

31st January, 2022

National Stock Exchange of India Limited,
“Exchange Plaza”, C-1, Block G,
Bandra Kurla Complex,
Bandra (East),
Mumbai-400051

BSE Limited
25th Floor, New Trading Ring,
Rotunda Building, PJ Towers,
Dalal Street, Fort,
Mumbai-400001

Script Code: 532873

Security Symbol: HDIL

Subject: Intimation under Regulation 30 and 33 of Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015 regarding Outcome of the Meeting and submission of Standalone Unaudited Financial Results for the quarter and nine months ended on 31st December, 2020 of FY 2020-21.

Dear Sir,

This is in continuation to our letter dated 22nd January, 2022 regarding the intimation of date of meeting of Directors for consideration and confirmation of the Standalone Unaudited Financial Results of the Company for the quarter and nine months ended 31st December, 2020.

As your good self is already aware that Housing Development and Infrastructure Limited (‘the Company’) is undergoing Corporate Insolvency Resolution Process (‘CIRP’) vide Hon’ble National Company Law Tribunal, Mumbai Bench order dated 20th August, 2019 (‘Order’), in terms of the provisions of Insolvency and Bankruptcy Code, 2016 (‘IBC’) and the regulations framed thereunder. Pursuant to the said Order and in accordance with the provisions of IBC, the powers of the Board of Directors and responsibility for managing the affairs of the Company is vested in Mr. Abhay Narayan Manudhane, in the capacity of the Resolution Professional (‘RP’).

This is to inform you that the Resolution Professional has considered and taken on record the Financial Results of the Company for the quarter and nine months ended 31st December, 2020 of FY 2020-21. In accordance with Regulation 30 and 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (‘SEBI LODR Regulations’), the Standalone Unaudited Financial Results of the Company for the quarter and nine months ended on 31st December, 2020 of FY 2020-21 along with the Limited Review Report thereon is enclosed herewith.

These financial statements have been signed by the RP while exercising the powers of the Board of Directors of the Corporate Debtor, which has been conferred upon him in terms of the provisions of Section 17 of the IBC. The RP has signed these financial statements in good faith, solely for the purpose of compliance and discharging his duty under the Code, and subject to the following disclaimers:

- (i) The RP has furnished and signed the report in good faith and accordingly, no suit, prosecution or other legal proceeding shall lie against the RP in terms of Section 233 of the Code. The financial results enclosed herewith is accepted by the RP in his fiduciary capacity without accepting any personal liability and is only in compliance with the statutory requirement under Regulation 15(2A) of SEBI LODR Regulation and accordingly, no suit, prosecution or other legal proceeding shall lie against the RP. The RP is not liable for any error or misstatement of facts and figures, if any, in the accounts and/ or any disclosure or non-disclosure in the accounts.
- (ii) No statement, fact, information (whether current or historical) or opinion contained herein should be construed as a representation or warranty, express or implied, of the RP including, his authorized representatives and advisors;

- (iii) The RP, in review of the financial results and while signing this statement of financial results, has relied upon the assistance provided by the available Officers of the Corporate Debtor. The statement of financial results of the Corporate Debtor has been taken on record by the RP solely on the basis of and relying on the statement of the management of the Corporate Debtor. For all such information and data, the RP has assumed that such information and data are in conformity with the Companies Act, 2013 and other applicable laws with respect to the preparation of the financial statements. Accordingly, the RP is not making any representations regarding accuracy, veracity or completeness of the data or information in the financial statements.
- (iv) In terms of the provisions of the Code, the RP is required to undertake a review of certain transactions. Such review has been initiated and the RP may be required to accordingly act on the results of such review in terms of the provisions of the Code.

Regulation 33(3)(b) of the SEBI LODR Regulations, 2015 provides that in case the listed entity has Subsidiaries, in addition to the requirement at clause (a) of sub-regulation (3), the listed entity shall also submit quarterly/year-to-date consolidated financial results. There are 5 (Five) Subsidiaries of the Corporate Debtor. The RP is not in a position to provide the consolidated financial results, as the Subsidiaries of the Corporate Debtor are separate legal entities and the RP is facing huge difficulty in obtaining relevant data from the said Subsidiaries. In view of the above, the RP is constrained to submit the standalone financial results.

