

Date: 26<sup>th</sup> July, 2025

To,  
The Manager,  
National Stock Exchange of India Limited  
Exchange Plaza,  
Bandra Kurla Complex  
Bandra (East),  
Mumbai - 400051

Dear Sir/Madam,

**COMPANY NAME: INNOVATIVE TYRES & TUBES LIMITED**  
**NSE EMERGE SYMBOL: ITTL**

**Subject: Outcome of Board Meeting**

**Ref.: Regulation 30 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.**

In terms of the above referred provisions of the Listing Regulations, we wish to inform you that the Board of Directors of Innovative Tyres and Tubes Limited (the Company) in its meeting held today i.e. on July 26, 2025, has, inter- alia, considered and approved the Audited Financial Results for the quarter and year ended on March 31, 2025.

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, we are enclosing herewith (as **Annexure A- colly**) the following –

- Audited Financial Results of the Company for the quarter and year ended March 31, 2025;
- Auditors' Report in respect of audited financial results for the year ended March 31, 2025; &
- Statement of Impact of audit qualification with Modified Opinion Independent Auditor's Report.

Further, in the same meeting, the Board has also changed the designation of Mr. Robin Chawla to Non- Executive Non-Independent Director of the Company subject to the requisite approval of members of the Company (if required). Mr. Robin Chawla is not debarred from holding the office of Director by virtue of any order passed by SEBI or any other such authority.

Details as required under Regulation 30 of the SEBI Listing Regulations, read with SEBI Circular SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated July 13, 2023 in this connection are provided in the enclosed **Annexure-B**.

Also we wish to inform that in such meeting, M/s Haribhakti & Co. LLP, Chartered Accountants (Firm Registration No. 103523W/ W100048) Statutory Auditors of the Company have tendered their resignation vide their resignation letter dated July 26, 2025 informing their inability to continue as the Statutory Auditors of the Company.

The details as required under Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 are enclosed as **Annexure-C**.

The copy of the such resignation letter in accordance with Securities and Exchange Board of India circular no. CIR/CFD/CMD1/114/2019 dated October 18, 2019 as received from them is attached herewith as ***Annexure D***.

The meeting of the Board of Directors commenced at 4:30 PM and concluded at 7.15 PM

This is for your kind information and record.

Thanking you,

**For Innovative Tyres and Tubes Limited**

**Munish Chawla**

**Director**

**DIN-06454015**

Enclosure: As Above.

**Annexure-B**

- 1. Details under Regulation 30 of the Listing Regulations read with SEBI Circular SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated 13th July, 2023, in terms of change in Director of the Company are as follows:**

S No.	Particulars	Details
1.	Name	Mr. Robin Chawla
	Reason for Change viz. appointment, re-appointment, resignation, removal, death or otherwise;	changed the designation of Mr. Robin Chawla to Non- Executive Non Independent Director (liable to retire by rotation) of the Company subject to the requisite approval of members of the Company (if required).
3.	Date of Appointment and term of appointment	
4.	Brief Profile (in case of appointment)	<p>A graduate in Data Science from the University of Toronto, Robin Chawla has forgone several opportunities to work high-paying tech jobs in Silicon Valley to join the TOT Group. He is currently heading the tyre division. With the spirit of youth and knowledge of engineering technology, his commitment to the Group's growth is unwavering.</p> <p>His youthful energy and knowledge of the latest technology will be critical in achieving a restart and upscaling and upskilling of the operations of the he turnaround of the Company.</p>
5.	Disclosure of relationship between directors/ KMPs	Son of Managing Director

**Annexure-C**

**Details about resignation of Statutory Auditor of the Company**

Sl. No.	Particulars	Details
1	Name of Statutory Auditors	M/s Haribhakti & Co. LLP, Chartered Accountants (Firm Registration No. 103523W/ W100048)
2	Reason for Change viz. appointment, resignation, cessation, removal, death or otherwise	Haribhakti & Co. LLP has informed us that they are strategically relocating all their audit operations from Vadodara to Mumbai. In view of this shift, they have expressed that continuing as the statutory auditors of the Company under the existing fee structure is not viable. Furthermore, due to the Company's financial position and its inability to accept the revised audit fee proposal, Haribhakti & Co. LLP has decided to resign as the statutory auditors of the Company with immediate effect."
3	Effective date of Resignation	July 26, 2025
4	In case of any concerns, efforts made by the auditor prior to resignation (including approaching the Audit Committee/Board of Directors along with the date of communication made to the Audit Committee/Board of Directors)	Not Applicable
5	Whether the inability to continue was due to any disagreements with the management on financial reporting or other matters	Not Applicable
6	Whether the audit committee or board of directors was informed about the resignation	Yes, Communication was made to Board of Directors
7	Any other relevant facts	There are no other material reasons other than those stated for the resignation.
8	Brief Profile (in case of appointment)	Not Applicable

