

December 22, 2023

To,
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai – 400 001
Scrip Code: 532854

National Stock Exchange of India Ltd
Exchange Plaza, Plot no. C/1,
G Block, Bandra-Kurla Complex Bandra (E)
Mumbai - 400 051
Scrip Code: NITINFIRE

Dear Sir/Madam,

Sub: Outcome of Meeting held today i.e December 22, 2023.

As you are aware, Nitin Fire Protection Industries Limited ("the Company") is under Liquidation vide NCLT order 3.I.A 259/2022 IN C.P.(IB)-1890(MB)/2018 dated 9th February, 2022 in terms of the provisions of Insolvency and Bankruptcy Code, 2016 ('IBC') and the regulations framed thereunder. Pursuant to the said order and the provisions of IBC, the powers of the Board of Directors have been suspended and such powers are vested in Mr. Uliyar Balakrishna Bhat, in the capacity of Liquidator.

Pursuant to Regulation 30 (read with Part A of Schedule III) and 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we wish to inform you that the Liquidator has today approved the Audited Financial Results for the quarter ended June 30, 2022, September 30, 2022, December 31, 2022 and March 31, 2023 along with the Audit Report.

It may be noted that these financial results have been signed by the Liquidator while exercising the powers of the Board of Directors of the Company, which has been conferred upon him in terms of the provisions of Section 17 of IBC. The Liquidator has not conducted any independent verification of these financial results. The Liquidator has signed these financial results in good faith, solely for the purpose of compliance and discharging his duty under the IBC.

The meeting commenced at 2:00 pm and concluded at 3.00 pm.

Kindly take the same on your records.

For NITIN FIRE PROTECTION INDUSTRIES LIMITED

ULIYAR
BALAKRISHNA BHAT
Uliyar Balakrishna Bhat
Liquidator

Digitally signed by ULIYAR
BALAKRISHNA BHAT
Date: 2023.12.22 15:13:12 +05'30'

NITIN FIRE PROTECTION INDUSTRIES LIMITED
(Under Liquidation)

L29193MH1995PLC092323

Statement of Financial Results for the Quarter Ended 30th June 2022

(Amount in Lakhs)

	Quarter Ended			Year ended
	30.06.2022	31.03.2022	30.06.2021	31.03.2022
	Audited	Audited	Audited	Audited
Revenue				
Revenue from Operations	31.69	71.84	93.62	439.34
Other income	1.12	820.27	0.03	822.86
Total Income	32.81	892.11	93.65	1,262.20
Expenses				
Cost of materials Consumed	20.71	106.29	57.17	306.17
Employee benefits expenses	49.83	54.36	46.05	201.57
Finance costs	7.96	833.64	3,547.94	11,702.61
Depreciation and Amortization	16.84	18.55	18.55	74.19
Other Expenses	96.10	873.42	79.79	1,039.03
Total Expenses	191.43	1,886.26	3,749.49	13,323.57
Profit/(loss) before Exceptional Items and Tax	(158.62)	(994.15)	(3,655.84)	(12,061.37)
Exceptional Items				
Exceptional Items	3.72	-	-	-
Profit/(loss) before Tax	(162.33)	(994.15)	(3,655.84)	(12,061.37)
Tax expense:				
1. Current Tax	-	-	-	-
2. Deferred Tax	-	-	-	-
3. Adjustment of tax for earlier years	-	2.48	2.48	2.48
Profit/(Loss) for the period	(162.33)	(996.64)	(3,658.33)	(12,063.85)
Other comprehensive income				
A(i) Items that will not be reclassified to profit or loss				
Remeasurements of the defined benefit plans	-	-	-	-
Financial Instruments through Other Comprehensive Income	-	-	-	-
(ii) Income tax related to items that will not be reclassified to profit or loss	-	-	-	-
B (i) Items that will be reclassified to profit or loss	-	-	-	-
(ii) Income tax related to items that will be reclassified to profit or loss	-	0.01	0.01	-
	-	0.01	0.01	-
Total comprehensive income for the period	(162.33)	(996.63)	(3,658.32)	(12,063.85)
Paid-up share capital (Par value Rs. 2/- each fully paid up)	5,845.39	5,845.39	5,845.39	5,845.39
Other Equity				
Earnings per equity share				
1 Basic	(0.06)	(0.34)	(1.25)	(4.13)
2. Diluted	(0.06)	(0.34)	(1.25)	(4.13)



NITIN FIRE PROTECTION INDUSTRIES LIMITED

(Under Liquidation)

L29193MH1995PLC092323

Notes :

- 1) The 'Corporate Insolvency Resolution Process' (CIRP) was initiated, on a petition filed by Dena Bank, against the Company, which was admitted vide an Order of the National Company Law Tribunal (NCLT), Mumbai dated October 22, 2018 under the provisions of the Insolvency and Bankruptcy Code 2016("Code / IBC"). Hon'ble NCLT appointed Mr. Uliyar Balakrishna Bhat as Interim Resolution Professional (IRP) in terms of IBC, who was subsequently confirmed as Resolution Professional (RP) by Committee of Creditors (CoC), constituted under IBC. Mr. U. B. Bhat, in his capacity as RP, has taken control and custody of the management and operations of the company with effect from October 22, 2018. As per the Code, the Resolution Professional RP has to receive, collate and admit all the claims submitted by the creditors of the company. Such claims can be submitted to the RP during the CIRP, till the approval of a resolution plan by the CoC. No 'Resolution Plan' were received by the Company. NCLT had given the order for liquidation on January 18, 2022 initially and then confirmed the liquidation as a going concern on February 9, 2022.
- 2) The Company had received the proposal from Kots Information Technology Limited to acquire the Company during the auction process under liquidation. The same was kept under reserve as re-auction process started subject to objection of Financial Creditor i.e; IDBI Bank and order of the NCLT, Mumbai. On November 16, 2022, Silver Stallion Limited as Consortium Leader along with AIG Direct LLC and Vikasa India EIF I Fund has been declared as successful Bidder(s) for the going concern sale of the Corporate Debtor. However, the sale is subject to the confirmation from National Company Law Tribunal (NCLT), Mumbai, since two petitions are pending for disposal before NCLT, Mumbai.
- 3) As per Regulation 33(2)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the standalone financial results of a company submitted to the stock exchange shall be signed by the Chairperson or Managing Director or Whole Time Director or in absence of all of them, it shall be signed by any Director of the Company who is duly authorized by the Board of Directors to sign the standalone financial results. In view of the Liquidation, Order passed by the NCLT, all the powers of the Board of Directors, and Key Managerial Personnel ceased to have effect and is vested with Mr. Uliyar Balakrishna Bhat, the Liquidator. Accordingly, financial results of the Company for the quarter ended June 30, 2022 were taken on record and authorized for issue to concerned authorities by the Liquidator.
- 4) In line with the provisions of IND AS 108 'Operating segments' and basis the review of operations being done by the Senior Management, the operations of the Company fall under fire protection/detection equipments and allied activities, which is considered to be the only reportable segment by the Management.
- 5) With regard to the Company's investment in Equity Shares of Worthington Nitin Cylinders Private Limited, an associate company is carried at a cost of Rs. 4,195.04 lakhs as at June 30, 2022 (as at March 31, 2022 Rs. 4,195.04 lakhs). The Company has made provision for diminution in value of investment of Rs. 3,772.17 Lacs (Including previous year provision of Rs 3,772.17 lakhs) based on the audited financial statement of the associate company. The Management is in discussion with majority shareholder of associate company and expects to realise the net investment amount. Based on discussion and projected business plans of the associate, the Management believes that no additional impairment provision is considered necessary.
- 6) Trade receivables for the year ended June 30, 2022 amounting to Rs. 27,659.71 lakhs (as at March 31, 2022 Rs. 26,589.66 lakhs). The Company has, in this regard, made provision of Rs. 27,481.74 lakhs (as at March 31, 2021 Rs. 26,408.14 lakhs) by way of expected credit loss. The Company's Management is making all efforts to recover the same and is confident of recovery. Hence, no specific provision is considered necessary.
- 7) The balances of Trade payables amounting to Rs. 5,891.98 lakhs (as at March 31, 2022 Rs. 5,872.85 lakhs), advance to trade payable amounting to Rs. 14.56 lakhs (as at March 31, 2022 Rs. 5.59 lakhs), advance from customers aggregating Rs. 0.28 lakhs (as at March 31, 2022 Rs. 6.01 lakhs) and security deposit given aggregating Rs. 0.96 lakhs (as at March 31, 2022 Rs. 0.96 lakhs) are subject to independent confirmations as at June 30, 2022. The Management is in the process of obtaining the confirmations and do not expect any consequential impact in the Standalone Financial Results in this regard.
- 8) On account of non-renewal of expired product license by the Company during earlier years, the traded goods (consisting of fire fighting equipment and other components), in the opinion of the Management, would not fetch its carrying value as at March 31, 2020. Accordingly, the Company has made an estimated provision towards non moving inventory of Rs. 5,004.23 lakhs (apart from provision of Rs. 486.90 lakhs, based on independent valuation reports) upto March 31, 2020. In the opinion of management no additional provision for non-moving inventories is considered necessary.
- 9) As per the audited financial statements ended March 31, 2020, during the earlier years, the Company has adjusted balances under Trade Payable and Trade Receivable aggregating Rs. 5,500.74 lakhs. The management is making all efforts of executing agreements from respective counter parties under trade Payables and trade receivables and approval from Reserve Bank of India for the balances receivable/ payable in foreign currency and do not expect any consequential impact in the Standalone Financial Results.



NITIN FIRE PROTECTION INDUSTRIES LIMITED

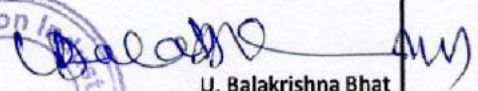
(Under Liquidation)

L29193MH1995PLC092323

- 10) As at June 30, 2022 Loans to subsidiaries aggregating Rs. 23,378.87 lakhs, advance for purchase of materials of Rs. 329.58 lakhs and loan to other body corporates aggregating Rs. 1,335.78 lakhs are outstanding for a long period of time. The Company has made provision for entire amount of Rs. 25044.23 lakhs. The Company is in the process of obtaining independent confirmations from the loans receivable and realising loans/ advance amount.
- 11) Due to significant defaults in repayment of short term borrowing and long term borrowing from banks and financial institutions for more than one year, the Company's account has become Non-performing. The Company is in process of obtaining confirmation for overdue interest as on June 30, 2022 from all lenders. Pending receipt of confirmation, the Company has made provision for interest accrued cumulatively in respect of its borrowings aggregating Rs. 44,041.57 lakhs (P. Y. Rs. 44,041.57 Lakhs) based on agreements entered in to with lenders. The Interest liability is being provided based on the admitted claim received during liquidation in the financial year 2021-22. The interest for the financial year provided in the financial year 2021-22 till the commencement of liquidation based on the interest admitted for the financial year 2021-22 in their admitted claim. However no payment against payable accrued interest has been paid. The Company is in the process of obtaining independent confirmations from banks and financial institutions and does not expect any consequential impact on the Standalone Financial Results.
- 12) The current maturities of long term borrowing aggregating to Rs. 1025.80 lakhs (PY Rs.1025.80 lakhs) and short term borrowing aggregating to Rs. 59,027.27 lakhs (PY Rs. 58,897.16 lakhs) are subject to independent confirmation
- 13) The Company has incurred net loss of Rs. 162.33 lakhs during the period ended June 30, 2022 and, as of that date, the Company's current liabilities exceeded its total assets by Rs. 1,07,993.79 lakhs. This indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Currently the CIRP of the company is under progress and its ability to continue affairs on Going Concern basis is dependent on many factors including continued support from its financial and operational creditors and submission and approval of Resolution Plan. Pending CIRP/ Liquidation process, the Standalone Ind AS Financial Statements are prepared on going concern basis.
- 14) The above Audited financial results for the quarter ended 30th June 2022 have been reviewed by the Liquidator on 22-12-2023. The Auditor other than Statutory Auditors have reviewed these financial results pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 15) The Liquidator is signing these financial statements on the basis of the information provided to him.
- 16) The previous quarter/ period/ year figures have been regrouped, rearranged, reclassified or reworked as necessary to conform to the current quarter/period accounting treatment.

