MOHIT INDUSTRIES LTD.

AN ISO 9001:2015 CERTIFIED COMPANY

27th May, 2019

To,

Deptt. Of Corporate Service,	Listing Department,
BSE Limited	National Stock Exchange of India Limited,
1st Floor, Phiroze Jeejeebhoy Towers,	Exchange Plaza, c-1 Block G
Dalal Street,	Bandra- Kurla Complex, Bandra (E)
Mumbai-400001	Mumbai- 400050
REF: Script Code **531453**	REF: Script Code **MOHITIND**

Sub: Outcome of the Board Meeting of Mohit Industries Limited held on 27th May, 2019

Ref: Regulation 30 *(read with Schedule III Part A)*, Regulation 33 and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sir,

This is to inform you that the Board of Directors of the Company, in its meeting held today i.e. on Monday, 27th May, 2019, has considered and approved the Audited Standalone and Consolidated Financial Results for the Quarter and financial year ended on 31st March, 2019.

In terms of Regulation 33 of SEBI (LODR) Regulations, 2015, we enclose herewith:

- ✓ Audited Standalone Financial Result along with the Auditor's Report issued by Statutory Auditor of the company, thereon, for the Quarter and financial year ended on 31st March, 2019.
- ✓ Audited Consolidated Financial Result along with the Auditor's Report issued by Statutory Auditor of the company, thereon, for the Quarter and financial year ended on 31st March, 2019.
- ✓ Statement on Impact of Audit Qualifications (for Audit Report with modified opinion) on Standalone and Consolidated Financial Results for the financial year ended on 31st March, 2019.

The Board meeting commenced at 02.00 p.m. and concluded at 06.30 p.m.

You are requested to take a note of the above on record and disseminated to all concerned.

Thanking You.

For Mohit Industries Limited

Nikita

(Nikita Pediwal)
Company Secretary
Enclosed: As Above

CIN No. : L17119GJ1991PLC015074
A/601 B, International Trade Centre, Majura Gate, Ring Road, Surat-395 002.
Phone : 2463261, 2463262, 2463263, 3234330 FAX : +91 - 261 - 2463264
E-mail : contact@mohitindustries.com Visit us : www.mohitindustries.com

MOHIT INDUSTRIES LIMITED

CIN: L17119GJ1991PLC015074
Regd. Office: A/601-B, International Trade Centre, Majura Gate, Ring Road, Surat 395002, Gujarat, India
Ph: (0261) 2463261/62/63 Fax: (0261) 2463264 Email : contact@mohitindustries.com

Statement of Audited Standalone Financial Result for the Quarter and Year ended on 31st March,2019

(Rs. in Lakhs)

