

# LS INDUSTRIES LIMITED

Registered Office: VILLAGE BAIRSEN, P.O. MANJHOLI, TEHSIL-NALAGARH,  
SOLAN, HIMACHAL PRADESH-174101, INDIA

CIN: L51505HP1993PLC031724

E-MAIL ID: lsindustries93@gmail.com, Phone: - +91-9805511297

Date: 30<sup>th</sup> August, 2022

To

BSE Ltd.

Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai, Maharashtra-400001

Security Code: 514446

Ref: Company ISIN: INE345D01031

**Subject: -Submission of "Audited Standalone Financial Results, Statement of Assets and Liabilities and Cash Flow Statement along with the Independent Auditor's Report for the Quarter & Financial Year ended 31<sup>st</sup> March, 2022 under Regulation 33 of SEBI (LODR) Regulations 2015 and a Declaration in respect to an Unmodified Opinion on Auditor's Report thereon.**

Dear Sir/Madam,

With reference to above and pursuant to REGULATION 33 of the SEBI (LODR) Regulations, 2015 read with related SEBI Circulars, it is hereby informed that the Audited Standalone Financial Results, Statement of Assets and Liabilities and Cash Flow Statement of the Company for the Quarter & Financial Year ended 31<sup>st</sup> March, 2022, prepared in accordance with Regulation 33 of the SEBI (LODR) Regulations, 2015 and Companies (Indian Accounting Standards) Rules, 2015 (IND-AS) along with the Independent Auditor's Report thereon as received from the Statutory Auditors of the Company [M/s. Mahesh K Gupta & Associates, (FRN:029649N), Practicing Chartered Accountants, Chandigarh] has been duly considered, approved and taken on record by the Board of Directors at their meeting held on Monday, 30<sup>th</sup> May, 2022.

Kindly find enclosed herewith the following for your references and records for the Quarter & Financial Year ended 31<sup>st</sup> March, 2022:

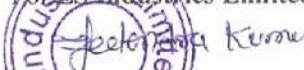
- A copy of said Audited Standalone Financial Results, Statement of Assets and Liabilities and Cash Flow Statement of the Company.
- Independent Auditor's Report on Audited Standalone Financial Results as per SEBI(LODR) Regulations, 2015 as received by the Statutory Auditors of the Company -M/s. Mahesh K Gupta & Associates, (FRN:029649N), Practicing Chartered Accountants, Chandigarh; and
- Declaration in respect of Auditor's Report with Unmodified Opinion for the Audited Standalone Financial Results, Statement of Assets and Liabilities and Cash Flow Statement pursuant to Regulation 33(3)(d) of SEBI (LODR) Regulations, 2015.

Further, pursuant to Regulation 47 of SEBI (LOUR) Regulations 2015, the said results will be uploaded on the website of the Company (<http://lsindustrieslimited.com/lsi>).

You are kindly requested to acknowledge and update the same in your records.

Thanking You,

For LS Industries Limited

  
Jeetendra Kumar Yadav

Designation: Director

DIN: 09184532

Encl. "As Above"

\*Securities in scrip code 514446 and symbol LSIND stand suspended from trading effective December 30, 2013.

# **Mahesh K Gupta & Associates**

**CHARTERED ACCOUNTANTS**

H. No. 149, 2nd Floor, Sector 18-A, Chandigarh-160018

Mobile : 9988465600

email : guptamahesh123@gmail.com

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE MEMBERS OF LS INDUSTRIES LIMITED**

#### **Report on the Audit of the Standalone Financial Statements**

#### **Opinion**

We have audited the accompanying standalone financial statements of LS Industries Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Statements* 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 (ICAI) together with the independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone financial statements.

#### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. In our opinion, there is no Key Audit Matter to be reported.





## **Other Information**

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the standalone financial statements and our auditors' report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

## **Management's Responsibility for the Standalone Financial Statements**

The Company's management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs, profit / loss (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. In preparing the standalone financial statements, management is 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The Board of Directors is responsible for overseeing the Company's financial reporting process.

