



ADVIK LABORATORIES LIMITED

ALL/BSE/ASE/OUT-BM/AUD-RES/1819/501

Dated: 30th May, 2019

To,

The Manager (Listing)

BSE Limited

1st Floor, P.J. Towers

Dalal Street, Mumbai – 400001

Sub: Outcome of the Board Meeting and Submission of Audited Financial Results for the quarter and year ended 31st March, 2019 as required u/r 33 of the SEBI (LODR) Regulations, 2015.

Ref: BSE Scrip Code 531686; ASE Scrip Code- 01638 (ADVIK LABO)

Dear Sir,

This is to inform you that in pursuance to Regulation 33 of SEBI (LODR) Regulations, 2015, the Board of Directors of the Company in its meeting held on Thursday 30th May, 2019 at 703, Arunachal Building, 19, Barakhamba Road, Connaught Place, New Delhi – 110001 and concluded just now has, inter-alia, transacted the following businesses:

1. Considered and Approved the Standalone Audited Financial Results of the Company for the quarter and year ended 31st March, 2019.
2. Considered and Approved the Auditor's Report for the Audited Financial Results of the Company for the quarter and year ended 31st March, 2019.
3. Considered and taken on record Statement of Impact of Audit Qualification (for audit report with modified opinion) for the Financial Year ended March 31, 2019 in 'Annexure 1' of SEBI Circular dated May 27, 2016 bearing Circular reference No. CIR/CFD/CMD/56/2016 and pursuant to Regulation 33(3)(d) of SEBI (LODR) Regulations, 2015.
4. Considered and appointed M/s Kundan Agrawal & Associates, Company Secretaries as the Secretarial Auditor of the Company for the F.Y. 2019-2020.
5. Considered and appointed M/s Sanghi & Co., Chartered Accountants as the Internal Auditor of the Company for the F.Y. 2019-2020.


Further pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015, a copy of the aforesaid Financial Results for the quarter and year ended 31st March, 2019 alongwith Auditor's Report and the aforesaid Statement of Impact of Audit Qualification for modified opinion in 'Annexure-1' are enclosed herewith for your kind perusal.

Kindly take the aforesaid information in your records.

Thanking you.

Yours Truly,

For ADVIK LABORATORIES LIMITED


(Peeyush Kumar Aggarwal)

Chairman

DIN : 00090423



Encl: As stated above

CC:

The Manager (Listing)

Ahmedabad Stock Exchange Limited

1st Floor, Kamdhenu Complex

Opp. Sahajanand College, Panjara Pole, Ambawadi, Ahmedabad – 380015

CIN No. : L74899HR1994PLC038300

Corporate Office : 703, Arunachal Building, 19, Barakhamba Road, Connaught Place, New Delhi - 110001

Phones : 011-42424884, 43571040-45, Fax : 011-43571047

Regd. Office & Factory : 138, ROZ-Ka Meo, Industrial Area, Sohna - 122103 (Distt. Mewat), Haryana

Phones : 0124-2362471 E-mail : mail@advikindia.com Website : www.advikindia.com

STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED MARCH 31, 2019

CIN : L74899HR1994PLC038300

(Rs in Lacs except EPS)

Sr No	Particulars	Quarter Ended			Year Ended	
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
		(Audited)	(Unaudited)	(Audited)	Audited	
	Income from Operation					
1	(a) Net Sales/Revenue from Operations	-	82.44	3.04	82.44	399.82
	(b) Other Operating Income	-	0.37	-	0.37	9.57
	(c) Other Income	1.70	-	0.45	1.70	5.89
	Total Income	1.70	82.81	3.49	84.51	415.28
	Expenses					
2	a) Cost of Materials consumed	0.06	0.28	4.35	0.34	301.69
	b) Purchase of Stock-in-trade	-	82.16	-	82.16	-
	c) Changes in Inventory of Finished goods, Work-in-progress and Stock-in-trade	-	-	(0.17)	-	51.07
	d) Employee Benefits Expenses	12.72	35.85	12.95	48.57	65.14
	e) Finance Costs	0.14	0.17	0.11	0.31	0.17
	f) Depreciation and Amortisation expense	14.69	44.10	14.70	58.79	58.81
	g) Other expenses	8.16	15.47	7.85	23.63	44.08
	Total Expenses	35.77	178.03	39.79	213.80	520.96
3	Profit/(Loss) before Exceptional items and tax (1-2)	(34.07)	(95.22)	(36.30)	(129.29)	(105.68)
4	Exceptional Items	-	-	-	-	-
5	Profit/(Loss) before tax (3 + 4)	(34.07)	(95.22)	(36.30)	(129.29)	(105.68)
6	Tax Expense					
	- Current tax	-	-	-	-	-
	- Deferred tax	(0.68)	(4.01)	(15.65)	(4.69)	(19.13)
	Total Tax Expenses	(0.68)	(4.01)	(15.65)	(4.69)	(19.13)
7	Profit/(Loss) for the period (5-6)	(33.39)	(91.21)	(20.65)	(124.60)	(86.55)
8	Other Comprehensive Income (net of tax)	0.03	1.29	0.44	1.32	1.61
9	Total Comprehensive Income for the period (7+9)	(33.36)	(89.92)	(20.21)	(123.28)	(84.94)
10	Paid-up equity share capital (face value of Rs 10/- per share)	1,911.14	1,911.14	1,911.14	1,911.14	1,911.14
11	Earning per share (EPS) of Rs 10/- each (not annualized)					
	(1) Basic	(0.17)	(0.47)	(0.11)	(0.65)	(0.45)
	(2) Diluted	(0.17)	(0.47)	(0.11)	(0.65)	(0.45)