	Particulars	Quarter Ended			Year Ended	
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
		(Audited)	*(Unaudited)*	*(Audited)*	*(Audited)*	*(Audited)*
	INCOME					
I	Revenue From Operations	4,773.20	4,733.00	4,135.15	19,147.00	15,959.71
II	Other Income	129.13	44.90	97.08	395.91	194.15
III	Total Income (I+II)	4,902.33	4,777.90	4,232.23	19,542.91	16,153.86
IV	EXPENSES					
	Cost of materials consumed	3,294.19	3,977.08	2,871.08	14,418.15	11,530.77
	Purchases of Stock-in-Trade	0.76	-	114.61	355.53	119.51
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	337.79	(246.77)	49.01	11.89	(302.21)
	Excise duty	-	-	-	-	168.65
	Employee benefits expense	209.23	189.83	187.29	756.75	736.35
	Finance costs	279.04	211.51	237.32	856.80	763.55
	Depreciation and amortization expense	114.34	84.27	99.89	383.36	406.03
	Other expenses	780.90	539.60	775.29	2,699.85	2,666.46
	Total expenses (IV)	5,016.27	4,755.53	4,334.50	19,482.34	16,089.11
V	Profit/(loss) before exceptional items and tax (I- IV)	(113.94)	22.37	(102.27)	60.57	64.75
VI	Exceptional Items & Prior- Period Items	-	-	(21.76)	-	(21.76)
VII	Profit/(loss) before tax (V-VI)	(113.94)	22.37	(80.51)	60.57	86.50
VIII	Tax expense:					
	(1) Current tax	(19.78)	11.07	3.67	49.94	91.98
	(2) Deferred tax	35.09	(76.53)	(0.03)	(57.77)	(40.57)
IX	Profit (Loss) for the period from continuing operations (VII-VIII)	(129.25)	87.83	(76.81)	68.40	35.10
X	Profit/(loss) from discontinued operations	-	-	-	-	-
XI	Tax expense of discontinued operations	-	-	-	-	-
XII	Profit/(loss) from Discontinued operations (after tax) (X-XI)	-	-	-	-	-
XIII	Profit/(loss) for the period (IX+XII)	(129.25)	87.83	(76.81)	68.40	35.10
XIV	Other Comprehensive Income					
	A (*i*) Items that will not be reclassified to profit or loss	(0.79)	(6.17)	5.51	(30.24)	22.57
	(*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	-		-	-	-
	(*ii*) Income tax relating to items that will be reclassified to profit or loss	-		-	-	-
XV	Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit (Loss) and Other Comprehensive Income for the period)	(130.04)	81.66	(71.30)	38.16	57.66
XVI	Earnings per equity share (for continuing operation):					
	(1) Basic	(0.91)	0.40	(0.54)	0.48	0.25
	(2) Diluted	(0.91)	0.40	0.54	0.48	0.25
XVII	Earnings per equity share (for discontinued operation):					
	(1) Basic	-	-	-	-	-
	(2) Diluted	-	-	-	-	-
XVIII	Earnings per equity share(for discontinued & continuing operations)					
	(1) Basic	(0.91)	0.40	0.54	0.48	0.25
	(2) Diluted	(0.91)	0.40	0.54	0.48	0.25

MOHIT INDUSTRIES LTD. SURAT

RAJENDRA SHARMA & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 044393 SURAT

NOTES:-

1 The above Audited Standalone Financial Results for the Quarter and Year ended 31st March, 2019 were reviewed by the Audit Committee and thereafter approved at the meeting of the Board of Directors of the Company held on 27th May, 2019.

2 The Company's Management, pursuant to Ind AS 108- Operating Segments, has concluded that the company has only one reportable segment i.e Textile. Accordingly, Segment wise disclosures requirement is not applicable to Company.

3 Particulars of associates:
(i) Mohit Overseas Limited,(ii) Mohit Yarns Limited

4 Maxum Metals Private Limited ceased to be subsidiary of Mohit Industries Limited with effect from 18th Septmebr, 2018.

5 Mohit E-waste Pvt Ltd ceased to be associate Company of Mohit Industries Limited as the said Company has passed the resolution as on 11.02.2019 to get the name struck off from the Registrar of Companies.

6 With reference to auditor's qualification in audit report dated 27th May, 2019 , the board is of the opinion that the Provision for Post Employment Benefits and other long term employee benefits are determined on the basis of actuarial Valuation Method & technique prescribed in the Ind-AS. The company has decided to pay the Post Employment Benefits and other long term employee benefits as and when they become due as the amount is negligible and is not going to make any impact on the financial Position of the company. Considering the size of the company and negligible liability, the company has not made provisions for Post employment benefits and other long term employee benefits under Defined benefits plan.

7 The Figures of quarter ended on 31st March, 2019 are the balancing figures between audited figures of year ended on 31st March, 2019 and unaudited figures of the Nine Months ended on 31st December, 2018.

Place: Surat
Date: 27.05.2019

FOR MOHIT INDUSTRIES LIMITED

Narayan Saboo

Narayan Saboo
Director

MOHIT INDUSTRIES LTD. SURAT

RAJENDRA SHARMA & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 044393 SURAT

MOHIT INDUSTRIES LIMITED

CIN: L17119GJ1991PLC015074
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AUDITED STANDALONE STATEMENT OF ASSETS AND LIABILITIES

(Rs. In Lakhs)

