



**DIAMOND POWER INFRASTRUCTURE LTD.**  
Corporate Office : A2 – 12th Floor,  
"Palladium", Near Orchid Wood,  
Opp. Divya Bhaskar, Corporate Road,  
Makarba, Ahmedabad: 380051, Gujarat, India.  
W : www.dicabs.com

**9<sup>th</sup> November, 2023**

To,  
Corporate Relations Department  
Bombay Stock Exchange Limited  
2<sup>nd</sup> Floor, P.J. Towers  
Dalal Street,  
Mumbai – 400 001  
**Scrip Code: 522163**

To,  
Corporate Relations Department  
National Stock Exchange of India Limited  
Exchange Plaza, Plot No. C/1, G- Block,  
Bandra Kurla Complex, Bandra (E),  
Mumbai – 400 051  
**NSE: DIACABS**

**Sub: Outcome of the Audit Committee and Board meeting held today i.e., 9<sup>th</sup> November, 2023**

Dear Sir/Madam,

Pursuant to Regulation 30 read with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby intimate the following outcome of the Audit Committee and Board meeting held today:

1. The Board has considered and approved the Un-Audited Standalone Financial Results of the Company for the Quarter and Half year ended on 30<sup>th</sup> September, 2023 along with the Statement of Assets and Liabilities as on that date and Cash flow Statement for the Half year ended on 30<sup>th</sup> September, 2023 and also considered and took note of Limited Review Report issued by the Statutory Auditors M/s. A Yadav & Associates LLP, Chartered Accountants (FRN: 129725W/W100686). The said Results were deferred at the Audit Committee meeting held on 3<sup>rd</sup> November, 2023.
2. The Board has also considered and approved the agenda of Related Party Transactions at this meeting.

The meeting of Board of Directors commenced at 11.00 a.m. and concluded at 12.15 p.m.

You are requested to take the same on records.

**Yours sincerely,  
For Diamond Power Infrastructure Limited**

  
**Tushar J. Lakshmapurkar  
VP Legal & Company Secretary**

**DIAMOND POWER INFRASTRUCTURE LIMITED**

CIN: L31300GJ1992PLC018198

Regd. Office: Phase-II, Village-Vadadala, Taluka-Savli, Vadodara-391520, Gujarat, India.

Tel. No.: +91-79-26554100/26575757 Email: tushar.lakmapurkar@dicabs.com Website: www.dicabs.com

**Statement of Unaudited Financial Results for the quarter and half year ended 30.09.2023**

(₹ in Lakh)

