

TIL Limited

CIN : L74999WB1974PLC041725

Registered Office:

1, Taratolla Road, Garden Reach
Kolkata-700 024

Ph : 6633-2000, 6633-2845

Fax : 2469-3731/2143

Website : www.tilindia.in

14th November, 2023

The Manager,
Listing Department
National Stock Exchange of India Ltd.,
Exchange Plaza, C-1, Block - G,
Bandra Kurla Complex, Bandra (E),
Mumbai 400 051

Stock Code: TIL

The Secretary,
Listing Department
Bombay Stock
Exchange Ltd.,
P.J. Towers,
Dalal Street, Fort,
Mumbai 400001.

Scrip Code: 505196

Dear Sir/Madam,

Re: Unaudited Financial Results of TIL Limited ('the Company') for second quarter and six months period ended on 30th September, 2023

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing herewith the Unaudited Financial Results (Standalone and Consolidated) of the Company together with the Limited Review Report issued by the Statutory Auditors of the Company for the second quarter and six months period ended on 30th September, 2023, of the financial year 2023-24, as approved by the Board of Directors of the Company at its Meeting held today, the 14th November, 2023.

Please note that the Board Meeting had commenced at 4.00 p.m. and concluded at 6.40 p.m.

Kindly take the above in your records.

Thanking you,

Yours faithfully,
For TIL LIMITED



SEKHAR BHATTACHARJEE
COMPANY SECRETARY

Encl. As above

Limited Review Report on the Quarterly Unaudited Standalone Financial Results of TIL Limited pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to
The Board of Directors
TIL Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of TIL Limited (the 'Company') for the quarter ended September 30, 2023 and year to date from April 1, 2023 to September 30, 2023 (the "Statement") attached herewith, 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 Regulation').
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" 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. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

4. We draw attention to the following matters:
 - (a) Note No. 3 of the accompanying statement for not carrying out fair valuation of interest free loans from the promoters/ promoter's group of companies and other lenders aggregating to Rs. 15958 lakhs as required under Ind AS-109 and its impact on financial results has not been ascertained by the management. In absence of fair valuation of above interest free loans, we are unable to determine its impact on the standalone financial results.
 - (b) Note No. 5 of the accompanying statement which states that the Company's net worth is negative and also exceed its current assets as at the 30th September 2023 which indicates material uncertainty that may cast doubt on the Company's ability to continue as a going concern. In view of the acute financial crisis faced by the Company, lenders declared the loan facilities granted to the Company as a Non-Performing Asset (NPA). However, the lenders have also extended 'Holding on Operations' to the Company through a 'Trust & Retention Account' opened with the Lead Bank of the Consortium namely, Bank of India ('BOI'). Further, the lead bank, namely Bank of India, had filed a petition under Section 7 of the IBC before the Hon'ble National Company Law Tribunal on 28th September 2022. Upon sanction of the OTS by the

sanctioning authority of BOI on 26th October 2023, the said petition filed under Section 7 of the IBC has been withdrawn by BOI on 7th November, 2023 through an Interim Application filed before the Hon'ble National Company Law Tribunal.

As stated above material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. However, in view of proposed investment by the investor and amended resolution plan together with sales order in hand, these standalone financial results have prepared on going concern basis by the management. The appropriateness of the assumption of going concern is dependent on successful outcome of proposed investment by the investor and amended resolution plan as stated above. Hence, we are unable to comment on whether the Company will be able to continue as Going Concern.