The report of Resolution Professional is enclosed herewith as Annexure 1.

The meeting commenced at 3 p.m. and concluded at 6:20 p.m.

Kindly consider the same for your records.

Thanking you,

For *Housing Development and Infrastructure Limited*




Abhay Narayan Manudhane
Resolution Professional

Encl: As above

(M/s. Housing Development and Infrastructure Limited is under Corporate Insolvency Resolution Process pursuant to the provisions of the Insolvency and Bankruptcy Code, 2016. Its affairs, business and assets are being managed by the Resolution Professional, Mr. Abhay N Manudhane appointed by Hon'ble National Company Law Tribunal, Mumbai Bench, Mumbai, vide order dated 20th August, 2019)

REPORT OF THE RESOLUTION PROFESSIONAL

I, Abhay N. Manudhane, have been appointed as an Interim Resolution Professional (IRP) by Hon'ble National Company Law Tribunal (NCLT), Mumbai Bench for conduct of Corporate Insolvency Resolution Process (CIRP) of M/s Housing Development and Infrastructure Ltd (Corporate Debtor) vide Order no. CP (IB) -27/I&BP/MB/2019 dated 20th August, 2019. Thereafter, the Committee of Creditors (CoC) of the Corporate Debtor appointed the undersigned as Resolution Professional for the Corporate Debtor ("RP").

As per the requirements of Insolvency and Bankruptcy Code, 2016, (Code) the IRP/ RP has to ensure that the Corporate Debtor remains going concern during CIRP. As the Corporate Debtor is a listed Company and is required to prepare and submit quarterly and year to date financial results as per Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR Regulations), the RP ensured preparation and submission of standalone financial results for the quarter and nine months ended 31st December, 2020. The standalone financial results for the quarter and nine months ended 31st December, 2020 enclosed herewith have been drawn as per accounting practices followed by the Corporate Debtor and records available with the Corporate Debtor.

Out of the 6 Directors on the suspended Board of Corporate Debtor, 4 Non-Executive Independent Directors had tendered resignation, which CoC has not accepted and Executive Chairman and Vice Chairman & Managing Director are in Judicial Custody and are not available. The Chief Financial Officer and Company Secretary had also resigned which was also not accepted by the CoC. In the absence of the Chief Financial Officer, Company Secretary and other officials who were primarily responsible for closure of accounts and financial reporting, the RP has made all practical and reasonable efforts from time to time to gather details to prepare these financial results, despite various challenges and complex circumstances, has tried to put in best possible efforts to provide information required by the Auditors for the purpose of carrying out the limited review of the financial results of the Corporate Debtor.

The RP presumed that the records made available to him for a period prior to commencement of CIRP are genuine and are properly maintained by the previous management, comprising of Board of Directors and such information and data are in the conformity with the Companies Act, 2013 and other applicable laws with respect to the preparation of the financial results. The RP, in review of financial results and signing this financial result has relied upon the assistance provided by the available Officers of the Corporate Debtor.

As per Regulation 33 of the Listing Regulations, the standalone unaudited financial results of the 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 unaudited financial results irrespective of the fact that the powers of the Board of Directors are suspended on commencement of CIRP.

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However, due to non-availability of any of the signatories mentioned under Regulation 33 of LODR, these financial results have been signed by the RP while exercising the powers of the Board of Directors of the Corporate Debtor, which has been conferred upon him in terms of the provisions of Section 17 of the Code. The RP has signed these financial results in good faith, solely for the purpose of compliance and discharging his duty under the Code, *and subject to the following disclaimers:*

