

KONARK SYNTHETIC LIMITED

CIN: L17200MH1984PLC033451

Reg Off: Bldg. No. 7, Mittal Industrial Estate, Andheri-Kurla Road, Saki-Naka, Andheri (E), Mumbai 400059
Tele No. 022-40896300, Fax No. 022-40896322, E mail Id: info@konarkgroup.co.in web: www.konarkgroup.co.in

30th May, 2022

To
The Manager – DSC
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001

Dear Sir,

Scrip Code: 514128

Sub.: Outcomes of Board Meeting held today i.e 30th May, 2022.

This is to inform the Exchange that pursuant to Regulation 30(2) of the Securities Exchange Board of India (Listing obligation and Disclosure Requirements) Regulations 2015 that the Meeting of Board of Directors of the company held on Monday, May 30, 2022 at the registered office of the company at Mittal industrial Estate, Building No.7, Andheri-Kurla Road, saki- Naka, Andheri (East), MUMBAI 400059 wherein the following decisions were taken:

1. Copy of the standalone and consolidated Audited Financial Results for the quarter and year ended 31st March, 2022 along with Auditors' Report thereon, statement of Assets and Liabilities and declaration pursuant to the second proviso to the Regulation 33(3)(d) of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015.

The meeting of the Board of Directors of the Company commenced at 6:00 PM and concluded at 10:25 PM

Kindly take the above in your records.

Thanking You,

Yours faithfully,

For **Konark Synthetic Limited**



R B Somany
Chief Financial Officer

Encl: A/a

Sr. No.	Particulars	Quarter Ended			Year Ended	
		3/31/2022	12/31/2021	3/31/2021	3/31/2022	3/31/2021
		Audited	Un-audited	Audited	Audited	Audited
I	Revenue from Operations	1,415.18	1,334.45	1,549.67	4,009.76	1,837.69
II	Other Income	185.19	34.48	30.06	259.30	90.45
III	Total Income (I+II)	1,600.37	1,368.93	1,579.73	4,269.06	1,928.14
IV	EXPENSES :-					
	Cost of material consumed	284.30	383.22	423.24	890.63	527.01
	Purchases of stock-in-trade	1,422.05	732.50	836.52	2,927.14	977.96
	Changes in inventories of finished goods ,stock -in- trade and work -in-progress	(633.34)	(63.24)	(123.52)	(647.30)	382.61
	Employees benefit expenses	41.27	34.68	38.61	141.19	102.01
	Finance cost	79.72	53.45	71.93	271.10	355.80
	Depreciation and amortisation expenses	27.21	18.41	34.86	125.87	160.62
	Impairment	107.02	-	(472.94)	107.02	(62.47)
	Other Expenses	106.41	130.95	510.38	382.60	611.58
	Total Expenses (IV)	1,434.64	1,289.97	1,319.07	4,198.25	3,055.11
V	Profit /Loss before exceptional items and tax (III-IV)	165.73	78.96	260.65	70.81	(1,126.98)
VI	Share in Profit/(Loss) in Equity Accounted Investments(Net of Tax)	-	-	-	-	-
VII	Exceptional items / Extraordinary Items	(93.76)	(25.86)	(654.59)	(119.62)	1,198.00
VIII	Profit/(loss) before tax (V-VI-VII)	71.97	53.10	(393.93)	(48.82)	71.02
IX	Tax expenses :					
	(a) Current tax	-	-	4.00	-	4.00
	(b) Deferred tax	(15.32)	-	(95.05)	(15.32)	(95.05)
	(c) Short Provision for Taxation	11.24	-	(0.40)	11.24	(0.40)
X	Profit / (Loss) for the period from continuing operations (VIII-IX)	76.04	53.10	(302.48)	(44.74)	162.47
XI	Profit / (loss) from discontinued operations	-	-	-	-	-
XII	Tax expenses from discontinued operations	-	-	-	-	-
XIII	Profit/(loss) from discontinued operations (XI-XII)	-	-	-	-	-
XIV	Profit/(loss) for the period (X-XIII)	76.04	53.10	(302.48)	(44.74)	162.47
XV	Other Comprehensive Income					
	(a) Items that will not be reclassified to Profit & Loss					
	i) Remeasurements of post-employment benefit plan	17.57	-	13.43	17.57	13.43
	ii) Changes in fair value of equity instruments designated through OCI	-	-	-	-	-
	iii) Tax relating to these items	(4.57)	-	(3.49)	(4.57)	(3.49)
	(b) Items that will be reclassified to Profit & Loss					
	i) Changes in fair value of debt instruments	-	-	-	-	-
	ii) Tax relating to these items	-	-	-	-	-
XV	Total Comprehensive Income for the period	89.04	53.10	(289.05)	(31.74)	172.41
XVI	Paid up Equity Share Capital (Face Value of Rs.10/- per Equity Share)	580.80	580.80	580.80	580.80	580.80
XVII	Earning per equity share					
	(1) Basic	1.31	0.91	(5.21)	(0.77)	2.80
	(2) Diluted	1.31	0.91	(5.21)	(0.77)	2.80