- (c) Note No. 8 of the accompanying statement regarding carry forward of Minimum Alternate Tax Credit of Rs. 3026 Lakhs as on September 30, 2023 (a component of deferred tax asset in the financial statements) which was accounted for in the earlier years. In the opinion of the management sufficient future taxable profit will be available against which these unused tax credits can be utilised within the stipulated period under the provisions of Income Tax Act 1961. However, we are unable to comment for utilisation of said MAT credit in absence of basis for reasonable certainty supported by convincing evidence.
- (d) Note No. 9 of the accompanying statement regarding Stock in Transit which includes materials valuing Rs. 3082 lakhs lying in Bonded Warehouse/ at Port as on September 30, 2023 which were imported in the earlier years. These inventories could not be released from the authorities due to non-payment of custom duty, other charges etc. and as explained, due to this confirmation could not been received. The management does not expect any material loss on account of any obsolescence in these said stocks due to passage of time and no provision is considered necessary. However, as these materials are lying for a considerable period of time and due to non-availability of its technical assessment, we are unable to comment whether any provision for obsolescence are required in this regard.
- (e) Note No. 11 of the accompanying statement regarding an enquiry by "Directorate of Revenue Intelligence & Enforcement" (DRI) which has been ongoing since June 2021 in respect to certain trading transactions and other matters related to earlier years and the Company has since complied with the requirements of the DRI. On 7th November, 2022, and 10th November, 2022, the Company received an Investigation report of DRI dated 20th July, 2022 from the GST Authority, together with certain demand intimations based on the Investigation report. These demand intimations were for FY 2019-20 and for FY 2020-21 for payment of tax / interest / penalty amounting to Rs. 928.90 Lakhs & Rs. 3,290.79 lakhs respectively under Section 74(5) of the GST Act; and a reply to such intimations had been filed by the Company on 17th January, 2023. Subsequently, on 24th March 2023, Show Cause Notice - DRC-01 for FY 2019-2020 was issued u/s. 74(1) of the CGST/WBGST Act, 2017 to the Company. A personal hearing was held on 06th April 2023, pursuant to which certain clarifications were submitted by the Company on 17th April 2023. Also, a reply to the Show Cause notice was submitted to the GST Authorities on 8th May 2023. On the same day, i.e. 8th May 2023, an Order was issued by the GST authorities for tax, interest, and penalty adding to Rs 958.97 Lakhs for FY 2019-20. The Company is of the view that the demand raised by GST authorities does not have merit and accordingly an appeal against this order has been filed on August 04, 2023 before the prescribed Appellate Authority as per the provisions under Sec 107 of the CGST Act. In view of this, no provision is considered necessary by the management.



- (f) Trade receivables, Advances to Suppliers, Trade Payable and Advances from customers amounting to Rs. 3001 lakhs, Rs. 1047 lakhs, Rs.14553 lakhs and Rs. 3350 lakhs respectively were outstanding as on September 30, 2023. The Company could not get necessary confirmations from the respective parties and due to no material subsequent movement in such balances, alternate procedure to verify those balances could also not be performed.

Further, the Company could not get confirmations for Loans from banks/financial institution/bodies corporate and bank guarantees issued by banks to extent of Rs. 1518 Lakhs and Rs. 91 lakhs respectively, lying outstanding as on 30th September, 2023.


Hence, we are unable to comment on the correctness of above figures and if any adjustments are required to the said balances as on September 30,2023 and related impact on these Standalone Financial Results.

The impact of above matters (a) to (f) on the accompanying standalone financial results is presently not ascertainable.

Qualified Conclusion

5. Based on our review conducted as above, except for the possible effects of our observations in paragraph 4 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 ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of the Listing Regulation, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Singhi & Co.
Chartered Accountants
Firm Registration No.302049E



(Girdhari Lal Choudhary)
Partner
Membership No. 052112



UDIN: 23052112BGXCLJ2739

Place: Kolkata
Date: November 14, 2023

TIL LIMITED

CIN : L74999WB1974PLC041725
 Regd. Office : 1, Taratolla Road, Garden Reach, Kolkata - 700024
 Phone : +91 33 6633 2000 / 2845, Fax : +91 33 2469 2143 / 3731
 Website : www.tilindia.in