# HARIBHAKTI & CO. LLP

Chartered Accountants

Date: 26/07/2025

To,  
The Board of Directors  
Innovative Tyres and Tubes Limited  
Halol, Vadodara

Dear Sirs,

**Sub: Resignation of M/s. Haribhakti & Co. LLP. ("HBC"), Chartered Accountants**

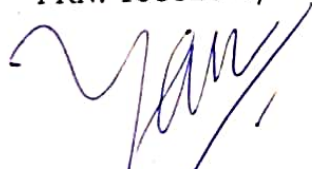
As you are aware, we were appointed as the Statutory Auditors of M/s. Innovative Tyres and Tubes Limited (the 'Company') pursuant to the Shareholder's resolution dated 29<sup>th</sup> December 2023, for a tenure of balance 4 financial years, and to hold office of Statutory auditors until the conclusion of the Annual General Meeting to be held for the Financial Year 2026-27.

Haribhakti & Co. LLP has strategically re-shifting all its Audit operations from Vadodara to Mumbai. Because of this strategic decision, it is not viable for us to continue to be statutory auditor under current fees structure and considering Company's financial situation, the company has refused to accept our proposed audit fees and hence, M/s. Haribhakti & Co. LLP is resigning as the company's statutory auditor with immediate effect.

In view of the above, we express our inability to continue as the Statutory Auditors of the Company and therefore are submitting our resignation with immediate effect. We thank you for giving us an opportunity to serve your organisation.

Thanking You

For Haribhakti & Co., LLP  
Chartered Accountants  
FRN: 103523W/W100048



CA. Yash Bhatt  
Partner  
M. No. 117745  
Place: Vadodara



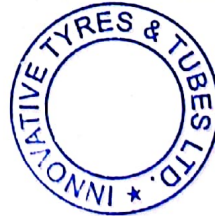
**INNOVATIVE TYRES & TUBES LTD**

CIN: L25112GJ1995PLC086579

REGD. OFFICE: 1201,1202,1203-GIDC, Halol-389350, Panchmahal, Gujarat, India  
website: www.innovativetyres.com Email: investors@innovativetyres.co.in Tel: 02676-220621**STATEMENT OF FINANCIAL RESULTS FOR****THE HALF YEAR AND YEAR ENDED 31ST MARCH, 2025**

(Rs. in Lacs)

Sr. No.	Particulars	HALF YEAR ENDED			Year Ended	Year Ended
		31.03.2025	30.09.2024	31.03.2024	31.03.2025	31.03.2024
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Revenue from Operations	2,728.58	1,950.68	1,417.73	4,679.25	1,417.79
2	Other Income	28.99	10.98	810.28	39.97	820.33
3	<b>Total Income</b>	<b>2,757.56</b>	<b>1,961.66</b>	<b>2,228.01</b>	<b>4,719.22</b>	<b>2,238.12</b>
4	Expenses:					
	(a) Cost of Raw Materials consumed/Sold	2,192.38	1,853.10	1,281.19	4,045.48	1,303.57
	(b) Purchases of Stock In Trade	150.60	62.66	55.60	213.26	55.60
	(c) Change in inventories of finished goods and work-in-progress	(201.79)	(87.61)	(15.02)	(289.40)	(44.68)
	(d) Employee benefits expense	173.81	166.20	113.46	340.01	123.33
	(e) Finance Costs	90.77	1.58	2.11	92.36	2.11
	(f) Depreciation and amortisation expense	190.10	216.66	219.41	406.77	442.41
	(g) Other expenses	869.17	643.28	603.46	1,512.45	735.47
	<b>Total Expenses</b>	<b>3,465.05</b>	<b>2,855.88</b>	<b>2,260.20</b>	<b>6,320.92</b>	<b>2,617.79</b>
5	Profit/(Loss) before Extra-ordinary item & Tax	(707.48)	(894.22)	(32.19)	(1,601.70)	(379.67)
6	Exceptional item(Income)				-	3,826.63
7	Profit/(Loss) before Tax	(707.48)	(894.22)	(32.19)	(1,601.70)	3,446.96
8	Tax Expense:					
	(a) Current Tax Expense	-	-	-	-	-
	(b) Deferred Tax	-	-	(2.73)	-	(2.73)
	(c) Provision of Income Tax (Earlier years)	(0.04)	-	-	(0.04)	-
9	Profit/(Loss) after tax for the period	(707.45)	(894.22)	(29.45)	(1,601.66)	3,449.69
10	Earnings per equity share:					
	Basic (in Rs.)	(3.93)	(6.50)	(0.16)	(16.02)	19.17
	Diluted (in Rs.)	(3.93)	(6.50)	(0.16)	(16.02)	19.17



