

June 14, 2022

To,
BSE Limited,
PJ Towers,
Dalal Street,
Mumbai-400001

Sub: Compliance under Regulation 33 of SEBI (LODR), Regulations, 2015

Ref: With reference to various mails received on 7th June 2022 from Mr. Harshad Naik.

Dear Sir,

With reference to your mails received on 7th June 2022 from Mr. Harshad Naik regarding non-compliance with Regulation 33 of SEBI (LODR), Regulations 2015 in respect of Financial Results for the period ended March 2022 submitted by the company within prescribed due date below observation were marked and sent by your good office.

- 1. Observations: Consolidated Limited Review Submitted instead of Auditor Report**
- 2. Observations: Standalone Limited Review Submitted instead of Auditor Report**
- 3. Observations: Cash Flow Statement for Standalone Results not Received in Pdf.**
- 4. Observations: Cash Flow Statement for Consolidated Results not Received in Pdf.**
- 5. Observations: Declaration or Statement of Impact of Audit Qualifications not submitted**

Considering the above observations marked by you, we are submitting herewith complete set of financials for the period ended March 2022 along with Auditors report on consolidated and Standalone financial statements and disclosure of the impact of Audit Qualification.

Yours Faithfully,
For Eco Recycling Limited

Shashank
Shashank Soni
Chief Financial Officer




Eco Recycling Limited
 Standalone Balance Sheet As At March 31, 2022

(Rupees in Lacs)

PARTICULARS		As at 31 March, 2022	As at 31 March, 2021
A	ASSETS		
1	Non-Current Assets		
	Property, Plant and Equipment	2,041	2,165
	Financial Assets	-	-
	Investments	1,177	320
	Loans	165	465
	Other Financial assets	45	42
	Deferred Tax Assets (net)	-	-
	Other Non Current Assets	635	505
	Total Non-Current Assets	4,063	3,497
2	Current Assets		
	Inventories	438	220
	Financial Assets	-	-
	Investments	923	512
	Trade Receivables	101	110
	Cash and Cash Equivalents	880	36
	Bank Balances other than (iii) above	100	-
	Loans	30	68
	Other Current Assets	142	62
	Total Current Assets	2,615	1,007
	TOTAL ASSETS	6,678	4,504
B	EQUITY AND LIABILITY		
1	Equity		
	Equity Share Capital	1,930	1,930
	Other Equity	3,163	1,398
	Total Equity	5,092	3,327
	Liabilities		
2	Non Current Liabilities		
	Financial Liabilities		
	Borrowings	900	925
	Provisions	71	9
	Deferred tax Liabilities (net)	113	52
	Total Non-Current Liabilities	1,084	986
3	Current Liabilities		
	Financial Liabilities		
	Borrowings	65	15
	Trade Payables	191	7
	Other Financial Liabilities	14	18
	Other current Liabilities	67	25
	Provisions	165	125
	Total Current Liabilities	502	190
	TOTAL EQUITY AND LIABILITIES	6,678	4,504

Mumbai
 30th May 2022

For Eco Recycling Limited


B. K. Soni
 Chairmam & Managing Director



ECO RECYCLING LIMITED
Standalone Audited Financial Results for the Quarter and Year Ended 31st March, 2022

(Rupees in Lacs)

