

FlexiTuff VENTURES

Flexituff Ventures International Limited
(Formerly Flexituff International Limited)
C41-50, SEZ Sector-3,
Pithampur-454 775, Distt. Dhar (M.P.)
Phone: +91-7292-420200, 401681-82-83
Email: mail@flexituff.com | www.flexituff.com
CIN : L25202MP1993PLC034616

14th February, 2021

To, The Manager (Listing Centre) BSE Limited 25 th Floor, P.J. Towers, Dalal Street, Mumbai-400 001	To, The Manager - Corporate Compliance National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai- 400 051
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REF: Flexituff Ventures International Limited (ISIN - INE060J01017), BSE Code-533638, NSE Scrip- FLEXITUFF

Sub: Unaudited Standalone & Consolidated Financial Results for the Quarter ended 31st December, 2021

Dear Sir/Madam,

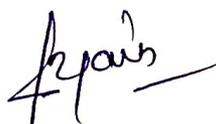
Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith:-

1. Unaudited Standalone and Consolidated Financial Results for the quarter ended 31st December, 2021.
2. Limited Review Report on Unaudited Standalone and Consolidated Financial Results for the quarter ended 31st December, 2021.

The above matter was considered and approved by Board of directors on Board Meeting duly held on 14.02.2022.

This is for your information and needful.

Thanking you,
For Flexituff Ventures International Limited



Rishabh Kumar Jain
Company Secretary & Compliance Officer
[Membership No: F7271]



Encl: - as above

Sanjeev Omprakash Garg & Co.
Chartered Accountants
413, Fortune Ambience,
South Tukoganj,
Indore -452001

Mahesh C. Solanki & Co.
Chartered Accountants
803, Airen Heights, PU-3, Scheme
No-54, Opp. Malhar Mega Mall
A.B.Road, Indore – 452 010

Independent Auditor’s Review Report on unaudited standalone quarterly and year to date financial results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

The Board of Directors
Flexituff Ventures International Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Flexituff Ventures International Limited (‘the Company’) for the quarter ended December 31, 2021 and year-to-date results for the period April 01, 2021 to December 31, 2021 (‘the Statement’) 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 (‘the Regulation’).
2. This Statement, which is the responsibility of the Company’s Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 ‘Interim Financial Reporting’, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized 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 Engagement (SRE) 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether financial results are free of material misstatements. A review consists of making inquiries, primarily of persons 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 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.
4. Basis for Qualified Conclusion:
 - a) The Company has recognized deferred tax asset (net) of Rs. 7,313.02 lakhs on its carried forward accumulated losses (including unabsorbed depreciation) and other temporary differences. In accordance with Ind AS 12 on Income Taxes, a deferred tax asset shall be recognised only to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and unused tax losses can be utilised. Due to the financial difficulties experienced by the Company as stated in Note 2 to the Statement and significant uncertainty stated in Note 3 to the Statement, we are unable to comment on the recoverability of deferred tax asset and consequential impact, if any, on the Statement. Had the Deferred tax asset not been created, the net loss and total comprehensive loss for the nine months ended December 31, 2021



would have been higher by Rs. 7,313.02 Lakhs and other equity as on that date would have been lower by the same amount. (Refer Note No. 5 forming part of the results).

- b) The Company's Cash Generating Unit ("CGU") viz. Kashipur cluster, has a carrying value of Rs. 34,614.06 lakhs as at December 31, 2021 comprising of tangible and intangible assets. The Company has performed an impairment assessment of the CGU as required under Ind AS 36 – Impairment of Assets. The Company is undergoing financial difficulties as stated in Note 2 to the Statement and there is significant uncertainty as cited in Note 3 to the Statement in respect of the Company's plan to monetize its assets, secure funding from the bankers / investors, restructure its liabilities and normalize its operations. We are unable to comment on the appropriateness of the assumptions for the projections used in the impairment assessment and consequential impairment provision, if any, to be made in the Statement with regard to the CGU.
- c) The Company has not provided for interest charge (including penal interest) amounting to Rs. 1,832.91 lakhs for the year ended March 31, 2020; Rs 1714.41 lakhs for the year ended March 31, 2021 and Rs 1,385.05 lakhs for the period April 01, 2021 to December 31, 2021 respectively on loans outstanding to certain lenders; this constitutes departure from the accrual basis of accounting stipulated under Ind AS 1 - Presentation of Financial Statements. Accordingly, interest due to lenders (gross of TDS deduction), the interest cost and loss for the nine months ended December 31, 2021 is understated by Rs 1,385.05 lakhs; and for the year ended March 31, 2021 and March 31, 2020 is understated by Rs. 1714.41 lakhs and 1832.91 lakhs respectively. In the absence of sufficient appropriate review evidence, we are unable to comment upon the consequential impact, if any that may arise from this matter. (Refer Note 6 to the Statement).

