

Statement of Standalone Audited Financial Results for the Quarter & Year Ended March 31, 2021

Sr. No.	Particulars	(Rs. in Lakhs)				
		Audited Quarter Ended 31/03/2021	Unaudited Quarter Ended 31/12/2020	Audited Quarter Ended 31/03/2020	Audited Year Ended 31/03/2021	Audited Year Ended 31/03/2020
1	Income from operations					
	a) Revenue from operations	7,280.59	6,508.06	7,294.69	19,038.45	29,104.29
	b) Other income	55.54	64.40	4,813.05	232.66	7,659.79
	Total Income from operations	7,336.13	6,572.46	12,107.74	19,271.11	36,764.08
2	Expenses					
	a) Cost of material consumed	916.36	707.78	448.29	2,173.67	6,324.90
	b) Purchase of stock-in-trade	-	-	-	-	-
	c) Changes in inventories of finished goods, work in progress and stock in trade	(64.23)	125.68	762.55	365.44	1,934.16
	d) Employee benefits expenses	1,849.48	1,590.28	1,670.19	5,025.87	6,792.17
	e) Finance Cost	147.34	14.35	13.58	176.84	121.05
	f) Depreciation and amortisation expenses	2,655.91	2,670.65	2,671.92	10,723.19	10,782.78
	g) Other expenses	14,799.07	5,966.77	4,279.85	25,648.98	20,160.97
	Total expenses	20,303.94	11,075.51	9,846.38	44,114.00	46,116.02
3	Profit from operations before exceptional items (1-2)	(12,967.82)	(4,503.05)	2,261.36	(24,842.90)	(9,351.94)
4	Exceptional Items	(5,32,963.57)	(780.21)	7,076.91	(5,35,236.65)	2,44,749.42
5	Profit (+)/ Loss (-) before tax (3+4)	5,19,995.75	(3,722.84)	(4,815.55)	5,10,393.75	(2,54,101.36)
6	Tax Expense	-	-	-	-	-
7	Net Profit (+)/ Loss (-) for the period from Continuing Operations tax (5-6)	5,19,995.75	(3,722.84)	(4,815.55)	5,10,393.75	(2,54,101.36)
8	Net Profit (+)/ Loss (-) from Discontinuing Operations	-	-	-	-	-
9	Tax Expense of Discontinuing Operations	-	-	-	-	-
10	Net Profit (+)/ Loss (-) from Discontinuing Operations after Tax (8-9)	-	-	-	-	-
11	Net Profit (+)/ Loss (-) for the period (7+10)	5,19,995.75	(3,722.84)	(4,815.55)	5,10,393.75	(2,54,101.36)
12	Other Comprehensive Income					
	a (i) Items that will not be reclassified to Profit or Loss	296.78	(9.85)	(186.16)	318.16	62.28
	(ii) Income Tax relating to Items that will not be reclassified to Profit or Loss	-	-	-	-	-
	b (i) Items that will be reclassified to Profit or Loss	3,001.95	(217.43)	(224.16)	2,426.34	(779.99)
	(ii) Income Tax relating to Items that will be reclassified to Profit or Loss	-	-	-	-	-
13	Total Comprehensive Income for the Period (11+12)	5,23,294.48	(3,950.12)	(5,225.87)	5,13,138.25	(2,54,819.07)
14	Paid-up equity share capital of Rs. 10/- each	3,313.47	33,134.70	33,134.70	3,313.47	33,134.70
15	Other Equity				38,302.74	(5,14,908.07)
16	i. Earning per share (EPS) (for Continuing Operations)					
	(in Rs.) (not annualised)					
	a) Basic	164.22	(1.12)	(1.45)	161.19	(76.69)
	b) Diluted	164.22	(1.12)	(1.45)	161.19	(76.69)
	ii. Earning per share (EPS) (for Discontinued Operations)					
	(in Rs.) (not annualised)					
	a) Basic	-	-	-	-	-
	b) Diluted	-	-	-	-	-
	iii. Earning per Share (EPS) (for Discontinued & Continuing Operations)					
	(in Rs.) (not annualised)					
	a) Basic	164.22	(1.12)	(1.45)	161.19	(76.69)
	b) Diluted	164.22	(1.12)	(1.45)	161.19	(76.69)

Notes:

- The audited financial statements for the quarter and year ended March 31, 2021 have been taken on record by the Board of Directors at its meeting held on 29th June, 2021. The information presented above is extracted from the audited financial statements. The financial statements are prepared in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.
- Pursuant to an application filed before the Hon'ble National Company Law Tribunal, Chandigarh Bench ("NCLT") by State Bank of India against SEL Manufacturing Company Limited ("Corporate Debtor" or the "Company"), under Section 7 of the Insolvency and Bankruptcy Code, 2016 read with the rules and regulations framed thereunder, as amended from time to time ("Code"), the NCLT vide its order ("Admission Order") dated 11th April, 2018 ("Insolvency Commencement Date") had admitted the application for the initiation of the corporate insolvency resolution process ("CIRP") of the Corporate Debtor. Subsequently, the NCLT vide its order dated 25th April, 2018 ("IRP Order") appointed Mr. Navneet Kumar Gupta as the resolution professional ("RP") of the Corporate Debtor. Pursuant to the Resolution Plan submitted by the Consortium of ARR ESS Industries Private Limited and Leading Commercial Edge FZE (Collectively referred to as the "Resolution Applicant") and its approval by the Hon'ble National Company Law Tribunal, Chandigarh bench, vide their orders dated 10th February, 2021 for the corporate insolvency of the Company, which is implemented from 13th March, 2021 (i.e. closing date as defined under the resolution plan). Accordingly, the new Board has been constituted and taken over the management from the RP. Though the Resolution Plan has been implemented on March 13, 2021, the following consequential impact of implementation has been considered in accordance with approved resolution plan/Indian Accounting Standards in the audited financial statements
 - The existing directors of the Company as on the date of order has stand replaced by the new Board of Directors from their office with effect from 13th March, 2021. As on date Board of Directors consist of Mr. Rajeev Bhalla, Mr. Naveen Arora, Mr. Dinesh Kumar Mehtani, Mr. Shashank Rai, Mr. Sushil Aggarwal, Ms. Nidhi Aggarwal and Mr. Rajiv Kumar Maheshwary. Further on 8th April, 2021 Mr. Rajeev Bhalla is appointed as Managing Director and Mr. Naveen Arora as Whole Time Director.
 - The erstwhile promoter group has been classified as public shareholders.



