

**Independent Auditors' Limited Review Report on the
Unaudited Quarterly Financial Results**

**To the Board of Directors of
Raunaq EPC International Limited**

We have reviewed the accompanying Statement of unaudited standalone financial results of **Raunaq EPC International Limited** ("the Company"), for the period ended June 30, 2022 ("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, as amended ("the Regulations"), read with SEBI Circular No. CIR/CFD/CMD1/80/2019 dated July 19, 2019 ("the Circular").

The preparation of the Statement in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, read with the Circular is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.

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 Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, 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 applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India,

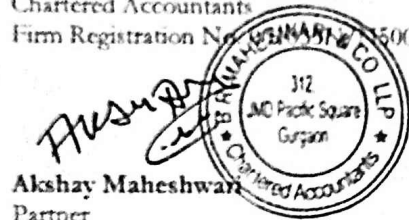


has not disclosed the information required to be disclosed in terms of Regulation read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

We draw your attention to Note 2 to the financial results which explains the uncertainties and the management's assessment of the financial impact due to the lock-downs and other restrictions and conditions related to the Covid-19 pandemic, for which a definitive assessment of the impact in the subsequent period is highly dependent upon circumstances as they evolve.

Our conclusion is not modified in respect of this matter.

For B. R. Maheswari and Co. LLP
Chartered Accountants
Firm Registration No. 5000050



Akshay Maheshwari
Partner
Membership No. 504704
UDIN: 22504704ANMFEA9145

Date: July 23, 2022
Place: New Delhi

To,

The Bombay Stock Exchange
BSE Limited, P J Towers, Dalal Street,
Mumbai -400001, India

Sub: Submission of "Non-submission of consolidated Financial Statement" for Raunaq EPC International Limited
(Hereinafter known as "Company").

Dear Sir/Madam,

Regarding the non-submission of consolidated financial statement for quarter ending June 30, 2022 of Raunaq EPC International Limited. We would like to inform you that consolidation was also not required as on June 30, 2022 as well and Limited review for consolidated financial results were not applicable.

As per IND-AS 110 Para Number 20, "Consolidation of an investee shall begin from the date of investor obtain control of the investee and ceases when the investor loses control of the investee"

As per IND-AS 34, Para Number 14, "An interim financial report is prepared on a consolidated basis if the entity's most recent annual financial statements were consolidated statements. The parent's separate financial statements are not consistent or comparable with the consolidated statements in the most recent annual financial report. If an entity's annual financial report included the parent's separate financial statements in addition to consolidated financial statements, this Standard neither requires nor prohibits the inclusion of the parent's separate statements in the entity's interim financial report.

The facts are stated as under,

Raunaq EPC International Limited was holding 100% equity shares of Xlerate Driveline India Limited till 16/09/2020 and was treated as wholly owned subsidiary.

On 17/09/2020 the company sold of 82,14,000 number of shares i.e., 55.21 % of equity shares of Xlerate Driveline India Limited and retaining 44.79%.

Further on 02/11/2020 the company sold of 29,56,879 number of shares i.e., 19.88% of equity shares of Xlerate Driveline India Limited and retaining 24.91%. Therefore, in December 2020 it treated Xlerate Driveline India Limited as an associate company.

For year ending March 31, 2021 M/s Xlerate Driveline India Limited was treated as an associate company for consolidation purposes. The same continued for quarter ending June 30, 2021.



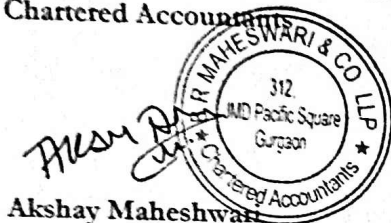
On September 16, 2021, the company sold off its remaining holding of 37,06,153 number of shares i.e., 24.91% in Xlerate Driveline India Limited and thus gave up its control and management entirely. For quarter ending September 30, 2021 consolidation was done on pro rata basis up to September 16, 2021 only and results were declared accordingly.

In quarter ending June 30, 2022 the company Raunaq EPC International Limited was not holding any equity in in Xlerate Driveline India Limited and thus no consolidation was either done nor any report submitted. The previous year figures were of the consolidated results only as per the requirement of IND AS-34.

Therefore, consolidation is not required as at June 2022.

Best Regards,

For B R Maheshwari & Co. LLP
Chartered Accountants



Akshay Maheshwari
(Partner)

Place: New Delhi

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CIN : L51909HR1965PLC034315

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2022

(₹ in lakhs)