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THREE MONTHS AND SIX MONTHS ENDED 30TH SEPTEMBER 2023

| Sl. No. | Particulars | ₹ in Lakhs except Earnings Per Share | | | | | |
|---------|---|--------------------------------------|----------------|---------------------|---------------------|---------------------|-----------------|
| | | Three months ended | | Six months ended | | Twelve months ended | |
| | | 30th September 2023 | 30th June 2023 | 30th September 2022 | 30th September 2023 | 30th September 2022 | 31st March 2023 |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1. | Revenue from Operations | 1,996 | 346 | 152 | 2342 | 1,687 | 4,383 |
| 2. | Other Income | 35 | 7 | 249 | 42 | 697 | 1,086 |
| I | Total Income (1+2) | 2,031 | 353 | 401 | 2384 | 2,384 | 5,469 |
| 3. | Expenses | | | | | | |
| a. | Cost of Materials Consumed | 1,651 | 286 | 302 | 1937 | 557 | 1,173 |
| b. | Purchases of Stock-in-Trade | 95 | 175 | 23 | 270 | 53 | 309 |
| c. | Changes in Inventories of Finished Goods, Stock-in-Trade and Work-in-Progress | (531) | (172) | (348) | (703) | 691 | 1,602 |
| d. | Employee Benefits Expense | 769 | 774 | 922 | 1543 | 1,986 | 3,673 |
| e. | Finance Costs | 901 | 943 | 945 | 1844 | 1,876 | 3,624 |
| f. | Depreciation and Amortization Expense | 173 | 197 | 235 | 370 | 468 | 895 |
| g. | Other Expenses | 1,160 | 1,091 | 577 | 2251 | 1,386 | 3,402 |
| II | Total Expenses | 4,218 | 3,294 | 2,656 | 7512 | 7,017 | 14,678 |
| 4. | Profit / (Loss) Before Exceptional Items and Tax (I-II) | (2,187) | (2,941) | (2,255) | (5,128) | (4,633) | (9,209) |
| 5. | Exceptional Items | - | 2,888 | - | 2888 | - | - |
| 6. | Profit / (Loss) Before Tax (4+5) | (2,187) | (53) | (2,255) | (2,240) | (4,633) | (9,209) |
| 7. | Tax Expenses | | | | | | |
| a. | Current Tax | - | - | - | - | - | - |
| b. | Income Tax relating to earlier years | - | - | - | - | - | - |
| c. | Deferred Tax | (159) | (148) | (101) | (307) | (157) | (381) |
| | Total Tax Expenses | (159) | (148) | (101) | (307) | (157) | (381) |
| 8. | Profit / (Loss) for the period / year (6-7) | (2,028) | 95 | (2,154) | (1,933) | (4,476) | (8,828) |
| 9. | Other Comprehensive Income | | | | | | |
| A. | (i) Items that will not be reclassified to profit or loss | (28) | (28) | (19) | (56) | (39) | (112) |
| | (ii) Income Tax relating to items that will not be reclassified to profit or loss | 10 | 10 | 7 | 20 | 14 | 39 |
| B. | (i) Items that will be reclassified to profit or loss | - | - | - | - | - | - |
| | (ii) Income Tax relating to items that will be reclassified to profit or loss | - | - | - | - | - | - |
| | Total Other Comprehensive Income | (18) | (18) | (12) | (36) | (25) | (73) |
| 10. | Total Comprehensive Income for the period / year (8+9) | (2,046) | 77 | (2,166) | (1,969) | (4,501) | (8,901) |
| 11. | Paid up Equity Share Capital (Face Value ₹ 10/- each) | 1,003 | 1,003 | 1,003 | 1,003 | 1,003 | 1,003 |
| 12. | Reserves (Other Equity) | | | | | | |
| 13. | Earnings Per Share (of ₹ 10/- each) - Basic and Diluted (#) | (20.22) | 0.95 | (21.48) | (19.27) | (44.62) | (30.210) |

See accompanying notes to the Financial Results

*Amount is below ₹ 50,000 (Rupees Fifty thousand)

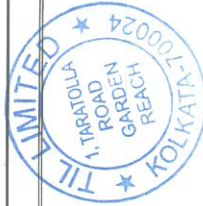
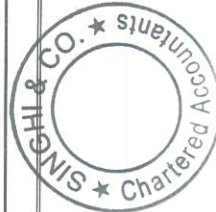
Figures for three months ended and six months ended are not annualized.