iii) With effect from 13th March, 2021, the existing issued, subscribed and paid up equity share capital of the Company has been reduced from Rs. 33,134.70 lakhs divided into 331,347,000 equity shares of Rs. 10 each to Rs. 33.13 lakhs divided into 3,31,347 equity share of Rs. 10 each thereby reducing the value of issued, subscribed and paid up equity share capital of the Company by Rs. 33,101.57 lakhs. Further, with effect from 13th March, 2021, the existing issued, subscribed, paid up 69,710,000 1% Redeemable, Non Cumulative, Non Convertible Preference Shares of Rs. 10 each stand fully cancelled and extinguished. As prescribed in the Resolution Plan, the reduction in the share capital of the Company amounting to Rs. 33,101.57 lakhs is adjusted against the debit balance as appearing in its profit and loss account (i.e. retained earnings). As per the scheme of reduction and consolidation, 32,803,353 equity shares (new) were allotted in favour of financial creditors and resolution applicant.

iv) In respect of de-recognition of operational & financial creditors and corporate guarantee, difference amounting to Rs. 435,253.66 lakhs between the carrying amount of financial liabilities extinguished and consideration paid, is recognized in statement of profit or loss account in accordance with "Ind AS - 109" on "Financial Instruments" prescribed under section 133 of the Companies Act, 2013 and accounting policies consistently followed by the Company and disclosed as an "Exceptional items".

v) Out of upfront amount received from Resolution Applicant amounting to Rs. 5,000 lakhs as on 13th March 2021, amount of Rs. 4,754 lakhs has been used to settle existing secured financial creditors, workmen & employees dues, operational creditors (other than a related party), CIRP costs and pending utilization Rs. 246 lakhs is kept in separate current accounts. Any amounts unpaid in these accounts are deemed to be utilized and the Company has no right, title and claim on the same.

vi) Transfer of Subsidiary Company M/s SEL Textiles Limited: As a part of the Resolution Plan, the Parent Company has transferred its identified subsidiary to the trust alongwith its entire equity/ownership interest held in the subsidiary, at a fair value on "as is where is whatever there is" and without recourse basis"

vii) As a part of the Resolution Plan, the non-interest bearing secured/Unsecured loan of Rs. 4,911.23 lakhs shall be repaid out of the sale proceeds of Identified Assets. The Resolution Applicant shall distribute the said loan to the Financial Creditors on a Pass Through Structure Basis within six months from the Effective Date. In case, there is any shortfall in envisaged proceeds from asset of sale, funds to bridge the corresponding shortfall shall be infused by the Resolution Applicant.

viii) As a part of the Resolution Plan, the Company has assigned Identified Trade Receivables amounting to Rs. 88,686.14 lakhs (net of foreign exchange fluctuation) to the Financial Creditors. Approval of RBI, if any, required for the assigned Identified Export Trade Receivables would be taken.

ix) As per approved resolution plan, the contingent liabilities and commitments, claims and obligations, stand extinguished and accordingly no outflow of economic benefits is expected in respect thereof. The Resolution Plan, among other matters provide that upon the approval of this Resolution Plan by the National Company Law Tribunal (NCLT) and settlement and receipt of the payment towards the IRP costs and by the creditors in terms of this plan, all the liabilities demands, damages, penalties, loss, claims of any nature whatsoever (whether admitted/verified/submitted/rejected or nor, due or contingent, asserted or unasserted, crystallized or uncrystallized, known or unknown, disputed or undisputed, present or future) including any liabilities, losses, penalties or damages arising out of non-compliances, to which the Company is or may be subject to and which pertains to the period on or before the Effective Date (i.e. 10th February, 2021) and are remaining as on that date shall stand extinguished, abated and settled in perpetuity without any further act or deed. The Resolution Plan further provides that implementation of resolution plan will not affect the rights of the Company to recover any amount due to the Company and there shall be no set off of any such amount recoverable by the Company against any liability discharged or extinguished.

3 The Directors of the Reconstituted Board were not in office for the period (i.e. between 1st April, 2020 and 12th March, 2021) to which these financial results primarily pertains. During the CIRP Process (i.e. between 11th April, 2018 and 12th March, 2021), Resolution Professional (RP) was entrusted with and responsible for the management of the affairs of the Company. The Reconstituted Board is submitting these financial results in compliance with the Act and Listing Regulations and the Directors, as on date, are not to be considered responsible to discharge fiduciary duties with respect to the oversight on financial and operational health of the Company and performance of the management for the period prior to the acquisition. The Reconstituted Board of Directors have been in office only since 13th March, 2021. Consequently, the Reconstituted Board has only a limited overview of the effectiveness of the internal financial and other controls of the Company.

4 The Company has de-recognition other current and non-current liabilities amounting to Rs. 435,253.66 lakhs as described in note no. 2(iv). This adjustment, having a one-time, non-routine material impact on the financial statements hence, the same has been disclosed as "Exceptional Items".

5 During the year, the Company has written back provision on allowance for trade receivables and advances to suppliers aggregating to Rs. 100,762.86 lakhs, net of amount collected and provision made, in compliance of Ind AS 109, which is charged to charged profit & loss as exceptional item.

6 The Company has only one Reportable Segment i.e. Textiles, hence Segment Reporting is not applicable.

7 The outbreak of COVID-19 pandemic across the country where the Company has its operations resulted in the Governments taking significant measures to contain the spread of the virus including imposing mandatory lockdowns and restricting economic activities. Consequently, the Company's manufacturing and distribution operation has to be scaled down for a considerable period during the year. Though, the operations resumed during the year with limited availability of work force and disrupted supply chain, the restrictions imposed adversely impacted the Company's sales volume, mix and realization. In assessing the recoverability of Company's assets such as trade receivable, inventories etc. the Company has considered internal and external information upto the date of these financial statements. Based on the current indicators of future economic conditions, the management expects to recover the carrying amount, as at 31st March 2021, of the assets. However, the management will continue to closely monitor the evolving situation and assess its impact on the business of the Company.

