

June 30<sup>th</sup>, 2021

To,  
The Manager- Listing  
The Listing Department,  
National Stock Exchange of India Limited  
Exchange Plaza, Plot No. C/1, G Block,  
Bandra-Kurla Complex,  
Bandra (East), Mumbai-400051.

**NSE Symbol: PAVNAIND**  
**ISIN- INE07S101020**

**Subject: Outcome of Board Meeting Pursuant to Regulation 30 and Regulation 33 read with Para A of Schedule III of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 held on Wednesday, 30<sup>th</sup> June 2021 through video conferencing.**

Dear Sir,

Pursuant to Regulation 30 and Regulation 33 read with Para A of Schedule III of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby inform you that the Board of Directors of the Company at its Meeting held today, approved following matters-

- Audited Financial Results (Standalone and Consolidated) of the Company for the half year and year ended 31<sup>st</sup> March, 2021.
- Auditor's Report on the Audited Financial Results (Standalone & Consolidated) for the year ended 31<sup>st</sup> March, 2021

Pursuant to Regulation 33(3) (d) of SEBI (LODR) Regulations 2015, we hereby declare that the Statutory Auditors of the Company have issued Auditor Report with unmodified opinion on Standalone & Consolidated Audited Financial Results for the half year and year ended on 31<sup>st</sup> March 2021 and the same was approved at the Board Meeting held today i.e. 30<sup>th</sup> June, 2021.

The Board Meeting commenced at 12:30 PM concluded at 02:30 PM.

Kindly acknowledge the receipt.

Yours faithfully

**For Pavna Industries Limited**

Digitally signed  
by Divyani Koshta  
Date: 2021.06.30  
14:43:28 +05'30'

**Divyani Koshta**  
**Company Secretary & Compliance Officer**  
**M.No. A41635**



**Independent Auditor's Report (Unmodified Opinion) on Audited standalone Half yearly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**INDEPENDENT AUDITOR'S REPORT**

To

**THE BOARD OF DIRECTORS OF PAVNA INDUSTRIES LIMITED**

Report on the audit of the Standalone Financial Results

**Opinion**

We have audited the accompanying standalone half yearly financial results of Pavna Industries Limited for the half year ended 31<sup>st</sup> March, 2021 and the year to date results for the period from 1<sup>st</sup> April, 2020 to 31<sup>st</sup> March, 2021, 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 these standalone financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit/loss and other comprehensive income and other financial information for the half year ended 31<sup>st</sup> March, 2021 as well as the year-to-date results for the period from 1<sup>st</sup> April, 2020 to 31<sup>st</sup> March, 2021.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the



Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Management's Responsibilities for the Standalone Financial Results**

These half yearly financial results as well as the year-to-date standalone financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these 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 Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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 standalone financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

Our objectives are to obtain reasonable assurance about whether the 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 standalone financial results.

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



- Identify and assess the risks of material misstatement of the 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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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 standalone financial results, including the disclosures, and whether the 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.

