

**MUKESH VERMA**  
**Resolution Professional of**  
**M/s IMP-POWERS LTD. (under CIRP), CIN L31300DN1961PLC000232**  
**Email id: ipl.cirp@gmail.com Cell: 9820789105**  
**AVM Resolution Professionals LLP, Nucleus House, Saki Vihar Road, Andheri East, Mumbai 400072**

May 30, 2023

(1) BSE Limited  
Listing Department,  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai 400001

**Scrip code - 517571**

(2) National Stock Exchange of India Limited  
Listing Department,  
Exchange Plaza, 5<sup>th</sup> Floor, Plot no. C/1,  
G Block, Bandra Kurla Complex,  
Bandra (East), Mumbai 400051  
**Symbol - INDLMETER**

Dear Sir/Madam,

**Sub: Outcome of Meeting held on May 30, 2023 for approval of Financial Results**

With regards to the captioned subject and pursuant to Regulations 30, 33 and other applicable Regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, it is hereby informed that the Resolution Professional of IMP Powers Limited, at its meeting held today i.e. on Tuesday May 30, 2023, have inter alia:

1. Considered and approved the audited Financial Results (Standalone and Consolidated) of the Company, for the quarter and financial year ended March 31, 2023;
2. Independent Auditors' Report on Audited Financial Results (Standalone and Consolidated) for the quarter and financial year ended 31st March, 2023.

A copy of the aforesaid audited Financial Result adopted and approved by the Resolution Professional for the quarter and year ended on 31<sup>st</sup> March, 2023, independent Auditor's Reports thereon along with the Statement of Impact of audit qualifications are attached herewith for your perusal.

The meeting commenced at 10.05 p.m. and concluded at 11.00 p.m.

Request you to take the same on record and acknowledge receipt.

Yours Faithfully,  
**For IMP POWERS LIMITED**

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**MUKESH VERMA**  
**RESOLUTION PROFESSIONAL**  
**IMP POWERS LTD**



# IMP POWERS LIMITED

Regd. Office: Survey No. 263/3/2/2, Sayli Village, Umar Kuin Road, Silvassa 396 230 , Dadra Nagar Haveli (U. T)

CIN: L31300DN1961PLC000232

## Statement Audited Standalone Financial Results for the Quarter & Year ended on March 31, 2023

(Rs. in Lacs)

Sr	Particulars	Standalone				
		Quarter Ended			Year Ended	
		31-Mar-23	31-Dec-22	31-Mar-22	31-Mar-23	31-Mar-22
		Audited	Unaudited	Audited	Audited	
1	<b>Income from operation</b>					
	(a) Revenue from operations	213.10	879.17	1,743.73	2,839.61	6,673.99
	(b) Other Operating Income	-	-	-	-	-
	<b>Total income form operation (a+b)</b>	<b>213.10</b>	<b>879.17</b>	<b>1,743.73</b>	<b>2,839.61</b>	<b>6,673.99</b>
2	<b>Other Income</b>	-	-	-	-	-
3	<b>Total Income (1+2)</b>	<b>213.10</b>	<b>879.17</b>	<b>1,743.73</b>	<b>2,839.61</b>	<b>6,673.99</b>
4	<b>Expenses</b>					
	a) Cost of materials consumed	6.16	425.42	1,215.80	1,664.74	5,224.89
	b) Purchases of stock-in-trade	-	-	-	-	-
	c) Changes in Inventories of finished goods, work-in-progress and stock in trade	130.38	389.17	3,324.48	872.26	6,226.61
	d) Employee Benefits Expense	103.69	133.00	321.45	553.30	1,116.77
	e) Depreciation and amortisation expense	155.84	156.28	160.13	627.89	700.71
	f) Provision for doubtful Debts and Loans & advances	3,914.71	-	7,151.98	3,914.71	7,151.98
	g) Other expenses	96.86	88.68	338.31	372.14	1,066.09
	<b>Total expenses (a to h)</b>	<b>4,407.63</b>	<b>1,192.55</b>	<b>12,512.15</b>	<b>8,005.04</b>	<b>21,487.06</b>
5	<b>Profit/(Loss) before Finance cost &amp; exceptional &amp; Extraordinary items and tax (3-4)</b>	<b>(4,194.54)</b>	<b>(313.38)</b>	<b>(10,768.42)</b>	<b>(5,165.43)</b>	<b>(14,813.06)</b>
6	Finance Costs	5.86	5.19	557.55	30.52	770.71
7	<b>Profit/(Loss) before exceptional &amp; Extraordinary Items and tax (5-6)</b>	<b>(4,200.39)</b>	<b>(318.57)</b>	<b>(11,325.97)</b>	<b>(5,195.95)</b>	<b>(15,583.77)</b>
8	Exceptional items (Refer note no. 6)	-	-	3,433.25	-	3,433.25
9	<b>Profit/ (Loss) before Extraordinary Items &amp; Tax (7-8)</b>	<b>(4,200.39)</b>	<b>(318.57)</b>	<b>(14,759.22)</b>	<b>(5,195.95)</b>	<b>(19,017.02)</b>
10	Extraordinary Items	-	-	-	-	-
11	<b>Net Profit /(Loss) before after tax (9-10)</b>	<b>(4,200.39)</b>	<b>(318.57)</b>	<b>(14,759.22)</b>	<b>(5,195.95)</b>	<b>(19,017.02)</b>
12	Tax Expense	-	-	4,685.07	-	3,274.03
13	<b>Net Profit /(Loss) for the period after tax (11-12)</b>	<b>(4,200.39)</b>	<b>(318.57)</b>	<b>(19,444.29)</b>	<b>(5,195.95)</b>	<b>(22,291.05)</b>
14	Other Comprehensive Income not reclassified into Profit & Loss account	43.34	(14.32)	(63.28)	0.38	(57.28)
15	<b>Total Comprehensive Income [13+14]</b>	<b>(4,157.05)</b>	<b>(332.89)</b>	<b>(19,507.57)</b>	<b>(5,195.57)</b>	<b>(22,348.34)</b>
16	<b>Paid up equity share capital (Face value Rs.10 )</b>	<b>863.66</b>	<b>863.66</b>	<b>863.66</b>	<b>863.66</b>	<b>863.66</b>
17	<b>Other Equity</b>	-	-	-	<b>(25,631.49)</b>	<b>(20,435.92)</b>
18	<b>Earning Per Equity Share (EPS)</b>					
	Basic EPS Rs.	<b>(48.63)</b>	<b>(3.69)</b>	<b>(225.14)</b>	<b>(60.16)</b>	<b>(258.10)</b>
	Diluted EPS Rs.	<b>(48.63)</b>	<b>(3.69)</b>	<b>(225.14)</b>	<b>(60.16)</b>	<b>(258.10)</b>

*Sanjay*



Place: Mumbai  
Date: 30/05/2023

For IMP Powers Limited

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Mukesh Verma  
Resolution Professional



**Statement of Assets and Liabilities**

(Rs. in Lacs)