For Nitin Fire Protection Industries Limited




U. Balakrishna Bhat
Liquidator

Place: Mumbai
Date : 22-12-2023



**PAREKH
SHAH
&
LODHA** BKC Centre,
31-E, Laxmi Industrial Estate,
New Link Road, Andheri (W),
Mumbai – 400 053
Tel. : +91 22 4962 1281- 90
Email : pslca1988@gmail.com
pslca@bkcadvisors.in

Chartered Accountants

Independent Auditor's Report on the Quarterly and year to date Standalone Audited Financial Results of the Company pursuant to the regulation 33 of the SEBI (listing obligations and disclosure requirements) regulations, 2015

To the Liquidator of NITIN FIRE PROTECTION INDUSTRIES LIMITED

1. The 'Corporate Insolvency Resolution Process' (CIRP) was initiated, on a petition filed by Dena Bank, against the Company, which was admitted vide an Order of the National Company Law Tribunal (NCLT), Mumbai dated October 22, 2018 under the provisions of the Insolvency and Bankruptcy Code 2016("Code / IBC"). Hon'ble NCLT appointed Mr. Uliyar Balakrishna Bhat as Interim Resolution Professional (IRP) in terms of IBC, who was subsequently confirmed as Resolution Professional (RP) by Committee of Creditors (CoC), constituted under IBC. Mr. U. B. Bhat, in his capacity as RP, has taken control and custody of the management and operations of the company with effect from October 22, 2018. As per the Code, the Resolution Professional RP has to receive, collate and admit all the claims submitted by the creditors of the company. Such claims can be submitted to the RP during the CIRP, till the approval of a resolution plan by the CoC. No 'Resolution Plan' were received by the Company. NCLT had given the order for liquidation on January 18, 2022 initially and then confirmed the liquidation as a going concern on February 9, 2022.
2. The Company had received the proposal from Kots Information Technology Limited to acquire the Company during the auction process under liquidation. The same was kept under reserve as re-auction process started subject to objection of Operational Creditor i.e.; IDBI Bank and order of the NCLT, Mumbai. On November 16, 2022, Silver Stallion Limited as Consortium Leader along with AIG Direct LLC and Vikasa India EIF I Fund has been declared as successful Bidder(s) for the going concern sale of the Corporate Debtor. However, the sale is subject to the confirmation from National Company Law Tribunal (NCLT), Mumbai, since two petitions are pending for disposal before NCLT, Mumbai.
3. As per Regulation 33(2)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the standalone financial results of a company submitted to the stock exchange shall be signed by the Chairperson or Managing Director or Whole Time Director or in absence of all of them, it shall be signed by any Director of the Company who is duly authorized by the Board of Directors to sign the standalone financial results. In view of the Liquidation, Order passed by the NCLT, all the powers of the Board of Directors, and Key Managerial Personnel ceased to have effect and is vested with Mr. Uliyar Balakrishna Bhat, the Liquidator. Accordingly, financial results of the Company for the quarter ended June 30, 2022 were taken on record and authorized for issue to concerned authorities by the Liquidator.

Disclaimer of Opinion

We have audited the accompanying quarterly standalone financial results of **NITIN FIRE PROTECTION INDUSTRIES LIMITED** (hereinafter referred to as the "Company") for the quarter ended 30th June 2022, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid quarterly standalone financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. Because of the significant matters described in the basis for disclaimer of opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for audit opinion. Accordingly, we do not express an opinion on the standalone financial results of the company for the quarter ended 30th June 2022.

Basis for disclaimer of opinion

We refer to the following notes in the accompanying Statement:

- a. Note 13 of the statement, in respect of financial statements of the company has incurred net loss of Rs. 162.33 lakhs during the period ended June 30, 2022 and, as of that date, the Company's current liabilities exceeded its total assets by Rs. 1,07,993.79 lakhs. This indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Currently the Liquidation of the company is under progress and Silver Stallion Limited as consortium leader along with AIG Direct LLC and Vikasa India EIF I Fund has been declared as successful bidder(s) for the going concern sale. However, the sale is subject to confirmation from Hon'ble National Company Law Tribunal (NCLT), Mumbai, since two petitions are pending for disposal before NCLT, Mumbai, the Standalone Financial Result are prepared on going concern basis and however, the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these matters is at present not ascertainable. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying the Statement.
- b. Note 5 of the statement with regards to the Company's investment in Equity Shares of Worthington Nitin Cylinders Private Limited, an associate company is carried at a cost of Rs.4,195.04 lakhs as at June 30, 2022 (as at March 31, 2022 Rs.4,195.04 lakhs). The net worth of the said associate is substantially eroded as at March 31, 2018. The Company has made provision for diminution in value of investment of Rs.3,772.17 Lakhs as at June 30, 2022. The Management is in discussion with majority shareholder of associate company and expects to realize the net investment amount. Based on discussion and projected business plan of the associate, no provision has been considered necessary by the management in respect of impairment in the value of investment. In the absence of the fair value of the investment by an independent valuer as required under Ind AS 28 'Investment in Associates and Joint Ventures', we are unable to comment on the extent of provision required towards impairment, if any, in this regard and the resultant impact on loss, other equity and investment.
- c. Note 6 of the statement in respect of Trade receivables for the period ended June 30, 2022 includes Rs. 27,659.71 lakhs (as at March 31, 2022 Rs. 26,589.66 lakhs). The Company has, in this regard, made provision of Rs. 27,481.74 lakhs (as at March 31, 2021 Rs. 26,408.14 lakhs) by way of

expected credit loss. The Company's Management is making all efforts to recover the same and is confident of recovery. Hence, no specific provision is considered necessary by the management. In the absence of independent confirmations from the trade receivables and non-availability of other alternate audit evidence, we are unable to comment on the recoverability of the amount, adequacy or otherwise of provision made and consequential impact, if any in this regard and the resultant impact on loss, other equity and trade receivable.

- d. Note 7 of the statement regarding the balances of Trade payables as at June 30, 2022 amounting to Rs. 5,891.98 lakhs (as at March 31, 2022 Rs. 5,872.85 lakhs), advance to trade payable amounting to Rs. 14.56 lakhs (as at March 31, 2022 Rs. 5.59 lakhs), advance from customers aggregating Rs. 0.28 lakhs (as at March 31, 2022 Rs. 6.01 lakhs) and security deposit given aggregating Rs. 0.96 lakhs (as at March 31, 2022 Rs. 0.96 lakhs) are subject to independent confirmations as at June 30, 2022. The Management is in the process of obtaining the confirmations and do not expect any consequential impact in the Standalone Audited Financial Results. In the absence of independent confirmations and any other alternate audit evidences, we are unable to comment on the consequential impact, if any in this regard and the resultant impact on loss, other equity, trade payable and other current assets.
- e. Note 8 of the statement, on account of non-renewal of expired product license by the Company during earlier years, the traded goods (consisting of firefighting equipment and other components), In the opinion of the Management, would not fetch it's carrying value as at June 30, 2022. Accordingly, the Company has made an estimated provision towards non-moving inventory of Rs. 5,004.23 lakhs (including provision of Rs. 486.90 lakhs, based on independent valuation reports) upto March 31, 2020 and no further provision has been made upto June 30, 2022. The Company has carried out physical verification of inventories on February 8, 2022 but physical verification report has not been provided to us. The records maintained by the Company are under updating and hence, for us to perform roll back procedure to ascertain the existence of inventories was not possible. Since inventories enter into the determination of the results of operations and cash flows, we are unable to determine whether any adjustments are required in respect of the loss for the year reported in the Statement of Profit and Loss and the net cash flows from operating activities reported in the Cash Flow Statement. We are unable to comment on the existence of inventory and adequacy of such provision made by the Company and its consequential impact, if any and the resultant impact on loss, other equity and inventories.
- f. Note 9 of the statement regarding, the Company had adjusted balances under Trade Payable and Trade Receivable aggregating Rs.5,500.74 lakhs, during the earlier years. The management is making all efforts of executing agreements from respective counter parties under trade Payables and trade receivables and approval from Reserve Bank of India for the balances receivable/ payable in foreign currency and do not expect any consequential impact in the Standalone Financial Result. Pending such confirmations and approval, we are unable to comment on the consequential impact, if any and the resultant impact on loss, other equity and investment.
- g. Note 10 of the statement stating as at June 30, 2022, Loans to subsidiaries aggregating Rs.23,378.87 lakhs, advance for purchase of materials of Rs. 329.58 lakhs and loan to other body corporates aggregating to Rs. 1,335.78 lakhs are outstanding for a long period of time. The Company has made provision for entire amount of Rs. 25,044.23 lakhs. The Company is in the process of obtaining independent confirmations from the loans receivable and realizing loans/ advance amount. In the absence of independent confirmations from the subsidiaries, including foreign subsidiaries and other body corporates, any other alternate audit evidences and non-recovery of any amount during the year and till date, we are unable to comment on the

recoverability of the amount, adequacy or otherwise of the provision made and consequential impact, if any and the resultant impact on loss, other equity and investment.

- h. Note 11 of the statement in respect of significant defaults in repayment of short-term borrowing and long-term borrowing from banks and financial institutions for more than one year, the Company's account has become non-performing. The Company is in process of obtaining confirmation for overdue interest as on June 30, 2022 from all lenders. Pending receipt of confirmation, the Company has made provision for interest accrued in respect of its borrowings aggregating to Rs. 44,041.57 lakhs (as on March 31, 2022 Rs. 44,041.57 Lakhs) based on agreements entered in to with lenders. The Company is in the process of obtaining independent confirmations from banks and financial institutions and does not expect any consequential impact on the Standalone Financial Results. In the absence of independent confirmations in this regard, we are unable to comment on the interest provision made by the Company and its consequential impact, if any and the resultant impact on loss, other equity and investment.
- i. Note 12 in respect of the current maturities of long-term borrowing aggregating to Rs. 1025.80 lakhs (PY Rs.1025.80 lakhs) and short-term borrowing aggregating to Rs. 59,027.27 lakhs (PY Rs. 58,897.16 lakhs) are subject to independent confirmation. In absence of independent confirmation and any other alternate audit evidence, we are unable to comment on the consequential impact, if any in this regard and the resultant impact on equity, loss, current maturity of long-term and short-term borrowing.

Management's and Liquidator's Responsibilities for the Quarterly Standalone Financial Results

These quarterly standalone financial results have been prepared on the basis of the quarterly standalone financial statements. The Company's Management and the Liquidators are responsible for the preparation and presentation of these quarterly standalone 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records relevant to the preparation and presentation of the quarterly standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the statement, the NCLT order dated February 09, 2022 for liquidation of Nitin Fire Protection Limited has been considered using the going concern basis of accounting unless NCLT passes the order to liquidate the company.

The liquidator and management are responsible for overseeing the Company's financial reporting process

Auditor's Responsibilities for the Audit of the Quarterly Standalone Financial Results

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

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

- Identify and assess the risks of material misstatement of the quarterly standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of standalone financial statements on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the standalone financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. 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 quarterly financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the quarterly standalone financial results, including the disclosures, and whether the quarterly standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Other Matters

The statement includes the results for the quarter ended 30th June 2022, being the audited figures in respect of quarter ended 30th June 2022, which were subject to a limited review by us, as required by listing regulations.