**Place:-ALIGARH**  
**Date: 30/06/2021**  
**UDIN:21076273AAAADN6958**



**For DAS MAHESHWARI & COMPANY**  
**Chartered Accountants**  
**FRN: 007259C**

*Ghanshyam Das Maheshwari*

**GHANSHYAM DAS MAHESHWARI**  
**(Partner )**  
**Membership No. 076273**

STATEMENT OF AUDITED STANDALONE ASSETS AND LIABILITIES			
(As per Schedule III of the Companies Act, 2013 and Non Ind AS)			
FOR THE YEAR ENDED 31ST MARCH, 2021			
(Rs. In Lakh)			
		STANDALONE	
SI No	PARTICULARS	As at 31st March, 2021	As at 31st March, 2021
I	<b>EQUITY AND LIABILITIES</b>		
1	<b>Shareholders' Funds</b>		
a	Share Capital	609.04	259.40
b	Reserves & Surplus	3,952.04	2,283.11
c	Money received against share warrants	-	-
	<b>Sub-total - Shareholders' funds</b>	<b>4,561.08</b>	<b>2,542.51</b>
		-	-
2	<b>Share application money pending allotment</b>	-	-
3	<b>Non-Current Liabilities</b>		
a	Long-term Borrowings	1,821.68	2,076.30
b	Deferred Tax Liabilities (Net)	114.55	33.80
c	Other long-term liabilities	-	-
d	Long-term provisions	98.88	124.73
	<b>Sub-total - Non-current liabilities</b>	<b>2,035.10</b>	<b>2,234.84</b>
		-	-
4	<b>Current Liabilities</b>		
a)	Short-term Borrowings	2,460.79	1,761.29
b)	Trade Payables	2,492.80	1,866.06
c)	Other Current Liabilities	533.49	888.24
d)	Short-Term Provisions	448.34	143.40
	<b>Sub-total - Current liabilities</b>	<b>5,935.42</b>	<b>4,658.99</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>12,531.61</b>	<b>9,436.34</b>
II	<b>ASSETS</b>		
1	<b>Non-Current Assets</b>		
a	Fixed assets (Tangible Assets)	4,641.21	4,356.83
b	Non-current investments	964.03	781.74
c	Deferred tax assets (net)	-	-
d	Long-term loans and advances	375.38	101.72
e	Other non-current assets	-	-
	<b>Sub-total - Non-current assets</b>	<b>5,980.61</b>	<b>5,240.30</b>
2	<b>Current Assets</b>		
a	Current investments	-	-
b	Inventories	2,925.49	1,811.66
c	Trade receivables	2,794.61	1,922.94
d	Cash and cash equivalents	27.78	31.55
e	Short-term loans and advances	759.58	349.86
f	Other Current Assets	43.54	80.03
	<b>Sub-total - Current assets</b>	<b>6,550.99</b>	<b>4,196.04</b>
	<b>Total -Assets</b>	<b>12,531.61</b>	<b>9,436.34</b>

**Statement of Standalone Audited Results (As per Schedule III of the Companies Act, 2013 and Non- Ind AS)**

**For the Half year ended on 31st March, 2021**

(Rs. In Lakh) (Except Earning Per Share)

PARTICULARS	STANDALONE			
	Half Year Ended		Year Ended	
	31/03/2021	30/09/2020	31/03/2021	31/03/2020
	Audited	Audited	Audited	Audited
<b>Income</b>				
i Revenue from Operations (Net)	11,954.88	5,166.82	17,121.70	13,620.11
ii Other Income	9.60	4.81	14.41	11.11
<b>iii Total income (i+ii)</b>	<b>11,964.48</b>	<b>5,171.63</b>	<b>17,136.11</b>	<b>13,631.21</b>
<b>iv Expenses:</b>				
(a) Cost of materials consumed	8,532.37	3,538.41	12,070.78	8,987.57
(b) Purchase of stock-in-trade	-	-	-	-
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(522.89)	(198.48)	(721.36)	(847.06)
(d) Employee benefits Expenses	1,128.81	596.12	1,724.92	1,637.85
(e) Finance Cost	235.63	209.47	445.10	321.32
(f) Depreciation & amortisation expense	201.32	154.20	355.52	415.88
(g) Other Expenses	1,693.36	826.23	2,519.59	2,369.33
<b>Total Expenses (a to g)</b>	<b>11,268.60</b>	<b>5,125.95</b>	<b>16,394.56</b>	<b>12,884.88</b>
	-	-	-	-
<b>v Profit / (Loss) before exceptional and extraordinary items and Tax (iii-iv)</b>	<b>695.88</b>	<b>45.68</b>	<b>741.55</b>	<b>746.33</b>
vi Exceptional Items	-	-	-	-
<b>vii Profit / (Loss) before extraordinary items and tax (v-vi)</b>	<b>695.88</b>	<b>45.68</b>	<b>741.55</b>	<b>746.33</b>
<b>viii Extraordinary items (net of tax)</b>				
Less: Profit/(Loss) on sale of Fixed Asset	-	34.24	34.24	(15.30)
Less: Profit/(Loss) on sale of Investment	-	-	-	(118.53)
Less: Currency Fluctuation	-	-	-	(2.78)
<b>ix Profit / (Loss) before tax (vii-viii)</b>	<b>695.88</b>	<b>79.92</b>	<b>775.80</b>	<b>609.72</b>
<b>x Tax Expense</b>				
Current Tax	165.44	-	165.44	179.52
Deferred Tax	27.96	52.78	80.74	24.54
<b>xi Net Profit / (Loss) for the period (ix + x)</b>	<b>502.48</b>	<b>27.13</b>	<b>529.62</b>	<b>405.67</b>
<b>xii Paid-up equity share capital</b>	<b>609.04</b>	<b>518.80</b>	<b>609.04</b>	<b>259.40</b>
Face Value of Shares (Rs)	10	10	10	10
<b>xiii Earnings Per Share (before extraordinary items)</b>				
Basic	8.25	0.52	8.70	7.82
Diluted	8.25	0.52	8.70	7.82