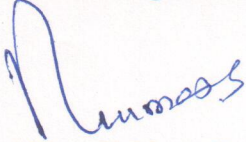
- (i) The RP has furnished and signed the report in good faith and accordingly, no suit, prosecution or other legal proceeding shall lie against the RP in terms of Section 233 of the Code. The financial results enclosed herewith is accepted by the RP in his fiduciary capacity without accepting any personal liability and is only in compliance with the statutory requirement under Regulation 15(2A) of SEBI LODR Regulations and accordingly, no suit, prosecution or other legal proceeding shall lie against the RP. The RP is not liable for any error or misstatement of facts and figures, if any, in the accounts and/ or any disclosure or non-disclosure in the accounts.
- (ii) No statement, fact, information (whether current or historical) or opinion contained herein should be construed as a representation or warranty, express or implied, of the RP including, his authorized representatives and advisors;
- (iii) The RP, in review of the financial results and while signing this statement of financial results, has relied upon the assistance provided by the available Officers of the Corporate Debtor. The statement of financial results of the Corporate Debtor for the quarter and nine months ended 31st December, 2020 has been taken on record by the RP solely on the basis of and relying on the statement of the management of the Corporate Debtor. For all such information and data, the RP has assumed that such information and data are in the conformity with the Companies Act, 2013 and other applicable laws with respect to the preparation of the financial results. Accordingly, the RP is not making any representations regarding accuracy, veracity or completeness of the data or information in the financial results.
- (iv) In terms of the provisions of the Code, the RP is required to undertake a review of certain transactions. Such review has been initiated and the RP may be required to accordingly in terms of the provisions of the Code.
- (v) Previous years figures are regrouped and reclassified wherever necessary.

Regulation 33(3)(b) of the SEBI LODR Regulations, 2015 provides that in case the listed entity has Subsidiaries, in addition to the requirement at clause (a) of sub-regulation (3), the listed entity shall also submit quarterly/year-to-date consolidated financial results. There are 5 (Five) Subsidiaries of the Corporate Debtor. The RP is not in a position to provide the consolidated financial results, as the Subsidiaries of the Corporate Debtor are separate legal entities and the RP is facing huge difficulty in obtaining relevant data from the said Subsidiaries. In view of the above, the RP is constrained to submit the standalone financial results.

The outbreak of corona virus (COVID-19) pandemic globally and in India has caused

significant disturbance and slowdown of economic activity. Considering that it is a dynamic and evolving situation, the Company will continue to closely monitor and evaluate the impact of any material change in macro-economic and other related factors, which may have a bearing on CIR Process.

For Housing Development and Infrastructure Limited



Abhay N Manudhane
Resolution Professional
Date: 31st January, 2022
Place: Mumbai

HOUSING DEVELOPMENT AND INFRASTRUCTURE LIMITED
 REGISTERED OFFICE : 9-01, HDIL TOWERS, ANANT KANEKAR MARG, BANDRA EAST, MUMBAI - 400 051
 CIN NUMBER - L70100MH1996PLC101379
 WEB ADDRESS - www.hdil.in

UNAUDITED STANDALONE FINANCIAL RESULTS
 For the Quarter ended 31st December 2020

(Rs. In lakhs)

Sr. No.	Particulars	Quarter Ended			Nine Month Ended		Year ended 31st March 2020
		31st December 2020	30th September 2020	31st December 2019	31st December 2020	31st December 2019	
		1	2	3	4	5	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
1	Net Sales/Income from Operations	13.22	25.39	180.98	66.29	41,238.27	41,419.23
2	Other Income	42.95	26.70	138.49	92.94	943.45	1,040.42
3	Total Income	56.17	52.09	319.46	159.23	42,181.72	42,459.65
4	Total Expenditure						
	(a) Cost of Raw Materials Consumed	-	-	305.71	-	41,951.72	43,544.86
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	-	-	-	-	43,223.36	43,223.36
	(d) Employees benefit expenses	162.63	112.31	492.86	285.80	1,527.22	1,863.37
	(f) Finance Cost	-	-	0.20	-	11,094.58	11,094.58
	(g) Depreciation	69.11	69.22	113.25	207.56	744.72	861.23
	(h) Other Expenditure	155.10	45.18	121.23	242.70	757.79	1,163.07
	(i) Total Expenses	386.84	226.71	1,033.24	736.06	99,299.39	1,01,750.46
5	Profit from operations before exceptional items and extra ordinary items (3-4)	(330.67)	(174.62)	(713.78)	(576.84)	(57,117.67)	(59,290.81)
6	Exceptional items	-	-	-	-	333.51	13,40,371.81
7	Profit before extra ordinary items (5-6)	(330.67)	(174.62)	(713.78)	(576.84)	(57,451.18)	(13,99,662.62)
8	Extraordinary items	-	-	-	-	-	-
9	Profit before Tax (7-8)	(330.67)	(174.62)	(713.78)	(576.84)	(57,451.18)	(13,99,662.62)
10	Provision for Taxation						
	i) Income Tax	-	-	-	-	-	-
	ii) Deferred Tax (Refer Note no 6)	-	-	-	-	-	(2,932.09)
	iii) Tax for Earlier Years	-	-	-	-	-	-
	Total Tax Expenses	-	-	-	-	-	(2,932.09)
11	Profit for the period (9-10)	(330.67)	(174.62)	(713.78)	(576.84)	(57,451.18)	(13,96,730.53)
12	Other Comprehensive Income (OCI)						
	Items that will not be reclassified to Profit or Loss						
	i) Remeasurement gain/(loss) on defined benefit plan	-	-	-	-	-	-
	Total Other Comprehensive Income (OCI) net of tax	-	-	-	-	-	-
13	Total Comprehensive Income (11-12)	(330.67)	(174.62)	(713.78)	(576.84)	(57,451.18)	(13,96,730.53)
14	Paid Up Equity Share Capital (Face Value of Rs. 10/- Per Share)	47,400.40	47,400.40	47,400.40	47,400.40	47,400.40	47,400.40
15	Reserves Excluding Revaluation					10,67,904.00	
16	Earning Per Share (EPS) in Rs.						
	a) Basic EPS (not annualised)	0.12	(0.00)	(0.15)	(0.00)	(12.24)	(296.75)
	b) Diluted EPS (not annualised)	0.12	(0.00)	(0.15)	(0.00)	(12.24)	(296.75)