Sr. No.	Particulars	Quarter ended			Half Year ended		Year ended
		30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.03.2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Revenue from Operations	7,454.72	7,444.79	-	14,899.50	-	1,545.64
2	Other Income	5.25	6.57	3.56	11.82	3.56	26.29
3	<b>Total Income (1+2)</b>	<b>7,459.97</b>	<b>7,451.36</b>	<b>3.56</b>	<b>14,911.32</b>	<b>3.56</b>	<b>1,571.93</b>
4	<b>Expenses</b>						
	a) Cost of Materials consumed	6,290.05	5,239.30	-	11,529.34	0.34	1,420.86
	b) Purchase of stock-in-trade	-	-	-	-	-	-
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1,197.97)	22.37	-	(1,175.60)	-	411.95
	d) Employee Benefits Expense	230.12	219.94	0.46	450.06	3.31	302.57
	e) Finance Costs	218.93	122.70	3.17	341.64	3.18	65.16
	f) Depreciation	472.14	472.14	392.60	944.29	785.21	1,883.69
	g) Other Expenses	1,098.50	823.01	486.48	1,921.51	592.57	1,775.56
	<b>Total expenses</b>	<b>7,111.77</b>	<b>6,899.46</b>	<b>882.71</b>	<b>14,011.24</b>	<b>1,384.61</b>	<b>5,859.79</b>
5	<b>Profit before exceptional items and tax (3-4)</b>	<b>348.20</b>	<b>551.90</b>	<b>(879.15)</b>	<b>900.08</b>	<b>(1,381.05)</b>	<b>(4,287.86)</b>
6	Exceptional items	111.29	-	-	111.29	-	-
7	<b>Profit / (Loss) before tax (5-6)</b>	<b>236.90</b>	<b>551.90</b>	<b>(879.15)</b>	<b>788.79</b>	<b>(1,381.05)</b>	<b>(4,287.86)</b>
8	<b>Tax Expense</b>						
	a) Current tax	-	-	-	-	-	-
	b) Deferred tax	-	-	-	-	-	-
	c) Taxation relating to earlier years	-	-	-	-	-	-
	<b>Total Tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
9	<b>Net Profit / (Loss) for the period (7-8)</b>	<b>236.90</b>	<b>551.90</b>	<b>(879.15)</b>	<b>788.79</b>	<b>(1,381.05)</b>	<b>(4,287.86)</b>
10	<b>Other Comprehensive Income</b>						
	a) i. Items that will not be reclassified to profit or loss	-	-	-	-	-	-
	ii. Income tax relating 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 relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	<b>Total Other Comprehensive Income (Net of Taxes)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
11	<b>Total Comprehensive Income for the period (9+10)</b>	<b>236.90</b>	<b>551.90</b>	<b>(879.15)</b>	<b>788.79</b>	<b>(1,381.05)</b>	<b>(4,287.86)</b>
12	Paid-up equity share capital (Face Value of ₹ 10/- each)	5,269.71	5,269.71	5,269.71	5,269.71	5,269.71	5,269.71
13	<b>Earnings per equity share (In ₹)</b>						
	(i) Basic earnings per share (₹)	0.45	1.05	(1.67)	1.50	(2.62)	(8.14)
	(ii) Diluted earnings per share (₹)	0.45	1.05	(1.67)	1.50	(2.62)	(8.14)



Place : Ahmedabad  
Date: 09.11.2023

For Diamond Power Infrastructure Limited

*Aditya Nayak*

Mr. Aditya Nayak  
(CFO & Whole Time Director)

DIN: 09572942

**DIAMOND POWER INFRASTRUCTURE LIMITED**

CIN: L31300GJ1992PLC018198

Regd. Office: Phase-II, Village-Vadadala, Taluka-Savli, Vadodara-391520, Gujarat, India.

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Statement of Assets and Liabilities as at 30.09.2023

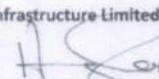
(₹ in Lakh)

Sr. No.	Particulars	As at 30.09.2023	As at 31.03.2023
		Unaudited	Audited
<b>A</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-Current Assets</b>		
	(a) Property, Plant & Equipments	1,25,014.91	1,25,829.65
	(b) Financial Assets		
	(i) Investments		
	(ii) Loans		
	(iii) Other Financial Assets	118.67	113.39
	(c) Other Non-Current Assets	205.72	191.83
	(d) Deferred Tax Assets		
	<b>Sub Total Non-Current Assets</b>	<b>1,25,339.30</b>	<b>1,26,134.87</b>
<b>2</b>	<b>Current Assets</b>		
	(a) Inventories	9,905.96	6,801.37
	(b) Financial Assets		
	(i) Trade Receivable	3,428.31	657.53
	(ii) Investments		
	(iii) Cash and Bank Balances	361.27	372.32
	(iv) Other Bank Balances	249.23	252.57
	(v) Loans	1.05	0.09
	(vi) Other Financial Assets		
	(b) Other Current Assets	6,409.97	6,462.79
	<b>Sub Total Current Assets</b>	<b>20,355.79</b>	<b>14,546.67</b>
	<b>TOTAL ASSETS</b>	<b>1,45,695.08</b>	<b>1,40,681.54</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>		
<b>1</b>	<b>Equity</b>		
	(a) Share Capital	5,269.71	5,269.71
	(b) Other Equity	-1,02,469.54	-1,03,258.57
	<b>Sub Total Equity</b>	<b>-97,199.83</b>	<b>-97,988.86</b>
<b>2</b>	<b>Liabilities</b>		
	<b>(a) Non-Current Liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	34,394.64	36,741.26
	(ii) Other Financial Liabilities	2,01,602.31	1,97,596.72
	(b) Provisions		
	(c) Deferred Tax Liabilities		
	(d) Other Non-current Liabilities		
	<b>(b) Current Liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	4.43	4.43
	(ii) Trade payables	5,906.12	2,866.36
	(iii) Other Financial Liabilities	1.90	67.52
	(b) Other Current Liabilities	816.60	1,312.00
	(c) Provisions	168.91	82.11
	(d) Current Tax Liabilities - Net		
	<b>Sub Total Liabilities</b>	<b>2,42,894.92</b>	<b>2,38,670.40</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,45,695.08</b>	<b>1,40,681.54</b>