Standalone Statement of Assets and Liabilities

| | ₹ in Lakhs | |
|---|--|----------------------------------|
| | As at 30th September 2023 Unaudited | As at 31st March 2023 Audited |
| ASSETS | | |
| Non-Current Assets | | |
| (a) Property, Plant and Equipment | 9,237 | 9,589 |
| (b) Capital Work-In-Progress | 27 | 27 |
| (c) Right-of-use Assets | 994 | 1,011 |
| (d) Investment in Subsidiary | 74 | 74 |
| (e) Financial Assets | - | - |
| (f) Other Financial Assets | 37 | 148 |
| (g) Deferred Tax Asset (Net) | 4,195 | 3,868 |
| (h) Income Tax Assets (Net) | 740 | 704 |
| (i) Other Non-Current Assets | 78 | 29 |
| Total Non-Current Assets | 15,382 | 15,450 |
| Current Assets | | |
| (a) Inventories | 13,543 | 14,097 |
| (b) Financial Assets | 14 | 10 |
| (i) Investments | 3,001 | 3,019 |
| (ii) Trade Receivables | 380 | 100 |
| (iii) Cash and Cash Equivalents | 127 | 8 |
| (iv) Bank Balances other than (iii) above | 415 | 274 |
| (v) Others | 1,650 | 1,659 |
| (c) Other Current Assets | - | 419 |
| Asset Held for Sale | | |
| Total Current Assets | 19,130 | 19,586 |
| TOTAL ASSETS | 34,512 | 35,036 |
| EQUITY AND LIABILITIES | | |
| Equity | | |
| (a) Equity Share Capital | 1,003 | 1,003 |
| (b) Other Equity | (32,179) | (30,210) |
| Total Equity | (31,176) | (29,207) |
| Liabilities | | |
| Non-Current Liabilities | | |
| (a) Financial Liabilities | 15,158 | 15,159 |
| (i) Borrowings | 962 | 957 |
| (ii) Other Financial Liabilities | 509 | 503 |
| (b) Provisions | 16,629 | 16,619 |
| Total Non-Current Liabilities | 31,787 | 31,671 |
| Current Liabilities | | |
| (a) Financial Liabilities | 23,364 | 24,859 |
| (i) Borrowings | 95 | 94 |
| (ii) Lease Liabilities | 414 | 395 |
| (iii) Trade Payables | 14,139 | 12,147 |
| (b) Other Financial Liabilities | 3,346 | 2,512 |
| (c) Provisions | 7,613 | 7,529 |
| (d) Other Current Liabilities | 88 | 88 |
| Total Current Liabilities | 25,824 | 24,824 |
| Total Liabilities | 57,611 | 56,495 |
| TOTAL EQUITY AND LIABILITIES | 34,512 | 35,036 |

*Amount is below ₹ 50,000 (Rupees Fifty thousand)