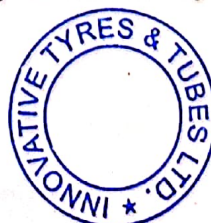
Notes:

1. The Audited financial results of the Company for the half year and year ended 31<sup>st</sup> March, 2025 have been taken on record by the Board of Directors of the Company. The Audited Financial Results of the Company for the half year and year ended 31<sup>st</sup> March, 2025 were audited by the Statutory Auditors, recommended by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on 26<sup>th</sup> July, 2025.
2. As per the Honourable NCLT's order dated 9<sup>th</sup> August, 2023, the promoter's shareholding was stated as 35,06,104 (representing 19.49%) equity shares and public shareholding as 1,44,85,457 (representing 80.51%) equity share of Rs. 10/- each respectively whereas the actual shareholding on 9<sup>th</sup> August 2023, the promoter's shareholding was 25,19,104 (representing 14.00%) equity shares and public shareholding was 1,54,72,457 (representing 86.00%) equity share of Rs. 10/- each respectively. This discrepancy was because one of the promoters group has sold 9,87,000 (representing 5.49%) during CIRP period. Because of this discrepancy, the Company could not cancel promoter's shareholding and reduce public shareholding to 5,10,000 equity shares as per the NCLT Order.

Considering above situation an Interlocutory Application has been filed by the Chairman of Monitoring Committee appointed for implementation of the Resolution Plan, before Honourable NCLT, Ahmedabad on dated 1<sup>st</sup> November, 2023 for modifying the stipulation of cancellation of equity share capital of promoter shareholders and reduction of equity share capital of the public shareholders which was rejected hence again a separate interlocutory application was filed on 8<sup>th</sup> March 2024 and the application was approved by the Honourable NCLT, Ahmedabad on 04<sup>th</sup> June 2024. Thereby the company has made allotment of 94,55,000 equity shares to the promoter M/s Ten on Ten Rubtech Pvt Ltd., and extinguished old promoters' 25,19,104 equity shares and the remaining 1,54,72,457 shares were reduced to 5,45,000 equity shares by allocating the in the ratio of 3.52:100.

The new shares were subsequently listed on 02 Dec 2024 at National Stock Exchange SME Platform and trading was also commenced.

3. As per the Honourable NCLT's order, the company is required to make payment to creditors as per implementation schedule. The Company has made the payments due as per the of implementation schedule of the Resolution Plan. However, an amount of Rs. 4.71 lacs Could not be paid to creditor and employees for want of their banking details. This amount has remained deposited with special deposit account maintained by the Resolution Applicant M/s Ten on Ten Pvt Ltd.
4. The company, as per the Special Resolution passed in its Annual General Meeting held on 23-09-2024 approved the sales/lease or otherwise disposal of its Tubes division. Accordingly, the company has made an agreement with M/s. S S Tyres and Tubes Private Limited for sale of its Tubes division at a price of Rs. 703.00 lakhs. Of which an amount of Rs. 682.85 lakhs have been received as advance and appearing as long term advances received for sale of asset.
5. The Company has decided to commence manufacturing of Conveyor Belts in its existing facilities. During the year the company has incurred Rs. 925.88 Lakhs towards Conveyor Belt Project and appearing as Capital Work in Progress.
6. The Company is engaged in the business of Tyre & Tubes and therefore, there is only one reportable segment in accordance with the Accounting Standard on Segment Reporting (AS-17).