Place : Ahmedabad  
Date : 09.11.2023



For Diamond Power Infrastructure Limited

  
 Mr. Aditya Nayak  
 (CFO & Whole Time Director)  
 DIN: 09572942

# DIAMOND POWER INFRASTRUCTURE LIMITED

CIN: L31300GJ1992PLC018198

Regd. Office: Phase-II, Village-Vadadala, Taluka-Savli, Vadodara-391520, Gujarat, India.

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Website: www.dicabs.com

## Cash Flow Statement for the half year ended September 30, 2023

(Rs. In Lacs)

Sr. No.	Particulars	As on 30/09/2023	As on 31/03/2023
		(Un Audited)	(Audited)
A	<b>Net profit / (loss) before tax and extraordinary items</b>	788.79	-4,287.87
	<b>Adjustment for</b>		
	Depreciation and amortisation expense	944.29	1,883.69
	Finance Cost	341.64	65.16
	Provision for Diminution of value of investment		-
	<b>Operating profit before working capital changes</b>	<b>2,074.71</b>	<b>-2,339.01</b>
	Adjustments for:		
	(Increase) / Decrease in Trade Receivables	-2770.78	30,204.93
	(Increase) / Decrease in Inventories	-3104.59	-2,060.97
	(Increase) / Decrease in Short Term Loans & Advances (Assets)	-0.96	1,506.17
	(Increase) / Decrease in Other Current Assets	52.82	23,902.63
	Increase / (Decrease) in Trade Payables	3039.76	-7,576.98
	Increase / (Decrease) in Current Borrowing	0.00	-2,39,524.70
	Increase / (Decrease) in Other Current Liability	-561.02	605.25
	Increase / (Decrease) in Short Term Provisions	86.38	-56.22
	<b>Net cash generated from/(used in) operating activities</b>	<b>-1,183.67</b>	<b>-1,95,338.89</b>
	Direct taxes paid (net of refunds)		
	<b>Net Cash(used in)/generated from Operating Activities</b>	<b>-1,183.67</b>	<b>-1,95,338.89</b>
B	<b>Cash flow from investing activities</b>		
	Purchase of fixed assets	-129.54	-137.54
	Impairment of Investments		1,167.01
	Loan/Advance Given ( Assets)		70.77
	Decrease of other non current assets	-19.17	919.33
	<b>Net cash (used in)/generated from investing activities</b>	<b>-148.71</b>	<b>2,020.00</b>
C	<b>Cash flow from financing activities</b>		
	Proceed from Issue of Capital & Reduction in Share Capital	0.00	-21,701.36
	Exceptional Items ( Reserves & Surplus)	0.24	-9,842.45
	Proceed / (Repayment) of long term borrowing	1658.98	2,25,198.26
	Interest paid	-341.64	-65.16
	<b>Net cash (used in)/generated from financing activities</b>	<b>1,318.00</b>	<b>1,93,588.77</b>
	<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>-14.39</b>	<b>269.88</b>
	Cash and cash equivalents as at the beginning of the year	624.89	355.00
	Cash and cash equivalents as at the end of the year	610.50	624.88

### Notes:

- Cash flow statement has been prepared under the 'Indirect Method' as set out in the Ind AS 7 - Cash Flow statements.
- Cash and cash equivalents represent cash and bank balances.

