

# INDU ENGINEERING AND TEXTILES LTD.



Manu. and Exp. of Grade Grey Iron, S.G. Iron & Steel Casting

CIN : L74899UP1972PLC086068

Phone : +91 8755501234, +91 9319122106

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Web. : www.induengineering.com

Date: 29.05.2019

To, <b>The Calcutta Stock Exchange Limited</b> 7, Lyons Range, Kolkata – 700001, West Bengal, India.  (Scrip Code: CSE 19114)	To, <b>Metropolitan Stock Exchange of India Ltd. (MSEI)</b> <b>(Formerly known as MCX Stock Exchange Limited)</b> Vibgyor Towers, 4th Floor, Plot No C 62, G - Block, Opp. Trident Hotel, BandraKurla Complex, Bandra (E), Mumbai – 400098, India <b>Symbol: INDUENG</b>
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Dear Madam / Sir,

**Ref: Indu Engineering and Textiles Limited**

**Sub: Outcome of Board Meeting held on 29<sup>th</sup> May, 2019**

This is to inform you that the Board of Directors of the Company at its meeting held today, i.e. 29<sup>th</sup> May, 2019 (which commenced at 4:30 P.M. and concluded at 5:30 P.M.) has inter alia transacted the following businesses:

1. Approved and taken on record the Audited Financial Results of the Company for the quarter and year ended on 31<sup>st</sup> March, 2019 to pursuant to regulation 33 of SEBI (LODR) Regulations, 2015 (enclosed herewith).
2. Taken on record the Audit Report of M/s. Preeti Jain & Associates, Chartered Accountants, (Statutory Auditors) on the above Audited Financial Results (enclosed herewith).

Further, Declaration in respect of unmodified opinion on the audited financial results for the year ended March 31, 2019 is enclosed.

We request you to take the above on record.

Thanking you,

Yours truly,

**For Indu Engineering and Textiles Limited**  
For Indu Engineering & Textiles Ltd.

  
**Pramod Kumar Agarwal** Director  
(Managing Director)

DIN: 01469533

**INDU ENGINEERING AND TEXTILES LIMITED**  
Registered Office: 12/16-A, Nawal Ganj, Nunhai, Agra- 282006  
CIN:L74899UP1972PLC086008

**ANNEXURE I**

(Rs. Lakhs)

Statement of Standalone Audited financial Results for the quarter and year ended 31st March, 2019					
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)
<b>(Refer Notes Below)</b>					
<b>1. Income from Operations</b>					
(a) Net Sales/Income from Operations (Net of excise duty)	505.81	537.82	563.77	1,338.94	1,902.71
(b) Other Operating Income	20.62	0.46	6.53	8.20	14.73
<b>Total income from Operations (net)</b>	<b>526.43</b>	<b>538.28</b>	<b>570.30</b>	<b>1,347.14</b>	<b>1,917.44</b>
<b>2. Expenses</b>					
(a) Cost of Materials consumed	362.88	417.71	267.11	788.96	1,056.07
(b) Purchase of stock-in-trade					
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(38.56)	(73.74)	52.80	(12.00)	40.80
(d) Employee benefits expense	45.26	(4.32)	56.56	34.61	91.16
(e) Depreciation and amortisation expense	0.95	13.99	7.43	18.37	25.80
(f) Other expenses (Any item exceeding 10% of the total expenses relating to continuing operations to be shown separately)	105.64	144.57	138.13	410.69	548.81
<b>Total Expenses</b>	<b>476.17</b>	<b>498.21</b>	<b>522.03</b>	<b>1,240.63</b>	<b>1,762.64</b>
<b>3. Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>50.26</b>	<b>40.07</b>	<b>48.27</b>	<b>106.51</b>	<b>154.80</b>
4. Other Income					
<b>5. Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 + 4)</b>	<b>50.26</b>	<b>40.07</b>	<b>48.27</b>	<b>106.51</b>	<b>154.80</b>
6. Finance Costs	34.44	35.16	37.90	96.23	134.14
<b>7. Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 ± 6)</b>	<b>15.82</b>	<b>4.91</b>	<b>10.37</b>	<b>10.28</b>	<b>20.66</b>
8. Exceptional Items					
<b>9. Profit / (Loss) from ordinary activities before tax (7 ± 8)</b>	<b>15.82</b>	<b>4.91</b>	<b>10.37</b>	<b>10.28</b>	<b>20.66</b>
10. Tax expense					3.23
<b>11. Net Profit / (Loss) from ordinary activities after tax (9 ± 10)</b>	<b>15.82</b>	<b>4.91</b>	<b>10.37</b>	<b>10.28</b>	<b>17.43</b>
12. Extraordinary items (net of tax Rs. expense Lakhs)					
<b>13. Net Profit / (Loss) for the period (11 ± 12)</b>	<b>15.82</b>	<b>4.91</b>	<b>10.37</b>	<b>10.28</b>	<b>17.43</b>
14. Share of Profit / (loss) of associates *					
15. Minority Interest*					
<b>16. Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 ± 14 ± 15) *</b>	<b>15.82</b>	<b>4.91</b>	<b>10.37</b>	<b>10.28</b>	<b>17.43</b>
17. Paid-up equity share capital (Face Value Rs. 10/-)	514.53	514.53	514.53	514.53	514.53
18. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year					
<b>19.i Earnings Per Share (before extraordinary items) (of Rs 10/- each) (not annualised):</b>					
(a) Basic	0.31	0.10	0.20	0.20	0.34
(b) Diluted	0.31	0.10	0.20	0.20	0.34
<b>19.ii Earnings Per Share (after extraordinary items) (of Rs 10/- each) (not annualised):</b>					
(a) Basic	0.31	0.10	0.20	0.20	0.34
(b) Diluted	0.31	0.10	0.20	0.20	0.34