Our audit report on the standalone financial statements for the year ended March 31, 2021 and March 31, 2020 was also qualified in respect of the matters stated above.

5. Based on our review conducted as above, with the exception of the matter described in the paragraph 4 and the effects thereon, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited standalone financial results prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.



UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

(Rupees in lakhs, unless otherwise stated)

Sr.No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31 Dec 2021	30 Sep 2021	31 Dec 2020	31 Dec 2021	31 Dec 2020	31 Mar 2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income						
	Revenue from operations	27,313.37	26,037.29	22,313.52	79,801.46	60,285.14	86,789.62
	Other income (Refer Note 4)	238.98	540.72	6,422.69	1,106.52	7,101.20	7,267.67
	Total income	27,552.35	26,578.01	28,736.21	80,907.98	67,386.34	94,057.29
2	Expenses						
	(a) Cost of materials consumed	15,262.53	15,837.38	12,892.23	48,242.03	33,494.11	48,820.69
	(b) Purchase of stock-in-trade	128.69	441.66	826.73	1,480.83	2,942.17	3,449.99
	(c) Changes in stock of finished goods, work-in-progress and stock-in-trade	1,659.78	-148.10	-885.76	1,788.75	2,465.36	1,370.16
	(d) Employee benefits expense	4,750.78	4,779.57	4,557.23	14,277.85	12,527.04	16,834.27
	(e) Finance costs	1,469.33	1,694.04	1,993.29	4,920.36	5,332.89	7,291.75
	(f) Depreciation and amortisation expense	1,754.44	1,755.68	1,835.68	5,306.92	5,592.81	7,273.17
	(g) Other expenses	4,677.70	4,364.18	3,964.92	12,714.40	12,162.32	17,003.14
	Total expenses	29,703.25	28,724.41	25,184.32	88,731.14	74,516.70	1,02,043.17
3	Profit / (Loss) before exceptional items (1-2)	(2,150.90)	(2,146.40)	3,551.89	(7,823.16)	(7,130.36)	(7,985.88)
4	Tax expense						
	(a) Current tax	-	-	-	-	-	-
	(b) MAT charge of previous year	-	-	-	-	-	-
	Less: MAT credit entitlement of previous year	-	-	-	-	-	-
	(c) Income Tax charge for previous years	-	469.96	-	469.96	-	-
	(d) Deferred tax charge / (credit)	(584.15)	(623.74)	1,269.84	(2,307.40)	(1,548.02)	(2,213.37)
	Total tax charge / (credit)	(584.15)	(153.78)	1,269.84	(1,837.44)	(1,548.02)	(2,213.37)
5	Net Profit / (Loss) for the period / year (3-4)	(1,566.75)	(1,992.62)	2,282.05	(5,985.72)	(5,582.34)	(5,772.51)
6	Other comprehensive income / (loss)						
	Items that will not be reclassified to profit or loss						
	(a) Remeasurements of the net defined benefit plans	2.41	2.41	18.50	7.23	55.50	9.64
	(b) Tax relating to items that will not be reclassified to profit or loss	(0.76)	(0.75)	(5.78)	-2.26	(17.32)	(3.01)
	Other comprehensive income / (loss) for the period / year	1.65	1.66	12.72	4.97	38.18	6.63
7	Total comprehensive income / (loss) for the period / year (5+6)	(1,565.10)	(1,990.96)	2,294.77	(5,980.75)	(5,544.16)	(5,765.88)
8	Paid-up equity share capital (Face value of Rs. 10/- each)	2,488.28	2,488.28	2,488.28	2,488.28	2,488.28	2,488.28
9	Other equity						12,098.61
10	Earnings per share (of Rs 10/- each) (not annualised for the quarters) [in Rs.]:						
	Basic & Diluted (Refer Note 10)	(6.30)	(8.01)	9.17	(24.06)	(22.44)	(23.20)