**Notes**

1	The above Financial Results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at the meeting held on 30th June, 2021
2	The Audited Standalone Financial Result have been prepared in accordance with the Accounting Standards as notified under section 133 of the Companies Act, 2013 read with relevant rules made thereunder and other accounting principles generally accepted in India as amended from time to time.
3	In accordance with Regulation 33 of SEBI (LODR) Regulation 2015, the above Audited Standalone Financial Results of the Company are posted on Company's website (www.pavnagroup.com) and on the website of NSE Limited (https://www.nseindia.com) where the Company's shares are listed.
4	The figures for the half year ended 31st March, 2021 are the balancing figures between the audited figures in respect of the full financial year.
5	The IPO expenses incurred by the Company amounting to Rs. 28.40 lakhs has been debited to the statement of Profit & Loss account for the half year ended 31st March, 2021.
6	The Company operates in a single segment only i.e. Manufacturing of Auto Mobile Parts for two and three wheelers.
7	The Company has issued and allotted 902400 equity shares of Rs. 10/- each at a price of Rs. 165/- per shares through an Initial Public Offer aggregating to Rs. 1488.96 lakhs. The Net Issue Proceeds, after excluding Expenses is Rs. 1462.48 Lakh. The detail of utilization of Net IPO Proceeds is mentioned below;

Particulars	As per Prospectus	Actual Utilization (as on 31.03.2021)	Pending for utilization (31.03.2021)
Repayment of unsecured loan	1300.00	1300.00	0.00
General Corporate Expenses	162.48	162.48	0.00
<b>Total</b>	<b>1462.48</b>	<b>1462.48</b>	<b>0.00</b>

8 Figures for the previous period/Year have been re-grouped/reworked/re-arranged whenever necessary, to make them comparable.

**PAVNA INDUSTRIES LIMITED, ALIGARH**  
**(FORMERLY KNOWN AS PAVNA ZADI SECURITY SYSTEMS LIMITED)**

**CIN : U34109UP1994PLC016359**

**CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH 2021**

Particulars	Financial Year Ended	
	2021	2020
<b>Cash Flow From Operating Activities</b>		
Net Profit Before Tax	77,579,550.83	61,250,599.32
Adjustments for :		
Prior period adjustment	-	(278,217.60)
Depreciation/Amortisation	35,490,982.00	41,587,804.00
Loss/Profit on sale of asset	(3,424,079.00)	1,529,874.00
Loss on sale of shares	-	11,852,500.00
Interest Received	(100,039.00)	(97,039.00)
Finance cost	44,510,303.14	32,131,536.69
FBT Write off	80,313.00	-
<b>Operating Profit Before Working Capital Adjustment</b>	<b>154,137,030.97</b>	<b>147,977,057.41</b>
<b>Adjustment for Changes in Working Capital</b>		
Trade and other payable	62,673,563.58	9,983,791.86
Long-term provisions	(2,585,000.00)	2,049,000.00
Short-term provisions	30,493,866.15	(301,558.85)
Other Current Liabilities	(35,474,835.09)	47,621,898.55
Trade and other Recievables	(87,166,964.04)	(3,570,443.75)
Long Term Loans & Advances	(27,366,000.00)	2,072,000.00
Short Term Loans & Advances	(41,052,943.48)	(39,139.04)
Other Current Assets	3,649,342.38	(6,853,474.00)
Inventories	(111,382,950.00)	(130,641,100.00)
<b>Cash Flow Generated from Operations</b>	<b>(54,074,889.53)</b>	<b>68,298,032.18</b>
Taxes Paid	16,543,533.61	17,951,638.00
<b>Net Cash flow from Operating activities (A)</b>	<b>(70,618,423.14)</b>	<b>50,346,394.18</b>
<b>Cash Flow From Investing Activities</b>		
(Purchase)/Sale of Fixed Assets	(63,928,179.51)	(247,543,387.27)
Change in Current investment	(18,228,200.00)	34,930,530.00
Loss on sale of fixed asset	3,424,079.00	(13,382,374.00)
Interest Received	100,039.00	97,039.00
<b>Net Cash Flow from Investing Activites ( B)</b>	<b>(78,632,261.51)</b>	<b>(225,898,192.27)</b>
<b>Cash Flow From Financing Activities</b>		
Issue of Share Capital	148,896,000.00	
Proceeds from/ (Repayment of ) Borrowing	44,487,071.77	205,585,915.76
Finance cost	(44,510,303.14)	(32,131,536.69)
<b>Net Cash Flow From Financing Activities (C)</b>	<b>148,872,768.63</b>	<b>173,454,379.07</b>
<b>Net Increase/ ( Decrease) in Cash and Cash Equivalents ( A + B + C )</b>	<b>(377,916.02)</b>	<b>(2,097,419.02)</b>
Cash & Cash equivalent at the beginning of the year	3,155,473.24	5,252,893.46
<b>Cash &amp; Cash Equivalent at the end of the year</b>	<b>2,777,557.22</b>	<b>3,155,474.44</b>

