



स्कूटर्स इण्डिया लिमिटेड

(भारत सरकार का उद्यम)
सरोजनी नगर, लखनऊ - 226008



Scooters India Limited

(A Government of India Enterprise)

Post Bag No.23, SarojiniNagar, Lucknow-226008

CIN: L25111UP1972GOI003599; website:www.scootersindia.com

Email:cs@scootersindia.com

Date: 29.06.2020

To,
BSE Limited
P.J. Towers, Dalal Street,
Mumbai 400 001, India.

Subject: Outcome of Board Meeting of M/s Scooters India Limited held on June 29, 2020

Dear Sir/ Madam,

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform that the Board of Directors of M/s Scooters India Limited (Scrip code: 505141) in their meeting held on June 29, 2020 (commenced at 03.30 pm & closed at 6:30 pm), inter-alia considered the followings:

1. **Audited Financial Results:** The Audited Financial Results of the Company for the quarter and the year ended at March 31, 2020 as per the recommended of the Audit Committee were approved by the Board, pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. **Audited Financial Statements:** The Annual Financial Statements for the year ended March 31, 2020 as per the recommended of the Audit Committee were approved by the Board.

Further, we are enclosing herewith the following:

1. Audit Report on Audited Financial Results of the Company for the quarter and the year ended at March 31, 2020 in the prescribed format as '**Annexure - 1**'.
2. Audited Financial Results of the Company for the quarter and the year ended at March 31, 2020 in the prescribed format as '**Annexure - 2**'.

We humbly request you to kindly take the above on your records.

Thanking You,

For Scooters India Limited,


(Renati Sreenivasulu)
Chairman & Managing Director
Encl.: as above



Asija & Associates LLP

Chartered Accountants

LLPIN : AAH-3862

(An Entity Registered with Limited Liability)

Reg. Off : 1st Floor, 34/5 Gokhle Marg,

Lucknow-226001 (U.P.)

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INDEPENDENT AUDITORS' REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS SCOOTERS INDIA LIMITED

1. We have reviewed the accompanying statement of unaudited financial results of **Scooters India Limited** ('the Company') for the quarter ended 31st March, 2020 ("the statement") attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing obligation and Disclosure Requirement) Regulation 2015 read with SEBI Circular No. CIR/ CFD/ FAC/ 62/ 2016 dated 5th July, 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Results Performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free from material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Attention is invited to **Note No. 8** of 'Significant Accounting Policies & Notes to the Financial Statements' it was observed by us that 194 units of unsold Finished Stock of 3-Wheelers Vehicles on Bs IV Norms amounting to ₹300.43 lakhs as on 31/03/2020. Considering the impact of the latest Govt. Order "**G.S.R. 881(E) 26th November 2019 BS VI**" where amendment has been made in Central Motor Vehicle Rules, 1989. As per the amended rule 115(2)(i), Bharat Stage VI Norms will be applicable from 1st April, 2020. With effect from the above notification, vehicles manufactured on Bharat Stage IV norms will not be saleable within Indian Territory from 1st April, 2020 onwards. Discussion of matter with those charged with governance it was informed to us that R&D Dept. has purchased 2 Engines on BS VI Norms but production has not yet been started as per BS-VI Norms. In this case, we observed that no specific permission has been obtained from the Board/ Ministry towards the production of 3 Wheelers with BS-VI Norms and almost a quarter of F.Y 2020-21 has been ended. As a result, company has not yet commenced the production as per the new norms. In that case, it would be difficult for the company to maintain the sales as compared to previous quarter of F.Y 2019-20, as a result it could probably affect the going concern of Scooter India Ltd.

4. Attention is invited to **Note No. 2** of 'Significant Accounting Policies & Notes to the Financial Statements' it was observed that lot of assets are shown in the books of accounts of the company under different assets head at its residual value. Further, the remaining useful life of those machines was NIL but the assets are still in use and are being installed in the factory and further **no depreciation has been charged by the company** as they are shown at their residual value since Financial Year 2016-17. However, as per Ind AS - 16, depreciation can be seized only if the asset is demortized/ sale or is held for sale. Moreover, as per **IND AS-16**, the company should have to revalue these assets and charge depreciation on the revalued amount. While discussing this issue with the management, it was told to us that such machines could not be revalued by any valuation officer as these machines were bought from Italy with the name of Innocenti Machines and the size of these machines is very heavy.