Standalone Statement of Cash Flows for the Period Ended 30th September 2023

| Particulars | ₹ in Lakhs | | |
|--|-------------------------|-------------------------|---------|
| | Period Ended 30.09.2023 | Period Ended 30.09.2022 | |
| A | | | |
| Cash Flow from Operating Activities | | | |
| Profit / (Loss) Before Tax and Exceptional Items | (5,128) | 468 | (4,633) |
| Adjustments for: | | 1,876 | - |
| Depreciation and Amortization Expense | | - | - |
| Finance Costs | 370 | | 52 |
| Net (Gain) / Loss on Fair Valuation of Investments through Profit and Loss | 1,844 | | (590) |
| Unrealized Foreign Exchange (Gain) / Loss (Net) | (4) | | 579 |
| Provisions / Liabilities no longer required written back | (14) | | (12) |
| Bad and Doubtful Trade Receivables / Advances / Claims | (23) | | (3) |
| Interest Income | 694 | | |
| (Gain) / Loss on Modification / Termination on Lease Assets | - | | |
| Operating Profit before Working Capital Changes | 2,867 | 2,370 | |
| Changes in Working Capital | (2,261) | (2,263) | |
| Trade Receivables, Loans, Advances and Other Assets | | (328) | |
| Inventories | (866) | 1,078 | |
| Trade Payables, Other Liabilities and Provisions | 1,463 | 1,756 | |
| Cash Generated from Operations | 1,151 | 2,506 | |
| Income Tax (Paid) / Refund received (Net) | (1,110) | 243 | |
| Net Cash Flows from / (used in) Operating Activities (A) | (36) | (2) | |
| B | | | |
| Cash Flow from Investing Activities | | | |
| Sale of Property, Plant & Equipment | 3,307 | - | |
| Margin Money / Bank Deposits not considered as Cash and Cash Equivalents | (8) | 411 | |
| Interest Received | - | 12 | |
| Net Cash Flows from / (used) in Investing Activities (B) | 3,299 | 423 | |
| C | | | |
| Cash Flow from Financing Activities | | | |
| Repayment of Long Term Borrowings | (2,040) | - | |
| Proceeds from Long Term Borrowings | 73 | 91 | |
| Repayment of Lease Liabilities | - | (52) | |
| Proceeds from Short Term Borrowings (Net) | 471 | 241 | |
| Finance Costs Paid | (377) | (820) | |
| Net Cash Flows from / (used in) Financing Activities (C) | (1,873) | (540) | |
| Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C) | 280 | 124 | |
| Cash and Cash Equivalents at the beginning of the year | 100 | 7 | |
| Cash and Cash Equivalents at the end of the period | 380 | 131 | |
| Cash and Cash Equivalents comprises | | | |
| Cash in hand | * | 1 | |
| Balance with Banks | 380 | 130 | |
| | 380 | 131 | |

Note: The above Statement of Cash Flow has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.

*Amount is below ₹ 50,000 (Rupees Fifty thousand)



Notes:

- 1 The above Unaudited Standalone Financial Results, Balance Sheet and Cash Flows for six months ended 30th September 2023, drawn in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14th November 2023 at Kolkata and have been subjected to "Limited Review" by the Statutory Auditors of the Company.
- 2 In its Extraordinary General Meeting convened on 23rd December 2022, the Company had received Shareholders' Approval for the proposed strategic investment by issue of 74,96,592 (Seventy Four Lakh Ninety Six Thousand Five Hundred Ninety Two) equity shares of face value of Rs. 10 (Rupees Ten) per share at a price of INR 92.40 (Rupees Ninety Two and Forty Paise) per share through Preferential allotment in favour of Indocrest Solutions Private Limited pursuant to the provisions of Regulation 164A of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, and which is subject to approvals from appropriate authorities and lending institutions. Accordingly, the Stock Exchanges had also been informed under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.
- 3 Interest free loans from the promoters / promoter's group of companies and other lenders aggregating to Rs. 15,958 lakhs as on 30th September 2023 has been carried in the books at book value as against Fair Value as required under Ind AS-109 and its impact on standalone financial results has not been ascertained.
- 4 The Board of Directors of the Company, at its meeting held on 15th July 2023, has approved the amended resolution plan for One Time Settlement (OTS) with the lenders of the Company which is subject to approval by the competent authorities of all Lenders. As a part of the proposal, the Company has arranged the interim deposit amount directly by the proposed investor on 15th July 2023 to the Lenders through the Lead bank. Pending approval of the competent authorities of the all Lenders, no accounting adjustment has been made in these standalone results.
- 5 The Company's net worth is negative and the Company's current liabilities also exceed its current assets as at 30th September 2023 which indicates material uncertainty that may cast doubt on the Company's ability to continue as a going concern. In view of the acute financial crisis faced by the Company, lenders had declared the loan facilities granted to the Company as a Non-Performing Asset (NPA). However, the lenders have also extended 'Holding on Operations' to the Company through a 'Trust & Retention Account' opened with the Lead Bank of the Consortium namely, Bank of India (BOI). Further, the lead bank, namely Bank of India, has filed a petition under Section 7 of the IBC before the Hon'ble National Company Law Tribunal on 28th September 2022. Upon sanction of the OTS by the sanctioning authority of BOI on 26th October 2023, the said petition filed under Section 7 of the IBC has been withdrawn by BOI on 7th November, 2023 through an Interim Application filed before the Hon'ble National Company Law Tribunal.
- 6 In view of proposed investment by the investor and amended resolution plan together with sales order in hand, these standalone financial results have been prepared on going concern basis by the management.
- 7 The Fair Value of the Property, Plant & Equipment is higher than its carrying value as on 30th September 2023, based on evaluation by an external valuer in earlier years and in view of above, in the opinion of the management, no impairment provision is considered necessary.
- 8 Land & Building situated at Sahibabad, Uttar Pradesh was categorized as Asset Held for Sale during financial year 2022-2023 subsequent to possession of the property by the lender under the provisions of the SARFAESI Act, 2002. The said property has been disposed off during the quarter ended 30th June 2023 by the said lender and a net gain of Rs.2,888 lakhs has been disclosed as Exceptional Items.
- 9 The Company has carried forward Minimum Alternate Tax Credit of Rs. 3,026 Lakhs as on 30th September 2023 (a component of deferred tax asset in the financial statements) which was accounted for in the earlier years. In the opinion of the management sufficient future taxable profit will be available against which these unused tax credits can be utilized within the stipulated period under the provisions of Income Tax Act 1961.
- 10 Stock in Transit includes materials valuing Rs. 3,082 Lakhs lying in Bonded Warehouse / at Port as at 30th September 2023 which was imported in earlier years. These inventories could not be released from the authorities due to non-payment of custom duty, other charges etc. The management does not expect any material loss on account of any obsolescence in these said stocks due to passage of time and no provision is considered necessary.
- 11 As reported earlier, pursuant to a complaint lodged against the Company with the Securities and Exchange Board of India (SEBI) alleging various accounting misstatements in the Audited Financial Statements of the Company for the year ended 31st March 2021 and certain other matters, the "Corporation Finance Investigation Department" (CFID) of SEBI had sought information from the Company on various matters vide their letter dated 31st March 2022. Later, based on the management audit report of an independent firm of Chartered Accountants on the financial statements for the financial year 2019-20 & 2020-21 and based on an internal enquiry by the management, certain accounting adjustments were carried out during the quarter ended/year ended 31st March 2022 to rectify those accounting mistakes/ misstatements made in the books of accounts in the previous financial years. The Company received a letter from SEBI dated 22nd December 2022 seeking further information which has been replied by the Company on 9th January, 2023. Certain other clarifications and requests for historical data of the Company were sought by SEBI during February and March 2023, and these were duly provided. Subsequently a Notice has been received from the Adjudicating Officer, SEBI bearing Ref. SEBI/EAD-1/ISKSLD/24833/1/2023 dated 16th June 2023 addressed to the Company and three (3) other Noticees and the same has been replied by the Company on 24th July, 2023.
- 12 As reported earlier, an enquiry by "Directorate of Revenue Intelligence & Enforcement" (DRI) has been ongoing since June 2021 in respect to certain trading transactions and other matters related to earlier years and the Company has since complied with the requirements of the DRI. On 7th November 2022, and 10th November 2022, the Company received an Investigation report of DRI dated 20th July 2022 from the GST Authority, together with certain demand intimations based on the Investigation report. These demand intimations were for FY 2019-20 and for FY 2020-21 for payment of tax / interest / penalty amounting to Rs. 928.80 Lakhs & Rs. 3,290.79 lakhs respectively under Section 74(5) of the GST Act; and a reply to such intimations had been filed by the Company on 17th January 2023. Subsequently, on 24th March 2023, Show Cause Notice - DRC-01 for FY 2019-2020 was issued u/s. 74(1) of the CGST/WDGST Act, 2017 to the Company. A personal hearing was held on 6th April 2023, pursuant to which certain clarifications were submitted by the Company on 17th April 2023. Also, a reply to the Show Cause notice was submitted to the GST Authorities on 8th May 2023. On the same day, i.e. 8th May 2023, an Order was issued by the GST authorities for tax, interest, and penalty adding to Rs 958.97 Lakhs for FY 2019-20. The Company is of the view that the demand raised by GST authorities does not have merit and accordingly an appeal against this order has been filed on 4th August 2023 before the prescribed Appellate Authority as per the provisions under Sec 107 of the CGST Act.
- 13 The Operating Segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM). The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors. The operations of the Company pertain only to Material Handling Solution (i.e. manufacturing of various Material Handling Equipment namely Mobile Cranes, Port Equipment, Self-Loading Truck Cranes, Road Construction Equipment etc. and dealing in spares and providing services to related equipment). Further the Company's principal geographical area is within India. Accordingly, the Company has only one reportable operating segment.
- 14 Figures for the previous periods / year have been regrouped / reclassified wherever necessary to conform to current period's classification.