Particulars	Standalone	
	As on March 31, 2023	As on March 31, 2022
<b>ASSETS</b>		
<b>A Non-current Assets</b>		
(a) Property, Plant and Equipment	4,997.58	5,586.07
(b) Right of use Assets	58.61	95.63
(c) Others Intangible Assets	23.59	25.97
(d) Financial Assets		
(i) Investment	77.48	77.48
(ii) Loans	-	-
(iii) Other Financial Assets	-	-
(e) Deferred Assets/ (Liabilities)	-	-
(f) Other Non-current Assets	20.31	20.34
<b>Total Non-current Assets (A)</b>	<b>5,177.57</b>	<b>5,805.49</b>
<b>B Current Assets</b>		
(a) Inventories	997.07	2,686.88
(b) Financial Assets		
(i) Trade Receivables	4,005.09	2,154.81
(ii) Cash and Cash Equivalents	83.28	33.38
(iii) Bank Balance other than Cash and Cash Equivalents	493.22	493.16
(iv) Loans	1,643.48	4,350.22
(v) Others Financial Assets	-	-
(c) Other Current Assets	1,277.85	1,122.20
(d) Assets held-for sale	280.60	280.60
<b>Total Non-current Assets (B)</b>	<b>8,780.59</b>	<b>11,121.25</b>
<b>TOTAL ASSETS (A+B)</b>	<b>13,958.16</b>	<b>16,926.74</b>
<b>EQUITY AND LIABILITIES</b>		
<b>A Equity</b>		
(a) Equity Share Capital	863.88	863.88
(b) Other Equity	(25,631.49)	(20,435.92)
<b>Total Equity (A)</b>	<b>(24,767.61)</b>	<b>(19,572.04)</b>
<b>B Non-current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ii) Other Financial Liabilities	-	-
(b) Provisions	196.73	175.99
<b>Total Non-current Liabilities (B)</b>	<b>196.73</b>	<b>175.99</b>
<b>C Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	24,632.22	23,184.09
(ii) Lease Liabilities	68.84	106.52
(iii) Trade Payables		
Total outstanding dues of Micro Enterprises & Small Enterprises	144.76	144.76
Total outstanding dues of Creditors other than Micro & Small Enterprises	6,392.78	6,170.92
(iii) Other Financial Liabilities	5,861.08	5,621.79
(b) Other Current Liabilities	1,166.06	803.85
(c) Provisions	106.71	118.55
(d) Current Tax Liabilities	156.59	172.32
<b>Total Current Liabilities (C)</b>	<b>38,529.04</b>	<b>36,322.80</b>
<b>TOTAL Equity and LIABIL</b>	<b>13,958.16</b>	<b>16,926.74</b>

For IMP Powers Limited

*[Handwritten Signature]*



Place: Mumbai  
Date: 30/05/2023

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Mukesh Verma  
Resolution Professional



**Statement of Cash Flows**

Rs. in Lacs

Particulars	For the year ended 31st March, 2023	For the Year Ended 31st March 2022
<b>Profit before tax</b>		(5,195.96)
<b>Adjustments to reconcile profit before tax to net cash flow</b>		(19,017.02)
Depreciation and amortisation	627.89	700.71
(Profit) / loss on sale / write off of assets	-	0.34
Provision for doubtful Debts and Advances	3,914.71	7,151.98
Finance costs	30.52	770.71
Re measurement gain/loss on define benefit plans	(0.38)	57.28
	4,573.50	8,566.46
<b>Operating Profit / (loss) before working capital changes</b>	(622.46)	(10,450.56)
<b><u>Changes in working capital:</u></b>		
<b>Adjustments for (increase) / decrease in operating assets:</b>		
Inventories	1,689.82	9,192.39
Trade receivables	(1,850.28)	968.34
Current Financial loan & other Current assets	(1,363.67)	544.03
Non-current financial assets & other non-current assets	0.03	31.14
lease assets	-	(72.85)
<b>Adjustments for increase / (decrease) in operating liabilities:</b>		
Trade payables	221.86	(2,807.71)
Other current financial liabilities	239.29	1,877.18
Other current liabilities	362.22	30.87
Provision and Current tax	(27.59)	17.59
Non-current financial liabilities	-	(1,763.31)
Provision	20.74	89.56
	(707.58)	8,107.23
Cash flow from extraordinary items	(1,330.04)	(2,343.33)
Cash generated from operations	-	-
	(1,330.04)	(2,343.33)
<b>Net cash flow from / (used in) operating activities (A)</b>	(1,330.04)	(2,343.33)
<b>B. Cash flow from investing activities</b>		
Purchase of property, plant and equipment (including capital work in progress and capital advance)net off	-	(12.08)
Advance towards sale of assets	-	-
Proceeds from sale of fixed assets	-	0.31
<b>Net cash flow from / (used In) Investing activities (B)</b>	-	(11.77)
<b>C. Cash flow from financing activities</b>		
Proceeds from long-term borrowings( Net)	-	(129.75)
Proceeds from other short-term borrowings	1,410.45	3,203.48
Finance cost	(30.52)	(770.71)
<b>Net cash flow from / (used in) financing activities (C)</b>	1,379.93	2,303.02
<b>Net increase / (decrease) in Cash and cash equivalents (A+B+C)</b>	49.89	(52.08)
Cash and cash equivalents at the beginning of the year	33.39	85.47
<b>Cash and cash equivalents at the end of the year</b>	83.28	33.39

Place: Mumbai  
Date: 30/05/2023

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**Resolution Professional**





## IMP Powers Limited ("under CIRP")

### Notes to the Statement of Standalone Audited Financial Results for the Quarter and Year ended 31<sup>st</sup> March, 2023

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- 1) Pursuant to the application under section 9 of Insolvency and Bankruptcy Act, 2016 filed by one of the Operational Creditor, being C.P (IB) No 203 of 2020, the National Company Law Tribunal (NCLT), Ahmedabad Bench, while disposing of, admitted the application vide order dated 29.03.2022 and directed to initiate Corporate Insolvency Resolution Process (CIRP) against the Company. Shri. Mukesh Verma (IBBI/IPA-001/P-01665/2019-2020/12522) was appointed as the Interim Resolution Professional (IRP) and thereafter as Resolution Process. Upon commencement of CIRP, the powers of the Board of Directors of the Company stand suspended and management of the Company vested with the IRP/Resolution Professional (RP). Committee of Creditors (COC) constituted on the basis of collation of all claims by the IRP/RP and report is submitted to NCLT by IRP/RP.
- 2) The Corporate Insolvency Resolution Process (CIRP) is currently in process. The Resolution Professional has received Resolution Plans from 4 (four) Resolution Applicants, which are under evaluation and pending for approval.
- 3) **The Company's ability to continue as a going concern is dependent upon many factors including continued support from the financial creditors, operational creditors, customers, submission of viable resolution plan by the prospective investor and approval thereof by the COC and NCLT respectively. In view of the above resolution and revival of the Company is possible in the foreseeable future and the RP also endeavour to protect and preserve the value of the property of the corporate debtor and manage the operations of the corporate debtor as going concern. Accordingly, the financial statements of the company have been prepared on going concern basis.**
- 4) The above audited standalone financial results which are in accordance with Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015 read with SEBI circular dated July 05, 2016, have been prepared by the management, reviewed and approved in the Board Meeting chaired by Resolution Professional held on 30<sup>th</sup> May, 2023.
- 5) The Company is primarily engaged in the business of Electrical products like Power & Distribution Transformers, its parts and Hydro projects which together constitute a single segment in accordance with the Accounting Standard on "Segment Reporting (Ind AS 108)"
- 6) The Company has been categorised as Non-Performing Asset by the lender banks and majority of the Lender Banks stopped debiting interest on their outstanding debts. Accordingly, the Company had not recognised interest expense on the borrowings. Lender Banks. As per the IBC, the RP has received, collated, verified the claims submitted by the creditors of the Company till