5. **Emphasis of Matter**

Attention has been invited unaudited financial results to **Attachment-1** enclosed with this report.

6. Based on our review conducted as above, except for the matters described in Paragraph 3, 4 and 5, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

7. We have not reviewed the financial results and other information for the quarter ended 31st March, 2020 which is solely based on the financial information compiled by the management.

For & Behalf of:

Asija & Associates LLP
Chartered Accountants
(FRN:003155C/C400011)



CA Kamal Kumar Ferwani
(Sr. Partner)
(M. No.-402982)



Place: Lucknow

Date: 29th June, 2020

UDIN = 20402982 AA 305009.

Description of Emphasis of Matter

1. Mismatch in Paid-up-Share Capital

Attention has been invited to Note No. 13 of Significant Accounting Policies & Notes to Financial Statement where mismatch has been observed in Paid-up-capital as compared to Books of Account and as per Master Data on Ministry of Corporate Affairs website due to share forfeiture amount of ₹15,367.5.

2. Attention has been invited to the following mentioned Notes of Significant Accounting Policies & Notes to Account where we couldn't verify the existence of events were: -

- i) Notes No. 5 of Significant Accounting Policies & Notes to Financial Statement where Deposit made in relation to Post Office amounting to ₹2.01 Lakhs and Deposit with Landlord amounting to ₹5.40 Lakhs
- ii) Notes No. 12 of Significant Accounting Policies & Notes to Financial Statement relating to Rent Advance recoverable amounting to ₹1.23 Lakhs and Staff Advance amounting to ₹0.14 Lakhs

Notes No. 17 of Significant Accounting Policies & Notes to Financial Statements relating to Advance from Customer amounting to ₹1.89 Lakhs

3. Attention has been invited to Notes No. 17 of Significant Accounting Policies & Notes to Financial Statement relating to payment for Rent of Warehouse it was observed by us that expense was charged on approval basis for the region wise warehouse taken on rent, against which no legal deed has been found.

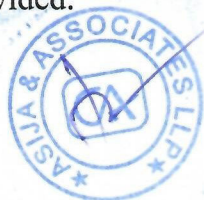
4. Attention has been invited to Notes No. 21 of Significant Accounting Policies & Notes to Financial Statement relating to

- i) Arrears on Wages payable amounting to ₹19.23 lakhs are payable in respect of retired employees which are no more associated with company.
- ii) Liability for Adhoc payment amounting to ₹0.43 lakhs are payable in respect of retired employees which are no more associated with company.

5. Attention has been invited to Notes No. 11 of Significant Accounting Policies & Notes to Financial Statement relating to Sundry Creditor's Debit Balance (unsecured) amounting to ₹0.706 lakhs against such additional provisioning has been made.

6. Attention has been invited to Notes No. 4 of Significant Accounting Policies & Notes to Financial Statement relating to Sundry Debtors (unsecured) were: -

- i) No external confirmation regarding any Sundry Debtors outstanding more than year has been provided.



- ii) in respect of one of the debtor's "Maarz Mechatronics Pvt" a vehicle has been given by the company for Research work, where the said party has provided a Bank Guarantee of ₹1,00,000 in favour of company. However, it was observed by us that the BG provided expired on 18/12/2019 and no vehicle has been returned by the party.
7. Attention has been invited to Note No. 8 of Significant Accounting Policies & Notes to Financial Statement where Inventory consist of WIP of 3Wheelers on Bharat Stage IV Norms amounting to 495.89 Lakhs regarding which valuation couldn't be verified by us.



SCOOTERS INDIA LIMITED

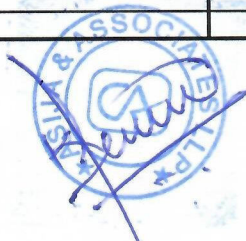
(CIN-L25111UP1972GOI003599)

Regd. Office : Post Bag No 23, Sarojini Nagar, Lucknow

Website : www.scootersindia.com

STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR QUARTER AND YEAR ENDED 31.03.2020

