financial results will be made uploaded on the website of the company <https://www.phfleasing.com/>

This is for your information and records.

Thanking You,

For M/s PHF Leasing Limited

PHF LEASING LIMITED

923-G.T. Road, Jalandhar

*Shikha Kapoor*  
Company Secretary

Shikha Kapoor

Company Secretary

Membership No. A19146

Add: H. No. 65, Paras Estate,

Jalandhar-144008,

Punjab, India

PHF LEASING LIMITED

Registered Office: 923, G.T. Road Jalandhar - 144001, Punjab

Corporate Office: 87, Radio Colony, Mahavir Marg, BMC Chowk, Jalandhar - 144001, Punjab

CIN No.L65110PB1992PLC012488

Ph.No.0181-4639903-04, Website : www.phfleasing.com

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Statement of Audited Financial Results for the Quarter and Year ended 31st March 2023

(In Lakhs)

S.No	Particulars	Quarter ended			Year ended	
		31/03/2023 Unaudited	31/12/2022 Unaudited	31/03/2022 Unaudited	March 31, 2023 (Audited)	March 31, 2022 (Audited)
	<b>Revenue from operations</b>					
(i)	Interest income	558.48	386.03	277.09	1,537.94	855.20
(ii)	Dividend income	0.01	-	-	0.10	0.07
(iii)	Gain on derecognition of financial assets	97.97	-	-	235.64	-
(I)	<b>Total Revenue from operations</b>	<b>656.46</b>	<b>386.03</b>	<b>277.09</b>	<b>1,773.68</b>	<b>855.27</b>
(II)	<b>Other income</b>	<b>0.17</b>	<b>0.46</b>	<b>-</b>	<b>1.06</b>	<b>8.17</b>
(III)	<b>TOTAL INCOME (I+II)</b>	<b>656.63</b>	<b>386.49</b>	<b>277.09</b>	<b>1,774.74</b>	<b>863.44</b>
	<b>EXPENSES</b>					
(i)	Finance Costs	266.47	205.67	123.23	773.43	424.30
(ii)	Impairment on financial instruments	(3.70)	15.70	3.48	39.53	(22.51)
(iii)	Employee Benefits Expenses	140.13	112.77	91.11	414.38	271.10
(iv)	Depreciation, amortization and impairment	13.19	11.12	5.89	41.67	21.33
(v)	Other expenses	153.41	86.60	45.05	361.16	152.75
(IV)	<b>Total Expenses</b>	<b>569.50</b>	<b>431.86</b>	<b>268.76</b>	<b>1,630.17</b>	<b>846.97</b>
(V)	<b>Profit before tax before exceptional items(III-IV)</b>	<b>87.13</b>	<b>(45.37)</b>	<b>8.33</b>	<b>144.57</b>	<b>16.47</b>
(VI)	Exceptional Items	-	-	-	-	75.00
(VII)	<b>Profit before tax</b>	<b>87.13</b>	<b>(45.37)</b>	<b>8.33</b>	<b>144.57</b>	<b>91.47</b>
(VIII)	<b>Tax expenses</b>					
(1)	Current tax	1.68	-	(12.20)	-	(12.20)
(2)	Deferred tax	(31.65)	16.84	(0.07)	(39.46)	(8.37)
(3)	MAT Credit entitlement	-	-	-	-	-
(4)	Tax adjustment for earlier years	-	10.53	-	10.53	-
(IX)	<b>Net tax expenses</b>	<b>(29.97)</b>	<b>27.37</b>	<b>(12.27)</b>	<b>(28.93)</b>	<b>(20.57)</b>
(X)	<b>Profit for the period (VII+IX)</b>	<b>57.16</b>	<b>(18.00)</b>	<b>(3.94)</b>	<b>115.64</b>	<b>70.90</b>
(XI)	<b>Other comprehensive income</b>					
(A)	(i) Net gain on equity instrument designated at FVOCI	16.84	-	5.20	16.84	5.20
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(3.37)	-	0.24	(3.37)	0.24
(B)	(i) Items that will be reclassified to profit or loss					
	Re-measurement lossess on defined benefit plans	1.62	1.18	3.53	10.94	(0.54)
	(ii) Income tax relating to items will be reclassified to profit or loss	(0.40)	(2.35)	-	(2.75)	-
	<b>Other Comprehensive Income</b>	<b>14.69</b>	<b>(1.17)</b>	<b>8.97</b>	<b>21.66</b>	<b>4.90</b>
(XII)	<b>Total Comprehensive Income for the period (X+XI)</b>	<b>71.85</b>	<b>(19.17)</b>	<b>5.03</b>	<b>137.30</b>	<b>75.80</b>
(XIII)	<b>Paid-up equity share capital (face value Rs.10/- per share)</b>	<b>1,238.68</b>	<b>550.00</b>	<b>550.00</b>	<b>1,238.68</b>	<b>550.00</b>
(XIV)	<b>Other equity</b>	<b>1,488.77</b>	<b>590.53</b>	<b>525.07</b>	<b>1,488.77</b>	<b>525.07</b>
(XV)	<b>Earnings per equity share (nominal value of share Rs.10/-)</b>					
	Basic (Rs.)	1.00	(0.33)	(0.10)	2.08	2.04
	Diluted (Rs.)	1.00	(0.33)	(0.10)	2.08	2.04

