



CIN : L17120MH1984PLC033553

Regd. Office: Plot No. C-3, M.I.D.C., Tarapur Industrial Area, Boisar, Dist. Palghar 401 506

13th February, 2021

To,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

To,
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot No. C-1,
G Block, Bandra Kurla Complex,
Bandra (E), Mumbai 400 051

Dear Sir/Madam,

Sub: Inter-alia approval of Unaudited Financial Results for the quarter & nine months ended 31st December, 2020 pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 by Resolution Professional.

Ref: BSE Scrip Code - 533204 & NSE Symbol – GBGLOBAL

This is to inform you that the undersigned Resolution Professional of GB Global Limited on **Saturday, 13th February, 2020** has approved the following:

1. Unaudited Financial Results for the **quarter & nine months ended 31st December, 2020** is enclosed.
2. Limited Review on Unaudited Financial Results for the **quarter & nine months ended 31st December, 2020** issued by Statutory Auditor M/s. CNK & Associate LLP, Chartered Accountants pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 is enclosed.

Kindly take the above on your records and oblige.
Yours faithfully,

For GB GLOBAL LIMITED
(Formerly known as Mandhana Industries Limited)

Charu Desai
Resolution Professional of GB Global Limited (Formerly known as Mandhana Industries Limited)
vide NCLT Orders dated 29th September 2017 and 5th December 2019 E-mail Id:
ipcharudesai@gmail.com
Registered Address: 2602, Fairfield A wing Lodha Luxuria, Majiwada Thane West, Thane- 400601
IBBI Registration No.: IBBI/IPA-001/IP-P00434/2017-2018/10757

GB GLOBAL LIMITED

(formerly known as Mandhana Industries Limited)

Corp. Office: Marathon Futurex, Unit No.A-2402, 24th Floor, Mafatlal Mills Compound, N.M.Joshi Marg, Lower Parel, Mumbai - 400 013
Tel.: 91-22-4353 9191 | Fax: +91-22-4353 9392 | E-mail:info@gbglobal.in | Website: www.gbglobal.in



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Charu Desai has been granted a certificate of registration to act as an Insolvency Professional by the Insolvency and Bankruptcy Board of India, her Registration No. is IBBI/IPA-001/IP-P00434/2017-2018/10757. The affairs, business and property of GB Global Limited (Formerly Known as Mandhana Industries Limited) are being managed by the Resolution Professional who acts as an agent of GB Global only and without personal liability.

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Limited Review Report on the Quarterly and year to date unaudited financial results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

Review Report to
The Resolution Professional
GB GLOBAL LIMITED
(Formerly known as Mandhana Industries Limited)

1. We have reviewed the accompanying statement of unaudited Ind-AS financial results of M/s. GB Global Limited (Formerly known as Mandhana Industries Limited) ("the Company") for the quarter and year to date ended December 31, 2020 ("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 ("Listing Obligations") which has been initialed by us for identification purposes

As the Corporate Insolvency Resolution Process ("CIRP") has been reinitiated in respect of the Company under the provisions of "The Insolvency and Bankruptcy Code, 2016" ("IBC/ the Code") by the National Company Law Tribunal ("NCLT"), Mumbai Bench, vide its order dated December 05, 2019, the powers of the Board of Directors of the Company stand suspended as per Section 17 of the Code and such powers are being exercised by the Resolution Professional appointed by the National Company Law Tribunal by the said order under the provisions of the Code.

2. This Statement which is the responsibility of the Company's Management and has been approved by the Resolution Professional and for further filing with stock exchange, has been prepared 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 read with the relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusions on the Statement based on our review.
3. We conducted our review of the Statement in accordance with 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 results are 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.
4. **Material Uncertainty Relating to Going Concern**

The Hon'ble NCLT vide its order delivered on February 5, 2020 had allowed the Resolution Professional to invite fresh resolution plan from the prospective Resolution Applicants and complete the process of fresh bidding within 70 days. The Resolution Professional received a bid on November 10, 2020 which was approved by the Committee of Creditors (CoC). Subsequently, Resolution Professional filed the successful resolution plan with Hon'ble NCLT on January 6, 2021 for its approval which is pending as on date. Further, the case filed by erstwhile Resolution Applicant is also pending with Hon'ble NCLT as referred to



in Note 6b. The events or conditions as mentioned in Note 1 and Note 6b of the accompanying statement indicate that till the time this process is completed successfully or on failure of the resolution plan, chances of NCLT ordering Liquidation remains. This indicates that a material uncertainty exists that may cast a significant doubt on the Company's ability to continue as a going concern.