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

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

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 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 financial controls 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 system 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 management.
- Conclude on the appropriateness of management's 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 standalone financial 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 standalone financial statements, including the disclosures, and whether the standalone financial statements 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in





the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

(A) As required by Section 143(3) of the Act, based on our audit we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on March 31, 2022 and as per our observations we would like to take in record the aforesaid points:
  1. The company has been suspended for listing by Securities and Exchange Board of India under SEBI Act.
  2. We cannot comment upon the composition of the Board and its committees made as per statutory compliance.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".

(B) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements.
- ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv. (i) The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (ii) The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of





the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

(iii) Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused them to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.

v. The Company has not declared or paid any dividend during the year as there are no distributable profits in the company during the financial year under review.

(C) With respect to the matter to be included in the Auditors' Report under section 197(16):

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

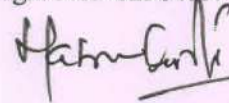
Place: Chandigarh

Dated: 30.05.2022

For **Mahesh K Gupta & Associates**

Chartered Accountants

Firm Regn. No. -029649N



**(CA Mahesh Kumar Gupta)**

M. No. 079021

UDIN: 22079021AJZBYU5281

## ANNEXURE "A" TO THE AUDITORS' REPORT

### **REFERRED TO IN PARAGRAPH 5 OF OUR REPORT TO THE MEMBERS OF L S INDUSTRIES LIMITED ON THE STANDLONE FINANCIAL STATEMENT FOR THE YEAR ENDED 31st MARCH 2022;**

1. In respect of tangible and intangible assets:
  - (a) The Company has maintained proper records showing full particulars including quantitative details, quantity and situation of tangible and intangible assets on the basis of available information.
  - (b) The fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of major portion of fixed assets at reasonable intervals.
  - (c) According to the information and explanations given to us, no material discrepancies were noticed on such verification.
  - (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
  - (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no revaluation has been done by the company of its property, plant and equipment (including the right of use assets) or intangible assets or both during the year.
  - (f) The Company has not hold any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder, at the end of the reporting period.
  
2. In respect of its inventory and working capital:
  - (a) As explained to us, the inventories were physically verified during the year by the management at reasonable intervals. Inventories as at 31st March 2022 were also physically verified and valued by an independent firm of chartered accountants.
  - (b) As explained to us, the discrepancies noticed between the physical stocks and the books records were not material and no discrepancy reported to be more than 10% of the total stock. Also, the same have been properly dealt with in the books of accounts.
  - (c) The company has not sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets during the financial year.
  - (d) No quarterly returns or statements are required to be filed by the company with any financial institutions or banks.
  
3. The Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Therefore, the provisions of clause 3(iii) of the said Order are not applicable to the company.
  
4. The company has not given any loans to directors or any other person in whom the director is interested, or made any investments during the financial year under review.
  
5. The Company has not accepted any deposits attracting the provisions of sections 73 to 76, or any other relevant provisions of the Companies Act, 2013.





6. As explained to us, there are no major operations in the company. Hence, the maintenance of cost records under sub-section (1) of Section 148 of the Act is not applicable to the Company.

7. (a) The Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Investor Education and Protection Fund, Income Tax, Customs Duty, Excise Duty, Goods and Services Tax, Cess and other material statutory dues as applicable with the appropriate authorities in India. We are informed that there are no undisputed statutory dues as at the end of the year, which are outstanding for a period of more than six months from the date they became payable.

(b) there are no dues of Custom Duty, Goods and Services Tax and Cess which are outstanding as at 31st March, 2022 and which have not been deposited on account of any dispute. However, according to information and explanation given to us, the following dues of Excise duty, Income Tax and Service Tax have not been deposited by the Company on account of disputes as detailed below:

(Rs. In Millions\*)

| Statute                  | Nature of the Dues | Amount  | Period to which the amount relates | Forum where dispute is pending              |
|--------------------------|--------------------|---------|------------------------------------|---|
| Income Tax Act, 1961     | Income Tax         | 0.41    | Assessment Year 01-02              | Commissioner of Income Tax Appeal           |
| Income Tax Act, 1961     | Income Tax         | 2.34    | Assessment Year 01-02              | Commissioner of Income Tax Appeal           |
| Income Tax Act, 1961     | Income Tax         | 0.03    | Assessment Year 03-04              | Income Tax Appellate Tribunal, Delhi        |
| Income Tax Act, 1961     | Income Tax         | 0.19    | Assessment Year 04-05              | Income Tax Appellate Tribunal, Delhi        |
| Income Tax Act, 1961     | Income Tax         | -.**    | Assessment Year 14-15              | Income Tax Appellate Tribunal, Delhi        |
| Central Excise Act, 1944 | Excise Duty        | 1.05    | Financial Year 07-09               | Joint Secretary, Ministry of Finance, Delhi |
| Central Excise Act, 1944 | Excise Duty        | 5.58    | Financial Year 05-06               | CESTAT, Chandigarh                          |
| Service Tax, 1994        | Service Tax        | 5.78*** | Financial Year 09-10               | CESTAT, Chandigarh                          |
| Service Tax, 1994        | Service Tax        | 0.84    | Financial Year 2011-12             | CESTAT, Chandigarh                          |
| Service Tax, 1994        | Service Tax        | 0.08    | Financial Year 2011-2012           | CESTAT, Chandigarh                          |
| Income Tax Act, 1961     | Income Tax Demand  | 35.37   | Assessment Year 15-16              | Commissioner of Income Tax, Delhi           |

\*Net of amounts deposited under protest

\*\* In case of adverse judgment, MAT credit entitlement would reduce by 108.34 millions

\*\*\* In case demand is confirmed, penalty upto equivalent amount may be imposed.

- Penalty order of Rs. 30,000/- has been passed by Income Tax Department, Delhi on dated 01.01.2022 for non-compliance of notice under section 142(1) for the AY 2017-18.
- Order under clause (d) of 148(A) of Income Tax, 1961, has been passed on 31.03.2022 by Income Tax Officer, Parwanoo for AY 2018-19 for escaped assessment of Income to the extent of Rs. 1,51,51,729/-





8. There is no any transaction not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
9. (a) The Company has not defaulted in repayment of any loan or other borrowings or any interest due thereon to any lender.  
(b) the company has not been a declared wilful defaulter by any bank or financial institution or other lender.  
(c) the company has not availed any loans or borrowing in the financial year.  
(d) the company has not raised any funds on short term basis in the financial year.  
(e) the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.  
(f) The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies
10. (a) The Company has not raised money by way of initial public offer or further public offer (including debt instruments). Therefore, the provisions of Clause (x)(a) of paragraph 3 of the order are not applicable to the Company.  
(b) The company has made preferential allotment or private placement of shares during the year and the requirements of section 42 and section 62 of the Companies Act, 2013 have been complied with and the funds raised have been used for the purposes for which the funds were raised.
11. (a) We have not noticed any case of fraud by the company or any fraud on the Company by its officers or employees during the year. The management has also not reported any case of fraud during the year.  
(b) During the year no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.  
(c) As auditor, we did not receive any whistle- blower complaint during the year.
12. The Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
13. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties could not be identified and hence cannot comment upon the compliance with sections 177 and 188 of the Act where applicable.
14. The company is covered by section 138 of the Companies Act, 2013, related to appointment of internal auditor of the company. Therefore, the company has not complied with the provisions of appointment of internal auditor in the company.
15. The Company has not entered into any non-cash transactions with directors or persons connected with him for the year under review.
16. (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.  
(b) The company has not conducted any Non-Banking Financial or Housing Finance activities during the year.

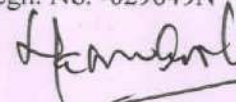




- (c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
- (d) As per the information and explanations received, the group does not have any CIC as part of the group.
17. The company has incurring cash losses in current financial year as well in immediately preceding financial year.
18. There has been no resignation of the previous statutory auditors during the year.
19. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
20. Since the company is not running any major operations during the financial year and incurring losses, there is not liability of the company under the provisions of section 135 of the Companies Act, relating to Corporate Social Responsibility. Therefore, the provisions of Clause (xx) of paragraph 3 of the order are not applicable to the Company.
21. The company has the holding status in M/s LSIL Singapore Pte Ltd. However, since no information has been made available with us, we are not in a capacity to comment upon the current status of the subsidiary company.