Particulars	As at 31st March 2019	As at 31st March 2018
	(Audited)	(Audited)
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	2,921.72	3,229.65
Capital Work-in-Progress	-	-
Other Intangible Assets	1.41	1.28
Investment Properties	76.73	76.73
Financial Assets		
Investments	204.66	235.41
Loans	3.74	6.84
Other Non-Current Assets	20.82	20.83
Total Non-Current Assets	**3,229.07**	**3,570.74**
Current Assets		
Inventories	2,340.58	2,296.14
Financial Assets		
Trade Receivables	2,484.34	2,665.24
Cash & Cash Equivalents	27.23	11.61
Other Bank Balances	30.72	31.43
Loans	1,111.78	405.84
Other Current Assets	1,122.11	1,329.33
Total Current Assets	**7,116.78**	**6,739.59**
Total Assets	**10,345.85**	**10,310.33**
EQUITY AND LIABILITIES		
Equity		
Equity Share Capital	1,415.76	1,415.76
Other Equity	1,456.47	1,418.31
Total Equity	**2,872.22**	**2,834.07**
Liabilities		
Non-Current Liabilities		
Financial Liabilities		
Borrowings	781.71	1,098.71
Other Financial Liabilities	-	-
Provisions	-	-
Deferred Tax Liabilities (Net)	255.68	313.45
Government Grants	48.65	61.42
Other Non-Current Liabilities		
Total Non-Current Liabilities	**1,086.04**	**1,473.58**
Current Liabilities		
Financial Liabilities		
Borrowings	4,920.38	5,324.21
Trade Payables	988.17	362.67
Other Financial Liabilities	392.22	289.36
Other Current Liabilities	37.59	8.25
Provisions	-	-
Current Tax Liabilities (Net)	49.23	18.19
Total Current Liabilities	**6,387.59**	**6,002.68**
Total Liabilities	**7,473.63**	**7,476.26**
Total Equity and Liabilities	**10,345.85**	**10,310.33**

FOR MOHIT INDUSTRIES LIMITED

Narayan Saboo.

Narayan Saboo
Director
Date: 27.05.2019

MOHIT INDUSTRIES LTD. SURAT

RAJENDRA SHARMA & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 044393 SURAT

RAJENDRA SHARMA & ASSOCIATES
(CHARTERED ACCOUNTANTS)

3032,Jash Yarn & Textile Market, Ring Road, SURAT-395002
Ph: 0261-2312322, Email: rajtosh3032@yahoo.co.in
Mob: 9825793891, 9426777024

Independent Auditor's Report

To
Board of Directors of Mohit Industries Limited

1. We have audited the accompanying statement of quarterly standalone Ind AS financial results of **Mohit Industries Limited** ('the company') for the quarter ended 31st March 2019 and the standalone Ind AS financial results for the year ended March 31, 2019 ('the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Regulation'), read with SEBI Circular No. CIRICFD/FAC/62/2016 dated July 5, 2016 ('the Circular'). The standalone Ind AS financial results for the quarter ended March 31, 2019 and year ended March 31, 2019 have been prepared on the basis of the standalone Ind AS financial results for the nine-month period ended December 31, 2018, the audited annual standalone Ind AS financial statements as at and for the year ended March 31, 2019, and the relevant requirements of the Regulation and the Circular, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company.

2. Our responsibility is to express an opinion on these financial results based on our audit of the financial results as at and for the year ended 31st March, 2019 and our review of the financial results for the nine month period ended 31st December 2018, which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34, "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 (as amended) read with relevant rules issued thereunder, as applicable and other accounting principles generally accepted in India and the relevant requirements of the SEBI Regulations..

3. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

4. ***Basis of Qualified Opinion***

The company has not provided for Post Employment Benefits and other long term employee benefits under Defined Benefit Plans on accrual basis but provides the same as and when they become due for payment. This method of accounting of Post Employment Benefits and other long term employee benefits under Defined Benefit Plans is in deviation with Ind AS – 19 on Employee Benefits. As there is

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no actuarial report or basis of calculation available with the management of such Post Employment Benefits and other long term employee benefits, the quantum of deviation cannot be ascertained. If the company had followed the method accounting as per Ind AS – 19, then employee benefit expense would have increased and correspondingly Profit for the period would have reduced.