**Notes:**

- The above financial results were reviewed and recommended by the Audit Committee on 29th May, 2019 and approved and taken on record by the Board of Directors at their meeting held on 29th May, 2019. The results have been audited by the Statutory Auditors of the Company.
- The Standalone financial results have been prepared in accordance with the principle and procedures of Indian Accounting Standards (Ind AS) as notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in Section 133 of the Companies Act, 2013.
- The above Audited standalone financials results are available on the website of the Company ([www.induengineering.com](http://www.induengineering.com))
- The Company has single reportable segment viz. Manufacturing of Metal and Metal Products
- Figures of previous periods have been regrouped/reclassified/ restated, wherever necessary to correspond with the figures of the current reporting periods.

For and on behalf of Board of  
Indu Engineering and Textiles Limited

**For Indu Engineering & Textile Ltd.**

*Pramod Agarwal*  
Pramod Agarwal  
(Managing Director)  
DIN:01469533

Director

*Gaurav Agarwal*  
Gaurav Agarwal  
(Director)  
DIN:00037004

Director

For Preeti Jain & Associates  
Chartered Accountants



Date : 29.05.2019  
Place : Agra

**Statement of Assets and Liabilities**

(Rs. Lakhs)

Particulars	Standalone	
	as at	
A. EQUITY AND LIABILITIES	31-Mar-2019	31-Mar-2018
<b>1 Shareholders' funds</b>		
(a) Share capital	514.53	514.53
(b) Reserves and surplus	375.48	344.86
(c) Money received against share warrants	-	-
<b>Sub-total - Shareholders' funds</b>	<b>890.01</b>	<b>859.39</b>
<b>2. Share application money pending allotment</b>	-	-
<b>3. Minority interest *</b>	-	-
<b>4. Non-current liabilities</b>		
(a) Long-term borrowings	842.15	832.78
(b) Deferred tax liabilities (net)	28.13	23.90
(c) Other long-term liabilities	3.57	10.10
(d) Long-term provision	-	-
<b>Sub-total - Non-current liabilities</b>	<b>873.85</b>	<b>866.78</b>
<b>5. Current liabilities</b>		
(a) Short-term borrowings	587.30	376.46
(b) Trade payables	247.31	218.04
(c) Other current liabilities	-	-
(d) Short-term provisions	49.23	78.58
<b>Sub-total - Current liabilities</b>	<b>883.84</b>	<b>673.08</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>2,647.70</b>	<b>2,399.25</b>
<b>B. ASSETS</b>		
<b>1. Non-current assets</b>		
(a) Property, Plant and Equipment	751.90	707.03
(b) Goodwill on consolidation *	-	-
(c) Non-current investments	1.18	1.18
(d) Deferred tax assets (net)	-	-
(e) Long-term loans and advances	-	-
(f) Other non-current assets	-	-
<b>Sub-total - Non-current assets</b>	<b>753.08</b>	<b>708.21</b>
<b>2 Current assets</b>		
(a) Current investments	-	-
(b) Inventories	780.36	791.84
(c) Trade receivables	694.75	821.02
(d) Cash and cash equivalents	46.73	9.19
(e) Short-term loans and advances	366.15	63.50
(f) Other current assets	6.63	5.49
<b>Sub-total - Current assets</b>	<b>1,894.62</b>	<b>1,691.04</b>
<b>TOTAL -ASSETS</b>	<b>2,647.70</b>	<b>2,399.25</b>