5. Emphasis of Matters

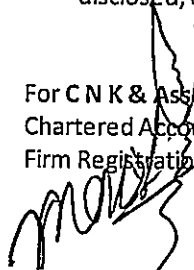
- i. We draw attention to our observations in paragraph 4 above whereby, inspite of several factors mentioned therein, the results are prepared on "going Concern" basis;
- ii. We draw attention to Note 6a and Note 6b of the financial results relating to accounting treatment in the books of account of Rs 5,000 lac forfeited by Committee of Creditor (CoC) out of fixed Deposit lying in the Bank of Baroda in the name of the Company and the Rs 9,299.01 lac brought in by the erstwhile Resolution Applicant.
- iii. We draw attention to Note 4 of the financial results relating to pending outcome of certain reliefs and modification in the Resolution Plan with Hon'ble NCLT and its accounting effects with respect to the same.
- iv. We draw attention to Note 5 of the financial results about the Company has stopped providing interest on borrowings from lenders/banks from April 1, 2018 pending final resolution of the matter in Hon'ble NCLT.

Our conclusion on this accompanying results is not modified for the above matter.

6. Conclusion

Based on our review conducted as above read along with our observation in point 4 and 5 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited Ind AS financial results prepared in accordance with applicable Indian Accounting Standards, prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under or by the Institute of Chartered Accountants of India and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of the 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.

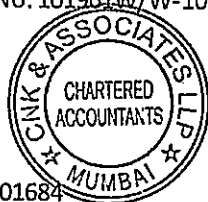
For CNK & Associates LLP
Chartered Accountants
Firm Registration No: 101961W/W-100036



Manish Sampat
Partner

Membership No. 101684

UDIN: 21101684AAAACA7869



Place: Mumbai

Date: February 13, 2021



GB GLOBAL LIMITED

Formerly known as Mandhana Industries Limited

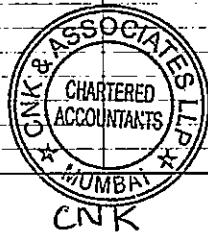
CIN: L17120MH1984PLC033553

Regd. Office : Plot No. C-3, M.I.D.C., Tarapur Industrial Area, Boisar, Dist. Palghar-401506

Statement of unaudited Financial Results for the Quarter / Nine Months Ended December 31,2020

(Rs. In Lacs)

Sr. No	Particulars	For the Quarter Ended			For the Nine Months Ended		For the Year Ended
		UnAudited	UnAudited	UnAudited	UnAudited	UnAudited	Audited
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Income:						
I	Revenue from Operations	2,015.53	1,869.71	6,256.03	4,607.03	21,526.42	25,978.34
II	Other Income	22.16	43.14	127.69	109.49	587.12	709.36
III	Total Revenue (I+II)	2,037.69	1,912.85	6,383.72	4,716.52	22,113.54	26,687.70
	Expenses :						
IV	(a) Cost of materials consumed	314.04	313.73	1,743.29	611.37	6,925.64	7,719.64
	(b) Purchase of Stock in Trade	-	-	-	-	-	-
	(c) Changes in inventories of Finished Goods, Work in Progress	98.68	291.45	879.11	662.40	744.85	1,463.64
	(d) Employee Benefit expense	966.55	908.11	1,597.84	2,807.13	5,123.99	6,639.71
	(e) Manufacturing Cost	955.85	924.19	2,182.23	2,433.99	7,978.41	9,847.22
	(f) Finance Costs	18.07	19.24	36.96	58.75	69.76	92.20
	(g) Depreciation and amortisation expenses	1,028.85	1,032.89	1,044.35	3,088.54	3,086.46	4,089.28
	(h) Provision made for EPCG License Expired	813.23	689.73	-	1,502.96	-	-
	(i) Other expenses	435.90	509.69	531.99	1,376.10	2,247.49	3,053.56
	Total Expenses	4,631.18	4,689.03	8,015.76	12,541.24	26,176.60	32,905.25
V	Profit/(Loss) Before Tax (III-IV)	(2,593.49)	(2,776.19)	(1,632.04)	(7,824.72)	(4,063.06)	(6,217.55)
VI	Tax Expenses - Current Tax	-	-	-	-	-	-
	- Deferred Tax (Assets)/Liability	(141.94)	(123.29)	(152.10)	(403.51)	(1,828.62)	(1,886.63)
VII	Profit /(Loss) for the period (V-VI)	(2,451.55)	(2,652.90)	(1,479.94)	(7,421.21)	(2,234.44)	(4,330.92)
VIII	Income Tax of Earlier Year	-	-	-	-	-	-
IX	Net Profit (+)/Loss (-) (VII-VIII)	(2,451.55)	(2,652.90)	(1,479.94)	(7,421.21)	(2,234.44)	(4,330.92)
X	Other Comprehensive Income net of Taxes						
	Items that will no be classified to Profit & Loss						
	Remeasurment Gain/(Loss) on defined benefit Plans	(8.56)	54.05	(7.38)	36.27	(9.01)	(25.62)
XI	Total Comprehensive Income for the period (IX+X)	(2,460.11)	(2,598.84)	(1,487.32)	(7,384.94)	(2,243.45)	(4,356.54)
XII	Paid up equity share capital (Face value of Re. 10/- each)	331.43	331.43	331.43	331.43	331.43	331.43
XIII	Reserves (excluding revaluation reserves, CRR & DRR)	(111,404.94)	(109,005.83)	(102,150.92)	(111,404.94)	(102,150.92)	(104,203.01)
XIV	Revaluation Reserve	14,620.89	14,681.90	14,864.910	14,620.89	14,864.91	14,803.91
	Capital Reduction Reserve (CRR) & Debenture Redemption Reserve (DRR)	4,405.96	4,405.96	4,405.96	4,405.96	4,405.96	4,405.96
XV	Earning Per Share of Rs. 10/- each: Basic & Diluted (Rs.)	(74.23)	(78.41)	(44.88)	(222.82)	(67.69)	(131.45)