For PHF LEASING LIMITED  
923- G.T. Road, Jalandhar

*V. K. Sagar*  
Director

**PHF LEASING LIMITED**

Registered Office: 923, G.T. Road Jalandhar - 144001, Punjab

Corporate Office: 87, Radio Colony, Mahavir Marg, BMC Chowk, Jalandhar - 144001, Punjab

CIN No.L65110PB1992PLC012488

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Notes :-

1) **Statement of Assets & Liabilities as at March 31, 2023**

(In Lakhs)

Particulars	Note No.	As at	
		March 31, 2023 (Audited)	March 31, 2022 (Audited)
<b>ASSETS</b>			
(1) <b>Financial Assets</b>			
(a) Cash and Cash Equivalents	3	2240.06	869.39
(b) Bank Balance other than cash and cash equivalent	4	7.00	0.00
(c) Loans	5	7888.38	4654.06
(d) Investments	6	756.87	55.08
(e) Other Financial Assets	7	658.90	294.00
(2) <b>Non- Financial Assets</b>			
(a) Current tax assets (Net)	8	9.85	3.90
(b) Deferred tax assets (Net)	9	-	5.73
(c) Property, Plant and Equipment	10	161.63	95.56
(d) Right of Use assets	11	233.45	107.96
(e) Other non-financial assets	12	70.29	23.00
<b>Total Assets</b>		<b>12026.43</b>	<b>6108.68</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
(1) <b>Financial Liabilities</b>			
(a) Payables	12		
(I) Trade Payables			
(i) total outstanding dues of micro enterprises and small enterprises		-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		134.58	31.97
(II) Other Payables			
(i) total outstanding dues of micro enterprises and small enterprises		8.01	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		105.08	44.23
(b) Debt Securities	13	1678.53	1380.74
(c) Borrowings (Other than Debt Securities)	14	3870.00	1990.23
(d) Subordinated Liabilities	15	675.01	581.13
(e) Deposits	16	2112.87	863.67
(f) Lease Liabilities		253.20	115.90
(g) Other financial liabilities	17	390.43	8.86
(2) <b>Non- Financial Liabilities</b>			
(a) Provisions	18	3.36	1.11
(b) Deferred tax assets (Liabilities)	8	39.85	0.00
(c) Other non financials liabilities	19	31.78	15.78
(3) <b>EQUITY</b>			
(a) Equity Share capital	20	1238.68	550.00
(b) Other Equity	21	1485.05	525.07
<b>Total Liabilities and Equity</b>		<b>12026.43</b>	<b>6108.68</b>

For PHF LEASING LIMITED  
923- G.T. Road, JalandharV. K. Saini  
Director

**PHF LEASING LIMITED**

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2) Statement of Cash flow as at March 31,2023

