



AN ISO 9001 & A WHO GMP CERTIFIED COMPANY



To,

Date: 09.07.2021

1. BSE Limited, P.J. Towers, Dalal Street, Mumbai - 400001	2. National Stock Exchange of India Limited Bandra - Kurla Complex, Bandra (East) Mumbai 400051
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Dear Sir/Madam,

Sub: Outcome of the adjourned Board meeting held on 09.07.2021

Ref: Our Company's letters dated 08.07.2021 and 30.06.2021

BSE Scrip Code 539287, NSE- ORTINLAB

With reference to the subject cited, this is to inform the Exchange that at the adjourned meeting of the Board of Directors of Ortin Laboratories Limited held on Friday, 09.07.2021 at 4:00 p.m. at the registered office of the company the following were considered and approved:

1. Audited financial results for the quarter and year ended 31.03.2021. **(Enclosed)**
2. Auditors Report along with Declaration as per Regulation 33 of SEBI (LO&DR) Regulations, 2015 for year ended 31.03.2021. **(Enclosed)**

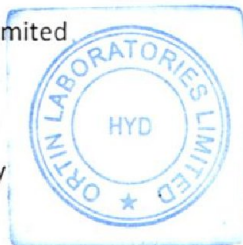
The meeting concluded at 5:00 P.M.

This is for the information and records of the Exchange, please.

Thanking you.

Yours sincerely,
For Ortin Laboratories Limited

S. Murali Krishna Murthy
Managing Director
DIN: 00540632



Encl: as above



AN ISO 9001 & A WHO GMP CERTIFIED COMPANY

Profit and Loss statement for the Quarter and Year ended 31ST MARCH, 2021

(Rs. In Lakhs)

Particulars		STANDALONE FINANCIALS				
		Quarter Ended		Year Ended		
		31-03-21	31-12-20	31-03-20	31-03-21	31-03-20
		Audited	Unaudited	Audited	Audited	Audited
I	Revenue From Operations	175.73	5177.21	7,224.74	816.74	19,739.10
II	Other Income	5.01	11.67	11.67	5.01	18.81
III	Total Revenue (I+II)	180.73	5188.88	7236.41	821.75	19,757.91
IV	Expenses					
	Cost of Materials Consumed	58.94	4641.57	7124.57	407.82	16,514.98
	Purchases of Stock-in-trade				-	-
	Changes in inventories of finished goods Work-in-progress and Stock-in-trade	(52.69)	(688.69)	(1621.30)	(12.80)	(1,052.79)
	Employee benefits expense	43.42	182.58	179.10	105.22	535.69
	Finance Costs	19.36	86.04	97.95	87.35	320.84
	Depreciation and Amortisation expense	7.20	53.24	48.63	28.54	195.50
	Other Expenses	104.95	825.53	1019.98	191.98	3,171.83
	Total Expenses	181.18	5100.26	6848.92	808.11	19686.05
V	Profit/ (Loss) before Exceptional Items and tax (III-IV)	(0.45)	88.62	387.49	13.65	71.85
VI	Exceptional Items	-	-	-	-	-
VII	Profit / (Loss) from before tax (V-VI)	(0.45)	88.62	387.49	13.65	71.85
VIII	Tax Expense:					
1	Current Tax	5.70	19.08	22.25	5.70	22.25
2	Deferred Tax	(86.60)	9.98	121.99	(86.60)	22.68
3	Taxes of Earlier Years			71.37	-	83.32
IX.	Profit/ (Loss) for the period from continuing operations (IX-X)	80.45	59.56	171.88	94.55	-56.39
X	Profit/ (Loss) from discontinuing operations	-	-	-	-	-
XI	Tax Expense of discontinuing operations	-	-	-	-	-
XII	Profit/ (Loss) from discontinuing operations after tax	-	-	-	-	-
XIII	Profit/(loss) for the Period (IX+XII)	80.45	59.56	171.88	94.55	-56.39
XIV	Other Comprehensive Income					
A).	(i) Items that will not be recycled to profit or loss	-	-	(95.42)	-	(95.42)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	24.02	-	24.02
B).	(i) Items that may be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax on items that may be reclassified to profit or loss	-	-	(71.41)	-	(71.41)
	Total Comprehensive Income	80.45	59.56	100.47	94.55	(127.80)
XV	Total Comprehensive Income for the period (XIII+XIV)	80.45	59.56	100.47	94.55	(127.80)
XVI	Earnings Per Equity Share of face value of Rs.5/- each)(for Continuing operations):					
	1) Basic	0.99	0.35	1.01	1.16	(0.33)
	2) Diluted	0.99	0.35	1.01	1.16	(0.33)
XVII	Earnings Per Equity Share of face value of Rs.5/- each) (for Discontinuing operations):					
	1) Basic	0.00	0.00	0.00	0.00	0.00
	2) Diluted	0.00	0.00	0.00	0.00	0.00
XVIII	Earnings Per Equity Share of face value of Rs.10/- each) (for Continued and Discontinuing operations):					
	1) Basic	0.99	0.35	1.01	1.16	(0.33)
	2) Diluted	0.99	0.35	1.01	1.16	(0.33)
XIX	Paid-up equity share capital (Face Value of Rs.10/- per share)	813.14	1,694.04	1,694.04	813.14	1694.04
XX	Other Equity					687.55

