

**INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS****TO THE BOARD OF DIRECTORS OF
POPULAR ESTATE MANAGEMENT LIMITED****Opinion and Conclusion**

We have (a) audited the Financial Results for the year ended March 31, 2021 and (b) reviewed the Financial Results for the quarter ended March 31, 2021 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Financial Results for the Quarter and Year Ended March 31, 2021" of **POPULAR ESTATE MANAGEMENT LIMITED** ("the Company"), ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

(a) Opinion on Annual Financial Results

In our opinion and to the best of our information and according to the explanations given to us, the Financial Results for the year ended March 31, 2021:

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year then ended.

(b) Conclusion on Unaudited Financial Results for the quarter ended March 31, 2021

With respect to the Financial Results for the quarter ended March 31, 2021, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Financial Results for the quarter ended March 31, 2021, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 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.



Basis for Opinion on the Audited Financial Results for the year ended March 31, 2021

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 paragraph (a) of Auditor's Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Financial Results for the year ended March 31, 2021 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 ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matters

- We draw attention to Note 5 to the statement which states that the Statement includes the results for the Quarter ended March 31, 2021 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our conclusion on unaudited financial results for the quarter ended March 31, 2021, is not modified in respect of this matter.
- We draw attention to Note 6 to the statement in which the company describes the uncertainties arising from the COVID 19 pandemic. Our report is not modified in respect of this matter.
- We draw attention to Note 7 to the statement, wherein it is stated that the company along with certain other group companies, firms and promoters, were subjected to Search and Survey operations by the Income Tax Department u/s. 132/133 of the Income Tax Act, 1961 ("The Act"). Pending completion of related proceedings, the effect thereof, if any, on the financial results cannot be ascertained at this stage. Our report is not modified in respect of this matter.

Management's Responsibilities for the Statement

This Statement which includes the Financial Results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Financial Results for the year ended March 31, 2021 has been compiled from the related audited financial statements. This responsibility includes the preparation and presentation of the Financial Results for the quarter and year ended March 31, 2021 that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in 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 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 Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.



In preparing the 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 financial reporting process of the Company.

Auditor's Responsibilities

(a) Audit of the Financial Results for the year ended March 31, 2021

Our objectives are to obtain reasonable assurance about whether the Financial Results for the year ended March 31, 2021 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 this Financial Results.

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 Annual 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 made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 ability of the Company 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 Statement 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 Annual Financial Results, including the disclosures, and whether the Annual Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Financial Results of the Company to express an opinion on the Annual Financial Results.

Materiality is the magnitude of misstatements in the Annual Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual 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 Annual 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.

(b) Review of the Financial Results for the quarter ended March 31, 2021

We conducted our review of the Financial Results for the quarter ended March 31, 2021 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 ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 SAs specified under section 143(10) of the Act 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.

For **H. S. JANI & ASSOCIATES,**
Chartered Accountants
(Firm's Registration No. 127515W)



H. S. Jani
CA Hersh Jani
Proprietor

(Membership No. 124104)
UDIN: 21124104AAAAFM3277

Place: Ahmedabad
Date: 27/08/2021



POPULAR ESTATE MANAGEMENT LIMITED

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CIN: 165910GJ1994PLC023287

Part-I: Statement of Financial Results for the Quarter and Year Ended on March 31, 2021

(Rs. in lakhs except per share data)