Place: Mumbai
Date: 22/12/2023
UDIN: 23048350BGWTKF6404

For **PAREKH SHAH & LODHA**
Chartered Accountants
Firm Reg: 107487W

RAVINDRA
BAIKUNTHNAT
H CHATURVEDI

Ravindra Chaturvedi
(Partner)
M. No.: 048350

Digital signed by RAVINDRA BAIKUNTHNATH CHATURVEDI
DN: cn=Ravindra Chaturvedi, o=PAREKH SHAH & LODHA, ou=INDIA, email=RAVINDRA@PAREKHSHAHLODHA.COM, c=IN
c.2.3.1=BAIKUNTHNATH CHATURVEDI, email=BAIKUNTHNATH@PAREKHSHAHLODHA.COM, o=PAREKH SHAH & LODHA, ou=INDIA, email=BAIKUNTHNATH@PAREKHSHAHLODHA.COM, c=IN
c.2.3.1=H CHATURVEDI, email=HCHATURVEDI@PAREKHSHAHLODHA.COM, o=PAREKH SHAH & LODHA, ou=INDIA, email=HCHATURVEDI@PAREKHSHAHLODHA.COM, c=IN
c.2.3.1=RAVINDRA BAIKUNTHNATH CHATURVEDI, email=RAVINDRA@PAREKHSHAHLODHA.COM, o=PAREKH SHAH & LODHA, ou=INDIA, email=RAVINDRA@PAREKHSHAHLODHA.COM, c=IN

NITIN FIRE PROTECTION INDUSTRIES LIMITED
(Under Liquidation)

L29193MH1995PLC092323

Statement of Financial Results for the Quarter and Half Year Ended 30th September 2022

(Amount in Lakhs)

	Quarter Ended			Half Year Ended		Year ended
	30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31/03/2022
	Audited	Audited	Audited	Audited	Audited	Audited
Revenue						
Revenue from Operations	152.02	31.69	64.37	183.71	157.99	439.34
Other income	1.15	1.12	-	2.27	0.03	822.86
Total Income	153.16	32.81	64.37	185.98	158.02	1,262.20
Expenses						
Cost of materials Consumed	151.29	20.71	78.99	172.00	136.15	306.17
Employee benefits expenses	51.10	49.83	51.53	100.93	97.58	201.57
Finance costs	18.48	7.96	3,635.43	26.43	7,183.36	11,702.61
Depreciation and Amortization	17.02	16.84	18.55	33.85	37.10	74.19
Other Expenses	70.34	96.10	30.31	166.43	110.10	1,039.03
Total Expenses	308.22	191.43	3,814.81	499.65	7,564.30	13,323.57
Profit/(loss) before Exceptional Items and Tax	(155.06)	(158.62)	(3,750.43)	(313.67)	(7,406.28)	(12,061.37)
Exceptional Items						
Exceptional Items	5.00	3.72	-	8.72	-	-
Profit/(loss) before Tax	(160.06)	(162.33)	(3,750.43)	(322.39)	(7,406.28)	(12,061.37)
Tax expense:						
1. Current Tax	-	-	-	-	-	-
2. Deferred Tax	-	-	-	-	-	-
3. Adjustment of tax for earlier years	-	-	-	-	-	2.48
Profit/(Loss) for the period	(160.06)	(162.33)	(3,750.43)	(322.39)	(7,406.28)	(12,063.85)
Other comprehensive income						
A(i) Items that will not be reclassified to profit or loss						
Remeasurements of the defined benefit plans	-	-	-	-	-	-
Financial Instruments through Other Comprehensive Income	-	-	-	-	-	-
(ii) Income tax related to items that will not be reclassified to profit or loss	-	-	-	-	-	-
B (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
(ii) Income tax related to items that will be reclassified to profit or loss	-	-	-	-	-	-
	-	-	-	-	-	-
Total comprehensive income for the period	(160.06)	(162.33)	(3,750.43)	(322.39)	(7,406.28)	(12,063.85)
Paid-up share capital (Par value Rs. 2/- each fully paid up)	5,845.39	5,845.39	5,845.39	5,845.39	5,845.39	5,845.39
Other Equity						
Earnings per equity share						
1. Basic	(0.05)	(0.06)	(1.28)	(0.11)	(2.53)	(4.13)
2. Diluted	(0.05)	(0.06)	(1.28)	(0.11)	(2.53)	(4.13)



NITIN FIRE PROTECTION INDUSTRIES LIMITED

(Under Liquidation)

L29193MH1995PLC092323

Notes :

- 1) The 'Corporate Insolvency Resolution Process' (CIRP) was initiated, on a petition filed by Dena Bank, against the Company, which was admitted vide an Order of the National Company Law Tribunal (NCLT), Mumbai dated October 22, 2018 under the provisions of the Insolvency and Bankruptcy Code 2016("Code / IBC"). Hon'ble NCLT appointed Mr. Uliyar Balakrishna Bhat as Interim Resolution Professional (IRP) in terms of IBC, who was subsequently confirmed as Resolution Professional (RP) by Committee of Creditors (CoC), constituted under IBC. Mr. U. B. Bhat, in his capacity as RP, has taken control and custody of the management and operations of the company with effect from October 22, 2018. As per the Code, the Resolution Professional RP has to receive, collate and admit all the claims submitted by the creditors of the company. Such claims can be submitted to the RP during the CIRP, till the approval of a resolution plan by the CoC. No 'Resolution Plan' were received by the Company. NCLT had given the order for liquidation on January 18, 2022 initially and then confirmed the liquidation as a going concern on February 9, 2022.
- 2) The Company had received the proposal from Kots Information Technology Limited to acquire the Company during the auction process under liquidation. The same was kept under reserve as re-auction process started subject to objection of Financial Creditor i.e; IDBI Bank and order of the NCLT, Mumbai. On November 16, 2022, Silver Stallion Limited as Consortium Leader along with AIG Direct LLC and Vikasa India EIF I Fund has been declared as successful Bidder(s) for the going concern sale of the Corporate Debtor. However, the sale is subject to the confirmation from National Company Law Tribunal (NCLT), Mumbai, since two petitions are pending for disposal before NCLT, Mumbai.
- 3) As per Regulation 33(2)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the standalone financial results of a company submitted to the stock exchange shall be signed by the Chairperson or Managing Director or Whole Time Director or in absence of all of them, it shall be signed by any Director of the Company who is duly authorized by the Board of Directors to sign the standalone financial results. In view of the Liquidation, Order passed by the NCLT, all the powers of the Board of Directors, and Key Managerial Personnel ceased to have effect and is vested with Mr. Uliyar Balakrishna Bhat, the Liquidator. Accordingly, financial results of the Company for the quarter and half year ended September 30, 2022 were taken on record and authorized for issue to concerned authorities by the Liquidator.
- 4) In line with the provisions of IND AS 108 'Operating segments' and basis the review of operations being done by the Senior Management, the operations of the Company fall under fire protection/detection equipments and allied activities, which is considered to be the only reportable segment by the Management.
- 5) With regard to the Company's investment in Equity Shares of Worthington Nitin Cylinders Private Limited, an associate company is carried at a cost of Rs. 4,195.04 lakhs as at September 30, 2022 (as at March 31, 2022 Rs. 4,195.04 lakhs). The Company has made provision for diminution in value of investment of Rs. 3,772.17 Lacs (Including previous year provision of Rs 181.30 lakhs) based on the audited financial statement of the associate company. The Management is in discussion with majority shareholder of associate company and expects to realise the net investment amount. Based on discussion and projected business plans of the associate, the Management believes that no additional impairment provision is considered necessary.
- 6) Trade receivables for the year ended September 30, 2022 amounting to Rs. 28,642.64 lakhs (as at March 31, 2022 Rs. 26,589.66 lakhs). The Company has, in this regard, made provision of Rs. 28,375.10 (as at March 31, 2022 Rs. 26,408.14 lakhs) by way of expected credit loss. The Company's Management is making all efforts to recover the same and is confident of recovery. Hence, no specific provision is considered necessary.
- 7) The balances of Trade payables amounting to Rs. 6,014 lakhs (as at March 31, 2022 Rs. 5,872.85 lakhs), advance to trade payable amounting to Rs. 4.04 lakhs (as at March 31, 2022 Rs. 5.59 lakhs), advance from customers aggregating Rs. 13.96 lakh (as at March 31, 2022 Rs. 6.01 lakhs) and security deposit given aggregating Rs. 0.19 lakhs (as at March 31, 2022 Rs. 0.96 lakhs) are subject to independent confirmations as at September 30, 2022. The Management is in the process of obtaining the confirmations and do not expect any consequential impact in the Standalone Financial Results in this regard.
- 8) On account of non-renewal of expired product license by the Company during earlier years, the traded goods (consisting of fire fighting equipment and other components), In the opinion of the Management, would not fetch it's carrying value as at March 31, 2020. Accordingly, the Company has made an estimated provision towards non moving inventory of Rs. 5,004.23 lakhs (apart from provision of Rs. 486.90 lakhs, based on independent valuation reports) upto March 31,2020. In the opinion of management no additional provision for non-moving inventories is considered necessary.
- 9) As per the audited financial statements ended March 31, 2020, during the earlier years, the Company has adjusted balances under Trade Payable and Trade Receivable aggregating Rs. 5,500.74 lakhs. The management is making all efforts of executing agreements from respective counter parties under trade Payables and trade receivables and approval from Reserve Bank of India for the balances receivable/ payable in foreign currency and do not expect any consequential impact in the Standalone Financial Results.
- 10) As at September 30, 2022, Loans to subsidiaries aggregating Rs. 24,045.97 lakhs, advance for purchase of materials of Rs. 340.48 lakhs and loan to other body corporates aggregating Rs. 1,335.78 lakhs are outstanding for a long period of time. The Company has made provision for entire amount of Rs. 25,722.23 lakhs. The Company is in the process of obtaining independent confirmations from the loans receivable and realising loans/ advance amount.



NITIN FIRE PROTECTION INDUSTRIES LIMITED

(Under Liquidation)

L29193MH1995PLC092323

- 11) Due to significant defaults in repayment of short term borrowing and long term borrowing from banks and financial institutions for more than one year, the Company's account has become Non-performing. The Company is in process of obtaining confirmation for overdue interest as on September 30, 2022 from all lenders. Pending receipt of confirmation, the Company has made provision for interest accrued cumulatively in respect of its borrowings aggregating Rs. 43,794.28 lakhs (P. Y. Rs. 44,041.57 Lakhs) based on agreements entered in to with lenders. The Interest liability is being provided based on the admitted claim received during liquidation in the financial year 2021-22. The interest for the financial year provided in the financial year 2021-22 till the commencement of liquidation based on the interest admitted for the financial year 2021-22 in their admitted claim. However no payment against payable accrued interest has been paid. The Company is in the process of obtaining independent confirmations from banks and financial institutions and does not expect any consequential impact on the Standalone Financial Results.
- 12) The current maturities of long term borrowing aggregating to Rs. 1273.08 lakhs (PY Rs.1025.80 lakhs) and short term borrowing aggregating to Rs. 59,107.2 lakhs (PY Rs. 58,897.16 lakhs) are subject to independent confirmation
- 13) The Company has incurred net loss of Rs. 322.39 lakhs during the period ended September 30, 2022 and, as of that date, the Company's current liabilities exceeded its total assets by Rs. 1,08,153.85 lakhs. This indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Currently the CIRP of the company is under progress and its ability to continue affairs on Going Concern basis is dependent on many factors including continued support from its financial and operational creditors and submission and approval of Resolution Plan. Pending CIRP/ Liquidation process, the Standalone Financial Results are prepared on going concern basis.
- 14) The above Audited financial results for the quarter ended 30th September 2022 have been reviewed by the Liquidator on 22-12-2023. The Auditor other than Statutory Auditors have reviewed these financial results pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 15) The Liquidator is signing these financial statements on the basis of the information provided to him.
- 16) The previous quarter/ period/ year figures have been regrouped, rearranged, reclassified or reworked as necessary to conform to the current quarter/period accounting treatment.