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Notes:

1 The Company was admitted under the Insolvency and Bankruptcy Code, 2016 ("IBC") on 20th August 2019 vide the order of Hon'ble NCLT (Mumbai Bench). However, the Interim Resolution Professional ("IRP") took charge of the Corporate Debtor on 26th August 2019. The Committee of Creditors (CoC) confirmed the appointment of Shri. Abhay Narayan Manudhane as the Resolution Professional ("RP") in their meeting held on 08th January 2020.

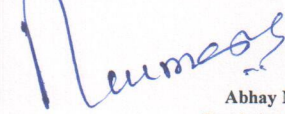
The RP faced several operational problems while compiling details and finalising accounts due to exodus of critical employees in finance, accounts, banking, secretarial and other departments. No information could be gathered from the management as promoter directors were taken into judicial custody within a month of taking charge by the IRP. Some of the key officials / KMP resorted to non-cooperation which compelled the RP to file an application u/s 19(2) of IBC with the Hon'ble NCLT, Mumbai Bench. At the same time, the investigation by various investigating authorities were going on and the Company officials were engaged in providing details to them on priority. In the intervening period, the previous statutory auditor tendered her resignation due to ill health and could not provide critical information relating to the accounts for previous year(s) wherein she acted as the statutory auditor. The matter further worsened due to nationwide lockdown on account of Covid-19.

Ultimately with available skeleton staff, efforts were made by the RP and his team with the help of professionals to complete the accounts on the basis of whatever information was available on best effort basis.

Due to non-availability of sufficient information, RP has not been able to re-group and re-state the figures for the previous quarter / half year / year.