Cash and cash equivalents comprises of :

Particulars	Year Ended March 31	Year Ended March 31
	2021	2020
Cash-in-Hand	590,157.45	784,935.81
Balance with Banks	599,741.50	897,272.03
Balance in FD	1,587,658.00	1,473,266.00
<b>Total</b>	<b>2,777,556.95</b>	<b>3,155,473.84</b>

Notes:

- a. The above financial results were reviewed and recommended by the Audit Committee of the Company at their meeting held on Wednesday, 30<sup>th</sup> June 2021 and the same were approved by the Board of Directors of the Company at their meeting held on Wednesday, 30<sup>th</sup> June 2021.
- b. figures of last half year ended 31<sup>st</sup> March, 2021 are the balancing figures between audited figures in respect of the full financial year ended 31<sup>st</sup> March 2021 and audited figure in first half year ended 30<sup>th</sup> September, 2020.
- c. The Company's shares are listed on National Stock Exchange (Emerge Platform) wef. 09<sup>th</sup> March, 2021.
- d. The Company completed the Initial Public Offer ('IPO') its equity shares during the year in March 2021. Pursuant to IPO, the Company allotted 902400 equity shares of Rs. 10 each at Premium of Rs. 155 each through Initial Public Offer. The total share premium arising on IPO amounting to INR 13.99 cr. has been accounted under securities premium reserve.
- e. The management has assessed the potential impact of COVID-19 on the Financial Results of the Company. In assessing the carrying value of its assets, the Company has considered internal and external information up to the date of approval of these financial results including economic forecast. The Company expects to recover the carrying amount of these assets. The Company will keep monitoring any future material changes due to global pandemic estimate as at the date of approval of these financial results.
- f. The Company is engaged in the business of manufacturing of auto mobile parts to use in two and three wheelers. There is no segment reporting applicable on the Company.

**For Pavna Industries Limited**



**Swapnil Jain**  
**Managing Director**  
**DIR- 1542555**





**Independent Auditor's Report (Unmodified Opinion) On consolidated audited half yearly and year to date financial results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

### INDEPENDENT AUDITOR'S REPORT

TO

**THE BOARD OF DIRECTORS OF PAVNA INDUSTRIES LIMITED**

Report on the audit of the Consolidated Financial Results

#### Opinion

We have audited the accompanying Statement of Consolidated Financial Results of Pavana Industries Limited ("Holding company") and its subsidiaries (holding company and its subsidiaries together referred to as "the Group"), for the half year ended 31<sup>st</sup> March, 2021 and for the period from 1<sup>st</sup> April, 2020 to 31<sup>st</sup> March, 2021 ("the Statement"), being submitted by the holding company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

Attention is drawn to the fact that the consolidated figures for the corresponding half year ended 31<sup>st</sup> March, 2021 and the corresponding period from 1<sup>st</sup> April, 2020 to 31<sup>st</sup> March, 2021, as reported in these financial results have been approved by the holding company's Board of Directors, but have not been subjected to audit.

