



**29.06.2020**

The Dy. General Manager  
Corporate Relationship Department,  
Bombay Stock Exchange Limited,  
P.J. Towers, Dalal Street,  
Mumbai - 400 001.

Dear Sir,

**Re: Outcome of Board Meeting held on 29.06.2020**

**Ref: Scrip No. 503015**

The Board of Directors of the Company at its meeting held today i.e. 29<sup>th</sup> June,2020 has approved the following:

1. Inter-alia approved the Audited Financial Results (Standalone and Consolidated) for the 04<sup>th</sup> quarter and year ended 31<sup>st</sup> March, 2020 and the same is being enclosed along with the Auditors Report (Standalone and Consolidated) and Statement of Impact (Standalone and Consolidated).
2. Due to the losses suffered by the Company the Board of Directors have not recommended dividend for the year 2019-2020.
3. Recommended the Re-appointment of Smt Gauri Jatia(DIN:00096766 ) as non executive Director who retire by rotation at the ensuing Annual General Meeting
4. Based on the recommendation of the Nomination and Remuneration Committee and Audit Committee, Board considered and approved the re-appointment of Shri Sidhant Jatia as a President of the Company who is also senior management personnel of the Company for a further period of 3 years subject to shareholders' approval at the ensuing AGM. The brief profile of Shri Sidhant Jatia are attached in Annexure-A
5. Based on the recommendation of the Nomination and Remuneration Committee and Audit Committee, Board considered and approved the re-appointment of Shri Mudit Jatia as a President of the Company who is also senior management personnel of the Company for a further period of 3 years subject to shareholders' approval at the ensuing AGM. The brief profile of Shri Mudit Jatia are attached in Annexure-A



# MODERN INDIA LTD.



**MODERN<sup>®</sup>INDIA**  
ENTERPRISE

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6. The next Annual General Meeting (86<sup>th</sup> AGM) of the Company will be held on 21st August, 2020 through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM").
7. Board of Directors have fixed the date of book closure from 7<sup>th</sup> August, 2020 to 21st August, 2020 for the purpose of 86<sup>th</sup> AGM.
8. The meeting of Board of Directors commenced at 12:15 P.M and concluded at 1.30 P.M

Thanking You,  
Yours faithfully,

For **MODERN INDIA LIMITED**

(Parind Badshah)

Vice President & Company Secretary

Address: 1, Mittal Chambers, 228, Nariman Point, Mumbai -400 021.

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## ANNEXURE-A

### BRIEF PROFILE OF PRESIDENT S

1. **Shri. Sidhant Jatia** is currently in charge of handling the subsidiaries of the Company and has also been given the authority to manage the operations of the Solar Power Plant at Satara. In view of his active participation, business development and growth of his role in the day to day management of the Company, it is proposed to renew his tenure as President. Shri Sidhant Jatia is actively involved in the day to day activities of the Company and he is instrumental in setting up the Solar Power Plant. He is also handling the international business of export of construction material, luggage, textiles, etc. which is carried out through the subsidiary Modern International (Asia) Limited.

2. **Shri Mudit Jatia** is currently in charge of handling the various business activities of Modern India Limited especially the development and execution of the Boisar project and also the proposed Development project of properties situated at Mahalaxmi, Mumbai. Shri. Mudit Jatia is actively involved in the day to day activities of Modern India Limited and he also handles the Joint development project at Boisar along with M/s Ashish Estate and Property Developers Limited and is very actively involved in the Development Project of properties situated at Mahalaxmi, Mumbai.



**Independent Auditor's Report on annual audited financial results pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**To the Board of Directors of Modern India Limited**

**Qualified Opinion**

1. We have audited the standalone financial results of **Modern India Limited** (the "Company") for the year ended March 31, 2020, which are included in the accompanying Statement of Standalone Financial Results for the quarter and year ended March 31, 2020, the standalone statement of Assets and Liabilities on that date and the standalone statement of cash flow for the year ended March 31, 2020 together with the notes thereon ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations, 2015") read with relevant SEBI Circulars.

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph below, the Statement together with the notes thereon:

- a. is presented in the format prescribed under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, in this regard; and
- b. the annual audited standalone financial results for the year ended March 31, 2020 as set out in the Statement gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India, of the net loss, other comprehensive loss and other financial information of the Company for the year ended March 31, 2020.

**Basis for qualified opinion**

2. An amount of Rs. 1348.48 lakhs (net of Rs. 104.64 lakhs recovered till date) is outstanding as trade receivables as at March 31, 2020 in respect of commodities trading transaction done on National Spot Exchange Limited (NSEL). The Company has filed a representative suit in the Hon'ble Bombay High Court for recovery of the same. Ministry of Corporate Affairs (MCA) had ordered merger of 63 Moons Technologies Limited with NSEL which was held up by the Hon'ble High Court of Bombay. The same has been set aside by the Hon'ble Supreme Court of India. Pending outcome of the legal suit and resolution of uncertainties involved, the management has considered the receivable as good for recovery. However, in the absence of appropriate audit evidence, we are unable to determine the extent of recovery possible in this case. (Refer note 2 of the Statement).



3. We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our qualified opinion.

**Emphasis of Matter**

4. We draw attention to Note 5 to the Standalone Financial Results in which the company describes the uncertainties arising from the COVID 19 pandemic. Our report is not modified in respect of this matter.

**Management's Responsibility for the Standalone Financial Results**

5. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related audited Financial Statements. The Company's Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the net loss and other comprehensive loss and other financial information of the Company in accordance with the applicable accounting standards prescribed under section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations, 2015. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, 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 intend 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 financial reporting process of the Company.

### **Auditors' Responsibility for the Audit of the Standalone Financial Results**

6. Our objectives are to obtain reasonable assurance about whether the Statement 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 the Statement.

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

- Identify and assess the risks of material misstatement of the Standalone Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Obtain an understanding of internal 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 an 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 management.
- Conclude on the appropriateness of the 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 Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the Standalone Financial Results, including the disclosures, and whether the Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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 controls 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.

#### **Other Matter**

7. The Statement includes the standalone financial results for the quarter ended March 31, 2020 being the balancing figure between audited figures in respect of the full financial year and the unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

Our opinion on the statement and our report is not modified in respect of the above matter.



For **Khandelwal Jain & Co.**  
Chartered Accountants  
Firm Registration No. 105049W

**NARENDRAKUMAR** Digitally signed by  
**RAJKUMAR JAIN** NARENDRAKUMAR RAJKUMAR JAIN  
Date: 2020.06.29 13:54:48 +05'30'

**Narendra Jain**  
**Partner**  
**Membership No. 048725**  
**UDIN: 20048725AAAACD1928**

**Place:** Mumbai  
**Date:** June 29, 2020

**MODERN INDIA LIMITED**

**CIN:L17120MH1933PLC002031**

Regd. Office : 1, Mittal Chambers, 228, Nariman Point, Mumbai - 400 021

Web:www.modernindia.co.in, Email: info@modernindia.co.in, Tel.:022-67444200, Fax:022-67444300

Statement of Audited Standalone Financial Results for the Year Ended on 31st March, 2020

(₹ In Lakhs)