For Flexituff Ventures International Limited

Saurabh Kalani
Digitally signed by Saurabh Kalani
Date: 2022.02.14 14:35:11 +05'30'

Saurabh Kalani
Whole Time Director
(DIN: 00699380)
Place : Pithampur
Date : February 14, 2022



NOTES TO UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

- 1) These results have been prepared in accordance with the Indian Accounting Standard (referred to as "Ind AS") 34 - Interim Financial Reporting as prescribed under Section 133 of Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules as amended from time to time.

The Statement of Financial Results as shown above, have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on February 14, 2022 respectively. The Statutory Auditors have expressed a modified opinion on these results.

- 2) As on December 31, 2021 the Company has defaulted in repaying the principal and interest component of loan instalments amounting to Rs. 3,785.23 lakhs and Rs. 1,581.12 lakhs respectively to financial institutions. (The interest default cited here is net of TDS, as applicable).

As on December 31, 2021 the Company has defaulted in repaying the principal and interest component for FCCB issued to TPG Growth II SF Pte. Ltd. amounting to Rs.12,538.55 lakhs and Rs. 4,506.03 lakhs respectively and also defaulted in redemption of FCCB from International Finance Corporation (IFC) amounting to Rs. 6,687.23 lakhs. Interest accrued and payable to IFC amounts to Rs. 1,451.72 lakhs. (The interest default cited here is net of TDS (as applicable) and before adjusting for the effects mentioned in Note 6 below).

The Company has devolved Letter of Credit issued by banks and such devolvement has resulted in over utilisation of cash credit facilities by Rs. 8,531.89 lakhs (including interest) as on December 31, 2021, based on drawing power sanctioned by banks in December 2021.

- 3) The Company has incurred net losses of Rs. 5,980.75 lakhs during the nine months ended December 31, 2021. Further, in respect of certain loan arrangements for which the amounts have fallen due as mentioned in Note 2 above; the Company is pursuing with its lenders for restructuring of loans through an Inter Creditor Agreement. Consequently, the Company's ability to meet its obligations is dependent on restructuring of loans. The Company will also require further financing to sustain its operations in the normal course of business for which the Company is also contemplating monetisation of certain assets. These events along with other conditions cast significant doubt on the ability of the Company to continue as a going concern. The Company is confident that such cash flows would enable it to service its debt and discharge its obligations. Accordingly, these results of the Company have been prepared on a going concern basis.
- 4) During the quarter ended September 30, 2020, the term loan from KKR India Financial Services Limited ("KKR") has been assigned to Assets Care & Reconstruction Enterprise Ltd acting in its capacity as trustee of ACRE-105- Trust ("ACRE"), new lender of the Company, who has taken over the loan of KKR. The Company has entered in new loan documentation with ACRE on November 25, 2020, as a result the original outstanding (including principal and interest) with KKR of Rs. 9410.51 lakhs has been restructured to Rs. 1500 lakhs. Accordingly, the Company has accounted for gain on restructuring amounting to Rs 5,997.02 lakhs in other income.
- 5) The Company is carrying deferred tax asset of Rs. 7,313.02 lakhs (including MAT credit of Rs. 2,797.69 lakhs) as on December 31, 2021. Management is reasonably certain that the Company will earn sufficient taxable profit in future to utilise the Deferred Tax Asset and MAT credit within the time limit prescribed under the Income Tax Act, 1961. Accordingly, no adjustment is currently considered necessary by the management to the amount of deferred tax assets.
- 6) The Company is in the process of approaching TPG Growth II SF Pte. Ltd. and International Finance Corporation ("lenders") for restructuring its loan and envisages that the lenders shall forgo the interest charge (including penal interest) on its loans for the period April 1, 2019 to December 31, 2021.

Accordingly, the Company has not accrued total interest amounting to Rs 1,385.05 lakhs, Rs.1,714.41 lakhs and Rs. 1,832.91 lakhs for the nine months ended December 31, 2021, for the year ended March 31, 2021 and for the year ended March 31, 2020 respectively.