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on separate financial statements/ financial information of subsidiaries, the Statement:

- a) includes the results of the following entities:
  - 1) Pavana Marketing Private Limited (PMPL)
  - 2) Pavana Sunworld Autotech Private Limited (PSAPL)
  - 3) Swapnil Switches Private Limited (SSPL)
  - 4) Pavana Auto Engineers Private Limited (PAEPL)
- b) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations, as amended; and



- c) gives a true and fair view, in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of consolidated total comprehensive income (comprising of net [profit/loss] and other comprehensive income/ loss) and other financial information of the Group for the half year ended 31<sup>st</sup> March,2021 and for the period from 1<sup>st</sup> April,2020 to 31<sup>st</sup> March,2021.

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group, its associates and jointly controlled entities in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports, is sufficient and appropriate to provide a basis for our opinion.

### **Management's Responsibilities for the Consolidated Financial Results**

These half yearly financial results as well as the year to date consolidated financial results have been prepared on the basis of the interim financial statements.

The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit/ loss and other comprehensive income and other financial information of the Group including its associates and jointly controlled entities in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associates and jointly controlled entities 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 consolidated financial results that give a true and fair view and are



free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for assessing the ability of the Group and of its associates and jointly controlled entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its associates and jointly controlled entities.

#### Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial results.

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

- Identify and assess the risks of material misstatement of the consolidated 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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on



the ability of the Group and its associates and jointly controlled entities to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated 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 Group and its associates and jointly controlled entities to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associates and jointly controlled entities to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

### **Other Matters**

The consolidated Financial Results include the audited Financial Results of four subsidiaries, whose Financial Results reflect Group's share of total assets of Rs. 3,703.75 Lakhs as at 31<sup>st</sup> March,2021, Group's share of total revenue of Rs. 3,183.04 Lakhs and Rs. 4,819.02 Lakhs and Group's share of total net profit/(loss) after tax of Rs. 135.47 Lakhs and Rs. 191.13 Lakhs for the half year ended 31<sup>st</sup> March,2021 and for the period from 1<sup>st</sup> April,2020 to 31<sup>st</sup> March,2021 respectively, as considered in the consolidated Financial Results, which have been audited by their respective independent auditors. The




independent auditors' reports on Financial Results of these entities have been furnished to us and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

Our opinion on the consolidated Financial Results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results certified by the Board of Directors.

Place:-ALIGARH  
Date: 30/06/2021  
UDIN:21076273AAAADO7983



For DAS MAHESHWARI & COMPANY  
Chartered Accountants  
FRN: 007259C

  
GHANSHYAM DAS MAHESHWARI  
(Partner )  
Membership No. 076273

<b>STATEMENT OF AUDITED CONSOLIDATE ASSETS AND LIABILITIES</b>			
<b>(As per Schedule III of the Companies Act, 2013 and Non Ind AS)</b>			
<b>FOR THE YEAR ENDED 31ST MARCH, 2021</b>			
<b>(Rs. In Lakh)</b>			
		<b>CONSOLIDATE</b>	
<b>SI No</b>	<b>PARTICULARS</b>	<b>As at 31st March, 2021</b>	<b>As at 31st March, 2021</b>
<b>I</b>	<b>EQUITY AND LIABILITIES</b>		
1	<b>Shareholders' Funds</b>		
a	Share Capital	609.04	259.40
b	Reserves & Surplus	4,180.81	2,418.23
	<b>Sub-total - Shareholders' funds</b>	<b>4,789.85</b>	<b>2,677.63</b>
2	<b>Minority Interest</b>	<b>905.92</b>	<b>814.69</b>
3	<b>Non-Current Liabilities</b>		
a	Long-term Borrowings	2,185.89	2,084.54
b	Deferred Tax Liabilities (Net)	112.91	27.03
c	Other long-term liabilities	55.00	55.00
d	Long-term provisions	177.41	254.67
	<b>Sub-total - Non-current liabilities</b>	<b>2,531.21</b>	<b>2,421.24</b>
3	<b>Current Liabilities</b>		
a)	Short-term Borrowings	3,311.69	2,530.91
b)	Trade Payables	3,331.29	2,338.29
c)	Other Current Liabilities	769.17	1,045.32
d)	Short-Term Provisions	596.24	207.53
	<b>Sub-total - Current liabilities</b>	<b>8,008.39</b>	<b>6,122.05</b>
	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>16,235.35</b>	<b>12,035.61</b>
<b>II</b>	<b>ASSETS</b>		
1	<b>Non-Current Assets</b>		
a	<b>Fixed assets</b>		
i	Tangible Assets	5,235.56	4,499.42
ii	Intangible Assets	25.00	25.00
b	Long-term loans and advances	1,187.64	805.78
c	Other non-current assets	7.16	2.09
	<b>Sub-total - Non-current assets</b>	<b>6,455.37</b>	<b>5,332.28</b>
2	<b>Current Assets</b>		
a	Inventories	4,635.25	2,789.22
b	Trade receivables	3,845.61	2,958.77
d	Cash and cash equivalents	64.04	146.33
e	Short-term loans and advances	1,141.99	696.43
f	Other Current Assets	93.09	112.56
	<b>Sub-total - Current assets</b>	<b>9,779.98</b>	<b>6,703.31</b>
	<b>Total -Assets</b>	<b>16,235.35</b>	<b>12,035.61</b>