5. In our opinion and to the best of our information and according to the explanations given to us the Statement:

(i) are presented in accordance with the requirements of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended in this regard; and

(ii) *subject to non-provision of Post Employment Benefits and other Long Term Employee Benefit under Defined Benefit plans as per Ind AS – 19 on Employee Benefits,* give a true and fair view of the standalone net profit / loss and other financial information for the quarter ended 31st March 2019 as well as year to date results for the period from 01st April 2018 to 31st March 2019.

6. These financial results include the results for the quarter ended 31st March, being the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto 31st December of the relevant financial years, which were subject to limited review by us as stated in Paragraph 1 above, as required under Regulation 33 of the SEBI Regulations read with SEBI circular No: CIR/CFD/FAC/62/2016 dated 5th July, 2016. Our opinion is not modified in respect of this matter.

For RAJENDRA SHARMA & ASSOCIATES
Chartered Accountants
Firm Registration No.:- 108390W

RKSharma

(RAJENDRA RATANLAL SHARMA)
PARTNER
M. NO. : 044393

Surat, 27th May, 2019

MOHIT INDUSTRIES LIMITED
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Statement of Audited Consolidated Financial Result for the Quarter and Year ended on 31st March,2019

(Rs. in Lakhs)

	Particulars	Quarter Ended			Year Ended	
		31.03.2019 (Audited)	31.12.2018 (Unaudited)	31.03.2018 (Audited)	31.03.2019 (Audited)	31.03.2018 (Audited)
	INCOME					
I	Revenue From Operations	4,773.20	4,733.00	4,135.13	19,147.00	15,966.81
II	Other Income	129.13	44.90	97.22	395.91	194.77
III	**Total Income (I+II)**	**4,902.33**	**4,777.90**	**4,232.35**	**19,542.91**	**16,161.58**
IV	EXPENSES					
	Cost of materials consumed	3,294.19	3,977.08	2,871.08	14,418.15	11,530.77
	Purchases of Stock-in-Trade	0.76	-	114.82	355.53	120.28
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	337.79	(246.77)	49.54	11.89	(299.56)
	Excise duty/ GST	-	-	-	-	168.65
	Employee benefits expense	209.23	189.83	187.89	756.75	736.95
	Finance costs	279.04	211.51	237.91	856.80	764.18
	Depreciation and amortization expense	114.34	84.27	99.89	383.36	406.03
	Other expenses	780.90	539.60	775.49	2,699.85	2,669.46
	Total expenses (IV)	**5,016.27**	**4,755.53**	**4,336.61**	**19,482.34**	**16,096.76**
V	**Profit/(loss) before exceptional items and tax (I- IV)**	**(113.94)**	**22.37**	**(104.27)**	**60.57**	**64.82**
VI	Exceptional Items	(0.41)		(0.53)	(0.41)	(0.53)
VII	Profit/(loss) before & Prior Period Itemstax (V+VI)	(113.52)	22.37	(104.80)	60.99	64.29
VIII	Prior Period Items	-		22.29	-	22.29
IX	**Profit / (Loss) Before Tax**	**(113.52)**	**22.37**	**(82.51)**	**60.99**	**86.57**
X.	Tax expense:					
	(1) Current tax	(19.78)	11.07	(4.19)	49.94	91.99
	(2) Deferred tax	35.09	(76.53)	(0.03)	(57.77)	(40.57)
XI	**Profit (Loss) for the period from continuing operations (IX-X)**	**(128.84)**	**87.83**	**(78.29)**	**68.81**	**35.15**
	Profit/(loss) from discontinued operations	-		-	-	-
	Tax expense of discontinued operations	-		-	-	-
	Profit/(loss) from Discontinued operations (after tax)	-		-	-	-
	Profit/(loss) for the period after tax	(128.84)	87.83	(78.29)	68.81	35.15
XII	Share of Profit(Loss) of Associates	(1.33)	1.61	(7.53)	1.38	8.90
XIII	Profit/(loss) for the period (XI+XII)	(130.17)	89.45	(85.82)	70.19	44.05
	Profit/(Loss) attributable to Non Controlling Interest	-	-	(0.72)	-	0.03
	Profit/(Loss) attributable to Owners of the Parent	(130.17)	89.45	(85.09)	70.19	44.03
XIV	Other Comprehensive Income					
	A (*i*) Items that will not be reclassified to profit or loss					
	Equity Instruments valued at Fair Value Through OCI	(0.79)	(6.17)	22.62	(30.24)	22.62
	Share in OCI Of Associates	(763.37)	(473.41)	482.64	(3,297.38)	1,745.07
	(*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	-		-		