As per our report attached

A Yadav & Associates  
Chartered Accountants  
FRN:- 129725W

CA Arvind Yadav  
Partner  
Membership No.: 047422  
UDIN:  
Place: Ahmedabad  
Date: 09.11.2023



For, Diamond Power Infrastructure Limit

Aditya Nayak  
(CFO & Whole Time Director)  
DIN: 09572942

## Notes to Financial Statement:

### Material information for events accrued in the company as on date:

1. The above result has been adopted by the Board of Directors at its meeting held on November 09<sup>th</sup>, 2023.
2. During CIRP process, company has defaulted in submission of past quarterly results, half yearly and annual audited financial results of the company to stock exchanges and defaulted in all applicable Acts, Rules Regulations, Guidelines, Standards and provisions of Companies Act, 2013, for filing, conducting, submission and records maintenances etc. The previous quarters comparison given are pro-rata of expenses / income accounted by the company for comparison purpose only as there is **no comparative basis for it**, all transactions are accounted based on nature of transactions.
3. The unaudited Results of the Company comprise of only one segment i.e. Cables and conductors division only. The company has started positive progress from June 2023 quarters onwards.
4. The company has passed necessary accounting entries in compliances with NCLT approved resolutions plan via / through capital reserves for Rs. 748.55 Crs.(Net) in previous year, write-off/write-back/adjustment of the creditor & liabilities amounts to bring the outstanding as per the approved resolution plan and necessary all provision entries for assets reduction passed through capital reserves, the passed accounting entries are not in compliances with Ind AS and to that, extent non-compliances to Ind AS for respective period of FY 2022-23 and onwards accounting year.
5. The figures for 2<sup>nd</sup> quarter ended on 30.09.2023 are balancing figures between the audited figures in respect of the full financial year up to 31.03.2023.
6. During the period under reporting, company wasn't running at its optimum capacity, so company has provided pro-rata 20 % (p.a.) of applicable depreciation rate for PPE block as per part C of Schedule II of the Companies Act, 2013 for normal wear and tear.

Figures for September 2022 quarter and half year are the balancing figures after providing depreciation for initial 3 quarters calculated based on before revaluation (carried out in FY 2017-18). In quarter 4 of FY 2022-23, the company has accounted

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and calculated full year depreciation after considering the fair value of property, plant and equipment situated in India namely land admeasuring over 68 acres with impact of Rs. 88.74 Crores, Building with impact of Rs. 22.87 Crores and Plant and Equipment with impact of Rs. 217.50 Crores, based on valuation report carried on by Chartered Engineer dated December 05, 2016 in compliances with IND AS 101. In previous years financial statements from FY 2017-18 to 2021-22, depreciation was provided on book value before revaluation, so to that extent reported figures are not comparable.

7. The company has started preparation of fixed assets register and verification of capital work in progress amounts reported in the enclosed FS, the company has carried forward the same accounted balances since 2017 as on date, since the present value and items accounted are under verification by new management, accordingly we have disclaimer of opinion about fixed assets block reported in FS for FY 2017-18 onwards. The company has given work order for revaluation of PPE blocks in compliances with IND AS to revaluation agency.
8. During the reporting quarter ended, Un-audited results, company has incurred expenditures towards, Contract wages Rs. 324.31 Lakhs, Security charges Rs. 48.64 Lakhs, Repairs and Maintenances Rs. 29.47 Lakhs, Legal & Professional Fees Rs. 34.35 Lakhs, Insurance charges of Rs. 43.03 Lakhs (proportionate), Freight outward of Rs. 127.87 Lakhs, Canteen Expenses of Rs. 18.63 Lakhs and Electricity charges Rs. 223.12 Lakhs as reported under head other expenses.
9. Previous periods figures have been re-arranged / re-grouped wherever considered necessary to confirm to the presentation of the current period.
10. No impairment test was carried out for the reporting period as per requirement of the IND AS and accordingly no provision/reserve were accounted.
11. The reported figures in enclosed FS of current assets and non-current assets are under reconciliation & outstanding confirmation work is in progress and subject to confirmation by respective parties. The reported figures of current assets and non-current assets are the carried forward figures from FY 2017-18 onwards, as a statutory auditor of the company, we have given our disclaimer of opinion on it from FS 2017-18 onwards.
12. The new management has sent debtors & creditors balance confirmation letter to major debtors and creditors, the same is awaited as on reporting date, due to