Charu Desai



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SEGMENT-WISE REVENUE, RESULTS, SEGMENT ASSETS AND SEGMENT LIABILITIES

(Rs. In Lacs)

Sr No.	Particulars	For the Quarter Year Ended			For the Nine Months Ended		For the Year Ended
		UnAudited	UnAudited	UnAudited	UnAudited	UnAudited	Audited
		31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
1	Segment Revenue						
	[a] Textiles	1,171.45	1,332.23	4,018.19	2,813.16	12,520.60	14,715.72
	[b] Garment	844.08	537.48	2,237.84	1,793.87	9,005.82	11,262.62
	Total	2,015.53	1,869.71	6,256.03	4,607.03	21,526.42	25,978.34
	Total Revenue	2,015.53	1,869.71	6,256.03	4,607.03	21,526.42	25,978.34
2	Segment Profit / (Loss) Before Tax & Interest						
	[a] Textiles	(2,099.86)	(2,171.02)	(1,334.42)	(5,811.31)	(4,470.14)	(6,032.78)
	[b] Garment	(282.34)	(392.93)	(388.35)	(1,386.46)	(110.28)	911.53
	Total	(2,382.20)	(2,563.95)	(1,722.77)	(7,197.77)	(4,580.42)	(5,121.25)
	Less: Interest	18.07	19.24	36.96	58.75	69.76	92.20
		(2,400.27)	(2,583.19)	(1,759.73)	(7,256.52)	(4,650.18)	(5,213.45)
	Add: Unallocable Income	(193.22)	(193.00)	127.69	(568.20)	587.12	(1,004.10)
	Profit Before Tax	(2,593.49)	(2,776.19)	(1,632.04)	(7,824.72)	(4,063.06)	(6,217.55)
3	Segment Assets						
	[a] Textiles	27,097.25	28,706.48	35,145.82	27,097.25	35,145.82	32,065.53
	[b] Garment	28,483.64	28,737.67	29,393.66	28,483.64	29,393.66	29,753.82
	[c] Other unallocable	0.25	0.25	0.25	0.25	0.25	0.25
		55,581.14	57,444.40	64,539.73	55,581.14	64,539.73	61,819.60
4	Segment Liabilities						
	[a] Textiles	105,846.96	106,013.58	40,677.00	105,846.96	40,677.00	106,016.49
	[b] Garment	30,412.32	30,384.49	13,689.83	30,412.32	13,689.83	30,309.06
	[c] Other unallocable	11,368.51	10,632.87	10,172.90	11,368.51	10,172.90	10,155.77
		147,627.79	147,030.94	64,539.73	147,627.79	64,539.73	146,481.31



