

Date: February 14, 2022

To,
BSE Limited
Corporate Relation Department
Phiroze Jeejeebhoy Towers, Dalal Street
Mumbai- 400001

Subject: Outcome of Board Meeting held Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sirs/Madam,

In reference to intimation of Board Meeting dated February 07, 2022, and Pursuant to Regulation 30 & 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company at its Meeting held today, that is, February 14, 2022 has inter-alia considered and approved the following:

1. Unaudited Financial Results (Standalone) of the Company for the third quarter and nine-month period ended on 31st December, 2021 of the financial year 2021-22.

In this regard we are enclosing herewith the Unaudited Financial Results (Standalone) of the Company together with the Limited Review Report issued by the Statutory Auditors of the Company for the third quarter and nine-month period ended on 31st December 2021.

2. Noting of Resignation of Ms. Pooja Solanki, Independent Director of the Company w.e.f February 08, 2022.

The above said Board Meeting commenced at 01:14 P.M. concluded at 06:05 P.M.

Please take the same on record

Thanking You
Yours Faithfully

For ATLAS Jewellery India Limited


(Chandan Mahapatra)
Company Secretary

Enclosure:

Un-Audited Financial results (Standalone) for the third quarter and nine-month period ended on 31st December 2021 along with the Limited Review report.

**STATEMENT OF UNAUDITED FINANCIAL RESULTS (STANDALONE) FOR THE
QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2021**

(Rs in Lacs except per share data)

S.No	Particulars	QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
		31 December 2021	30 September 2021	31 December 2020	31 December 2021	31 December 2020	31st March 2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Income						
I	Revenue from operations	78.282	26.051	44.288	151.360	92.940	130.538
II	Other income	0.120	1.116	0.318	1.310	3.701	12.960
III	Total Income (I+II)	78.402	27.167	44.606	152.670	96.641	143.498
IV	Expenses						
(a)	Cost of raw material and components consumed/Purchase of stock in Trade	60.528	0.954	5.661	61.483	5.667	5.681
(b)	Changes in inventories of finished goods, work-in-progress and stock in trade	(2.889)	21.402	27.969	57.256	60.430	93.376
(c)	Employee Benefit Expenses	14.122	18.692	15.440	47.202	44.976	66.799
(d)	Foreign Exchange (Gain)/Loss	(9.845)	18.799	154.604	(165.739)	484.679	0.000
(e)	Depreciation and amortisation expenses	3.650	3.601	5.272	10.882	17.610	21.302
(f)	Other expenses	12.120	16.522	13.210	40.157	32.158	438.565
(g)	Finance Cost	0.427	0.493	0.763	1.473	2.840	3.253
	Total Expenses (a to g)	78.113	80.463	222.919	52.714	648.360	628.976
V	Profit/(Loss) before Exceptional items and tax (III- IV)	0.289	(53.296)	(178.313)	99.956	(551.719)	(485.478)
VI	Exceptional items	0.000	0.000	0.000	0.000	0.000	0.000
VII	Profit/(Loss) before tax (V-VI)	0.289	(53.296)	(178.313)	99.956	(551.719)	(485.478)
VIII	Tax expense (Including deferred tax & net of MAT credit)	3.390	4.197	3.593	10.346	11.233	14.669
IX	Profit/ (loss) for the period (VII- VIII)	(3.101)	(57.493)	(181.906)	89.610	(562.952)	(500.147)
X	Other Comprehensive Income						
(a)	Items that will not to be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00	0.00
(b)	Items to be reclassified to profit or loss in subsequent periods	0.00	0.00	0.00	0.00	0.00	0.00
XI	Total Comprehensive Income for the period (IX+X)	0.00	0.00	0.00	0.00	0.00	0.00
	Paid up equity share capital (Equity Shares of Rs.10 each)	10065.45	10065.45	10065.45	10065.45	10065.45	10065.45
XII	Earnings per share (face value of '10) Before & after extraordinary items						
(a)	Basic & Diluted	(0.00)	(0.06)	(0.18)	0.09	(0.56)	(0.50)
(b)	Diluted	(0.00)	(0.06)	(0.18)	0.09	(0.56)	(0.50)

Notes:

- 1) The standalone unaudited financial results of the Company have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") notified under the Companies (India Accounting Standards) Rules, 2015 as amended by the companies (Indian Accounting Standards) Amendment Rules.
- 2) The company has only one segment of revenue namely "Jewellery retail".
- 3) Trade receivables as of 31 December 2021, inter alia, include outstanding from export debtor of the Company aggregating to Rs. 154.36 crore (net of foreign exchange difference) which have been outstanding for more than 4 years. The company has filed a recovery suit in 2016 against the export debtor and the matter is being heard and presently posted before the principal judge. The company has also filed necessary renewal application with the regulatory authorities as per FEMA regulation.
- 4) Trade Receivables are classified as Financial Instruments under Ind-AS 109 and the Company is required to provide for impairments/ obligations as per "Expected Credit Loss (ECL) Method. Since the matter is now posted before the principal judge and still being decided by the Honourable Court the Company is presently

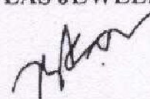
not able to quantify the impairment amount as per the said accounting standards and hence has decided to wait for the Court's outcome before providing for any "Expected Credit Loss" under Ind-AS 109 if any.