For and on behalf of Board of

Indu Engineering and Textiles Limited

For Indu Engineering & Textile Ltd

*Pramod Agarwal*  
Pramod Agarwal  
(Managing Director)  
DIN:01469533

*Gaurav Agarwal*  
Gaurav Agarwal  
(Director)  
DIN:00037004

Director

For Preeti Jain & Associates

Chartered Accountants

*Dharmesh Jain*  
Dharmesh Jain  
(Partner)  
M.No. 400130



Date : 29.05.2019

Place : Agra

# **PREETI JAIN & ASSOCIATES** Chartered Accountants

Flat No.2 (G.F.) Shiv Apartments,  
C-4, New Agra, Agra -5  
Phone No. (0562) 3208400, 4062507  
Mobile 09837231696

## **INDEPENDENT AUDITORS' REPORT**

### **TO THE MEMBERS OF INDU ENGINEERING & TEXTILES LTD.**

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

We have audited the standalone financial statements of INDU ENGINEERING & TEXTILES LTD., which comprise the Balance Sheet as at 31 March 2019, the Statement of Profit and Loss, for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, and profit/loss for the year ended on that date.

#### **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. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Key Audit Matters**

In our Professional Judgment there were no key Audit matters in the audit of financial statements of the current period.

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

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, that were operating effectively for ensuring the

accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

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

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

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

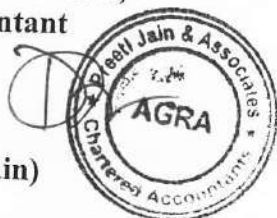
### **Report on other Legal and Regulatory Requirements**

As required by section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- c) The Balance Sheet and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.

- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) As per our observation on financial transaction of the company. In our opinion, no adverse effect on the functioning of the Company was noticed.
- f) On the basis of written representations received from the directors as on 31 March, 2019, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2019, from being appointed as a director in terms of Section 164(2) of the Act.

**For Preeti Jain & Associates,  
Chartered Accountant**



**(CA – Dharmesh Jain)  
(Partner)  
M.No.400130**

**Dated : 29.05.2019**

**Place : Agra**

# **INDU ENGINEERING & TEXTILES LIMITED, AGRA**

## **NOTE "U" : NOTES ON ACCOUNTS**

NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2019

### **A. SIGNIFICANT ACCOUNTING POLICIES:**

#### **1. BASIS OF PREPARATION OF FINANCIAL STATEMENT**

##### **I. Basis of Accounting**

The accounts have been prepared on the historical cost convention on accrual basis, in with the generally accepted Accounting Standards referred .to in Section 133 of the said Act

Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accounting principle

##### **II. Revenue Recognition**

- a. Sales are accounted for on dispatch of goods to customers and are net of sales return, rate difference and discounts etc., where ever applicable
- b. Revenue and Expenses are being recognized in accordance with Guidance note on accrual basis of accounting issued by ICAI except Gratuity
- c. The company liability towards Gratuity to the employees is covered by a group gratuity policy with the Life Insurance Corporation of India
- d. As reported by the management there is no contingent liability
- e. Figure of the previous year are re – arranged / re – grouped as required necessary

#### **2. DEPRECIATION**

Method of charging Depreciation has been changed as per Schedule II of Company Act 2013, Depreciation is provided on Written down Value method in terms of Schedule II of Company Act 2013 Company Act, 2013.

#### **3. FIXED ASSETS**

Fixed are stated at cost of acquisition less depreciation

#### **4. EMPLOYEE BENEFIT**

Contribution to Provident Fund, ESI, Gratuity etc has been made in respect of Employees.

#### **5. BORROWING COST**

Interest is treated as 'Periodic Cost' and is charged to Profit and loss Account in the year incurred.