7. The figures for the half year ended 31st March 2025 are the balancing figure between the audited figure for the financial year 31st March 2025 and the half year ended 30th September 2024.
8. The previous year figures have been regrouped/rearranged wherever necessary to make it comparable with the current period.

For Innovative Tyres & Tubes Limited



Munish Chawla

Chairman & Managing Director

DIN No.06454015

Date: 26<sup>th</sup> July 2025

Place: Vadodara



**INNOVATIVE TYRES & TUBES LTD**

CIN: L25112GJ1995PLC086579

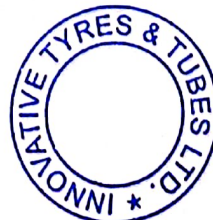
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website: www.innovativetyres.com Email: investors@innovativetyres.co.in Tel: 02676-220621

**Cash Flow Statement for the year ended on 31st March 2025**

(Rs. in Lacs)

Sr. No.	Particulars	31.03.2025	31.03.2024
1)	<b>Cash Flow from Operating Activities</b>		
	Profit before taxation	(1,601.70)	3,446.96
	<b>Adjustment for:</b>		
	(Profit)/Loss on sale of Fixed Assets	(8.81)	-
	Depreciation	406.77	442.41
	Impairment loss/(gain)	-	(797.11)
	Extra ordinary item- reversal of liabilities	-	(3,826.63)
	Provision for gratuity	15.25	5.01
	Provision for leave	-	-
	Interest Received	(5.33)	(4.51)
	Doubtful Debts	-	-
	Sundry balance write off/(write back)	-	(0.14)
	Interest and finance charges	92.36	2.11
	Operating profit before working capital changes	(1,101.47)	(731.90)
	<b>(Increase)/Decrease in</b>		
	Inventories	(342.89)	(288.91)
	Trade Receivables	(214.07)	(56.44)
	Short Term Loans and Advances	(16.95)	(8.00)
	Other current assets	(170.50)	14.99
	Long Term loans and Advances	-	-
	Other Non Current Assets	(29.47)	(22.45)
	<b>Increase/ (Decrease) in</b>		
	Trade payables	738.85	575.83
	Other current liabilities	672.59	(224.73)
	Short-term/long term provisions	-	-
	Other Long Term Liabilities	-	-
	Cash generated from operations	(463.91)	(741.61)
	Income taxes and other taxes (net of refunds)	0.04	-
	<b>Net cash from Operating Activities - A</b>	<b>(463.88)</b>	<b>(741.61)</b>
2)	<b>Cash flow from Investment Activities</b>		
	Purchase of fixed assets	(905.23)	(5.60)
	Interest received	5.33	4.51
	Investment in Shares	-	-
	Advance against Capital Assets	682.85	-
	Sale of Fixed Assets	(14.06)	-
	<b>Net cash from Investment Activity - B</b>	<b>(231.11)</b>	<b>(1.09)</b>
3)	<b>Cash Flow from Financing Activities:</b>		
	Net Proceeding(payment) from Secured borrowings	(778.09)	(2,182.11)
	Unsecured loan taken	1,577.04	1,862.46
	Proceeds from Share issue & premium from promoters	(4.50)	950.00
	Interest and finance charges paid	(92.36)	(2.11)
	<b>Net cash from Financing Activities - C</b>	<b>702.09</b>	<b>628.25</b>
	<b>Net Increase/(decrease) in Cash and cash equivalents (A+B+C)</b>	<b>7.10</b>	<b>(114.44)</b>
	Cash and cash equivalents as on 1 <sup>st</sup> April, 2024	9.21	123.65
	<b>Cash and cash equivalents as on 31st March 2025</b>	<b>16.31</b>	<b>9.21</b>



# INNOVATIVE TYRES & TUBES LTD

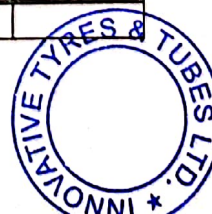
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## Statement of Assets and Liabilities