Place: Chandigarh  
Dated: 30.05.2022

For **Mahesh K Gupta & Associates**  
Chartered Accountants  
Firm Regn. No. -029649N





**(CA Mahesh Kumar Gupta)**  
M. No. 079021  
UDIN: 22079021AJZBYU5281



## **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 **LS INDUSTRIES LIMITED** (“the Company”) as on 31 March, 2022 in conjunction with our audit of the standalone 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 auditors’ 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 the 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 change in conditions, or that the degree of compliance with the policies or procedure 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 2022, 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.

Place: Chandigarh  
Dated: 30.05.2022

For **Mahesh K Gupta & Associates**  
Chartered Accountants  
Firm Regn. No. -029649N



**(CA Mahesh Kumar Gupta)**  
M. No. 079021  
UDIN: 22079021AJZBYU5281



**LS INDUSTRIES LIMITED**

Village Bairsen P.O. Manjholi, Tehsil-Nalagarh, Solan, Himachal Pradesh-174101, India.

(AS PER SCHEDULE III OF COMPANIES ACT, 2013 AND IND-AS)  
For the Quarter Ended 31st March, 2022

(Amount Rs. In Lakh)

| S. No.       | Particulars   | Quarter Ended (Standalone) |                                     |  | Year Ended (Standalone) |                             |
|--------------|---|----------------------------|-------------------------------------|--|-------------------------|-----------------------------|
|              |   | Unaudited 3 months ended   | Unaudited preceeding 3 months ended | Unaudited 3 months previous yearly ended | Audited year ended      | Audited previous year ended |
|              |   | 31.03.2022                 | 31.12.2021                          | 31.03.2021                               | 31.03.2022              | 31.03.2021                  |
| <b>1</b>     | <b>Income from operation</b>  |                            |                                     |  |                         |                             |
|              | Revenue from operation  | 10.737                     | 10.972                              | 11.861                                   | 43.368                  | 18.848                      |
|              | Other income  | 6.307                      | 1.118                               | 18.285                                   | 8.037                   | 18.605                      |
|              | <b>Total Income</b>   | <b>17.044</b>              | <b>12.090</b>                       | <b>30.146</b>                            | <b>51.405</b>           | <b>37.453</b>               |
| <b>2</b>     | <b>Expenses</b>   |                            |                                     |  |                         |                             |
|              | a) Cost of materials consumed   | -                          | -                                   | -  | -                       | (18.634)                    |
|              | b) Purchase of stock in trade   |                            |                                     |  |                         |                             |
|              | b) Change in Inventory of finished goods, work in progress and stock in trade Increase(-)/Decrease in Stock                   | -                          | 0.724                               | 17.360                                   | 0.724                   | 49.439                      |
|              | c) Employee Benefits Expenses   | 4.329                      | 4.096                               | 4.205                                    | 16.828                  | 13.391                      |
|              | d) Depreciation and amortisation expenses   | 24.903                     | -                                   | 94.836                                   | 24.903                  | 106.742                     |
|              | e) Other Expenditure (Any item exceeding 10 % of the total expenses relating to continuing operations to be shown separately) | 53.979                     | 48.868                              | 47.130                                   | 177.979                 | 143.025                     |
|              | <b>Total expenses</b>   | <b>83.211</b>              | <b>53.688</b>                       | <b>163.532</b>                           | <b>220.434</b>          | <b>293.964</b>              |
| <b>3</b>     | <b>Profit/(Loss) from operation before other income, finance costs and exceptional items(1-2)</b>                             | <b>(66.167)</b>            | <b>(41.599)</b>                     | <b>(133.386)</b>                         | <b>(169.029)</b>        | <b>(256.511)</b>            |