## IMP Powers Limited (“under CIRP”)

### Notes to the Statement of Standalone Audited Financial Results for the Quarter and Year ended 31<sup>st</sup> March, 2023

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March 03, 2023. The RP received claims amounting to Rs. 440.91 crores from Financial Creditors (including Rs. 42.21 crores from unsecured financial creditors) and after verification admitted a sum of Rs. 408.24 crores (including Rs. 37.10 crores from unsecured financial creditors). Further, RP has received claims from the various classes of operational/ other creditors totalling to Rs. 173.61 crores out of which Rs. 86.80 crores been admitted against the company as per the provisions of IBC 2016. Pending reconciliation of the claims admitted with the books of accounts, the impact of such claims, if any, that may arise has not been considered in the preparation of the aforesaid financial results as on March 31, 2023.

- 7) Provision for interest and finance charges on outstanding finance liability has not been provided in above financial results.
- 8) In consonance with the stipulations contained in Section 14 of the Code, a moratorium has been declared vide the Order dated March 29, 2022 passed by the Hon'ble NCLT, inter alia, prohibiting the following:
  - a. the Institution of suits or continuation of pending suits or proceedings against the Corporate Debtor including execution of any judgement, decree or other in any court of law, tribunal, arbitration panel or other authority;
  - b. transferring, encumbering, alienating or disposing of by the Corporate Debtor any of its assets or any legal right or beneficial interest therein;
  - c. any action to foreclose, recover or enforce any security interest created by the Corporate Debtor in respect of its property including any action under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002;
  - d. the recovery of any property by an owner or lessor where such property is occupied by or in the possession of the Corporate Debtor.
- 9) The Company had reported losses during the year as well as in earlier years. Hence, the net worth of the Company has been eroded. There is strain on the working capital and operations of the Company and it is undergoing significant financial stress. As stated in Note No. 1, CIRP process was Initiated in respect of the Company w.e.f. March 29, 2022. The Company has assessed that the use of the going concern assumption is appropriate in the circumstances pending the CIRP process and these financial results have therefore been prepared on a going concern assumption considering the following:



## **IMP Powers Limited (“under CIRP”)**

### **Notes to the Statement of Standalone Audited Financial Results for the Quarter and Year ended 31<sup>st</sup> March, 2023**

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- a) The Code requires the RP to, among other things, run the Company as a going concern during CIRP.
- b) The RP, in consultation with the Committee of Creditors ('CoC') of the Company, in accordance with the provisions of the IBC, is making all endeavours to run the Company as a going concern along with the assistance of the management of the company considering the future business outlook and the continuity in the operations of the company.
- c) Resolution plan have been received from Four (4) Resolution Applicants which is under evaluation by COC and soon after the COC decision it will be submitted to Hon'ble NCLT, Ahmedabad Bench for its approval.

#### **10) Written down of Inventories:**

- i) During the quarter ended March 2022, the Company has written down the customised cost of Raw Material inventories Rs.12.16 Crores in work in progress on account of cancellation of orders by the customers, at net realisable value (NRV) and which has been subsequently utilised at NRV in the manufacturing of other finished goods.
- ii) The Company had certain outstanding contracts for manufacture of transformers which were at different stages of manufacturing as on 31.03.2022. Due to inherent nature of contracts, there was difficulty in properly estimating cost of completion of said contracts. After completion of contracts, it has been observed that had work in progress goods as on 31.03.2022 been valued on net realizable value basis, as required under IND AS 2, inventory would have lower to the extent of Rs 4.27 crore as on 31.03.2022. Further, there was unaccounted impairment loss in inventory to the extent of Rs 17.94 crore caused due to cancellation of orders before 31.03.2022 and other such unavoidable reasons. Pursuant to IND AS 8, this being a material error, therefore, impairment loss in inventory of Rs 22.21 crore has been recognized, retrospectively by restating the financial statements of 2021-22. Accordingly, the financial statements of the previous period have been restated. This impact has been given in the quarter ended on 30th June,2022.

- 11) Trade Receivables, Other Financial Assets and Other Current Assets are subject to confirmation and reconciliation from respective parties and consequential reconciliation, outcomes of pending arbitration/settlements of claims and adjustments arising therefrom, if any.



**IMP Powers Limited ("under CIRP")**

**Notes to the Statement of Standalone Audited Financial Results for the Quarter and Year ended 31<sup>st</sup> March, 2023**

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- 12) Upto the year ended 31<sup>st</sup> March, 2023, various customers have invoked performance bank guarantees totalling to Rs. 39.15 crores (Rs. 14.08 crores invoked during FY 2022-23), the same has been provided in the said results.
- 13) **The liabilities and assets for the period is classified as a "Current" wherever considered appropriate, as the Company has been admitted into the Corporate Insolvency Resolution Process by the order of NCLT as on 29th March 2022.**
- 14) The figures for the Quarter ended on 31st March 2023 are balancing figures between audited figures in respect of the full Financial Year ended 31st March 2023 and published year to date figures up to the third Quarter ended 31st December 2022.
- 15) Figures of the previous periods have been regrouped / reclassified / rearranged where ever considered necessary to conform current period/ Year Classification.

For,

**IMP Powers Limited ("under CIRP")**

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**Mukesh Verma**  
**Resolution Professional**  
IP Reg. No.: IBBI/IPA-001/P-01665/2019-2020/12522



**Date: 30<sup>th</sup> May, 2023**  
**Place: Mumbai**

**IMP Powers Limited (“under CIRP”)****Statement on Impact of Audit Qualification for the Financial Year ended March 31, 2023 (Standalone)****(Rs. in Lakhs)**

<b>Particulars</b>	<b>Audited Figures (as reported before adjusting for qualifications)</b>	<b>Audited Figures (as reported after adjusting for qualifications)</b>
Turnover/ Total Income	2839.61	<b>Not Applicable</b>
Total Expenditure	8035.56	
Net Profit/ (Loss)	(5195.95)	
Earnings Per Share	(60.16)	
Total Assets	13958.16	
Total Outside Liabilities	38725.77	
Net Worth	(24767.61)	
Any other financial item (as felt Nil appropriate by the management)	Nil	

**a) Details of Audit Qualifications**

- (i) Qualification regarding Going Concern.
- (ii) Qualification regarding final decision and outcome of Corporate Insolvency Resolution Process (CIRP).
- (iii) Qualification regarding non accounting of finance cost
- (iv) Qualification regarding pending reconciliation, confirmations on Trade Receivables
- (v) Qualification regarding reconciliation of claims with the books