Charu Desai

Note to financial Results:

- 1a. On September 29, 2017 the Hon'ble National Company Law Tribunal ("NCLT") had admitted the petition under Section 7 of the Insolvency Bankruptcy Code, 2016 ("IBC") for initiating the corporate insolvency resolution process ("CIRP") of the Company and Mrs. Charu Desai was appointed as the interim resolution professional ("IRP") of the Company. Pursuant to the said order, in terms of Section 17 of the IBC, the powers of the Board of Directors of the Company stood suspended, and such powers and the management of the Company vested with the IRP. Subsequently, Mrs. Charu Desai was confirmed as the as the Resolution Professional ("RP") of the Company by the Committee of Creditors ("CoC").
- 1b. Vide order dated November 30, 2018 ("Resolution Plan Approval Order"), the Hon'ble NCLT approved the Resolution Plan submitted for the Company by Formation Textiles LLC ("Resolution Applicant"). Subsequently, as per Board meeting held on January 31, 2019, the Resolution Applicant took over the management / control of the affairs of the Company.
- 1c. However, after taking over the management/control of the Company, the Resolution Applicant filed an application dated June 13, 2019 before the Hon'ble NCLT, inter alia, seeking leave for making certain revisions/modifications in the approved Resolution Plan ("RA Application").
- 1d. Further, an application was filed by Bank of Baroda on behalf of the CoC, before the Hon'ble NCLT on June 26, 2019, inter alia seeking directions to the Resolution Applicant to comply with the plan or as an interim relief hand over possession of the Corporate Debtor, with the aim of reviving the Company as a going concern and to prevent further deterioration to the business of the Company.
- 1e. Subsequently, the Resolution Applicant filed an amendment application in the Resolution Applicant Application, seeking directions for setting aside the NCLT order approving the resolution plan. The Resolution Applicant also informed the Hon'ble NCLT that it had no objection to handover of the possession of the Corporate Debtor back to the CoC without prejudice to the rights and contentions.
- 1f. On December 5, 2019, the Hon'ble NCLT noted that while a separate hearing was required to decide the merits of the application, as an interim measure, directed that the CIRP of the Corporate Debtor to be restored and thereafter, the possession of the Corporate Debtor be handed over to the Committee of Creditors and the erstwhile Resolution Professional.
- 1g. Accordingly, at a meeting of the CoC held on January 8, 2020 the Resolution Applicant handed over the possession of the Company to the CoC, which in turn handed it over to Mrs. Charu Desai, the Resolution Professional of the Company. As per the relevant provisions of the IBC, the powers of the Board of Directors of the Company therefore stand suspended and such powers and the management of the affairs of the Company vest with the Resolution Professional.
- 1h. Further, vide order dated February 5, 2020, the Hon'ble NCLT allowed the Resolution Professional to invite fresh resolution plans from prospective resolution applicants by providing an additional period of 70 days to undertake the process. In view of the restoration of CIRP of the Company, the financial statements are presented on a "going concern" basis.



- 1i. On March 23, 2020, a nationwide lockdown was declared due to sudden outbreak of Covid-19 pandemic. Insolvency and Bankruptcy Board of India ("IBBI"), vide its notification dated March 29, 2020, has brought an amendment to the provisions of the Insolvency and Bankruptcy Code, wherein period of lockdown imposed by Central Government in wake of Covid-19 outbreak shall not be counted for the purpose of timeline for any activity that could not be completed due to the lockdown, in relation to a CIRP. Further, on March 30, 2020, the National Company Law Appellate Tribunal, New Delhi ("NCLAT") took suo-moto cognizance of hardships faced by resolution professionals to conduct the CIRP of the corporate debtors amid Covid-19 concerns. The Hon'ble NCLAT ordered that the period of lockdown ordered by Central Government and State Governments shall be excluded from the period for completing the CIRP of a corporate debtor prescribed under Section 12 of the Code. Hence the period of 70 days to undertake the sale process was extended till the lockdown continued.

On 10th September 2020, the Resolution Professional received one resolution plan for the Corporate Debtor. Subsequently, after various rounds of negotiations and discussions, Resolution Applicant submitted revised final resolution plan to the Resolution Professional on 9th December 2020 (with an addendum issued by the Resolution Applicant on 11th December 2020), which was put to vote by the CoC. Pursuant to the voting held from 9th - 31st December 2020, the CoC approved the resolution plan with requisite majority. On 6th January 2021, the Resolution Professional filed the application under Section 30(6) read with Section 31(1) of the Code read with Regulation 39(4) of the CIRP Regulations for approval of the Successful Resolution Plan by Hon'ble NCLT, Mumbai bench and the same is pending final order.