Notes:

- The above Audited Financial Results were reviewed by the Audit committee and approved by the Board of Directors of the Company in their meetings held on 30/05/2022. The Auditors have Expressed an Unmodified Opinion in their Standalone result.
- The Company has only one segment namely textile, hence no separate segmentwise disclosure has been made.
- Exceptional items / Extraordinary Items for the quarter ended 31.03.2022 consist of profit (net of loss) on sale of fixed assets and adjustment of current assets
- The above financial results have been prepared in accordance with Indian Accounting Standards("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under.
- The figures for Quarter ended 31st March 2022 are balancing figures between audited figures for the full financial year and audited published year to date figures upto the third quarter of the financial year.
- The figures of previous periods have been regrouped wherever considered necessary.



Amitabh Kejriwal

Amitabh Kejriwal
Managing Director
DIN: 00005864

Sr. No.	Particulars	Quarter Ended			Year Ended	
		3/31/2022	12/31/2021	3/31/2021	3/31/2022	3/31/2021
		Audited	Un-audited	Audited	Audited	Audited
I	Revenue from Operations	1,415.18	1,334.45	1,549.67	4,009.76	1,837.69
II	Other Income	185.19	34.48	30.44	259.30	90.83
III	Total Income (I+II)	1,600.37	1,368.93	1,580.11	4,269.06	1,928.52
IV	EXPENSES :-					
	Cost of material consumed	284.30	383.22	423.24	890.63	527.01
	Purchases of stock-in-trade	1,422.05	732.50	836.52	2,927.14	977.96
	Changes in inventories of finished goods ,stock -in- trade and work -in-progress	(633.34)	(63.24)	275.23	(647.30)	781.36
	Employees benefit expenses	42.02	35.43	39.36	143.44	105.01
	Finance cost	79.72	53.45	71.93	271.10	355.80
	Depreciation and amortisation expenses	84.12	75.32	91.77	353.51	388.27
	Impairment	202.26	-	897.51	202.26	1,307.98
	Other Expenses	110.39	134.54	507.90	406.69	623.00
	Total Expenses (IV)	1,591.52	1,351.23	3,143.46	4,547.48	5,066.38
V	Profit /Loss before exceptional items and tax (III-IV)	8.85	17.71	(1,563.35)	(278.42)	(3,137.86)
VI	Share in Profit/(Loss) in Equity Accounted Investments(Net of Tax)	31.77	(13.71)	11.83	2.75	19.77
VII	Exceptional Items / Extraordinary Items	(93.76)	(25.86)	(654.59)	(119.62)	1,198.00
VIII	Profit/(loss) before tax (V-VI-VII)	(53.14)	(21.86)	(2,206.10)	(395.28)	(1,920.09)
IX	Tax expenses :					
	(a) Current tax	-	-	4.00	-	4.00
	(b) Deferred tax	(15.32)	-	(95.05)	(15.32)	(95.05)
	(c) Short Provision for Taxation	11.24	-	(0.40)	11.24	(0.40)
X	Profit / (Loss) for the period from continuing operations (VIII-IX)	(49.06)	(21.86)	(2,114.65)	(391.21)	(1,828.64)
XI	Profit / (loss) from discontinued operations	-	-	-	-	-
XII	Tax expenses from discontinued operations	-	-	-	-	-
XIII	Profit/(loss) from discontinued operations (XI-XII)	-	-	-	-	-
XIV	Profit/(loss) for the period (X-XIII)	(49.06)	(21.86)	(2,114.65)	(391.21)	(1,828.64)
XV	Less Non-Controlling Interest	(60.92)	(23.79)	(708.33)	(135.62)	(780.90)
XVI	Profit/(loss) for the period after Non - Controlling Interest (XIV-XV)	11.86	1.92	(1,406.32)	(255.59)	(1,047.73)
XVII	Other Comprehensive Income					
	(a) Items that will not be reclassified to Profit & Loss					
	i) Remeasurements of post-employment benefit plan	17.57	-	13.43	17.57	13.43
	ii) Changes in fair value of equity instruments designated through OCI					
	iii) Tax relating to these items	(4.57)	-	(3.49)	(4.57)	(3.49)
	(b) Items that will be reclassified to Profit & Loss					
	i) Changes in fair value of debt instruments					
	ii) Tax relating to these items					
XVIII	Total Comprehensive Income for the period	24.86	1.92	(1,396.38)	(242.59)	(1,037.79)
XIX	Paid up Equity Share Capital (Face Value of Rs.10/- per Equity Share)	580.80	580.80	580.80	580.80	580.80
XX	Earning per equity share					
	(1) Basic	0.20	0.03	(24.21)	(4.40)	(18.04)
	(2) Diluted	0.20	0.03	(24.21)	(4.40)	(18.04)

