

**ARIHANT FOUNDATIONS & HOUSING LIMITED**  
CIN: L70101TN1992PLC022299  
REGD OFFICE: NO.3, GANAPATHY COLONY, 3<sup>RD</sup> STREET, TEYNAMPET, CHENNAI- 600 018  
TEL: 044-42244444 FAX: 044-42244440 EMAIL: [investors@arihants.co.in](mailto:investors@arihants.co.in)  
WEB: [www.arihantfoundations.com](http://www.arihantfoundations.com)

31.07.2020

To,

National Stock Exchange Limited,  
Manager\_ Listing 022-26598237

Bombay Stock Exchange Limited,  
General Manager- DCS 022-22723121

Dear Sir,

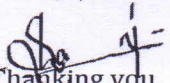
**Sub: Outcome of board meeting held on 31.07.2020**

This is to submit that the meeting of Board of directors of M/s. Arihant Foundations & Housing Ltd was commenced today at 5.00Pm. (IST) and concluded at 5.45 PM. (IST) at the registered office of the company and has *inter alia* approved the following:

1. Approved and adopted the standalone and consolidated financial results of the Company for the quarter and year ended on March 31, 2020 in pursuance of Regulation 33 of the SEBI (LODR) Regulations, 2015.
2. Board took note of the Auditor's Report on standalone and consolidated financials of the Company for the financial year ended 31.03.2020
3. Board reviewed the compliance report pertaining to all applicable laws in pursuance to Regulation 17(3) of the SEBI (LODR) Regulations, 2015.
4. Board took note of the status of complaints as per Regulation 13(3) of the SEBI (LODR) Regulations, 2015 for the quarter ended 31.03.2020 as submitted with the stock exchanges.
5. Board discussed and passed certain resolutions on business matters.

Please find the enclosed copy of the Audited financial results (Standalone & Consolidated) for the financial year ended March 31, 2020 and Statement of Assets and Liabilities along with the Auditors' Report with unmodified opinions (on Standalone and Consolidated Financial Statements separately) and a declaration to the effect that the Auditors have given unmodified opinion with respect to Standalone and a modified opinion with respect to Consolidated Financial Results for the year ended March 31, 2020

Kindly take the same on your record and oblige.

  
Thanking you.  
Yours faithfully  
Company Secretary

**ARIHANT FOUNDATIONS & HOUSING LIMITED**  
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31<sup>st</sup> July, 2020

To,

National Stock Exchange Limited,  
Manager\_ Listing 022-26598237

Bombay Stock Exchange Limited,  
General Manager- DCS 022-22723121

Dear Sir,

Sub: Declaration pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with the SEBI (Listing Obligations and Disclosure Requirements) Amendment Regulations, 2016

Ref: BSE Scrip Code- **531381** & NSE Symbol- **ARIHANT**

We hereby declare that the Statutory Auditors of the Company M/s. S. Ramachandra Rao & Associates, Chartered Accountants, Chennai (FRN- 007735S) have issued their Audit report with opinion(s) in respect of the Consolidated Audited financial results of the Company for the financial year ended March 31, 2020.

Kindly take the aforementioned declaration on record and oblige.

Thanking You

Yours Sincerely,  
For **ARIHANT FOUNDATIONS & HOUSING LIMITED,**



**(Kamal Lunawath)**  
**Managing Director**

Encl: As above



# S. RAMACHANDRA RAO & ASSOCIATES

CHARTERED ACCOUNTANTS

Reg. Off : No.11, Porur Gardens Phase - I, Vanagaram, Chennai - 600 095.