FLEXITUFF VENTURES INTERNATIONAL LIMITED

CIN – L25202MP1993PLC034616

Regd. Office: C 41-50, SEC NO III, SEZ INDUSTRIAL AREA, PITHAMPUR, DHAR, MP - 454775

FlexiTuff
VENTURES

NOTES TO UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

- 7) The management has made an assessment of the impact of COVID-19 on the Company's current and future operations, financial performance and position giving due consideration to the internal and external factors. The management is continuously monitoring the situation and has concluded that there is no impact which is required to be recognised in these results for the quarter and nine months ended December 31, 2021 . Accordingly, no adjustments have been made to these results.
- 8) The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post – employment benefits has received the Presidential assent in September 2020. The Ministry of Labour and Employment had released draft rules for the Code on November 13, 2020, and had invited suggestions from stakeholders which are under active consideration by the Ministry. However, the effective date from which the changes are applicable is yet to be notified. The Company will evaluate and will give appropriate impact in the financial statements in the period in which the Code becomes effective and the related rules are published.
- 9) The Company is engaged in only one Segment viz. Technical Textile. As such there is no separate reportable segment as per Ind AS 108 'Operating Segments'.
- 10) There is no dilution to the basic EPS as there are no outstanding potentially dilutive shares.
- 11) Previous period's / year's figures have been re-grouped wherever necessary to correspond with the current period's figures.

For Flexituff Ventures International Limited

Saurabh Kalani
Digitally signed
by Saurabh Kalani
Date: 2022.02.14
14:35:31 +05'30'

Saurabh Kalani
Whole Time Director

(DIN: 00699380)

Place : Pithampur

Date : February 14, 2022



Sanjeev Omprakash Garg & Co.
Chartered Accountants
413, Fortune Ambience,
South Tukoganj,
Indore -452001

Mahesh C. Solanki & Co.
Chartered Accountants
803, Airen Heights, PU-3, Scheme
No-54, Opp. Malhar Mega Mall
A.B.Road, Indore – 452 010

Independent Auditor’s Review Report on Consolidated Unaudited Quarterly and year to date Financial Results of the Group pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended

**The Board of Directors
Flexituff Ventures International Limited**

1. We have reviewed the accompanying statement of consolidated unaudited financial results of Flexituff Ventures International Limited (‘the Holding Company’), its subsidiaries, (the Holding Company and its fourteen subsidiaries together referred to as the ‘Group’) for the quarter ended December 31, 2021, and year-to-date results for the period from April 01, 2021 to December 31, 2021 (‘the Statement’), 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 (‘the Regulation’).
2. This Statement, which is the responsibility of the Holding Company’s Management and approved by the Holding Company’s Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 ‘Interim Financial Reporting’ (‘Ind AS 34’), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized 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 Engagement (SRE) 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity” issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review consists of making inquiries, primarily of persons 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 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.



The Statement includes the results of the following entities:

Sr. No.	Name of the Company	Relationship with the Holding Company #
1)	Flexiglobal Holding Limited, Cyprus	Subsidiary
2)	Flexiglobal (UK) Limited, United Kingdom	Step down subsidiary
3)	Flexituff Technology International Limited (formerly known as Flexituff FIBC Limited)	Subsidiary
4)	Flexituff S.A. Enterprise LLP	Subsidiary
5)	Flexituff Javed Ahmed LLP	Subsidiary
6)	Flexituff Hi-Tech LLP	Subsidiary
7)	Ujjivan LUIT LLP	Subsidiary
8)	Flexituff Sailendra Kalita LLP	Subsidiary
9)	Budheswar Das Flexituff International Limited JV	Subsidiary
10)	Sanyug Enterprise Flexituff International Limited JV	Subsidiary
11)	Vishnu Construction Flexituff International Limited JV	Subsidiary
12)	Mayur Kartick Barooah Flexituff International Limited JV	Subsidiary
13)	Flexituff Sailendra Kalita JV	Subsidiary
14)	Flexituff Pulin Borgohain JV	Subsidiary