MOHIT INDUSTRIES LTD SURAT

RAJENDRA SHARMA & ASSOCIATES CHARTERED ACCOUNTANTS SURAT

	(*ii*) Income tax relating to items that will be reclassified to profit or loss	-		-	-	-
XV	Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit (Loss)and Other Comprehensive Income for the period)	(894.32)	(390.13)	419.45	(3,257.43)	1,811.74
	Total Comprehensive Income attributable to					
	(1) Non-controlling Interest	-	-	(0.72)	-	0.03
	(2) Owners of the Parent	(894.32)	(390.13)	420.17	(3,257.43)	1,811.72
XVI.	Earnings per equity share (for continuing operation):					
	(1) Basic	(0.92)	0.63	(0.61)	0.50	0.31
	(2) Diluted	(0.92)	0.63	(0.61)	0.50	0.31
XVII	Earnings per equity share (for discontinued operation):					
	(1) Basic	-	-	-	-	-
	(2) Diluted	-	-	-	-	-
XVIII	Earnings per equity share(for discontinued & continuing operations)					
	(1) Basic	(0.92)	0.63	(0.61)	0.50	0.31
	(2) Diluted	(0.92)	0.63	(0.61)	0.50	0.31

NOTES:-

1 The above Audited Consolidated Financial Results for the Quarter and Year ended 31st March, 2019 were reviewed by the Audit Committee and thereafter approved at the meeting of the Board of Directors of the Company held on 27th May, 2019.

2 The Company's Management, pursuant to Ind AS 108- Operating Segments, has concluded that the company has only one reportable segment i.e Textile. Accordingly, Segment wise disclosures requirement is not applicable to Company.

3 Particulars of associates:
(i) Mohit Overseas Limited,(ii) Mohit Yarns Limited

4 Maxum Metals Private Limited ceased to be subsidiary of Mohit Industries Limited with effect from 18th Septmebr, 2018.

5 Mohit E-waste Pvt Ltd ceased to be associate Company of Mohit Industries Limited as the said Company has passed the resolution as on 11.02.2019 to get the name struck off from the Registrar of Companies.

6 With reference to auditor's qualification in audit report dated 27th May, 2019 , the board is of the opinion that the Provision for Post Employment Benefits and other long term employee benefits are determined on the basis of actuarial Valuation Method & technique prescribed in the Ind-AS. The company has decided to pay the Post Employment Benefits and other long term employee benefits as and when they become due as the amount is negligible and is not going to make any impact on the financial Position of the company. Considering the size of the company and negligible liability, the company has not made provisions for Post employment benefits and other long term employee benefits under Defined benefits plan.

7 The Figures of quarter ended on 31st March, 2019 are the balancing figures between audited figures of year ended on 31st March, 2019 and unaudited figures of the Nine Months ended on 31st December, 2018.

Place: Surat
Date: 27.05.2019

FOR MOHIT INDUSTRIES LIMITED

Narayan Saboo

Narayan Saboo
Director

MOHIT INDUSTRIES LTD. SURAT

RAJENDRA SHARMA & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 044393 SURAT

MOHIT INDUSTRIES LIMITED

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AUDITED CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

(Rs. In Lakhs)