		(₹ in lakhs)						
Sr. No	PARTICULARS	Quarter Ended					Year Ended	
		31.03.2020	31.12.2019	30.09.2019	30.06.2019	31.03.2019	31.03.2020	31.03.2019
		Audited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Audited
I	Revenue from Operations	2,062.58	2,001.66	1,767.21	1,369.20	1,873.26	7,200.65	6,385.20
II	Other Income	112.50	33.06	32.03	29.83	51.13	207.42	214.52
III	Total income (I+II)	2,175.08	2,034.72	1,799.24	1,399.03	1,924.39	7,408.07	6,599.72
IV	Expenses							
	Cost of materials consumed	807.79	1,118.40	840.40	845.35	1,654.54	3,611.94	4,546.59
	Purchases of Stock-in-Trade	-	-	-	-	-	-	-
	Changes in Inventories of Finished Goods, W.I.P and Stock in trade	810.19	207.36	615.65	342.32	(548.46)	1,975.52	(606.56)
	Excise Duty on Sale	-	-	-	-	-	-	-
	Employee benefits expense	570.98	486.61	481.60	513.88	610.25	2,053.07	2,230.05
	Finance costs	-	-	-	-	-	-	-
	Depreciation and amortization expense	61.55	48.48	48.47	48.47	49.90	206.97	193.30
	Other expenses	277.34	387.33	154.55	313.86	301.01	1,133.08	699.60
	Total Expenses (IV)	2,527.85	2,248.18	2,140.67	2,063.88	2,067.24	8,980.58	7,062.98
V	Profit/(loss) before exceptional items and tax (I- IV)	(352.77)	(213.46)	(341.43)	(664.85)	(142.85)	(1,572.51)	(463.26)
VI	Exceptional items	-	-	-	-	-	-	-
VII	Profit/(loss) before tax (V- VI)	(352.77)	(213.46)	(341.43)	(664.85)	(142.85)	(1,572.51)	(463.26)
VIII	Tax expense :							
	(1) Current tax	-	-	-	-	-	-	-
	(2) Deferred tax	-	-	-	-	-	-	-
IX	Profit (Loss) for the period from continuing operations (VII-VIII)	(352.77)	(213.46)	(341.43)	(664.85)	(142.85)	(1,572.51)	(463.26)
X	Profit/(loss) from discontinued operations	-	-	-	-	-	-	-
XI	Tax expense of discontinued operations	-	-	-	-	-	-	-
XII	Profit/(Loss) from Discontinued operations (after tax) (X-XI)	-	-	-	-	-	-	-
XIII	Profit/(loss) for the period (IX+XII)	(352.77)	(213.46)	(341.43)	(664.85)	(142.85)	(1,572.51)	(463.26)
XIV	Other Comprehensive Income							
	A (i) Items that will not be reclassified to profit or loss							
	- Gain / (Loss) of defined benefit Obligation	(28.73)	-	-	-	(46.10)	(28.73)	(46.10)
	(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	-	-	-	-	-	-	-
XV	Total Comprehensive Income for the period (XIII+XIV)(Comprising Profit (Loss) and Other Comprehensive Income for the period)	(381.50)	(213.46)	(341.43)	(664.85)	(188.95)	(1,601.24)	(509.36)
XVI	Earnings per equity share (for continuing operation):							
	(1) Basic	(0.44)	(0.24)	(0.39)	(0.76)	(0.22)	(1.83)	(0.58)
	(2) Diluted	(0.44)	(0.24)	(0.39)	(0.76)	(0.22)	(1.83)	(0.58)
XVII	Earnings per equity share (for discontinued operation):							
	(1) Basic	-	-	-	-	-	-	-
	(2) Diluted	-	-	-	-	-	-	-
XVIII	Earnings per equity share (for Discontinued & Continuing and operation) :							
	(1) Basic	(0.44)	(0.24)	(0.39)	(0.76)	(0.22)	(1.83)	(0.58)
	(2) Diluted	(0.44)	(0.24)	(0.39)	(0.76)	(0.22)	(1.83)	(0.58)



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Notes:

1 Statement of Assets & Liabilities is placed below :

Particulars	AS AT 31.03.2020 in Lakhs	AS AT 31.03.2019 ₹ in Lakhs
A. ASSETS		
(I) Non-current assets		
(a) Property, Plant & Equipment	1,769.87	1,768.75
(b) Right of Use Asset	5.06	-
(c) Capital work-in progress	191.37	434.88
(d) Financial Assets	-	-
(i) Non-Current Investments	-	-
(ii) Trade receivables	54.79	51.92
(iii) Loans	-	-
(iv) Others -Security Deposits	159.63	162.07
(e) Deferred tax assets (Net)	-	-
(f) Other non-current assets	-	18.71
Total non-current assets (I)	2,180.72	2,436.33
(II) Current assets		
(a) Inventories	2,990.51	5,301.65
(b) Financial Assets	-	-
(i) Current Investments	-	-
(ii) Trade receivables	13.30	63.52
(iii) Cash and cash equivalent	98.50	281.58
(iv) Bank balance other than (iii) above	2,236.28	1,592.39
(v) Loans	-	-
(vi) Others (Loan & Advances)	1.52	1.68
(c) Current tax assets (Net)	-	-
(d) Other current assets	973.67	1,052.12
Sub-total current assets	6,313.78	8,292.94
Non-current assets held for sale	-	-
Total current assets (II)	6,313.78	8,292.94
Total assets (I+II)	8,494.50	10,729.27
B. EQUITY AND LIABILITIES		
(I) Equity		
(a) Equity share capital	8,727.39	8,727.39
(b) Other Equity	-	-
(i) Equity component of other financials instrument:	-	-
(ii) Retained Earnings	(3,730.00)	(2,127.35)
(iii) Reserves	4.90	4.90
(iv) Money received against share warrants	-	-
(v) Other	-	-
Total equity (I)	5,002.29	6,604.94
(II) Liabilities		
(1) Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,200.00	1,200.00
(ii) Lease Liabilities	2.64	-
(iii) Trade payables	-	-
(iv) Other financial liabilities	-	-
(b) Non-Current Provisions	214.61	191.12
(c) Deferred tax liabilities (Net)	-	-
(d) Other non-current liabilities	290.82	301.48
Total Non-current liabilities (1)	1,708.07	1,692.60
(2) Current liabilities		
(a) Financial liabilities		
(i) Short Term Borrowings	-	-
(ii) Lease Liabilities	0.25	-
(iii) Trade & Other payables	628.59	1,154.71
(iv) Other financial liabilities	400.00	400.00
(b) Other current liabilities	695.39	746.85
(c) Current Provisions	59.91	130.17
(d) Current tax liabilities (Net)	-	-
Total current liabilities (2)	1,784.14	2,431.73
Total liabilities (II)=[(1)+(2)]	3,492.21	4,124.33
Total equities and liabilities (I+II)	8,494.50	10,729.27

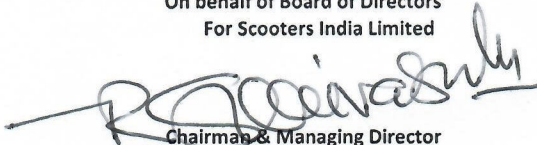
1. The above financial results of Scooters India Limited (the Company) for the quarter & year ended 31st March, 2020 have been reviewed by Audit Committee and approved by the Board of Directors at their meeting held on 29th June, 2020 and have been subjected to audit by the Statutory Auditor of the Company.
2. The Company adopted Indian Accounting Standards (IND AS) from 1 April 2017 accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Accounting Standards 34 : Interim Financial Reporting : ('IND AS 34') prescribed under section 133 of the Companies Act 2013, read with the relevant rule issued thereunder and other accounting principles generally accepted in India.

3. Regarding revision of pay of Officers w.e.f. 01.01.2007, the proposal of implementation of revision with cutoff date 01.04.2013 for all officers on the rolls of the Company on 01.04.2013, has been forwarded to the Ministry for consideration. Regarding revision of wages of workmen w.e.f. 01.01.2007 for all workmen on the rolls of the Company on 01.04.2013, the consent for implementation of wage revision with a cutoff date 01.04.2013 had been sought from workmen of the Company.
4. The Company's business falls within a single business segment in terms of the Indian Accounting Standard 108 "Operating Segments" and hence additional disclosures not required.
5. Revenue from Operations for the Quarter & year ended 31st March, 2020 is net of Goods and Service Tax (GST) which is applicable from July 1 2017.
6. Under Previous GAAP, leasehold land was shown as part of fixed assets, similarly under Ind AS-116 all leases are transferred to Right of Use Assets and disclosed appropriately.
7. The financial results for the Quarter & year ended 31st March, 2020 have been subjected to audit by the statutory auditors. These results have been prepared based on the information compiled by the Management. However, the Management has exercised due diligence to ensure that the financial results for the Quarter & year ended 31st March, 2020 provide a true and fair view of the results of the Company in accordance with Ind AS.
8. Expenditure capitalized & prior year items has been adjusted in other expenditure.
9. Previous period figures have been regrouped / reclassified wherever necessary to confirm to current period classification.