Notes:

- The above unaudited financial results have been reviewed by the Audit committee and approved by the Board of Directors of the Company in their meeting held on 30/05/2022. The Statutory Auditors have carried out Limited Review of the same. The Statutory Auditors have expressed an unqualified opinion.
- The Company has only one segment namely textile, hence no separate segmentwise disclosure has been made.
- The Consolidated Financial Results include results of a subsidiary i.e. India Denim Limited (India) in which the Company is holding 61.17% shareholding and an associate i.e. Konark Infratech Private Limited (India), in which Company is holding 26.92% shareholding.
- Exceptional items / Extraordinary Items for the quarter ended 31.03.2022 consist of profit (net of loss) on sale of fixed assets and adjustment of current assets
- The above financial results have been prepared in accordance with Indian Accounting Standards("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under.
- The figures for Quarter ended 31st March 2022 are balancing figures between audited figures for the full financial year and audited published year to date figures upto the third quarter of the financial year.
- The figures of previous periods have been regrouped wherever considered necessary.



[Signature]

Amitabh Kajriwal
Managing Director
DIN: 00005864

Place: Mumbai
Date : 30th May, 2022

KONARK

BALANCE SHEET AS AT MARCH 31, 2022

(Amount in INR Lakhs)

Particulars	Standalone		Consolidated	
	31-Mar-2022	31-Mar-2021	31-Mar-2022	31-Mar-2021
ASSETS				
Non-Current Assets				
(a) Property, Plant and Equipment	895.24	1,111.37	2,144.66	2,588.43
(b) Capital Work-in-Progress	-	473.53	-	473.53
(c) Deffered Tax Assets	-	-	280.74	269.99
(c) Intangible assets	1.02	1.02	1.02	1.02
(d) Financial Assets	-	-	-	-
(i) Investments	2.83	2.83	417.51	414.76
(ii) Others	54.87	79.35	63.00	87.49
(e) Other Non-Current Assets	-	-	-	-
(f) Deffered Tax Assets (Net)	77.54	66.79	-	-
	1,031.50	1,734.90	2,906.93	3,835.22
Current assets				
(a) Inventories	1,843.52	1,194.62	2,012.27	1,363.37
(b) Financial Assets	-	-	-	-
(i) Investments	-	-	-	-
(ii) Trade Receivables	1,836.84	2,180.18	1,836.84	2,180.18
(iii) Cash and Cash Equivalents	4.42	9.64	4.88	25.10
(iv) Bank Balances Other than (iii) above	-	-	-	-
(v) Loans	748.83	681.65	691.87	624.69
(vi) Others	-	-	-	-
(c) Current Tax Assets (Net)	111.31	108.12	115.41	112.23
(d) Non Current Assets classified as held for sale	-	-	-	-
(e) Other Current Assets	92.57	112.03	157.20	272.19
	4,637.50	4,286.25	4,818.48	4,577.76
TOTAL	5,669.00	6,021.15	7,725.41	8,412.98
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share capital	580.80	580.80	580.80	580.80
(b) Other Equity	589.76	622.78	(2,387.99)	(2,144.13)
(c) Non-Controlling Interest	-	-	(2,153.84)	(2,018.23)
	1,170.56	1,203.58	(3,961.04)	(3,581.55)
Liabilities				
Non Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	848.19	1,121.30	4,696.38	4,969.49
(b) Provisions	38.87	48.85	38.87	48.85
(c) Deffered Tax liabilities (Net)	-	-	-	-
	887.06	1,170.15	4,735.24	5,018.33
Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	2,203.55	2,463.89	5,363.66	5,611.01
(ii) Trade Payables	-	-	-	-
Micro, Small and Medium	12.62	15.52	12.62	15.52
Others	1,192.00	963.66	1,337.59	1,123.95
(iii) Other Financial Liabilities	86.17	67.53	98.70	67.53
(b) Other Current Liabilities	116.23	133.35	137.39	154.48
(c) Provisions	0.80	3.47	1.25	3.70
	3,611.38	3,647.42	6,951.21	6,976.20
TOTAL	5,669.00	6,021.15	7,725.41	8,412.98