reckoned as subsidiary on the basis of control

4. Basis for Qualified Conclusion:

- i. The Parent Company has recognized deferred tax asset (net) of Rs. 7,313.02 lakhs on its carried forward accumulated losses (including unabsorbed depreciation) and other temporary differences. In accordance with Ind AS 12 on Income Taxes, a deferred tax asset shall be recognised only to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and unused tax losses can be utilised. Due to the financial difficulties experienced by the Parent Company as stated in Note 2 to the Statement and significant uncertainty stated in Note 3 to the Statement, we are unable to comment on the recoverability of deferred tax asset and consequential impact, if any, on the Statement. Had the Deferred tax asset not been created, the net loss and total comprehensive loss for the nine months ended December 31, 2021 would have been higher by Rs. 7,313.02 Lakhs and other equity as on that date would have been lower by the same amount. (Refer Note No. 5 forming part of the results).
- ii. The Parent Company's Cash Generating Unit ("CGU") viz. Kashipur cluster, has a carrying value of Rs. 34,614.06 lakhs as at December 31, 2021 comprising of tangible and intangible assets. The Parent Company has performed an impairment assessment of the CGU as required under Ind AS 36 – Impairment of Assets. The Parent Company is undergoing financial difficulties as stated in Note 2 to the Statement and there is significant uncertainty as cited in Note 3 to the Statement in respect of the Parent Company's plan to monetize its assets, secure funding from the bankers / investors, restructure its liabilities and normalize its operations. We are unable to comment on the appropriateness of the assumptions for the projections used in the impairment assessment and consequential impairment provision, if any, to be made in the Statement with regard to the CGU.



- iii. The Parent Company has not provided for interest charge (including penal interest) amounting to Rs. 1,832.91 lakhs for the year ended March 31, 2020; Rs 1714.41 lakhs for the year ended March 31, 2021 and Rs 1,385.05 lakhs for the period April 01, 2021 to December 31, 2021 respectively on loans outstanding to certain lenders; this constitutes departure from the accrual basis of accounting stipulated under Ind AS 1 - Presentation of Financial Statements. Accordingly, interest due to lenders (gross of TDS deduction), the interest cost and loss for the nine months ended December 31, 2021 is understated by Rs 1,385.05 lakhs; and for the year ended March 31, 2021 and March 31, 2020 is understated by Rs. 1714.41 lakhs and 1832.91 lakhs respectively. In the absence of sufficient appropriate review evidence, we are unable to comment upon the consequential impact, if any that may arise from this matter. (Refer Note 6 to the Statement).

Our audit report on the consolidated financial statements for the year ended March 31, 2021 and March 31, 2020 was also qualified in respect of the matters stated above.

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 8 below, with the exception of the matter described in the paragraph 5 and the effect thereon, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to Note 3 to the Statement which states that the Parent Company has incurred net losses of Rs. 5,980.75 lakhs during the nine months ended December 31, 2021 and describes certain loans for which the Company is in default. Further, the Parent Company's ability to meet its future obligations is dependent on restructuring of its loans. These conditions indicate significant doubt on the Parent Company's ability to continue as going concern. The Parent Company is in the process of executing an Inter Creditor Arrangement and proposing a resolution plan to the lenders. In view of the above, the Statement has been prepared on a going concern basis. Our conclusion on the Statement is not modified in respect of this matter.
7. We did not review the interim financial information of twelve subsidiaries included in the consolidated unaudited financial results, whose interim financial information before consolidation adjustment reflect total revenue of Rs.131.32 lakhs and Rs.134.03 lakhs, total net profit/ (loss) after tax of Rs. 56.91 lakhs and Rs. (86.07) lakhs and total comprehensive loss of Rs 56.91 lakhs and Rs. (86.07) lakhs for the quarter ended December 31, 2021, and for the period from April 01, 2021 to December 31, 2021 respectively, as considered in the consolidated unaudited financial results. These interim financial information have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matters.