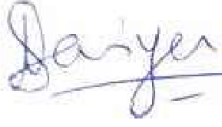

**b) Type of Audit Qualification: Qualified Opinion****c) Frequency of Qualification: Continuing since March, 2022****d) For Audit Qualifications, where the impact of qualified by the auditor,  
Management View's:**

- (i) **Management's estimation on the impact of audit qualification:** Not Applicable in all the above cases.
- (ii) If management is unable to estimate the impact, reasons for the same:
  - 1) The management / RP is of the view that they are making best efforts to achieve favourable order in ongoing litigations in order to protect the

value of its assets and is making efforts to revive operations. As per rules and regulations of the Corporate Insolvency Resolution Process (CIRP) stipulated under the Insolvency and Bankruptcy Code, 2016, RP has invited Resolution Plans from the eligible Prospective Resolution Applicants (PRA). RP received various Expression of Interests from different applicants, and he received resolution plans which are under evaluation and pending for approval of the Committee of Creditors (COC) / Hon'ble NCLT. In line with the objective of the IBC to run the company as Going Concern, the financial results for the Quarter and year ended 31st March 2023 have been prepared on Going Concern basis. In view of the Management and the RP, the going concern assumption considered for the preparation of financial results has not been vitiated. The ultimate outcome can only be ascertained after decision of Adjudicating Authority.

**e) Auditors Comments on (a) & (b) above:**

(i) As the final outcome not ascertainable due to pending approval

<p>Mukesh Verma Resolution Professional</p>	<p><b>MUKESH VERMA</b> Digitally signed by MUKESH VERMA Date: 2023.05.30 22:20:05 +05'30'</p>
<p>For Shyam S Gupta &amp; Associates Chartered Accountants FRN 0007309C CA Nirav Saiya, Partner MN. 179919</p>	<p> </p>

Place: Mumbai

Date: 30/05/2023



## Independent Auditor's Report

The Resolution Professional,  
IMP Powers Limited  
(A company under Corporate Insolvency Resolution Process)  
IP Reg. No.: IBBI/IPA-001/P-01665/2019-2020/12522

## Report on Audited Standalone Financial Results

### Qualified Opinion

We have audited the accompanying statement of financial results ("the Statement") of IMP Powers Limited ("the Company") for the quarter and year ended 31<sup>st</sup> March, 2023, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India {Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time (the "Listing Regulations"). The financial results have been initialled by us for the purpose of identification.

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 Regulations 33 of the Listing Regulations in this regard; and
- ii) except for the possible effects of the matter described in 'Basis for Qualified Opinion' paragraph below, gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the profit/ (loss) (including other comprehensive income) and other financial information of the Company for the quarter and year ended March 31, 2023.

### Basis of Qualified Opinion

Attention is drawn to the followings:

- a) Note No. 9 of the financial results which states that the company has accumulated losses and its net worth has been eroded. The company has incurred net loss during the current year and in the earlier year(s), the company's current liabilities exceed its current assets and the company has a high debt-equity ratio as at 31<sup>st</sup> March, 2023, earnings per share is negative. In our opinion, based on the above, the company does not appear to be a going concern. As company being into CIRP where Resolution Plans received are



under evaluation and approval stage as stated in Note No. 1 of the financial results the status of the Company being going concern and impact arising therefrom as such cannot be commented upon by us.

- b) Note No. 6 of the financial results regarding the pending reconciliations of admitted claims of financial creditors, operational creditors and others with the books of accounts, impact if any that may arise has not been ascertained and/ or considered in the preparation of the financial results for the quarter and year ended 31st March, 2023.
- c) Note No. 11 of the financial results regarding Trade Receivables, Other Financial Assets and Other Current Assets are subject to confirmation and reconciliation from respective parties and consequential reconciliation, outcomes of pending arbitration/settlements of claims and adjustments arising therefrom, if any. Adjustments/ Impacts with respect to these are currently not ascertainable and such cannot be commented upon by us.
- d) Impact with respect to aforesaid points are currently not ascertainable, due to pending approval of resolution plan and completion of CIRP Process.

In our opinion and to the best of our information, according to the explanations given to us, the Statement, except for the matters described in paras (a) to (d) above, are presented in accordance with the requirements of Regulation read with Circular in this regard and the annual audited financial results for the year ended 31st March, 2023 as set out in the Statement gives a true and fair view of the total comprehensive income (comprising of profit/ (loss) and other comprehensive income) and other financial information of the Company for the year ended March 31, 2023 in accordance with the accounting principles generally accepted in India.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our qualified opinion on the annual financial results.

#### Management's Responsibilities for the Annual Financial Results

The Statement of the Company for the year ended 31st March, 2023 have been taken on record by the Resolution Professional [hereinafter referred to as "the RP"] while





discharging the power of the Board of Directors of the Company which were conferred on him in terms of the provision of section 17 of the Code. For the said purpose as explained in Note no. 1 of the financial results, the RP has relied upon the certification, representations, statements and other relevant information provided by the Directors and other Officers of the Company in relation to the Statement.

The management of the Company are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of the Statement that gives a true and fair view of the financial position, financial performance {including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) notified under section 133 of the Act read with the Companies {Indian Accounting Standards) Rules, 2015, as amended. 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 gives a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the 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 the RP and the Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The management are also responsible for overseeing the Company's financial reporting process.

### **Auditors' Responsibilities for the Audit of the Annual Financial Results**

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



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

- Identify and assess the risks of material misstatement of the Statement, 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 with reference to the Statement in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management/ Resolution Professional.
- Conclude on the appropriateness of the Management/RP, 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 financial results** or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation. Materiality is the magnitude of misstatements in the financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Results.



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:**

- (a) The standalone financial results include the results for the quarter ended 31st March, being the balancing figure between the audited figures in respect of the full financial year and the published year-to-date figures up to 31st December of the relevant financial year, which were subject to limited review by us, as required under the Listing Regulations.
- (b) The review of the comparative audited financial results for the quarter ended 31st December, 2022 and year ended 31st March, 2022 included in the Statement was conducted and reported by predecessor auditor. Reliance has been placed on the figures and other information incorporated for the purpose of the financial results.

Our opinion is not modified in respect of the matters stated in (a) and (b) above.