Sr. No.	Particulars	Quarter Ended			Year Ended	
		31-03-2021	31-12-2020	31-03-2020	31-03-2021	31-03-2020
		(Refer Note 5)	(Un-Audited)	(Refer Note 5)	(Audited)	(Audited)
1	Revenue from Operations	-	-	-	-	-
2	Other Income	1.19	-	1.08	10.68	2.11
3	Total Income (1 + 2)	1.19	-	1.08	10.68	2.11
4	Expenses					
(a)	Changes in Inventories of Finished Goods, Work-In-Progress and Stock-In-Trade	-	-	-	-	-
(b)	Employee Benefits Expenses	5.99	3.03	9.77	27.98	42.39
(c)	Finance Costs	2.12	3.02	13.79	23.27	47.42
(d)	Depreciation and Amortisation Expenses	8.71	8.72	9.60	34.85	25.77
(e)	Other Expenses	11.81	4.25	19.29	27.98	48.50
	Total Expenses (4)	28.63	19.02	52.45	114.08	164.08
5	Profit/(Loss) from Operations Before Exceptional Items & Tax (3 - 4)	(27.44)	(19.02)	(51.37)	(103.40)	(161.97)
6	Exceptional Items	-	-	-	-	-
7	Profit / (Loss) from Ordinary Activities Before Tax (5 - 6)	(27.44)	(19.02)	(51.37)	(103.40)	(161.97)
8	Tax Expenses					
	(a) Current Tax	(0.14)	-	-	(0.14)	-
	(b) Deferred Tax	(6.60)	(6.60)	(42.10)	(26.40)	(42.10)
	Total Tax Expenses (8)	(6.74)	(6.60)	(42.10)	(26.54)	(42.10)
9	Net Profit/(Loss) for the period (7 - 8)	(20.70)	(12.42)	(9.27)	(76.86)	(119.87)
10	Other Comprehensive Income	-	-	-	-	-
11	Total Comprehensive Income for the period (9+10)	(20.70)	(12.42)	(9.27)	(76.86)	(119.87)
12	Paid-Up Equity Share Capital 14000200 shares of Rs.10/- Each	1,400.02	1,400.02	1,400.02	1,400.02	1,400.02
13	Other Equity excluding revaluation reserve				3,134.43	3,211.23
	Earnings Per Equity Share (Not Annualised)					
14	(a) Basic	(0.15)	(0.09)	(0.07)	(0.55)	(0.86)
	(b) Diluted	(0.15)	(0.09)	(0.07)	(0.55)	(0.86)
(See accompanying notes to the financial results)						

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POPULAR ESTATE MANAGEMENT LIMITED

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e-mail : popularstatemanagement@yahoo.co.in

CIN: L65910GJ1994PLC023287

(Rs. in lakhs)

Part-II: Statement of assets and liabilities			
Sr. No.	Particulars	As at 31-03-21 (Audited)	As at 31-03-20 (Audited)
A	ASSETS		
1	Non-Current Assets		
	(a) Property, Plant and Equipment	192.07	226.86
	(b) Intangible Assets	0.31	0.37
	(c) Financial Assets		
	(i) Investments	82.87	82.87
	(ii) Others	15.74	14.56
	(d) Deferred tax assets (net)	69.45	43.04
	Total-Non Current Assets	360.44	367.70
2	Current assets		
	(a) Inventories	501.30	501.30
	(b) Financial Assets		
	(i) Cash and cash equivalents	0.36	2.58
	(ii) Other Financial assets	0.61	0.61
	(c) Other current assets	4,395.92	4,385.91
	Total-Current Assets	4,898.19	4,890.40
	TOTAL-ASSETS	5,258.63	5,258.10
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Share capital	1,400.02	1,400.02
	(b) Other Equity	3,134.37	3,211.23
	Total-Equity	4,534.39	4,611.25
2	Non-Current Liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	642.12	585.96
	Total-Non-Current Liabilities	642.12	585.96
3	Current liabilities		
	(a) Financial Liabilities		
	(i) Trade payables		
	Total outstanding dues of micro & small enterprises	0.78	0.78
	Total outstanding dues of payables other than micro & small enterprises	13.28	1.36
	(ii) Other financial liabilities	67.67	57.57
	(b) Other current liabilities	0.39	1.18
	Total-Current Liabilities	82.12	60.89
	TOTAL-EQUITY AND LIABILITIES	5,258.63	5,258.10

(See accompanying notes to the financial results)

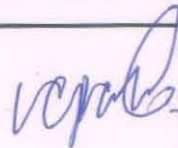
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Part-III: Statement of Cash Flow for the year ended March 31, 2021

(Rs. in lakhs)