| Particulars  | Unaudited<br>Quarter Ended |                 |                 | Audited<br>Year Ended |                 |
|--|----------------------------|-----------------|-----------------|-----------------------|-----------------|
|  | 31.03.2020                 | 31.12.2019      | 31.03.2019      | 31.03.2020            | 31.03.2019      |
| <b>1 Revenue from operations</b>   |                            |                 |                 |                       |                 |
| (a) Net Sales / Revenue From Operations  | 1,537.05                   | 673.69          | 1,733.49        | 4,447.82              | 7,645.65        |
| (b) Other Operating Revenue  | 3.96                       | 4.13            | 4.89            | 17.48                 | 12.52           |
| <b>Total Revenue from operations</b>   | <b>1,541.01</b>            | <b>677.82</b>   | <b>1,738.38</b> | <b>4,465.30</b>       | <b>7,658.17</b> |
| Other Income (Including interest Income)   | 323.41                     | 431.22          | 254.50          | 1,578.97              | 1,461.36        |
| <b>Total income</b>  | <b>1,864.42</b>            | <b>1,109.04</b> | <b>1,992.88</b> | <b>6,044.27</b>       | <b>9,119.53</b> |
| <b>2 Expenses</b>  |                            |                 |                 |                       |                 |
| (a) Purchases of Goods Traded  | 1,427.12                   | 601.04          | 1,656.81        | 4,129.34              | 7,280.41        |
| (b) Changes in inventories of finished goods,<br>Stock-in-Trade and work-in progress | (13.67)                    | (79.07)         | 143.10          | (217.82)              | (319.86)        |
| (c) Employee Benefits Expense  | 147.89                     | 155.34          | 135.64          | 586.03                | 591.17          |
| (d) Finance Cost   | 354.77                     | 352.10          | (162.04)        | 1,350.37              | 801.92          |
| (e) Depreciation and amortization expenses   | 102.38                     | 103.03          | 91.33           | 363.22                | 319.02          |
| (f) Fair Valuation Loss (Net) / Impairment of Investments                            | 817.39                     | -               | -               | 817.39                | -               |
| (g) Other Expenses   | 687.62                     | 123.36          | 170.67          | 1,323.06              | 1,285.19        |
| <b>Total Expenses</b>  | <b>3,523.51</b>            | <b>1,255.80</b> | <b>2,035.51</b> | <b>8,351.60</b>       | <b>9,957.85</b> |
| <b>3 Profit / (Loss) before Exceptional items and Tax</b>                            | <b>(1,659.09)</b>          | <b>(146.76)</b> | <b>(42.63)</b>  | <b>(2,307.33)</b>     | <b>(838.32)</b> |
| <b>4 Exceptional items</b>   | -                          | -               | -               | -                     | -               |
| <b>5 Profit / (Loss) before Tax</b>  | <b>(1,659.09)</b>          | <b>(146.76)</b> | <b>(42.63)</b>  | <b>(2,307.33)</b>     | <b>(838.32)</b> |
| <b>6 Tax Expense</b>   | <b>(264.81)</b>            | <b>147.76</b>   | <b>(28.51)</b>  | <b>(150.89)</b>       | <b>(302.51)</b> |
| <b>7 Net Profit / (Loss) after Tax</b>   | <b>(1,394.28)</b>          | <b>(294.52)</b> | <b>(14.12)</b>  | <b>(2,156.44)</b>     | <b>(535.81)</b> |
| <b>8 Other Comprehensive Income / (Loss)</b>   |                            |                 |                 |                       |                 |
| a) <u>Items that will not be reclassified to Profit &amp; Loss</u>                   |                            |                 |                 |                       |                 |
| Remeasurement of post-employment benefit obligations                                 | (5.36)                     | 0.31            | (0.74)          | (4.44)                | 1.23            |
| Deferred Tax on above  | 1.39                       | (0.09)          | 0.25            | 1.12                  | (0.41)          |
| <b>9 Other Comprehensive income / (Loss)</b>   | <b>(3.97)</b>              | <b>0.22</b>     | <b>(0.49)</b>   | <b>(3.32)</b>         | <b>0.82</b>     |
| <b>10 Total Comprehensive income / (Loss) for the Year</b>                           | <b>(1,398.26)</b>          | <b>(294.30)</b> | <b>(14.61)</b>  | <b>(2,159.77)</b>     | <b>(534.99)</b> |
| <b>11 Paid-up Equity Share Capital - (Face Value ₹ 2/- each)</b>                     | <b>750.86</b>              | <b>750.86</b>   | <b>750.86</b>   | <b>750.86</b>         | <b>750.86</b>   |
| <b>12 Other Equity excluding Revaluation Reserves</b>                                |                            |                 |                 | <b>(934.33)</b>       | <b>1,330.16</b> |
| <b>13 Earning Per Share (EPS) Face Value ₹ 2/- each (not annualized)</b>             |                            |                 |                 |                       |                 |
| Basic EPS  | (3.71)                     | (0.78)          | (0.04)          | (5.74)                | (1.43)          |
| Diluted EPS  | (3.71)                     | (0.78)          | (0.04)          | (5.74)                | (1.43)          |

**Notes:**

1 The above results of the Company for the quarter and year ended March 31, 2020 have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on June 29, 2020.

2 The Statutory Auditors in their Report on the Financial Statements for the year ended on March 31, 2020 have qualified their opinion as regards Receivable of ₹ 1,348.48 Lakhs in respect of Commodities Trading Transaction done on NSEL .

The Managements reply is stated here under.

An amount of ₹ 1,348.48 Lakhs (Net of ₹ 104.64 Lakhs recovered till date) is outstanding as receivable in respect of Commodities Trading Transactions done on National Spot Exchange Limited (NSE). The Company has filed a representative suit in the Hon'ble Bombay High Court for recovery of the same. Ministry of Corporate Affairs (MCA) had ordered merger of 63 Moons Technologies Limited with NSEL which has been set aside by the Hon'ble Supreme Court of India. In the meanwhile various decrees have been passed by the High Court of Bombay against defaulters, including sale of commodities and assets is also in process. Various agencies including Economic Offence Wing and Enforcement Directorate are also in process of liquidating assets of defaulters. However considering uncertainties involved in making any reliable estimate of amount recoverable, provision if any will be considered at an appropriate time on the basis of resultant outcome. Until then the dues are considered as good.





- 3 Tax expense comprises of current tax and deferred tax including deferred tax assets reversal of Rs. 183.00 Lakhs pertaining to earlier years and of Rs. 348.00 Lakhs on account of change in Tax rates.
- 4 The Ministry of Corporate Affairs has notified Indian Accounting Standard 116 ("Ind AS 116"), Leases, with effect from 1st April, 2019. The Standard primarily requires the Company, as a lessee, to recognize, at the commencement of the lease a right-to-use asset and a lease liability (representing present Value of unpaid lease payments). Such right-to-use assets are subsequently depreciated and the lease liability reduced when paid, with the interest on the lease liability being recognized as finance costs, subject to certain remeasurement adjustments. As permitted by the standard, the Company has elected to apply this standard to its leases w.e.f. 1st April, 2019 and comparatives for the previous period / year have not been restated. The effect of this adoption is insignificant on the Loss for the period / year. The net assets (PPE) and net liabilities as at March 31, 2020 have increased by ₹ 446.70 Lakhs and ₹ 462.86 Lakhs respectively.
- 5 The outbreak of Covid-19 pandemic is causing significant disturbance and slowdown of economic activities globally. The nationwide lockdown ordered by the Government of India has resulted in significant reduction in economic activities and also the business operations of the Company in terms of trading sales, real estate and solar power generation however the Company is of the view that there is no significant impact on the financial performance of the Company for the year ended March 31, 2020. Further, as at March 31, 2020, the Company expects to fully recover the carrying amount of its assets and liabilities. Based on the current indicators of future economic conditions, the management expects to recover the carrying amount of the assets. However, due to the uncertainties associated with the pandemic, the actual impact may not be in line with current estimates. The management will continue to closely monitor any material changes based on future economic conditions. Given the uncertainties, the final impact on Company's operating results, financial condition and cash flows cannot be predicted at this time and in future may differ from that estimated as at the date of approval of these financial results. Further, the impact assessment does not indicate any adverse impact on the ability of the company to continue as a going concern.
- 6 Figures for the quarters ended 31 March 2020 and 31 March 2019 are the balancing figures between audited figures for the full financial year and the reviewed year to date figures upto the third quarter of the respective financial years.
- 7 Previous period/year's figures have been regrouped / reclassified / restated wherever necessary to correspond with the current quarter/period's classification/disclosure.

(₹ In Lakhs)

**Segment - wise Revenue, Results, Assets and Liabilities**

|  | Unaudited         |                  | Audited          |                   |                  |
|--|-------------------|------------------|------------------|-------------------|------------------|
|  | Quarter Ended     |                  |                  | Year Ended        |                  |
|  | 31.03.2020        | 31.12.2019       | 31.03.2019       | 31.03.2020        | 31.03.2019       |
| <b>1 Segment Revenue :</b>                                   |                   |                  |                  |                   |                  |
| a) Trading   | 1,474.54          | 615.36           | 1,682.48         | 4,186.94          | 7,389.59         |
| b) Renewable Energy  | 62.21             | 58.03            | 50.08            | 259.68            | 253.93           |
| c) Real Estate   | 0.30              | 0.30             | 0.30             | 1.20              | 1.50             |
| d) Others  | 3.96              | 4.13             | 5.52             | 17.48             | 13.15            |
| <b>Total Revenue from Operations</b>                         | <b>1,541.01</b>   | <b>677.82</b>    | <b>1,738.38</b>  | <b>4,465.30</b>   | <b>7,658.17</b>  |
| <b>2 Segment Results:</b>                                    |                   |                  |                  |                   |                  |
| a) Trading   | (19.32)           | (15.06)          | (4.48)           | (39.40)           | 12.55            |
| b) Renewable Energy  | (0.74)            | (27.05)          | (28.29)          | (45.80)           | (138.21)         |
| c) Real Estate   | (1.76)            | (23.70)          | (227.95)         | (11.90)           | (203.38)         |
| <b>Total</b>   | <b>(21.82)</b>    | <b>(65.81)</b>   | <b>(260.72)</b>  | <b>(97.10)</b>    | <b>(329.04)</b>  |
| <b>Less:</b>   |                   |                  |                  |                   |                  |
| (i) Finance Cost   | (354.77)          | (352.10)         | 162.04           | (1,350.37)        | (801.92)         |
| (ii) Other unallocable income net of unallocable expenditure | (1,282.50)        | 271.15           | 56.05            | (859.86)          | 292.64           |
| <b>Profit /(Loss) before tax</b>                             | <b>(1,659.09)</b> | <b>(146.76)</b>  | <b>(42.63)</b>   | <b>(2,307.33)</b> | <b>(838.32)</b>  |
| <b>3 Segment Assets:</b>                                     |                   |                  |                  |                   |                  |
| a) Trading   | 2,646.68          | 1,710.07         | 2,471.44         | 2,646.68          | 2,471.44         |
| b) Renewable Energy  | 1,161.41          | 1,181.66         | 1,346.84         | 1,161.41          | 1,346.84         |
| c) Real Estate   | 3,032.32          | 3,463.66         | 3,670.59         | 3,032.32          | 3,670.59         |
| d) Unallocated / Corporate                                   | 12,166.71         | 13,298.95        | 12,808.20        | 12,166.71         | 12,808.20        |
| <b>Total</b>   | <b>19,007.12</b>  | <b>19,654.34</b> | <b>20,297.07</b> | <b>19,007.12</b>  | <b>20,297.07</b> |
| <b>Segment Liabilities:</b>                                  |                   |                  |                  |                   |                  |
| a) Trading   | 686.59            | 182.16           | 1,103.57         | 686.59            | 1,103.57         |
| b) Renewable Energy  | 29.26             | 30.55            | 12.15            | 29.26             | 12.15            |
| c) Real Estate   | 16,332.96         | 16,305.52        | 16,265.07        | 16,332.96         | 16,265.07        |
| d) Unallocated / Corporate                                   | 2,141.78          | 1,921.31         | 835.26           | 2,141.78          | 835.26           |
| <b>Total</b>   | <b>19,190.59</b>  | <b>18,439.54</b> | <b>18,216.05</b> | <b>19,190.59</b>  | <b>18,216.05</b> |