Amitabh Kejriwal

Amitabh Kejriwal
Managing Director
DIN: 00005864

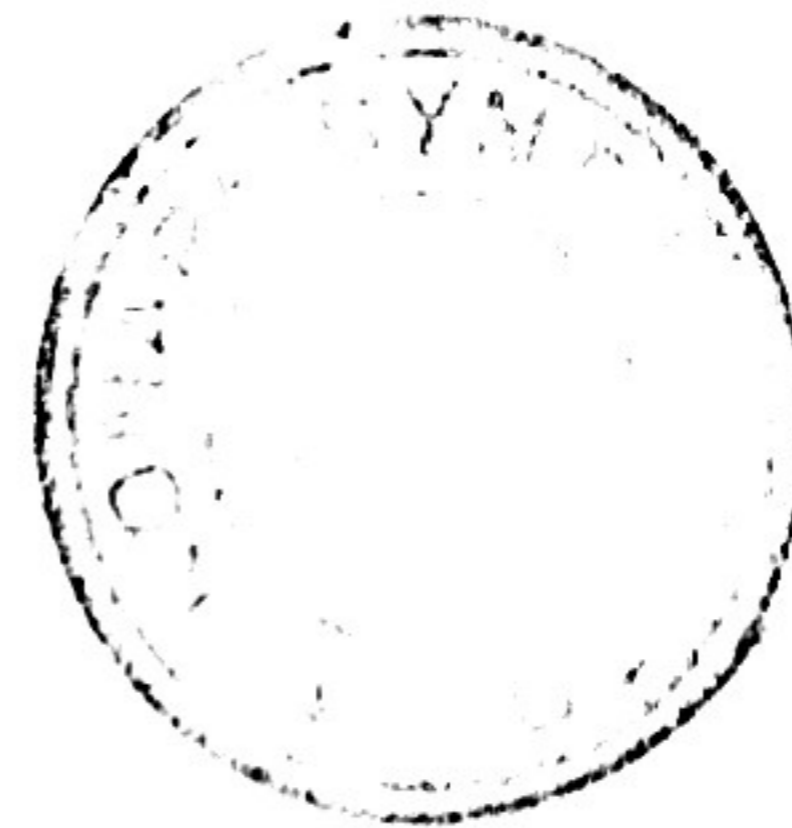
Place: Mumbai
Date : 30th May, 2022

KONARK

Cash Flow Statement For The Year Ended 31st March , 2022

(Amount in INR Lakhs)