Particulars	As at 31st March 2019 (Audited)	As at 31st March 2018 (Audited)
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	2,921.72	3,229.65
Capital Work-in-Progress	-	-
Other Intangible Assets	1.41	1.28
Investment Properties	76.73	76.73
Financial Assets		
Investments	854.39	4,180.62
Loans	3.74	7.04
Other Non-Current Assets	20.82	20.83
Total Non-Current Assets	**3,878.80**	**7,516.15**
Current Assets		
Inventories	2,340.58	2,296.14
Financial Assets		
Trade Receivables	2,484.34	2,665.24
Cash & Cash Equivalents	27.23	14.63
Other Bank Balances	30.72	31.43
Loans	1,111.78	405.84
Other Current Assets	1,122.11	1,331.84
Total Current Assets	**7,116.78**	**6,745.12**
Total Assets	**10,995.58**	**14,261.27**
EQUITY AND LIABILITIES		
Equity		
Equity Share Capital	1,415.76	1,415.76
Other Equity	2,106.19	5,363.62
Total Equity	**3,521.95**	**6,779.37**
Non- Controlling Interest	-	0.09
Liabilities		
Non-Current Liabilities		
Financial Liabilities		
Borrowings	781.71	1,098.71
Deferred Tax Liabilities (Net)	255.68	313.45
Government Grants	48.65	61.42
Total Non-Current Liabilities	**1,086.04**	**1,473.58**
Current Liabilities		
Financial Liabilities		
Borrowings	4,920.38	5,329.09
Trade Payables	988.17	363.27
Other Financial Liabilities	392.21	289.36
Other Current Liabilities	37.59	8.31
Current Tax Liabilities (Net)	49.23	18.21
Total Current Liabilities	**6,387.59**	**6,008.23**
Total Liabilities	**7,473.63**	**7,481.81**
Total Equity and Liabilities	**10,995.58**	**14,261.27**

FOR MOHIT INDUSTRIES LIMITED

Narayan Saboo

Narayan Saboo
Director
Date: 27.05.2019

MOHIT INDUSTRIES LTD SURAT

RAJENDRA SHARMA & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 044393 SURAT

RAJENDRA SHARMA & ASSOCIATES
(CHARTERED ACCOUNTANTS)

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Mob: 9825793891, 9426777024

Independent Auditor's Report

To
Board of Directors of Mohit Industries Limited

1. We have audited the accompanying statement of quarterly consolidated Ind AS financial results of **Mohit Industries Limited** ('the company') for the quarter ended 31st March 2019 and the consolidated Ind AS financial results for the year ended March 31, 2019 ('the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Regulation'), read with SEBI Circular No. CIRICFD/FAC/62/2016 dated July 5, 2016 ('the Circular'). The consolidated Ind AS financial results for the quarter ended March 31, 2019 and year ended March 31, 2019 have been prepared on the basis of the consolidated Ind AS financial results for the nine-month period ended December 31, 2018, the audited annual consolidated Ind AS financial statements as at and for the year ended March 31, 2019, and the relevant requirements of the Regulation and the Circular, which are the responsibility of the Company's management and have been approved by the Board of Directors of the Company.

2. Our responsibility is to express an opinion on these financial results based on our audit of the financial results as at and for the year ended 31st March, 2019 and our review of the financial results for the nine month period ended 31st December 2018, which was prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34, "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 (as amended) read with relevant rules issued thereunder, as applicable and other accounting principles generally accepted in India and the relevant requirements of the SEBI Regulations.

3. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

4. The consolidated Ind AS financial statements also include the Group's share of total comprehensive Loss (comprising of Net Profit and other comprehensive Income / loss) of (-) Rs. 3296.00 lakhs for the year ended March 31, 2019 as considered in the consolidated Ind AS financial statements, in respect of 3 associates, whose financial statements have not been audited by us. These financial statements of subsidiary and associates have been audited by other auditors whose reports have been furnished to us

RAJENDRA SHARMA & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 044393 SURAT

by the Management, and our opinion on the consolidated Ind AS financial statements insofar as it relates to the amounts and disclosures included in respect of these subsidiary and associates, is based solely on the reports of the other auditors.

5. ***Basis of Qualified Opinion***

The Holding company has not provided for Post Employment Benefits and other long term employee benefits under Defined Benefit Plans on accrual basis but provides the same as and when they become due for payment. This method of accounting of Post Employment Benefits and other long term employee benefits under Defined Benefit Plans is in deviation with Ind AS – 19 on Employee Benefits. As there is no actuarial report or basis of calculation available with the management of such Post Employment Benefits and other long term employee benefits, the quantum of deviation cannot be ascertained. If the company had followed the method accounting as per Ind AS – 19, then employee benefit expense would have increased and correspondingly Profit for the period would have reduced.