PARTICULARS	Audited	Unaudited	Audited	Audited	
	Quarter Ended			Year Ended	Year Ended
	31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
I INCOME					
Revenue from Operations	498	275	425	1,510	1,267
Other Income	118	468	118	1,184	581
Total Income	616	743	543	2,694	1,848
II EXPENSES					
Cost of Materials Consumed	323	223	104	713	356
Purchases of Stock-in-Trade	68			93	50
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(121)	(35)	34	(219)	46
Employee Benefits Expense	70	71	70	280	187
Finance Costs			3		42
Depreciation and Amortisation Expense	12	12	12	47	47
Other Expenses	51	128	165	379	573
Total Expenses	403	398	388	1,293	1,300
III Profit / (Loss) before Exceptional Items	213	344	155	1,401	547
IV Exceptional Items	-	-	-	-	-
V Profit / (Loss) before Tax	213	344	155	1,401	547
VI Tax Expense:					
Current Tax	147	-	89	147	89
Deferred Tax	4	-	21	4	21
VII Profit / (Loss) for the Year	61	344	46	1,249	438
VIII Other Comprehensive Income					
(a) Items that will not be reclassified to Profit or Loss					
Measurement of Employment Defined Benefit Plans	(34)	-	(4)	(34)	(4)
Fair Value Changes of Equity Instruments	(703)	1,388	100	568	309
(b) Income Tax relating to items in (a) above	78	-	52	(56)	52
Other Comprehensive Income (Net of Tax)	(659)	1,388	148	478	357
IX Total Comprehensive Income for the period	(598)	1,732	194	1,727	795
X Earnings Per Share (Rs 10 per share fully paid up)					
(a) Basic	0.51	1.78	0.24	6.47	2.27
(b) Diluted	0.51	1.78	0.24	6.47	2.27

Notes:-

The above results have been reviewed by the Audit Committee and were taken on record by the Board of Directors at its meeting held on 30th May, 2022.

This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies to the extent applicable.

The company operates in the single business segment of E-waste Asset Management & Recycling hence, segmentwise details are not applicable.

In respect of investments in market traded equity instruments, the same is measured at Fair Value through Profit & Loss. Consequently the gains or losses due to changes in Fair Value as at reporting date is presented in the statement of Profit & Loss.

Previous year's/quarter's figures have been regrouped / rearranged wherever necessary.

No Investor complaints were pending at opening and at the end of the quarter. Complaints received and resolved during the quarter- NIL.

Mumbai
30th May, 2022

For Eco Recycling Limited



B. K. Soni
Chairman & Managing Director



ECO RECYCLING LIMITED

Standalone Cash Flow Statement for the year ended 31st March 2022

Particulars	Year Ended March 31 2022	Year Ended March 31 2021
Cash flow from Operating Activities		
Net Profit before tax	1,401	547
Adjustments for Non cash and other items :		
Depreciation and Amortisation	47	47
Interest and Dividend Income	(42)	(14)
Finance Cost	-	42
Loss due to Damages	67	206
Provision for Gratuity	4	3
Gain/Loss on Sale of Investments	(1,128)	(77)
Total	(1,053)	206
Operating Profit before working capital changes	348	754
Adjustments for:		
(Increase) / Decrease in Inventories	(219)	-
(Increase) / Decrease in Trade Receivables	9	(74)
(Increase) / Decrease in Loans and other Financial Assets	35	(34)
(Increase) / Decrease in other Current and Non Current Assets	(171)	314
Increase / (Decrease) in other Non Current Liabilities	-	(76)
Increase / (Decrease) in other Trade Payables	184	(16)
Increase / (Decrease) in other Financial Liabilities	(4)	(2)
Increase / (Decrease) in other Current Liabilities	42	(123)
	224	743
Income Tax Paid (net of refunds)	169	(23)
Cash generated from Operating Activities (I)	55	720
Cash Flow from Investing Activities		
Inflows		
Sale of Investments	7,940	-
Interest and Dividend Income	42	14
Outflows		
Purchase of fixed assets	-	(26)
Purchase of equity investments (NET)	(7,218)	(15)
Capital Advances	-	-
Cash generated from Investing Activities (II)	764	(27)
Cash Flow from Financing Activities		
Inflows		
Borrowings	50	-
Outflows		
Finance Cost	-	(42)
Repayment of Borrowings	(25)	(617)
Cash generated from Financing Activities (II)	25	(617)
NET INCREASE / (DECREASE) CASH AND CASH EQUIVALENTS	844	34
Add: cash and cash equivalent at the beginning of the year	36	2
CASH AND CASH EQU. VALENT AT THE END OF THE YEAR	880	36

Cash and Cash Equivalent as above comprises of:

Cash on Hand	5	0
Balances with banks	151	36
	724	-
	880	36

 Mumbai
 30th May 2022

For Eco Recycling Limited

SHASHANK SONI

 Digitally signed by Shashank Soni
 DN: cn=Shashank Soni, o=Eco Recycling Limited, email=shashank@ecoreco.com, c=IN
 Reason: I am the signatory

