Euro Multivision Limited

CIN : L32300MH2004PLC145995

August 10, 2022

To,

The Manager - CRD
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai – 400 001
Scrip Code: **533109**

The Manager - Listing Department
National Stock Exchange of India Limited,
"Exchange Plaza", Bandra Kurla Complex,
Bandra (East),
Mumbai – 400 051
Symbol: **EUROMULTI**

Dear Sir,

Sub: Outcome of the Board Meeting held today i.e. Wednesday, August 10, 2022

Pursuant to the provisions of Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("**Listing Regulations**"), we wish to inform you that the Board of Directors of the Company at their M eeting held today i.e. Wednesday, August 10, 2022, *inter-alia*, considered and approved the Unaudited Financial Results of the Company for the quarter ended June 30, 2022.

In terms of the provisions of Regulation 33 of the Listing Regulations, we are enclosing the following:

a. Unaudited Financial Results for the quarter ended on June 30, 2022; and
b. Limited Review Report on the Unaudited Financial Results for the quarter ended June 30, 2022.

The meeting of the Board of Directors commenced at 03.00 P.M. and concluded at 05.00 P.M.

e above on your record.

Kindly take the

Thanking you,

Yours faithfull

y,

tivision Limited

For Euro Mul

Hitesh Shah
Chairman & Whole Time Director
DIN: 00043059

Encl: A/a

Segment Wise Revenue, Results, Assets and Liabilities

Sr. No.	Particulars	Quarter Ended				Year Ended	
		30-Jun-22 Unaudited	31-Mar-22 Audited	30-Jun-21 Unaudited	31-Mar-22 Audited		
1	**Segment revenue**						
	(a) Optical Disc	0.10	-	0.10	0.10		
	(b) Solar Photovoltaic	-	-	-	-		
	Total		**0.10**	-	**0.10**	**0.10**	
2	**Segment results**						
	Profit before tax and finance cost from each segment						
	(a) Optical Disc		(4.05)	(6.31)	(23.81)	(36.54)	
	(b) Solar Photovoltaic		(297.66)	(298.58)	(307.04)	(1202.25)	
	Total Profit before Tax and Interest		(301.71)	(304.88)	(330.85)	(1238.78)	
	Less: (i) Finance cost		(0.04)	0.00	(0.05)	0.09	
	(ii) Other un-allocable expenditure net-off unallocable income		-	-	(8.53)	-	
	Total profit before tax		**(301.67)**	**(304.88)**	**(322.27)**	**(1238.87)**	
	Tax Expense				(12.68)	(12.75)	
3	**Total profit after tax**		**(301.67)**	**(304.88)**	**(309.59)**	**(1226.13)**	
	Capital Employed						
	(Segment Assets - Segment Liabilities)						
	Segment Assets						
	(a) Optical Disc Unit		1902.31	2447.56	2441.07	2447.56	
	(b) Solar Photovoltaic Unit		2867.92	3163.98	4162.39	3163.98	
	Total		**4770.23**	**5611.54**	**6603.46**	**5611.54**	
	Segment Liabilities						
	(a) Optical Disc Unit		8190.64	8414.25	8389.08	8414.25	
	(b) Solar Photovoltaic Unit		32847.76	32846.07	32946.63	32846.07	
	Total		**41038.40**	**41260.33**	**41335.71**	**41260.33**	
	Capital Employed						
	(a) Optical Disc Unit		(6288.33)	(5966.69)	(5948.01)	(5966.69)	
	(b) Solar Photovoltaic Unit		(29979.84)	(29682.10)	(28784.24)	(29682.10)	
	Total Capital Employed		**(36268.17)**	**(35648.79)**	**(34732.25)**	**(35648.79)**	

Notes:

[1] The above results, which have been audited by the Statutory Auditors of the Company, are published in accordance with Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, have been reviewed by the Audit Committee and Directors of the Company at their meeting held on August 10, 2022.

[2] The Company's financing arrangements have expired and the amount outstanding is overdue for repayment since January, 2011 in the case of Term Loans from Cosmos Bank and since April, 2011 in case of Term Loans from State Bank of India. The Company has been unable to renegotiate, restructure or obtain replacement financing and the banks have initiated legal proceeding for recovery from the Company with the Debt Recovery

S S Singhvi & Associates
Chartered Accountants

To,
The Board of Directors,
EURO MULTIVISION LIMITED,
F-12, Ground Floor, Sangam Arcade,
Vallabhbhai Road, Vile Parle (W),
Mumbai – 400 056.