Place: Lucknow
Date: 29th June 2020

On behalf of Board of Directors
For Scooters India Limited

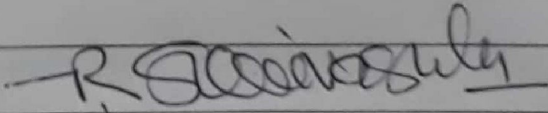
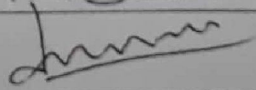
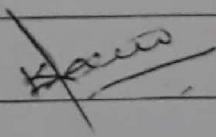




Chairman & Managing Director
DIN-07634253

**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Financial Results:
(Standalone and Consolidated separately)**

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2020 [Per Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2018]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
			1.	Turnover / Total Income
2.	Total Expenditure	8980.57	8980.57	
3.	Net Profit/(Loss)	(1572.5)	(1572.5)	
4.	Earnings Per Share	(1.08)	(1.08)	
5.	Total Assets	8494.05	8494.05	
6.	Total Liabilities	3492.21	3492.21	
7.	Net Worth	5002.29	5002.29	
8.	Any other financial item(s) (as felt appropriate by the management)			
II. Audit Qualification (each audit qualification separately):				
a. Details of Audit Qualification:				
b. Type of Audit Qualification: Qualified Opinion/Disclaimer of Opinion/ Adverse Opinion		Modified		
c. Frequency of qualification: Whether appeared first time/repetitive/since how long continuing		Non-Repetitive		
d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:				
e. For Audit Qualification(s) where the impact is not quantified by the auditor:		<p>i) Attention is invited to Note No. 8 of "Significant Accounting Policies & Notes to the Financial Statements" it was observed by us that 194 units of unsold Finished Stock of 3-Wheelers Vehicles on BS IV Norms amounting to ₹300.43 lakhs as on 31/03/2020. Considering the impact of the latest Govt. Order "G.S.R. 881(E) 26th November 2019 BS VI" where amendment has been made in Central Motor Vehicle Rules, 1989. As per the amended rule 115(2)(i), Bharat Stage VI Norms will be applicable from 1st April, 2020. With effect from the above notification, vehicles manufactured on Bharat Stage IV norms will not be saleable within Indian Territory from 1st April, 2020 onwards. Discussion of matter with those charged with governance it was intimated to us that R&D Dept. has purchased 2 engines on BS VI Norms but production has not yet been started as per BS-VI Norms. In this case, we observed that no specific permission has been obtained from the Board/ Ministry towards the production of 3 Wheelers with</p>		

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		<p>BS-VI Norms and almost a quarter of F.Y 2020-21 has been ended. As a result, company has not yet commenced the production as per the new norms. In that case, it would be difficult for the company to maintain the sales as compared to previous quarter of F.Y 2019-20, as a result it could probably affect the going concern of Scooter India Ltd.</p> <p>ii) Attention is invited to Note No. 2 of 'Significant Accounting Policies & Notes to the Financial Statements' it was observed that lot of assets are shown in the books of accounts of the company under different assets head at its residual value. Further, the remaining useful life of those machines was NIL but the assets are still in use and are being installed in the factory and further no depreciation has been charged by the company as they are shown at their residual value since Financial Year 2016-17. However, as per Ind AS - 16, depreciation can be seized only if the asset is demortized/ sale or is held for sale. Moreover, as per IND AS-16, the company should have to revalue these assets and charge depreciation on the revalued amount. While discussing this issue with the management, it was told to us that such machines could not be revalued by any valuation officer as these machines were bought from Italy with the name of Innocenti Machines and the size of these machines is very heavy.</p>
	(i) Management's estimation on the impact of audit qualification:	No Assessment of impact can be made
	(ii) If management is unable to estimate the impact, reasons for the same:	<p>1) Follow up will be done in respect of sale of BS-IV Norms Vehicles subsequent quarters. Research & department has started development regarding the production of vehicles.</p> <p>2) As the machines are quite old and revaluation is not possible. Even if nominal reevaluation value is taken the impact of the same on the financials shall not be material considering the size and operations of the company.</p>
	(iii) Auditors' Comments on (i) or (ii) above:	
III.	<u>Signatories:</u>	
	• CEO/Managing Director	
	• CFO	
	• Audit Committee Chairman	
	• Statutory Auditor	
	Place:	
Date:		