NOTES:-

1	The above Financial Results for the quarter & year ended March 31, 2019 has been reviewed by the Audit Committee and thereafter approved by the Board of Directors & taken on record at its meeting held on May 30, 2019. The Statutory Auditor have carried out the audit for the year ended 31st March, 2019.
2	The Company operates in a single segment viz pharmaceuticals formulations and the results pertain to a single segment in accordance with IND AS 108-Operating Segment.
3	The Company has adopted Indian Accounting Standards ("Ind AS") notified by the Ministry of Corporate Affairs. 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 read with relevant rules issued thereunder and other recognised accounting practices and policies to the extent applicable.
4	The format for un-audited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with requirements of SEBI's circular dated July 5, 2016. IND AS and Schedule III (Division II) to the Companies Act, 2013 applicable to the companies that are required to comply with IND AS.
5	In the absence of any orders during the quarter under review, there is a decline in the operating activities of the company. The company is getting quotes from the prospective buyers & believes that the new deals would be finalized soon.



6	The Figuers for the quarter ended March 31, 2019 and March 31, 2018 represents the balancing Figuers between the audited figures for the full financial years and the published figures for the 9 months ended December 31, 2018 and December 31, 2017 respectively.
7	<p>Auditor's Observation :-</p> <p>a) Due to default in payments of bank loans, the company's accounts have been classified as Non-Performing Assets (NPA) by the bank. Indian Overseas Bank has not charged interest on Cash credit & Term Loan Limits. During the period under review no provision has been made for such interest in the books of account of the company and to that extent bank's loan liability and total loss is understated by Rs. 552.68 lacs plus penal charges that the bank may charge.</p> <p>b) Trade Receivables & Trade Payables are subject to confirmation, reconciliation, adjustments & provisions, if any which may arise out of confirmation and reconciliation.</p> <p>c) The company had not determined the fair value of Investments in unquoted equity shares of other companies as per IND AS.</p>
8	<p>Our explanation to Auditor's Observation:-</p> <p>1. The Company's accounts had become Non Performing Assets (NPA) with Indian Overseas Bank and due to this reason, IOB has stopped charging interest from the company on its outstanding debts. Hence, the accounts of the company became NPA. In view of the above, the company has not charged to statement of Profit & Loss account Interest expenses of Rs. 39.99 Lacs and related penal interest & other charges, if any, for the reported period, in respect of delay of repayments of borrowings from the bank. Further liability for interest exepnses of Rs.512.69 lacs till 31/12/2018 has not been accounted for. The company is making necessary efforts to reach One Time Settlement with Indian Overseas Bank. The Company has already sent the One Time Settlement proposal with Indian Overseas Bank and the same is under consideration at the end of Indian Overseas Bank.</p> <p>2. The Company is in the process of obtaining the necessary confirmations from its Sundry Debtors & Sundry Creditors, the Company shall provide the same to the Auditors as soon as it will be received by it.</p> <p>3. The company has misplaced/lost the share certificates of the Investment made by it in unquoted equity shares of other companies during the shifting of its records. Hence these share certificates are not physically held by the company. The Company has sent various request letters to the companies in which it has made investments for issue of duplicate share certificates. However, till date the company has not received any reply from these companies. In order to ensure the compliance of IND AS in true letter and spirits, the company is also trying to ascertain the fair market value of its investments.</p>
9	Previous year/period figures have been regrouped/arranged, wherever necessary to make them comparable with the current period figure.