 Shashank Soni
 Director

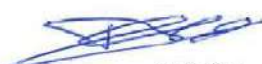
ECO RECYCLING LIMITED
 Consolidated Balance Sheet as on March 31, 2022

(Rupees in lacs)

PARTICULARS		As on 31 March, 2022	As on 31 March, 2021
		₹	₹
A	ASSETS		
1	Non-Current Assets		
	Property, Plant and Equipment	2,043	2,166
	Intangible Assets	2	2
	Financial Assets		
	Investments	1,092	235
	Loans	165	465
	Other Financial Assets	45	42
	Other Non Current Assets	635	506
		3,982	3,417
2	Current Assets		
	Inventories	438	220
	Financial Assets		
	Investments	923	512
	Trade Receivables	101	110
	Cash and Cash Equivalents	990	164
	Bank Balances other than (iii) above	100	-
	Loans	30	65
	Other Current Assets	146	65
		2,728	1,135
	TOTAL ASSETS	6,710	4,551
B	EQUITY AND LIABILITY		
1	Equity		
	Equity Share Capital	1,930	1,930
	Other Equity	3,030	1,247
		4,960	3,177
	Liabilities		
2	Non Current Liabilities		
	Financial Liabilities		
	Borrowings	1,062	1,123
	Provisions	71	9
	Deferred Tax Liabilities (net)	113	52
		1,246	1,184
3	Current Liabilities		
	Financial Liabilities		
	Borrowings	65	15
	Trade Payables	191	7
	Other Financial Liabilities	14	18
	Other Current Liabilities	67	25
	Provisions	167	125
		505	190
	TOTAL EQUITY AND LIABILITIES	6,710	4,551

Mumbai
 30th May, 2022

For Eco Recycling Limited


 B. K. Soni
 Chairmam & Managing Director



ECO RECYCLING LIMITED

Consolidated Statement of Profit and Loss for the Quarter and Year Ended 31 March, 2022

(Rupees in Lacs)

PARTICULARS	Audited	Unaudited	Audited	Audited	
	Quarter Ended			Year Ended	Year Ended
	31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
I INCOME					
Revenue from Operations	513	275	425	1,529	1,267
Other Income	121	468	118	1,187	581
Total Income	634	743	543	2,716	1,848
II EXPENSES					
Cost of Materials Consumed	323	223	104	713	356
Purchases of Stock-in-Trade	68			93	50
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(121)	(35)	34	(219)	46
Employee Benefits Expense	70	71	70	280	187
Finance Costs			3		31
Depreciation and Amortisation Expense	12	12	12	47	48
Other Expenses	51	128	166	379	573
Total Expenses	404	398	388	1,294	1,291
III Profit / (Loss) before Exceptional Items	230	344	155	1,421	557
IV Exceptional Items					
V Profit / (Loss) before Tax	230	344	155	1,421	557
VI Tax Expense:					
Current Tax	147		89	147	89
Deferred Tax	4		21	4	21
	152	-	110	152	109
VII Profit / (Loss) for the Year	78	344	46	1,269	447
VIII Other Comprehensive Income					
(a) Items that will not be reclassified to Profit or Loss					
Measurement of Employment defined benefit plans	(34)		(4)	(34)	(4)
Fair value changes of equity instruments	(703)	1388	100	568	309
(b) Income tax relating to items in (a) above	78		52	(56)	52
Other Comprehensive Income (Net of Tax)	(659)	1,388	148	478	357
IX Total Comprehensive Income for the period	(581)	1,732	194	1,747	805
X Earnings Per Share (Rs 10 per share fully paid up)					
(a) Basic	0.60	1.78	0.24	6.56	2.32
(b) Diluted	0.60	1.78	0.24	6.56	2.32
See accompanying notes forming part of the financial statements					

Notes:-

above results have been reviewed by the Audit Committee and were taken on record by the Board of Directors at its meeting held on 30th May, 2022.

This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognized accounting practices and policies to the extent applicable.

The company operates in the single business segment of E-waste Asset Management & Recycling hence, segmentwise details are not applicable.

