

Auditor's Report

To the members of CYBELE INDUSTRIES LTD Report on Financial Statements:

Report on Financial Statements:

We have audited the accompanying financial statements of **M/s. CYBELE INDUSTRIES LTD** which comprise the balance sheet as at 31.03.2019, the statement of profit and loss (including other comprehensive income) the statement of changes in equity, and the cash flow statement for the year then ended and summary of significant accounting policies and other explanatory information (herein after referred to as standalone Ind AS financial statements)

Management's Responsibility for the financial statements:

The company's board of directors is responsible for the matters stated in section 134(5) of the Companies Act 2013 (the Act) with respect to the preparation and presentation of these standalone Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity 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 as applicable. This responsibilities also includes maintenance of adequate accounting records in accordance with the provisions of the act for safeguarding the assets of the company and for preventing and deducting frauds and other irregularities, selection and applications 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 operation effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of th standalone Ind AS financial statement that give a true and fair view and are free from material miss statement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone Ind AS financial statements based on our audit. We have taken in to account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report and the provisions of the act and the rules made there under and the Order under Section 143(11) of the Act.

We conducted our audit of the standalone Ind AS financial statements in accordance with the standards on auditing specified under section 143 (10) of the act those standards require that we comply with ethical requirement and plan and perform the audit to obtain reasonable assurance about whether the standalone Ind AS financial statements are free from material mis statement

An audit involves performing procedures to obtain audit evidence about the amount and disclosures in the standalone

Ind AS financial statements. The procedures selected depend on the auditor's judgements, including the assessment of the risks of materials misstatement of the Ind AS 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 standalone Ind AS financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose expressing an onion on whether the company has in place an adequate internal financial control system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting polices used and the reasonableness of the accounting estimates made by the company's directors, as well as evaluating the overall presentation of the standalone Ind AS financial statements.

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

Opinion

In our opinion and to the best of our information's and according to the explanations given to us, the aforesaid standalone Ind AS financial statements, give the information's required by the act in the manor so required and give a true and fair view in conformity with the accounting principles generally accepted in India, including the Ind AS of the financial position of the company as at 31.03.2019 and its profit , changes in equity and its cash flows for the year ended on that date.

Other Matter

The standalone Ind As financial statements of the company for the year ended 31st March 2019 are audited by us and express an unmodified opinion on those standalone financial statements..

Report on other legal and regulatory Requirements

- .1) As required by section 143 (3) of the act we report that.
 - a) we have sought and obtained all the information's and explanations which to the best of our Knowledge and believes were necessary for the purposes of our audit
 - b) In our opinion proper books of accounts as required by law have been kept by the company so far as its appears from our examination of those books.
 - c) The balance sheet, the statement of Profit and

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- loss, the statement of changes in equity and Cash flow statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid standalone Ind AS financial statements comply with the Accounting standards specified under section 133 of the Act as applicable.
- e) On the basis of written representations received from the directors as on 31.03.2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31.03.2019 from being appointed as a director in terms of section 164 (2) of the act.
- f) With respect to the other matters to be included in the auditors report in accordance with rule 11 of the companies (audit and auditors) rule 2014, in our opinion and to the best of our information's and according to the explanations given to us:
- i) the companies dose not have any pending litigations which would impact its financial position

- ii) the company did not have any long term contract including derivatives contracts for which there were any material foreseeable losses
- iii) No amount is required to be transferred to the investor education and protection fund by the company

As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure" a statement on the matters specified in paragraph 3 and 4 of the Order.

**For M/s. Manavalan & Co.,
Chartered Accountants**

**V.P.Manavalan
Proprietor**

**Place : Chennai
Date : 29.05.2019**

Membership No.: 220470

Annexure to the Auditor's Report

The annexure referred to in Para 1 under the heading of "Report on other Legal and Regulatory Requirements" of our report to the members of the Company for the year ended 31st March, 2019.

- 1) a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) The assets have been physically verified by the management at the end of financial year, which in our opinion is reasonable having regard to the size of the Company and the nature of its fixed assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- 2) a) The inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- c) The Company has maintained proper records of inventories. As explained to us, there were no materials discrepancies noticed on physical

verification of inventories as compared to the book records. And all the title deeds of immovable properties are held in the name of the company.

- 3) a) During the year, the company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the Register maintained under section 189 of the Companies Act, 2013.
- 4) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
- 5) The company has not accepted Deposits from Directors and Inter Corporate. In our opinion and according to information and explanations given to us, all the directives issued by the Reserve Bank of India and provisions of Section 73 to 76 or any other relevant provisions of the Companies Act 2013, and the rules framed there under where applicable were complied with. Further, we are informed by the management that no order has been passed by the Companies Law Board or National Company Law Tribunal or RBI or any court or any Other Tribunal on the Company.

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- 6) We have broadly reviewed the cost records maintained by the Company specified by the Central Government under sub Section (1) of section 148 of the Companies Act, 2013 and are of the opinion that prima facie the prescribed accounts and records have been made and maintained. We have however not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- 7) a) According to the information and explanation given to us and on the basis of our examination of the records of the company, amount deducted/ accrued in the books of accounts in respect of undisputed Statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Value Added Tax, Excise Duty, Cess and other material Statutory dues applicable have been regularly deposited with the appropriate authorities.
- b) According to the information and explanations given to us, no undisputed amounts payable in respect of income Tax, Wealth Tax, Service Tax, Sales Tax, Customs Duty and Excise Duty, Value Added Tax, Cess and other material statutory dues were in arrears as at 31st March, 2019 for a period of more than six months from the date they became payable.
- c) According to the information and explanation given to us no amount is required to be transferred to the investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made there under.
- 8) The company does not have any accumulated losses at the end of the financial year and has not incurred cash losses in the financial year and in the immediately preceding financial year.
- 9) Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the company has not defaulted in repayment of dues to financial institutions and banks. The Company does not have any borrowings by way of debentures.
- 10) According to the information & explanation given to us, the Company has not given any guarantee for loans taken by others from banks and financial institutions.
- 11) The loans outstanding at the beginning of the year and those raised during the year have been applied for the purpose for which they were raised.
- 12) In our Opinion and according to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the year.
- 13) 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.
- 14) According to the information & explanation given to us, the Company and based on our examination of the records of the company, the company has not entered into non cash transaction with directors or persons connected with him.
- 15) The company is not required to be registered under section 45-1A of the RBI Act 1934.

**For M/s. Manavalan & Co.,
Chartered Accountants**

**V.P.Manavalan
Proprietor**

**Place : Chennai
Date : 29.05.2019**

Membership No.: 220470