2. The above financial result have been prepared 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 read with the relevant rules issued thereunder and other accounting principles generally accepted in India and has been approved by the Company Management (refer to note 1g and 11).
3. The above financial results for the quarter and nine months ended December 31, 2020 which have been approved by the Company Management (refer to note 1g and 11) and are subjected to limited review by the statutory auditors of the Company, in terms of Regulations 33 of the SEBI (listing obligations and disclosures requirements.) Regulation 2015 as amended. Their limited review does not have any qualification / modification.
4. The erstwhile Resolution Applicant had filed an application in the Hon'ble NCLT seeking directions for setting aside the NCLT order approving the resolution plan. Since the matter sub-judice, the accounting impact of the November 30, 2018 order approving the Resolution Plan has not been given in the books of accounts other than reduction of the equity Shares of the Company which have been reduced to 1/10th and any fractional Equity Share have been rounded to 1 Equity Share on 31st May, 2019. Accordingly, the no. of equity share reduced from 3,31,23,913 to 33,14,295 and equity Share Capital reduced from Rs.33,12,39,130 to Rs.3,31,42,950/-. An amount of Rs.29,80,96,180/- has been transferred to Capital Reserve.

The same was given effect, keeping in view, that by the time the erstwhile Resolution Applicant had filed application for setting aside the Resolution Plan, the process for reduction of the equity share capital of the Company as per terms of the Resolution plan had already been completed.

5. The Company has stopped providing interest on borrowings from lenders/banks from April 1,2018 pending final resolution of the matter in Hon'ble NCLT.
- 6a. An amount of Rs. 5,000 lac was received on July 11, 2018 from the erstwhile Resolution Applicant, Formation Textiles LLC in lieu of performance bank guarantee as part of the CIRP in terms of the process memorandum and later on November 6, 2018 the funds were transferred to a fixed deposit with Bank of Baroda. Further on December 24, 2019 the CoC, citing the Resolution Applicant's failure to implement the Resolution Plan, invoked the Performance Guarantee and forfeited the amount and distributed the proceeds to all lenders. However, since the Company has received the fund as a conduit, the Company has presented the amount forfeited by the CoC as reduction from the Rs.5,000 lac received from the Resolution Applicant.



- 6b. However, Rs. 500 lac of Earnest Money Deposit given by the Resolution Applicant as per terms of the process memorandum in the form of a Bank Guarantee was also encashed by Bank of Baroda upon its expiry in 2018 and is shown under current liabilities. *Further the funds are parked in fixed deposits with Bank of Baroda.* Further the infusion of Rs.3,799.01 lac by the erstwhile Resolution Applicant toward share application money has also been shown under current liabilities and these funds are kept in escrow account with Bank of Baroda.

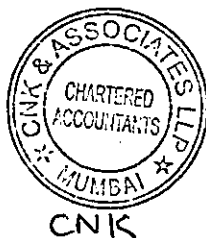
The erstwhile Resolution Applicant has filed additional application praying the NCLT to refund Rs.9,299.01 lac deposited in the Company towards the resolution plan along with interest. The NCLT is still to hear on this additional application moved by the Resolution Applicant. Till the NCLT gives its verdict, the treatment given in the books of accounts for the performance bank guarantee and EMD is subject to settlement by erstwhile Resolution Applicant and the CoC.

- 7a. The "Property, Plant & Equipment" includes land shown as Freehold land located at Dodballapur near Bengaluru. The said land was leased under a lease cum sales agreement dated June 23, 2008 with Karnataka Industrial Area Development Board ("KIADB") for 10 years and after Completion of 10 years the lessor was to sell the land to the Company. As per letter dated 14th May 2019, KIADB raised demand against the Company to deposit Rs. 76.63 lac towards cost difference of land and various other outstanding dues for transferring the said property in the name of the Company. The Company is in possession of a receipt which mentions that the said amount is already paid, however the Resolution Professional is still ascertaining the details of the said transaction.