NOTES:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 09.07.2021 in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- The company adopted the Indian Accounting standards (Ind AS) and accordingly these results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS- 34 "Interim Financial Reporting" prescribed under Section 133 of Companies Act, 2013 read with the relevant rules issued thereunder and other accounting pronouncements generally accepted in India. The Ind-AS Compliant Standalone Financial results for the corresponding quarter and Year ended 31.03.2021 have been stated in terms of SEBI Circular dated July, 05, 2016.
- The results are also available on the website of the Company www.ortinlabsindia.com
- As per the Orders dated 24.12.2020 of the Hon'ble NCLT, Hyderabad Bench, the Unit II of Ortin Laboratories Limited (API Intermediates) was demerged/hived off with Vineet Laboratories Limited w.e.f. appointed date i.e. 01.04.2020. Accordingly, the audited financial results of the quarter and year ended 31.03.2021 are considered for the Unit I only and the financials of Unit II which is demerged into Vineet Laboratories Limited is not included in the quarter and year ended 31.03.2021. The financial data for the quarter ended 31.12.2020 and quarter and year ended 31.03.2020 contains the financials for both Unit I and Unit II.
- Figures of the corresponding previous periods are not comparable as the Unit II of the company has been demerged and all assets, liabilities, income and expenses relating to Unit II has been transferred to demerged entity.
- Figures of the corresponding previous periods are regrouped and reclassified wherever considered necessary to correspond with current period's presentation.
- The Company is operating only in one segment i.e., manufacturing and trading of drug formulations, therefore segment reporting as per Ind AS -108 is not applicable.
- The results for the quarter ended 31st March, 2021 and 31st March, 2020 being the balancing figure of the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the respective financial years, which were subject to limited review by the auditors.



Corp. & Regd. Office : Door No. 3-4-512/35 (43/4RT), Opp to Barkatpura Park, Housing Board Colony, Barkatpura Hyderabad - 500 027, Telangana, INDIA. Phone : +91 40 27562055 / +91 40 27567266

website : www.ortinlabsindia.com Email : info@ortinlabsindia.com

CIN : L24110TG1986PLC006885



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Statement of Financial Position as at March 31, 2021

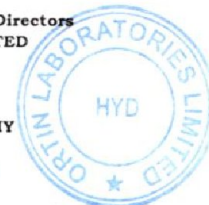
Rs. In Lakhs

	Particulars	As at Mar 31, 2021	As at Mar 31, 2020
I	ASSETS		
1	Non-current assets		
	(a) Property, plant and equipment	1,437.66	2,245.17
	(b) Right to use assets	-	-
	(c) Capital work in progress	42.96	42.96
	(d) Investment properties	-	-
	(e) Good will	-	-
	(f) Other intangible Assets	-	-
	(g) Intangible Assets under Development	-	-
	(h) Biological Assets other than Bearer Plants	-	-
	(d) Financial assets	-	-
	(i) Investments	0.00	6.96
	(ii) Trade receivables	-	-
	(iii) Loans & Advances	33.44	87.44
	(vi) other Financial assets	-	-
	(e) Deferred Tax Asset (Net)	-	-
	(f) Other non-current asset	-	28.04
	Total non-current assets (A)	1,514.06	2,410.57
2	Current assets		
	(a) Inventories	183.17	4,990.06
	(a) Financial assets	-	-
	(i) Investments	-	-
	(ii) Trade receivables	391.48	3,715.29
	(iii) Cash and cash equivalents	2.51	95.24
	(iv) Bank Balances other than (iii) above	15.09	154.58
	(v) Loans	-	-
	(iv) other financial assets	-	34.95
	(b) Current Tax Asset (Net)	-	-
	(c) Other current assets	20.27	251.09
	Total current assets (B)	612.53	9,241.20
	Non Current Assets Classified as Held for Sale(C)	-	-
	Total assets (A+B+C)	2,126.59	11,651.78
II	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity share capital	813.14	1,694.04
	(b) Other equity	322.41	687.55
	Total equity (A)	1,135.55	2,381.59
2	Liabilities		
(i)	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	144.18	490.25
	(ii) Trade Payables	-	-
	(iii) Other Financial Liabilities	-	-
	(b) Long term provisions	17.84	143.40
	(c) Deferred tax Liabilities(Net)	40.21	253.63
	(d) Other non Current Liabilities	0.21	0.21
	Total non-current liabilities (B)	202.44	887.49
(ii)	Current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	550.00	1,466.69
	(ii) Trade payables	133.84	6,000.15
	(iii) Other financial liabilities	-	599.74
	(b) Short term provisions	24.71	80.00
	(c) Other current liabilities	80.06	236.12
	(d) Current Tax Liabilities (net)	-	-
	Total current liabilities (C)	788.60	8,382.70
	Total liabilities (D+B+C)	991.04	9,270.19
	Total equity and liabilities (A+D)	2,126.59	11,651.78