In respect of investments in market traded equity instruments, the same is measured at Fair Value through Profit & Loss. Consequently the gains or losses due to changes in Fair Value as at reporting date is presented in the statement of Profit & Loss.

Previous year's/quarter's figures have been regrouped / rearranged wherever necessary.

No Investor complaints were pending, at opening and at the end of the quarter. Complaints received and resolved during the quarter- NIL.

 Mumbai
 30th May, 2022

For Eco Recycling Limited


 B. K. Soni
 Chairman & Managing Director


ECO RECYCLING LIMITED
Consolidated Cash Flow Statement for the year ended 31st March 2022

Particulars	Year Ended March 31 2022	Year Ended March 31 2021
Cash flow from Operating Activities		
Profit for the Year	1,421	557
Adjustments for Non cash and Other Items :		
Depreciation and Amortisation	47	48
Interest and Dividend Income	(45)	(14)
Loss due to Damages	67	-
Gain/Loss on Sale of Investment	(1,128)	(77)
Sundry Balance Written off	-	206
Provision for Gratuity	4	3
Finance Cost	-	31
Total	(1,054)	197
Operating Profit before Working Capital Changes	367	754
Adjustments for:		
(Increase) / Decrease in Inventories	(219)	-
(Increase) / Decrease in Trade Receivables	9	(74)
(Increase) / Decrease in Loans and Other Financial Assets	35	102
(Increase) / Decrease in other Current and Non Current Assets	(211)	314
Increase / (Decrease) in other Trade Payables	184	(16)
Increase / (Decrease) in other Financial Liabilities	(4)	(2)
Increase / (Decrease) in other Non Current Liabilities	-	(76)
Increase / (Decrease) in other Current Liabilities	42	(123)
	204	878
Income Tax Paid (net of refunds)	171	(23)
Cash generated from Operating Activities (I)	33	855
Cash Flow from Investing Activities		
Inflows		
Sale of Investments	7,940	-
Dividend Income	37	-
Interest on Investments	45	14
Outflows		
Purchase of Fixed Assets	-	(26)
Purchase of Equity Investments (Net)	(7,218)	(15)
Cash generated from Investing Activities (II)	804	(27)
Cash Flow from Financing Activities		
Inflows		
Borrowings	50	-
Outflows		
Finance Cost	-	(31)
Repayment of Borrowings	61	(635)
Cash generated from Financing Activities (II)	(11)	(666)
NET INCREASE / (DECREASE) CASH AND CASH EQUIVALENTS	825	161
Add: Cash and Cash Equivalent at the beginning of the year	164	2
CASH AND CASH EQUIVALENT AT THE END OF THE YEAR	990	163

Cash and Cash Equivalent as above comprises of:

Cash on hand	5	0
Deposits with Bank	984	164
	990	164

Mumbai
 30th May, 2022

For Eco Recycling Limited

SHASHANK SONI

Shashank Soni
 Director

422, 4th Floor, The Summit Business Bay, Near WEH Metro Station, Andheri-Kurla Road, Andheri (E), Mumbai - 400 093.
 Tel.: +91 22 4005 2951 / 52 / 53 Fax: +91 22 4005 2954 Email: info@ecoreco.com Website: www.ecoreco.com

e-waste recycling facility registered with CPCB & MPCB | R2:2013 RESPONSIBLE RECYCLING™

CIN: L74120MH1994PLC079971



R M R & Co.

Chartered Accountants

Independent Auditors Report on Audited Standalone Financial Results for the Quarter and Year ended March 31st, 2022 of Eco Recycling Limited pursuant to the Regulation 33 and Regulated 52 read with Regulation 63 of the (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
**The Board of Directors Of
Eco Recycling Limited**

Report on the audit of the Standalone Financial Results

Qualified Opinion

We have audited the accompanying standalone financial results ("the statement") of **ECO RECYCLING LIMITED** ("the company") for the year ended 31st March 2022 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 and Regulation 52 read with the Regulation 63 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"), including relevant circulars issued by SEBI from time to time.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the Basis of Qualified Opinion section of our report, the statement:

- i. Presents financial results in accordance with the requirements of Regulation 33 and Regulation 52 read with Regulation 63 of the Listing Regulations; and
- ii. Give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") and other accounting principles generally accepted in India of the net profit or loss and other comprehensive income and other financial information for the year ended 31st March 2022.