- 2 Due to absence of information including the backup papers and calculations as also due to non-availability of the erstwhile management and key managerial staff, prior period's closing balances i.e., opening balances for the period under review could not be reconciled with the audited financial statements.
- 3 As reported by the transaction cum forensic auditors, there were numerous misstatements and errors in the classification and presentation of information in the financial statements of the prior years. However, due to non-availability of complete information, the said misstatements and errors could not be rectified.
- 4 As per the Accounting Policy mentioned in the audited financials for F.Y. 2018-2019, the Company stated that it follows "Project Completion Method" which is a deviation from the requirement of Ind AS 18. Ind AS 18 prescribes the "percentage of completion method" for recognition of revenue. However, in absence of complete information about the on-going projects of the Company and the total estimated costs, the same could not be followed.
- 5 The Company has created Employee's Group Gratuity Fund with Life Insurance Corporation of India, and obtained Group Gratuity Assurance Policy from LIC for the benefit of employees.
- 6 In the absence of information, Interest Received Ind AS adjustment and Finance Expenses Ind AS adjustment are not made in the quarter.
- 7 In absence of vital information such as cost of acquisition and useful life, Intangible assets are not amortize.
- 8 Due to absence of information Investments are not valued at Fair Value as per the requirements of the Indian Accounting Standards.
- 9 Due to the non-availability of audited financial statements of the subsidiaries and associates of the Company, the Company has been unable to prepare the consolidated financial statements of the group for the quarter and nine month ended 31st December, 2020.
- 10 Due to absence of sufficient information, investments in partnership firm are not assessed for impairment, if any.
- 11 Physical cash balance when compared to the books of accounts does not match. The reason for the discrepancies could not be ascertained and therefore, no effect of the same has been given in the accounts.
- 12 All bank accounts could not be reconciled with the bank statements due to non-availability of details.
- 13 Due to non availability of information Ind AS adjustments relating to unwinding of finance cost is not made during the quarter.
- 14 The Company has not made any adjustments for IND AS recognition of Lease revenue for quarter and nine month ending 31st December, 2020.
- 15 The Company is faced with certain on-going investigations initiated by governmental authorities such as Enforcement Directorate (ED), Economic Offences Wing (EOW), Serious Fraud Investigation Office (SFIO) and Central Bureau of Investigation (CBI). However, the outcome of such investigations and its effect on the financial statements cannot be ascertained.
- 16 As per the requirements of Ind AS-108, no disclosure is required as the Company is operating in single business segment.
- 17 Previous year/period figures have been regrouped/reclassified, where necessary to conform to current period classification.
- 18 The figures for the quarter ended December 31, 2020 are the balancing figures between the unaudited figures in respect of nine month ended on December 31, 2020 and the published September 30, 2020 figures.
- 19 The results for Third Quarter were taken on record on 31st January 2022.

As per my report of even date attached
For Housing Development and Infrastructure Limited



Abhay Manudhane
Resolution Professional

IBBI Regn No:IBBI/IPA-001/IP-P00054/2017-18/10128

Place : Mumbai

Date : 31st January 2022

Independent Auditor's Report on Quarterly and Nine Months ended Unaudited Standalone Financial Results of Housing Development & Infrastructure Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**To,
The Resolution Professional,
Housing Development & Infrastructure Limited
Mumbai.**

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Housing Development & Infrastructure Limited** ("the Company") for the quarter and nine months ended 31st December, 2020, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulation") as amended, read with SEBI Circular No. CIR/CFD/CMDI/44/2019 dated 29th March, 2019 ("the Circular").
2. The Company was admitted under the Insolvency and Bankruptcy Code, 2016 ("IBC") on 20th August 2019 vide the order of Hon'ble NCLT (Mumbai Bench). However, the Interim Resolution Professional ("IRP") took charge of the Corporate Debtor on 26th August 2019. The Committee of Creditors (CoC) confirmed the appointment of Shri. Abhay Narayan Manudhane as the Resolution Professional ("RP") (IBBI Regn No:IBBI/IPA-001/IP-P00054/2017-18/10128) in their meeting held on 08th January 2020.
3. The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 (Ind AS 34), "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, read with the Circular, is the responsibility of the Company. Our responsibility is to express a conclusion on the Statement based on our review.
4. 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides

less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

BASIS FOR DISCLAIMER OF CONCLUSION

Following, amongst others, are some of the important reasons because of which we were not able to obtain sufficient and appropriate audit evidence in order to form a conclusion:

1. Note from the Resolution Professional (“RP”)

- a. The RP faced several operational problems while compiling details and finalising accounts due to exodus of critical employees in finance, accounts, banking, secretarial and other departments. No information could be gathered from the management as promoter directors were taken into judicial custody within a month of taking charge by the IRP. Some of the key officials / KMP resorted to non-cooperation which compelled the RP to file an application u/s 19(2) of IBC with the Hon’ble NCLT, Mumbai Bench. At the same time, the investigation by various investigating authorities viz. ED, EoW, SFIO and CBI were going on and the Company officials were engaged in providing details to them on priority. In the intervening period, the previous statutory auditor tendered her resignation due to ill health and could not provide critical information relating to the accounts for previous year(s) wherein she acted as the statutory auditor. The matter further worsened due to nationwide lockdown on account of Covid-19.
- b. Ultimately with available skeleton staff, efforts were made by the RP and his team with the help of professionals to complete the accounts on the basis of whatever information was available on best effort basis.. In addition, due to the difficulties mentioned in the Report of RP, RP was unable to compile accounts of the Company for the quarter and nine months ending on 31st December, 2020 in time.