**Statement of Assets and Liabilities:**

|  | (₹ In Lakhs)        |                     |
|--|---------------------|---------------------|
|  | Audited             |                     |
|  | As At<br>31.03.2020 | As At<br>31.03.2019 |
| <b>ASSETS</b>                              |                     |                     |
| <b>1 Non-current assets</b>                |                     |                     |
| (a) Property, Plant and Equipment          | 2,105.56            | 1,908.48            |
| (b) Capital work-in-progress               | 365.87              | 365.87              |
| (c) Investment Property                    | 468.36              | 473.25              |
| (d) Other Intangible assets                | 16.40               | 13.80               |
| <b>(e) Financial Assets</b>                |                     |                     |
| (i) Investments                            | 9,427.05            | 10,114.50           |
| (ii) Others financial assets               | 294.92              | 410.08              |
| (f) Non Current Tax Assets (Net)           | 59.28               | 51.39               |
| (g) Deferred tax assets (net)              | 1,146.73            | 994.73              |
| (h) Other non-current assets               | 182.58              | 169.69              |
|  | <b>14,066.75</b>    | <b>14,501.79</b>    |
| <b>2 Current assets</b>                    |                     |                     |
| (a) Inventories                            | 1,783.29            | 1,565.46            |
| (b) Financial Assets                       |                     |                     |
| (i) Investments                            | 1.05                | 523.30              |
| (ii) Trade receivables                     | 2,503.05            | 2,530.64            |
| (iii) Cash and cash equivalents            | 26.12               | 26.36               |
| (iv) Bank balances other than (iii) above  | 17.38               | 30.40               |
| (v) Loans                                  | 138.77              | 440.51              |
| (vi) Other Financial Assets                | 109.30              | 56.56               |
| (c) Current Tax Assets (Net)               | 56.83               | 56.83               |
| (d) Other current assets                   | 304.58              | 565.22              |
|  | <b>4,940.37</b>     | <b>5,795.28</b>     |
| <b>TOTAL ASSETS</b>                        | <b>19,007.12</b>    | <b>20,297.07</b>    |
| <b>EQUITY AND LIABILITIES</b>              |                     |                     |
| <b>1 Equity</b>                            |                     |                     |
| (a) Equity Share capital                   | 750.86              | 750.86              |
| (b) Other Equity                           | (934.33)            | 1,330.16            |
| <b>Equity attributable to shareholders</b> | <b>(183.47)</b>     | <b>2,081.02</b>     |
| <b>Total Equity</b>                        | <b>(183.47)</b>     | <b>2,081.02</b>     |
| <b>2 Non-current liabilities</b>           |                     |                     |
| (a) Financial Liabilities                  |                     |                     |
| (i) Borrowings                             | 85.29               | 115.72              |
| (ii) Other financial liabilities           | 14,306.18           | 12,709.82           |
| (b) Provisions                             | 40.70               | 39.36               |
| (c) Other Non current liabilities          | 1,271.84            | 2,411.74            |
|  | <b>15,704.01</b>    | <b>15,276.64</b>    |
| <b>3 Current liabilities</b>               |                     |                     |
| (a) <b>Financial Liabilities</b>           |                     |                     |
| (i) Borrowings                             | 1,305.61            | 496.02              |
| (ii) Trade payables                        | 686.59              | 1,103.57            |
| (iii) Other financial liabilities          | 295.80              | 134.74              |
| (b) Provisions                             | 35.02               | 55.21               |
| (c) Other current liabilities              | 1,163.56            | 1,149.87            |
|  | <b>3,486.58</b>     | <b>2,939.41</b>     |
| <b>TOTAL EQUITY AND LIABILITIES</b>        | <b>19,007.12</b>    | <b>20,297.07</b>    |

Mumbai, 29th June, 2020

For and on behalf of the Board  
Modern India Limited

*Vijay Kumar Jatia*  
Vijay Kumar Jatia  
Chairman & Managing Director  
DIN No. 00096977

| Particulars   | Year ended<br>March 31, 2020 | Year ended<br>March 31, 2019 |
|---|------------------------------|------------------------------|
| <b>Cash flows from operating activities</b>   |                              |                              |
| Loss before tax for the year  | (2,307.33)                   | (838.32)                     |
| Adjustments for:  |                              |                              |
| Interest Expense  | 113.24                       | 43.44                        |
| Unwinding of Finance costs relating to valuations of Security Deposit                                 | 1,211.39                     | 758.48                       |
| Real Estate income on fair valuation of security deposit  | (1,143.02)                   | (964.35)                     |
| Interest income recognised in profit or loss  | (230.72)                     | (201.62)                     |
| Interest on financial Assets at Amortised Cost  | (1.64)                       | (5.16)                       |
| Dividend income   | (37.72)                      | (41.56)                      |
| Investment (income)/Loss recognised in profit or loss   | 26.16                        | (53.87)                      |
| Gain on disposal of property, plant and equipment   | (1.56)                       | 0.76                         |
| Net (gain)/loss arising on financial assets mandatorily measured at fair value through profit or loss | 817.39                       | (80.82)                      |
| Provision no longer required  | (18.97)                      | (3.64)                       |
| Provision for doubtful debts and advances   | 476.22                       | 86.04                        |
| Interest Expenses as per IND AS 116   | 25.74                        | -                            |
| Amortisation as per IND AS 116  | 58.67                        | -                            |
| Depreciation and amortisation of non-current assets   | 304.55                       | 319.02                       |
|   | <b>(707.58)</b>              | <b>(981.58)</b>              |
| Movements in working capital:   |                              |                              |
| (Increase)/decrease in trade receivables  | 27.59                        | (14.09)                      |
| (Increase)/decrease in inventories  | (217.82)                     | (319.86)                     |
| (Increase)/decrease in Other receivable   | 75.07                        | (116.22)                     |
| (Increase)/decrease in other assets   | (213.10)                     | 11.20                        |
| Increase/(decrease) in trade and other payables   | (418.01)                     | (49.35)                      |
| Increase/(decrease) in provisions   | (23.29)                      | 14.92                        |
| Increase in Security Deposit received   | -                            | (0.00)                       |
| (Decrease)/increase in financial and non financial liabilities  | 96.98                        | (25.32)                      |
| Cash generated from operations  | <b>(1,380.16)</b>            | <b>(1,480.29)</b>            |
| Income taxes paid   | (7.90)                       | (30.24)                      |
| Net cash (used in)/generated from operating activities  | <b>(1,388.06)</b>            | <b>(1,510.53)</b>            |
| <b>Cash flows from investing activities</b>   |                              |                              |
| Proceeds from disposal of property, plant and equipment   | 8.30                         | 2.12                         |
| Payments for property, plant and equipment  | (49.38)                      | (265.74)                     |
| Payments for Intangible assets  | (10.00)                      | (0.57)                       |
| Interest received   | 204.33                       | 181.50                       |
| Dividends received from Subsidiary  | 25.00                        | 19.00                        |
| Other dividends received  | 12.72                        | 22.56                        |
| Investment in subsidiary companies  | -                            | (158.96)                     |
| Proceeds/(Payments) for purchase of current and non current investments (Net)                         | 366.15                       | 1,878.06                     |
| Fixed Deposit with Banks  | 13.03                        | (6.95)                       |
| Other Loans Given   | 2.18                         | (0.80)                       |
| Inter corporate Deposit given   | 319.57                       | (54.58)                      |
| Net cash (used in)/generated from investing activities  | <b>891.88</b>                | <b>1,615.64</b>              |
| <b>Cash flows from financing activities</b>   |                              |                              |
| (Repayment) / Proceeds from Current borrowings (Net)  | -                            | -                            |
| (Repayment) / Proceeds from Non-Current borrowings (Net)  | (24.42)                      | 150.11                       |
| Dividend paid (including DDT)   | (107.74)                     | (134.93)                     |
| Payment towards lease obligations   | (68.25)                      | -                            |
| Interest paid   | (113.24)                     | (43.44)                      |
| Net cash (used in)/generated from financing activities  | <b>(313.65)</b>              | <b>(28.25)</b>               |
| <b>Net increase in cash and cash equivalents</b>  | <b>(809.82)</b>              | <b>76.86</b>                 |
| Cash and cash equivalents at the beginning of the year  | (469.66)                     | (546.52)                     |
| <b>Cash and cash equivalents at the end of the year</b>   | <b>(1,279.49)</b>            | <b>(469.66)</b>              |
| Cash and cash equivalents as per Balance Sheet (Note 9)   | 26.12                        | 26.36                        |
| Loans repayable on demand   | (1,305.61)                   | (496.02)                     |
|   | <b>(1,279.49)</b>            | <b>(469.66)</b>              |