Particulars	As at 31.03.2025 (Audited)	As at 31.03.2024 (Audited)
<b>I. EQUITY AND LIABILITIES</b>		
<b>(1) Shareholder's Funds</b>		
(a) Share Capital	1,000.00	1,799.16
(b) Reserves and Surplus	(2,628.61)	(2,771.61)
(c) Share Application Money pending allotment	-	950.00
<b>Sub- Total of Shareholders' Funds</b>	<b>(1,628.61)</b>	<b>(22.45)</b>
<b>(2) Non-Current Liabilities</b>		
(a) Long term Borrowing	3,439.50	1,862.46
(b) Other Long term liabilities	682.85	-
(c) Long term provisions	6.60	0.75
<b>Sub- Total of Non Current Liabilities</b>	<b>4,128.94</b>	<b>1,863.21</b>
<b>(3) Current Liabilities</b>		
(a) Short-term borrowings	840.50	1,618.59
(b) Trade payables		
(i) Due to Micro & Small enterprises	946.32	447.95
(ii) Others	360.07	119.60
(c) Other current liabilities	854.32	181.73
(d) Short-term provisions	13.67	4.27
<b>Sub- Total of Current Liabilities</b>	<b>3,014.88</b>	<b>2,372.13</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>5,515.21</b>	<b>4,212.89</b>
<b>II. ASSETS</b>		
<b>(1) Non-current assets</b>		
(a) Property, Plant & Equipments and Intangible Assets		
(i) Property, Plant & Equipments	3,176.10	3,580.65
(ii) Capital work-in-progress	950.55	24.67
(ii) Intangible Assets	-	-
(b) Non-current investments	1.08	1.08
(c) Deferred Tax Assets	2.73	2.73
(d) Other Non Current Assets	222.69	193.22
<b>Sub- Total of non Current Assets</b>	<b>4,353.17</b>	<b>3,802.36</b>
<b>(2) Current assets</b>		
(a) Inventories	631.87	288.97
(b) Trade receivables	280.89	66.83
(c) Cash and cash equivalents	16.31	9.21
(d) Short-term loans and advances	27.91	10.96
(e) Other Current Assets	205.06	34.56
<b>Sub- Total of Current Assets</b>	<b>1,162.04</b>	<b>410.53</b>
<b>TOTAL ASSETS</b>	<b>5,515.21</b>	<b>4,212.89</b>



**INDEPENDENT AUDITOR'S REPORT****To the Board of Directors of Innovative Tyres and Tubes Limited****Report on the Audit of the Annual Financial Results****Qualified Opinion**

We have audited the accompanying annual financial results of Innovative Tyres and Tubes Limited ("the Company") for the year ended 31<sup>st</sup> March, 2025 ("the Statement"), attached herewith, 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, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter described in basis for Qualified Opinion section of our report, the aforesaid Statement:

- (i) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards, and other accounting principles generally accepted in India, of net loss and other financial information of the Company for the year ended 31<sup>st</sup> March, 2025.

**Basis for Qualified Opinion**

- (a) The Company has accepted advances for the supply of goods from 13 parties amounts to Rs 49.27 Lakhs but such advance has not been appropriated against supply of goods within a period of three hundred and sixty-five days from the date of acceptance of such advances which is a contravention of Section 73 of the Companies Act, 2013.
- (b) The Company has reversed Input Tax Credit of Rs 28.98 lakhs in the books of accounts due to non-payment of creditors for more than 180 days. However, the said GST input tax credit has not been reversed on the GST portal. To that extent, there exists a difference between the GST balance as per Books and GST balance as per GST portal.
- (c) We have not been provided with Balance Confirmations of Major Debtors and Creditors. We have performed substantive procedures. However, Balances of Debtors and Creditors including Advances from customer and Advances to Suppliers are subject to reconciliation/ confirmation from parties.



- (d) The Company has made export sales of Rs 69.24 Lacs to a Party which has not realized within 9 months of the date of export. The company has not applied to AD Bank for extension of the time limit of export realization. Non-realization of export proceeds within a period of 9 months from the date of export of goods leads to non-compliance as per Foreign Exchange Management (Export of Goods and Services) Regulations, 2015.

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 SAs are further described in the Auditor's Responsibilities for the Audit of the Annual 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 Statement under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The Statement has been prepared on the basis of the annual financial statements. The Company's Management and the Board of Directors are responsible for the preparation and presentation of this Statement that give a true and fair view of the net loss and other financial information of the Company in accordance with the recognition and measurement principles laid down in Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 is free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Management and 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 Management and the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

Our objectives are to obtain reasonable assurance about whether the Statement as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.



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

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made in the Statement by the Management and the Board of Directors.
- Conclude on the appropriateness of the Management and 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 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 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 Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.