| <b>4</b>     | Other income  | -                          | -                                   | -  | -                       | -                           |
| <b>5</b>     | <b>Profit/(Loss) from from ordinary activities before finance costs and exceptional items (3+4)</b>                           | <b>(66.167)</b>            | <b>(41.599)</b>                     | <b>(133.386)</b>                         | <b>(169.029)</b>        | <b>(256.511)</b>            |
| <b>6</b>     | Finance Costs   | -                          | -                                   | -  | -                       | -                           |
| <b>7</b>     | <b>Profit/(Loss) from from ordinary activities before finance costs and exceptional items (5+6)</b>                           | <b>(66.167)</b>            | <b>(41.599)</b>                     | <b>(133.386)</b>                         | <b>(169.029)</b>        | <b>(256.511)</b>            |
| <b>8</b>     | Exceptional Items   | -                          | -                                   | -  | -                       | -                           |
| <b>9</b>     | <b>Profit/(Loss) from from ordinary activities before tax (7+8)</b>   | <b>(66.167)</b>            | <b>(41.599)</b>                     | <b>(133.386)</b>                         | <b>(169.029)</b>        | <b>(256.511)</b>            |
| <b>10</b>    | Tax Expenses  | 34.885                     | -                                   | 24.106                                   | 34.885                  | 24.106                      |
| <b>11</b>    | <b>Net Profit / (Loss) from the ordinary activities after tax ( 9-10)</b>   | <b>(101.052)</b>           | <b>(41.599)</b>                     | <b>(157.492)</b>                         | <b>(203.914)</b>        | <b>(280.617)</b>            |
| <b>12</b>    | Extra-ordinary Item(net of tax Inr expenses Lakhs)  | -                          | -                                   | -  | -                       | -                           |
| <b>13</b>    | <b>Net Profit for the period</b>  | <b>(101.052)</b>           | <b>(41.599)</b>                     | <b>(157.492)</b>                         | <b>(203.914)</b>        | <b>(280.617)</b>            |
| <b>14</b>    | Profit /Loss from discontinue operations, if any  | -                          | -                                   | -  | -                       | -                           |
| <b>15</b>    | Minority Income   | -                          | -                                   | -  | -                       | -                           |
| <b>16</b>    | <b>Net Profit /(Loss) after taxes, minority interest and share of profit / (loss) of associates (13+14+15)</b>                | <b>(101.052)</b>           | <b>(41.599)</b>                     | <b>(157.492)</b>                         | <b>(203.914)</b>        | <b>(280.617)</b>            |
| <b>17</b>    | Paid Up equity share Capital (Face Value Rs. 1/- each)  | 8,488.187                  | 8,488.187                           | 8,488.187                                | 8,488.187               | 8,488.187                   |
| <b>18</b>    | Reserves excluding Revaluation Reserves   | -                          | -                                   | -  | -                       | -                           |
| <b>19</b>    | Basic Earning Per Share before extra ordinary items(not annualized)   | (0.012)                    | (0.005)                             | (0.019)                                  | (0.024)                 | (0.033)                     |
|              | a) Basic  | -                          | -                                   | -  | -                       | -                           |
|              | b) Diluted  | -                          | -                                   | -  | -                       | -                           |
| <b>19.ii</b> | Basic Earning Per Share after extra ordinary items(not annualized)  | -                          | -                                   | -  | -                       | -                           |
|              | a) Basic  |                            |                                     |  |                         |                             |
|              | b) Diluted  |                            |                                     |  |                         |                             |

FOR LS INDUSTRIES LIMITED

  
 Jeetendra Kumar Yadav  
 (Director)  
 DIN: 09184532

Place: NALAGARH  
Date: 30-05-2022



**LS INDUSTRIES LIMITED**

Village Bairsen P.O. Manjholi, Tehsil-Nalagarh, Solan, Himachal Pradesh-174101, India.