**Independent Auditor's Report on annual audited consolidated financial results pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**To The Board of Directors of Modern India Limited**

**Qualified Opinion**

1. We have audited consolidated financial results of **Modern India Limited** ("the Company") and its subsidiaries (the Company and its subsidiaries together referred to as "the Group") for the year ended March 31, 2020, which are included in the accompanying Statement of consolidated financial results for the quarter and year ended March 31, 2020, the consolidated statement of Assets and Liabilities on that date and the consolidated statement of cash flow for the year ended March 31, 2020 and together with the notes thereon ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations, 2015") and SEBI Circulars.

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter described in the 'Basis for Qualified Opinion' paragraph below, and based on the consideration of the reports of the other auditors on separate audited financial statements of such subsidiaries, the Statement together with the notes thereon:

a. includes the financial results of the following subsidiaries;

| Sr. No.                    | Name Of the Entity  | Relationship                                   |
|----------------------------|---|--|
| <b>Direct Subsidiaries</b> |   |  |
| 1                          | Verifacts Services Private Limited  | Subsidiary                                     |
| 2                          | Modern International (Asia) Limited   | Subsidiary                                     |
| <b>Indirect Subsidiary</b> |   |  |
| 3                          | Modern International (Vietnam) Company Limited<br>(Subsidiary of Modern International (Asia) Limited) | Step-Down<br>Subsidiary (w.e.f.<br>17.10.2019) |

b. is presented in the format prescribed under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, in this regard; and



- c. the annual audited consolidated financial results for the year ended March 31, 2020 as set out in the Statement gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India, of the consolidated net loss, consolidated other comprehensive loss and other financial information of the Group for the year ended March 31, 2020.

### **Basis for qualified Opinion**

2. In case of the Holding Company, an amount of Rs. 1348.48 lakhs (net of Rs. 104.64 lakhs recovered till date) is outstanding as trade receivables as at March 31, 2020 in respect of commodities trading transaction done on National Spot Exchange Limited (NSEL). The Holding Company has filed a representative suit in the Hon'ble Bombay High Court for recovery of the same. Ministry of Corporate Affairs (MCA) had ordered merger of 63 Moons Technologies Limited with NSEL which was held up by the Hon'ble High Court of Bombay. The same has been set aside by the Hon'ble Supreme Court of India. Pending outcome of the legal suit and resolution of uncertainties involved, the management has considered the receivable as good for recovery. However, in the absence of appropriate audit evidence, we are unable to determine the extent of recovery possible in this case. [Refer note 2 of the Statement]
3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those SAs are further described in the "Auditor's Responsibilities for the Audit of the consolidated financial results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our qualified opinion.

### **Emphasis of Matter**

4. We draw attention to Note 6 to the Consolidated Financial Results in which the Group describes the uncertainties arising from the COVID 19 pandemic. Our report is not modified in respect of this matter.



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

5. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been compiled from the audited consolidated financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the Consolidated Financial Results that give a true and fair view of the consolidated net loss and consolidated other comprehensive loss and other financial information of the Group in accordance with the applicable accounting standards prescribed under section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations, 2015.
6. The respective Boards of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the respective financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of this Consolidated Financial Results by the Directors of the Company, as aforesaid.

In preparing the Consolidated Financial Results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Boards of Directors either intend to liquidate their respective entities or to cease operations, or have no realistic alternative but to do so.

The respective Boards of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.



### **Auditors' Responsibility for the Audit of the Consolidated Financial Results**

7. Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Consolidated Financial Results.

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

- Identify and assess the risks of material misstatement of the Consolidated Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Obtain an understanding of internal 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 an opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls. [Refer paragraph 8(i) below]
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations, 2015.



- Conclude on the appropriateness of the management' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Results, including the disclosures, and whether the Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial statements of the entity within the Group to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial statements of the Company included in the Statement of which are the independent auditors. For the other entity included in the Statement, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried by them. We are solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Consolidated Financial Results.

We communicate with those charged with governance of the Company and such other entities included in the Consolidated Financial Results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.





We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

**Other Matters**

8. i) We did not audit the financial statements of the three subsidiaries whose financial statements reflect total assets as at March 31, 2020, Total Revenue for the quarter and year ended March 31, 2020, Net Profit/ (loss) after tax for the quarter and year ended March 31, 2020, Total comprehensive income / (loss) for the quarter and year ended March 31, 2020 and net cash inflow / (outflow) for the year ended on March 31, 2020, considered as under in the Statement based on audited financial statements by other auditors:

(Rs. in Lakhs)

| Name of the subsidiary                        | Total Assets as at March 31, 2020 | Total Revenue for the quarter & year ended March 31, 2020 | Net Profit/ (loss) after tax for the quarter & year ended March 31, 2020 | Total comprehensive income / (loss) for the quarter & year ended March 31, 2020 | Net Cash Inflow / (Outflow) for the year ended March 31, 2020 |
|---|-----------------------------------|---|--|---|---|
| Verifacts Services Private Limited            | 2,031.88                          | 466.69<br>and<br>2,087.03                                 | (40.73)<br>and<br>49.39  | (29.07)<br>and<br>50.36   | 6.38  |
| Modern International (Asia) Limited *         | 3,410.66                          | 2,111.93<br>and<br>11,292.67                              | (4.21)<br>and<br>46.52   | 96.00<br>and<br>206.54  | (14.38)   |
| Modern International Vietnam Company Limited* | 9.27                              | Nil<br>and<br>Nil   | (1.72)<br>and<br>(2.66)  | (2.12)<br>and<br>(3.08)   | 9.09  |

\* these subsidiaries are located outside India whose financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in that respective country and which has been audited by other auditors under generally accepted auditing standards applicable in that respective country. The Holding Company's management has converted the financial statements of the said subsidiaries located outside India from accounting principles generally accepted in that country to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's management. Our opinion in so far as it relates to the financial information of the said subsidiaries located outside India, is based on the report of other auditors and the conversion adjustments prepared by the management of the Holding Company and audited by us.



These financial results have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the report of the other auditors and the procedures performed by us as stated in paragraph 7 above.

Our opinion on the consolidated financial results is not modified in respect of this matter with respect to our reliance on the work done by and the reports of the other auditors.

- ii) The Statement includes the consolidated financial results for the quarter ended March 31, 2020 being the balancing figure between audited figures in respect of the full financial year and the unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

Our opinion on the statement and our report is not modified in respect of the above matter.

- iii) The Statement includes the consolidated financial results for the quarter ended March 31, 2019 being the balancing figure between audited figures in respect of the full financial year and the unaudited year to date figures up to the third quarter of the current financial year which were not subject to limited review.

Our opinion on the statement and our report is not modified in respect of the above matter.