For Nitin Fire Protection Industries Limited



[Handwritten Signature]

U. Balakrishna Bhat
Liquidator

Place: Mumbai
Date : 22-12-2023

NITIN FIRE PROTECTION INDUSTRIES LIMITED
(Under Liquidation)

L29193MH1995PLC092323

BALANCE SHEET AS AT 30TH SEPTEMBER 2022

(Amount in Lakhs)

Particulars	As at	
	30.09.2022	31/03/2022
	Audited	Audited
I. Assets		
(1) Non-current assets		
Property, Plant and Equipment	1,560.34	1,594.20
Capital work-in-progress	-	-
Intangible Asset		
Financial Assets		
-Investments	447.87	447.87
-Loans	0.00	0.00
Other Non-Current Assets	0.19	0.96
Total non current assets	2,008.40	2,043.02
(2) Current Assets		
Inventories	26.32	27.71
Financial Assets		
-Trade receivables	267.65	181.52
-Cash and cash equivalents	3.21	8.26
-Bank balances other than cash and cash equivalents	92.76	92.70
-Other Financial Assets	6.69	3.72
Current tax assets	-	-
Other Current Assets	59.13	37.72
Total current assets	455.76	351.63
Total Assets	2,464.16	2,394.66
II. Equity and Liabilities		
(1) Equity		
(a) Equity share capital	5,845.39	5,845.39
(b) Other equity	(114,142.59)	(113,820.20)
Total equity	(108,297.20)	(107,974.81)
(2) Non current liabilities		
Financial liabilities		
-Borrowings	-	-
-Provisions	143.35	143.35
Deferred tax liabilities (Net)	-	-
Total non current liabilities	143.35	143.35
(3) Current liabilities		
Financial liabilities		
-Borrowing	60,380.27	59,922.96
-Trade payables	6,014.00	5,872.85
-Other financial liabilities	44,081.79	44,326.28
Other current liabilities	129.23	86.84
Current Tax Liabilities (net)	12.73	17.19
Total Current liabilities	110,618.01	110,226.12
Total liabilities	110,761.36	110,369.47
Total Equity and Liabilities	2,464.16	2,394.66

For Nitin Fire Protection Industries Limited

Place: Mumbai
Date : 22-12-2023



U. Balakrishna Bhat
Liquidator



**PAREKH
SHAH
LODHA &** BKC Centre,
31-E, Laxmi Industrial Estate,
New Link Road, Andheri (W),
Mumbai – 400 053
Tel : +91 22 4962 1281- 90
Email : pslca1988@gmail.com
pslca@bkcadvisors.in

Chartered Accountants

Independent Auditor's Report on the Quarterly and year to date Standalone Audited Financial Results of the Company pursuant to the regulation 33 of the SEBI (listing obligations and disclosure requirements) regulations, 2015

To the Liquidator of NITIN FIRE PROTECTION INDUSTRIES LIMITED

1. The 'Corporate Insolvency Resolution Process' (CIRP) was initiated, on a petition filed by Dena Bank, against the Company, which was admitted vide an Order of the National Company Law Tribunal (NCLT), Mumbai dated October 22, 2018 under the provisions of the Insolvency and Bankruptcy Code 2016("Code / IBC"). Hon'ble NCLT appointed Mr. Uliyar Balakrishna Bhat as Interim Resolution Professional (IRP) in terms of IBC, who was subsequently confirmed as Resolution Professional (RP) by Committee of Creditors (CoC), constituted under IBC. Mr. U. B. Bhat, in his capacity as RP, has taken control and custody of the management and operations of the company with effect from October 22, 2018. As per the Code, the Resolution Professional RP has to receive, collate and admit all the claims submitted by the creditors of the company. Such claims can be submitted to the RP during the CIRP, till the approval of a resolution plan by the CoC. No 'Resolution Plan' were received by the Company. NCLT had given the order for liquidation on January 18, 2022 initially and then confirmed the liquidation as a going concern on February 9, 2022.
2. The Company had received the proposal from Kots Information Technology Limited to acquire the Company during the auction process under liquidation. The same was kept under reserve as re-auction process started subject to objection of Operational Creditor i.e.; IDBI Bank and order of the NCLT, Mumbai. On November 16, 2022, Silver Stallion Limited as Consortium Leader along with AIG Direct LLC and Vikasa India EIF I Fund has been declared as successful Bidder(s) for the going concern sale of the Corporate Debtor. However, the sale is subject to the confirmation from National Company Law Tribunal (NCLT), Mumbai, since two petitions are pending for disposal before NCLT, Mumbai.
3. As per Regulation 33(2)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the standalone financial results of a company submitted to the stock exchange shall be signed by the Chairperson or Managing Director or Whole Time Director or in absence of all of them, it shall be signed by any Director of the Company who is duly authorized by the Board of Directors to sign the standalone financial results. In view of the Liquidation, Order passed by the NCLT, all the powers of the Board of Directors, and Key Managerial Personnel ceased to have effect and is vested with Mr. Uliyar Balakrishna Bhat, the Liquidator. Accordingly, financial results of the Company for the quarter ended September 30, 2022 were taken on record and authorized for issue to concerned authorities by the Liquidator.

Disclaimer of Opinion

We have audited the accompanying quarterly standalone financial results of **NITIN FIRE PROTECTION INDUSTRIES LIMITED** (hereinafter referred to as the "Company") for the quarter and half-year ended 30th September 2022, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid quarterly standalone financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. Because of the significant matters described in the basis for disclaimer of opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for audit opinion. Accordingly, we do not express an opinion on the standalone financial results of the company for the quarter ended 30th September 2022.

Basis for disclaimer of opinion

We refer to the following notes in the accompanying Statement:

- a. Note 13 of the statement, in respect of financial statements of the company has incurred net loss of Rs. 322.39 lakhs during the period ended September 30, 2022 and, as of that date, the Company's current liabilities exceeded its total assets by Rs. 1,08,153.85 lakhs. This indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Currently the Liquidation of the company is under progress and Silver Stallion Limited as consortium leader along with AIG Direct LLC and Vikasa India EIF I Fund has been declared as successful bidder(s) for the going concern sale. However, the sale is subject to confirmation from Hon'ble National Company Law Tribunal (NCLT), Mumbai, since two petitions are pending for disposal before NCLT, Mumbai, the Standalone Financial Result are prepared on going concern basis and however, the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these matters is at present not ascertainable. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying the Statement.
- b. Note 5 of the statement with regards to the Company's investment in Equity Shares of Worthington Nitin Cylinders Private Limited, an associate company is carried at a cost of Rs.4,195.04 lakhs as at September 30, 2022 (as at March 31, 2022 Rs.4,195.04 lakhs). The net worth of the said associate is substantially eroded as at March 31, 2018. The Company has made provision for diminution in value of investment of Rs.3,772.17 Lakhs as at September 30, 2022. The Management is in discussion with majority shareholder of associate company and expects to realize the net investment amount. Based on discussion and projected business plan of the associate, no provision has been considered necessary by the management in respect of impairment in the value of investment. In the absence of the fair value of the investment by an independent valuer as required under Ind AS 28 'Investment in Associates and Joint Ventures', we are unable to comment on the extent of provision required towards impairment, if any, in this regard and the resultant impact on loss, other equity and investment.
- c. Note 6 of the statement in respect of Trade receivables for the period ended September 30, 2022 includes Rs. 28,642.64 lakhs (as at March 31, 2022 Rs. 26,589.66 lakhs). The Company has, in this regard, made provision of Rs. 28,375.10 (as at March 31, 2022 Rs. 26,408.14 lakhs) by way of

expected credit loss. The Company's Management is making all efforts to recover the same and is confident of recovery. Hence, no specific provision is considered necessary by the management. In the absence of independent confirmations from the trade receivables and non-availability of other alternate audit evidence, we are unable to comment on the recoverability of the amount, adequacy or otherwise of provision made and consequential impact, if any in this regard and the resultant impact on loss, other equity and trade receivable.

- d. Note 7 of the statement regarding the balances of Trade payables as at September 30, 2022 amounting to Rs. 6,014 lakhs (as at March 31, 2022 Rs. 5,872.85 lakhs), advance to trade payable amounting to Rs. 4.04 lakhs (as at March 31, 2022 Rs. 5.59 lakhs), advance from customers aggregating Rs. 13.96 lakhs (as at March 31, 2022 Rs. 6.01 lakhs) and security deposit given aggregating Rs. 0.19 lakhs (as at March 31, 2022 Rs. 0.96 lakhs) are subject to independent confirmations as at September 30, 2022. The Management is in the process of obtaining the confirmations and do not expect any consequential impact in the Standalone Audited Financial Results. In the absence of independent confirmations and any other alternate audit evidences, we are unable to comment on the consequential impact, if any in this regard and the resultant impact on loss, other equity, trade payable and other current assets.
- e. Note 8 of the statement, on account of non-renewal of expired product license by the Company during earlier years, the traded goods (consisting of firefighting equipment and other components), In the opinion of the Management, would not fetch it's carrying value as at September 30, 2022. Accordingly, the Company has made an estimated provision towards non-moving inventory of Rs. 5,004.23 lakhs (including provision of Rs. 486.90 lakhs, based on independent valuation reports) upto March 31, 2020 and no further provision has been made upto September 30, 2022. The Company has carried out physical verification of inventories on February 8, 2022 but physical verification report has not been provided to us. The records maintained by the Company are under updating and hence, for us to perform roll back procedure to ascertain the existence of inventories was not possible. Since inventories enter into the determination of the results of operations and cash flows, we are unable to determine whether any adjustments are required in respect of the loss for the year reported in the Statement of Profit and Loss and the net cash flows from operating activities reported in the Cash Flow Statement. We are unable to comment on the existence of inventory and adequacy of such provision made by the Company and its consequential impact, if any and the resultant impact on loss, other equity and inventories.
- f. Note 9 of the statement regarding, the Company had adjusted balances under Trade Payable and Trade Receivable aggregating Rs.5,500.74 lakhs, during the earlier years. The management is making all efforts of executing agreements from respective counter parties under trade Payables and trade receivables and approval from Reserve Bank of India for the balances receivable/ payable in foreign currency and do not expect any consequential impact in the Standalone Financial Result. Pending such confirmations and approval, we are unable to comment on the consequential impact, if any and the resultant impact on loss, other equity and investment.
- g. Note 10 of the statement stating as at September 30, 2022, Loans to subsidiaries aggregating Rs.24,045.97 lakhs, advance for purchase of materials of Rs. 340.48 lakhs and loan to other body corporates aggregating to Rs. 1,335.78 lakhs are outstanding for a long period of time. The Company has made provision for entire amount of Rs. 25,722.23 lakhs. The Company is in the process of obtaining independent confirmations from the loans receivable and realizing loans/ advance amount. In the absence of independent confirmations from the subsidiaries, including foreign subsidiaries and other body corporates, any other alternate audit evidences and non-recovery of any amount during the year and till date, we are unable to comment on the

recoverability of the amount, adequacy or otherwise of the provision made and consequential impact, if any and the resultant impact on loss, other equity and investment.

- h. Note 11 of the statement in respect of significant defaults in repayment of short-term borrowing and long-term borrowing from banks and financial institutions for more than one year, the Company's account has become non-performing. The Company is in process of obtaining confirmation for overdue interest as on September 30, 2022 from all lenders. Pending receipt of confirmation, the Company has made provision for interest accrued in respect of its borrowings aggregating to Rs. 43,794.28 lakhs (as on March 31, 2022 Rs. 44,041.57 Lakhs) based on agreements entered in to with lenders. The Company is in the process of obtaining independent confirmations from banks and financial institutions and does not expect any consequential impact on the Standalone Financial Results. In the absence of independent confirmations in this regard, we are unable to comment on the interest provision made by the Company and its consequential impact, if any and the resultant impact on loss, other equity and investment.
- i. Note 12 in respect of the current maturities of long-term borrowing aggregating to Rs. 1,273.08 lakhs (PY Rs.1,025.80 lakhs) and short-term borrowing aggregating to Rs. 59,107.20 lakhs (PY Rs. 58,897.16 lakhs) are subject to independent confirmation. In absence of independent confirmation and any other alternate audit evidence, we are unable to comment on the consequential impact, if any in this regard and the resultant impact on equity, loss, current maturity of long-term and short-term borrowing.

Management's and Liquidator's Responsibilities for the Quarterly Standalone Financial Results

These quarterly standalone financial results have been prepared on the basis of the quarterly standalone financial statements. The Company's Management and the Liquidators are responsible for the preparation and presentation of these quarterly standalone 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records relevant to the preparation and presentation of the quarterly standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the statement, the NCLT order dated February 09, 2022 for liquidation of Nitin Fire Protection Limited has been considered using the going concern basis of accounting unless NCLT passes the order to liquidate the company.

The liquidator and management are responsible for overseeing the Company's financial reporting process

Auditor's Responsibilities for the Audit of the Quarterly Standalone Financial Results

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

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

- Identify and assess the risks of material misstatement of the quarterly standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of standalone financial statements on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the standalone financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. 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 quarterly financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the quarterly standalone financial results, including the disclosures, and whether the quarterly standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Other Matters

The statement includes the results for the quarter ended 30th September 2022, being the balancing figures between the audited figures in respect of half-year ended 30th September 2022, and the published audited year-to-date figures up to first quarter of financial year, which were subject to a limited review by us, as required by listing regulations.