(AS PER SCHEDULE III OF COMPANIES ACT, 2013 AND IND-AS)  
Standalone Statement of Assets & Liabilities As at 31st March, 2022

(Amount Rs. In Lakh)

| S. No.                                | Particulars  | As at 31.03.2022  | As at 31.03.2021  |
|---------------------------------------|--|-------------------|-------------------|
|                                       |  | Audited           | Audited           |
| <b>EQUITY &amp; LIABILITIES</b>       |  |                   |                   |
| <b>1</b>                              | <b>Shareholders Fund</b>                             |                   |                   |
|                                       | a) Share Capital                                     | 8,488.187         | 8,488.187         |
|                                       | b) Reserve & Surplus                                 | (1,162.445)       | (958.531)         |
|                                       | c) Money Received against Share Warrants             | -                 | -                 |
|                                       | <b>Sub Total/Shareholders Fund</b>                   | <b>7,325.742</b>  | <b>7,529.656</b>  |
| <b>2</b>                              | <b>Share application money pending for allotment</b> | -                 | -                 |
| <b>3</b>                              | <b>Minority Interest</b>                             | -                 | -                 |
| <b>4</b>                              | <b>Non - Current Liabilities</b>                     |                   |                   |
|                                       | a) Long Term Borrowing                               | -                 | -                 |
|                                       | b) Deferred tax liabilities(net)                     | 54.322            | 19.437            |
|                                       | c) Other Long Term Liabilities                       | -                 | -                 |
|                                       | d) Long Term Provisions                              | -                 | -                 |
|                                       | <b>Sub Total-Non-current liabilities</b>             | <b>54.322</b>     | <b>19.437</b>     |
| <b>5</b>                              | <b>Current Liabilities</b>                           |                   |                   |
|                                       | a) Short Term Borrowing                              | -                 | -                 |
|                                       | b) Trade Payable                                     | 2,414.100         | 2,313.580         |
|                                       | c) Other Current Liabilities                         | 1,795.267         | 1,828.614         |
|                                       | d) Short Term Provisions                             | 10.029            | 10.507            |
|                                       | <b>Sub Total- Current liabilities</b>                | <b>4,219.395</b>  | <b>4,152.700</b>  |
| <b>TOTAL - EQUITY AND LIABILITIES</b> |  | <b>11,599.459</b> | <b>11,702.000</b> |
| <b>ASSETS</b>                         |  |                   |                   |
| <b>6</b>                              | <b>Non - Current Assets</b>                          |                   |                   |
|                                       | <b>Fixed Assets</b>                                  |                   |                   |
|                                       | a) Tangible/Fixed Assets                             | 1,446.490         | 1,500.951         |
|                                       | b) Deferred Tax Assets                               | -                 | -                 |
|                                       | c) Non - Current Investments                         | 668.014           | 668.014           |
|                                       | d) Long Term loan and Advances                       | -                 | -                 |
|                                       | e) Other Non Current Assets                          | 41.902            | 41.360            |
|                                       | <b>Sub Total</b>                                     | <b>2,156.406</b>  | <b>2,210.325</b>  |
| <b>7</b>                              | <b>Current Assets</b>                                |                   |                   |
|                                       | a) Current Investment                                | -                 | -                 |
|                                       | b) Inventories                                       | 222.687           | 223.411           |
|                                       | c) Trade Receivables                                 | 8,823.428         | 8,875.208         |
|                                       | d) Short term loan and Advances                      | 75.349            | 77.379            |
|                                       | e) Cash & Cash Equivalents                           | 3.489             | 6.526             |
|                                       | f) Bank balances other than Cash & Cash Equivalents  | 304.721           | 300.502           |
|                                       | f) other current Assets                              | 13.380            | 8.442             |
|                                       | <b>Sub Total</b>                                     | <b>9,443.053</b>  | <b>9,491.468</b>  |
| <b>TOTAL-ASSETS</b>                   |  | <b>11,599.459</b> | <b>11,702.000</b> |

FOR LS INDUSTRIES LIMITED

*Jeetendra Kumar Yadav*

Jeetendra Kumar Yadav  
(Director)