8 a) During the year 2019-20, Central Bureau of Investigation carried out search & seizure action at the registered office of the Company and the residence of the erstwhile Directors of the Company on 5th November 2019 from 09.30 AM to 09.00 PM. under section 165 of the Criminal Procedure Code on the Company and its directors. The consequential proceedings are in progress.

b) During the year 2019-20, the Company has received notice dated February 13, 2020 on February 26, 2020 from the Ministry of Corporate Affairs further ordering the investigation of books of accounts and papers under section 210(1)(c) of the Companies Act, 2013 and the erstwhile Directors of the Company under section 217(5) of the Companies Act, 2013 have been issued summons to appear before the authorities. The consequential proceedings are in progress.

c) During the year 2019-20, the Company has received summon dated March 4, 2020 on March 12, 2020 from the Directorate General of GST Intelligence under section 14 of the Central Excise Act, 1944 to give evidence truthfully on such matters concerning the enquiry as may be asked and produce the documents and records for examination. The consequential proceedings are in progress.

d) During the year, the Principal Commissioner of Income Tax (Central), Ludhiana filed an appeal before the Hon'ble High Court of Punjab & Haryana which was heard on 4th November, 2020 in the matter pertaining to the assessment u/s 153 w.r.s 143(3) of the Income Tax Act, 1961 for the assessment years 2010-11, 2011-12 & 2013-14, which was completed on January 31, 2017 where an amount of INR 28,000 lakhs was demanded from the Company. Appeals that were filed before the CIT (A) on 27th July, 2017 were decided by the CIT(A) on 29th December, 2017 against the company. On 2nd February, 2018, Company filed an appeal before the ITAT, Chandigarh bench against the order of CIT (A) and the same had been decided by the ITAT in the favor of the Company on 28th February, 2019. Appeal filed before the Hon'ble High Court of Punjab & Haryana is pending adjudication.

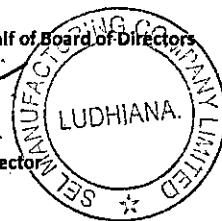


As per approved resolution plan, upon settlement of the liabilities, all or any other Government Dues, claims or demands made by, or liabilities or obligations owed or payable to or assessed by, the Governmental Authorities against the Corporate Debtor, whether admitted or not, due or contingent, asserted or unasserted, crystallized or uncrystallised, known or unknown, secured or unsecured, disputed or undisputed, present or future, whether or not set out in the balance sheet of the Company or the profit & loss statements of the Company or the list of creditors, on or prior to the NCLT Approval Date, will be written off in full and subject to the provisions of the Code, the Company and the Resolution Applicant shall at no point of time be, directly or indirectly, held responsible or liable in relation thereto,

- 9 Figures relating to the previous period/year have been regrouped/rearranged, wherever considered necessary, to correspond with the current period/year's disclosures.
- 10 The figures for quarter ended 31st March, 2021 are balancing figures between the audited figures of the full financial year and the reviewed year to date figures upto the third quarter of the financial year.

For and on behalf of Board of Directors


Naveen Arora
Whole Time Director
DIN: 09114375



Date: 29.06.2021
Place: Ludhiana

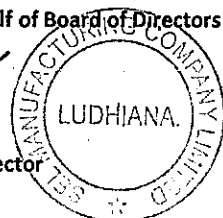
STATEMENT OF ASSETS & LIABILITIES (STANDALONE)

(In Lakhs)

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
ASSETS		
(1) Non Current Assets		
(a) Property, Plant and Equipment	1,28,144.41	1,39,890.30
(b) Capital Work in Progress	4,246.00	4,246.00
(c) Investment Property	-	-
(d) Goodwill	-	-
(e) Other Intangible Assets	-	-
(f) Intangible Assets under Development	-	-
(g) Biological Assets Other Than Bearer Plants	-	-
(h) Financial Assets	-	-
(i) Investments	175.25	133.02
(ii) Trade Receivable	-	-
(iii) Loans	1,870.68	1,039.80
(iv) Others	2.57	0.50
(i) Deferred Tax Assets (Net)	-	-
(j) Other Non-Current Assets	-	-
	1,34,438.91	1,45,309.62
(2) Current Assets		
(a) Inventories	2,261.37	2,742.03
(b) Financial Assets	-	-
(i) Current Investments	-	-
(ii) Trade Receivables	6,254.27	7,110.93
(iii) Cash & Cash Equivalents	707.68	181.76
(iv) Bank Balances other than (iii) above	536.42	34.64
(v) Loans	-	-
(vi) Others	0.96	17.76
(c) Current Tax Assets (Net)	1,832.43	1,909.36
(d) Other Current Assets	2,047.22	2,230.92
	13,640.35	14,227.41
(3) Assets Classified as held for Sale	1,149.39	-
TOTAL ASSETS	1,49,228.65	1,59,537.03
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share Capital	3,313.47	33,134.70
(b) Other Equity	38,302.74	(5,14,908.07)
	41,616.21	(4,81,773.37)
LIABILITIES		
(1) Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	95,771.17	1,18,092.11
(ii) Trade Payables	-	-
(iii) Other Financial Liabilities	106.43	-
(b) Provisions	100.96	139.68
(c) Deferred Tax Liabilities (Net)	-	-
(d) Other Non-Current Liabilities	-	-
	95,978.56	1,18,231.79
(2) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	-	3,42,718.54
(ii) Trade Payables	1,284.95	6,766.73
(iii) Other Financial Liabilities	4,668.59	1,72,824.90
(b) Other Current Liabilities	254.86	144.53
(c) Provisions	514.24	623.91
(d) Current Tax Liabilities(Net)	-	-
	6,722.64	5,23,078.61
(3) Liabilities directly associated with assets classified as held for sale	4,911.23	-
TOTAL EQUITY & LIABILITIES	1,49,228.65	1,59,537.03

