



**Limited Review Report**

**Review Report to  
The Board of Directors of  
SRM Energy Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of SRM ENERGY LIMITED (the 'Company') for the quarter ended 31<sup>st</sup> December, 2019. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Without Qualifying our Opinion we draw attention to:

The financial statements of the Company having been prepared on a Going Concern basis, the Company's networth has been significantly reduced and it has been incurring cash losses and the promoters have infused funds by way of unsecured loan and are committed to provide necessary funding to meet the liabilities and future running expenses of the Company. Further, pursuant to approval obtained from shareholders to sale/transfer, assign, deliver or otherwise dispose off the Land for the Power plant admeasuring 215.14 acres currently in the name of its wholly owned subsidiary, the subsidiary company has sold its land admeasuring 33.00 acres (previous quarter 64.680 acres) for Rs. 99.00 Lacs (previous quarter Rs. 194.02 Lacs) and the sale proceeds as received is being used to partially settle the pending loan The Subsidiary company incurred a loss of Rs. 74.66 Lacs (previous quarter Rs. 151.49 lacs) on sale of land. Considering the aforesaid facts the accounts are prepared under going concern basis.



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4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: New Delhi  
Date: 14<sup>th</sup> February'2020

For VATSS & Associates.  
Chartered Accountants  
Firm Reg. No.017573N



*Suresh Arora*  
(Suresh Arora)  
Partner

(M/N: 090862)

UDIN: 20090862AAAAAU7551



**SRM ENERGY LIMITED**

Regd. & Admin. Office: 21, Basant Lok Complex, Vasant Vihar, New Delhi - 110057

CIN: L17100DL1985PLC303047

**Statement of Unaudited Standalone Financial Results for the Quarter and Nine Months ended 31 December, 2019**

(₹ in Lakh)

	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31/12/2019	30/09/2019	31/12/2018	31/12/2019	31/12/2018	31/03/2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I	Revenue from Operations	-	-	-	-	-	-
II	Other income	-	-	-	-	-	-
III	<b>Total Income (I+II)</b>	-	-	-	-	-	-
IV	<b>Expenses</b>						
	Cost of Materials consumed	-	-	-	-	-	-
	Purchase of stock-in-trade	-	-	-	-	-	-
	Changes in inventories of finished goods, Stock-in-Trade and Work-in-progress	-	-	-	-	-	-
	Employee benefits expense	7.35	7.69	7.38	25.53	12.80	21.29
	Finance costs	0.00	0.00	0.05	0.01	0.10	0.12
	Depreciation and amortisation expense	-	-	-	-	-	-
	Other expenses	2.01	6.20	6.46	9.69	14.27	19.70
	<b>Total Expenses (IV)</b>	<b>9.37</b>	<b>13.89</b>	<b>13.89</b>	<b>35.23</b>	<b>27.17</b>	<b>41.11</b>
V	<b>Profit/(Loss) before exceptional items and tax (III-IV)</b>	<b>(9.37)</b>	<b>(13.89)</b>	<b>(13.89)</b>	<b>(35.23)</b>	<b>(27.17)</b>	<b>(41.11)</b>
VI	Exceptional items	-	-	-	-	-	-
VII	<b>Profit/(Loss) after extraordinary items and tax (V - VI)</b>	<b>(9.37)</b>	<b>(13.89)</b>	<b>(13.89)</b>	<b>(35.23)</b>	<b>(27.17)</b>	<b>(41.11)</b>
VIII	<b>Tax expenses:</b>						
	(1) Current tax	-	-	-	-	-	-
	(2) Deferred tax	-	-	-	-	-	-
IX	<b>Profit (Loss) for the period from continuing operations (VII-VIII)</b>	<b>(9.37)</b>	<b>(13.89)</b>	<b>(13.89)</b>	<b>(35.23)</b>	<b>(27.17)</b>	<b>(41.11)</b>
X	Profit/(Loss) from discontinued operations						
XI	Tax expenses of discontinuing operations						
XII	<b>Net profit (loss) from discontinued operation after tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
XIII	<b>Profit/(loss) for the period (IX+XII)</b>	<b>(9.37)</b>	<b>(13.89)</b>	<b>(13.89)</b>	<b>(35.23)</b>	<b>(27.17)</b>	<b>(41.11)</b>
XIV	<b>Other Comprehensive Income</b>						
	A. (i) Items that will not be reclassified to profit or loss						
	(ii) Income tax relating to items that will not be reclassified to profit or loss						
	B (i) Items that will be reclassified to profit or loss						
	(ii) Income tax relating to items that will be reclassified to profit or loss						
	<b>Total other comprehensive income net of taxes</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
XV	<b>Total Comprehensive Income for the period (XIII+XIV) Comprising Profit (Loss) and Other comprehensive Income for the period</b>	<b>(9.37)</b>	<b>(13.89)</b>	<b>(13.89)</b>	<b>(35.23)</b>	<b>(27.17)</b>	<b>(41.11)</b>
XVI	Paid up Equity Share Capital (face value INR 10 each, fully paid)	<b>906.00</b>	<b>906.00</b>	<b>906.00</b>	<b>906.00</b>	<b>906.00</b>	<b>906.00</b>
XVII	Other Equity						<b>(1,074.98)</b>
XVIII	Earning per equity share of INR 10/- each:						
	(1) Basic	(0.10)	(0.15)	(0.15)	(0.39)	(0.30)	(0.45)
	(1) Diluted	(0.10)	(0.15)	(0.15)	(0.39)	(0.30)	(0.45)