For **PAREKH SHAH & LODHA**

Chartered Accountants

Firm Reg: 107487W

RAVINDRA
BAIKUNTHNAT
H CHATURVEDI

Digitally signed by Ravindra Baidunthnat H Chaturvedi
DN: cn=Ravindra Baidunthnat H Chaturvedi,
ou=PAREKH SHAH & LODHA, o=PAREKH SHAH & LODHA,
c=IN, email=Ravindra.Baidunthnat.H.Chaturvedi@parekhshahandlodha.com,
serial=107487W, version=3
Date: 2023.12.22 12:02:40 +05'30'

Ravindra Chaturvedi

(Partner)

M. No.: 048350

Place: Mumbai

Date: 22/12/2023

UDIN: 23048350BGWTKG6262

NITIN FIRE PROTECTION INDUSTRIES LIMITED

(Under Liquidation)

L29193MH1995PLC092323

Statement of Financial Results for the Quarter Ended 31st December 2022

(Amount in Lakhs)

	Quarter Ended			9 month Ended		Year ended
	31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31/03/2022
	Audited	Audited	Audited	Audited	Audited	Audited
Revenue						
Revenue from Operations	165.57	152.02	209.51	349.27	367.50	439.34
Other income	10.03	1.15	2.57	12.30	2.60	822.86
Total Income	175.60	153.16	212.07	361.57	370.09	1,262.20
Expenses						
Cost of materials Consumed	51.93	151.29	63.73	223.93	199.88	306.17
Employee benefits expenses	49.22	51.10	49.63	150.15	147.21	201.57
Finance costs	11.62	18.48	3,685.61	38.06	10,868.97	11,702.61
Depreciation and Amortization	17.02	17.02	18.55	50.87	55.64	74.19
Other Expenses	102.56	70.34	55.50	268.99	165.61	1,039.03
Total Expenses	232.36	308.22	3,873.01	732.01	11,437.31	13,323.57
Profit/(loss) before Exceptional Items and Tax	(56.76)	(155.06)	(3,660.94)	(370.43)	(11,067.21)	(12,061.37)
Exceptional Items						
Exceptional Items	-	5.00	-	8.72	-	2.48
Profit/(loss) before Tax	(56.76)	(160.06)	(3,660.94)	(379.15)	(11,067.21)	(12,063.85)
Tax expense:						
1. Current Tax	-	-	-	-	-	-
2. Deferred Tax	-	-	-	-	-	-
3. Adjustment of tax for earlier years	-	-	-	-	-	-
Profit/(Loss) for the period	(56.76)	(160.06)	(3,660.94)	(379.15)	(11,067.21)	(12,063.85)
Other comprehensive income						
A(i) Items that will not be reclassified to profit or loss						
Remeasurements of the defined benefit plans	-	-	-	-	-	-
Financial Instruments through Other Comprehensive Income	-	-	-	-	-	-
(ii) Income tax related to items that will not be reclassified to profit or loss	-	-	-	-	-	-
B (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
(ii) Income tax related to items that will be reclassified to profit or loss	-	-	-	-	-	-
	-	-	-	-	-	-
Total comprehensive income for the period	(56.76)	(160.06)	(3,660.94)	(379.15)	(11,067.21)	(12,063.85)
Paid-up share capital (Par value Rs. 2/- each fully paid up)	5,845.39	5,845.39	5,845.39	5,845.39	5,845.39	5,845.39
Other Equity						
Earnings per equity share						
1. Basic	(0.02)	(0.05)	(1.25)	(0.13)	(3.79)	(4.13)
2. Diluted	(0.02)	(0.05)	(1.25)	(0.13)	(3.79)	(4.13)



NITIN FIRE PROTECTION INDUSTRIES LIMITED

(Under Liquidation)

L29193MH1995PLC092323

Notes :

- 1) The 'Corporate Insolvency Resolution Process' (CIRP) was initiated, on a petition filed by Dena Bank, against the Company, which was admitted vide an Order of the National Company Law Tribunal (NCLT), Mumbai dated October 22, 2018 under the provisions of the Insolvency and Bankruptcy Code 2016 ("Code / IBC"). Hon'ble NCLT appointed Mr. Uliyar Balakrishna Bhat as Interim Resolution Professional (IRP) in terms of IBC, who was subsequently confirmed as Resolution Professional (RP) by Committee of Creditors (CoC), constituted under IBC. Mr. U. B. Bhat, in his capacity as RP, has taken control and custody of the management and operations of the company with effect from October 22, 2018. As per the Code, the Resolution Professional RP has to receive, collate and admit all the claims submitted by the creditors of the company. Such claims can be submitted to the RP during the CIRP, till the approval of a resolution plan by the CoC. No 'Resolution Plan' were received by the Company. NCLT had given the order for liquidation on January 18, 2022 initially and then confirmed the liquidation as a going concern on February 9, 2022.
- 2) The Company had received the proposal from Kots Information Technology Limited to acquire the Company during the auction process under liquidation. The same was kept under reserve as re-auction process started subject to objection of Financial Creditor i.e; IDBI Bank and order of the NCLT, Mumbai. On November 16, 2022, Silver Stallion Limited as Consortium Leader along with AIG Direct LLC and Vikasa India EIF I Fund has been declared as successful Bidder(s) for the going concern sale of the Corporate Debtor. However, the sale is subject to the confirmation from National Company Law Tribunal (NCLT), Mumbai, since two petitions are pending for disposal before NCLT, Mumbai.
- 3) As per Regulation 33(2)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the standalone financial results of a company submitted to the stock exchange shall be signed by the Chairperson or Managing Director or Whole Time Director or in absence of all of them, it shall be signed by any Director of the Company who is duly authorized by the Board of Directors to sign the standalone financial results. In view of the Liquidation, Order passed by the NCLT, all the powers of the Board of Directors, and Key Managerial Personnel ceased to have effect and is vested with Mr. Uliyar Balakrishna Bhat, the Liquidator. Accordingly, financial results of the Company for the quarter ended December 31, 2022 were taken on record and authorized for issue to concerned authorities by the Liquidator.
- 4) In line with the provisions of IND AS 108 'Operating segments' and basis the review of operations being done by the Senior Management, the operations of the Company fall under fire protection/detection equipments and allied activities, which is considered to be the only reportable segment by the Management.
- 5) With regard to the Company's investment in Equity Shares of Worthington Nitin Cylinders Private Limited, an associate company is carried at a cost of Rs. 4,195.04 lakhs as at December 31, 2022 (as at March 31, 2021 Rs. 4,195.04 lakhs). The Company has made provision for diminution in value of investment of Rs. 3,772.17 Lacs (including previous year provision of Rs 181.30 lakhs) based on the audited financial statement of the associate company. The Management is in discussion with majority shareholder of associate company and expects to realise the net investment amount. Based on discussion and projected business plans of the associate, the Management believes that no additional impairment provision is considered necessary.
- 6) Trade receivables for the year ended December 31, 2022 amounting to Rs. 29,160.36 lakhs (as at March 31, 2022 Rs. 26,589.66 lakhs). The Company has, in this regard, made provision of Rs. 28,799.88 (as at March 31, 2022 Rs. 26,408.14 lakhs) by way of expected credit loss. The Company's Management is making all efforts to recover the same and is confident of recovery. Hence, no specific provision is considered necessary.
- 7) The balances of Trade payables amounting to Rs. 6,111.15 lakhs (as at March 31, 2022 Rs. 5,872.85 lakhs), advance to trade payable amounting to Rs. 4.08 lakhs (as at March 31, 2022 Rs. 5.59 lakhs), advance from customers aggregating Rs. 1.80 lakh (as at March 31, 2022 Rs. 6.01 lakhs) and security deposit given aggregating Rs. 0.31 lakhs (as at March 31, 2022 Rs. 0.96 lakhs) are subject to independent confirmations as at December 31, 2022. The Management is in the process of obtaining the confirmations and do not expect any consequential impact in the Standalone Financial Results in this regard.
- 8) On account of non-renewal of expired product license by the Company during earlier years, the traded goods (consisting of fire fighting equipment and other components), in the opinion of the Management, would not fetch its carrying value as at March 31, 2020. Accordingly, the Company has made an estimated provision towards non moving inventory of Rs. 5,004.23 lakhs (apart from provision of Rs. 486.90 lakhs, based on independent valuation reports) upto March 31, 2020. In the opinion of management no additional provision for non-moving inventories is considered necessary.
- 9) As per the audited financial statements ended March 31, 2020, during the earlier years, the Company has adjusted balances under Trade Payable and Trade Receivable aggregating Rs. 5,500.74 lakhs. The management is making all efforts of executing agreements from respective counter parties under trade Payables and trade receivables and approval from Reserve Bank of India for the balances receivable/ payable in foreign currency and do not expect any consequential impact in the Standalone Financial Results.
- 10) As at December 31, 2022, Loans to subsidiaries aggregating Rs. 24,361.36 lakhs, advance for purchase of materials of Rs. 345.63 lakhs and loan to other body corporates aggregating Rs. 1,335.78 lakhs are outstanding for a long period of time. The Company has made provision for entire amount of Rs. 26,042.78 lakhs. The Company is in the process of obtaining independent confirmations from the loans receivable and realising loans/ advance amount



NITIN FIRE PROTECTION INDUSTRIES LIMITED
(Under Liquidation)

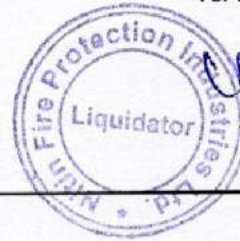
L29193MH1995PLC092323

- 11) Due to significant defaults in repayment of short term borrowing and long term borrowing from banks and financial institutions for more than one year, the Company's account has become Non-performing. The Company is in process of obtaining confirmation for overdue interest as on December 31, 2022 from all lenders. Pending receipt of confirmation, the Company has made provision for interest accrued cumulatively in respect of its borrowings aggregating Rs. 43,794.28 lakhs (P. Y. Rs. 44,041.57 Lakhs) based on agreements entered in to with lenders. The interest liability is being provided based on the admitted claim received during liquidation in the financial year 2021-22. The interest for the financial year provided in the financial year 2021-22 till the commencement of liquidation based on the interest admitted for the financial year 2021-22 in their admitted claim. However no payment against payable accrued interest has been paid. The Company is in the process of obtaining independent confirmations from banks and financial institutions and does not expect any consequential impact on the Standalone Financial Results.
- 12) The current maturities of long term borrowing aggregating to Rs. 1273.08 lakhs (PY Rs.1025.80 lakhs) and short term borrowing aggregating to Rs. 59,108.47 lakhs (PY Rs. 58,897.16 lakhs) are subject to independent confirmation
- 13) The Company has incurred net loss of Rs. 379.15 lakhs during the year ended December 31, 2022 and, as of that date, the Company's current liabilities exceeded its total assets by Rs. 1,08,211 lakhs. This indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Currently the CIRP of the company is under progress and its ability to continue affairs on Going Concern basis is dependent on many factors including continued support from its financial and operational creditors and submission and approval of Resolution Plan. Pending CIRP/ Liquidation process, the Standalone Financial Results are prepared on going concern basis.
- 14) The above Audited financial results for the quarter ended 31st December 2022 have been reviewed by the Liquidator on 22-12-2023. The Auditor other than Statutory Auditors have reviewed these financial results pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 15) The Liquidator is signing these financial statements on the basis of the information provided to him.
- 16) The previous quarter/ period/ year figures have been regrouped, rearranged, reclassified or reworked as necessary to conform to the current quarter/period accounting treatment.