For and on behalf of

**Shyam S Gupta & Associates**  
Chartered Accountants  
FRN 0007309C

**CA Nirav Saiya**  
Partner  
MN. 179919

Date: 30<sup>th</sup> May, 2023  
Place: Mumbai

**UDIN: 23179919BGYULH7270**



# IMP POWERS LIMITED

Regd. Office: Survey No. 263/3/2/2, Sayli Village, Umar Kuin Road, Silvassa 396 230 , Dadra Nagar Haveli (U. T)

CIN: L31300DN1961PLC000232

## Statement Audited Consolidated Financial Results for the Quarter & Year ended on March 31, 2023

(Rs. in Lacs)

Sr.	Particulars	Consolidated				
		Quarter Ended			Year Ended	
		31-Mar-23	31-Dec-22	31-Mar-22	31-Mar-23	31-Mar-22
		Audited	Unaudited	Audited	Audited	
1	<b>Income from operation</b>					
	(a) Revenue from operations	213.10	879.17	1,743.73	2,839.61	6673.99
	(b) Other Operating Income	-	-	-	-	-
	<b>Total income form operation (a+b)</b>	<b>213.10</b>	<b>879.17</b>	<b>1,743.73</b>	<b>2,839.61</b>	<b>6,673.99</b>
2	<b>Other Income</b>	-	-	-	-	-
3	<b>Total Income (1+2)</b>	<b>213.10</b>	<b>879.17</b>	<b>1,743.73</b>	<b>2,839.61</b>	<b>6,673.99</b>
4	<b>Expenses</b>					
	a) Cost of materials consumed	6.16	425.46	1,215.80	1,664.74	4,917.76
	b) Purchases of stock-in-trade	-	-	-	-	-
	c) Changes in Inventories of finished goods, work-in- progress and stock in trade	130.38	389.17	3,327.14	872.26	6,519.39
	d) Employee Benefits Expense	103.69	133.00	321.45	553.30	1,116.77
	e) Depreciation and amortisation expense	156.34	156.77	163.80	630.27	707.63
	f) Provision for Doubtful Debts and advances	3,914.71	-	7,151.98	3,914.71	7,151.98
	g) Other expenses	96.98	88.89	339.40	372.64	1,069.59
	<b>Total expenses (a to h)</b>	<b>4,408.26</b>	<b>1,193.29</b>	<b>12,519.57</b>	<b>8,007.92</b>	<b>21,483.12</b>
5	<b>Profit/(Loss) before Finance cost &amp; exceptional &amp; Extraordinary items and tax (3-4)</b>	<b>(4,195.16)</b>	<b>(314.12)</b>	<b>(10,775.84)</b>	<b>(5,168.31)</b>	<b>(14,809.13)</b>
6	Finance Costs	5.86	5.30	566.24	28.63	806.03
7	<b>Profit/(Loss) before exceptional &amp; Extraordinary items and tax (5-6)</b>	<b>(4,201.02)</b>	<b>(319.42)</b>	<b>(11,342.08)</b>	<b>(5,196.94)</b>	<b>(15,615.16)</b>
8	Exceptional items (Refer Note no. 6)	-	-	3,433.25	-	3,433.25
9	<b>Profit/(Loss) before Extraordinary Items &amp; Tax (7-8)</b>	<b>(4,201.02)</b>	<b>(319.42)</b>	<b>(14,775.33)</b>	<b>(5,196.94)</b>	<b>(19,048.41)</b>
10	Extraordinary Items	-	-	-	-	-
11	<b>Net Profit/(Loss) before after tax (9-10)</b>	<b>(4,201.02)</b>	<b>(319.42)</b>	<b>(14,775.33)</b>	<b>(5,196.94)</b>	<b>(19,048.41)</b>
12	Tax Expense	-	-	4,674.93	-	3,266.05
13	<b>Net Profit/(Loss) for the period after tax (11-12)</b>	<b>(4,201.02)</b>	<b>(319.42)</b>	<b>(19,450.26)</b>	<b>(5,196.94)</b>	<b>(22,314.46)</b>
14	Other Comprehensive Income not reclassified into Profit & Loss account	(14.32)	(14.32)	(63.28)	0.38	(57.28)
15	<b>Total Comprehensive Income [13+14]</b>	<b>(4,215.34)</b>	<b>(333.74)</b>	<b>(19,513.54)</b>	<b>(5,196.56)</b>	<b>(22,371.74)</b>
16	<b>Net Profit attributable to (Loss)</b>					
	Shareholders of the Company	<b>(4,200.83)</b>	<b>(319.23)</b>	<b>(19,446.61)</b>	<b>(5,196.72)</b>	<b>(22,306.88)</b>
	Non-Controlling Interest	(0.19)	0.19	(3.64)	(0.22)	(7.57)
17	<b>Other comprehensive Income attributable to Shareholders of the Company</b>	<b>(14.32)</b>	<b>(14.32)</b>	<b>(63.28)</b>	<b>0.38</b>	<b>(57.28)</b>
	Non-Controlling Interest	-	-	-	-	-
18	<b>Total Comprehensive Income for the period [Comprising profit and other comprehensive income / (loss) for the period]</b>	<b>(4,215.15)</b>	<b>(333.55)</b>	<b>(19,509.89)</b>	<b>(5,196.34)</b>	<b>(22,364.16)</b>
	Shareholders of the Company	<b>(4,215.15)</b>	<b>(333.55)</b>	<b>(19,509.89)</b>	<b>(5,196.34)</b>	<b>(22,364.16)</b>
	Non-Controlling Interest	<b>(0.19)</b>	<b>0.19</b>	<b>(3.64)</b>	<b>(0.22)</b>	<b>(7.57)</b>
19	<b>Paid up equity share capital (Face value Rs.10 )</b>	<b>863.66</b>	<b>863.66</b>	<b>863.66</b>	<b>863.66</b>	<b>863.66</b>
20	<b>Other Equity</b>	-	-	-	(25,511.26)	(20,314.93)
21	<b>Earning Per Equity Share (EPS)</b>					
	Basic EPS Rs.	(48.64)	(3.70)	(225.17)	(60.17)	(258.28)
	Diluted EPS Rs.	(48.64)	(3.70)	(225.17)	(60.17)	(258.28)

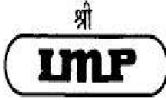
For IMP Powers Limited

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Resolution Professional

Place: Mumbai  
Date: 30/05/2023





**Statement of Assets and Liabilities**

(Rs. in Lacs)

Particulars	Consolidated	
	As on March 31, 2022	As on March 31, 2022
<b>ASSETS</b>		
<b>A Non-current Assets</b>		
(a) Property, Plant and Equipment	5,004.39	5,593.66
(b) Right of use Assets	58.61	95.63
(c) Good Will	23.76	23.76
(d) Others Intangible Assets	47.66	51.65
(e) Financial Assets		
(i) Investment	0.02	0.02
(i) Loans	-	-
(ii) Other Financial Assets	-	-
(f) Deferred Assets/ (Liabilities)	13.02	13.02
(g) Other Non-current Assets	20.61	20.34
<b>Total Non-current Assets (A)</b>	<b>5,168.07</b>	<b>5,798.08</b>
<b>B Current Assets</b>		
(a) Inventories	1,266.57	2,956.38
(b) Financial Assets		
(i) Trade Receivables	4,005.09	2,154.81
(ii) Cash and Cash Equivalents	83.31	33.41
(iii) Bank Balance other than Cash and Cash Equivalents	493.22	493.16
(iv) Loans	1,643.48	4,350.22
(v) Others Financial Assets	-	-
(c) Other Current Assets	1,280.03	1,124.73
(d) Assets held-for sale	280.60	280.60
<b>Total Non-current Assets (B)</b>	<b>9,052.30</b>	<b>11,393.31</b>
<b>TOTAL ASSETS (A+B)</b>	<b>14,220.37</b>	<b>17,191.39</b>
<b>EQUITY AND LIABILITIES</b>		
<b>A Equity</b>		
(a) Equity Share Capital	863.88	863.88
(b) Other Equity	(25,511.26)	(20,314.93)
Minority Interest	55.11	55.34
<b>Total Equity (A)</b>	<b>(24,592.27)</b>	<b>(19,395.71)</b>
<b>B Non-current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ii) Other Financial Liabilities	-	-
(b) Provisions	196.73	175.99
<b>Total Non-current Liabilities (B)</b>	<b>196.73</b>	<b>175.99</b>
<b>C Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	24,833.14	23,387.00
(ii) Lease Liabilities	68.84	106.52
(iii) Trade Payables		
Total outstanding dues of Micro Enterprises & Small Enterprises	144.76	144.76
Total outstanding dues of Creditors other than Micro & Small Enterprises	6,392.06	6,058.93
(iii) Other Financial Liabilities	5,861.08	5,621.79
(b) Other Current Liabilities	1,185.35	933.85
(c) Provisions	106.71	118.55
(d) Current Tax Liabilities	23.97	39.71
<b>Total Current Liabilities (C)</b>	<b>38,615.91</b>	<b>36,411.11</b>
<b>TOTAL Equity and LIABILITIES (A+B+C)</b>	<b>14,220.37</b>	<b>17,191.39</b>