See accompanying note to the financial results

**NOTES**

- The standalone results for the quarter and nine months ended December 31, 2019 were reviewed and recommended by the Audit Committee and approved by the Board of Directors in its meeting held on February 14, 2020. The above results for the quarter and nine months ended December 31, 2019 have been reviewed by Statutory Auditors of the Company in terms of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015. However, the Company's Management has exercised necessary due diligence to ensure that the financial results for the comparative period provide a true and fair view of its affairs.
- Variation in employee benefits expenses by Rs. 12.73 Lac in current nine months ended on December 31, 2019 compared to the corresponding nine months of previous year is because there had been no CS during the considerable time period of the said nine months and Company was in process of hiring a suitable CS, increase in new CFO salary also impacted the variation.  
  
Further, other expenses is considerably reduced by Rs. 4.19 Lac in current quarter ended on 31st December 2019 compare to previous quarter ended on 30th September 2019 due to the AGM related expenses were booked in previous quarter.
- Though the Group Company's networth has been significantly reduced and it has been incurring cash losses, the promoters have infused funds by way of unsecured loan and are committed to provide necessary funding to meet the liabilities and future running expenses of the Group Company. In view of above developments, the accounts have been prepared under going concern basis.
- As per the requirements of Ind AS-108, no disclosure is required as the Company is operating in single business segment
- Status of investors complaints for the quarter ended December 31, 2019 :  
Pending at the beginning : Nil Received : Two Resolved: Two Pending: Nil
- Previous quarter's figures have been regrouped/rearranged wherever necessary.
- Investors can view the Financial Results of the Company at the Company's website [www.srmenergy.in](http://www.srmenergy.in) or at the websites of BSE [www.bseindia.com](http://www.bseindia.com).

For and On behalf of Board

VISHAL  
RASTOGI  
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by VISHAL  
RASTOGI  
Date: 2020.02.14  
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(Vishal Rastogi)

DIN : 02780975

Managing Director

Place: New Delhi

Date : 14.02.2020





Limited Review Report

Review Report to  
The Board of Directors of  
SRM Energy Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated financial results of SRM Energy Limited ("the Parent") and its subsidiary (SRM Energy Tamilnadu Private Limited, (the Parent and its subsidiary together referred to as "the Group"), and its share of the net loss after tax and total comprehensive loss of its associates for the quarter ended 31<sup>st</sup> December, 2019 and Nine months ended 31<sup>st</sup> December, 2019 being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations'). Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended 30<sup>th</sup> September, 2019, 31<sup>st</sup> December, 2018 and Nine months ended 31<sup>st</sup> December, 2018 and 31<sup>st</sup> March, 2019 as reported in these financial results have been approved by the Parent's Board of Directors, but the consolidated figures for the quarter ended 31<sup>st</sup> December, 2018 and Nine months ended 31<sup>st</sup> December, 2018 have not been subjected to review since the requirement of submission of consolidated financial result has become mandatory only from 1<sup>st</sup> April, 2019.