For Nitin Fire Protection Industries Limited

For Nitin Fire Protection Industries Limited

Place: Mumbai
Date : 22-12-2023



U. Balakrishna Bhat
Liquidator



**PAREKH
SHAH
&
LODHA** BKC Centre,
31-E, Laxmi Industrial Estate,
New Link Road, Andheri (W),
Mumbai – 400 053
Tel. : +91 22 4962 1281- 90
Email : pslca1988@gmail.com
pslca@bkcadvisors.in

Chartered Accountants

Independent Auditor's Report on the Quarterly and year to date Standalone Audited Financial Results of the Company pursuant to the regulation 33 of the SEBI (listing obligations and disclosure requirements) regulations, 2015

To the Liquidator of NITIN FIRE PROTECTION INDUSTRIES LIMITED

1. The 'Corporate Insolvency Resolution Process' (CIRP) was initiated, on a petition filed by Dena Bank, against the Company, which was admitted vide an Order of the National Company Law Tribunal (NCLT), Mumbai dated October 22, 2018 under the provisions of the Insolvency and Bankruptcy Code 2016("Code / IBC"). Hon'ble NCLT appointed Mr. Uliyar Balakrishna Bhat as Interim Resolution Professional (IRP) in terms of IBC, who was subsequently confirmed as Resolution Professional (RP) by Committee of Creditors (CoC), constituted under IBC. Mr. U. B. Bhat, in his capacity as RP, has taken control and custody of the management and operations of the company with effect from October 22, 2018. As per the Code, the Resolution Professional RP has to receive, collate and admit all the claims submitted by the creditors of the company. Such claims can be submitted to the RP during the CIRP, till the approval of a resolution plan by the CoC. No 'Resolution Plan' were received by the Company. NCLT had given the order for liquidation on January 18, 2022 initially and then confirmed the liquidation as a going concern on February 9, 2022.
2. The Company had received the proposal from Kots Information Technology Limited to acquire the Company during the auction process under liquidation. The same was kept under reserve as re-auction process started subject to objection of Operational Creditor i.e.; IDBI Bank and order of the NCLT, Mumbai. On November 16, 2022, Silver Stallion Limited as Consortium Leader along with AIG Direct LLC and Vikasa India EIF I Fund has been declared as successful Bidder(s) for the going concern sale of the Corporate Debtor. However, the sale is subject to the confirmation from National Company Law Tribunal (NCLT), Mumbai, since two petitions are pending for disposal before NCLT, Mumbai.
3. As per Regulation 33(2)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the standalone financial results of a company submitted to the stock exchange shall be signed by the Chairperson or Managing Director or Whole Time Director or in absence of all of them, it shall be signed by any Director of the Company who is duly authorized by the Board of Directors to sign the standalone financial results. In view of the Liquidation, Order passed by the NCLT, all the powers of the Board of Directors, and Key Managerial Personnel ceased to have effect and is vested with Mr. Uliyar Balakrishna Bhat, the Liquidator. Accordingly, financial results of the Company for the quarter ended December 31, 2022 were taken on record and authorized for issue to concerned authorities by the Liquidator.

Disclaimer of Opinion

We have audited the accompanying quarterly standalone financial results of **NITIN FIRE PROTECTION INDUSTRIES LIMITED** (hereinafter referred to as the "Company") for the quarter ended 31st December 2022, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid quarterly standalone financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. Because of the significant matters described in the basis for disclaimer of opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for audit opinion. Accordingly, we do not express an opinion on the standalone financial results of the company for the quarter ended 31st December 2022.

Basis for disclaimer of opinion

We refer to the following notes in the accompanying Statement:

- a. Note 13 of the statement, in respect of financial statements of the company has incurred net loss of Rs. 379.15 lakhs during the period ended December 31, 2022 and, as of that date, the Company's current liabilities exceeded its total assets by Rs. 1,08,211 lakhs. This indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Currently the Liquidation of the company is under progress and Silver Stallion Limited as consortium leader along with AIG Direct LLC and Vikasa India EIF I Fund has been declared as successful bidder(s) for the going concern sale. However, the sale is subject to confirmation from Hon'ble National Company Law Tribunal (NCLT), Mumbai, since two petitions are pending for disposal before NCLT, Mumbai, the Standalone Financial Result are prepared on going concern basis and however, the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these matters is at present not ascertainable. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying the Statement.
- b. Note 5 of the statement with regards to the Company's investment in Equity Shares of Worthington Nitin Cylinders Private Limited, an associate company is carried at a cost of Rs.4,195.04 lakhs as at December 31, 2022 (as at March 31, 2022 Rs.4,195.04 lakhs). The net worth of the said associate is substantially eroded as at March 31, 2018. The Company has made provision for diminution in value of investment of Rs.3,772.17 Lakhs as at December 31, 2022. The Management is in discussion with majority shareholder of associate company and expects to realize the net investment amount. Based on discussion and projected business plan of the associate, no provision has been considered necessary by the management in respect of impairment in the value of investment. In the absence of the fair value of the investment by an independent valuer as required under Ind AS 28 'Investment in Associates and Joint Ventures', we are unable to comment on the extent of provision required towards impairment, if any, in this regard and the resultant impact on loss, other equity and investment.
- c. Note 6 of the statement in respect of Trade receivables for the period ended December 31, 2022 includes Rs. 29,160.36 lakhs (as at March 31, 2022 Rs. 26,589.66 lakhs). The Company has, in this regard, made provision of Rs. 28,799.88 (as at March 31, 2022 Rs. 26,408.14 lakhs) by way of

expected credit loss. The Company's Management is making all efforts to recover the same and is confident of recovery. Hence, no specific provision is considered necessary by the management. In the absence of independent confirmations from the trade receivables and non-availability of other alternate audit evidence, we are unable to comment on the recoverability of the amount, adequacy or otherwise of provision made and consequential impact, if any in this regard and the resultant impact on loss, other equity and trade receivable.

- d. Note 7 of the statement regarding the balances of Trade payables as at December 31, 2022 amounting to Rs. 6,111.15 lakhs (as at March 31, 2022 Rs. 5,872.85 lakhs), advance to trade payable amounting to Rs. 4.08 lakhs (as at March 31, 2022 Rs. 5.59 lakhs), advance from customers aggregating Rs. 1.80 lakhs (as at March 31, 2022 6.10 lakhs) and security deposit given aggregating Rs. 0.31 lakhs (as at March 31, 2022 Rs. 0.96 lakhs) are subject to independent confirmations as at December 31, 2022. The Management is in the process of obtaining the confirmations and do not expect any consequential impact in the Standalone Audited Financial Results. In the absence of independent confirmations and any other alternate audit evidences, we are unable to comment on the consequential impact, if any in this regard and the resultant impact on loss, other equity, trade payable and other current assets.
- e. Note 8 of the statement, on account of non-renewal of expired product license by the Company during earlier years, the traded goods (consisting of firefighting equipment and other components), In the opinion of the Management, would not fetch it's carrying value as at December 31, 2022. Accordingly, the Company has made an estimated provision towards non-moving inventory of Rs. 5,004.23 lakhs (including provision of Rs. 486.90 lakhs, based on independent valuation reports) upto March 31, 2020 and no further provision has been made upto December 31, 2022. The Company has carried out physical verification of inventories on February 8, 2022 but physical verification report has not been provided to us. The records maintained by the Company are under updating and hence, for us to perform roll back procedure to ascertain the existence of inventories was not possible. Since inventories enter into the determination of the results of operations and cash flows, we are unable to determine whether any adjustments are required in respect of the loss for the year reported in the Statement of Profit and Loss and the net cash flows from operating activities reported in the Cash Flow Statement. We are unable to comment on the existence of inventory and adequacy of such provision made by the Company and its consequential impact, if any and the resultant impact on loss, other equity and inventories.
- f. Note 9 of the statement regarding, the Company had adjusted balances under Trade Payable and Trade Receivable aggregating Rs.5,500.74 lakhs, during the earlier years. The management is making all efforts of executing agreements from respective counter parties under trade Payables and trade receivables and approval from Reserve Bank of India for the balances receivable/ payable in foreign currency and do not expect any consequential impact in the Standalone Financial Result. Pending such confirmations and approval, we are unable to comment on the consequential impact, if any and the resultant impact on loss, other equity and investment.
- g. Note 10 of the statement stating as at December 31, 2022, Loans to subsidiaries aggregating Rs.24,361.36 lakhs, advance for purchase of materials of Rs. 345.63 lakhs and loan to other body corporates aggregating to Rs. 1,335.78 lakhs are outstanding for a long period of time. The Company has made provision for entire amount of Rs. 26,042.78 lakhs. The Company is in the process of obtaining independent confirmations from the loans receivable and realizing loans/ advance amount. In the absence of independent confirmations from the subsidiaries, including foreign subsidiaries and other body corporates, any other alternate audit evidences and non-recovery of any amount during the year and till date, we are unable to comment on the

recoverability of the amount, adequacy or otherwise of the provision made and consequential impact, if any and the resultant impact on loss, other equity and investment.

- h. Note 11 of the statement in respect of significant defaults in repayment of short-term borrowing and long-term borrowing from banks and financial institutions for more than one year, the Company's account has become non-performing. The Company is in process of obtaining confirmation for overdue interest as on December 31, 2022 from all lenders. Pending receipt of confirmation, the Company has made provision for interest accrued in respect of its borrowings aggregating to Rs. 43,794.28 lakhs (as on March 31, 2022 Rs. 44,041.57 Lakhs) based on agreements entered in to with lenders. The Company is in the process of obtaining independent confirmations from banks and financial institutions and does not expect any consequential impact on the Standalone Financial Results. In the absence of independent confirmations in this regard, we are unable to comment on the interest provision made by the Company and its consequential impact, if any and the resultant impact on loss, other equity and investment.
- i. Note 12 in respect of the current maturities of long-term borrowing aggregating to Rs. 1,273.08 lakhs (PY Rs.1,025.80 lakhs) and short-term borrowing aggregating to Rs. 59,108.47 lakhs (PY Rs. 58,897.16 lakhs) are subject to independent confirmation. In absence of independent confirmation and any other alternate audit evidence, we are unable to comment on the consequential impact, if any in this regard and the resultant impact on equity, loss, current maturity of long-term and short-term borrowing.

Management's and Liquidator's Responsibilities for the Quarterly Standalone Financial Results

These quarterly standalone financial results have been prepared on the basis of the quarterly standalone financial statements. The Company's Management and the Liquidators are responsible for the preparation and presentation of these quarterly standalone 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records relevant to the preparation and presentation of the quarterly standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the statement, the NCLT order dated February 09, 2022 for liquidation of Nitin Fire Protection Limited has been considered using the going concern basis of accounting unless NCLT passes the order to liquidate the company.

The liquidator and management are responsible for overseeing the Company's financial reporting process

Auditor's Responsibilities for the Audit of the Quarterly Standalone Financial Results

Subject to disclaimer of opinion, our objectives are to obtain reasonable assurance about whether the quarterly standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the

aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these quarterly standalone financial results.

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

- Identify and assess the risks of material misstatement of the quarterly standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of standalone financial statements on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the standalone financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. 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 quarterly financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the quarterly standalone financial results, including the disclosures, and whether the quarterly standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Other Matters

The statement includes the results for the quarter ended 31st December 2022, being the balancing figures between the audited figures in respect of nine-month period ended 31st December 2022, and the published audited year-to-date figures up to second quarter of financial year, which were subject to a limited review by us, as required by listing regulations.