AS



uncertainty about realizability on account of liquidated damages (LD), penalties and others deductions, accordingly full provision entries have been passed for debtor's outstanding amount which was carried forward from 2017 onwards. So based on verification and confirmation it will be accounted accordingly and necessary written off entries will be passed in future as informed by management of the company.

13. In compliance with the NCLT order dated 20<sup>th</sup> June, 2022 read with the approved Resolution plan, the company has provided for the various investments made by old management amounting to Rs. 11.67 Crs. However, said amount was provided by giving necessary accounting entries in books of accounts for FY 2022-23. **Accordingly, there is no investment in shares of any company as on end of the quarter and half year ended. Hence, company has no subsidiary and/ or associates as on end of the quarter September, 2023 and no requirement for preparation of consolidated financial statement.**
14. During the quarter and half year ended on September 30, 2023, company has taken unsecured loan from the companies related to Key Managerial Personnel for running operation of the company. Company has taken Rs. 3,493.01 Lakhs (closing balance with interest) from GSEC Ltd. at interest of 15 % per annum (10 % p.a. up to June 2023), Rs. 2,399.95 Lakhs (closing balance with interest) from Monarch Infra Parks Pvt Ltd. at interest of 15 % per annum (10 % p.a. up to June 2023), Rs. 66.53 Lakhs (closing balance with interest) from Premjayanti Enterprise Pvt Ltd. at interest of 15 % per annum (10 % p.a. up to June 2023) and Rs. 2,529.45 Lakhs (closing balance with interest) from Padmaprabhu Commodity Trading Pvt. Ltd at interest of 10 % per annum for running operation of the company. Applicable TDS deduction on accounting of interest expenses and payment is under progress. The necessary board resolution for investment in DPIL is pending from the Monarch Infra Parks Pvt Ltd. and Padmaprabhu Commodity Trading Pvt. Ltd as on date. Applicable TDS deduction on accounting of interest expenses and payment is under progress.
15. During the quarter under reporting, company has purchased material from related parties namely GSEC Ltd Rs. 1529.72 Lakhs and Premjayanti Enterprise Rs. 262.16 Lakhs.



16. The process of recording of WIP stocks are not integrated with the currently used accounting software, so we have relied on management representation.
17. Exceptional items pertain to payment of Rs. 100 Lakhs towards Provident fund liabilities for the FY 2014-15 to FY 2017-18, the liabilities arise due to non-filing of claim against company at the time of NCLT proceeding, as matter was under legal proceeding with Supreme Court and payment of Stock exchange listing fees amounting to Rs. 11.29 Lacs.
18. The Income tax MAT provision for quarter under reporting were not considered in view of carried forward losses & MAT credits of previous years

**Approved Resolution Plan Execution:**

19. In compliance with approved resolution plan, company has reduced the existing equity share capital and has filled necessary applications to BSE & NSE and has received final Listing approvals from both the exchanges.

In compliances with the approved resolution plan, the new management has infused Rs. 50 Crs. as new equity share capital for which the company has filed necessary applications for listing of said share capital to BSE and NSE exchanges and the same is under process.



*[Handwritten signature]*





# A YADAV & ASSOCIATES LLP

## CHARTERED ACCOUNTANTS



Registered Office : Office No. 202, Iscon Atria - I, Iscon Heights, Opp. GEB Training Center, Gotri Road, Baroda - 390 021, India.