For **Khandelwal Jain & Co.**  
Chartered Accountants  
Firm Registration No. 105049W

**NARENDRAKUMA** Digitally signed by NARENDRAKUMA  
**R RAJKUMAR JAIN** RAJKUMAR JAIN  
Date: 2020.06.29 13:56:06 +05'30'

**Narendra Jain**  
**Partner**  
**Membership No. 048725**  
**UDIN: 20048725AAAACE9573**

**Place:** Mumbai  
**Date:** June 29, 2020

**MODERN INDIA LIMITED**

CIN:L17120MH1933PLC002031

Regd. Office : 1, Mittal Chambers, 228, Nariman Point, Mumbai - 400 021

Web:www.modernindia.co.in, Email: info@modernindia.co.in, Tel.:022-67444200, Fax:022-67444300

Statement of Audited Consolidated Financial Results for the Year Ended on 31st March, 2020

(₹ in Lakhs)

| Particulars   | Unaudited Quarter Ended |                 |                 | Audited Year Ended |                  |
|---|-------------------------|-----------------|-----------------|--------------------|------------------|
|   | 31.03.2020              | 31.12.2019      | 31.03.2019      | 31.03.2020         | 31.03.2019       |
| <b>1 Revenue from operations</b>  |                         |                 |                 |                    |                  |
| (a) Net Sales / Revenue From Operations   | 4,106.24                | 3,415.20        | 5,185.63        | 17,727.11          | 19,149.20        |
| (b) Other Operating Revenue   | 3.96                    | 4.13            | 4.89            | 17.48              | 12.52            |
| <b>Total Revenue from operations</b>  | <b>4,110.20</b>         | <b>3,419.33</b> | <b>5,190.52</b> | <b>17,744.59</b>   | <b>19,161.72</b> |
| Other Income (Including interest Income)  | 310.79                  | 435.08          | 277.25          | 1,573.83           | 1,444.20         |
| <b>Total income</b>   | <b>4,420.99</b>         | <b>3,854.41</b> | <b>5,467.77</b> | <b>19,318.42</b>   | <b>20,605.92</b> |
| <b>2 Expenses</b>   |                         |                 |                 |                    |                  |
| (a) Purchases of Goods Traded   | 3,469.13                | 2,746.14        | 4,465.79        | 15,087.16          | 16,538.66        |
| (b) Changes in inventories of finished goods, Stock-in-Trade and work-in progress | (13.67)                 | (79.07)         | 143.10          | (217.82)           | (319.86)         |
| (c) Employee Benefits Expense   | 385.84                  | 438.38          | 368.44          | 1,682.70           | 1,493.61         |
| (d) Finance Cost  | 394.58                  | 364.31          | (150.14)        | 1,432.30           | 850.23           |
| (e) Depreciation and amortization expenses  | 138.76                  | 136.47          | 104.38          | 486.51             | 363.12           |
| (f) Fair Valuation Loss (Net) / Impairment of Investments                         | 849.36                  | -               | -               | 849.36             | -                |
| (g) Other Expenses  | 904.93                  | 336.48          | 488.97          | 2,215.95           | 2,263.18         |
| <b>Total Expenses</b>   | <b>6,128.93</b>         | <b>3,942.71</b> | <b>5,420.54</b> | <b>21,536.16</b>   | <b>21,188.94</b> |
| <b>3 Profit / (Loss) before Exceptional items and Tax</b>                         | <b>(1,707.94)</b>       | <b>(88.30)</b>  | <b>47.23</b>    | <b>(2,217.74)</b>  | <b>(583.02)</b>  |
| <b>4 Exceptional items</b>  | -                       | -               | -               | -                  | -                |
| <b>5 Profit / (Loss) before Tax</b>   | <b>(1,707.94)</b>       | <b>(88.30)</b>  | <b>47.23</b>    | <b>(2,217.74)</b>  | <b>(583.02)</b>  |
| <b>6 Tax Expense</b>  | (278.01)                | 166.01          | (7.45)          | (129.55)           | (261.92)         |
| <b>7 Net Profit / (Loss) after Tax</b>  | <b>(1,429.93)</b>       | <b>(254.31)</b> | <b>54.68</b>    | <b>(2,088.19)</b>  | <b>(321.10)</b>  |
| <b>8 Other Comprehensive Income / (Loss)</b>                                      |                         |                 |                 |                    |                  |
| a) Items that will not be reclassified to Profit & Loss                           | (4.49)                  | 0.45            | (0.18)          | (3.15)             | 1.79             |
| Remeasurement of post-employment benefit obligations                              |                         |                 |                 |                    |                  |
| Deferred Tax on above   | 1.16                    | (0.11)          | 0.09            | 0.79               | (0.57)           |
| b) Items that will be reclassified to profit or loss                              |                         |                 |                 |                    |                  |
| Changes in foreign currency translation reserve                                   | 99.82                   | 24.46           | (30.39)         | 159.61             | 72.25            |
| <b>9 Other Comprehensive income / (Loss)</b>                                      | <b>96.49</b>            | <b>24.80</b>    | <b>(30.48)</b>  | <b>157.25</b>      | <b>73.47</b>     |
| <b>10 Total Comprehensive income / (Loss) for the Year</b>                        | <b>(1,333.44)</b>       | <b>(229.51)</b> | <b>24.20</b>    | <b>(1,930.94)</b>  | <b>(247.63)</b>  |
| <b>11 Profit / (Loss) for the year attributable to :</b>                          |                         |                 |                 |                    |                  |
| (a) Shareholders of the Company   | (1,429.93)              | (254.31)        | 54.68           | (2,088.19)         | (335.65)         |
| (b) Non Controlling Interest  | -                       | -               | -               | -                  | 14.55            |
| <b>12 Other Comprehensive Income / (Loss) of the Year;</b>                        |                         |                 |                 |                    |                  |
| (a) Shareholders of the Company   | 96.49                   | 24.80           | (30.48)         | 157.25             | 73.41            |
| (b) Non Controlling Interest  | -                       | -               | -               | -                  | 0.06             |
| <b>13 Total Comprehensive Income / (Loss) of the Year;</b>                        |                         |                 |                 |                    |                  |
| (a) Shareholders of the Company   | (1,333.44)              | (229.51)        | 24.20           | (1,930.94)         | (262.24)         |
| (b) Non Controlling Interest  | -                       | -               | -               | -                  | 14.61            |
| <b>14 Paid-up Equity Share Capital - (Face Value ₹ 2/- each)</b>                  | <b>750.86</b>           | <b>750.86</b>   | <b>750.86</b>   | <b>750.86</b>      | <b>750.86</b>    |
| <b>15 Other Equity excluding Revaluation Reserves</b>                             |                         |                 |                 | <b>655.06</b>      | <b>2,695.86</b>  |
| <b>16 Earning Per Share (EPS) Face Value ₹ 2/- each (not annualized)</b>          |                         |                 |                 |                    |                  |
| Basic EPS   | (3.81)                  | (0.68)          | 0.15            | (5.56)             | (0.89)           |
| Diluted EPS   | (3.81)                  | (0.68)          | 0.15            | (5.56)             | (0.89)           |

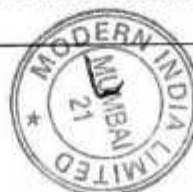
**Notes:**

1 The above results of the Company for the quarter and year ended March 31, 2020 have been reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on June 29, 2020.

2 The Statutory Auditors in their Report on the Financial Statements for the year ended on March 31, 2020 have qualified their opinion as regards Receivable of ₹ 1,348.48 Lakhs in respect of Commodities Trading Transaction done on NSEL.

The Managements reply is stated here under.

An amount of ₹ 1,348.48 Lakhs (Net of ₹ 104.64 Lakhs recovered till date) is outstanding as receivable in respect of Commodities Trading Transactions done on National Spot Exchange Limited (NSEL). The Company has filed a representative suit in the Hon'ble Bombay High Court for recovery of the same. Ministry of Corporate Affairs (MCA) had ordered merger of 63 Moons Technologies Limited with NSEL which has been set aside by the Hon'ble Supreme Court of India. In the meanwhile various decrees have been passed by the High Court of Bombay against defaulters, including sale of commodities and assets is also in process. Various agencies including Economic Offence Wing and Enforcement Directorate are also in process of liquidating assets of defaulters. However considering uncertainties involved in making any reliable estimate of amount recoverable, provision if any will be considered at an appropriate time on the basis of resultant outcome. Until then the dues are considered as good.