2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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

4. The Statement includes the results of the following entity:

**Subsidiary**

- SRM Energy Tamilnadu Private Limited

5. Based on our review conducted and procedures performed as stated in paragraph 3 and based on the consideration of the review reports of the subsidiary company referred to in paragraph 7, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down





in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Without Qualifying our Opinion we draw attention to:

The financial statements of the Group having been prepared on a Going Concern basis, the Company's networth has been significantly reduced and it has been incurring cash losses and the promoters have infused funds by way of unsecured loan and are committed to provide necessary funding to meet the liabilities and future running expenses of the Company. Further, pursuant to approval obtained from shareholders to sale/transfer, assign, deliver or otherwise dispose off the Land for the Power plant admeasuring 215.14 acres currently in the name of its wholly owned subsidiary, the Company has sold its land admeasuring 33.00 acres (previous quarter 64.680 acres) for Rs. 99.00 Lacs ( previous quarter Rs. 194.02 Lacs) and the sale proceeds as received is being used to partially settle the pending loan. The Subsidiary company incurred a loss of Rs. 74.66 Lacs (previous quarter Rs. 151.49 lacs) on sale of land accordingly impairment loss on CWIP amounting to Rs.472.72 lacs (previous quarter Rs. 926.52 lacs) accounted for in the books of accounts which is proportionate to the CWIP to area of land sold. Considering the aforesaid facts the accounts are prepared under going concern basis.

7. We did not review the interim financial information of the subsidiary included in the statement, whose interim financial information reflect total revenues of Rs. 1.31 lacs, total net loss after tax of Rs 546.24 lacs, and total comprehensive loss of Rs. 1625.43 lacs, for the Nine months ended 31<sup>st</sup> December,2019 as considered in the consolidated unaudited financial results. These interim financial information have been reviewed by us have been furnished to us by the management and our conclusion on the statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, is based solely on the procedures performed by us as stated in Paragraph 3 above.

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

Place: New Delhi  
Date: 14<sup>th</sup> February'2020

For VATSS & Associates.  
Chartered Accountants  
Firm Reg. No. 017573N

(Suresh Arora)  
Partner

(M/N: 090862)

UDIN: 20090862AAAAAU7551



	Particulars	Quarter Ended			Nine Months Ended		Year Ended
		31/12/2019 (Unaudited)	30/09/2019 (Unaudited)	31/12/2018 (Unaudited)	31/12/2019 (Unaudited)	31/12/2018 (Unaudited)	31/03/2019 (Audited)
I	Revenue from Operations	-	-	-	-	-	-
II	Other income	1.31	-	-	1.31	-	-
III	<b>Total Income (I+II)</b>	<b>1.31</b>	<b>-</b>	<b>-</b>	<b>1.31</b>	<b>-</b>	<b>-</b>
IV	<b>Expenses</b>						
	Cost of Materials consumed	-	-	-	-	-	-
	Purchase of stock-in-trade	-	-	-	-	-	-
	Changes in inventories of finished goods, Stock-in-Trade and Work-in-progress	-	-	-	-	-	-
	Employee benefits expense	7.35	7.69	7.38	25.53	12.80	21.29
	Finance costs	0.01	0.00	0.05	0.01	0.10	0.12
	Depreciation and amortisation expense	-	-	-	-	-	-
	Impairment Loss	472.72	926.52	-	1,399.24	-	300.00
	Loss on sale of Land	74.66	151.49	-	226.15	-	-
	Other expenses	2.18	7.18	6.46	11.03	14.27	19.70
	<b>Total Expenses (IV)</b>	<b>556.92</b>	<b>1,092.89</b>	<b>13.89</b>	<b>1,661.96</b>	<b>27.17</b>	<b>341.11</b>
V	<b>Profit/(Loss) before exceptional items and tax (III-IV)</b>	<b>(555.61)</b>	<b>(1,092.89)</b>	<b>(13.89)</b>	<b>(1,660.66)</b>	<b>(27.17)</b>	<b>(341.11)</b>
VI	Exceptional items	-	-	-	-	-	-
VII	<b>Profit/(Loss) after extraordinary items and tax (V - VI)</b>	<b>(555.61)</b>	<b>(1,092.89)</b>	<b>(13.89)</b>	<b>(1,660.66)</b>	<b>(27.17)</b>	<b>(341.11)</b>
	<b>Tax expenses:</b>						
VIII	(1) Current tax	-	-	-	-	-	-
	(2) Deferred tax	-	-	-	-	-	-
IX	<b>Profit (Loss) for the period from continuing operations (VII-VIII)</b>	<b>(555.61)</b>	<b>(1,092.89)</b>	<b>(13.89)</b>	<b>(1,660.66)</b>	<b>(27.17)</b>	<b>(341.11)</b>
X	Profit/(Loss) from discontinued operations						
XI	Tax expenses of discontinued operations						
XII	<b>Net profit (loss) from discontinued operation after tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
XIII	<b>Profit/(loss) for the period (IX+XII)</b>	<b>(555.61)</b>	<b>(1,092.89)</b>	<b>(13.89)</b>	<b>(1,660.66)</b>	<b>(27.17)</b>	<b>(341.11)</b>
	<b>Other Comprehensive Income</b>						
	A. (i) Items that will not be reclassified to profit or loss						
	(ii) Income tax relating to items that will not be reclassified to profit or loss						
	B (i) Items that will be reclassified to profit or loss						
	(ii) Income tax relating to items that will be reclassified to profit or loss						
	<b>Total other comprehensive income net of taxes</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
XV	<b>Total Comprehensive Income for the period (XIII+XIV) Comprising Profit (Loss) and Other comprehensive Income for the period</b>	<b>(555.61)</b>	<b>(1,092.89)</b>	<b>(13.89)</b>	<b>(1,660.66)</b>	<b>(27.17)</b>	<b>(341.11)</b>
	<b>Other Comprehensive Income</b>						
	A (i) Items that will not be reclassified to profit or loss						
	(ii) Income tax relating to items that will not be reclassified to profit or loss						
	B (i) Items that will be reclassified to profit or loss						
	(ii) Income tax relating to items that will be reclassified to profit or loss						
	<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
XV	<b>Total comprehensive income for the period (XIII+XIV) Comprising Profit (Loss) and Other comprehensive Income for the period</b>	<b>(555.61)</b>	<b>(1,092.89)</b>	<b>(13.89)</b>	<b>(1,660.66)</b>	<b>(27.17)</b>	<b>(341.11)</b>
XVI	Paid up Equity Share Capital (face value INR 10 each, fully paid)	<b>906.00</b>	<b>906.00</b>	<b>906.00</b>	<b>906.00</b>	<b>906.00</b>	<b>906.00</b>
XVII	Other Equity						<b>(1,385.50)</b>
XVIII	Earning per equity share of INR 10/- each:						
	(1) Basic	(6.13)	(12.06)	(0.15)	(18.33)	(0.30)	(3.77)
	(1) Diluted	(6.13)	(12.06)	(0.15)	(18.33)	(0.30)	(3.77)