**Statement of Consolidate Audited Results (As per Schedule III of the Companies Act, 2013 and Non-Ind AS)**

**For the Half year ended on 31st March, 2021**

**(Rs. In Lakh) (Except Earning Per Share)**

PARTICULARS	CONSOLIDATE	
	Year Ended	
	31/03/2021	31/03/2020
<b>Income</b>		
i Revenue from Operations (Net)	21,940.72	17,969.47
ii Other Income	19.09	13.38
iii <b>Total income (i+ii)</b>	<b>21,959.81</b>	<b>17,982.85</b>
iv <b>Expenses:</b>		
(a) Cost of materials consumed	15,166.85	12,024.51
(b) Changes in inventories	(1,289.47)	(1,388.80)
(c) Employee benefits Expenses	2,352.78	2,216.62
(e) Finance Cost	536.77	381.13
(f) Depreciation & amortisation expense	404.00	437.04
(g) Other Expenses	3,723.85	3,260.24
<b>Total Expenses (a to g)</b>	<b>20,894.79</b>	<b>16,930.76</b>
v <b>Profit / (Loss) before exceptional and extraordinary items and Tax (iii-iv)</b>	<b>1,065.02</b>	<b>1,052.09</b>
vi <b>Extraordinary items (net of tax)</b>		
Less: Profit/(Loss) on sale of Fixed Asset	-	(15.30)
Less: Profit/(Loss) on sale of Investment	-	(118.53)
Less: Currency Fluctuation	-	(2.78)
Less: Bonus	(6.00)	-
vii <b>Profit / (Loss) before tax (vii-viii)</b>	<b>1,059.02</b>	<b>915.48</b>
viii <b>Tax Expense</b>		
Current Tax	252.40	261.62
Deferred Tax	85.88	22.90
ix <b>Net Profit / (Loss) for the period (ix + x)</b>	<b>720.75</b>	<b>630.96</b>
<b>Net Profit Attributable to Minority</b>	<b>97.61</b>	<b>204.86</b>
<b>Net Profit transferred to Reserves</b>	<b>623.13</b>	<b>426.10</b>
Basic	-	-
Diluted	-	-

**Notes**

1	The above Financial Results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at the meeting held on 30th June, 2021
2	The Audited Standalone Financial Result have been prepared in accordance with the Accounting Standards as notified under section 133 of the Companies Act, 2013 read with relevant rules made thereunder and other accounting principles generally accepted in India as amended from time to time.
3	In accordance with Regulation 33 of SEBI (LODR) Regulation 2015, the above Audited Consolidate Financial Results of the Company are posted on Company's website ( <a href="http://www.pavnagroup.com">www.pavnagroup.com</a> ) and on the website of NSE Limited ( <a href="https://www.nseindia.com">https://www.nseindia.com</a> ) where the Company's shares are listed.
4	The figures for the half year ended 31st March, 2021 are the balancing figures between the audited figures in respect of the full financial year.
6	The Company operates in a single segment only i.e. Manufacturing of Auto Mobile Parts for two and three wheelers.