Basis for Qualified Opinion

The company has not adopted Indian Accounting Standard (Ind AS) 116 Leases, which is applicable to all Ind AS financial statements beginning on or after April 01 2019, to a lease arrangement of a factory premise entered into by the Company in May 2020. Consequently, the company has continued to treat the said lease arrangement as an operating lease in accordance with the erstwhile Ind AS 17 Lease, and has not recognised a Right-Of-Use asset and a lease liability in the statement.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone 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 Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with the requirements and the Code of Ethics. We believe that the audit evidence we have obtained is



sufficient and appropriate to provide a basis for our opinion on the standalone annual financial results.

Emphasis of Matter Paragraph

We draw attention to Note No 3 of the accompanying statement, which describes the effects of uncertainties relating to the COVID-19 pandemic outbreak on the Company's operations and management's evaluation on its impact on the accompanying statement as at 31st March 2022, the impact of which is dependent on future developments. Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Standalone Financial Results

The statement has been prepared on the basis of standalone annual audited financial statements and has been approved by the Company's Board of Directors. The Company's Board of Directors is responsible for the preparation and presentation of the statement that give a true and fair view of the net profit or loss and other comprehensive income and other financial information in accordance with the accounting principles generally accepted in India including the Indian Accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and in compliance with Regulation 33 and Regulation 52 read with Regulation 63 of the Listing Regulations. 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Board of Directors are 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 Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 these standalone financial results.



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

- Identify and assess the risks of material misstatement of the standalone financial results, 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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' 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 audit 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 standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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 Matter

The statement includes the financial results of the quarter ended 31st March 2022 being the balancing figure between the audited figures in respect of the full financial year ended 31st March 2022 and the published audited year-to-date figures up to the third quarter of the current financial year, which were subjected to the limited review by us, as required under the listing Regulations



For RMR & Co.
Chartered Accountants
Firm Reg. No. 106467W

Ashish



CA Ashish Mandowara
Partner

Membership No.: 168656
UDIN: 22168656AJVXW2122

Place: Mumbai

Date: 30th May, 2022



Statement on Impact of Audit Qualifications (for audit report with qualified opinion) submitted along with Annual Audited Financial Results - (Standalone)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, March 2022				
[See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]				
Rs.in Lacs				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	2,694	2,694
	2.	Total Expenditure	1,293	1,293
	3.	Net Profit/(Loss)	1,249	1,249
	4.	Earnings Per Share	6.47	6.47
	5.	Total Assets	6,678	6,678
	6.	Total Liabilities	1,586	1,586
	7.	Net Worth	5,092	5,092
II	<u>Audit Qualification (each audit qualification separately):</u>			
	a. Details of Audit Qualification: The Company has entered into a lease agreement for its factory premises in May 2020 to April 2023. The Company has continued to treat the lease arrangement as an operating lease because of its short term and believe that there is no material and pervasive effect.			
	b. Type of Audit Qualification : Qualified Opinion			
	c. Frequency of qualification: Continuing from the previous year.			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: NA			
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:			
	(i) Management's estimation on the impact of audit qualification: The Management believes there is no impact of audit qualification on the financials as explained above.			
	(ii) If management is unable to estimate the impact, reasons for the same: NA			
	(iii) Auditors' Comments on (i) or (ii) above: No comments			
	<u>Signatories:</u>			
	<ul style="list-style-type: none">• CEO/Managing Director• CFO• Audit Committee Chairman• Statutory Auditor			
	Place: Mumbai			
	Date: 30.5.2022			



R M R & Co.