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

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



**Other Matter**

- a) The Statement includes the results for the half-year ended March 31, 2025, being the balancing figure between audited figures in respect of full financial year and the published unaudited year to date figures up to first half-year of the current financial year which were subject to limited review by us.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048



Yash Bhatt

Partner

Membership No. 117745

UDIN: 25117745BM OXZE6243

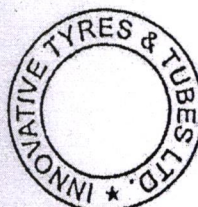
Place: Vadodara

Date: July 26, 2025



**STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS (FOR AUDIT REPORT WITH MODIFIED OPINION)**  
**Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2025**  
**[See Regulation 33/52 of the SERI (LODR) (Amendment) Regulations, 2016]**

I	Sr. No.	Particulars	Rs. in Lacs Audited	Rs. in Lacs Adjusted
			Figures (as reported before adjusting for qualifications)	Figures (audited figures after adjusting for qualifications)
	1	Turnover / Total income	4,719.22	4,719.22
	2	Total Expenditure	6,320.92	6,320.92
	3	Net Profit/(Loss) after Tax	(1,601.66)	(1,601.66)
	4	Earnings Per Share (in INR)	(16.02)	(16.02)
	5	Total Assets	5,515.21	5,515.21
	6	Total Liabilities	7,143.82	7,143.82
	7	Net Worth	(1,628.61)	(1,628.61)
	8	Any other financial item(s) (as felt appropriate by the management)		
II	Audit Qualification (each audit qualification separately):			
	a.	Details of Audit Qualification:	<p>(a) The Company has accepted advances for the supply of goods from 13 parties amounts to Rs 49.27 Lakhs but such advance has not been appropriated against supply of goods within a period of three hundred and sixty-five days from the date of acceptance of such advances which is a contravention of Section 73 of the Companies Act, 2013.</p> <p>(b) The Company has reversed Input Tax Credit of Rs 28.98 lakhs in the books of accounts due to non-payment of creditors for more than 180 days. However, the said GST input tax credit has not been reversed on the GST portal. To that extent, there exists a difference between the GST balance as per Books and GST balance as per GST portal</p> <p>(c) We have not been provided with Balance Confirmations of Major Debtors and Creditors. We have performed substantive procedures. However, Balances of Debtors and Creditors including Advances from customer and Advances to Suppliers are subject to reconciliation/confirmation from parties</p> <p>(d) The Company has made export sales of Rs 69.24 Lacs to a Party which has not realized within 9 months of the date of export. The company has not applied to AD Bank for extension of the time limit of export realization. Non-realization of export proceeds within a period of 9 months from the date of export of goods leads to non-compliance as per Regulation 9(1) of the Foreign Exchange Management (Export of Goods and Services) Regulations, 2015.</p> <p>Company management informed that:  The Advance from Customers were in the nature of dealer deposit. However, in absence of planned production including capital expansion the documents remained unexecuted during the year which will be executed in the current year on the achievement of its production capacity. The Company is taking active steps to realise outstanding export proceeds overdue from overseas customer. However, due to international world over instability, the money has stuck up. Further, the company had attempted to get the balance confirmation from vendors and customers however majority are still awaited. The company is doing best efforts to obtain. Regarding the reversal of GST on GST portal, this is expected to be matched in this half year.</p>	
	b.	Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion	Qualified	



c.	Frequency of qualification: Whether appeared first time /repetitive / since how long continuing	partly First time and partly Repetitive
d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	NA
e.	For Audit Qualification(s) where the impact is not quantified by the auditor:i.	
	(i) Management's estimation on the impact of audit qualification	NA
	(ii) If management is unable to estimate the impact, reasons for the same	Impact is not ascertainable.
	iii Auditors' Comments on (i) or (ii) above:	Refer Basis of qualified opinion in audit report, the same is self-explanatory.

### III Signatories

For Haribhakti & Co LLP.

Chartered Accountants Director  
FRN: 103523W/W100048

Yash N.BHATT  
M.no : 112745

Place: Vadodara  
Date : 26th July 2025



*Kundan Kumar Mishra*  
Kundan Kumar Mishra

Independent Director  
DIN No.09325521

*Munish Chawla*  
Munish Chawla  
Managing Director

DIN No.06454015

*Anand Gupta*  
Anand Gupta  
Chief Financial Officer

Place: Vadodara  
Date : 26th July 2025