The notes are an integral part of the financial statements

For and on the Behalf of Board of Directors
ORTIN LABORATORIES LIMITED

S. MURALI KRISHNA MURTHY
Managing Director
DIN: 00540632



Place: Hyderabad
Date : 09/07/2021



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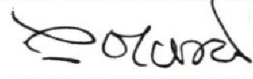


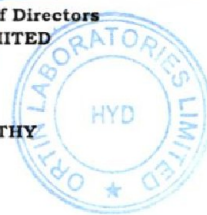
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st March, 2021

Rs.In Lakhs

Particulars	31-03-2021 (₹)	31-03-2020 (₹)
A. CASH FROM OPERATING ACTIVITIES		
(Loss)/Profit before tax and extraordinary items	13.65	71.85
Adjustment for:		
Finance costs recognised in profit or loss	87.35	320.84
Depreciation and amortisation of non-current assets	28.54	195.50
Investment at fair value	-	1.44
Provision for gratuity	-	21.79
provision for leave encashment	-	1.28
Operating Profit before Working Capital Changes	129.54	612.70
Movement for Working Capital:		
(Increase)/ decrease in trade and other receivables	3,323.81	67.75
(Increase)/decrease in inventories	4,806.89	(1,294.36)
(Increase)/decrease in other financial assets	88.95	442.80
(Increase)/decrease in other assets	230.82	(251.09)
Increase/ (Decrease) in trade and other payables	(5,866.31)	1,240.50
Increase/(decrease) in other financial liabilities	(599.19)	(268.01)
Increase/(decrease) in provisions	(183.06)	(44.37)
(Decrease)/increase in other current and non current liabilities	(156.06)	193.65
Changes in non current assets and liabilities		
Decrease/(Increase) in Other non Current Assets	28.04	6.42
(Decrease)/Increase in Other non Current Liabilities	-	(292.39)
changes in working capital	1,673.89	(199.11)
Cash generated from operations	1,803.43	413.59
- Income taxes paid	-	(83.32)
Net Cash flow before extraordinary items	1,803.43	330.27
-Extraordinary & Prior period items	-	-
NET CASH FROM OPERATING ACTIVITIES	1,803.43	330.27
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Payments to acquire financial assets	-	(312.02)
Changes in other Non Current Financials assets	-	10.45
Changes in other Non Current Financials assets	6.96	(7.75)
NET CASH FROM INVESTING ACTIVITIES	6.96	(309.32)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of equity instruments of the Company	(691.93)	-
(Repayment)/ Proceeds of borrowings	(346.08)	309.07
Interest paid	(87.35)	(320.84)
Long Term Provisions	139.48	(121.35)
NET CASH FROM FINANCING ACTIVITIES	(985.87)	(133.12)
NET INCREASE IN CASH & CASH EQUIVALENTS	824.52	(112.16)
Cash and cash equivalents at the beginning of the year	(1,372.00)	(1,259.84)
Effects of exchange rate changes on the balance of cash held in foreign currencies	-	-
Cash and cash equivalents at the end of the year as on 31.03.2021	(547.49)	(1,372.00)
Reconciliation of cash and cash equivalents as per the cash flow Statement		
Cash and Cash Equivalents Cash flow purpose		
Cash and Cash Equivalents/ Bank Balances	2.51	95.24
Less: OD/CC accounts forming part of Cash & Cash Equivalents	550.00	1,467.24
Cash and Cash Equivalents/ Bank Balances	(547.49)	(1,372.00)

For and on the Behalf of Board of Directors
ORTIN LABORATORIES LIMITED


S.MURALI KRISHNA MURTHY
Managing Director
DIN: 00540632



Place: Hyderabad
Date :09/07/2021



AN ISO 9001 & A WHO GMP CERTIFIED COMPANY



To,

Date: 09.07.2021

1. BSE Limited, P.J. Towers, Dalal Street, Mumbai - 400001	2. National Stock Exchange of India Limited Bandra-Kurla Complex, Bandra (East) Mumbai 400051
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Dear Sir/Madam,