6. In our opinion and to the best of our information and according to the explanations given to us the Statement:

(i) includes the results of the following entities:

Sl. No.	Name of Entities	Nature of Entities	Country of Incorporation
1	Mohit Yarns Limited	Associate	India
2	Mohit Overseas Limited	Associate	India
3	Mohit E-waste Recovery Pvt. Ltd.	Associate	India

(ii) are presented in accordance with the requirements of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended in this regard; and

(ii) *subject to non-provision of Post Employment Benefits and other Long Term Employee Benefit under Defined Benefit plans as per Ind AS – 19 on Employee Benefits,* give a true and fair view of the Consolidated net profit and other financial information for the quarter ended 31st March 2018 as well as year to date results for the period from 01st April 2017 to 31st March 2018.

7. The Statement includes the results for the Quarter ended March 31, 2019 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to third quarter of current financial year which were subject to limited review by us.

RAJENDRA SHARMA & ASSOCIATES CHARTERED ACCOUNTANTS M. No. 044393 SURAT

RAJENDRA SHARMA & ASSOCIATES
(CHARTERED ACCOUNTANTS)
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For RAJENDRA SHARMA & ASSOCIATES
Chartered Accountants
Firm Registration No.:- 108390W

(RAJENDRA RATANLAL SHARMA)
PARTNER
M. NO. : 044393

Surat, 27th May, 2019

MOHIT

MOHIT INDUSTRIES LTD.

AN ISO 9001:2015 CERTIFIED COMPANY

Statement on impact of Audit Qualifications (for audit report with modified opinion) on Standalone Financial Statements for the financial year ended on March 31,2019

Pursuant to Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2015

(Rs. In lakhs)

I.	Sl No.	Particulars	Audited figures (as reported before adjusting for qualification)	Audited figures (audited figures after adjusting for qualification)
	1.	Turnover / Total income	Rs. 19,542.91	N.A. (As it is not possible to quantify the effect of qualification)
	2.	Total Expenditure	Rs.19,474.51	
	3.	Net Profit after tax	Rs.68.40.	
	4.	Earnings Per Share	0.48	
	5.	Total Assets	Rs. 10,345.85	
	6.	Total Liabilities	Rs. 7,473.63	
	7.	Net Worth	Rs. 2,872.22	
	8.	Any other financial item(s) (as felt appropriate by the management)	-	

II. **Audit Qualification**

a. **Details of Audit Qualification**: Qualified Opinion as reported in Auditors' Report dated May 27, 2019 on Standalone Financial Statement of the company for the year ended March 31, 2019: (Basis of Qualified opinion)

The company has not provided for Post Employment Benefits and other long term employee benefitsunder Defined Benefit Plans on accrual basis but provides the same as and when they become due for payment. This method of accounting of Post Employment Benefits and other long term employee benefits under Defined Benefit Plans is in deviation with Ind AS - 19 on Employee Benefits. As there is no actuarial report or basis of calculation available with the management of such Post Employment benefitsand other long term employee benefits, the quantum of deviation cannot be ascertained. If the company had followed the method of accounting as per Ind AS – 19, then employee benefit expense would have increased and correspondingly Profit for the period would havereduced.

b. **Type of Audit Qualification** : Qualified Opinion

c. **Frequency of qualification:**

This has been subject matter of qualificaton in the auditor's report since the year 2007 and has continued till the auditor report for the financial year ended on the 31st March, 2019.

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: **N.A**

e. For Audit Qualification(s) where the impact is not quantified by the auditor:

I. Management's estimation on the impact of audit qualification: **N.A**

II. If management is unable to estimate the impact, reasons for the same: "The Board is of the opinion that the Provision for Post Employment Benefits and other long term employee benefits are determined on the basis of actuarial Valuation Method & technique prescribed in the Ind-AS. The company has decided to pay the Post Employment Benefits and other long term employee benefits as and when they become due as the amount is negligible and is not going to make any impact on the financial Position of the company. Considering the size of the company and negligible liability, the company has not made provisions for Post employment benefits and other long term employee benefits under Defined benefits plan"