- 3 Tax expense comprises of current tax and deferred tax including deferred tax assets reversal of Rs. 183.00 Lakhs pertaining to earlier years and of Rs. 348.00 Lakhs on account of change in Tax rates.
- 4 The consolidated financial results represent the results of business operations of the Company, its Wholly owned subsidiary companies Modern International (Asia) Limited (MIAL), Verifacts Services Private Limited and Wholly Owned Subsidiary of MIAL - Modern International (Vietnam) Company Limited w.e.f. 17.10.2019.
- 5 The Ministry of Corporate Affairs has notified Indian Accounting Standard 116 ("Ind AS 116"), Leases, with effect from 1st April, 2019. The Standard primarily requires the Group, as a lessee, to recognize, at the commencement of the lease a right-to-use asset and a lease liability (representing present Value of unpaid lease payments). Such right-to-use assets are subsequently depreciated and the lease liability reduced when paid, with the interest on the lease liability being recognized as finance costs, subject to certain remeasurement adjustments. As permitted by the standard, the Group has elected to apply this standard to its leases w.e.f. 1st April, 2019 and comparatives for the previous period / year have not been restated. The effect of this adoption is insignificant on the Loss for the period / year. The net assets (PPE) and net liabilities as at March 31, 2020 have increased by ₹ 916.54 Lakhs and ₹ 959.47 Lakhs respectively.
- 6 The outbreak of Covid-19 pandemic is causing significant disturbance and slowdown of economic activities globally. The nationwide lockdown ordered by the Government of India has resulted in significant reduction in economic activities and also the business operations of the Group in terms of trading sales, real estate, solar power generation and background check services however the Group is of the view that there is no significant impact on the financial performance of the Group for the year ended March 31, 2020. Further, as at March 31, 2020, the Group expects to fully recover the carrying amount of its assets and liabilities. Based on the current indicators of future economic conditions, the management expects to recover the carrying amount of the assets. However, due to the uncertainties associated with the pandemic, the actual impact may not be in line with current estimates. The management will continue to closely monitor any material changes based on future economic conditions. Given the uncertainties, the final impact on Group's operating results, financial condition and cash flows cannot be predicted at this time and in future may differ from that estimated as at the date of approval of these financial results. Further, the impact assessment does not indicate any adverse impact on the ability of the Group to continue as a going concern.
- 7 Figures for the quarters ended 31 March 2020 and 31 March 2019 are the balancing figures between audited figures for the full financial year and the reviewed year to date figures upto the third quarter of the respective financial years.
- 8 Previous period/year's figures have been regrouped / reclassified / restated wherever necessary to correspond with the current quarter/period's classification/disclosure.

(₹ in Lakhs)

| Segment - wise Revenue, Results, Assets and Liabilities      |                   |                  |                  |                   |                  |
|--|-------------------|------------------|------------------|-------------------|------------------|
|  | Unaudited         |                  |                  | Audited           |                  |
|  | Quarter Ended     |                  |                  | Year Ended        |                  |
|  | 31.03.2020        | 31.12.2019       | 31.03.2019       | 31.03.2020        | 31.03.2019       |
| <b>1 Segment Revenue :</b>                                   |                   |                  |                  |                   |                  |
| a) Trading   | 3,581.01          | 2,832.47         | 4,578.39         | 15,446.75         | 17,006.75        |
| b) Renewable Energy  | 62.21             | 58.03            | 50.07            | 259.68            | 253.93           |
| c) Background Check Services                                 | 462.72            | 524.40           | 556.24           | 2,019.48          | 1,886.39         |
| d) Real Estate   | 0.30              | 0.30             | 0.30             | 1.20              | 1.50             |
| e) Others  | 3.96              | 4.13             | 5.52             | 17.48             | 13.15            |
| <b>Total Revenue from Operations</b>                         | <b>4,110.20</b>   | <b>3,419.33</b>  | <b>5,190.52</b>  | <b>17,744.59</b>  | <b>19161.72</b>  |
| <b>2 Segment Results:</b>                                    |                   |                  |                  |                   |                  |
| a) Trading   | (11.10)           | (0.40)           | (71.09)          | 26.97             | 57.77            |
| b) Renewable Energy  | (0.74)            | (27.05)          | (28.29)          | (45.80)           | (138.21)         |
| c) Background Check Services                                 | 4.93              | 21.69            | 97.17            | 148.73            | 225.82           |
| d) Real Estate   | (1.76)            | (23.70)          | (228.74)         | (11.90)           | (204.17)         |
| <b>Total</b>   | <b>(8.67)</b>     | <b>(29.46)</b>   | <b>(230.95)</b>  | <b>118.00</b>     | <b>(58.79)</b>   |
| <b>Less:</b>   |                   |                  |                  |                   |                  |
| (i) Finance Cost   | (394.58)          | (364.31)         | 150.14           | (1,432.30)        | (850.23)         |
| (ii) Other unallocable income net of unallocable expenditure | (1,304.69)        | 305.47           | 128.04           | (903.44)          | 326.00           |
| <b>Profit /(Loss) before tax</b>                             | <b>(1,707.94)</b> | <b>(88.30)</b>   | <b>47.23</b>     | <b>(2,217.74)</b> | <b>(583.02)</b>  |
| <b>3 Segment Assets:</b>                                     |                   |                  |                  |                   |                  |
| a) Trading   | 5,855.41          | 5,223.33         | 4,622.03         | 5,855.41          | 4,622.03         |
| b) Renewable Energy  | 1,161.41          | 1,181.66         | 1,346.84         | 1,161.41          | 1,346.84         |
| c) Background Check Services                                 | 2,031.88          | 1,841.53         | 1,526.56         | 2,031.88          | 1,526.56         |
| d) Real Estate   | 3,032.32          | 3,463.66         | 3,670.59         | 3,032.32          | 3,670.59         |
| e) Unallocated / Corporate                                   | 11,013.98         | 11,973.37        | 12,294.71        | 11,013.98         | 12,294.71        |
| <b>Total</b>   | <b>23,094.99</b>  | <b>23,683.55</b> | <b>23,460.73</b> | <b>23,094.99</b>  | <b>23,460.73</b> |
| <b>Segment Liabilities:</b>                                  |                   |                  |                  |                   |                  |
| a) Trading   | 2,235.40          | 1,953.49         | 1,843.20         | 2,235.40          | 1,843.20         |
| b) Renewable Energy  | 29.26             | 30.55            | 12.15            | 29.26             | 12.15            |
| c) Background Check Services                                 | 951.61            | 732.18           | 466.51           | 951.61            | 466.51           |
| d) Real Estate   | 16,332.96         | 16,305.52        | 16,264.59        | 16,332.96         | 16,264.59        |
| e) Unallocated / Corporate                                   | 2,139.85          | 1,922.47         | 1,427.56         | 2,139.85          | 1,427.56         |
| <b>Total</b>   | <b>21,689.07</b>  | <b>20,944.21</b> | <b>20,014.01</b> | <b>21,689.07</b>  | <b>20,014.01</b> |



**Statement of Assets and Liabilities:****ASSETS****1 Non-current assets**

- (a) Property, Plant and Equipment  
 (b) Capital work-in-progress  
 (c) Investment Property  
 (d) Goodwill  
 (e) Other Intangible assets

**(f) Financial Assets**

- (i) Investments  
 (ii) Others financial assets  
 (g) Non Current Tax Assets (Net)  
 (h) Deferred tax assets (net)  
 (i) Other non-current assets

**2 Current assets**

- (a) Inventories  
 (b) Financial Assets  
 (i) Investments  
 (ii) Trade receivables  
 (iii) Cash and cash equivalents  
 (iv) Bank balances other than (iii) above  
 (v) Loans  
 (vi) Other Financial Assets  
 (c) Current Tax Assets (Net)  
 (d) Other current assets

**TOTAL ASSETS****EQUITY AND LIABILITIES****1 Equity**

- (a) Equity Share capital  
 (b) Other Equity  
**Equity attributable to shareholders**  
 (c) Non Controlling Interest  
**Total Equity**

**2 Non-current liabilities**

- (a) Financial Liabilities  
 (i) Borrowings  
 (ii) Other financial liabilities  
 (b) Provisions  
 (c) Other Non current liabilities

**3 Current liabilities**

- (a) Financial Liabilities  
 (i) Borrowings  
 (ii) Trade payables  
 (iii) Other financial liabilities  
 (b) Provisions  
 (c) Other current liabilities

**TOTAL EQUITY AND LIABILITIES**

| (₹ In Lakhs)        |                     |
|---------------------|---------------------|
| Audited             |                     |
| As At<br>31.03.2020 | As At<br>31.03.2019 |
| 2,627.04            | 1,948.77            |
| 398.89              | 365.87              |
| 468.36              | 473.25              |
| 2,279.86            | 2,279.86            |
| 30.66               | 49.48               |
| 6,359.80            | 6,619.57            |
| 334.52              | 448.53              |
| 324.55              | 278.86              |
| 1,192.31            | 1,023.26            |
| 182.58              | 169.69              |
| <b>14,198.56</b>    | <b>13,657.14</b>    |
| 1,783.29            | 1,565.47            |
| 1.05                | 523.30              |
| 4,862.30            | 4,495.53            |
| 44.28               | 43.42               |
| 917.46              | 979.15              |
| 223.77              | 595.51              |
| 341.12              | 104.48              |
| 56.83               | 215.18              |
| 666.33              | 1,281.55            |
| <b>8,896.43</b>     | <b>9,803.59</b>     |
| <b>23,094.99</b>    | <b>23,460.73</b>    |
| 750.86              | 750.86              |
| 655.06              | 2,695.86            |
| <b>1,405.92</b>     | <b>3,446.72</b>     |
| -                   | -                   |
| <b>1,405.92</b>     | <b>3,446.72</b>     |
| 99.12               | 115.72              |
| 14,739.60           | 12,709.83           |
| 93.45               | 79.11               |
| 1,271.84            | 2,411.74            |
| <b>16,204.02</b>    | <b>15,316.40</b>    |
| 1,646.18            | 919.32              |
| 2,001.67            | 1,954.91            |
| 476.86              | 225.48              |
| 36.67               | 56.82               |
| 1,323.68            | 1,541.08            |
| <b>5,485.06</b>     | <b>4,697.61</b>     |
| <b>23,094.99</b>    | <b>23,460.73</b>    |