Sub: Declaration pursuant to regulation 33(3)(d) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015

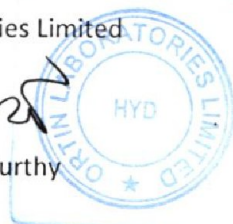
I, S. Murali Krishna Murthy, Managing Director of Ortin laboratories Limited hereby declare that, the statutory Auditors of the company, M/s. Sathuluri & Co., Chartered Accountants have issued an Audit Report with unmodified/unqualified opinion on Audited Financial Results of the company for the quarter and year ended 31st March, 2021.

This declaration is issued in compliance of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Thanking you.

Yours sincerely,
For Ortin Laboratories Limited


S. Murali Krishna Murthy
Managing Director
DIN: 00540632





Independent Auditor's Report on Audited standalone Quarterly 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.

To the Board of Directors of Ortin Laboratories Limited Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying standalone quarterly financial results of Ortin Laboratories Limited (the company) for the quarter and the year ended March 31, 2021 ('the Statement'), attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Statement:

- 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 applicable accounting standards prescribed under section 133 of the Companies Act, 2013("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the year ended March 31, 2021.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of 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 statements under the provisions of the Act and the Rules there under, 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

This Statement have been prepared on the basis of the standalone annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of this statements that give a true and fair view of the net profit and other comprehensive income in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Board of Directors of the Company are responsible for 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 statement 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 statement by the Directors of the company, as aforesaid.

In preparing the statements, 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 statements 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 statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures 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 statements 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 statement, including the disclosures and whether the statement represents 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.

For Sathuluri & Co.
Chartered Accountants
FRN no : 006383S



(S.S.Prakash)

Partner

M.No. 202710



UDIN: 21202710AAAADJ8287

Place : Hyderabad
Date : 30.06.2021

ANNEXURE TO THE AUDITORS' REPORT

The Annexure referred to in our report to the members of ORTIN LABORATORIES LIMITED for the year ended 31st March, 2021.

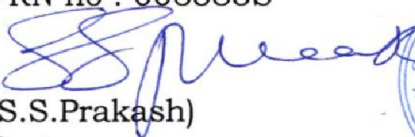
On the basis of the information and explanation given to us during the course of our audit, we report that:

1. (a) The company has maintained proper records showing full particulars including quantitative details and situation of its fixed assets.
(b) These fixed assets have been physically verified by the management at reasonable intervals there was no Material discrepancies were noticed on such verification.
(c) Total Assets of company includes Immovable property also and the title deeds of immovable properties are held in the name of the company.
2. Physical verification of inventory has been conducted at reasonable intervals by the management and there is no material discrepancies were noticed
3. The company has granted loans secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
(a) All terms and conditions are as per the benefits of company and are not prejudicial to the company's Interest.
(b) Schedule of repayment of principal and interest has been stipulated and receipts are regular.
(c) There is no such amount which is overdue more than 90 Days of above mentioned loan.
4. In respect of loans, investments, guarantees, and security all mandatory provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
5. The company has not accepted any deposits.
6. Maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.
7. (a) The company is regular in depositing undisputed statutory dues including provident fund, Employee's state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities.
(b) Dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax have been deposited on time there is no dispute is pending on the part of company.
8. The company hasn't made any default in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.
9. The company doesn't raise any money by way of initial public offer or further public offer (including debt instruments)
10. Neither company has done any fraud nor by its officers or employees so nothing to be disclosed separately.



11. Managerial remuneration has been paid or provided in accordance with the requisite approvals Mandated by the provisions of section 197 read with Schedule V to the Companies Act.
12. Company is not a Nidhi Company hence nothing to be disclosed for any provisions applicable on Nidhi Company.
13. All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc. as required by the applicable accounting standards;
14. The company hasn't made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. The company hasn't entered into any non-cash transactions with directors or persons connected with him.
16. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Sathuluri & Co.
Chartered Accountants
FRN no : 006383S


(S.S.Prakash)
Partner
M. No. 202710



Place : Hyderabad
Date : 30.06.2021

ANNEXURE - B TO THE AUDITORS' REPORT

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **ORTIN LABORATORIES LIMITED**. ("The Company") as of 31 March 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that



transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Sathuluri & Co.
Chartered Accountants
FRN no : 006383S

(S.S.Prakash)
Partner
M. No. 202710



Place : Hyderabad
Date : 30.06.2021