2. Due to the non-availability of audited financial statements of the subsidiaries and associates of the Company, some of which are under CIRO Process and non operational, the Company has been unable to prepare the consolidated results of the group for the quarter and nine months ending 31st December, 2020.

3. Opening Balances as on 1st April 2019.

Due to absence of information including the backup papers and calculations as also due to non-availability of the erstwhile management and key managerial staff, opening balances, such balances as on 31st March, 2019 could not be reconciled with the audited financial statement of the earlier year, thus are likely to have continuing impact on the financial results of the subsequent years.

4. Non-Current Assets – Property, Plant & Equipment

- a. Para 9 of Ind AS 36 states that, *"An entity shall assess at the end of each reporting period whether there is any indication that an asset may be impaired. If any such indication exists, the entity shall estimate the recoverable amount of the asset."*

In view of the uncertainty of resumption of the Company's operations, the management is required to make an assessment of impairment to the carrying value of its assets. Pending conclusion of Corporate Insolvency Resolution Process ("CIRP), we have been informed that the management has not been able to perform any assessment to determine any impairment to the carrying value of these assets. Consequently, we are unable to conclude if any impairment needs to be recognized to the carrying value of these assets and its consequential effects.

- b. The RP has been unable to amortize the intangible assets due to absence of vital information such as cost of acquisition and useful life.

5. Investment in Property

For the quarter and nine months ending 31st December, 2020, due to absence of sufficient information, the Company has not assessed any of the investments for impairment as per Para 9 of Ind AS 36 given at sr. no. 4a above.

6. Non-Current Investments

For the quarter and nine months ending 31st December, 2020, due to absence of sufficient information, the Company has not assessed any of the investments for impairment as per Para 9 of Ind AS 36 given at sr. no. 4a above.

7. Other Non-Current Financial Assets

Details and documents relating to guarantee obligation commission were not provided to us for verification and therefore we cannot comment on the same.

8. Inventories

RP has stated that physical verification of the inventory has been carried out at the time of taking charge of the Company and the discrepancies, to the extent ascertained, have been adjusted in the books by making appropriate provisions at the year end. In absence of any further information said provision is continued for the quarter and nine months ending 31st December, 2020.

9. Current Investments

- a. For the quarter and nine months ending 31st December, 2020, due to absence of sufficient information, the Company has not assessed any of the investments for impairment as per Para 9 of Ind AS 36 given at sr. no. 4a above.
- b. The Company has not valued the investments at Fair Value as per the requirements of the Indian Accounting Standards.
- c. Due to non-availability of financial statements of the partnership firms, the Company has been unable to recognize any profit or loss from such partnership firm for the quarter and nine months ending 31st December, 2020.

10. Trade receivables

Given the on-going resolution process and the ageing of trade receivables outstanding in the books of accounts, the recoverability of such debtors is in question. However, full provisions for doubtful Receivables has been created for the same by the Company

11. Cash and Cash Equivalents

- a. Physical cash balance verification for petty cash book was carried out by the RP on 29th July, 2020. No physical cash as per Main Cash Book was available in the cashbox of the Corporate Debtor as against the book balance in the main cash book of INR 39.16 lakhs and out of the total balance in Petty Cash Book of Rs. 0.54 lakhs, physical cash of INR 0.29 lakhs was not available. The reason for the discrepancies could not be ascertained and therefore, no effect of the same has been given in the accounts. No cash balance verification has been done for quarter and nine months ending 31st December, 2020 due to which we are unable to comment on the same.
- b. The only operational Bank A/c with ICICI Bank is reconciled and the remaining non-operational accounts with various banks wherein the balance aggregates to INR 262.30 lakhs could not be reconciled.
- c. Balance confirmations from all banks with book balance aggregating to INR 319.16 lakhs could not be obtained.

12. Other Bank Balances

Due to lack of relevant information, the Company has not been able to estimate and thereby account for the interest accrued on the deposits for quarter and nine months ending 31st December, 2020.