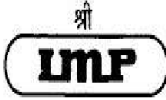
For IMP Powers Limited

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Date: 30/05/2023

Mukesh Verma  
Resolution Professional





**Statement of Cash Flows**

Rs. in Lacs

Particulars	For the Year Ended 31st March 2023		For the Year Ended 31st March 2022	
<b>Profit before tax</b>		(5,196.94)		(19,048.41)
<b>Adjustments to reconcile profit before tax to net cash flow</b>				
Depreciation and amortisation	630.27		707.63	
(Profit) / loss on sale / write off of assets	-		0.34	
Provision for doubtful Debts and Advances	3,914.71		7,151.98	
Finance costs	28.63		806.03	
Re measurement gain/loss on define benefit plans	(0.38)		57.28	
		4,573.99		8,608.70
<b>Operating Profit / (loss) before working capital changes</b>		(622.95)		(10,439.71)
<b><u>Changes in working capital:</u></b>				
<b>Adjustments for (increase) / decrease in operating assets:</b>				
Inventories	1,689.82		9,485.17	
Trade receivables	(1,850.28)		968.34	
Current Financial loan & other Current assets	(1,363.31)		544.71	
Non-current financial assets & other non-current assets	(0.27)		31.44	
lease assets	-		(72.85)	
<b>Adjustments for increase / (decrease) in operating liabilities:</b>				
Trade payables	333.13		(3,078.76)	
Other current financial liabilities	239.29		1,877.18	
Other current liabilities	251.50		38.51	
Provision and Current tax	(27.59)		17.59	
Non-current financial liabilities	-		(1,763.31)	
Provision	20.74		89.56	
		(706.97)		8,137.58
Cash flow from extraordinary items		(1,329.92)		(2,302.13)
Cash generated from operations		-		-
		(1,329.92)		(2,302.13)
<b>Net cash flow from / (used in) operating activities (A)</b>		(1,329.92)		(2,302.13)
<b>B. Cash flow from investing activities</b>				
Purchase of property, plant and equipment (including capital work in progress and capital advance)net off	-		(12.08)	
Advance towards sale of assets	-		-	
Proceeds from sale of fixed assets	-		0.31	
<b>Net cash flow from / (used in) investing activities (B)</b>		-		(11.77)
<b>C. Cash flow from financing activities</b>				
Proceeds from long-term borrowings( Net)	-		(129.75)	
Proceeds from other short-term borrowings	1,408.45		3,197.59	
Finance cost	(28.63)		(806.03)	
<b>Net cash flow from / (used in) financing activities (C)</b>		1,379.82		2,261.81
<b>Net increase / (decrease) in Cash and cash equivalents (A+B+C)</b>		49.90		(52.09)
Cash and cash equivalents at the beginning of the year		33.42		85.51
<b>Cash and cash equivalents at the end of the year</b>		83.32		33.42

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Place: Mumbai  
Date: 30/05/2023


**Mukesh Verma**  
Resolution Professional





## **IMP Powers Limited ("under CIRP")**

### **Notes to the Statement of Consolidated Audited Financial Results for the Quarter and Year ended 31<sup>st</sup> March, 2023**

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- 1) Pursuant to the application under section 9 of Insolvency and Bankruptcy Act, 2016 filed by one of the Operational Creditor, being C.P (IB) No 203 of 2020, the National Company Law Tribunal (NCLT), Ahmedabad Bench, while disposing of, admitted the application vide order dated 29.03.2022 and directed to initiate Corporate Insolvency Resolution Process (CIRP) against the Holding Company. Shri. Mukesh Verma (IBBI/IPA-001/P-01665/2019-2020/12522) was appointed as the Interim Resolution Professional (IRP) and thereafter as Resolution Process. Upon commencement of CIRP, the powers of the Board of Directors of the Holding Company stand suspended and management of the Holding Company vested with the IRP/Resolution Professional (RP). Committee of Creditors (COC) constituted on the basis of collation of all claims by the IRP/RP and report is submitted to NCLT by IRP/RP.
- 2) The Corporate Insolvency Resolution Process (CIRP) is currently in process against the Holding Company. The Resolution Professional has received Resolution Plans from 4 (four) Resolution Applicants, which are under evaluation and pending for approval.
- 3) The Holding Company's & Group ability to continue as a going concern is dependent upon many factors including continued support from the financial creditors, operational creditors, customers, submission of viable resolution plan by the prospective investor and approval thereof by the COC and NCLT respectively. In view of the above resolution and revival of the Holding Company is possible in the foreseeable future and the RP also endeavour to protect and preserve the value of the property of the corporate debtor and manage the operations of the corporate debtor as going concern. Accordingly, the consolidated financial statements of the Holding Company have been prepared on going concern basis.
- 4) The above audited Consolidated financial results which are in accordance with Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015 read with SEBI circular dated July 05, 2016, have been prepared by the management, reviewed and approved in the Board Meeting chaired by Resolution Professional held on 30<sup>th</sup> May, 2023.
- 5) The Holding Company is primarily engaged in the business of Electrical products like Power & Distribution Transformers, its parts and Hydro projects which together constitute a single segment in accordance with the Accounting Standard on "Segment Reporting (Ind AS 108)"
- 6) The Holding Company has been categorised as Non-Performing Asset by the lender banks and majority of the Lender Banks stopped debiting interest on



## IMP Powers Limited (“under CIRP”)

### Notes to the Statement of Consolidated Audited Financial Results for the Quarter and Year ended 31<sup>st</sup> March, 2023

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their outstanding debts. Accordingly, the Holding Company had not recognised interest expense on the borrowings. Lender Banks. As per the IBC, the RP has received, collated, verified the claims submitted by the creditors of the Holding Company till March 03, 2023. The RP received claims amounting to Rs. 440.91 crores from Financial Creditors (including Rs. 42.21 crores from unsecured financial creditors) and after verification admitted a sum of Rs. 408.24 crores (including Rs. 37.10 crores from unsecured financial creditors). Further, RP has received claims from the various classes of operational/ other creditors totalling to Rs. 173.61 crores out of which Rs. 86.80 crores been admitted against the Holding Company as per the provisions of IBC 2016. Pending reconciliation of the claims admitted with the books of accounts, the impact of such claims, if any, that may arise has not been considered in the preparation of the aforesaid consolidated financial results as on March 31, 2023.