Off Phone : 044 4958 3591 | Mobile - 98410 49192 | E-mail : srraosra@hotmail.com

CA. RAMACHANDRA RAO SURANENI, B.com., FCA  
Proprietor

**Independent Auditor's Report On Audited Standalone Financial results of Arihant Foundations & Housing Ltd Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

To  
Board of Directors,  
**Arihant Foundations & Housing Ltd**

**Report on the Audit of Standalone Financial Results**

**Opinion**

We have audited the accompanying statement of quarterly and year to date standalone financial results of **Arihant Foundations and Housing Limited** (the "company") for the quarter and the year ended March 31, 2020 ("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 these standalone financial results:

- i. is presented in accordance with the requirement of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and year ended March 31, 2020.

**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 (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 there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained 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 annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the statement that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued there under 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 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 in 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

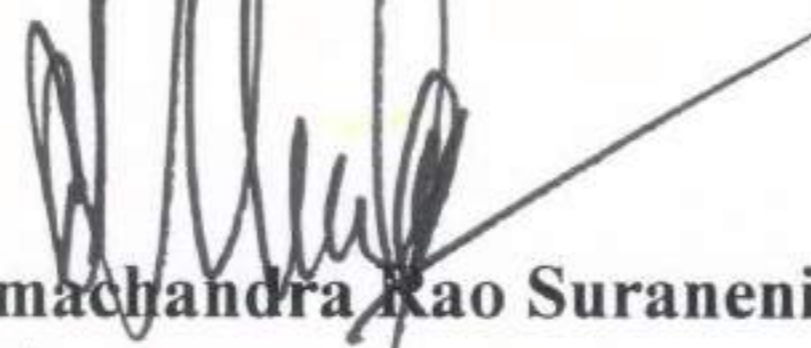
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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, 2020 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2020 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 S. Ramachandra Rao & Associates  
Chartered Accountants.  
Firm Registration No: 007735S**



**CA. Ramachandra Rao Suraneni  
Proprietor  
Membership No: 206003  
UDIN: 20206003AAAAAQ8818**

**Place: Chennai  
Date: 31-07-2020**





# S. RAMACHANDRA RAO & ASSOCIATES

CHARTERED ACCOUNTANTS

Reg. Off : No.11, Porur Gardens Phase - I, Vanagaram, Chennai - 600 095.

Off Phone : 044 4958 3591 | Mobile - 98410 49192 | E-mail : srraosra@hotmail.com

CA. RAMACHANDRA RAO SURANENI, B.com., FCA  
Proprietor

**Independent Auditor's Report On Annual Consolidated Financial Results of Arihant Foundations & Housing Ltd Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To  
Board of Directors,  
**Arihant Foundations & Housing Ltd**

**Qualified Opinion**

We have audited the consolidated annual financial results of **Arihant Foundations and Housing Limited** (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") and a joint controlled entity, for the year ended March 31, 2020 ("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 ('Listing Regulations').

In our opinion our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate audited financial statements and management account of the subsidiaries and joint controlled entity, except for the effect of the matter described in the basis of qualified opinion section of our report, the statement :

- i. Include the annual financial results of the following entities:
  - Arihant Griha Limited. (Wholly owned subsidiary)
  - Vaikunt Housing Limited.(Wholly owned subsidiary)
  - Varenya Constructions Limited.(Wholly owned subsidiary)
  - Transparent Heights Real Estate Limited.(Wholly owned subsidiary)
  - Escapade Real Estates Private Limited.(Subsidiary)
  - Northtown Estates Private Limited. (Subsidiary)
  - Verge Realty Private Limited.(Wholly owned subsidiary)
  - Arihant Unitech Realty Projects Limited.(Joint Controlled Entity)
- ii. are presented in accordance to the Regulation 33 of the Listing Regulations in this regard; and
- iii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act. 2013 (the "Act") and other accounting principles generally



accepted in India, of net loss and other comprehensive income and other financial Information of the Group, for the year ended March 31, 2020.