Sanjeev Omprakash Garg & Co.
Chartered Accountants

413, Fortune Ambience,
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Mahesh C. Solanki & Co.
Chartered Accountants

803, Airen Heights, PU-3, Scheme
No-54, Opp. Malhar Mega Mall
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8. The consolidated unaudited financial results include the interim financial information of two subsidiaries which have not been reviewed by their auditors, whose interim financial information before consolidation adjustment reflect total revenue of Rs. 0.38 lakhs and Rs. 1.11 lakhs, total net loss after tax of Rs. 5.30 lakhs and Rs. 16.36 lakhs and total comprehensive loss of Rs. 5.30 lakhs and Rs. 16.36 lakhs for the quarter ended December 31, 2021 and for the period from April 01, 2021 to December 31, 2021 respectively, as considered in the consolidated unaudited financial results. These unaudited interim financial information has been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to affairs of these subsidiaries, is based solely on such unaudited interim financial information. According to the information and explanations given to us by the Management, these interim financial information are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

For Sanjeev Omprakash Garg & Co.

Chartered Accountants

ICAI Firm Registration No. 008773C

THAKUR SHADIJA
Digitally signed
by THAKUR
SHADIJA
Date: 2022.02.14
17:18:57 +05'30'



Thakur Shadija

Partner

Membership No.: 420757

UDIN: 22420757ACAQWL1693

Place: Indore

Date: February 14, 2022

For Mahesh C. Solanki & Co.

Chartered Accountants

ICAI Firm Registration No. 006228C

RAJA
T JAIN
Digitally signed by RAJAT JAIN
DN: cn=RAJAT JAIN, o=MAHESH C SOLANKI & CO,
ou=INDORE, email=rajat.jain@maheshsolanki.com,
c=IN
Date: 2022.02.14 18:15:11 +05'30'



Rajat Jain

Partner

Membership No.: 413515

UDIN: 22413515ACANTK5893

Place: Indore

Date: February 14, 2022

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

(Rupees in lakhs, unless otherwise stated)

Sr.No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31 Dec 2021 (Unaudited)	30 Sep 2021 (Unaudited)	31 Dec 2020 (Unaudited)	31 Dec 2021 (Unaudited)	31 Dec 2020 (Audited)	31 Mar 2021 (Audited)
1	Income						
	Revenue from operations	27,444.69	26,036.83	22,313.52	79,932.78	58,191.38	84,740.69
	Other income (Refer Note 4)	168.74	471.94	6,329.97	896.33	6,823.73	6,905.82
	Total income	27,613.43	26,508.77	28,643.49	80,829.11	65,015.11	91,646.51
2	Expenses						
	(a) Cost of materials consumed	15,262.53	15,837.38	12,892.23	48,242.03	33,494.11	48,820.69
	(b) Purchase of stock-in-trade	128.69	441.66	826.73	1,480.83	2,942.17	3,443.41
	(c) Changes in stock of finished goods, work-in-progress and stock-in-trade	1,659.78	(148.10)	(885.76)	1,788.75	371.60	(717.02)
	(d) Employee benefits expense	4,752.25	4,779.57	4,557.40	14,279.32	12,527.82	16,835.70
	(e) Finance costs	1,469.34	1,694.79	1,993.35	4,920.71	5,333.00	7,291.87
	(f) Depreciation and amortisation expense	1,754.44	1,755.68	1,835.68	5,306.92	5,592.81	7,273.49
	(g) Other expenses	4,585.68	4,272.49	3,969.62	12,436.14	12,181.68	16,908.96
	Total expenses	29,612.71	28,633.47	25,189.25	88,454.70	72,443.19	99,857.10
3	Profit / (Loss) before tax (1-2)	(1,999.28)	(2,124.70)	3,454.24	(7,625.59)	(7,428.08)	(8,210.59)
4	Tax expense / (credit)						
	(a) Current tax	-	-	-	-	-	1.40
	(b) MAT charge of previous year	-	-	-	-	-	-
	Less: MAT credit entitlement of previous year	-	-	-	-	-	-
	(c) Income Tax charge / (credit) for previous years	-	469.96	0.24	469.96	0.24	15.14
	(d) Deferred tax charge / (credit)	(584.15)	(623.74)	1,269.07	(2,307.40)	(1,549.05)	(2,214.70)
	Tax expense / (credit)	(584.15)	(153.78)	1,269.31	(1,837.44)	(1,548.81)	(2,198.16)
5	Net Profit / (Loss) for the period / year after tax (3-4)	(1,415.13)	(1,970.92)	2,184.93	(5,788.15)	(5,879.27)	(6,012.43)
6	Profit / (Loss) for the period / year attributable to:						
	Equity holders of the parent	(1,423.92)	(1,953.96)	2,202.35	(5,762.87)	(5,816.91)	(5,924.32)
	Non-controlling interest	8.79	(16.96)	(17.42)	(25.28)	(62.36)	(88.11)
7	Other comprehensive income / (loss)						
	Items that will not be reclassified to profit or loss						
	(a) Remeasurements of the net defined benefit plans	2.41	2.41	18.50	7.23	55.50	9.64
	(b) Income tax effect on above	(0.76)	(0.75)	(5.78)	(2.26)	(17.32)	(3.01)
	Items that will be reclassified to profit or loss						
	(a) Exchange differences on translation of foreign operations	1.23	(1.92)	2.47	0.65	3.29	4.36
	(b) Income tax effect on above	(0.38)	0.60	(0.77)	(0.20)	(1.03)	(1.36)
	Total Other comprehensive income/(loss)	2.50	0.34	14.42	5.42	40.44	9.63



UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

(Rupees in lakhs, unless otherwise stated)

Sr.No.	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31 Dec 2021 (Unaudited)	30 Sep 2021 (Unaudited)	31 Dec 2020 (Unaudited)	31 Dec 2021 (Unaudited)	31 Dec 2020 (Audited)	31 Mar 2021 (Audited)
8	Other comprehensive income/(loss) attributable to:						
	Equity holders of the parent	2.50	0.34	14.42	5.42	40.44	9.63
	Non-controlling interest	-	-	-	-	-	-
9	Total comprehensive income / (loss) (5+7)	(1,412.63)	(1,970.58)	2,199.35	(5,782.73)	(5,838.83)	(6,002.80)
10	Total comprehensive income / (loss) attributable to:						
	Equity holders of the parent	(1,421.42)	(1,953.62)	2,216.77	(5,757.45)	(5,776.47)	(5,914.69)
	Non-controlling interest	8.79	(16.96)	(17.42)	(25.28)	(62.36)	(88.11)
11	Paid-up equity share capital (Face value of Rs. 10/- each)	2,488.28	2,488.28	2,488.28	2,488.28	2,488.28	2,488.28
12	Other equity and Non-controlling interest						10,903.04
13	Earnings per share (of Rs. 10/- each) [In Rs.]:						
	Basic & Diluted (Refer Note 11)	(5.72)	(7.85)	8.85	(23.16)	(23.38)	(23.81)

For Flexituff Ventures International Limited

Saurabh Kalani
 Digitally signed by
 Saurabh Kalani
 Date: 2022.02.14
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Saurabh Kalani
 Whole Time Director
 (DIN: 00699380)
 Place : Pithampur
 Date : February 14, 2022

NOTES TO UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

- 1) These results have been prepared in accordance with the Indian Accounting Standard (referred to as "Ind AS") 34 - Interim Financial Reporting as prescribed under Section 133 of Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules as amended from time to time.

The Statement of Financial Results for the quarter and nine months ended December 31, 2021 of Flexituff Ventures International Limited and its subsidiaries (together referred to as 'Group'), have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on February 14, 2022. The Statutory Auditors have expressed a modified opinion on these results.

- 2) As on December 31, 2021 the Parent Company has defaulted in repaying the principal and interest component of loan instalments amounting to Rs. 3,785.23 lakhs and Rs. 1,581.12 lakhs respectively to financial institutions. (The interest default cited here is net of TDS, as applicable).

As on December 31, 2021 the Parent Company has defaulted in repaying the principal and interest component for FCCB issued to TPG Growth II SF Pte. Ltd. amounting to Rs.12,538.55 lakhs and Rs. 4,506.03 lakhs respectively and also defaulted in redemption of FCCB from International Finance Corporation (IFC) amounting to Rs. 6,687.23 lakhs. Interest accrued and payable to IFC amounts to Rs. 1,451.72 lakhs. (The interest default cited here is net of TDS (as applicable) and before adjusting for the effects mentioned in Note 6 below).