Particulars	Standalone		Consolidated	
	31st March, 2022	31st March, 2021	31st March, 2022	31st March, 2021
Cash flow from operating activity				
Net Profit before tax & Extra Ordinary Items	(48.82)	71.02	(395.28)	(1,920.09)
Adjustmen Depreciation	125.87	160.62	353.51	388.27
Interest paid	271.10	355.80	271.10	355.80
Prior Period Adjustments	1.28	22.21		
Provision for Impairment	107.02	(62.47)	202.26	1,307.98
(Profit)Loss on Sale of Fixed Assets	25.86	(1,933.73)	25.86	(1,933.73)
(Profit)Loss on Sale of Investment	(111.87)	-	(111.87)	-
Interest Income (considered Seperately)	(75.80)	(79.27)	(75.80)	(79.27)
Operating Profit before working capital changes	294.64	(1,465.83)	269.78	(1,881.05)
WORKING CAPITAL CHANGES				
(Increase)Decrease in Sundry debtors	236.32	1,222.65	236.32	2,530.62
(Increase)Decrease in Loans & Advances	(23.24)	(58.65)	72.29	(58.65)
(Increase)Decrease in Inventories	(648.90)	446.35	(648.90)	845.10
Increase(Decrease) in Trade Payable(Incl. Work'g Cap.Fin)	246.27	(2,354.06)	160.61	(3,662.26)
Cash Generated From operations	105.09	(2,209.54)	90.09	(2,226.24)
Direct Tax Paid	(3.18)	(29.06)	(3.18)	(29.09)
Cash Flow Before Prior Period & Extra Ordinary Items	101.91	(2,238.60)	86.91	(2,255.33)
Prior Period & Extra Ordinary Items	(1.28)	(22.21)	(1.28)	(22.21)
Net Cash Flow From Operating Activities (I)	100.63	(2,260.81)	85.63	(2,277.54)
CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Fixed Assets	(53.66)	(18.76)	(53.66)	(18.76)
Interest Income	1.45	79.27	1.45	79.27
Advance Received against Sale of Land and Building				
Sale of Investment				
Sale of fixed assets	607.66	2,417.40	607.66	2,417.40
Net Cash Outflow for investing Activities (II)	555.45	2,477.92	555.45	2,477.92
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Long term borrowing (Net of Repayments)	(199.33)	3.71	(199.33)	4.21
Proceeds from Short term borrowing (Net of Repayments)	(293.39)	(1,426.61)	(293.39)	(1,395.38)
Unsecured Loan				
Other Non current assets				
Dividend paid				
Interest paid	(168.58)	(355.80)	(168.58)	(355.80)
Net Cash Flow from financing activity (III)	(661.29)	(1,778.70)	(661.29)	(1,746.97)
Cash flow after financing activity (IV)=(I+II+III)	(5.21)	(1,561.59)	(20.21)	(1,546.59)
Opening Balance:				
Cash &Cash Equivalent (Opening Balance)	9.64	1,571.23	25.10	1,571.69
Cash &cash equivalent(Closing balance)	4.42	9.64	4.88	25.10
Increase in cash & cash equivalent (IV)	(5.21)	(1,561.59)	(20.21)	(1,546.59)



Amitabh Kejriwal

Amitabh Kejriwal
Managing Director
DIN: 00005864

Place: Mumbai
Date : 30th May, 2022

KONARK SYNTHETIC LIMITED

CIN: L17200MH1984PLC033451

Reg Off: Bldg. No. 7, Mittal Industrial Estate, Andheri-Kurla Road, Saki-Naka, Andheri (E), Mumbai 400059
Tele No. 022-40896300, Fax No. 022-40896322, E mail Id: info@konarkgroup.co.in web: www.konarkgroup.co.in

DECLARATION ON STANDALONE AND CONSOLIDATED FINANCIAL RESULTS

(Pursuant to the second proviso to Regulation 33(3) (d) of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015).

The Board of Director Company in its meeting held on 30th May, 2022 has approved the standalone and Consolidated Financial Results for the quarter and year ended 31st March 2022 and we hereby declare that the Statutory Auditors of the Company, Jhunhunwala Jain and Associates LLP, Chartered Accountants, Firm Registration No. 113675W have issued an Audit Report with unmodified opinion on the said results.

This declaration is issued in compliance with the provisions of second proviso to the Regulation 33(3)(d) of the securities and Exchange Board of India (Listing obligations and Disclosure Requirements) Regulations, 2015 as amended by the securities and Exchange Board of India (Listing obligations and Disclosure Requirements) (Amendment) Regulations, 2016 read with SEBI Circular No. CIR/CFD/CMD/50/2016 dated 27th May 2016.

For Konark Synthetic Limited



Amitabh Kejriwal
Managing Director
DIN: 00005864

Place: Mumbai
Date: 30.05.2022



Independent Auditor's Report on the Quarterly and Year to Date Standalone Financial Results of the Company Pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the board of directors of

KONARK SYNTHETIC LIMITED

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date standalone financial results of **KONARK SYNTHETIC LIMITED** (the "Company") for the quarter ended March 31, 2022 and for the year ended March 31, 2022 ("Statement"), 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 (the "Listing Regulations").

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

- is presented in accordance with the requirements of the Listing Regulations in this regard; and
- gives a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the Net Profit, other comprehensive income and other state of the affairs of the Company for the quarter ended March 31, 2022 and for the year ended March 31, 2022.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143 (10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the 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 statements under the provisions of the Act 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 obtained by us is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the Net Loss and other comprehensive loss of the Company and other financial information in accordance with the applicable 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 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, 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 Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an 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 the Statement.

As part of an audit in accordance with SAs, 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.