Since the appointment of Resolution Professional post restoration, the Resolution Professional has written to KIADB regarding the status of pending formalities to be complied or amounts due to be paid to KIADB and sought support in completing the registration in the name of the Company. As on date no response has been received from the KIADB. Hence the Company has not accounted for the various amounts demanded by KIADB as per their letter dated May 14, 2019, due to uncertainty relating to the action that the erstwhile Resolution Applicant may have taken in regard to the demand notice referred to above. As the said amount is not paid from the company's bank accounts and as there is uncertainty involved relating to the said payment, till the time the response is received from KIADB the company has not accounted for the said payment in the books and the effect will be given based on the response received from KIADB. Pending outcome of the said demand, the company has disclosed the same as a contingent liability.

The Company continues to disclose the said property in the financial statement as free hold land. The Company had also entered into a Memorandum of Understanding ("MoU") with Bombay Rayon Fashions Limited ("BRFL") for sale of the above referred property once the title is transferred in the name of the Company and had received the Deposit of Rs. 2.25 crore as sale consideration in 2010. The said amount is reflected as Deposit under other long - term liabilities.

- 7b. A Factory Building located at Sewri -Mumbai, for an amount Rs.1475.45 lac was capitalized in the Financial Year 2007-2008, the WDV of the said property as on December 31, 2020 is Rs. 847.29 lac. For the said property, no title deeds or documents are available in the Company records. However, the property remains in the physical possession of the Company.



8. Impact of the COVID-19 Pandemic on the Business:

The lockdown and restrictions due to COVID -19 Pandemic have posed various challenges to the operations and business of the Company. The Company's manufacturing facilities at all locations and offices remained shut down from March 23, 2020, Company has partially resumed its manufacturing operation in some of its units in April (Bangalore) and May (Tarapur) after taking all the necessary precautions on safety of its employees and other parameters as stipulated in the government directives.

Considering that the situation is exceptional, unprecedented and is changing dynamically, the Company is not in position to gauge with certainty, the future impact on its operations. The profitability during the financial year 20-21 will be affected. In view of the prevailing uncertainty, the full extent of the impact of COVID -19 pandemic on the financials of the Company cannot be accurately ascertained at this juncture. The Company is making Continuous efforts to adapt to the changing business environment & respond Suitably to fulfil the needs of its Customers and there by considerably reduce the impact due to COVID-19. Based on the assessment done by the management, the Company, does not see any immediate impairment requirement for any assets due to the pandemic. There are several signs of economy opening up again and as the demand for the product have resumed, the Company is positioned to fulfil its obligations and existing Contracts/arrangements.

9. Contingent liability not provided for:

- Following are the other contingent liabilities with various statutory authorities:

Authority	YEAR	TAX DEMAND (Rs in lac)	STATUS
Income Tax	FY 2016-17	3,587.33	CIT(A)
VAT (Maharashtra)	FY 2011-12	VAT - 0.39	Writ petition filed with Bombay High Court.
	FY 2012-13	VAT - 0.63	
	FY 2014-15	VAT - 2,433.46 CST - 2,277.99	
	FY 2015-16	VAT - 1,364.21 CST - 1,086.47	
VAT (Delhi)	FY 2014-15	16.86	
VAT (Punjab)	FY 2013-14	58.00	
Income Tax (TDS)	Various years	53.65	ITD - TDS circle Mumbai
Excise	FY 2001-03	290.58	CESTAT

- The Company had taken benefit of Export Promotion Capital Goods (EPCG) Scheme under the Foreign Trade Policy to the tune of Rs.3,150.73 lac in the past against fulfillment of export obligations. Of these:
 - o Licenses amounting to Rs.440.64 lac are valid and continuing.
 - o Licenses amounting to Rs. 1,207.13 lac are eligible for extension upon the Company seeking approval from Directorate General of Foreign Trade (DGFT) authorities.
 - o licenses worth Rs. 1,502.96 lac which have expired and been provided during the period. Interest of approx. 3,039.66 lac and penalty which can be from one to three times the duty saved of non-fulfillment of obligation (if any) is disclosed as contingent liability pending determination, quantification and procedural compliances.
- Demand from Karnataka Industrial Area Development Board ("KIADB") amounting to Rs. 76.63 lac (refer note 7a)
- There is a Contingent liability in the form of Bank Guarantees of Rs 347.85 lac issued to MSEDCL/MCGM/MPCB as per the norms for continuation of services.