Independent Auditors' Limited Review Report on unaudited Financial Results of DIAMOND POWER INFRASTRUCTURE LIMITED for the quarter and half year ended 30-September 2023 and year-to-date results for the period from 01-Apr-2023 to 30-September-2023 Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015

Review report to  
TO THE BOARD OF DIRECTORS OF  
DIAMOND POWER INFRASTRUCTURE LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results of DIAMOND POWER INFRASTRUCTURE LIMITED ("the Company"), for the for the quarter & half year end on 30<sup>th</sup> September, 2023 and for the period from 01-Apr-2023 to 30-September-2023 together with notes thereon ("the Statement") 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").
2. The company had undergone Corporate Insolvency Resolution Process ("CIRP") in terms of the provisions of the Insolvency & Bankruptcy Code, 2016 ("Code"), the Hon'ble National Company Law Tribunal, Ahmedabad ("NCLT") by an order dated August 24, 2018 admitted the Corporate Insolvency Resolution Process ("CIRP") application filed by financial creditors and Mr. Bhuvan Madan (Registration No. IBBI/IPA-001/IP-P01004/2017-2018/11655) was appointed as Resolution Professional ("RP") for the Company wide order dated October 23, 2018 to conduct CIRP of DIAMOND POWER INFRASTRUCTURE LIMITED (DPIL). While the Resolution Professional, had taken over the charge of the management of the DPIL on October 23, 2018, at that time investigations were being conducted by the offices of the Directorate of Enforcement ("ED") under Prevention of Money Laundering Act, 2002 ("PMLA"), by the Central Bureau of Investigation ("CBI") and the Income Tax Authorities under the Income tax Act, 1961 into the affairs of DPIL and whereby most of the documents pertaining to DPIL had already been seized by the ED and CBI and matters are under legal proceeding with respective judiciary courts. Thereafter the RP was replaced and new RP Mr. Prashant Jain was appointed as the Resolution Professional ("RP") vide order dated May 04, 2021 in term of the Insolvency and Bankruptcy Code, 2016 ("Code") to manage the affairs of the Company as per the provisions of the Code.

During CIRP period, there were no **operations & business activities** in the Company, as majority of the company's staff had left the company. Resolution Professional continued to manage the Company as per the Code. Thereafter the RP received resolution plan from M/s GSEC Limited in consortium with Mr. Rakesh Shah which was approved by the Committee



■ **Surat**  
408, 4th Floor, Ratna Sagar Apartment,  
Nr. Varachha Police Station, Mini Bazar,  
Varachha Road, Surat - 395 006.

■ **Mumbai**  
501 & 502, 5th Floor, Umerji House,  
Above Bank of Baroda, Telly Gully,  
Andheri East, Mumbai - 400 069



of Creditors ("CoC") and put up for approval of the Hon'ble NCLT. The RP continued to remain in charge of the Company till the trigger date/handover date.

For statutory compliances, Chairman of monitoring committee Mr. Prashant Jain, RP together with suspended management had prepared financial statements for financial year 2017-18, 2018-19, 2019-20, 2020-21, 2021-22 and 2022-23 (with new management team after trigger date i.e. 17/09/2022) based on available records with the company. Mr. Prashant Jain, RP and new management team (after trigger date) have appointed our firm, viz. A Yadav & Associates LLP to carry out the statutory audit of the company. We have carried out the statutory audit of the company for past financial years based on the available records, supporting and details given to us, due to that, we had given our **disclaimer of opinion** for audited financial statements of the 2017-18, 2018-19, 2019-20, 2020-21, 2021-22 and 2022-23.

The Hon'ble NCLT vide its **order dated June 20, 2022** has approved resolution plan submitted by M/s GSEC Limited in consortium with Mr. Rakesh Shah. Thereafter, as per approved resolution Plan, a Monitoring Committee was constituted to take necessary actions for implementation of the approved Resolution Plan after trigger date i.e. September 17, 2022. At present the ED has not released the charges on assets of the company, hence company has filed petition to Honorable Supreme Court for release of charge and matter is under legal process as per the information provided to us.