For and on behalf of Board of Directors

Naveen Arora
Whole Time Director
DIN: 09114375



SEL MANUFACTURING COMPANY LIMITED
STANDALONE STATEMENT OF CASH FLOW AS AT 31ST MARCH, 2021

(Rs. In Lakhs)					
	Particulars	Details	Current Year	Details	Previous Year
A	Cash Flow from Operating Activities				
	Net Profit before Taxes & Extraordinary Items		5,10,393.75		(2,54,101.36)
	Adjustments for Non Cash Items:				
	-Depreciation & Amortization	10,723.19		10,782.78	
	-Provision for Diminution in Value of Investments	-		2,02,100.73	
	-Provision/(Reversal of Provision) for Doubtful Debts	(1,00,828.99)		546.39	
	-Extinguishment of Trade Payable, Other Current and Non Current Liabilities	(4,35,253.66)		-	
	-Impairment in Value of Capital Work in Progress	-		12,544.57	
	-Allowances for Loans & Advances	66.13		28,031.82	
	-Interest Cost	145.86		17.81	
	-Interest Income	(62.05)		(295.22)	
	-Dividend Income	(0.41)		-	
	-Share of Loss/(Profit) from Firm	-		(47.49)	
	-(Profit)/Loss on Sale of Fixed Assets	(12.93)	(5,25,222.85)	-	2,53,681.38
	Adjustments for Changes in Working Capital:				
	-Increase/ (Decrease) in Trade Payables	2,054.24		(75.47)	
	-Increase/ (Decrease) in Other Current Liabilities	2,372.22		27.70	
	-Increase/ (Decrease) in Other Financial Liabilities	(2,271.90)		622.09	
	-Increase/ (Decrease) in Current Provisions	(109.67)		32.50	
	-(Increase)/ Decrease in Trade Receivables	1,01,685.66		(3,396.38)	
	-(Increase)/ Decrease in Other Current Assets	117.56		(764.02)	
	-(Increase)/ Decrease in Current Assets Tax (Net)	76.93		(464.48)	
	-(Increase)/ Decrease in Bank Balance other than Cash	(501.78)		(2.05)	
	-(Increase)/ Decrease in Other Financial Assets	16.80		294.90	
	-(Increase)/ Decrease in Inventories	480.66	1,03,920.74	3,156.76	(568.45)
	Cash Generation from Operations		89,091.64		(988.43)
	-Taxes Paid		-		-
	Net Cash from Operating Activities		89,091.64		(988.43)
B	Cash Flows from Investing Activities				
	-Purchase of Plant, Property & Equipments	(135.77)		(23.80)	
	-(Increase)/Decrease in Capital Work in Process	-		149.85	
	-Proceeds of Plant, Property & Equipments	22.00		-	
	-Interest Income	62.05		295.22	
	-Share of Profit/(Loss) from Firm	-		47.49	
	-Dividend Income	0.41		-	
	-(Increase)/Decrease of Non Current Investments	8.68		(33.49)	
	-(Increase)/ Decrease in Non Financial Loans	(830.88)		-	
	-(Increase)/ Decrease in Non Current Loans	(2.07)		-	
	-Increase/(Decrease) in Other Financial Liabilities Non Current	106.43		-	
	-Increase/(Decrease) in Non Current Provisions	(38.72)		3.56	
	Net Cash Flows from Investing Activities		(807.87)		438.84
C	Cash Flows from Financing Activities				
	-Proceeds from Issue of Equity Share Capital	3,280.34		-	
	-Proceeds/(Repayment) of Non Current Borrowings	(1,09,671.28)		(88.29)	
	-Proceeds of Non Current Borrowings pursuant to resolution plan			-	
	-Proceeds of Non Convertible Debentures pursuant to resolution plan	70,573.46		-	
	-(Increase)/ Decrease in Other Financial Assets Non Current	31,980.90		-	
	-Repayment of Current Financial Borrowings pursuant to completion of CIRP	(88,686.64)		(94.80)	
	-Proceeds of Current Financial Borrowings pursuant to resolution plan	4,911.23		457.14	
	-Interest Cost	(145.86)		(17.81)	
	Net Cash Flows from Financing Activities		(87,757.86)		256.24
	Net Increase/(Decrease) in Cash & Cash Equivalent		525.91		(293.35)
	Cash & Cash Equivalents - Opening Balance		181.76		475.12
	Cash & Cash Equivalents - Closing Balance		707.68		181.76

Note: For the purpose of above cash flow, money received by special purpose vehicle and paid by the company pursuant to resolution plan has been considered.

The above statement of cash flow has been prepared under the indirect method as set out in Ind AS 7 "Statement of Cash Flow".

For and on the behalf of Board of Directors

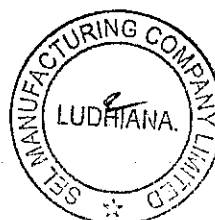
(Naveen Arora)
Whole Time Director
DIN: 09114375



SEL Manufacturing Company Limited
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Tel.: +91-161-7111117 Fax: +91-161-7111118 Website: www.selindia.in
[CIN: L51909PB2000PLC023679]

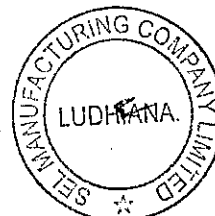
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Sr. No.	Particulars	(Rs. in Lakhs)				
		Audited Quarter Ended 31/03/2021	Unaudited Quarter Ended 31/12/2020	Audited Quarter Ended 31/03/2020	Audited Year Ended 31/03/2021	Audited Year Ended 31/03/2020
1	Income from operations					
	a) Revenue from operations	3,169.05	8,054.07	9,411.45	19,038.45	35,261.58
	b) Other income	18.55	66.45	6,296.74	232.67	9,902.99
	Total income from operations	3,187.60	8,120.52	15,708.19	19,271.12	45,164.57
2	Expenses					
	a) Cost of material consumed	(894.77)	1,128.57	27.96	2,173.67	6,809.23
	b) Purchase of stock-in-trade	-	-	732.80	-	732.80
	c) Changes in inventories of finished goods, work in progress and stock in trade	277.26	87.95	763.90	365.44	2,608.94
	d) Employee benefits expenses	962.97	1,959.29	2,350.77	5,025.87	9,027.33
	e) Finance Cost	144.65	15.19	39.96	176.86	263.06
	f) Depreciation and amortisation expenses	(147.20)	3,608.59	3,572.37	10,723.19	14,505.62
	g) Other expenses	11,688.95	7,377.29	5,516.99	25,649.76	23,705.90
	Total expenses	12,031.86	14,176.88	13,004.75	44,114.79	57,652.90
3	Profit from operations before exceptional items (1-2)	(8,844.26)	(6,056.36)	2,703.44	(24,843.67)	(12,488.33)
4	Exceptional Items	(2,71,048.62)	(1,118.17)	9,501.95	(2,75,553.27)	46,247.85
5	Profit (+)/ Loss (-) before tax (3+4)	2,62,204.36	(4,938.19)	(6,798.51)	2,50,709.60	(58,736.18)
6	Tax Expense	-	-	-	-	-
	Net Profit (+)/ Loss (-) for the period from Continuing Operations tax (5-6)	2,62,204.36	(4,938.19)	(6,798.51)	2,50,709.60	(58,736.18)
8	Net Profit (+)/ Loss (-) from Discontinuing Operations	-	-	-	-	-
9	Tax Expense of Discontinuing Operations	-	-	-	-	-
	Net Profit (+)/ Loss (-) from Discontinuing Operations after Tax (8-9)	-	-	-	-	-
11	Net Profit (+)/ Loss (-) for the period (7+10)	2,62,204.36	(4,938.19)	(6,798.51)	2,50,709.60	(58,736.18)
12	Profit/(Loss) attributable to					
	(1) Owners of the Company	2,62,221.79	(4,938.19)	(6,796.98)	2,50,727.05	(58,735.34)
	(2) Non-Controlling Interests	(17.43)	-	(1.53)	(17.45)	(0.84)
	Profit/(Loss) for the period	2,62,204.36	(4,938.19)	(6,798.51)	2,50,709.60	(58,736.18)
13	Other Comprehensive Income					
	a (i) Items that will not be reclassified to Profit or Loss	208.59	(5.26)	(167.93)	318.16	96.79
	(ii) Income Tax relating to Items that will not be reclassified	-	-	-	-	-
	b (i) Items that will be reclassified to Profit or Loss	9,875.98	(241.18)	(219.88)	8,443.28	(1,148.65)
	(ii) Income Tax relating to Items that will be reclassified	-	-	-	-	-
14	Total Comprehensive Income for the Period (11+13)	2,72,288.93	(5,184.63)	(7,186.32)	2,59,471.04	(59,788.04)
	Total Comprehensive Income attributable to					
	(1) Owners of the Company	2,72,306.35	(5,184.63)	(7,184.79)	2,59,488.48	(59,787.20)
	(2) Non-Controlling Interests	(17.43)	-	(1.53)	(17.45)	(0.84)
	Total Comprehensive Income	2,72,288.93	(5,184.63)	(7,186.32)	2,59,471.04	(59,788.04)
15	Paid-up equity share capital of Rs. 10/- each	3,313.47	33,134.70	33,134.70	3,313.47	33,134.70
16	Other Equity	-	-	-	38,319.59	(3,69,154.74)
17	i. Earning per share (EPS) (for Continuing Operations) (In Rs.) (not annualised)					
	a) Basic	82.81	(1.49)	(2.05)	79.18	(17.73)
	b) Diluted	82.81	(1.49)	(2.05)	79.18	(17.73)
	ii. Earning per share (EPS) (for Discontinued Operations) (In Rs.) (not annualised)					
	a) Basic	-	-	-	-	-
	b) Diluted	-	-	-	-	-
	iii. Earning per Share (EPS) (for Discontinued & Continuing Operations) (In Rs.) (not annualised)					
	a) Basic	82.81	(1.49)	(2.05)	79.18	(17.73)
	b) Diluted	82.81	(1.49)	(2.05)	79.18	(17.73)