- 7) Provision for interest and finance charges on outstanding finance liability has not been provided in above consolidated financial results.
- 8) In consonance with the stipulations contained in Section 14 of the Code, a moratorium has been declared vide the Order dated March 29, 2022 passed by the Hon'ble NCLT, inter alia, prohibiting the following:
  - a. the Institution of suits or continuation of pending suits or proceedings against the Corporate Debtor including execution of any judgement, decree or other in any court of law, tribunal, arbitration panel or other authority;
  - b. transferring, encumbering, alienating or disposing of by the Corporate Debtor any of its assets or any legal right or beneficial interest therein;
  - c. any action to foreclose, recover or enforce any security interest created by the Corporate Debtor in respect of its property including any action under the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002;
  - d. the recovery of any property by an owner or lessor where such property is occupied by or in the possession of the Corporate Debtor.
- 9) The Holding Company had reported losses during the year as well as in earlier years. Hence, the net worth of the Holding Company has been eroded. There is strain on the working capital and operations of the Holding Company and it is undergoing significant financial stress. As stated in Note No. 1, CIRP process was Initiated in respect of the Holding Company w.e.f. March 29, 2022. The Holding Company has assessed that the use of the going concern assumption is appropriate in the circumstances pending the CIRP process and these





## IMP Powers Limited (“under CIRP”)

### Notes to the Statement of Consolidated Audited Financial Results for the Quarter and Year ended 31<sup>st</sup> March, 2023

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consolidated financial results have therefore been prepared on a going concern assumption considering the following:

- a) The Code requires the RP to, among other things, run the Holding Company as a going concern during CIRP.
- b) The RP, in consultation with the Committee of Creditors ('CoC') of the Holding Company, in accordance with the provisions of the IBC, is making all endeavours to run the Holding Company as a going concern along with the assistance of the management of the Holding Company considering the future business outlook and the continuity in the operations of the Holding Company.
- c) Resolution plan have been received from Four (4) Resolution Applicants which is under evaluation by COC and soon after the COC decision it will be submitted to Hon'ble NCLT, Ahmedabad Bench for its approval.

#### 10) Written down of Inventories:

- i) During the quarter ended March 2022, the Holding Company has written down the customised cost of Raw Material inventories Rs.12.16 Crores in work in progress on account of cancellation of orders by the customers, at net realisable value (NRV) and which has been subsequently utilised at NRV in the manufacturing of other finished goods.
- ii) The Holding Company had certain outstanding contracts for manufacture of transformers which were at different stages of manufacturing as on 31.03.2022. Due to inherent nature of contracts, there was difficulty in properly estimating cost of completion of said contracts. After completion of contracts, it has been observed that had work in progress goods as on 31.03.2022 been valued on net realizable value basis, as required under IND AS 2, inventory would have lower to the extent of Rs 4.27 crore as on 31.03.2022. Further, there was unaccounted impairment loss in inventory to the extent of Rs 17.94 crore caused due to cancellation of orders before 31.03.2022 and other such unavoidable reasons. Pursuant to IND AS 8, this being a material error, therefore, impairment loss in inventory of Rs 22.21 crore has been recognized, retrospectively by restating the consolidated financial statements of 2021-22. Accordingly, the consolidated financial statements of the previous period have been restated. This impact has been given in the quarter ended on 30th June,2022.



## IMP Powers Limited ("under CIRP")

### Notes to the Statement of Consolidated Audited Financial Results for the Quarter and Year ended 31<sup>st</sup> March, 2023

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- 11) Trade Receivables, Other Financial Assets and Other Current Assets are subject to confirmation and reconciliation from respective parties and consequential reconciliation, outcomes of pending arbitration/settlements of claims and adjustments arising therefrom, if any.
- 12) Upto the year ended 31<sup>st</sup> March, 2023, various customers have invoked performance bank guarantees totalling to Rs. 39.15 crores (Rs. 14.08 crores invoked during FY 2022-23), the same has been provided in the said results.
- 13) The liabilities and assets for the period is classified as a "Current" wherever considered appropriate, as the Holding Company has been admitted into the Corporate Insolvency Resolution Process by the order of NCLT as on 29th March 2022.
- 14) The figures for the Quarter ended on 31st March 2023 are balancing figures between audited figures in respect of the full Financial Year ended 31st March 2023 and published year to date figures up to the third Quarter ended 31st December 2022.
- 15) Figures of the previous periods have been regrouped / reclassified / rearranged where ever considered necessary to conform current period/ Year Classification.
- 16) The results of the holding company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016 and the relevant provisions of the Companies Act, 2013 ("the Act"). The results are prepared on going concern assumption. Further, Consolidated results include result of IMP Energy Limited subsidiary for the purpose of consolidated financial statement.

For,

IMP Powers Limited ("under CIRP")

MUKESH VERMA  
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by MUKESH  
VERMA  
Date: 2023.05.30  
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Mukesh Verma  
Resolution Professional  
IP Reg. No.: IBBI/IPA-001/P-01665/2019-2020/12522

Date: 30<sup>th</sup> May, 2023  
Place: Mumbai

**IMP Powers Limited (“under CIRP”)**

**Statement on Impact of Audit Qualification for the Financial Year ended March 31, 2023 (Consolidated)**

(Rs. in Lakhs)

Particulars	Audited Figures (as reported before adjusting for qualifications)	Audited Figures (as reported after adjusting for qualifications)
Turnover/ Total Income	2839.61	<b>Not Applicable</b>
Total Expenditure	8036.55	
Net Profit/ (Loss)	(5196.94)	
Earnings Per Share	(60.17)	
Total Assets	14,220.37	
Total Outside Liabilities	38,812.64	
Net Worth	(24592.27)	
Any other financial item (as felt Nil appropriate by the management)	Nil	

**a) Details of Audit Qualifications**

- (i) Qualification regarding Going Concern.
- (ii) Qualification regarding final decision and outcome of Corporate Insolvency Resolution Process (CIRP).
- (iii) Qualification regarding non accounting of finance cost
- (iv) Qualification regarding pending reconciliation, confirmations on Trade Receivables
- (v) Qualification regarding reconciliation of claims with the books

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

**c) Frequency of Qualification: Continuing since March, 2022**



**d) For Audit Qualifications, where the impact of qualified by the auditor,  
Management View's:**

- (i) **Management's** estimation on the impact of audit qualification: Not Applicable in all the above cases.
- (ii) If management is unable to estimate the impact, reasons for the same:
  - 1) The management / RP is of the view that they are making best efforts to achieve favourable order in ongoing litigations in order to protect the

value of its assets and is making efforts to revive operations. As per rules and regulations of the Corporate Insolvency Resolution Process (CIRP) stipulated under the Insolvency and Bankruptcy Code, 2016, RP has invited Resolution Plans from the eligible Prospective Resolution Applicants (PRA). RP received various Expression of Interests from different applicants, and he received resolution plans which are under evaluation and pending for approval of the Committee of Creditors (COC) / Hon'ble NCLT. In line with the objective of the IBC to run the company as Going Concern, the financial results for the Quarter and year ended 31st March 2023 have been prepared on Going Concern basis. In view of the Management and the RP, the going concern assumption considered for the preparation of financial results has not been vitiated. The ultimate outcome can only be ascertained after decision of Adjudicating Authority.