On Trigger date i.e. September 17, 2022, M/s GSEC Limited in consortium with Mr. Rakesh Shah has taken over charge of the company and has reconstituted the Board of Directors of the company ('Board') and new management ('New Management') was put in place to implement the Resolution Plan as approved by the NCLT vide order dated June 20, 2022, as per the approved resolution plan, company has to pay Rs. 501 Crs in the period of 5 years and Rs. 1,899 Crs at the end of 30 years, liabilities to be converted in form of 0.01 % Unsecured redeemable bond. Out of Rs. 501 Crs., Rs. 20 Crs to meet resolution cost, Rs. 5 Crs for operational Creditors, Rs. 2.40 Crs to meet employees liabilities and Rs. 473.60 Crs to be paid over period of 5 years to financial creditors.

In view of concluded CIRP process, the Board of directors is reconstituted on trigger date i.e. September 17, 2022 and the new management has taken over charge of the company. The newly constituted Board have taken on record & approved the unaudited financial statements for the quarter and half year ended September 30<sup>th</sup>, 2023 and for the period from 01-Apr-2023 to 30-Sept.-2023 in the audit committee and Board meeting held on **November 3<sup>rd</sup>, 2023**. The unaudited financial results are prepared by New Management in compliance with the Resolution plan as per the Code and for compliance with SEBI and listing agreement requirements of Stock exchange.



This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our limited review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

4. **Basis of opinion:**

**We have reported material information and details of disclaimer of opinion in notes to accompanying statement of unaudited financial statements,** except that, we report that, based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. **Emphasis of matter :**


We draw attention to:

- (i) Company has prepared enclosed unaudited financial statements for quarter and half year ended on September 30, 2023, in compliances with resolution plan approved by NCLT order dated June 20, 2022, the company has given accounting treatments for reduction of share capital, reduced liabilities, converted bank / FI liabilities as per approved resolution plan in FY 2022-23. The company has reduced share capital in compliances with NCLT order plan as on quarter and half year ended on 30/09/2022, stock exchanges approval received in current quarter.



- (ii) As per the NCLT approved resolution plan, company has to convert debt payable at end of 30 years amounting to Rs. 1899 Crs. in form of 0.01 % unsecured redeemable bond with present value of Rs. 25.67 Crs., however company has booked full liabilities in the books for Rs. 1899 Crs and kept bond repurchase amount as a advance receipt. The accounting treatment is not in compliance with IND AS. These bonds are repurchased by Gomex Aviation Pvt. Ltd. from respective banks / FIs through repurchase agreements.
- (iii) Company has received the assessments orders and notice for demand from the income tax department for the Assessment Year 2013-14 (Rs. 271.18 Crs.), 2014-15 (Rs. 404.64 Crs), 2015-16 (Rs. 188.18 Crs.), 2016-17 (Rs. 161.42 Crs.), 2017-18 (Rs. 90.35 Crs.), 2018-19 (Rs. 37.98 Crs.) total demand of Rs. 1153.77 Crs. The same was not payable as per order passed by CIT (A), against that Income tax officer has filled appeal before Income tax tribunal, the matter is under process. As on reporting date the liability is uncertain and contingent in nature.
- (iv) The company has appointed Internal auditor of the company and internal audit report preparation work is under progress for the reported quarter and half year.
- (v) We have given **material information in forms of notes** to the accompanying Unaudited Financial Results, we **draw attention** that, it should be read together with our Limited Review Report.

For : A Yadav & Associates LLP.  
Chartered Accountants  
FRN : 129725W/W100686

  
CA Arvind Yadav, Partner  
Membership No: 047422



Place: Vadodara

Date: 09/11/2023

UDIN: 23047422BGUTJU4575

3<sup>rd</sup> November 2023