Particulars	(In Lakhs)	
	As at March 31, 2023 (Audited)	As at March 31, 2022 (Audited)
<b>Cash flow from operating activities</b>		
Profit/Loss before tax	144.57	21.80
Adjustments for:		
Depreciation and amortization expenses	41.67	8.99
Impairment on financial instruments	39.53	(21.13)
Loss/ (Profit) on sale of assets	-	-
Finance cost	773.43	175.80
Dividend income	(0.10)	-
Gain/(Loss) on Lease Modification	-	-
Interest income	(1,773.58)	(338.29)
<b>Operating Loss before working capital changes and adjustments for interest received, interest paid and dividend received</b>	<b>(774.48)</b>	<b>(152.82)</b>
Changes in working capital		
Increase/(Decrease) in trade payables	118.62	3.10
Increase/(Decrease) in other payables	68.86	2.80
Increase/(Decrease) in other financial liabilities	381.57	92.17
(Increase)/Decrease in loans	(3,234.32)	9.16
(Increase)/Decrease in other non-financial assets	(47.29)	(21.83)
(Increase)/ Decrease in other financial assets	(364.89)	(369.99)
<b>Cash used in operations before adjustments for interest received, interest paid and dividend received</b>	<b>(3,851.93)</b>	<b>(437.41)</b>
Interest paid	(794.24)	(134.35)
Interest received	1773.57	337.67
Dividend received	0.10	-
<b>Cash used in operations</b>	<b>(2,872.50)</b>	<b>(234.09)</b>
Income tax paid	(9.85)	(2.67)
<b>Net cash flows (used in)/ from operating activities (A)</b>	<b>(2,882.35)</b>	<b>(236.76)</b>
Extraordinary Item	-	75.00
<b>Net cash flows (used in)/ from operating activities (A)</b>	<b>(2,882.35)</b>	<b>(161.76)</b>
<b>Cash flow from Investing activities</b>		
Payment for property, plant and equipment	(79.76)	(131.61)
Investment in government securities	(701.80)	-
Deletion of ROU	-	6.15
Net proceeds from fixed assets	-	-
Interest received	-	0.62
<b>Net cash flow used in investing activities (B)</b>	<b>(781.56)</b>	<b>(124.84)</b>
<b>Cash flow from Financing activities</b>		
Proceeds from Issue of Equity	1,515.10	187.32
Proceeds/(repayment) from issue of debt securities	297.79	173.30
Proceeds/(repayment) from Borrowings other than debt securities issued	1,879.78	413.07
Proceeds from Subordinated Liabilities	93.87	386.00
Proceeds from issue of deposits	1249.22	26.00
Payment of lease liabilities	5.82	(4.18)
<b>Net cash flow from financing activities (C)</b>	<b>5041.58</b>	<b>1181.51</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>1377.67</b>	<b>894.91</b>
Cash and cash equivalents at the beginning of the year	869.39	217.34
<b>Cash and cash equivalents at the end of the year</b>	<b>2247.06</b>	<b>1112.25</b>
<b>Cash and cash equivalents comprise</b>		
Cash on hand	20.44	52.59
Balances with banks	948.25	1044.96
Deposits with original maturity of less than three months	1271.37	14.70
Bank Balance other than cash and cash equivalent	7.00	0.00
<b>Total cash and bank balances at end of the year</b>	<b>2247.06</b>	<b>1112.25</b>