Registered Office :
1, Taratolla Road,
Garden Reach
Kolkata 700 024.
Date : 14th November 2023



For TIL LIMITED

Manju Mazumder

Manju Mazumder
Director

Limited Review Report on the Quarterly Unaudited Consolidated Financial Results of TIL Limited pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to
The Board of Directors
TIL Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of TIL Limited ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as the 'Group') for the quarter ended September 30, 2023 and year to date from April 1, 2023 to September 30, 2023 (the "Statement") attached herewith, being submitted by the Parent Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulation').
2. This Statement, which is the responsibility of the Parent Company's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" 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. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the financial results of the Parent and the following entity:

| Name of the Entity | Relationship |
|--------------------------|-------------------------|
| TIL Overseas Pte Limited | Wholly Owned Subsidiary |



Basis for Qualified Conclusion

5. We draw attention to the following matters:

- (a) Note No. 3 of the accompanying statement for not carrying out fair valuation of interest free loans from the promoters/ promoter's group of companies and other lenders aggregating to Rs. 15958 lakhs by the Parent Company as required under Ind AS-109 and its impact on financial results has not been ascertained by the management. In absence of fair valuation of above interest free loans, we are unable to determine its impact on the consolidated financial results.
- (b) Note No. 5 of the accompanying statement which states that the Parent Company's net worth is negative and also exceed its current assets as at the 30th September 2023 which indicates material uncertainty that may cast doubt on the Parent Company's ability to continue as a going concern. In view of the acute financial crisis faced by the Parent Company, lenders declared the loan facilities granted to the Parent Company as a Non-Performing Asset (NPA). However, the lenders have also extended 'Holding on Operations' to the Parent Company through a 'Trust & Retention Account' opened with the Lead Bank of the Consortium namely, Bank of India ('BOI'). Further, the lead bank, namely Bank of India, had filed a petition under Section 7 of the IBC before the Hon'ble National Company Law Tribunal on 28th September 2022. Upon sanction of the OTS by the sanctioning authority of BOI on 26th October 2023, the said petition filed under Section 7 of the IBC has been withdrawn by BOI on 7th November, 2023 through an Interim Application filed before the Hon'ble National Company Law Tribunal.