For and on behalf of Board of
Directors of Advik Laboratories

(Peeyush Kumar Aggarwal)

Chairman

DIN : 00090423



Place: New Delhi

Date : 30.05.2019



Statement of Assets & Liabilities

(Rs. In lacs)

	Particulars	As at 31.03.19 (Unaudited)	As at 31.03.18 (Audited)
A.	ASSETS		
1	Non Current Assets		
	Property Plant & Equipment	588.27	647.06
	Capital Work in progress	542.67	520.64
	Other Intangible Assets	-	-
	Non Current Assets	1,130.94	1,167.70
	Non Current Financial Assets		
	Investments	92.30	92.30
	Other Non Current Assets	0.48	0.38
	Total-Non current assets	1,223.72	1,260.38
2	Current Assets		
	Inventories	57.11	57.45
	Current Financial Assets		
	Trade receivables	261.34	385.68
	Cash & cash equivalents	1.57	1.56
	Loans and advances	211.51	209.99
	Other current assets	0.46	0.32
	Total Current Assets	531.99	655.00
	TOTAL ASSETS	1,755.71	1,915.38
B.	EQUITY & LIABILITIES		
1	EQUITY		
	Equity Share Capital	1,911.14	1,911.14
	Other Equity	(958.42)	(835.13)
	Total Equity	952.72	1,076.01
2	LIABILITIES		
	Non-Current Liabilities		
	Non-Current Financial Liabilities	-	-
	Other Financial Liabilities	-	-
	Long Term Provisions	11.57	14.75
	Deferred tax liabilities	68.51	73.20
	Total-Non Current Liabilities	80.08	87.95
	Current Liabilities		
	Current Financial Liabilities		
	Borrowings	250.53	289.52
	Trade payables	16.30	13.72
	Other current financial liabilities	456.08	448.18
	Total Current Financial Liabilities	722.91	751.42
	TOTAL EQUITY & LIABILITIES	1,755.71	1,915.38

For and on behalf of Board of Directors of
Advik Laboratories Limited

(Peeyush Kumar Aggarwal)

Chairman
DIN :0090423



Place: New Delhi
Date 30.05.2019



RMA & ASSOCIATES LLP

Chartered Accountants
LLPIN: AAI-9419 (ISO 9001:2015)

Address : A-13, Ground Floor, Lajpat
Nagar-III, New Delhi - 24
Phone : 011-49097836
Email : ca.jamit@gmail.com
Website : www.rma-ca.com

Auditor's Report on 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

To
Board of Directors of
Advik Laboratories Limited

We have audited the accompanying statement of Financial Results. Of Advik Laboratories Limited ("the Company") for the quarter and year ended March 31, 2019 ("the 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 ("the Regulation") as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ("the Circular") and amendments thereto.

The statement which is the responsibility of the Company's management and have been approved by the Board of Directors, has been compiled from the related statements which have been prepared in accordance with the recognition and measurement principles laid down in prescribed Indian Accounting Standards under the Section 133 of the Companies Act, 2013 read with relevant rules issued there under, as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on these financial results based on our audit of such financial statement.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s).

An audit involves performing procedures to obtain audit evidence about the amount and the disclosures in the Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to Company's preparation of the Financial Statements that give a true and fair view 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 financial control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimate made by the Management, as well as evaluating the overall presentation of the Financial Statements.

Basis for Qualified opinion

- a) Due to default in payments of bank loans, the company's accounts have been classified as Non-Performing Assets (NPA) by the bank. Indian Overseas Bank has not charged interest on

Cash credit & Term Loan Limits. During the period under review no provision has been made for such interest in the books of account of the company and to that extent bank's loan liability and total loss is understated by Rs. 552.68 lacs plus penal charges that the bank may charge.

- b) Trade Receivables & Trade Payables are subject to confirmation, reconciliation, adjustments & provisions, if any which may arise out of confirmation and reconciliation.
- c) The company had recorded the cost of the investment at the face value of the equity shares issued and had not determined the fair value as required by IND AS. In the absence of the fair value of the securities acquired we are unable to express an opinion on the value of the investment recorded.

In our opinion and to the best of our information and according to the explanations given to us, *except for the impact of the matter as described in the basis for qualified opinion paragraph*, these quarterly financial results as well as the year to date financial results:

- i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 and amendments thereto; and
- ii) give a true and fair view in conformity with the IND-AS and other accounting principles generally accepted in India of the loss/profit including other comprehensive income and other financial information of the Company for the quarter/ year ended March 31, 2019.