- 5) Management is of the view that notional foreign exchange gain or loss does not have any material impact on the Cash flows or going concern, as the same is provided as per the requirements of Ind-AS 21.
- 6) Figures relating to the previous periods/year have been regrouped / reclassified wherever considered necessary.
- 7) The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on February 14, 2022. The same have also been subjected to Limited Review by the Statutory Auditors.
- 8) The results for the quarter and nine month ended December 31, 2022, are available on the BSE Limited website (URL: www.bseindia.com/corporates) and on the Company's website (URL: www.atlasjewelleryindia.com).

Place: Chennai

Date: February 14, 2022,

for and on behalf of the Board of Directors
ATLAS JEWELLERY INDIA LIMITED



Bashyakar Mattapalli

Non- Executive Independent Director & Audit
Committee Chairman)

DIN:06738582



INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE FINANCIAL RESULTS

To

The Board of Directors

Atlas Jewellery India Limited

JA-710, 7th Floor, DLF Tower A, Plot No. 10,

Jasola District, New Delhi-110025

1. We have reviewed the accompanying statement of unaudited financial results ("The Statement") of Atlas Jewellery India Limited ("The Company") for the quarter ended December 31, 2021, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



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4. Based on our review, with exception of the matters described in para 5 to 7 below, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with applicable accounting standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement except for the effects or possible effects of the matter described in Basis for Qualified Conclusion Point No-5(i) and No-5(ii) of our report.

5. Basis for Qualified Conclusion

i) Investigation by the Enforcement Directorate and Seizure of Inventory and Bank Accounts:

Subsequent to the period under review, on January 20 and 22, 2022, under an investigation by the Enforcement Directorate (ED) in a money laundering probe linked to an alleged fraud with a Kerala-based bank by the promoter, there was a search at the business premises (Mumbai) of the company. As per the explanation provided to us by the management, the showroom stock (Mumbai) and other stock from lockers (Bengaluru) were seized and one of the bank accounts of the Company was frozen.

Subsequent to the seizure, the Company has pursuant to regulation 30 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, has informed BSE, that due to seizure of saleable stock of the Company, business is temporarily suspended.

Since, the matter is still under probe and investigation by the ED, and in the absence of any conclusive information and requisite evidence, we are unable to comment on the impact of this probe and investigation on the business operations and financial results if any due to uncertainty of the timeframe for release and recoverability of the saleable stock and other assets under seizure.

ii) Non-Provision of the expected Credit Loss/impairment

The Company has not recognized provision for the expected credit loss/impairment as required under Ind-AS 109 relating to overdue overseas Trade Receivables- "M/S Satwa Precious Metals & Bullion Trading (FZE)" of INR 15,435.96 lakhs (including unrealized foreign currency exchange gain of INR



2735.05 lakhs as per Ind-AS 21). There have been defaults in payment obligations by this overseas debtor on due date which is outstanding for more than seven years. The matter is pending before the court and the recovery of this trade receivable is dependent upon outcome of the Court proceedings initiated by the Company. Also, the company has applied to RBI for further extension of timeline for realization of export proceeds (which was earlier granted up to 28th February 2021), the same is yet to be granted.

As a consequence of not recognizing impairment/ non-recovery of trade receivables, the outstanding amount of the trade receivables in the interim financial statements would decrease by INR 15,435.96 lakhs and would become Nil, accordingly the loss for the quarter would increase by INR 15,435.96 lakhs and would become loss of INR 15,439.06 lakhs and retained earnings under other equity would have decreased by INR 15,435.96 lakhs and would become negative.

iii) Material Uncertainty Related to Going Concern

Company's operating results have been materially affected due to various factors including non-realization of trade receivables, Seizure of inventory and some other assets including bank accounts of the company by ED, temporary business suspension, fluctuation in foreign exchange on unsecured and doubtful overseas debtor, non-recovery of loans and advances, reliance on cash sales for meeting out expenses, overdue expenses payable, pending income tax demands with Income Tax Authorities. These events cause significant doubts on the ability of the company to continue as a going concern.

6. Qualified Conclusion

To the best of our information and according to the explanations given to us, subject to the possible effects of the matters described in the Basis for Qualified Conclusion paragraphs, the financial results give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at December 31, 2021, its losses, and its cash flows for the period ended as on date.

7. We draw attention to

- i) Valuation of Inventory is based on determination of estimated net realizable value and specific identification involving technical judgment of management and has been relied upon in recording the value in the statement.



- ii) Misappropriation amounting to INR 38.69 lakhs by an executive of the Company was reported by the Company in last financial year. Out of which amount of INR 12.06 lakhs were settled by the executive during last year and INR 20.70 lakhs recovered during current year till date leaving the net amount recoverable as on date to INR 6.58 lakhs (inclusive of interest and penalties suffered by the Company).

The Company has filed a police complaint on 24.05.2021 and adequately covered under insurance also. The management considers that no provision against any possible loss is necessary as the significant amount has already been recovered and the company is assured to recover the rest amount soon.

- iii) Balances of Trade Payables and Trade Receivables are subject to confirmation and consequential adjustments thereon.

For Tarun Kandhari & Co LLP

Chartered Accountants

FRN: 006108C/N500042



CA Renu Suri

Partner

Membership No.-091662

Date: 14.02.2022

Place: New Delhi

UDIN: 22091662ACCCUR2649