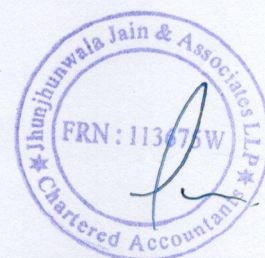


- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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 auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the standalone financial results of the Company to express an opinion on the standalone financial results.

Materiality is the magnitude of misstatements in the standalone financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



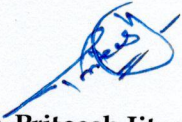
Other Matter

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

For Jhunjhunwala Jain & Associates LLP

Chartered Accountants

Firm Registration No: 113675W



(CA Priteesh Jitendra Jain)

Partner

Membership No. : 164931

UDIN : 22164931AJYAWD9686



Place : Mumbai

Date : May 30, 2022



Independent Auditor's Report on the Quarterly and Year to Date Consolidated Financial Results of the Company Pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the board of directors of

KONARK SYNTHETIC LIMITED

Report on the audit of the Consolidated Financial Results

Opinion

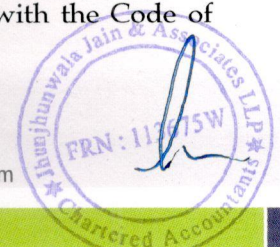
We have audited the accompanying Consolidated Annual Financial Results of **KONARK SYNTHETIC LIMITED** (the "Holding Company"), and its one Subsidiary Company "India Denim Limited" and its one Associate Company "Konark Infratech Private Limited" (") for the quarter ended March 31, 2022 and for the year ended March 31, 2022 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) including relevant circulars issued by the SEBI from time to time.

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of other auditor on separate audited financial statements of the subsidiaries as referred above, the Statement:

- includes the annual financial results of the entities mentioned herein above;
- presents financial results in accordance with the requirements of Regulation 33 of the Listing Regulations; and
- gives a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the Consolidated Net Loss, other comprehensive income and other financial information for the quarter ended March 31, 2022 and for the year ended March 31, 2022.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143 (10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Company in accordance with the Code of



Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act 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 obtained by us is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Consolidated Financial Results

The Statement, which is the responsibility of the 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 is responsible for the preparation and presentation of the Statement that gives a true and fair view of the consolidated net profit or loss after tax and other comprehensive income, and other financial information of the Group in accordance with the accounting principles generally accepted in India, including the Ind AS 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. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of the Statement. Further, in terms of the provisions of the Act, the respective Board of Directors/management of the companies included in the Group, covered under the Act, are responsible for 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 financial results, that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial results have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies 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 group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies 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 Statement as a whole is 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 the Statement.

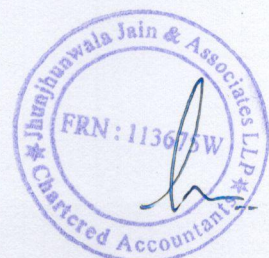


As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- 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. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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 auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the consolidated financial results of the Company to express an opinion on the consolidated financial results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



Other Matter

1. The accompanying Statement includes the audited financial results and other financial information, in respect of:
 - a. One subsidiary, whose financial results include total assets of Rs.16.99 Crores as on March 31, 2022, total revenues of NIL and NIL, total net loss after tax of Rs.1.57 Crores and Rs.3.49 Crores, total comprehensive loss of Rs.1.57 Crores and Rs.3.49 Crores for the quarter and the year ended March 31, 2022, respectively, and net cash outflows of Rs. 0.15 Crores for the year ended March 31, 2022, as considered in the statement, have been audited by their respective independent auditors.
 - b. One associate company, whose consolidated financial results include the Group's share of net profit after tax of Rs.31.77 Lakhs and Rs.2.75 Lakhs for the quarter and the year ended March 31, 2022, as considered in the Statement, have been audited by their respective independent auditors.

The independent auditor's report on the financial results/financial information of these entities have been furnished to us by the Management and our opinion on the Statement in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates is based solely on the reports of such auditors and the procedures performed by us as stated in paragraph above.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial results certified by the Management.

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

For Jhunjhunwala Jain & Associates LLP

Chartered Accountants

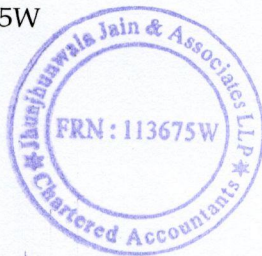
Firm Registration No: 113675W


(CA Priteesh Jitendra Jain)

Partner

Membership No. : 164931

UDIN : 22164931AJYBSC8097



Place : Mumbai

Date : May 30, 2022