S.No	Particulars	Quarter Ended						Year Ended	
		Standalone			Consolidated			Standalone	Consolidated
		30.06.2022 Unaudited	31.03.2022 Audited	30.06.2021 Unaudited	30.06.2022 Unaudited	31.03.2021 Audited	30.06.2021 Unaudited	31.03.2022 Audited	31.03.2022 Audited
1	Revenue from Operations	182.42	420.64	107.43	182.42	420.64	107.43	680.29	680.29
2	Other Income	69.30	61.08	84.84	69.30	61.08	84.84	343.99	343.99
3	Total Revenue (1+2)	251.72	481.72	192.27	251.72	481.72	192.27	1,024.28	1,024.28
4	Expenses								
	a. Cost of Materials Consumed	133.30	336.69	3.88	133.30	336.69	3.88	407.33	407.33
	b. Changes in Inventory of Work-in-Progress	39.04	23.10	24.33	39.04	23.10	24.33	(1.02)	(1.02)
	c. Employee Benefits Expense	62.19	71.95	72.68	62.19	71.95	72.68	288.36	288.36
	d. Finance Cost	10.10	24.01	28.91	10.10	24.01	28.91	98.04	98.04
	e. Depreciation and Amortisation Expense	7.10	7.89	12.94	7.10	7.89	12.94	39.63	39.63
	f. Bad Debts Written off	-	150.05	-	-	150.05	-	150.05	150.05
	g. Allowance for Expected Credit Loss	19.73	(2.10)	(0.79)	19.73	(2.10)	(0.79)	(2.79)	(2.79)
	i. Other Expenses	41.99	55.58	126.66	41.99	55.58	126.66	380.52	380.52
	Total Expenses	313.45	667.17	268.61	313.45	667.17	268.61	1,360.12	1,360.12
5	Profit / (Loss) before share of Profit / (Loss) of Associate (3-4)	(61.73)	(185.45)	(76.34)	(61.73)	(185.45)	(76.34)	(335.84)	(335.84)
6	Share of Profit / (Loss) of Associate	-	-	-	-	-	51.79	-	53.58
7	Profit / (Loss) before Exceptional Items and Tax (5+6)	(61.73)	(185.45)	(76.34)	(61.73)	(185.45)	(24.55)	(335.84)	(282.26)
8	Exceptional Items	-	-	-	-	-	-	-	-
9	Profit / (Loss) before Tax (7-8)	(61.73)	(185.45)	(76.34)	(61.73)	(185.45)	(24.55)	(335.84)	(282.26)
10	Tax Expense								
	a. Current Tax (including Prior Period Taxation)	-	-	-	-	-	-	-	-
	b. Deferred Tax	(40.85)	(2.38)	(16.61)	(40.85)	(2.38)	(16.61)	(4.39)	(4.39)
	Total Tax Expense	(40.85)	(2.38)	(16.61)	(40.85)	(2.38)	(16.61)	(4.39)	(4.39)
11	Net Profit / (Loss) for the Period (9-10)	(20.88)	(183.07)	(59.73)	(20.88)	(183.07)	(7.94)	(331.45)	(277.85)
12	Other Comprehensive (Loss) / Income								
	Items that will not be Reclassified to Statement of Profit and Loss								
	Re-measurement Gains/ (Losses) on Defined Benefit Plan	(0.23)	1.02	(0.64)	(0.23)	1.02	(0.64)	(0.90)	(0.90)
	Income Tax Effect	-	-	-	-	-	-	-	-
	Other Comprehensive Income (Net of Tax)	(0.23)	1.02	(0.64)	(0.23)	1.02	(0.64)	(0.90)	(0.90)
13	Total Comprehensive Income after Tax (11+12)	(21.11)	(182.05)	(60.37)	(21.11)	(182.05)	(8.58)	(332.35)	(278.77)
14	Earnings Per Share [of Rs. 10 each (* Not Annualised)]								
	Basic and Diluted (in Rs.)	*(0.62)	*(5.48)	*(1.79)	*(0.62)	*(5.48)	*(0.24)	(9.91)	(9.91)

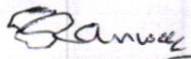
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Notes:

- 1 The statutory auditors of the company have carried out limited review of the Standalone and Consolidated Financial results for the quarter ended June 30, 2022, in compliance of Regulation 33 of SEBI (LODR) regulation, 2015. The above financial results have been reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors of the Company in their meeting held on 23rd July, 2022.
- 2 The company's operation have also been impacted by the unprecedented COVID-19 pandemic, which resulted in an interruption in Erection & Supply activity due to nationwide lockdown. The company has made an assessment of the impact of the pandemic on its operations and the carrying value of Plant & Machinery, Inventory, Receivables and other financial assets, by relying on the internal and external sources of information and indicators of economic forecasts. Based on such assessment, the company is confident of recovering the carrying value of these assets as at June 30, 2022.

Management believes that it has taken into account all the possible impact of known events arising from COVID 19 pandemic in the preparation of the financial statements. However, the impact assessment of COVID 19 is a continuing process given the uncertainties associated with its nature and duration. The Company will continue to monitor any material changes to future economic conditions.
- 3 The Company had divested 24.91% equity investment in Xlerate Driveline India Limited ("Associate Company") on September 16, 2021. Therefore the company does not have associate company as at June 30, 2022. Resultantly the figures of the earlier year are not comparable.
- 4 The company is principally engaged in the business of Engineering contracting business. All other activities of the company revolved around the main business and accordingly, there is no separate reportable segment as per the Ind AS-108 "Operating Segment" specified under Section 133 of Companies Act, 2013.
- 5 Figures for the Quarter ended June 30, 2022 are the balancing figures between audited figures for the full financial year and the reviewed year to date figures upto the third quarter of the respective financial year.
- 6 Previous period figures have been regrouped/ reclassified wherever necessary to conform to current period classification.

Date: 23rd July, 2022


SURINDER PAUL KANWAR
Chairman & Managing Director