The Parent Company has devolved Letter of Credit issued by banks and such devolvement has resulted in over utilisation of cash credit facilities by Rs 8,531.89 lakhs (including interest) as on December 31, 2021, based on drawing power sanctioned by banks in December 2021.

- 3) The Parent Company has incurred net losses of Rs. 5,980.75 lakhs during the nine months ended December 31, 2021. Further, in respect of certain loan arrangements for which the amounts have fallen due as mentioned in Note 2 above; the Parent Company is pursuing with its lenders for restructuring of loans through an Inter Creditor Agreement. Consequently, the Parent Company's ability to meet its obligations is dependent on restructuring of loans. The Parent Company will also require further financing to sustain its operations in the normal course of business for which the Parent Company is also contemplating monetisation of certain assets. These events along with other conditions cast significant doubt on the ability of the Parent Company to continue as a going concern. The Parent Company is confident that such cash flows would enable it to service its debt and discharge its obligations. Accordingly, these results have been prepared on a going concern basis.
- 4) During the quarter ended September 30, 2020, the term loan from KKR India Financial Services Limited ("KKR") has been assigned to Assets Care & Reconstruction Enterprise Ltd acting in its capacity as trustee of ACRE-105- Trust ("ACRE"), new lender of the Parent Company, who has taken over the loan of KKR. The Parent Company has entered in new loan documentation with ACRE on November 25, 2020, as a result the original outstanding (including principal and interest) with KKR of Rs. 9410.51 lakhs has been restructured to Rs. 1500 lakhs. Accordingly, the Parent Company has accounted for gain on restructuring amounting to Rs 5,997.02 lakhs in other income.
- 5) The Parent Company is carrying deferred tax asset of Rs. 7,313.02 lakhs (including MAT credit of Rs. 2,797.69 lakhs) as on December 31, 2021. Management is reasonably certain that the Company will earn sufficient taxable profit in future to utilise the Deferred Tax Asset and MAT credit within the time limit prescribed under the Income Tax Act, 1961. Accordingly, no adjustment is currently considered necessary by the management to the amount of deferred tax assets.
- 6) The Parent Company is in the process of approaching TPG Growth II SF Pte. Ltd. and International Finance Corporation ("lenders") for restructuring its loan and envisages that the lenders shall forgo the interest charge (including penal interest) on its loans for the period April 1, 2019 to December 31, 2021.

Accordingly, the Parent Company has not accrued interest amounting to Rs 1,385.05 lakhs, Rs.1,714.41 lakhs and Rs. 1,832.91 lakhs for the nine months ended December 31, 2021, for the year ended March 31, 2021 and for the year ended March 31, 2020 respectively.



FLEXITUFF VENTURES INTERNATIONAL LIMITED

CIN – L25202MP1993PLC034616

Regd. Office: C 41-50, SEC NO III, SEZ INDUSTRIAL AREA, PITHAMPUR, DHAR, MP - 454775



NOTES TO UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

- 7) The management has made an assessment of the impact of COVID-19 on the Group's current and future operations, financial performance and position giving due consideration to the internal and external factors. The management is continuously monitoring the situation and has concluded that there is no impact which is required to be recognised in these results for the quarter ended December 31, 2021 . Accordingly, no adjustments have been made to these results.
- 8) The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post – employment benefits has received the Presidential assent in September 2020. The Ministry of Labour and Employment had released draft rules for the Code on November 13, 2020, and had invited suggestions from stakeholders which are under active consideration by the Ministry. However, the effective date from which the changes are applicable is yet to be notified. The Parent Company and its Indian Subsidiaries will evaluate and will give appropriate impact in the financial statements in the period in which the Code becomes effective and the related rules are published.
- 9) The Group is engaged in only one Segment viz. Technical Textile. As such there is no separate reportable segment as per Ind AS 108 "Operating Segment".
- 10) There is no dilution to the basic EPS as there are no outstanding potentially dilutive shares.
- 11) Previous period's / year's figures have been re-grouped wherever necessary to correspond with the current period's figures.

For Flexituff Ventures International Limited

Saurabh Kalani
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by Saurabh Kalani
Date: 2022.02.14
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Saurabh Kalani
Whole Time Director
(DIN: 00699380)
Place : Pithampur
Date : February 14, 2022