Notes:

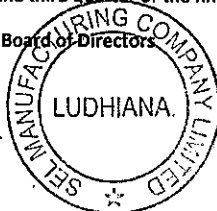
- 1 The audited financial statements for the quarter and year ended March 31, 2021 have been taken on record by the Board of Directors at its meeting held on 29th June, 2021. The information presented above is extracted from the audited financial statements. The financial statements are prepared in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.
- 2 Pursuant to an application filed before the Hon'ble National Company Law Tribunal, Chandigarh Bench ("NCLT") by State Bank of India against SEL Manufacturing Company Limited ("Corporate Debtor" or the "Company"), under Section 7 of the Insolvency and Bankruptcy Code, 2016 read with the rules and regulations framed thereunder, as amended from time to time ("Code"), the NCLT vide its order ("Admission Order") dated 11th April, 2018 ("Insolvency Commencement Date") had admitted the application for the initiation of the corporate insolvency resolution process ("CIRP") of the Corporate Debtor. Subsequently, the NCLT vide its order dated 25th April, 2018 ("IRP Order") appointed Mr. Navneet Kumar Gupta as the resolution professional ("RP") of the Corporate Debtor. Pursuant to the Resolution Plan submitted by the Consortium of ARR ESS Industries Private Limited and Leading Commercial Edge FZE (Collectively referred to as the "Resolution Applicant") and its approval by the Hon'ble National Company Law Tribunal, Chandigarh bench, vide their orders dated 10th February, 2021 for the corporate insolvency of the Company, which is implemented from 13th March, 2021 (i.e. closing date as defined under the resolution plan). Accordingly, the new Board has been constituted and taken over the management from the RP. Though the Resolution Plan has been implemented on March 13, 2021, the following consequential impact of implementation has been considered in accordance with approved resolution plan/Indian Accounting Standards in the audited financial statements for the quarter and year ended 31st March, 2021.
 - i) The existing directors of the Company as on the date of order has stand replaced by the new Board of Directors from their office with effect from 13th March, 2021. As on date Board of Directors consist of Mr. Rajeev Bhalla, Mr. Naveen Arora, Mr. Dinesh Kumar Mehtani, Mr. Shashank Rai, Mr. Sushil Aggarwal, Ms. Nidhi Aggarwal and Mr. Rajiv Kumar Maheshwary. Further on 8th April, 2021 Mr. Rajeev Bhalla is appointed as Managing Director and Mr. Naveen Arora as Whole Time Director.
 - ii) The erstwhile promoter group has been classified as public shareholders.
 - iii) With effect from 13th March, 2021, the existing issued, subscribed and paid up equity share capital of the Company has been reduced from Rs. 33,134.70 lakhs divided into 331,347,000 equity shares of Rs. 10 each to Rs. 33.13 lakhs divided into 3,31,347 equity share of Rs. 10 each thereby reducing the value of Issued, subscribed and paid up equity share capital of the Company by Rs. 33,101.57 lakhs. Further, with effect from 13th March, 2021, the existing issued, subscribed, paid up 69,710,000 1% Redeemable, Non Cumulative, Non Convertible Preference Shares of Rs. 10 each stand fully cancelled and extinguished. As prescribed in the Resolution Plan, the reduction in the share capital of the Company amounting to Rs. 33,101.57 lakhs is adjusted against the debit balance as appearing in its profit and loss account (i.e. retained earnings). As per the scheme of reduction and consolidation, 32,803,353 equity shares (new) were allotted in favour of financial creditors and resolution applicant.
 - iv) In respect of de-recognition of operational and financial creditors, difference amounting to Rs. 182,783.42 lakhs between the carrying amount of financial liabilities extinguished and consideration paid, is recognized in statement of profit or loss account in accordance with "Ind AS - 109" on "Financial Instruments" prescribed under section 133 of the Companies Act, 2013 and accounting policies consistently followed by the Company and disclosed as an "Exceptional items".
 - v) Out of upfront amount received from Resolution Applicant amounting to Rs. 5,000 lakhs as on 13th March 2021, amount of Rs. 4,754 lakhs has been used to settle existing secured financial creditors, workmen & employees dues, operational creditors (other than a related party), CIRP costs and pending utilization Rs. 246 lakhs is kept in separate current accounts. Any amounts unpaid in these accounts are deemed to be utilized and the Company has no right, title and claim on the same.
 - vi) Transfer of Subsidiary Company M/s SEL Textiles Limited: As a part of the Resolution Plan, the Parent Company has transferred its identified subsidiary to the trust alongwith its entire equity/ownership interest held in the subsidiary, at a fair value on "as is where is whatever there is" and without recourse basis".
 - vii) As a part of the Resolution Plan, the non-interest bearing secured/Unsecured loan of Rs. 4,911.23 lakhs shall be repaid out of the sale proceeds of Identified Assets. The Resolution Applicant shall distribute the said loan to the Financial Creditors on a Pass Through Structure Basis within six months from the Effective Date. In case, there is any shortfall in envisaged proceeds from asset of sale, funds to bridge the corresponding shortfall shall be infused by the Resolution Applicant.
 - viii) As a part of the Resolution Plan, the Company has assigned Identified Trade Receivables amounting to Rs. 88,686.14 lakhs (net of foreign exchange fluctuation) to the Financial Creditors. Approval of RBI, if any, required for the assigned Identified Export Trade Receivables would be taken.
 - ix) As per approved resolution plan, the contingent liabilities and commitments, claims and obligations, stand extinguished and accordingly no outflow of economic benefits is expected in respect thereof. The Resolution Plan, among other matters provide that upon the approval of this Resolution Plan by the National Company Law Tribunal (NCLT) and settlement and receipt of the payment towards the IRP costs and by the creditors in terms of this plan, all the liabilities demands, damages, penalties, loss, claims of any nature whatsoever (whether admitted/verified/submitted/rejected or nor, due or contingent, asserted or unasserted, crystallized or uncrystallized, known or unknown, disputed or undisputed, present or future) including any liabilities, losses, penalties or damages arising out of non-compliances, to which the Company is or may be subject to and which pertains to the period on or before the Effective Date (i.e. 10th February, 2021) and are remaining as on that date shall stand extinguished, abated and settled in perpetuity without any further act or deed. The Resolution Plan further provides that implementation of resolution plan will not affect the rights of the Company to recover any amount due to the Company and there shall be no set off of any such amount recoverable by the Company against any liability discharged or extinguished.
- 3 The Directors of the Reconstituted Board were not in office for the period (i.e. between 1st April, 2020 and 12th March, 2021) to which these financial results primarily pertains. During the CIRP Process (i.e. between 11th April, 2018 and 12th March, 2021), Resolution Professional (RP) was entrusted with and responsible for the management of the affairs of the Company. The Reconstituted Board is submitting these financial results in compliance with the Act and Listing Regulations and the Directors, as on date, are not to be considered responsible to discharge fiduciary duties with respect to the oversight on financial and operational health of the Company and performance of the management for the period prior to the acquisition. The Reconstituted Board of Directors have been in office only since 13th March, 2021. Consequently, the Reconstituted Board has only a limited overview of the effectiveness of the internal financial and other controls of the Company.
- 4 The Company has de-recognition other current and non-current liabilities amounting to Rs. 182,783.42 lakhs as described in note no. 2(iv). This adjustment, having a one-time, non-routine material impact on the financial statements hence, the same has been disclosed as "Exceptional Items"