13. Non-Current Provisions

As per Para 66 of Ind AS 19 – “*Employee Benefits*”,
In order to measure the present value of the post-employment benefit obligations and the related current service cost, it is necessary:

- (a) to apply an actuarial valuation method;*
- (b) to attribute benefit to periods of service; and*
- (c) to make actuarial assumptions*

However, during the quarter and nine months, due to lack of appropriate information, the Company has not been able to obtain an actuarial valuation as required under the provisions of Ind AS 19. Hence, the provisions have been made based on the estimates of last year.

14. Current Borrowings - Term Loans and Debentures

- a. As statutorily required, the IRP made a public announcement on 29th August 2019 inviting claims from creditors of the Company. In response to the public announcement, the IRP received claims of INR 23,37,975.60 lakhs from financial creditors (including INR 1,60,901.18 lakhs from home buyers), INR 1,48,318.95 lakhs from operational creditors, INR 1,164.16 lakhs from the employees and INR 61,649.63/- lakhs from other creditors as on 31st December, 2020. The balance as per the books of accounts are different then the claims lodged as the interest, penal interest charges etc. charged by the bankers have not been completely accounted for by the erstwhile management in the books of accounts.
- b. For the quarter ending on 30th June, 2019, Ind AS adjustments relating to unwinding of finance cost amounting to INR 23.26 lakhs have been made in the books of accounts. However, the relevant documents and calculations could not be obtained from the erstwhile management. Hence similar adjustment, if any, has not been made for subsequent period.

15. Other Current Liabilities

We have not received any workings, calculations or statements quantifying the liabilities of any statutory dues, including Service Tax, VAT, Tax Deducted at Source (TDS) Tax Collected at Source (TCS), Provident Fund, ESIC, Profession

Tax and Goods & Services Tax (GST) for quarter and nine months ending 31st December, 2020. No effect has been given on continuing liability on account of TDS and GST during the current period.

16. Revenue and Other Income:

The Company has not made any adjustments for IND AS recognition of Lease revenue for quarter and nine months ending 31st December, 2020.

17. Ongoing investigations:

The Company is faced with certain on-going investigations initiated by governmental authorities such as Enforcement Directorate (ED), Economic Offences Wing (EOW), Serious Fraud Investigation Office (SFIO) and Central Bureau of Investigation (CBI). However, the outcome of such investigations and its effect on the financial statements cannot be ascertained.

- 18.** As per Regulation 33 of the Listing Regulations, the standalone unaudited financial results of the 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 unaudited financial results. As mentioned above, in view of the ongoing CIRP, the powers of the board of directors stand suspended and are exercised by the Resolution Professional.

MATERIAL UNCERTAINTY RELATING TO GOING CONCERN

The Company has been referred to National Company Law Tribunal under the Insolvency and Bankruptcy Code, 2016 (the Code), and there is considerable decline in level of operations of the Company and it continues to incur losses. The Company is a co-obligor and has received demand notices in respect of borrowings of other obligors / borrowers. Since Corporate Insolvency Resolution Process (CIRP) is currently in progress, as per the Code, it is required that the Company be managed as a going concern during CIRP. Accordingly, the results are continued to be prepared on going concern basis. However, there exists a material uncertainty about the ability of the Company to continue as a "Going Concern". The same is dependent upon the receipt, evaluation and approval of resolution plan/s by the Committee of Creditors and finally to be approved by the Hon'ble National Company Law Tribunal. The appropriateness of the preparation of the results on going concern basis is critically dependent upon completion of the CIRP as specified in the Code. Necessary adjustments required on the carrying amount of assets and liabilities are not ascertainable at this stage.

The outcome of the assumptions and estimates may vary in future due to impact of pandemic. Our conclusion on the Statement is not modified in respect of this matter.

DISCLAIMER OF CONCLUSION

Because of the significance of the matters described under the “Basis for disclaimer of conclusion” para, we have not been able to obtain sufficient appropriate evidence as to whether the Statement has been 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 or state whether the Statement has disclosed the information required to be disclosed in terms of the Regulation, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Dayal and Lohia
Chartered Accountants
Firm Regn. No. 102200W

ANIL
LOHIA

Digitally signed
by ANIL LOHIA
Date: 2022.01.31
17:39:54 +05'30'

Anil Lohia
(Partner)

M. No. 31626

Place : Mumbai
Date : January 31, 2022
UDIN : 22031626AAAABP2979