DIN:09184532


Place: NALAGARH  
Date: 30-05-2022



**LS INDUSTRIES LIMITED**  
**Village Bairsen P.O. Manjhohi, Tehsil-Nalagarh, Solan, Himachal Pradesh-174101, India.**  
**(AS PER SCHEDULE III OF COMPANIES ACT, 2013 AND IND-AS)**  
**Cash Flow Statement as at 31st March, 2022**

(Amount Rs. In Lakh)

| Particulars  | As at 31.03.2022 |                  | As at 31.03.2021 |                  |
|--|------------------|------------------|------------------|------------------|
|  | Audited          |                  | Audited          |                  |
| <b>A. Cash flow from operating activities</b>  |                  |                  |                  |                  |
| Profit before extraordinary items and tax  |                  | (169.029)        |                  | (256.511)        |
| Adjustments for:   |                  |                  |                  |                  |
| Depreciation and amortisation  | 24.903           |                  | 106.742          |                  |
| Lease hold land amortisation   | -                |                  | -                |                  |
| Loss/Profit on sale of fixed assets  | 13.804           |                  | 4.195            |                  |
| Interest expenses  | -                |                  | -                |                  |
| Other borrowing costs  | -                |                  | -                |                  |
| Unwinding of discounts on financial assets   | -                |                  | -                |                  |
| Interest income on deposits  | (5.032)          |                  | (17.994)         |                  |
| Interest on investment in commercial paper   | -                |                  | -                |                  |
| On Investments in Non convertible debentures and Bonds - measured at FVTOCI  | -                |                  | -                |                  |
| Dividend income  | -                |                  | -                |                  |
| Gain on sale of investments  | -                |                  | -                |                  |
| Liabilities / provisions no longer required written back   | -                |                  | -                |                  |
| Provision for slow moving inventory  | -                |                  | -                |                  |
| Provision for trade receivables / bad trade receivables written off  | -                |                  | -                |                  |
| Provision for foreseeable losses   | -                |                  | -                |                  |
| Unrealised foreign exchange loss / (gain) (net)  | -                |                  | -                |                  |
|  |                  | <b>33.675</b>    |                  | <b>92.944</b>    |
| <b>Operating profit before working capital changes</b>   |                  | <b>(135.354)</b> |                  | <b>(163.567)</b> |
| Changes in working capital:  |                  |                  |                  |                  |
| Adjustments for (increase) / decrease in operating assets:   |                  |                  |                  |                  |
| Inventories  | 0.724            |                  | 49.439           |                  |
| Trade receivables  | 51.780           |                  | 220.623          |                  |
| Other non-current financial assets   | (0.542)          |                  | (0.255)          |                  |
| Other current financial assets   | (4.219)          |                  | (16.644)         |                  |
| Long-term loans and advances   | -                |                  | -                |                  |
| Other current assets   | (2.908)          |                  | 3.545            |                  |
| Other non-current assets   | -                |                  | -                |                  |
| Adjustments for increase / (decrease) in operating liabilities:  |                  |                  |                  |                  |
| Trade payables   | 100.520          |                  | (163.362)        |                  |
| Other non-current financial liabilities  | -                |                  | -                |                  |
| Other current financial liabilities  | (0.436)          |                  | (8.374)          |                  |
| Other current liabilities  | (32.911)         |                  | 2.605            |                  |
| Other long-term liabilities  | -                |                  | -                |                  |
| Short-term provisions  | (0.478)          |                  | (0.894)          |                  |
| Long-term provisions   | -                |                  | -                |                  |
|  |                  | <b>111.531</b>   |                  | <b>86.680</b>    |
| <b>Cash generated from operations</b>  |                  | <b>(23.824)</b>  |                  | <b>(76.886)</b>  |
| Income taxes paid  |                  | -                |                  | -                |
| <b>Net cash flow (used) / from operating activities (A)</b>  |                  | <b>(23.824)</b>  |                  | <b>(76.886)</b>  |
| <b>B. Cash flow from investing activities</b>  |                  |                  |                  |                  |
| Capital expenditure on fixed assets (adjusted for suppliers payable and capital work-in-progress including capital advances) | -                |                  | -                |                  |
| Proceeds from sale of fixed assets   | 17.500           |                  | 49.384           |                  |
| Purchase of Property, Plant and equipment  | (1,746)          |                  | -                |                  |
| Purchase of investments  | -                |                  | -                |                  |
| Share application money  | -                |                  | -                |                  |
| Sale of investments  | -                |                  | -                |                  |
| Loan to Employee and Other related parties   | -                |                  | -                |                  |
| Interest income on deposits  | 5.032            |                  | 17.994           |                  |
| Dividend income  | -                |                  | -                |                  |
| Interest income on Commercial Paper & Debentures   | -                |                  | -                |                  |
| Movement in bank balances not considered as cash and cash equivalents  | -                |                  | -                |                  |
| Retained earnings utilised in business combination (refer note 1.4)  | -                |                  | -                |                  |
| Movement in Security Premium account due to JVA Merger   | -                |                  | -                |                  |
| <b>Net cash flow from / (used in) investing activities (B)</b>   |                  | <b>20.786</b>    |                  | <b>67.378</b>    |
| <b>C. Cash flow from financing activities</b>  |                  |                  |                  |                  |
| Proceeds from long-term borrowings   | -                |                  | -                |                  |
| Repayment of long-term borrowings  | -                |                  | -                |                  |
| Net increase in working capital borrowings   | -                |                  | -                |                  |
| Interest expenses  | -                |                  | -                |                  |
| Other borrowing costs  | -                |                  | -                |                  |
| Dividends paid   | -                |                  | -                |                  |
| Corporate dividend tax   | -                |                  | -                |                  |
| <b>Net cash flow from / (used in) financing activities (C)</b>   |                  | <b>-</b>         |                  | <b>-</b>         |
| <b>Net increase / (decrease) in Cash and cash equivalents (A+B+C)</b>  |                  | <b>(3.037)</b>   |                  | <b>(9.508)</b>   |
| Cash and cash equivalents at the beginning of the year   |                  | 6.526            |                  | 16.034           |
| <b>Cash and cash equivalents at the end of the year</b>  |                  | <b>3.489</b>     |                  | <b>6.526</b>     |