- 5 The outbreak of COVID-19 pandemic across the country where the Company has its operations resulted in the Governments taking significant measures to contain the spread of the virus including imposing mandatory lockdowns and restricting economic activities. Consequently, the Company's manufacturing and distribution operation has to be scaled down for a considerable period during the year. Though, the operations resumed during the year with limited availability of work force and disrupted supply chain, the restrictions imposed adversely impacted the Company's sales volume, mix and realization. In assessing the recoverability of Company's assets such as trade receivable, inventories etc. the Company has considered internal and external information upto the date of these financial statements. Based on the current indicators of future economic conditions, the management expects to recover the carrying amount, as at 31st March 2021, of the assets. However, the management will continue to closely monitor the evolving situation and assess its impact on the business of the Company.
- 6 During the year, the Parent Company has written back provision on allowance for trade receivables and advances to suppliers aggregating to Rs. 93,549.71 lakhs, net of amount collected and provision made, in compliance of Ind AS 109, which is charged to charged profit & loss as exceptional item.
- 7 a) During the year 2019-20, Central Bureau of Investigation carried out search & seizure action at the registered office of the Company and the residence of the erstwhile Directors of the Company on 5th November 2019 from 09.30 AM to 09.00 PM. under section 165 of the Criminal Procedure Code on the Company and its directors. The consequential proceedings are in progress.
b) During the year 2019-20, the Company has received notice dated February 13, 2020 on February 26, 2020 from the Ministry of Corporate Affairs further ordering the investigation of books of accounts and papers under section 210(1)(c) of the Companies Act, 2013 and the erstwhile Directors of the Company under section 217(5) of the Companies Act, 2013 have been issued summons to appear before the authorities. The consequential proceedings are in progress.
c) During the year 2019-20, the Company has received summons dated March 4, 2020 on March 12, 2020 from the Directorate General of GST Intelligence under section 14 of the Central Excise Act, 1944 to give evidence truthfully on such matters concerning the enquiry as may be asked and produce the documents and records for examination. The consequential proceedings are in progress.
d) During the year, the Principal Commissioner of Income Tax (Central), Ludhiana filed an appeal before the Hon'ble High Court of Punjab & Haryana which was heard on 4th November, 2020 in the matter pertaining to the assessment u/s 153 w.r.s 143(3) of the Income Tax Act, 1961 for the assessment years 2010-11, 2011-12 & 2013-14, which was completed on January 31, 2017 where an amount of INR 28,000 lakhs was demanded from the Company. Appeals that were filed before the CIT (A) on 27th July, 2017 were decided by the CIT(A) on 29th December, 2017 against the company. On 2nd February, 2018, Company filed an appeal before the ITAT, Chandigarh bench against the order of CIT (A) and the same had been decided by the ITAT in the favor of the Company on 28th February, 2019. Appeal filed before the Hon'ble High Court of Punjab & Haryana is pending adjudication.
- As per approved resolution plan, upon settlement of the liabilities, all or any other Government Dues, claims or demands made by, or liabilities or obligations owed or payable to or assessed by, the Governmental Authorities against the Corporate Debtor, whether admitted or not, due or contingent, asserted or unasserted, crystallized or uncrystallized, known or unknown, secured or unsecured, disputed or undisputed, present or future, whether or not set out in the balance sheet of the Company or the profit & loss statements of the Company or the list of creditors, on or prior to the NCLT Approval Date, will be written off in full and subject to the provisions of the Code, the Company and the Resolution Applicant shall at no point of time be, directly or indirectly, held responsible or liable in relation thereto.
- 8 The Company has only one Reportable Segment i.e. Textiles, hence Segment Reporting is not applicable.
- 9 The consolidated figures have been included the figures for the corresponding quarter/previous year for the subsidiary which has been transferred (refer note no. 2(vi)).
- 10 Figures relating to the previous period/year have been regrouped/rearranged, wherever considered necessary, to correspond with the current period/year's disclosures.
- 11 The figures for quarter ended 31st March, 2021 are balancing figures between the audited figures of the full financial year and the reviewed year to date figures upto the third quarter of the financial year.