Dear Sirs,

Sub: Limited Review Report for the quarter ended June 30, 2022

1. We have reviewed the accompanying Statement of unaudited financial results of EURO MULTIVISION LMITED for the quarter ended June 30, 2022 ('the statement').

2. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on these financial statements based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. It is substantially less in scope than an audit conducted in accordance with the generally accepted auditing standards, the objective of which is expression of an opinion regarding the financial statements taken as a whole. We have not performed an audit and accordingly, we do not express an audit opinion.

4. **BASIS FOR QUALIFIED CONCLUSIONS**

cilities/arrangements
Credit Facilities have
ssets.

cement of financing
ry from the Company
& Reconstruction of
Act, 2002. In addition
ce past few years and
ssets by Rs. 40,554.89
ompany had filed for
Consistency Act, 1985

t doubt on the
le to realize its

a. We draw attention, towards the fact that the Company's financial fa including Term Loans, Working Capital Facilities and Non Fund Based C expired and the accounts with the Banks have turned into Non-Performing A

The Company is unable to renegotiate, restructure or obtain repla arrangements and the banks have initiated legal proceedings for the recove u/s. 19 of the Debt Recovery Tribunal (DRT), u/s. 13(2) of the Securitization Financial Assets & Enforcement of Security (Second) Interest (SARFAESI) A to this, the Company has been continuously incurring substantial losses sin as on June 30, 2022, the Company's current liabilities exceed its current as lakhs. Further, the net-worth of the Company has fully eroded and the C registration u/s. 10(1) of the erstwhile Sick Industrial Companies (Special Provisi before the erstwhile Hon'ble Board for Industrial & Financial Reconstruction.

All the above events indicate a material uncertainty that casts a significant Company's ability to continue as a going concern and therefore it may be unabl

assets and discharge its liabilities in the normal course of business. The financial results do not disclose the fact that the fundamental accounting assumption of going concern has not been followed.

b. We draw attention, towards the fact that, the Company has not provided for interest on banking credit facilities amounting to Rs. 2,630.84 lakhs, for the quarter ended June 30, 2022. Had the same been accounted for, the net loss (after tax) for the quarter ended June 30, 2022, would have been increased by Rs. 2,630.84 lakhs.

c. The order of Debt Recovery Tribunal was passed on 27-Nov-2019, wherein it was directed to the Company to clear dues amounting to Rs. 13,971.99 lakhs and interest and penalty within a period of 2 months from the date of order, failing which the Bank will be entitled to sell the hypothecated assets, mortgage properties and other personal movable and immovable properties of the Company and guarantors. The Company further received a letter dated 25-Feb-2022 for e-auction of movable and immovable properties on 19-Apr-22. Certain assets of CD Division of the Company were sold by the Debt Recovery Tribunal during the e-auction for a price of Rs. 230 lakhs, the proceeds of which has been directly received by the State Bank of India. All the assets identified have been handed over to the buyer on 1-June-2022 as per the possession receipt. The Company has removed all such assets which have been handed over as per the direction of Debt Recovery Tribunal from the Fixed Asset Register and have recognised loss on disposal of assets as an exceptional item amounting to Rs. 317.73 lakhs in the financial results. Any indirect tax liability arising on sale or disposal of such assets has not been discharged by the Company. Interest or late fees arising on such tax liability is not known on the same.

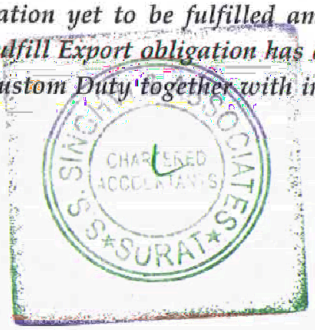
The Company has received a letter on 23-June-2022 from Debt Recovery Tribunal for e-auction of remaining fixed assets of the Company on 3-Aug-2022. No further communication has been received from the authorities till the date of this report, therefore the consequential impact is unascertainable.

d. Application has been filed against the Company by one of the secured financial lender with The Hon'ble National Company Law Tribunal (NCLT), Mumbai Bench on June 18, 2020, to initiate Corporate Insolvency and Resolution Process (CIRP), which is pending for final hearing at NCLT. The consequential impact is unascertainable.

e. Attention is also drawn to the fact, that the Company has not provided for impairment or diminishing value of its assets as per 'Indian Accounting Standard (Ind AS) 36' as specified under section 133 of the Companies Act, 2013. The effect of such impairment or diminishing value has not been quantified by the management and hence the impact of the same is not ascertainable.