**6. ACCOUNTING FOR TAXES ON INCOME**

Provision for Income Tax is made in accordance with the Provision of Income Tax 1961, In accordance with Indian Accounting Standard (IND-AS)-12, "Income Taxes", Deferred Tax resulting from time differences between book & tax profit is accounting for at the current rate of tax to the extent of timing differences are expected to crystallize. Deferred Assets are recognized only when there is virtual certainty of sufficient profit to realize such assets

**7. IMPAIRMENT OF ASSETS**

If the carrying amount of fixed assets exceeds the recoverable amount on the reporting date the carrying amount is reduced to recoverable amount. The recoverable amount is measured at the highest of the net selling price and the value in use determined by present value estimated future cash flow. As the Company has no impairment of assets the disclosure requirements as prescribed in the " Indian Accounting Standard (Ind AS)- 36 on Impairment of Assets" issued by The Institute of Chartered Accountants of India is not applicable

**8. CURRENT ASSETS**

In the opinion of Management All items of current assets are stated in the Balance Sheet if realized in the ordinary course of business after adequate provision for any diminution in values unless otherwise stated.

**9. CONTINGENT LIABILITIES:**

There are no contingent liabilities as certified by the management.

**10. DIRECTORS REMUNERATION**

The company has paid or provided amount to the Directors during the Year ended 31.03.2019 as:-

Name	Remuneration	Perquisites	Total
Shri Pramod Kumar Agarwal	6,00,000.00	60,000.00	6,60,000.00
Shri Gaurav agarwal	3,00,000.00	Nil	3,00,000.00
Smt. Manju Rani Agarwal	1,20,000.00	Nil	1,20,000.00

**11. AUDITORS' REMUNERATION:**

Particulars	Current Year	Previous Year
Audit Fees	30,000.00	30,000.00

**12. SEGMENT REPORTING:**

The Company has only one segment of Manufacturing and Trading of CI Casting and accordingly the disclosure requirements as prescribed in the "Indian Accounting Standard (Ind AS) -108 on Segment Reporting" issued by the Institute of Chartered Accountants of India is not applicable.

**13. DIVIDEND**

The Company has not Distributed any Dividend during the Current Financial Year 18 – 19.



#### 14. EXPORT TURNOVER

There is No Export Sales during the Current Year F.Y. 2018-19.

#### ADDITIONAL INFORMATION:

<u>S. No</u>	<u>PARTICULARS</u>	<u>AMOUNT (Rs)</u>	<u>AMOUNT (Rs)</u>
		<u>2018-19</u>	<u>2017-18</u>
1.	C.I.F. Value Of Import	Nil	Nil
2.	Expenditure in foreign currency during the financial year	Nil	Nil
3.	Earning in foreign exchange	Nil	2,23,30,994.99
4.	Percentage of Domestic products used	100%	100%
5.	Amount remitted during the year in foreign currency on account dividend	Nil	Nil

#### 15. RELATED PARTY DISCLOSURE

Details of Disclosure as required by "Indian Accounting Standard (Ind AS)-24 on Related Party Disclosure" issued by The Institute of Chartered Accountant of India" are as under:-

A) Name of Related Parties and description of Relationship :

- a) **Related Concern**
  - i) A.G. Shares & Securities Ltd.
- b) **Key Managerial Personnel**
  - i) Parmod Kumar Agarwal
  - ii) Gaurav Agarwal
  - iii) Manju Rani Agarwal

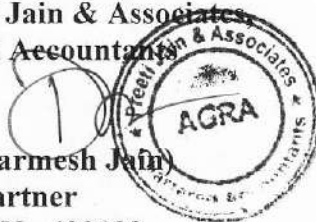
B) Transaction with Related Parties:

<b>Transaction</b>	<b>Key Management Personnel</b>	<b>Associates</b>
Remuneration	10,20,000.00	Nil

The Schedules referred to in Balance Sheet form an integral part of the accounts.

In terms of our separate report  
of even date attached

For Preeti Jain & Associates  
Chartered Accountants  
(CA - Dharmesh Jain)  
Partner  
M. No.400130



Date : 29.05.2019

# INDU ENGINEERING & TEXTILES LTD.

## ANNEXURES TO AUDITOR'S REPORTS

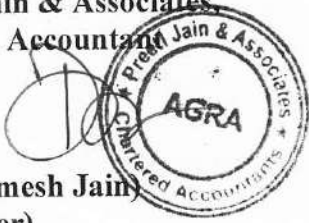
### ANNEXURE- 'A'