For and on behalf of Board of Directors


Naveen Arora
Whole Time Director
DIN: 09114375



Date: 29.06.2021
Place: Ludhiana

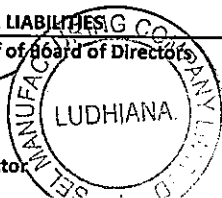
STATEMENT OF ASSETS & LIABILITIES (CONSOLIDATED)

(In Lakhs)

PARTICULARS	AS AT	AS AT
	31.03.2021	31.03.2020
ASSETS		
(1) Non Current Assets		
(a) Property, Plant and Equipment	1,28,144.41	2,01,004.62
(b) Capital Work in Progress	4,246.00	43,235.73
(c) Investment Property	-	-
(d) Goodwill	-	-
(e) Other Intangible Assets	-	-
(f) Intangible Assets under Development	-	-
(g) Biological Assets Other Than Bearer Plants	-	-
(h) Financial Assets	-	-
(i) Investments	175.25	4,181.76
(ii) Trade Receivable	-	-
(iii) Loans	1,870.68	1,779.71
(iv) Others	2.57	8.75
(i) Deferred Tax Assets (Net)	-	-
(j) Other Non-Current Assets	-	2,371.11
	1,34,438.91	2,52,581.67
(2) Current Assets		
(a) Inventories	2,261.37	4,191.57
(b) Financial Assets		
(i) Current Investments	-	-
(ii) Trade Receivables	6,254.27	7,414.28
(iii) Cash & Cash Equivalents	709.96	264.83
(iv) Bank Balances other than (iii) above	536.42	34.79
(v) Loans	-	-
(vi) Others	0.96	25.39
(c) Current Tax Assets (Net)	1,832.43	2,532.91
(d) Other Current Assets	2,052.84	9,791.25
	13,648.25	24,255.02
(3) Assets Classified as held for Sale	1,149.39	-
TOTAL ASSETS	1,49,236.55	2,76,836.69
EQUITY AND LIABILITIES		
EQUITY		
(a) Equity Share Capital	3,313.47	33,134.70
(b) Other Equity	38,319.59	(3,69,154.74)
Equity attributable to owners of the Company	41,633.06	(3,36,020.04)
Non-Controlling Interest	(10.99)	17.47
Total Equity	41,622.07	(3,36,002.57)
LIABILITIES		
(1) Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	95,771.17	1,61,470.46
(ii) Trade Payables	-	-
(iii) Other Financial Liabilities	106.43	6.85
(b) Provisions	100.96	178.38
(c) Deferred Tax Liabilities (Net)	-	-
(d) Other Non-Current Liabilities	-	-
	95,978.56	1,61,655.70
(2) Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	-	1,75,535.73
(ii) Trade Payables	1,284.95	11,958.99
(iii) Other Financial Liabilities	4,670.63	2,60,492.18
(b) Other Current Liabilities	254.86	2,464.79
(c) Provisions	514.24	731.87
(d) Current Tax Liabilities(Net)	-	-
	6,724.69	4,51,183.56
(3) Liabilities directly associated with assets classified as held for sale	4,911.23	-
TOTAL EQUITY & LIABILITIES	1,49,236.55	2,76,836.69

For and on behalf of Board of Directors

Naveen Arora
Whole Time Director
DIN: 09114375



SEL MANUFACTURING COMPANY LIMITED

Consolidated Statement of Cash Flow for the Year Ended 31st March, 2021

(Rs. in Lakhs)

Particulars		Details	Current Year	Details	Previous Year
A	Cash Flow from Operating Activities				
	Net Profit before Taxes & Extraordinary Items		2,50,727.05		(58,735.34)
	Adjustments for Non Cash Items:				
	-Depreciation & Amortization	10,723.19		14,505.62	
	-Provision/(Reversal of Provision) for Doubtful Debts	(93,615.85)		4,034.58	
	-Extinguishment of Trade Payable, Other Current and Non Current Liabilities	(1,82,783.42)		-	
	-Impairment in Value of Capital Work in Progress	-		12,544.57	
	-Allowances for Loans & Advances	66.13		28,065.16	
	-Interest Cost	145.86		123.34	
	-Interest Income	(62.06)		(436.18)	
	-Dividend Income	(0.41)		-	
	-(Profit)/Loss on Sale of Fixed Assets	(12.93)		(15.54)	
			(2,65,539.48)		58,821.55
	Adjustments for Changes in Working Capital:				
	-Increase/ (Decrease) in Trade Payables	(3,138.02)		(51.05)	
	-Increase/ (Decrease) in Other Current Liabilities	(2,209.93)		2,280.15	
	-Increase/ (Decrease) in Other Financial Liabilities	(2,05,703.96)		61,052.82	
	-Increase/ (Decrease) in Current Provisions	(217.63)		23.28	
	-(Increase)/ Decrease in Trade Receivables	94,775.86		(5,549.25)	
	-(Increase)/ Decrease in Other Current Assets	7,170.66		(27,191.64)	
	-(Increase)/ Decrease in Current Assets Tax (Net)	700.47		(652.24)	
	-(Increase)/ Decrease in Current Loans	(1,124.96)		26,916.57	
	-(Increase)/ Decrease in Inventories	1,930.20		3,080.81	
	Cash Generation from Operations		(1,07,817.31)		59,909.46
	-Taxes Paid		(1,22,629.74)		59,994.68
	Net Cash from Operating Activities		(1,22,629.74)		59,994.68
B	Cash Flows from Investing Activities				
	-Purchase of Plant, Property & Equipments	(135.77)		(40.37)	
	-(Increase)/Decrease in Capital Work in Process	1,01,126.74		160.49	
	-Proceeds from Sale of Fixed Assets	22.00		66.00	
	-Interest Income	62.06		436.18	
	-Dividend Income	0.41		-	
	-Increase/(Decrease) of Non Current Investments	(4,057.42)		77.63	
	-(Increase)/ Decrease in Others Financial Assets Non Current	6.18		10.09	
	-(Increase)/ Decrease in Non Financial Assets Loans	(90.98)		-	
	-(Increase)/ Decrease in Other Non Current Assets	2,371.11		(96.84)	
	-Increase/(Decrease) in Non Current Provisions	(77.42)		4.91	
	Net Cash Flows from Investing Activities		99,226.91		618.09
C	Cash Flows from Financing Activities				
	-Proceeds from Issue of Equity Share Capital	3,280.34		-	
	-Increase/(Decrease) in Non Controlling Interest	(2.09)		(0.84)	
	-Repayment of Non Current Borrowings pursuant to resolution plan	(1,75,535.73)		-	
	-Proceeds/(Repayment) of Non Current Borrowings	70,573.46		(59,174.24)	
	-Proceeds of Non Convertible Debentures pursuant to resolution plan	31,980.90		-	
	-Repayment of Current Financial Borrowings pursuant to completion of CIRP	88,686.15		-	
	-Proceeds of Current Financial Borrowings pursuant to resolution plan	4,911.23		-	
	-Increase/(Decrease) in Other Financial Liabilities Non Current	99.58		6.85	
	-Proceeds/(Repayment) of Short term Borrowings	-		(1,596.68)	
	-Interest Cost	(145.86)		(123.34)	
	Net Cash Flows from Financing Activities		23,847.96		(60,887.25)
	Net Increase/(Decrease) in Cash & Cash Equivalent		445.13		(274.48)
	Cash & Cash Equivalents - Opening Balance		264.83		539.31
	Cash & Cash Equivalents - Closing Balance		709.96		264.83