Further, we report that the figures for the quarter ended March 31, 2019 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2019 and the published year-to-date figures up to December 31, 2018, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review, as required under the Regulation and the Circular.

For RMA & Associates, LLP
Chartered Accountants
Firm Registration No: 000978N/N500062



Amit Jain
(Partner)
M.No : 503109



Date: 30/05/2019
Place: New Delhi

ANNEXURE – I

Statement of Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Financial Results - (Standalone and Consolidated separately)

Statement of Impact of Audit Qualifications for the Financial year ended March 31, 2019
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]



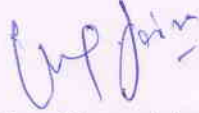

Amount in Lakhs

I	Sl. No	Particulars	Audited Figures (as reported before adjusting for qualification)	Adjusted Figures (audited figures after adjusting for qualifications)
	1	Turnover / Total income	84.51	84.51
	2	Total Expenditure	213.80	368.32
	3	Net Profit / (Loss)(After Tax)	(124.60)	(279.12)
	4	Earnings Per Share	(0.65)	(1.46)
	5	Total Assets	1755.71	1755.71
	6	Total Liabilities	1755.71	1755.71
	7	Net Worth	952.72	400.04
	8	Any other financial item(s) felt appropriate by the management	-	-
II		Audit Qualification (each audit qualification separately)		
	a	Details of Audit Qualification: <ol style="list-style-type: none"> a) Due to default in payments of bank loans, the company's accounts have been classified as Non-Performing Assets (NPA) by the bank. Indian Overseas Bank has not charged interest on Cash credit & Term Loan Limits. During the period under review no provision has been made for such interest in the books of account of the company and to that extent bank's loan liability and total loss is understated by Rs. 552.68 lacs plus penal charges that the bank may charge. b) Trade Receivables & Trade Payables are subject to confirmation, reconciliation, adjustments & provisions, if any which may arise out of confirmation and reconciliation. c) The company had not determined the fair value of Investments in unquoted equity shares of other companies as per IND AS. 		
	b	Type of Audit Qualification : Qualified / Disclaimer of Opinion / Adverse Opinion: Qualified		
	c	Frequency of Qualification(s) : Whether appeared for first time / repetitive / since how long continuing Repetitive / since 2017-2018		
	d	For Audit Qualification(s) where the impact is quantified by the Auditor, Management's Views: <ol style="list-style-type: none"> 1. The Company's accounts had become Non-Performing Assets (NPA) with Indian Overseas Bank and due to this reason, IOB has stopped charging interest from the company on its outstanding debts. Hence, the accounts of the company became NPA. In view of the above, the company has not charged to statement of Profit & Loss account Interest expenses of Rs. 39.99 Lacs and related penal interest & other charges, if any, for the reported period, in respect of delay of repayments of borrowings from the bank. Further liability for interest expenses of Rs. 512.69 lacs till 31/12/2018 has not been accounted for. The company is making necessary efforts to reach One Time Settlement with Indian Overseas Bank. The Company has recently sent a revised One Time Settlement proposal with Indian Overseas Bank and the same is under consideration at the end of Indian Overseas Bank. 2. The Company is in the process of obtaining the necessary confirmations from its Sundry Debtors & Sundry Creditors; the Company shall provide the same to the Auditors as soon as it will be received by it. 		



	<p>3. The company has misplaced/lost the share certificates of the Investment made by it in unquoted equity shares of other companies during the shifting of its records. Hence these share certificates are not physically held by the company. The Company has sent various request letters to the companies in which it has made investments for issue of duplicate share certificates. However, till date the company has not received any reply from the companies in order to ensure the compliance of IND AS in true letter and spirits to ascertain the fair market value of its investments.</p>
e	For Audit Qualification(s) where the impact is not quantified by the auditor: N.A.
	(i) Management's estimation on the impact of audit qualification:
	(ii) If Management is unable to estimate the impact, reasons for the same:
	(iii) Auditor's comments on (i) or (ii) above

III Signatories

	Director	Peeyush Kumar Aggarwal DIN: 00090423 
	Chief Financial Officer	 Manoj Kumar Bhatia PAN: AAZPB5897R
	Audit Committee Chairman	 Manoj Kumar Jain DIN : 02573858
	Statutory Auditor	For M/s. RMA & Associates, LLP Chartered Accountants Firm Regn. No. 000978N/N500062  (Amit Jain) Partner M.No. 503109
Place:	New Delhi	
Date:	30 th May, 2019	