Particulars	Year Ended 31-03-21	Year Ended 31-03-20
Cash flow from operating activities		
Profit before tax	(103.41)	(161.95)
Adjustments for :		
Depreciation and amortisation expense	34.85	25.77
Finance costs	23.27	47.42
Gain on sale of fixed assets	-	(1.03)
Interest income	(10.68)	(1.08)
Operating profit before working capital changes	(55.96)	(90.88)
Changes in operating assets and liabilities:		
(Increase)/Decrease in trade receivables	-	348.49
(Increase)/Decrease in other current assets	(0.52)	(33.26)
Increase/(Decrease) in trade payables	11.91	0.96
Increase/(Decrease) in other current financial liabilities	10.10	43.69
Increase/(Decrease) in other current liabilities	(0.79)	(1.54)
Cash flow generated from operations	(35.24)	267.48
Direct taxes paid (net)	0.14	-
NET CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES (A)	(35.10)	267.48
Cash flows from investing activities		
Purchase of property, plant and equipments	-	(143.87)
Sale of property, plant and equipments	-	4.88
Purchase of Intangible assets	-	(0.38)
NET CASH FLOW FROM / (USED IN) IN INVESTING ACTIVITIES (B)	-	(139.37)
Cash flows from financing activities		
Finance costs paid	(23.27)	(47.42)
Repayment of borrowings	-	(78.53)
Proceeds from additional borrowings obtained	56.16	-
NET CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES (C)	32.89	(125.95)
NET INCREASED / (DECREASED) IN CASH AND CASH EQUIVALENTS (A + B + C)	(2.22)	2.15
Cash and cash equivalents at the beginning of the year	2.58	0.42
Cash and cash equivalents at the end of the year	0.36	2.58

(See accompanying notes to the financial results)



Part-IV: Other Notes

1 The above results were reviewed by the Audit committee and subsequently approved and taken on record by the Board of Directors of the company at its meeting held on 04/09/2021. The statutory auditor of the company have carried out limited review of the above financial results.

2 Contingent Liabilities (Rs. in lakhs)

Particulars	As at 31-03-21	As at 31-03-20
Claim against the Company not acknowledged as debts under the provisions of Income Tax Act, 1961 and related rules	2,216.69	1,534.55

The above claim is subject to legal proceeding at various appellate authorities. The Company is contesting the above demand and the management including its tax advisors believes that its position will likely be upheld in the appellate process. The management believes that the ultimate outcome of these proceedings will not have a material adverse effect on the Company's financial position and results of operations.

3 The company is having substantial interest in two associated partnership firms. The company doesn't prepare consolidated financial results by applying equity method of accounting under Indian Accounting Standard (Ind-AS) 28 "Investments in Associates and Joint Ventures" as there is no operation in the said partnership firms during the period covered by these financial results, and no profit / loss is attributable to the company.

4 The company operates only in one segment i.e. Infrastructure and hence there is no other primary reportable segment as required by Indian Accounting Standard (Ind AS) - 107 "Segment reporting".

5 The figures for the quarter ended March 31, 2021 and March 31, 2020 are balancing figures between the audited figures in respect of the respective full financial year and the unaudited published year to date figures upto third quarter ended December 31, 2020 and December 31, 2019 respectively, which were subject to limited review.

6 The outbreak of Coronavirus disease (COVID-19) pandemic globally and in India causing significant disturbance and slowdown of economic activity.


The company is monitoring the impact of global health pandemic on its financial position and liquidity. The company used the principles of prudence in applying judgments, estimates and assumptions. The Company has considered wherever applicable the possible effects on the carrying amounts of receivables, inventories, loans and other assets as on March 31, 2021. Based on current indicators of future economic conditions, the management expects to recover the carrying amount of these assets in full without any loss. However, the impact of COVID-19 on the Company's Financial Statements may differ over the period of time, from the estimated as of the date of approval of these financial statements. Management will continue to closely monitor any material changes to future economic conditions.

7 On October 8, 9 & 10, 2020; the company along with certain other group companies, firms and promoters, were subjected to Search and Survey operations by the Income Tax Department u/s. 132/133 of the Income Tax Act, 1961 ("The Act"). During the course of Search / Survey proceedings, no unrecorded cash was found by Income-Tax Department. Certain documents of company were seized and the proceedings for the same are currently underway.

The ultimate outcome of the matter is yet to be determined and the management of the Company along with their legal consultants, do not expect any material liability consequent to these proceedings. Hence no provision has been made in the financial results in respect of this matter.

8 Previous Periods' / Years' figures have been re-grouped / re-classified where necessary to make it comparable with the current period.

On Behalf of the Board



Vikram C. Patel
ADDITIONAL Director
DIN: 00166707

Place: Ahmedabad
Date: 04/09/2021