f. We also draw attention to the fact of non-receipt of confirmations of balances from the Sundry Debtors, Deposit Accounts, Unsecured Loans, Loans & Advances, Investments, Banks, Sundry Creditors and other liabilities. Pending receipt of confirmation of these balances and consequential reconciliations / adjustments, if any, the resultant impact on the financial statements is not ascertainable.

g. Attention is drawn, regarding the fact that the Company for its Optical Disc's manufacturing unit, had imported various Capital Goods under the Export Promotion Capital Goods Scheme (EPCG), of the Government of India, through various licenses, at concessional rates of Custom Duty on an undertaking to fulfill quantified exports within a period of eight years from the date of respective licenses. The Custom Duties so saved amounted to Rs. 2,538.56 lakhs and the corresponding Export obligation to be fulfilled amounted to Rs. 20,308.50 lakhs, however as on June 30, 2022, the Export obligation yet to be fulfilled amounted to Rs. 19,121.60 lakhs. The stipulated period of 8 years to fulfill Export obligation has already expired and the Company is required to pay the said saved Custom Duty together with interest @ 15% p.a. but the same has



not been provided in books of accounts by the Company and the final liability is presently unascertainable.

h. *Attention is also drawn, to the fact that, the Company's Solar Photovoltaic Cells manufacturing unit which is located in self-owned sector specific Special Economic Zone (SEZ). According to the SEZ Rules 2006, the units should have positive Net Foreign Exchange Earning (NFE), which shall be calculated as per applicable rules in cumulative blocks of five years, starting from the commencement of production. The company could not achieve positive Net Foreign Exchange Earnings in the first block of five years, hence the Director General of Foreign Trade (DGFT) has imposed a penalty of Rs. 2,500.00 lakhs under Rule 54 of the SEZ Rules 2006, and the same has not been provided in books of accounts by the Company.*

i. *Attention is drawn to the fact that, the Company Secretary has resigned from the Company and the Company has not appointed any other person and the position stands vacant till the date of our report, and therefore the company is not in compliance with Regulation 6 of LODR which requires Company Secretary to be appointed as Compliance Officer.*

j. *We also draw attention towards the fact that, in respect of deposits accepted by the company before the commencement of this Act, within the meaning of section 74 of the Act and the*

n. *The Company has on the basis of their internal evaluation, valued inventories at Rs. 16.67 lakhs. In the absence of valuation report or other documentary evidence confirming net realizable value of inventories, we are unable to comment on realization value of the inventories.*

o. *The Company has Gratuity liability payable to the employees amounting to Rs. 32.93 lakhs, which are long outstanding. No interest has been provided by the Company over the same during the preparation of financial statements. Also, no actuarial valuation has been obtained by the Company for ascertainment of this liability. The effect of such treatment has not been quantified by the management and hence the same is not ascertainable.*

p. *The system of Internal Financial Controls over financial reporting with regard to the Company [illegible] are not made available to us to evaluate if the Company has established adequate internal financial control over financial reporting and whether such internal financial co[illegible] were operating effectively and [illegible] 2013.*

q. *The Company has TDS demand outstanding amounting to Rs. 2.19 lakhs, pertaining t[illegible] previous financial years. The Company is in the process of ascertaining the liabilities [illegible] rectifying such returns, wherever required. No adjustment has been made for the said sums i[illegible] financial statements.*

5. Attention is drawn to the fact that the figures for the 3 months ended March 31, [illegible] in these financial results are the balancing figures between audited figures in r[illegible] previous financial year and the published year to date figures up to the third qu[illegible] previous financial year. The figures up to the end of the third quarter of previous fi[illegible] had only been reviewed and not subjected to audit.

6. Based on our review conducted as above, and ***except*** for the possible effect of the ma[illegible] in our basis for qualified conclusions as stated above, nothing has come to our atten[illegible] causes us to believe that the accompanying Statement of unaudited financial results pre[illegible] accordance with applicable accounting standards and other recognized accounting prac[illegible] policies has not disclosed the information required to be disclosed in terms of Regulati[illegible] the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, incl[illegible] manner in which it is to be disclosed, or that it contains any material misstatement.

For S.S. Singhvi & Associates
Firm Registration Number: 114980W
Chartered Accountants

Ankit

CA Ankit B. Rathi
Partner
Membership Number: 164582

Surat
August 10, 2022

UDIN - 22164582AOSDQE1901