For and on behalf of the Board  
 Modern India Limited

*Vijay Kumar Jatia*  
 Chairman & Managing Director  
 DIN No. 00096977

Mumbai, 29th June, 2020

| Particulars   | Year ended<br>March 31, 2020 | Year ended<br>March 31, 2019 |
|---|------------------------------|------------------------------|
| <b>Cash flows from operating activities</b>   |                              |                              |
| Loss before tax for the year  | (2,217.74)                   | (583.02)                     |
| Adjustments for:-   |                              |                              |
| Interest Expense  | 148.73                       | 91.75                        |
| Unwinding of Finance costs relating to valuations of Security Deposit                                 | 1,211.39                     | 758.48                       |
| Real Estate income on fair valuation of security deposit  | (1,143.02)                   | (964.35)                     |
| Interest income recognised in profit or loss  | (298.84)                     | (271.90)                     |
| Interest on financial Assets at Amortised Cost  | (3.91)                       | (9.64)                       |
| Dividend income   | (12.72)                      | (22.56)                      |
| Investment (income)/Loss recognised in profit or loss   | 24.05                        | (53.87)                      |
| Gain on disposal of property, plant and equipment   | (1.13)                       | 8.93                         |
| Net (gain)/loss arising on financial assets mandatorily measured at fair value through profit or loss | 849.36                       | (72.48)                      |
| Provision no longer required  | (18.97)                      | (3.64)                       |
| Bad Debts   | -                            | 28.12                        |
| Provision for doubtful debts and advances   | 479.12                       | 86.04                        |
| Interest Expenses as per IND AS 116   | 72.17                        | -                            |
| Amortisation as per IND AS 116  | 139.62                       | -                            |
| Depreciation and amortisation of non-current assets   | 346.89                       | 363.12                       |
|   | <b>(424.99)</b>              | <b>(645.01)</b>              |
| Movements in working capital:   |                              |                              |
| (Increase)/decrease in trade receivables  | (366.78)                     | (1,273.06)                   |
| (Increase)/decrease in inventories  | (217.82)                     | (319.86)                     |
| (Increase)/decrease in Other receivable   | (112.18)                     | (114.88)                     |
| (Increase)/decrease in other assets   | 140.07                       | (430.87)                     |
| Increase/(decrease) in trade and other payables   | 45.73                        | 606.05                       |
| Increase/(decrease) in provisions   | (8.97)                       | 21.06                        |
| Increase in Security Deposit received   | -                            | (0.00)                       |
| Increase/(decrease) in Foreign Currency Fluctuation   | 159.61                       | 72.25                        |
| (Decrease)/increase in financial and non financial liabilities  | <b>(110.16)</b>              | 230.17                       |
| Cash generated from operations  | <b>(895.48)</b>              | <b>(1,854.14)</b>            |
| Income taxes paid   | 73.95                        | (213.16)                     |
| Net cash (used in)/generated from operating activities  | <b>(821.53)</b>              | <b>(2,067.30)</b>            |
| <b>Cash flows from investing activities</b>   |                              |                              |
| Proceeds from disposal of property, plant and equipment   | 9.05                         | 11.17                        |
| Payments for property, plant and equipment  | (115.86)                     | (276.22)                     |
| Payments for Intangible assets  | (10.00)                      | (31.69)                      |
| Investment in subsidiary companies  | -                            | (158.96)                     |
| Interest received   | 275.46                       | 218.85                       |
| Other dividends received  | 12.72                        | 22.56                        |
| Investment in subsidiary companies  | -                            | 2,041.62                     |
| Proceeds/(Payments) for purchase of current and non current investments (Net)                         | (91.39)                      | (54.18)                      |
| Fixed Deposit with Banks  | 61.69                        | (0.80)                       |
| Other Loans Given   | 2.18                         | (124.58)                     |
| Inter corporate Deposit given   | 389.57                       | -                            |
| Net cash (used in)/generated from investing activities  | <b>533.41</b>                | <b>1,647.76</b>              |
| <b>Cash flows from financing activities</b>   |                              |                              |
| (Repayment) / Proceeds from Current borrowings (Net)  | 26.05                        | (64.72)                      |
| (Repayment) / Proceeds from Non-Current borrowings (Net)  | (7.41)                       | 150.11                       |
| Dividend paid (including DDT)   | (112.88)                     | (146.07)                     |
| Payment towards lease obligations   | (168.85)                     | -                            |
| Interest paid   | (148.73)                     | (91.75)                      |
| Net cash (used in)/generated from financing activities  | <b>(411.83)</b>              | <b>(152.42)</b>              |
| <b>Net increase in cash and cash equivalents</b>  | <b>(699.95)</b>              | <b>(571.96)</b>              |
| Cash and cash equivalents at the beginning of the year  | (875.90)                     | (303.94)                     |
| <b>Cash and cash equivalents at the end of the year</b>   | <b>(1,575.86)</b>            | <b>(875.91)</b>              |
| Cash and cash equivalents as per Balance Sheet (Note 9)   | 44.28                        | 43.42                        |
| Loans repayable on demand   | (1,620.13)                   | (919.32)                     |
|   | <b>(1,575.86)</b>            | <b>(875.90)</b>              |







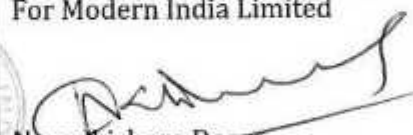

**STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS ON ANNUAL STANDALONE AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2020:**

Rs. in lakhs

| 1.  | Sr. No | Particulars                 | Audited Figures<br>(as reported before adjusting for qualifications) | Adjusted Figures *<br>(audited figures after adjusting for qualifications) |
|---|--------|-----------------------------|--|--|
|   | 1      | Total Income                | 6,044.27   | 6,044.27   |
|   | 2      | Total Expenditure           | 8,351.60   | 8,351.60   |
|   | 3      | Net Profit/(Loss) after tax | (21,56.44)   | (21,56.44)   |
|   | 4      | Earnings per share          | (5.74)   | (5.74)   |
|   | 5      | Total Assets                | 19,007.12  | 19,007.12  |
|   | 6      | Total Liabilities           | 19,190.59  | 19,190.59  |
|   | 7      | Net Worth                   | (183.47)   | (183.47)   |
| * Since, the impact of the qualifications on audited financial results is not quantifiable, adjusted figures have been reported same as before adjusting for impact of qualification. [Refer point II(e) below]   |        |                             |  |  |
| <b>II Audit Qualification</b>   |        |                             |  |  |
| <b>A a) Detail of Audit Qualification</b>   |        |                             |  |  |
| <b>Regarding receivables in respect of commodity trading done on National Spot Exchange Limited (NSEL)</b><br>An amount of Rs. 1348.48 lakhs (net of Rs. 104.64 lakhs recovered till date) is outstanding as trade receivables as at March 31, 2020 in respect of commodities trading transaction done on National Spot Exchange Limited (NSEL). The Company has filed a representative suit in the Hon'ble Bombay High Court for recovery of the same. Ministry of Corporate Affairs (MCA) had ordered merger of 63 Moons Technologies Limited with NSEL which was held up by the Hon'ble High Court of Bombay. The same has been set aside by the Hon'ble Supreme Court of India. Pending outcome of the legal suit and resolution of uncertainties involved, the management has considered the receivable as good for recovery. However, in the absence of appropriate audit evidence, we are unable to determine the extent of recovery possible in this case. (Refer note 2 of the Statement). |        |                             |  |  |
| <b>b) Type of Audit Observation: Qualified Opinion</b>  |        |                             |  |  |
| <b>c) Frequency of Observation: Qualified opinion appears for 7<sup>th</sup> time</b>   |        |                             |  |  |
| <b>d) For Audit Qualification(s) where the impact is quantified by the auditor, Management Views:</b><br>Impact is not quantifiable   |        |                             |  |  |
| <b>e) For Audit Qualification(s) where the impact is not quantified by the auditor</b>  |        |                             |  |  |
| <b>(i) &amp; (ii) Management's estimation on the impact of audit qualification and If management is unable to estimate the impact, reasons for the same:</b><br>With reference to the amount of Rs.1,348.48 lakhs receivables outstanding in respect of commodity trading transactions on NSEL, considering the uncertainties involved in making any reliable estimate of amount recoverable provision, if any, will be considered at an appropriate time other basis of resultant outcome. Until then the dues are considered good.  |        |                             |  |  |