Chartered Accountants

Independent Auditors Report on Audited Consolidated Financial Results for the Quarter and Year ended March 31st, 2022 of Eco Recycling Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
**The Board of Directors Of
Eco Recycling Limited**

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying Statement of Consolidated Financial results ("the statement") of **Eco Recycling Limited** ("the holding company") and its subsidiaries (holding company and its subsidiaries together referred to as "Group for year ended **31st March 2022** attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations") including relevant circulars issued by SEBI from time to time.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the Basis of Qualified Opinion section of our report the statement:

- i. Includes the results of the entities as mentioned in Annexure I of this report;
- ii. Is presented in accordance with the requirements of Regulation 33 of the Listing Regulations as amended, and
- iii. Give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") and other accounting principles generally accepted in India of the consolidated net profit and other comprehensive income and other financial information of the Group for the year ended **31st March 2022**.

Basis for Qualified Opinion

The Holding company has not adopted Indian Accounting Standard (Ind AS) 116 Leases, which is applicable to all Ind AS financial statements beginning on or after April 01 2019, to a lease arrangement of a factory premise entered into by the Company in May 2020. Consequently, the company has continued to treat the said lease arrangement as an operating lease in accordance with the erstwhile Ind AS 17 Lease, and has not recognised a Right-Of-Use asset and a lease liability in the statement.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Statement* section of our report. We are independent of the Group in accordance with the Code of Ethics issued Institute of Chartered Accountants of India together with the ethical requirements that are relevant our audit of 106467W



financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter Paragraph

We draw attention to Note No 3 of the accompanying statement, which describes the effects of uncertainties relating to the COVID-19 pandemic outbreak on the Group's operations and management's evaluation on its impact on the accompanying statement as at 31st March 2022, the impact of which is dependent on future developments. Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Consolidated Financial Results

The Statement which is the responsibility of Holding Company's Management and has been approved by the Holding Company's Board of Directors has been prepared on the basis of the consolidated annual audited financial statements. The Holding Company's Board of Directors are responsible for the preparation of the statement that give a true and fair view of the consolidated net profit/loss after tax and other comprehensive income and other financial information of the Group in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the statement, the respective Company's Board of Directors of the companies included in the Group are 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 Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 Standards on Auditing, 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 these consolidated financial results.

As part of an audit in accordance with Standards of Auditing, we exercise professional judgment and maintain professional skepticism 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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' 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 Group'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 financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance of the Holding company, 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.

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



Other Matter

The statement includes the consolidated financial results of the quarter ended 31st March 2022 being the balancing figure between the audited figures in respect of the full financial year ended 31st March 2022 and the published audited year-to-date consolidated figures up to the third quarter of the current financial year, which were subjected to the limited review by us, as required under the listing Regulations.

For RMR & Co.

Chartered Accountants
Firm Reg. No. 106467W




CA Ashish Mandowara
Partner

Membership No.: 168656
UDIN: 22168656AJVWJZ6903

Place: Mumbai

Date: 30th May, 2022

Annexure-1: Lists of Entities included in consolidated annual financial results:

- Ecoreco Enviro Education Private Limited



Statement on Impact of Audit Qualifications (for audit report with qualified opinion) submitted along with Annual Audited Financial Results - (Consolidated)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, March 2022				
[See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]				
Rs in Lakhs				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	2,716	2,716
	2.	Total Expenditure	1,294	1,294
	3.	Net Profit/(Loss)	1,269	1,269
	4.	Earnings Per Share	6.56	6.56
	5.	Total Assets	6,710	6,710
	6.	Total Liabilities	1,751	1,751
	7.	Net Worth	4,960	4,960
II.	<u>Audit Qualification (each audit qualification separately):</u>			
	a. Details of Audit Qualification: The Company has entered into a lease agreement for its factory premises in May 2020 to April 2023. The Company has continued to treat the lease arrangement as an operating lease because of its short term and believe there is no material and pervasive effect.			
	b. Type of Audit Qualification : Qualified Opinion			
	c. Frequency of qualification: Continue from the previous year			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: NA			
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:			
	(i) Management's estimation on the impact of audit qualification: No impact on Financials			
	(ii) If management is unable to estimate the impact, reasons for the same: NA			
	(iii) Auditors' Comments on (i) or (ii) above: No comments			
III	<u>Signatories:</u>			
	<ul style="list-style-type: none">• CEO/Managing Director• CFO• Audit Committee Chairman• Statutory Auditor			
				
				
	Place: Mumbai			
	Date: 30.05.2022			