Note: For the purpose of above cash flow, money received by special purpose vehicle and paid by the company pursuant to resolution plan has been considered.

The above statement of cash flow has been prepared under the indirect method as set out in Ind AS 7 "Statement of Cash Flow".

For and on the behalf of Board of Directors

(Naveen Arora)
Whole Time Director
DIN: 09114375



Independent Auditor's Report on the Quarterly and year to date Audited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors of
SEL Manufacturing Company Limited,

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date Standalone Financial Results of SEL Manufacturing Company Limited ("the Company") for the quarter and year ended March 31, 2021 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

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

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2021.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditors Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules 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 opinion.

Management's Responsibility for the Standalone Financial Results

The Statement has been prepared on the basis of standalone annual financial statements. The Board of Directors of the company (read with Note No. 3 of the standalone audited financial results for the quarterly and year ended) are responsible for the preparation and presentation of the statements that gives a true and fair view of the net profit and other comprehensive income of the company and other financial information in accordance with the applicable Indian 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act



for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Board of Directors (read with Note No. 3 of the quarterly and year to date standalone financial results) is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the company's financial reporting process.

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

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



Materiality is the magnitude of misstatements in the standalone 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 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.

Other Matters

The Statement includes the results for the quarter ended 31st March, 2021 being the balancing figure between the audited figures in respect of the full financial year ended 31st March, 2021 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

PLACE: LUDHIANA
DATED: 29.06.2021

FOR MALHOTRA MANIK & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REG.NO.: 015848N

Manik Malhotra

(CA.MANIK MALHOTRA)
PARTNER
M.NO.: 094604



UDIN: 21094604AAA BS2705

MALHOTRA MANIK & ASSOCIATES

CHARTERED ACCOUNTANTS

29-A Bhai Randhir Singh Nagar
Ludhiana – 141001
Mobile No. 9855037608,9814022781
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Independent Auditor's Report on the Quarterly and year to date Audited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors of
SEL Manufacturing Company Limited,

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date Consolidated Financial Results of SEL Manufacturing Company Limited ("the Parent Company") and its subsidiary (the Parent Company and its Subsidiary together referred to as "the Group") for the quarter ended 31st March, 2021 and for the year ended 31st March, 2021 ("the Statement"), attached herewith being submitted by the parent company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of report of other auditor on the separate financial statements of the subsidiary, the Statement:

- a) includes the result of the following entity:
 1. SEL Aviation Private Limited (Subsidiary Company)
- b) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended; and
- c) gives a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive income and other financial information of the Group for the quarter and year ended 31st March, 2021.

Basis for Opinion

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

Management's Responsibility for the Consolidated Financial Results

These consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The parent Company's Board of Directors (read with Note No. 3 of the consolidated audited financial results for the quarterly and year ended) are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the Indian Accounting Standards prescribed under section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group 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 consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the parent 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 Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

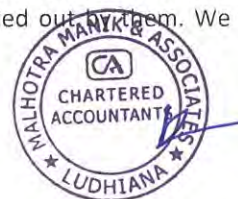
The respective Board of Directors of the companies included in the Group is responsible for overseeing the financial reporting process of the Group.

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

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company and its subsidiary company which are companies incorporated in India, has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Board of Directors.
- Conclude on the appropriateness of Board of Directors'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 Group'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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the consolidated financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.



Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated 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 consolidated 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 control that we identify during our audit.

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

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

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD 1/80/20 19 dated July 19, 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

Other Matters

We draw attention to the following matter:

1. We did not audit the financial statement of one subsidiary, whose financial statements reflect total assets (net) of Rs. 7.90 lacs as at 31st March, 2021 and total revenue of Rs. 0.01 lacs, for the year ended on 31st March, 2021, as considered in the consolidated financial statements. The financial statement has been audited by other auditor whose report has been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, and our report in terms of sub-section (3) of Section 143 of the Act, insofar as it relates to the aforesaid subsidiary is based solely on the report of the other auditor.
2. As per approved Resolution Plan, The Parent Company has transferred its identified subsidiary to the trust along with its entire equity/ownership interest held in the subsidiary. The consolidated figures relating to said subsidiary have been included in the corresponding previous year figures.

Our opinion on the consolidated financial statement is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditor.

The Statement includes the results for the quarter ended 31st March, 2021 being the balancing figure between the audited figures in respect of the full financial year ended on 31st March, 2021 and the published unaudited year to date figures up to the third quarter of the current financial year, which were subjected to the limited review by us as required under the listing regulations.

PLACE: LUDHIANA
DATED: 29.06.2021

FOR MALHOTRAMANIK & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REG.NO.: 015848N

Manik Malhotra
(CA. MANIK MALHOTRA)
PARTNER



M.NO.: 094604

UDIN: 21094604 AAAABT3209