For PHF LEASING LIMITED  
923- G.T. Road, Jalandhar  
Director

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**Notes :-**

- 3 The above results of PHF Leasing Ltd. ("the Company") have been reviewed by the Audit Committee and approved by the Board of Directors in the meetings held on May 13, 2023.
- 4 The financial results of the Company have been prepared in accordance with Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Rules, 2016, prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 5 The financial results for the quarter and year ended March 31, 2023 have been audited by Statutory Auditors.
- 6 The figures for the fourth quarter of the current financial year and for the previous financial year are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the current and previous financial year which was subject to limited review by the statutory auditors.
- 7 In terms of the requirement as per RBI notification no. RBI/2019-20/170 DOR(NBFC). CC. PD. No.109/22.10.106/2019-20 dated March 13, 2020 on Implementation of Indian Accounting Standards Non-Banking Financial Companies(NBFCs) are required to create an impairment reserve for any short fall in impairment allowances under Ind AS 109 and Income Recognition, Asset Classification and Provisioning(IRACP) norms(including provision on standard assets). The impairment allowances under Ind AS 109 made by the Company exceeds the total provision required under IRACP (including standard asset provisioning), as at March 31, 2023 and accordingly, no amount is required to be transferred to impairment reserve.
- 8 The Company has raised capital by from non promoter group on preferential basis in compliance of the provisions of Section 23(1)(b), Section 42 and Section 62(1)(c) of the Companies Act, 2013, read with the Companies (Prospectus and Allotment of Securities) Rules, 2014 and other applicable provisions, if any (including any statutory modifications(s) or re-enactment thereof, for the time being in force), and subject to the provisions of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018as amended up to date (as applicable) ("SEBI (ICDR Regulations)", Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended up to date ("SEBI (LODR Regulations)") and subject to other applicable rules, regulations and guidelines of Securities and Exchange Board of India ("SEBI") and/or the stock exchange, where the shares of the Company are listed and enabling provisions of the Memorandum and Articles of Association of the Company and subject to requisite approvals, consents, permissions and/ or sanctions of regulatory and other appropriate authorities, as may be required and subject to such conditions as may be prescribed by any of them while granting any such approvals, consents, permissions, and/ or sanctions and which may be agreed to, by the board of directors of the Company ("the Board", which term shall be deemed to include any committee constituted by the Board to exercise its powers including the powers conferred hereunder or any person authorized by the Board or its committee for such purpose), which are detailed as below:-

(i) issued and allotted 34,39,530 (Thirty Four Lacs Thirty Nine Thousand Five Hundred and Thirty only) equity shares on a preferential basis of face value INR 10/- (Rupees Ten Only) each ("Equity for cash at an issue price of Rs. 22/- (Rupees Twenty Two Only) each (i.e. at a premium of INR 12/- each) aggregating to Rs. 7,56,69,660/- (Rupees Seven Crores Fifty Six Lacs Sixty Nine Thousand Six Hundred and Sixty Only) subject to the shareholder approval in the Extraordinary General Meeting dated March 16, 2023 and there after,

(ii) issue and allotment of 34,47,300 (Thirty Four Lacs Forty Seven Thousand and Three Hundred only) equity shares on a preferential basis, of face value INR 10/- (Rupees Ten Only) each ("Equity Shares") for cash at an issue price of Rs. 22/- (Rupees Twenty Two Only) each (i.e. at a premium of INR 12/- each) aggregating to Rs. 7,58,40,600/- (Rupees Seven Crores Fifty Eight Lacs Forty Thousand and Six Hundred Only) subject to the shareholder approval in the Extraordinary General Meeting dated March 16, 2023.

- 9 Pursuant to the provisions of Sections 42 and 71 of the Companies Act, 2013 read with the Companies (Share Capital and Debentures) Rules, 2014 and the Companies (Prospectus and Allotment of Securities) Rules, 2014, and any other relevant provisions of the Companies Act, 2013 (as amended from time to time) and in accordance with any other applicable laws, regulations, Depositories Act, 1996, to the extent applicable to unlisted dematerialized securities, pursuant to the Memorandum of Association and Articles of Association of the Company, the guidelines issued by the Reserve Bank of India regarding private placement, and any other law in force, during the quarter under review, the Company had allotted Secured Redeemable Non -Convertible Debentures (SRNCDs) on private placement basis as follows:

SRNCD/SDB	Allotment Date	No. of Debentures	Nominal Amount	Total Amount
			(Rs.)	(Rs.)
SRNCD (Series-II/2022-23/Tranche II)	11/01/2023	4275	1000	4,275,000

Pursuant to the provisions of Sections 42 and 71 of the Companies Act, 2013 read with the Companies (Share Capital and Debentures) Rules, 2014 and the Companies (Prospectus and Allotment of Securities) Rules, 2014, and any other relevant provisions of the Companies Act, 2013 (as amended from time to time) and in accordance with any other applicable laws, regulations, Depositories Act, 1996, to the extent applicable to unlisted dematerialized securities, pursuant to the Memorandum of Association and Articles of Association of the Company, the guidelines issued by the Reserve Bank of India regarding private placement, and any other law in force, during the financial year under review, during the financial year under review, the Company had allotted Subordinate debt Bonds (in the nature of Debentures) (SDBs) on private placement basis as follows:

SRNCD/SDB	Allotment Date	No. of Debentures	Nominal Amount	Total Amount
			(Rs.)	(Rs.)
SDB (SD-I/2022-23)	14/03/2023	750	10000	7,500,000

For PHF LEASING LIMITED  
923- G. T. Road, Jalandhar  
Director

**PHF LEASING LIMITED**

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- 10 The secured non-convertible debentures issued by company are fully secured by first pari passu charge by hypothecation of book debts/ loan receivables.
- 11 The RBI vide its circular no RBI/2021-22/112 DOR.CRE.REC.No.60/03.10.001/2021-22 dated 22 October 2021 has classified all deposit taking NBFCs (NBFC-Ds), irrespective of asset size, as Middle Layer entities for Scale Based Regulations. Accordingly, the Scale Based Regulations are applicable to the Company w.e.f 01 October 2022.
- 12 Disclosure pursuant to Reserve Bank of India Notification RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021

a) The Company has acquired loans not in default during the quarter ended March 31, 2023.

Particulars	During the quarter ended	During the year ended
	31st March 2023	31st March 2023
Entity	Non-Banking Financial Companies	Non-Banking Financial Companies
Count of loan accounts acquired	441	441
Amount of loan accounts acquired (Rs. in lakhs)	694.06	694.06
Retention of beneficial economic interest (MRR %)	10%	10%
Weighted average maturity (residual maturity in years)	1.58	1.58
Weighted average holding period (in years)	0.99	0.99
Coverage of tangible security coverage	100%	100%
Rating-wise distribution of rated loans	Not Applicable	Not Applicable

b) Details in respect of loans not in default transferred through assignment during the quarter ended March 31, 2023

Particulars	During the quarter ended	During the year ended
	31st March 2023	31st March 2023
Entity/ Assignor	Non-Banking Financial Companies	Non-Banking Financial Companies
Count of loan accounts transferred	1,404	4,584
Amount of loan accounts transferred (Rs. in lakhs)	751.99	2,308.55
Retention of beneficial economic interest (MRR %)	10.00%	10.00%
Weighted average maturity (residual maturity in years)	2.23	1.90
Weighted average holding period (in years)	0.56	0.56
Coverage of tangible security coverage	100%	100%
Rating-wise distribution of rated loans	Not Applicable	Not Applicable

c) The Company has transferred stressed loans during the quarter ended &amp; year ended March 31, 2023.

Details of stressed loans transferred during the year (to be made separately for loans classified as NPA and SMA)			
(all amounts in Rs. Lakhs)	To ARCs	To permitted transferees	To other transferees (please specify)
No. of accounts	1,234	-	-
Aggregate principal outstanding of loans transferred	564.11	-	-
Weighted average residual tenor of the loans transferred (in years)	3.31	-	-
Net book value of loans transferred (at the time of transfer)	564.11	-	-
Aggregate consideration	545.00	-	-
Additional consideration realized in respect of accounts transferred in earlier years	-	-	-

d) The Company has not transferred any Special Mention Account (SMA) and loan not in default.

- 13 The Code on Social Security, 2020 (the Code) has been enacted, which would impact contribution by the Company towards Provident Fund and Gratuity. The effective date from which changes are applicable is yet to be notified and the rules thereunder are yet to be announced. The actual impact on account of this change will be evaluated and accounted for when notification becomes effective.
- 14 The Company is primarily engaged in the business of financing and there are no separate reportable segments identified as per Ind AS 108 - Segment Reporting.
- 15 The Financial Results are available on Company's website [http:// www.phfleasing.com](http://www.phfleasing.com) and website of MSEI [http:// www.msei.in](http://www.msei.in)
- 16 The figures for the previous quarter/ year have been regrouped / rearranged wherever necessary to conform to the current period/ year presentation.

By order of the Board of Directors  
For PHF Leasing Ltd.