For **PAREKH SHAH & LODHA**
Chartered Accountants
Firm Reg: 107487W

RAVINDRA
BAIKUNTHNAT
H CHATURVEDI

Digital signed by RAVINDRA BAIKUNTHNAT H CHATURVEDI
On 22/12/2023 at 11:53:39 AM
Certificate Issued by CA RAVINDRA BAIKUNTHNAT H CHATURVEDI
Firm Reg: 107487W
CA No: 22115539-4533

Ravindra Chaturvedi
(Partner)

M. No.: 048350

Place: Mumbai

Date: 22/12/2023

UDIN: 23048350BGWTKH5109

NITIN FIRE PROTECTION INDUSTRIES LIMITED

(Under Liquidation)

L29193MH1995PLC092323

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

(Amount in Lakhs)

	Quarter Ended			Year Ended	
	31.03.2023	31.12.2022	31.03.2022	31.03.2023	31/03/2022
	Audited	Audited	Audited	Audited	Audited
Revenue					
Revenue from Operations	120.74	165.57	71.84	470.01	439.34
Other income	2,226.51	10.03	820.27	2,238.80	822.86
Total Income	2,347.24	175.60	892.11	2,708.82	1,262.20
Expenses					
Cost of materials Consumed	36.95	51.93	106.29	260.88	306.17
Employee benefits expenses	46.05	49.22	54.36	196.21	201.57
Finance costs	12.41	11.62	833.64	50.47	11,702.61
Depreciation and Amortization	16.64	17.02	18.55	67.51	74.19
Other Expenses	2,206.57	102.56	873.42	2,475.57	1,039.03
Total Expenses	2,318.63	232.36	1,886.26	3,050.64	13,323.57
Profit/(loss) before Exceptional Items and Tax	28.61	(56.76)	(994.15)	(341.82)	(12,061.37)
Exceptional Items					
Exceptional Items	-2.51	-	-	6.21	2.48
Profit/(loss) before Tax	31.12	(56.76)	(994.15)	(348.03)	(12,063.85)
Tax expense:					
1. Current Tax	-	-	-	-	-
2. Deferred Tax	-	-	-	-	-
3. Adjustment of tax for earlier years	0.46	-	-	0.46	-
Profit/(Loss) for the period	30.66	(56.76)	(994.15)	(348.49)	(12,063.85)
Other comprehensive income					
A(i) Items that will not be reclassified to profit or loss					
Remeasurements of the defined benefit plans	6.02	-	-	6.02	-
Financial Instruments through Other Comprehensive Income	-	-	-	-	-
(ii) Income tax related to items that will not be reclassified to profit or loss	-	-	-	-	-
B (i) Items that will be reclassified to profit or loss	-	-	-	-	-
(ii) Income tax related to items that will be reclassified to profit or loss	-	-	0.01	-	-
	6.02	-	0.01	6.02	-
Total comprehensive income for the period	36.68	(56.76)	(994.14)	(342.47)	(12,063.85)
Paid-up share capital (Par value Rs. 2/- each fully paid up)	5,845.39	5,845.39	5,845.39	5,845.39	5,845.39
Other Equity					
Earnings per equity share					
1. Basic	0.01	(0.02)	(0.34)	(0.12)	(4.13)
2. Diluted	0.01	(0.02)	(0.34)	(0.12)	(4.13)

Notes :

- 1) The 'Corporate Insolvency Resolution Process' (CIRP) was initiated, on a petition filed by Dena Bank, against the Company, which was admitted vide an Order of the National Company Law Tribunal (NCLT), Mumbai dated October 22, 2018 under the provisions of the Insolvency and Bankruptcy Code 2016 ("Code / IBC"). Hon'ble NCLT appointed Mr. Uliyar Balakrishna Bhat as Interim Resolution Professional (IRP) in terms of IBC, who was subsequently confirmed as Resolution Professional (RP) by Committee of Creditors (CoC), constituted under IBC. Mr. U. B. Bhat, in his capacity as RP, has taken control and custody of the management and operations of the company with effect from October 22, 2018. As per the Code, the Resolution Professional RP has to receive, collate and admit all the claims submitted by the creditors of the company. Such claims can be submitted to the RP during the CIRP, till the approval of a resolution plan by the CoC. No 'Resolution Plan' were received by the Company. NCLT had given the order for liquidation on January 18, 2022 initially and then confirmed the liquidation as a going concern on February 9, 2022.



NITIN FIRE PROTECTION INDUSTRIES LIMITED
(Under Liquidation)

L29193MH1995PLC092323

- 2) The Company had received the proposal from Kots Information Technology Limited to acquire the Company during the auction process under liquidation. The same was kept under reserve as re-auction process started subject to objection of Financial Creditor i.e; IDBI Bank and order of the NCLT, Mumbai. On November 16, 2022, Silver Stallion Limited as Consortium Leader along with AIG Direct LLC and Vikasa India EIF I Fund has been declared as successful Bidder(s) for the going concern sale of the Corporate Debtor. However, the sale is subject to the confirmation from National Company Law Tribunal (NCLT), Mumbai, since two petitions are pending for disposal before NCLT, Mumbai.
- 3) As per Regulation 33(2)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the standalone financial results of a company submitted to the stock exchange shall be signed by the Chairperson or Managing Director or Whole Time Director or in absence of all of them, it shall be signed by any Director of the Company who is duly authorized by the Board of Directors to sign the standalone financial results. In view of the Liquidation, Order passed by the NCLT, all the powers of the Board of Directors, and Key Managerial Personnel ceased to have effect and is vested with Mr. Uliyar Balakrishna Bhat, the Liquidator. Accordingly, financial results of the Company for the quarter and year ended March 31, 2023 were taken on record and authorized for issue to concerned authorities by the Liquidator.
- 4) In line with the provisions of IND AS 108 'Operating segments' and basis the review of operations being done by the Senior Management, the operations of the Company fall under fire protection/detection equipments and allied activities, which is considered to be the only reportable segment by the Management.
- 5) With regard to the Company's investment in Equity Shares of Worthington Nitin Cylinders Private Limited, an associate company is carried at a cost of Rs. 4,195.04 lakhs as at March 31, 2023 (as at March 31, 2022 Rs. 4,195.04 lakhs). The Company has made provision for diminution in value of investment of Rs. 3,772.17 Lacs (including previous year provision of Rs 181.30 lakhs) based on the audited financial statement of the associate company. The Management is in discussion with majority shareholder of associate company and expects to realise the net investment amount. Based on discussion and projected business plans of the associate, the Management believes that no additional impairment provision is considered necessary.
- 6) Trade receivables for the year ended March 31, 2023 amounting to Rs. 29,035.65 lakhs (as at March 31, 2022 Rs. 26,589.66 lakhs). The Company has, in this regard, made provision of Rs. 28,605.24 (as at March 31, 2022 Rs. 26,408.14 lakhs) by way of expected credit loss. The Company's Management is making all efforts to recover the same and is confident of recovery. Hence, no specific provision is considered necessary.
- 7) The balances of Trade payables amounting to Rs. 6,241.65 lakhs (as at March 31, 2022 Rs. 5,872.85 lakhs), advance to trade payable amounting to Rs. 1.86 lakhs (as at March 31, 2022 Rs. 5.59 lakhs), advance from customers aggregating Rs. 0.04 lakh (as at March 31, 2022 Rs. 6.01 lakhs) and security deposit given aggregating Rs. 1.02 lakhs (as at March 31, 2022 Rs. 0.96 lakhs) are subject to independent confirmations as at March 31, 2023. The Management is in the process of obtaining the confirmations and do not expect any consequential impact in the Standalone Ind AS Financial Statements in this regard.
- 8) "On account of non-renewal of expired product license by the Company during earlier years, the traded goods (consisting of fire fighting equipment and other components), In the opinion of the Management, would not fetch it's carrying value as at March 31, 2023. Accordingly, the Company has made an estimated provision towards non moving inventory of Rs 5,004.23 lakhs (including provision of Rs 486.90 lakhs, based on independent valuation reports) upto March 31, 2020. In the opinion of management no additional provision for non-moving inventories is considered necessary for the year end March 31, 2023.
- 9) As per the audited financial statements ended March 31, 2020, during the earlier years, the Company has adjusted balances under Trade Payable and Trade Receivable aggregating Rs. 5,500.74 lakhs. The management is making all efforts of executing agreements from respective counter parties under trade Payables and trade receivables and approval from Reserve Bank of India for the balances receivable/ payable in foreign currency and do not expect any consequential impact in the Standalone Ind AS Financial Statements.
- 10) As at March 31, 2023, Loans to subsidiaries aggregating Rs. 24,215.86 lakhs and advance for purchase of materials of Rs. 343.26 lakhs are outstanding for a long period of time. The Company has made provision for entire amount of Rs. 24,559.11 lakhs. The Company is in the process of obtaining independent confirmations from the loans receivable and realising loans/ advance amount.
- 11) Due to significant defaults in repayment of short term borrowing and long term borrowing from banks and financial institutions for more than one year, the Company's account has become Non-performing. The Company is in process of obtaining confirmation for overdue interest as on March 31, 2023 from all lenders. Pending receipt of confirmation, the Company has made provision for interest accrued cumulatively in respect of its borrowings aggregating Rs. 43,743.18 lakhs (P. Y. Rs. 44,041.57 Lakhs) based on agreements entered in to with lenders. The Interest liability is being provided based on the admitted claim received during liquidation in the financial year 2021-22. The interest for the financial year provided in the financial year 2021-22 till the commencement of liquidation based on the interest admitted for the financial year 2021-22 in their admitted claim. However no payment against payable accrued interest has been paid. The Company is in the process of obtaining independent confirmations from banks and financial institutions and does not expect any consequential impact on the Standalone Ind AS Financial Statements.
- 12) The current maturities of long term borrowing aggregating to Rs. 805.56 lakhs (PY Rs.1025.80 lakhs) and short term borrowing aggregating to Rs. 59,208.39 lakhs (PY Rs. 58,897.16 lakhs) are subject to independent confirmation



NITIN FIRE PROTECTION INDUSTRIES LIMITED

(Under Liquidation)

L29193MH1995PLC092323

- 13) As per the balances appearing in the financial statement subject to reconciliation with return and submission made to statutory authority. Hence the effect thereof on Profit & Loss, Assets & Liabilities. Further revenue recognised in books of accounts has not been reconciled with Form 26AS. TDS has not been deducted on amount aggregating to Rs. 23.83 lakhs on interest and rent provided in the books of accounts.
- 14) The Company has incurred net loss of Rs. 348.49 lakhs during the year ended March 31, 2023 and, as of that date, the Company's current liabilities exceeded its total assets by Rs. 1,08,179.27 lakhs. This indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Currently the CIRP of the company is under progress and its ability to continue affairs on Going Concern basis is dependent on many factors including continued support from its financial and operational creditors and submission and approval of Resolution Plan. Pending CIRP/ Liquidation process, the Standalone Ind AS Financial Statements are prepared on going concern basis.
- 15) There has been a delay in transferring amounts, required to be transferred to the Investor and Education Protection Fund by the company. Details of which are as follows -
- | Year Ended | Date of Declaration | Unpaid Dividend (in lakhs) | Due date for transfer of IEPF |
|------------|---------------------|----------------------------|-------------------------------|
| 31-03-2013 | 31-08-2013 | 0.26 | 14-09-2020 |
| 31-03-2015 | 21-09-2015 | 1.22 | 23-10-2022 |
- 16) The above Audited financial results for the quarter ended 31st March 2023 have been reviewed by the Liquidator on 22-12-2023. The Auditor other than Statutory Auditors have reviewed these financial results pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 17) The Liquidator is signing these financial statements on the basis of the information provided to him.
- 18) The previous quarter/ period/ year figures have been regrouped, rearranged, reclassified or reworked as necessary to conform to the current quarter/period accounting treatment.

For Nitin Fire Protection Industries Limited



U. Balakrishna Bhat
Liquidator

Place: Mumbai
Date : 22-12-2023

BALANCE SHEET AS AT 31ST MARCH 2023

(Amount in Lakhs)

Particulars	As at	
	31.03.2023	31/03/2022
	Audited	Audited
I. Assets		
(1) Non-current assets		
Property, Plant and Equipment	1,102.62	1,594.20
Capital work-in-progress	-	-
Intangible Asset	-	-
Financial Assets		
-Investments	447.87	447.87
-Loans	0.00	0.00
Other Non-Current Assets	1.02	0.96
Total non current assets	1,551.51	2,043.03
(2) Current Assets		
Inventories	103.07	27.71
Financial Assets		
-Trade receivables	430.41	181.52
-Cash and cash equivalents	351.46	8.26
-Bank balances other than cash and cash equivalents	96.47	92.70
-Other Financial Assets	2.39	3.72
Current tax assets	-	-
Other Current Assets	26.44	37.72
Total current assets	1,010.25	351.63
Total Assets	2,561.76	2,394.66
II. Equity and Liabilities		
(1) Equity		
(a) Equity share capital	5,845.39	5,845.39
(b) Other equity	-114,162.67	-113,820.20
Total equity	(108,317.28)	(107,974.81)
(2) Non current liabilities		
Financial liabilities		
-Borrowings	-	-
-Provision	138.01	143.35
Deferred tax liabilities (Net)	-	-
Total non current liabilities	138.01	143.35
(3) Current liabilities		
Financial liabilities		
-Borrowing	60,013.95	59,922.96
-Trade payables	6,241.65	5,872.85
-Other financial liabilities	44,009.67	44,326.28
Other current liabilities	460.68	86.84
Current Tax Liabilities (net)	15.08	17.19
Total Current liabilities	110,741.03	110,226.12
Total liabilities	110,879.04	110,369.47
Total Equity and Liabilities	2,561.76	2,394.66

For Nitin Fire Protection Industries Limited

Place: Mumbai
Date : 22-12-2023

U. Balakrishna Bhat
U. Balakrishna Bhat
Liquidator



**PAREKH
SHAH
&
LODHA** BKC Centre,
31-E, Laxmi Industrial Estate,
New Link Road, Andheri (W),
Mumbai – 400 053
Tel. : +91 22 4962 1281- 90
Email : pslca1988@gmail.com
pslca@bkcadvisors.in

Chartered Accountants

Independent Auditor's Report on the Quarterly and year to date Standalone Audited Financial Results of the Company pursuant to the regulation 33 of the SEBI (listing obligations and disclosure requirements) regulations, 2015.