#### REPORTING UNDER COMPANIES AUDITOR'S REPORT ORDER (CARO),2016.

- 1)
  - a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
  - b) The title deeds of immovable properties are held in the name of the company.
  - c) The fixed assets have been physically verified by the management at reasonable intervals during the year. We have been informed that no material discrepancies were noticed on such physical verification.
- 2) The physical verification of inventory has been conducted at reasonable intervals by the management. No Material Discrepancies has been noticed during the year.
- 3) The company has not granted or taken any loans, secured or unsecured, to companies, firms or other parties covered by clause (76) of Section 2 of the Companies Act, 2013.
- 4) The company has not provided with any loan, investments and guarantees in accordance with the provisions of Section 185 and 186 of the Companies Act, 2013.
- 5) The company has not accepted any deposits under the provision of section 73 to 76 or any other relevant provisions of the Act and the rules framed there under.
- 6) The company has not defaulted in payment of dues to any financial institutions, banks or debenture holders.
- 7) To the best of our knowledge and according to the information given to us the Central Government has not prescribed the maintenance of cost records under section 148(1) of the companies Act for the company.
- 8) In our opinion and according to the information and explanations given to us, no undisputed amounts payable in respect of Provident fund, Employees' State Insurance, Income Tax, sales tax, Service tax, Customs duty, Excise duty, Wealth tax and other material statutory dues were in arrears as at 31<sup>st</sup> March 2019 for a period of more than six months from the date they became payable.
- 9) The company has not moneys raised by way of public issue/ follow-on offer (including debt instruments) and term loans.
- 10) The company has paid managerial remuneration in accordance with the requisite approvals mandated by the provision of sec 197 read with schedule V to the companies act".
- 11) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- 12) No fraud by Company or its officer /employees has been noticed and reported during the year.
- 13) The company has not made any preferential allotment / private placement of shares or fully or partly convertible debentures during the year under review.

- 14) The transactions with the related parties are in compliance with Section 188 and 177 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc as required by the accounting standards and Companies Act, 2013.
- 15) The company has not entered into any non-cash transactions with directors or persons connected with him.
- 16) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

**For Preeti Jain & Associates,  
Chartered Accountants**



**(CA – Dharmesh Jain)  
(Partner)  
M.No.400130**

**Dated : 29.05.2019  
Place : Agra**

# **M/S INDU ENGINEERING & TEXTILES LTD.**

## **ANNEXURES TO AUDITOR'S REPORTS**

### **Annexure 'B'**

#### **Report on Internal Financial Controls Over Financial Reporting**

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

We have audited the internal financial controls over financial reporting of INDU ENGINEERING & TEXTILES LTD. as of March 31, 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

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

#### **Auditors' Responsibility**

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

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

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

### **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

1. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
3. provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

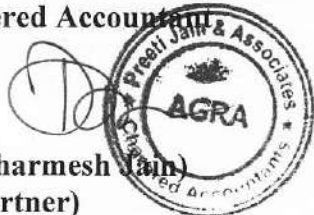
### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Preeti Jain & Associates,  
Chartered Accountants



(CA – Dharmesh Jain)  
(Partner)  
M.No.400130

Dated : 29.05.2019

Place : Agra

# INDU ENGINEERING AND TEXTILES LTD.

Manu. and Exp. of Grade Grey Iron, S.G. Iron & Steel Casting

CIN : L74899UP1972PLC086068

Phone : +91 8755501234, +91 9319122106

~~Fax : 0562-2851230~~

E-mail : Induagracs@gmail.com

induengg.agra@gmail.com

Web. : www.induengineering.com

Date: 29.05.2019

To,  
The Calcutta Stock Exchange Limited  
7, Lyons Range,  
Kolkata - 700001,  
West Bengal, India.

(Scrip Code: CSE 19114)

To,  
Metropolitan Stock Exchange of India Ltd. (MSEI)  
(Formerly known as MCX Stock Exchange Limited)  
Vibgyor Towers, 4<sup>th</sup> Floor, Plot No C 62, G - Block,  
Opp. Trident Hotel, BandraKurla Complex,  
Bandra (E), Mumbai - 400098, India  
Symbol: INDUENG

ISIN Code: INE022S01018

Ref: Indu Engineering and Textiles Limited

Sub.: Declaration under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Madam/sir,


We hereby declare and confirm that, in terms of SEBI Circular CIR/CFD/CMD/56/2016 dated May 27, 2016, the Statutory Auditors of the Company, M/s. Preeti Jain & Associates, Chartered Accountants, have issued an unmodified audit report on financial results of the Company for the financial year ended 31<sup>st</sup> March, 2019

Kindly take this declaration on record.

Thanking You,

For Indu Engineering and Textiles Limited

For Indu Engineering & Textile Ltd.

  
Pramod Kumar Agarwal Director  
(Managing Director)  
DIN: 01469533