### **Basis for Qualified Opinion**

*Attention is invited to Note-4 to the Statement, which includes financial results of Escapade Real Estates Private Limited (Subsidiary), North Town Estates Private Limited (Subsidiary) and Arihant Unitech Realty Projects Limited (Joint Controlled Entity), whose accounts reflect Total assets of Rs.31,346.84 lakhs as at 31<sup>st</sup> March, 2020, total Revenue of Rs.3412.50 lakhs, Net loss of Rs.76.80 lakhs and Group's Share of Net Profit of Rs.5.89 lakhs and total comprehensive income of Rs. NIL for the year ended 31<sup>st</sup> March, 2020, for which we are unable to obtain audited financial statements. The financial results and other financial information of the above mentioned subsidiaries and joint controlled entity were been prepared by the management, which have not been audited and our opinion is based solely on the management accounts. We are unable to comment on the adjustment that may have been required to the Statement, had such financial results been audited.*

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 the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group and its joint controlled entity 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 there under, 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 and other auditors in terms of their reports referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our qualified opinion.

### **Management's Responsibilities for the Consolidated Financial Results**

These consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group including its joint controlled entity in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group and of its joint controlled entity 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 its joint controlled entity 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 consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the



purpose of preparation of consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group and of its joint controlled entity are responsible for assessing the ability of Group and its joint controlled entity to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective 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 included in the Group and of its joint controlled entity are also responsible for overseeing the financial reporting process of the Group and its joint controlled entity.

### **Auditor's Responsibilities for the Audit of the Consolidated Financial Results**

Our objectives are to obtain reasonable assurance about whether the consolidated financial results 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 these consolidated 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 consolidated 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. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Group and its Joint controlled entity 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 financial results of the entities within the Group and its joint controlled entity to express an opinion on the statement. We are responsible for the direction, supervision and performance of the audit of financial information of the Holding Company which we are the independent auditors. For the other entities included in the Statement, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors 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.

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

### **Other Matters**

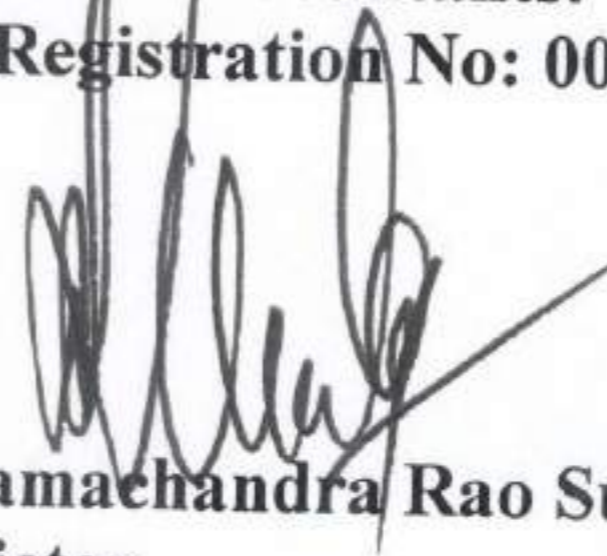
The Standalone financial results of the Holding Company include the audited financial results of one subsidiary, whose financial results reflect Group's share of total assets of Rs.1 Lakh as at 31<sup>st</sup> March 2020, Group's share of total revenue of Rs. NIL and Group's share of total net loss including comprehensive income of Rs.0.51 lakhs for the year ended on that date, as considered in the respective standalone financial results of the entity included in Group, has been audited by the other auditor. The Independent Auditor's report has been furnished to us and our opinion in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on the report of such auditor and the procedures performed by us are as stated in paragraph above.

Our opinion on the consolidated financial results 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 information certified by the Board of Directors.



The consolidated financial results includes the results for the quarter ended March 31, 2020 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to limited review by us, as required under the Listing Regulations.

For S. Ramachandra Rao & Associates  
Chartered Accountants.  
Firm Registration No: 007735S



CA. Ramachandra Rao Suraneni  
Proprietor  
Membership No: 206003  
UDIN: 20206003AAAAAR8154

Place: Chennai  
Date: 31-07-2020