FOR LS INDUSTRIES LIMITED  
  
 Jeetendra Kumar Yadav  
 (Director)  
 DIN: 09184532

Place: NALAGARH  
 Date: 30-05-2022



# LS INDUSTRIES LIMITED

Registered Office: VILLAGE BAIRSEN, P.O. MANJHOLI, TEHSIL-NALAGARH,  
SOLAN, HIMACHAL PRADESH-174101, INDIA  
CIN: L51505HP1993PLC031724

E-MAIL ID: lsindustries93@gmail.com, Phone: - +91-9805511297

Date: 30<sup>th</sup> May, 2022

To  
BSE Ltd.  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai, Maharashtra-400001

Security Code: 514446  
Ref: Company ISIN: INE345D01031

**Subject: - Submission of DECLARATION IN RESPECT OF AUDIT REPORT WITH UNMODIFIED OPINION for the Audited Standalone Financial Results, Statement of Assets and Liabilities and Cash Flow Statement for the Financial Year ended 31<sup>st</sup> March, 2022**

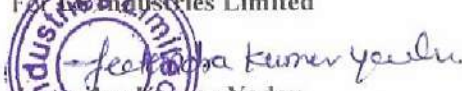
Dear Sir/Madam,

Pursuant to Regulation 33(3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**Declaration** is hereby given that the Statutory Auditors' Report on the Annual Financial Results for the Financial Year ended 31<sup>st</sup> March 2022, do not contain any qualifications, reservations, or adverse remarks. Audit Report for the said period carry with unmodified opinion.

You are kindly requested to acknowledge and update the same in your records.

Thanking You,  
For LS Industries Limited

  
Ajendra Kumar Yadav  
Designation: Director  
DIN: 00184532

*Securities in scrip code 514446 and symbol LSIND stand suspended from trading effective December 30, 2013.*