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		III. Auditors' Comments on (i) or (ii) above: The Company has not provided for Post Employment Benefits and other long term employee benefits which is required as per Ind AS – 19. As the company has not taken any Actuarial valuation report on the same, it is not possible to quantify the effect of the qualification.	
III.	**Signatories:**		
	Narayan Saboo (Managing Director)		Narayan Saboo
	Manish Saboo (CFO)		Manish Saboo
	Sachin Jain (Audit Committee Chairman)		Sachin Kumar Jain
	For Rajendra Sharma & Associates Chartered Accountants Firm Registration No.: 108390W RKSharma (Rajendra Ratanlal Sharma) Partner Membership No.044393		
	Place: Surat		
	Date: 27/05/2019		

MOHIT INDUSTRIES LTD.

AN ISO 9001:2015 CERTIFIED COMPANY

Statement on impact of Audit Qualifications (for audit report with modified opinion)on Consolidated Financial Statements for the financial year ended on March 31, 2019

Pursuant to Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2015

(Rs. In lakhs)

I.	Sl No.	Particulars	Audited figures (as reported before adjusting for qualification)	Audited figures (audited figures after adjusting for qualification)
	1.	Turnover / Total income	Rs.19,542.91	N.A. (As it is not possible to quantify the effect of qualification)
	2.	Total Expenditure	Rs.19,474.10	
	3.	Net Profit after tax	Rs.68.81	
	4.	Earnings Per Share	0.50	
	5.	Total Assets	Rs. 10,995.58	
	6.	Total Liabilities	Rs. 7,473.63	
	7.	Net Worth (inclusive of minority interest)	Rs. 3,521.95	
	8.	Any other financial item(s) (as felt appropriate by the management)	-	

II. Audit Qualification

a. **Details of Audit Qualification**: Qualified Opinion as reported in Auditors' Report dated May 27, 2019 on Consolidated Financial Statement of the company for the year ended March 31,2019: (Basis of Qualified opinion)

The Holding company has not provided for Post Employment Benefits and other long term employee benefits under Defined Benefit Plans on accrual basis but provides the same as and when they become due for payment. This method of accounting of Post Employment Benefits and other long term employee benefits under Defined Benefit Plans is in deviation with Ind AS – 19 on Employee Benefits. As there is no actuarial report or basis of calculation available with the management of such Post Employment Benefits and other long term employee benefits, the quantum of deviation cannot be ascertained. If the company had followed the method accounting as per Ind AS – 19, then employee benefit expense would have increased and correspondingly Profit for the period would have reduced.

b. **Type of Audit Qualification** : Qualified Opinion

c. **Frequency of qualification:**
This has been subject matter of qualificaton in the auditor's report since the year 2007 and has continued till the auditor report for the financial year ended on the 31st March, 2019.

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: **N.A**

e. For Audit Qualification(s) where the impact is not quantified by the auditor:

I. Management's estimation on the impact of audit qualification: **N.A**

II. If management is unable to estimate the impact, reasons for the same: "The Board is of the opinion that the Provision for the Long term Employees are determined on the basis of actuarial Valuation Method & technique prescribed in the Accounting Standard. The Consulting fees by actuaries for determining the Provision for long term benefit Plan is even higher than the Annual Liability of the company for Long term benefits. The company has decided to pay the Long term benefits as and when it becomes due as the amount is negligible and it is not going to make any impact on the financial Position of the company. Considering the size of the company and negligible liability, the company has not made provisions for Long term employee benefits & Defined benefits plan"

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		III. Auditors' Comments on (i) or (ii) above: The Holding Company not provided for Post Employment Benefits and other long term employee benefits which is required as per Ind AS – 19. As the company has not taken any Actuarial valuation report on the same, it is not possible to quantify the effect of the qualification.
III.	**Signatories:**	
	Narayan Saboo (Managing Director)	Narayan Saboo
	Manish Saboo (CFO)	Manish Saboo
	Sachin Jain (Audit Committee Chairman)	Sachin Kumar Jain
	For Rajendra Sharma & Associates Chartered Accountants Firm Registration No.: 108390W RCSharma (Rajendra Ratanlal Sharma) Partner Membership No.044393	
	Place: Surat	
	Date: 27/05/2019	

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