**To the Liquidator of
NITIN FIRE PROTECTION INDUSTRIES LIMITED**

1. The 'Corporate Insolvency Resolution Process' (CIRP) was initiated, on a petition filed by Dena Bank, against the Company, which was admitted vide an Order of the National Company Law Tribunal (NCLT), Mumbai dated October 22, 2018 under the provisions of the Insolvency and Bankruptcy Code 2016("Code / IBC"). Hon'ble NCLT appointed Mr. Uliyar Balakrishna Bhat as Interim Resolution Professional (IRP) in terms of IBC, who was subsequently confirmed as Resolution Professional (RP) by Committee of Creditors (CoC), constituted under IBC. Mr. U. B. Bhat, in his capacity as RP, has taken control and custody of the management and operations of the company with effect from October 22, 2018. As per the Code, the Resolution Professional RP has to receive, collate and admit all the claims submitted by the creditors of the company. Such claims can be submitted to the RP during the CIRP, till the approval of a resolution plan by the CoC. No 'Resolution Plan' were received by the Company. NCLT had given the order for liquidation on January 18, 2022 initially and then confirmed the liquidation as a going concern on February 9, 2022.
2. The Company had received the proposal from Kots Information Technology Limited to acquire the Company during the auction process under liquidation. The same was kept under reserve as re-auction process started subject to objection of Operational Creditor i.e.; IDBI Bank and order of the NCLT, Mumbai. On November 16, 2022, Silver Stallion Limited as Consortium Leader along with AIG Direct LLC and Vikasa India EIF I Fund has been declared as successful Bidder(s) for the going concern sale of the Corporate Debtor. However, the sale is subject to the confirmation from National Company Law Tribunal (NCLT), Mumbai, since two petitions are pending for disposal before NCLT, Mumbai.
3. As per Regulation 33(2)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the standalone financial results of a company submitted to the stock exchange shall be signed by the Chairperson or Managing Director or Whole Time Director or in absence of all of them, it shall be signed by any Director of the Company who is duly authorized by the Board of Directors to sign the standalone financial results. In view of the Liquidation, Order passed by the NCLT, all the powers of the Board of Directors, and Key Managerial Personnel ceased to have effect and is vested with Mr. Uliyar Balakrishna Bhat, the Liquidator. Accordingly, financial results of the Company for the quarter ended March 31, 2023 were taken on record and authorized for issue to concerned authorities by the Liquidator.

Disclaimer of Opinion

We have audited the accompanying quarterly standalone financial results of **NITIN FIRE PROTECTION INDUSTRIES LIMITED** (hereinafter referred to as the "Company") for the quarter and year ended 31st March 2023, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid quarterly standalone financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. Because of the significant matters described in the basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for audit opinion. Accordingly, we do not express an opinion on the Standalone Audited Financial Results of the company for the quarter and year ended 31st March 2023.

Basis for Disclaimer of Opinion

We refer to the following notes in the accompanying Statement:

- a. Note 14 of the statement, in respect of financial statements of the company has incurred net loss of Rs. 348.49 lakhs during the period ended March 31, 2023 and, as of that date, the Company's current liabilities exceeded its total assets by Rs. 1,08,179.27 lakhs. This indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Currently the Liquidation of the company is under progress and Silver Stallion Limited as consortium leader along with AIG Direct LLC and Vikasa India EIF I Fund has been declared as successful bidder(s) for the going concern sale. However, the sale is subject to confirmation from Hon'ble National Company Law Tribunal (NCLT), Mumbai, since two petitions are pending for disposal before NCLT, Mumbai, the Standalone Financial Result are prepared on going concern basis and however, the Company may be unable to realize its assets and discharge its liabilities in the normal course of business. The ultimate outcome of these matters is at present not ascertainable. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying the Statement.
- b. Note 5 of the statement with regards to the Company's investment in Equity Shares of Worthington Nitin Cylinders Private Limited, an associate company is carried at a cost of Rs. 4,195.04 lakhs as at March 31, 2023 (as at March 31, 2022 Rs. 4,195.04 lakhs). The net worth of the said associate is substantially eroded as at March 31, 2018. The Company has made provision for diminution in value of investment of Rs. 3,772.17 Lakhs as at March 31, 2023. The Management is in discussion with majority shareholder of associate company and expects to realize the net investment amount. Based on discussion and projected business plan of the associate, no provision has been considered necessary by the management in respect of impairment in the value of investment. In the absence of the fair value of the investment by an independent valuer as required under Ind AS 28 'Investment in Associates and Joint Ventures', we are unable to comment on the extent of provision required towards impairment, if any, in this regard and the resultant impact on loss, other equity and investment.
- c. Note 6 of the statement in respect of Trade receivables for the period ended March 31, 2023 includes Rs. 29,035.65 lakhs (as at March 31, 2022 Rs. 26,589.66 lakhs). The Company has, in this regard, made provision of Rs. 28,605.24 (as at March 31, 2022 Rs. 26,408.14 lakhs) by way of expected credit loss. The Company's Management is making all efforts to recover the same and is

confident of recovery. Hence, no specific provision is considered necessary by the management. In the absence of independent confirmations from the trade receivables and non-availability of other alternate audit evidence, we are unable to comment on the recoverability of the amount, adequacy or otherwise of provision made and consequential impact, if any in this regard and the resultant impact on loss, other equity and trade receivable.

- d. Note 7 of the statement regarding the balances of Trade payables as at March 31, 2023 amounting to Rs. 6,241.65 lakhs (as at March 31, 2022 Rs. 5,872.85 lakhs), advance to trade payable amounting to Rs. 1.86 lakhs (as at March 31, 2022 Rs. 5.59 lakhs), advance from customers aggregating Rs. 0.04 lakhs (as at March 31, 2021 Rs. 6.01 lakhs) and security deposit given aggregating Rs. 1.02 lakhs (as at March 31, 2021 Rs. 0.96 lakhs) are subject to independent confirmations as at March 31, 2023. The Management is in the process of obtaining the confirmations and do not expect any consequential impact in the Standalone Audited Financial Results. In the absence of independent confirmations and any other alternate audit evidences, we are unable to comment on the consequential impact, if any in this regard and the resultant impact on loss, other equity, trade payable and other current assets.
- e. Note 8 of the statement, on account of non-renewal of expired product license by the Company during earlier years, the traded goods (consisting of firefighting equipment and other components), In the opinion of the Management, would not fetch it's carrying value as at March 31, 2023. Accordingly, the Company has made an estimated provision towards non-moving inventory of Rs. 5,004.23 lakhs (including provision of Rs. 486.90 lakhs, based on independent valuation reports) upto March 31, 2020 and no further provision has been made upto March 31, 2023. The Company has carried out physical verification of inventories on February 8, 2022 but physical verification report has not been provided to us. The records maintained by the Company are under updating and hence, for us to perform roll back procedure to ascertain the existence of inventories was not possible. Since inventories enter into the determination of the results of operations and cash flows, we are unable to determine whether any adjustments are required in respect of the loss for the year reported in the Statement of Profit and Loss and the net cash flows from operating activities reported in the Cash Flow Statement. We are unable to comment on the existence of inventory and adequacy of such provision made by the Company and its consequential impact, if any and the resultant impact on loss, other equity and inventories.
- f. Note 9 of the statement regarding, the Company had adjusted balances under Trade Payable and Trade Receivable aggregating Rs.5,500.74 lakhs, during the earlier years. The management is making all efforts of executing agreements from respective counter parties under trade Payables and trade receivables and approval from Reserve Bank of India for the balances receivable/ payable in foreign currency and do not expect any consequential impact in the Standalone Financial Result. Pending such confirmations and approval, we are unable to comment on the consequential impact, if any and the resultant impact on loss, other equity and investment.
- g. Note 10 of the statement stating as at March 31, 2023, Loans to subsidiaries aggregating Rs.24,215.86 lakhs, advance for purchase of materials of Rs. 343.26 lakhs are outstanding for a long period of time. The Company has made provision for entire amount of Rs. 24,559.11 lakhs. The Company is in the process of obtaining independent confirmations from the loans receivable and realizing loans/ advance amount. In the absence of independent confirmations from the subsidiaries, including foreign subsidiaries and other body corporates, any other alternate audit evidences and non-recovery of any amount during the year and till date, we are unable to comment on the recoverability of the amount, adequacy or otherwise of the provision made and consequential impact, if any and the resultant impact on loss, other equity and investment.

- h. Note 11 of the statement in respect of significant defaults in repayment of short-term borrowing and long-term borrowing from banks and financial institutions for more than one year, the Company's account has become non-performing. The Company is in process of obtaining confirmation for overdue interest as on March 31, 2023 from all lenders. Pending receipt of confirmation, the Company has made provision for interest accrued in respect of its borrowings aggregating to Rs. 43,743.18 lakhs (as on March 31, 2022 Rs. 44,041.57 Lakhs) based on agreements entered in to with lenders. The Company is in the process of obtaining independent confirmations from banks and financial institutions and does not expect any consequential impact on the Standalone Financial Results. In the absence of independent confirmations in this regard, we are unable to comment on the interest provision made by the Company and its consequential impact, if any and the resultant impact on loss, other equity and investment.
- i. Note 12 in respect of the current maturities of long-term borrowing aggregating to Rs. 805.56 lakhs (PY Rs.1,025.80 lakhs) and short-term borrowing aggregating to Rs. 59,208.39 lakhs (PY Rs. 58,897.16 lakhs) are subject to independent confirmation. In absence of independent confirmation and any other alternate audit evidence, we are unable to comment on the consequential impact, if any in this regard and the resultant impact on equity, loss, current maturity of long-term and short-term borrowing.
- j. Note 13 in respect of TDS has not been deducted on amount aggregating to Rs. 23.83 lakhs on interest and rent provided in the books of accounts. In absence of information, we are unable to comment on the consequential impact, if any and the resultant impact, if any on profit and loss and assets and liabilities.
- k. Note 15 of the statement in stating that there has been delay in transferring amounts, required to be transferred, to the Investor and education protection fund by the company details of which is as follows:

Year Ended	Date of Declaration	Unpaid Dividends (Rs. in Lakhs)	Due date for Transfer to IEPF
31-03-2013	31-08-2013	0.26	14-09-2020
31-03-2015	21-09-2015	1.22	23-10-2022

Management's and Liquidator's Responsibilities for the Quarterly Standalone Financial Results

These quarterly standalone financial results have been prepared on the basis of the quarterly standalone financial statements. The Company's Management and the Liquidators are responsible for the preparation and presentation of these quarterly standalone 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records relevant to the preparation and presentation of the quarterly standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the statement, the NCLT order dated January 18th 2022 for liquidation of Nitin Fire Protection Limited has been considered using the going concern basis of accounting unless NCLT passes the order to liquidate the company.

The liquidator and management are responsible for overseeing the Company's financial reporting process

Auditor's Responsibilities for the Audit of the Quarterly Standalone Financial Results

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

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

- Identify and assess the risks of material misstatement of the quarterly standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of standalone financial statements on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the standalone financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. 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 quarterly financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the quarterly standalone financial results, including the disclosures, and whether the quarterly standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Other Matters

The statement includes the results for the quarter ended 31st March 2023, being the balancing figures between the audited figures in respect of financial year ended 31st March 2023, and the published audited year-to-date figures up to third quarter of financial year, which were subject to a limited review by us, as required by listing regulations.

Place: Mumbai
Date: 22/12/2023
UDIN: 23048350BGWTKI9107

For **PAREKH SHAH & LODHA**
Chartered Accountants
Firm Reg: 107487W

RAVINDRA
BAIKUNTHNAT
H CHATURVEDI

Ravindra Chaturvedi
(Partner)

M. No.: 048350

Digitally signed by Ravindra Chaturvedi
DN: cn=Ravindra Chaturvedi,
o=PAREKH SHAH & LODHA,
ou=MEMBERS,
c=IN,
email=rc@parekhshahandlodha.com,
serial=107487W,
version=3