**NOTES**

1 The above consolidated results for the quarter and nine months ended December 31, 2019 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors in its meeting held on February 14, 2020. The consolidated financial results for the quarter and nine months ended December 31, 2018 and March 31, 2019 were not subject to limited review by Statutory Auditors of the Group.

Other income in current quarter ended on 31 December 2019 is interest accrued on Fixed deposit in bank.

2 Pursuant to the approval obtained from Share Holders to sale/ transfer, assign, deliver or otherwise dispose off the Land for the Power plant admeasuring 215.140 acres, the wholly owned Subsidiary Company viz. SRM Energy Tamilnadu Private Limited ("SETPL") sold its land admeasuring 97.680 acres of for Rs. 293.03 Lacs and out of the the sale proceeds Rs. 66.05 Lac has been utilized to partially settle the pending loan and Rs. 210.00 Lac is transferred to FDR which will be utilized alongwith interest accrued to settle the remaining pending loan. The subsidiary company incurred a loss of Rs. 226.15 lacs on sale of land till date.

Total area of land sold during the current quarter ended on December 31, 2019 is 33.000 Acre (Previous quarter 64.680 Acre) Losses on sale of land incurred in current quarter Rs. 74.66 Lac (Previous quarter Rs. 151.49 Lac)

3 The subsidiary company has discharged the proportionate amount of Capital-Work-in-Progress to the area of land sold and accordingly total of Rs 1399.24 lac (Rs. 472.72 Lac in current quarter and Rs. 926.52 Lac in previous quarter) have been charged to impairment loss.

4 Variation in employee benefits expenses by Rs. 12.73 Lac in current nine months ended on December 31, 2019 compared to the corresponding nine months of previous year is because there had been no CS during the considerable time period of the said and Company was in process of hiring a suitable CS, increase in new CFO salary also impacted the variation.

5 Though the Group Company's networth has been significantly reduced and it has been incurring cash losses, the promoters have infused funds by way of unsecured loan and are committed to provide necessary funding to meet the liabilities and future running expenses of the Group Company. In view of above developments, the accounts have been prepared under going concern basis.

6 As per the requirements of Ind AS-108, no disclosure is required as the Company is operating in single business segment

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

8 Investors can view the Financial Results of the Company at the Company's website [www.srmenergy.in](http://www.srmenergy.in) or at the websites of BSE [www.bseindia.com](http://www.bseindia.com).

**For and On behalf of Board**

VISHAL RASTOGI  
Digitally signed by  
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Date: 2020.02.14  
16:17:01 +05'30'

(Vishal Rastogi)  
DIN : 02780975  
Managing Director

Place: New Delhi  
Date : 14.02.2020