**CONSOLIDATE CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH 2021**

		(Rs. in Lakh)	
Particulars	Financial Year Ended		
	31.03.2021	31.03.2020	
<b>A</b>	<b>Cash Flow From Operating Activities</b>		
	Net Profit Before Tax	1,059.02	915.48
	Adjustments for :		
	Depreciation/Amortisation	404.00	436.82
	Loss/Profit on sale of asset	-	15.30
	Loss on sale of shares	-	118.53
	Prior Period	-	2.78
	Interest Received	(1.77)	(1.50)
	Finance cost	536.77	381.13
	FBT Write off	0.80	-
	<b>Operating Profit Before Working Capital Adjustment</b>	<b>1,998.83</b>	<b>1,868.54</b>
	Adjustment for Changes in Working Capital		
	Trade and other payable	992.99	642.00
	Long-term provisions	(77.26)	9.59
	Short-term provisions	388.71	521.81
	Other Long Term Liabilities	-	55.00
	Other Current Liabilities	(276.15)	77.13
	Trade and other Recievables	(886.84)	(443.29)
	Long Term Loans & Advances	(381.86)	(682.83)
	Short Term Loans & Advances	(445.56)	(319.87)
	Other Non Current Assets	(5.07)	(0.07)
	Other Current Assets	19.48	(101.28)
	Inventories	(1,846.03)	(1,900.89)
	<b>Cash Flow Generated from Operations</b>	<b>(518.76)</b>	<b>(274.15)</b>
	Taxes Paid	261.16	262.54
	<b>Net Cash flow from Operating activities (A)</b>	<b>779.92</b>	<b>536.69</b>
<b>B.</b>	<b>Cash Flow From Investing Activities</b>		
	(Purchase)/Sale of Fixed Assets	(1,138.45)	(2,499.58)
	Purchase of Technical Know How	-	(25.00)
	Purchase / Sale of Investment	-	349.31
	Loss on sale of fixed asset	-	(15.30)
	Loss on Sale of Shares	-	(118.53)
	Interest Received	1.77	1.50
	<b>Net Cash Flow from Investing Activites ( B)</b>	<b>(1,136.68)</b>	<b>(2,307.60)</b>
<b>C</b>	<b>Cash Flow From Financing Activities</b>		
	Issue of Capital	90.24	162.46
	Security Premium	1398.72	644.27
	Proceeds from/ (Repayment of ) Borrowing	882.12	2365.43
	Finance cost	(536.77)	(381.13)



<b>Net Cash Flow From Financing Activities (C)</b>	<b>1,834.31</b>	<b>2,791.02</b>
<b>Net Increase/ (Decrease) in Cash and Cash Equivalents ( A + B + C )</b>	<b>(82.29)</b>	<b>(53.28)</b>
Cash & Cash equivalent at the beginning of the year	146.33	199.61
Cash & Cash Equivalent at the end of the year	64.04	146.33
<b>Cash and cash equivalents comprises of :</b>		
Particulars	<b>31.03.2021</b>	<b>31.03.2020</b>
Cash-in-Hand	20.79	30.86
Balance with Banks	16.20	90.26
Balance in FD	27.06	25.21
<b>Total</b>	<b>64.04</b>	<b>146.33</b>



Notes:

- a. The above financial results were reviewed and recommended by the Audit Committee of the Company at their meeting held on Wednesday, 30<sup>th</sup> June 2021 and the same were approved by the Board of Directors of the Company at their meeting held on Wednesday, 30<sup>th</sup> June 2021.
- b. figures of last half year ended 31<sup>st</sup> March, 2021 are the balancing figures between audited figures in respect of the full financial year ended 31<sup>st</sup> March 2021 and audited figure in first half year ended 30<sup>th</sup> September, 2020.
- c. The Company's shares are listed on National Stock Exchange (Emerge Platform) wef. 09<sup>th</sup> March, 2021.
- d. The Company completed the Initial Public Offer ('IPO') its equity shares during the year in March 2021. Pursuant to IPO, the Company allotted 902400 equity shares of Rs. 10 each at Premium of Rs. 155 each through Initial Public Offer. The total share premium arising on IPO amounting to INR 13.99 cr. has been accounted under securities premium reserve.
- e. The management has assessed the potential impact of COVID-19 on the Financial Results of the Company. In assessing the carrying value of its assets, the Company has considered internal and external information up to the date of approval of these financial results including economic forecast. The Company expects to recover the carrying amount of these assets. The Company will keep monitoring any future material changes due to global pandemic estimate as at the date of approval of these financial results.
- f. The Company is engaged in the business of manufacturing of auto mobile parts to use in two and three wheelers. There is no segment reporting applicable on the Company.

**For Pavna Industries Limited**



**Swapnil Jain**  
**Managing Director**  
**DIR- 1542555**