**For PHF LEASING LIMITED**  
**923- G.T. Road, Jalandhar**  
 Vijay Kumar Sareen  
 Whole Time Director  
 DIN: 07978240  
 Director

Place: Jalandhar  
Dated: May 13, 2023

**GSA & Associates LLP**  
**Chartered Accountants**

**Independent Auditor's Report on Audited Financial Results of PHF Leasing Limited for the quarter and year ending 31 March, 2023 Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

TO THE BOARD OF DIRECTORS OF PHF LEASING LIMITED

1. We have audited the accompanying Statement of Audited Financial Results of **PHF Leasing Limited** ("the Company") for the quarter ended 31<sup>st</sup> March 2023 and year to date results for the period 1<sup>st</sup> April 2022 to 31<sup>st</sup> March 2023 ("the Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations, 2015") (as amended).

In our opinion and to the best of our information and according to the explanations given to us these aforesaid annual statements:

- a) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, Reserve Bank of India (RBI) guidelines, and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the quarter ended 31<sup>st</sup> March 2023 and year to date results for the period 1<sup>st</sup> April 2022 to 31<sup>st</sup> March 2023.

**Basis for opinion**

2. We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 "Act". Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act and the Rules made 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 on the financial results.

**3. Management's and Board responsibility for financial results**

The Company's management and Board of Directors are responsible for the preparation and presentation of these 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 accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act read with relevant rules issued thereunder and in compliance with regulation 33 of the listing regulations.



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Tel.: 011-41811888, 7862099205-206 E-mail : admin@gsa.net.in  
LLP Registration No. AAS-8863 (Formerly Known as GSA & Associates)  
Branches at Delhi, Gurugram, Akhnoor (Jammu) and Surat (Gujarat)

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the statement, management and Board of Directors are responsible for assessing the company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intend to liquidate the company or to cease operation, or has no realistic alternative but to do so.

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

#### **4. Auditor's responsibilities for the audit of financial results**

Our objectives are to obtain reasonable assurance about whether the 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 Standards on Auditing 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 financial results.

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

- Identify and assess the risks of material misstatement of the 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 explaining our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management and Board of Directors;
- Conclude on the appropriateness of management's and Board of Director'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 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; and
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the 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.

## 5. Other matters

1. The company has defaulted in repayment of loans or other borrowing or in the payment of interest thereon to any lender in one case given below. Based on the information and explanation provided by the management, The Company has asked the legal heirs to provide will or order from court regarding dues to be paid to them. Although, the deposit can be transferred to the nominee as per the application form, but as per the information from Mr Chandan Chugh, one of the legal heirs of Late Mr. S D Chugh and also a Director of the Company, all the movable and immovable properties of Late Mr. S D Chugh are still under the process of settlement and nothing has been divided between the legal heirs. Accordingly, Company has frozen the deposit till Company receives orders of repayment from the appropriate authority to avoid any future claim/ liability from the legal heirs.

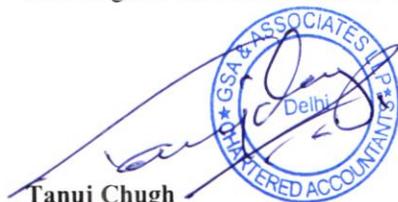
<b>Nature of Borrowings</b>	<b>Name of Lender</b>	<b>Amount not paid on due date</b>	<b>Whether Principal or Interest</b>	<b>No. of days delay or unpaid</b>
Deposits from Director	Late Sh. Shiv Dayal Chugh (including HUF)	Rs. 81.55 Lakhs	Principal & Interest	755 Days

2. The statement includes the results for the quarter ended 31 March, 2023 and quarter ended 31 March, 2022 being the balancing figures between the audited figures in respect of respective full financial year and the respective published unaudited year to date figures upto third quarter of the respective financial year which are subject to limited review by us.

Our opinion is not modified in respect of these matters.

**UDIN – 23529619BGTYAB8746**

For **GSA & Associates LLP**  
Chartered Accountants  
Firm Registration No.: 000257N/N500339


**Tanuj Chugh**  
Partner  
Membership No. 529619  
Place: New Delhi  
Date: 13<sup>th</sup> May, 2023