**e) Auditors Comments on (a) & (b) above:**

(i) As the final outcome not ascertainable due to pending approval

<p>Mukesh Verma Resolution Professional</p>	 <p>MUKESH VERMA Digitally signed by MUKESH VERMA Date: 2023.05.30 22:29:48 +05'30'</p>
<p>For Shyam S Gupta &amp; Associates Chartered Accountants FRN 0007309C CA Nirav Saiya, Partner MN. 179919</p>	

Place: Mumbai  
Date: 30/05/2023



## **Independent Auditor's Report**

**The Resolution Professional,  
IMP Powers Limited  
(A company under Corporate Insolvency Resolution Process)  
IP Reg. No.: IBBI/IPA-001/P-01665/2019-2020/12522**

## **Report on Audited Consolidated Financial Results**

### **Qualified Opinion**

We have audited the accompanying consolidated statement of financial results ("the Statement") of IMP Powers Limited ("the Holding Company") and its subsidiary (the Holding Company and its subsidiaries together referred as "the Group") for the quarter and year ended 31<sup>st</sup> March, 2023, attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India {Listing Obligations and Disclosure Requirements} Regulations, 2015, as amended from time to time (the "Listing Regulations"). The consolidated financial results have been initialled by us for the purpose of identification.

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

- i) Includes the result of subsidiary namely M/s IMP Energy Limited
- ii) are presented in accordance with the requirements of Regulations 33 of the Listing Regulations in this regard; and
- iii) except for the possible effects of the matter described in 'Basis for Qualified Opinion' paragraph below, gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the profit/ (loss) (including other comprehensive income) and other financial information of the Company for the quarter and year ended March 31, 2023.

### **Basis of Qualified Opinion**

Attention is drawn to the followings:

- a) Note No. 9 of the Consolidated Financial results which states that the group has accumulated losses and its net worth has been eroded. The group has incurred net loss during the current year and in the earlier year(s), the group current liabilities exceed its current assets and the Group has a high debt-



equity ratio as at 31st March, 2023, earnings per share is negative. In our opinion, based on the above, the Group does not appear to be a going concern. As Holding company being into CIRP where Resolution Plans received are under evaluation and approval as stated in Note No. 1 of the Consolidated Financial results the status of the group being going concern and impact arising therefrom as such cannot be commented upon by us.

- b) Note No. 6 of the Consolidated Financial results regarding the pending reconciliations of admitted claims of financial creditors, operational creditors and others with the books of accounts in the holding company, impact if any that may arise has not been ascertained and/ or considered in the preparation of the Consolidated Financial results for the quarter and year ended 31st March, 2023.
- c) Note No. 11 of the Consolidated Financial results regarding Trade Receivables, Other Financial Assets and Other Current Assets of the Holding Company are subject to confirmation and reconciliation from respective parties and consequential reconciliation, outcomes of pending arbitration/settlements of claims and adjustments arising therefrom, if any. Adjustments/ Impacts with respect to these are currently not ascertainable and such cannot be commented upon by us.
- d) Impact with respect to aforesaid points are currently not ascertainable, due to pending approval of resolution plan and completion of CIRP Process in the holding company.

In our opinion and to the best of our information, according to the explanations given to us, the Statement, except for the matters described in paras (a) to (d) above, are presented in accordance with the requirements of Regulation read with Circular in this regard and the annual audited Consolidated Financial results for the year ended 31st March, 2023 as set out in the Statement gives a true and fair view of the total comprehensive income (comprising of profit/ (loss) and other comprehensive income) and other financial information of the Company for the year ended March 31, 2023 in accordance with the accounting principles generally accepted in India.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Consolidated Financial results under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and



appropriate to provide a basis for our qualified opinion on the annual Consolidated Financial results.

### **Management's Responsibilities for the Annual Consolidated Financial Results**

The Statement of the Company for the year ended 31st March, 2023 have been taken on record by the Resolution Professional {hereinafter referred to as "the RP") while discharging the power of the Board of Directors of the Company which were conferred on him in terms of the provision of section 17 of the Code. For the said purpose as explained in Note no. 1 of the Consolidated Financial results, the RP has relied upon the certification, representations, statements and other relevant information provided by the Directors and other Officers of the Company in relation to the Statement.

The RP and the Directors of the Company are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of the Statement that gives a true and fair view of the Consolidated Financial position, financial performance {including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) notified under section 133 of the Act read with the Companies {Indian Accounting Standards) Rules, 2015, as amended. 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 gives a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Consolidated Financial results, the RP and the Directors of the Company 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 the RP and the Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The RP and the Directors are also responsible for overseeing the Company's Consolidated Financial reporting process.

### **Auditors' Responsibilities for the Audit of the Annual Consolidated Financial Results**





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

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

- Identify and assess the risks of material misstatement of the Statement, 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 with reference to the Statement in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management/ Resolution Professional and the Board of Directors.
- Conclude on the appropriateness of the Management, the Board of Directors' and the RP's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.





- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation. Materiality is the magnitude of misstatements in the Consolidated Financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Consolidated Financial Results.

We communicate with those charged with governance 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:**

- (a) The Consolidated Financial results include the results for the quarter ended 31st March, being the balancing figure between the audited figures in respect of the full financial year and the published year-to-date figures up to 31<sup>st</sup> December of the relevant financial year, which were subject to limited review by us, as required under the Listing Regulations.
- (b) The consolidated financial results include the unaudited financial information/ results of one subsidiary company namely M/s IMP Energy Limited, the financial information/ results have been furnished to us by the management under the RP and our opinion on consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these entities is based solely on such information and explanations given to us by the management under the RP, these interim financial information/ results of the subsidiary are not material to the Group.
- (c) The review of the comparative audited Consolidated Financial results for the quarter ended 31<sup>st</sup> December, 2022 and year ended 31st March, 2022 included in the Statement was conducted and reported by predecessor auditor. Reliance has been placed on the figures and other information incorporated for the purpose of the Consolidated Financial results.



Our opinion is not modified in respect of the matters stated in (a) to (c) above.

For and on behalf of

**Shyam S Gupta & Associates**  
**Chartered Accountants**  
**FRN 0007309C**


**CA Nirav Saiya**  
**Partner**  
**MN. 179919**

**Date: 30<sup>th</sup> May, 2023**  
**Place: Mumbai**  
**UDIN: 23179919BGYULI6848**