- The Company is in receipt of a show cause notice from Joint Commissioner of Customs (Export) as to why penalty u/s 114AA and/or 117 of the Customs Act, 1962 should not be imposed on them. However, the amount is not quantified in the notice. The Company management has filed a suitable reply to it and waiting for department response.
 - The Company has received notice from the Regulatory Authority for non-filing of statement relating to September 2020 due to no transaction with related party as the Company is under CIRP. The Company will be responding to the said notice issued and also filing the statement at the earliest.
 - The Company has not filed the Cost Audit Report from FY 2017-18 to FY 2019-20 due to lack of sufficient data and manpower. Due to this non-compliance, the company could face a liability in form of penalty by the concerned Regulatory Authority
 - The Corporate Debtor before the demerger (vide order dated 29th March 2016) with The Mandhana Retail Ventures Limited (TMRVL) had taken VAT registration number for various states for TMRVL as it was part of retail arm of the Corporate Debtor. The address for these VAT registration numbers were linked to mall addresses rented by TMRVL. However, post Demerger the said VAT registration numbers remained in the name of the Corporate Debtor with communication address of TRMVL's rented malls. Hence, all notices of demand were sent to TMRVL's address and not to Corporate Debtor. In view of the same, there could be a possibility that TMRVL might have received VAT notices but failed to forward the same to Corporate Debtor.
 - Notice received under the Directions u/s 33A Water (Prevention & Control of Pollution) Act 1974 and u/s 31A of the Air (Prevention & Control of Pollution) Act, 1981 for Interim compensation for damage to environment caused due to pollution in Tarapur amounting to INR 14.62 lac
 - A notice is received for furnishing some information required for sales tax purpose involving fake input credits taken by an entity named Harsha Enterprises with whom the Corporate Debtor used to deal with during the period 2008 to 2013. The Resolution Professional has replied to the show cause notice stating that the transactions pertaining to the subject matter of the notice relate to the period prior to the commencement of CIRP of the Company, when the erstwhile management was in charge of the affairs of the Company. Currently, the Company is in the midst of a resolution process under the provisions of the IBC. The liability amount is still not ascertained.
 - During the current quarter, the company has received demand notice dated 24th November 2020 from M/s Marathon Nextgen Realty Limited towards outstanding License fees for the period April, 2020 to December, 2020 amounting to Rs. 104.21 lac along with interest of Rs.5.09 lac. The management has disputed the interest claim and hence the same is not provided in the books of accounts.
10. The Company has not appointed a full time Company Secretary within the time limit prescribed under the Companies Act, 2013. The Regulatory authority has issued a notice to the Company due to the non compliance. The Company has communicated to the said authority for the annulment of the notice citing change in management and financial crisis faced by it.
11. Mrs. Charu Desai in her capacity as Resolution Professional took control and custody of the management and operations of the Company from January 08, 2020. Since for the Financial Period period April 1, 2019 to January 07, 2020 the Company was under the previous management, the Resolution Professional has relied on the certifications, representations and statements made by the previous management for such period.
12. The Resolution Professional has filed an application with Hon'ble NCLT seeking clarification on the treatment of dues accrued during the tenure of the erstwhile Resolution Applicant i.e Formation Textile LLC (01st February 2019 to 04th December 2019). The same is pending for hearing.



13. The balance lying in bank balance, trade receivable, trade payable, loans and advances are subject to confirmation by concerned parties.
14. Previous period figures have been regrouped/rearranged, wherever necessary.

Date: February 13, 2021

Place: Mumbai

For GB GLOBAL LIMITED
(Formerly known as Mandhana Industries Limited)

Charu Desai



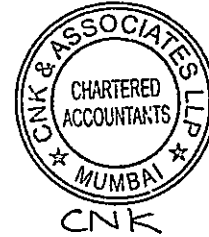
Charu Desai

Resolution Professional of GB Global Limited (Formerly known as Mandhana Industries Limited) vide NCLT Orders dated 29th September 2017 and 5th December 2019

E-mail Id: ipcharudesai@gmail.com

Registered Address: 2602, Fairfield A wing Lodha Luxuria, Majiwada Thane West, Thane- 400601

IBBI Registration No.: IBBI/IPA-001/IP-P00434/2017-2018/10757



Charu Desai has been granted a certificate of registration to act as an Insolvency Professional by the Insolvency and Bankruptcy Board of India, her Registration No. is IBBI/IPA-001/IP-P00434/2017-2018/10757. The affairs, business and property of GB Global Limited (Formerly Known as Mandhana Industries Limited) are being managed by the Resolution Professional who acts as an agent of GB Global only and without personal liability.