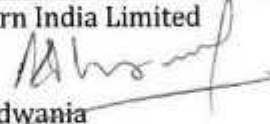





|            |   |   |
|------------|---|---|
|            | <p><b>(iii) Auditors' Comments on above:</b><br/>Quantification is not possible, pending outcome of the legal suit and resolution of uncertainties involved as stated in para II(A)(a) above.</p>   |   |
| <b>B</b>   | <b>MATTER OF EMPHASIS</b>   |   |
| <b>1.</b>  | <p><b>Uncertainties arising from the COVID 19 pandemic</b><br/>We draw attention to Note 5 to the Standalone Financial Results in which the company describes the uncertainties arising from the COVID 19 pandemic. Our report is not modified in respect of this matter.<br/><br/>Our opinion on the Standalone Financial results is not modified in respect of the above matter.</p>  |   |
|            | <b>a) Type of Audit Observation:</b>  | <b>Matter of emphasis</b>   |
|            | <b>b) Frequency of Observation:</b>   | <b>Matter of emphasis appears for the 1<sup>st</sup> time</b>   |
|            | <p><b>d) For Emphasis of Matter where the impact is quantified by the auditor, Management Views:</b><br/>Necessary disclosure has been given in the financial results.</p>  |   |
|            | <p><b>e) For Emphasis of Matter where the impact is not quantified by the auditor</b><br/><br/><b>(i) &amp; (ii) Management's estimation on the impact of audit qualification and If management is unable to estimate the impact, reasons for the same:</b><br/>Refer note 5 of the standalone financial results.<br/><br/><b>(iii) Auditors' Comments on above:</b><br/>Auditor's opinion on the above emphasis of matter is not modified.</p> |   |
| <b>iii</b> | <b>SIGNATURE</b>  | For Modern India Limited  |
|            | <b>a) CEO/MANAGING DIRECTOR</b>   | <br><br>Vijay Kumar Jatia<br>Chairman and Managing Director<br>DIN:00096977                              |
|            | <b>b) Chief Financial Officer</b>   | For Modern India Limited<br><br><br>Nawalkishore Deora<br>Sr. Vice President and Chief Financial Officer |





|  |  |  |
|--|--|--|
|  | <p>c) AUDIT COMMITTEE CHAIRMAN</p>  | <p>For Modern India Limited</p>  <p>Anand Didwania<br/>Chairman of Audit Committee<br/>DIN:00022120</p>  |
|  | <p>d) STATUTORY AUDITORS</p>        | <p>For Khandelwal Jain and Co.<br/>Chartered Accountants<br/>Firm Registration No.:105049W</p> <p>NARENDRAKUMAR RAJKUMAR JAIN<br/>Narendra Jain<br/>Partner<br/>Membership No. 048725<br/>UDIN: 20048725AAAACF3009</p> <p><small>Digitally signed by<br/>NARENDRAKUMAR RAJKUMAR JAIN<br/>Date: 2020.06.29 14:04:02 +05'30'</small></p> |

Date: June 29, 2020  
Place: Mumbai






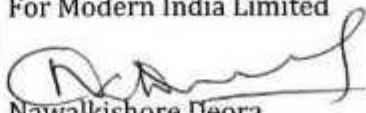
**STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS ON ANNUAL CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2020:**

**Rs. in lakhs**


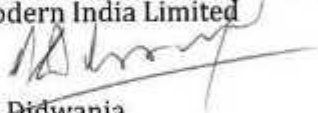

| I         | Sr. No  | Particulars   | Audited Figures<br>(as reported before adjusting for qualifications) | Adjusted Figures*<br>(audited figures after adjusting for qualifications) |
|-----------|---|---|--|---|
|           | 1   | Total Income  | 19,318.42  | 19,318.42   |
|           | 2   | Total Expenditure   | 21,536.16  | 21,536.16   |
|           | 3   | Net Profit/(Loss)after tax  | (2,088.19)   | (2,088.19)  |
|           | 4   | Earnings per share  | (5.56)   | (5.56)  |
|           | 5   | Total Assets  | 23,094.99  | 23,094.99   |
|           | 6   | Total Liabilities   | 21,689.07  | 21,689.07   |
|           | 7   | Net Worth   | 1,405.92   | 1,405.92  |
|           |   | * Since, the impact of the qualifications on audited financial results is not quantifiable, adjusted figures have been reported same as before adjusting for impact of qualification. [Refer point II(e) below] |  |   |
| <b>II</b> | <b>Audit Qualification</b>  |   |  |   |
| <b>A</b>  | <b>a) Details of Audit Qualification</b>  |   |  |   |
| <b>1.</b> | <p><b>Regarding receivables in respect of commodity trading done on National Spot Exchange Limited (NSEL)</b><br/>                     In case of the Holding Company, an amount of Rs. 1348.48 lakhs (net of Rs. 104.64 lakhs recovered till date) is outstanding as trade receivables as at March 31, 2020 in respect of commodities trading transaction done on National Spot Exchange Limited (NSEL). The Holding Company has filed a representative suit in the Hon'ble Bombay High Court for recovery of the same. Ministry of Corporate Affairs (MCA) had ordered merger of 63 Moons Technologies Limited with NSEL which was held up by the Hon'ble High Court of Bombay. The same has been set aside by the Hon'ble Supreme Court of India. Pending outcome of the legal suit and resolution of uncertainties involved, the management has considered the receivable as good for recovery. However, in the absence of appropriate audit evidence, we are unable to determine the extent of recovery possible in this case. [Refer note 2 of the Statement]</p> |   |  |   |
|           | <b>b) Type of Audit Observation: Qualified Opinion</b>  |   |  |   |
|           | <b>c) Frequency of Observation: Qualified opinion appears for 7<sup>th</sup> time</b>   |   |  |   |
|           | <b>d) For Audit Qualification(s) where the impact is quantified by the auditor, Management Views: Impact is not quantifiable</b>  |   |  |   |
|           | <b>e) For Audit Qualification(s) where the impact is not quantified by the auditor</b>  |   |  |   |
|           | <p><b>(i) &amp; (ii) Management's estimation on the impact of audit qualification and If management is unable to estimate the impact, reasons for the same:</b><br/>                     With reference to the amount of Rs.1348.48 lakhs receivables outstanding in respect of commodity trading transactions on NSEL, considering the uncertainties involved in making any reliable estimate of amount recoverable provision, if any, will be considered at</p>   |   |  |   |





|             |   |
|-------------|---|
|             | <p>an appropriate time other basis of resultant outcome. Until then the dues are considered good.</p> <p>Quantification is not possible, pending outcome of the legal suit and resolution of uncertainties involved as stated in para II(A)(a) above.</p>   |
| <b>B</b>    | <b>MATTER OF EMPHASIS</b>   |
| <b>1.</b>   | <p><b>Uncertainties arising from the COVID 19 pandemic</b><br/>We draw attention to Note 6 to the Consolidated Financial Results in which the Group describes the uncertainties arising from the COVID 19 pandemic. Our report is not modified in respect of this matter.</p> <p>Our opinion on the consolidated financial results is not modified in respect of the above matter.</p>  |
|             | <p><b>c) Type of Audit Observation: Matter of emphasis</b></p>  |
|             | <p><b>d) Frequency of Observation: Matter of emphasis appears for the 1<sup>st</sup> time</b></p>   |
|             | <p><b>d) For Emphasis of Matter where the impact is quantified by the auditor, Management Views:</b><br/>Necessary disclosure has been given in the financial results.</p>  |
|             | <p><b>f) For Emphasis of Matter where the impact is not quantified by the auditor</b><br/><b>(ii) &amp; (ii) Management's estimation on the impact of audit qualification and If management is unable to estimate the impact, reasons for the same:</b><br/>Refer note 6 of the standalone financial results.</p> <p><b>(iii) Auditors' Comments on above:</b><br/>Auditor's opinion on the above emphasis of matter is not modified.</p> |
| <b>iii.</b> | <b>Signature</b>  |
|             | <p>a) CEO/MANAGING DIRECTOR</p>    |
|             | <p>For Modern India Limited</p>  <p>Vijay Kumar Jafra<br/>Chairman and Managing Director<br/>DIN:00096977</p>   |
|             | <p>b) Chief Financial Officer</p>    |
|             | <p>For Modern India Limited</p>  <p>Nawalkishore Deora<br/>Sr. Vice President and Chief Financial Officer</p>   |



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|--|--|--|
|  | <p>c) AUDIT COMMITTEE CHAIRMAN</p>  | <p>For Modern India Limited</p>  <p>Anand Didwania<br/>Chairman of Audit Committee<br/>DIN:00022120</p>  |
|  | <p>d) STATUTORY AUDITORS</p>        | <p>For Khandelwal Jain and Co.<br/>Chartered Accountants<br/>Firm Registration No.:105049W</p> <p>NARENDRAKUMAR RAJ KUMAR JAIN<br/>Narendra Jain<br/>Partner<br/>Membership No. 048725<br/>UDIN: 20048725AAAACG9011</p> <p><small>Digitally signed by NARENDRAKUMAR RAJ KUMAR JAIN<br/>Date: 2020.06.29 14:05:30 +05'30'</small></p> |

Date: June 29, 2020  
Place: Mumbai