As stated above material uncertainty exists that may cast significant doubt on the Parent Company's ability to continue as a going concern. However, in view of proposed investment by the investor and amended resolution plan together with sales order in hand, these consolidated financial results have prepared on going concern basis by the management. The appropriateness of the assumption of going concern is dependent on successful outcome of proposed investment by the investor and amended resolution plan as stated above. Hence, we are unable to comment on whether the Parent Company will be able to continue as Going Concern.

- (c) Note No.8 of the accompanying statement regarding carry forward of Minimum Alternate Tax Credit of Rs. 3026 Lakhs as on September 30, 2023 (a component of deferred tax asset in the financial statements) which was accounted for in the earlier years. In the opinion of the management sufficient future taxable profit will be available against which these unused tax credits can be utilised within the stipulated period under the provisions of Income Tax Act 1961. However, we are unable to comment for utilisation of said MAT credit in absence of basis for reasonable certainty supported by convincing evidence.
- (d) Note No. 9 of the accompanying statement regarding Stock in Transit which includes materials valuing Rs. 3082 lakhs lying in Bonded Warehouse/ at Port as on September 30, 2023 which were imported in earlier years. These inventories could not be released from the authorities due to non-payment of custom duty, other charges etc. and as explained, due to this confirmation could not been received. The management of the Parent Company does not expect any material loss on account of any obsolescence in these said stocks due to passage of time and no provision is considered necessary. However, as these materials are lying for a considerable period of time and due to non-availability of its technical assessment, we are unable to comment whether any provision for obsolescence are required in this regard.



(e) Note No. 11 of the accompanying statement regarding an enquiry by "Directorate of Revenue Intelligence & Enforcement" (DRI) which has been ongoing since June 2021 in respect to certain trading transactions and other matters related to earlier years and the Parent Company has since complied with the requirements of the DRI. On 7th November, 2022, and 10th November, 2022, the Parent Company received an Investigation report of DRI dated 20th July, 2022 from the GST Authority, together with certain demand intimations based on the Investigation report. These demand intimations were for FY 2019-20 and for FY 2020-21 for payment of tax / interest / penalty amounting to Rs. 928.90 Lakhs & Rs. 3,290.79 lakhs respectively under Section 74(5) of the GST Act; and a reply to such intimations had been filed by the Parent Company on 17th January, 2023. Subsequently, on 24th March 2023, Show Cause Notice - DRC-01 for FY 2019-2020 was issued u/s. 74(1) of the CGST/WBGST Act, 2017 to the Parent Company. A personal hearing was held on 06th April 2023, pursuant to which certain clarifications were submitted by the Parent Company on 17th April 2023. Also, a reply to the Show Cause notice was submitted to the GST Authorities on 8th May 2023. On the same day, i.e 8th May 2023, an Order was issued by the GST authorities for tax, interest, and penalty adding to Rs 958.97 Lakhs for FY 2019-20. The Parent Company is of the view that the demand raised by GST authorities does not have merit and accordingly an appeal against this order has been filed on August 04, 2023 before the prescribed Appellate Authority as per the provisions under Sec 107 of the CGST Act. In view of this, no provision is considered necessary by the management.

(f) Trade receivables, Advances to Suppliers, Trade Payable and Advances from customers amounting to Rs. 3001 lakhs, Rs. 1047 lakhs, Rs.14553 lakhs and Rs. 3350 lakhs respectively were outstanding as on September 30, 2023. The Parent Company could not get necessary confirmations from the respective parties and due to no material subsequent movement in such balances, alternate procedure to verify those balances could also not be performed.

Further, the Parent Company could not get confirmations for Loans from banks/financial institution/bodies corporate and bank guarantees issued by banks to extent of Rs. 1518 Lakhs and Rs. 91 lakhs respectively, lying outstanding as on 30th September, 2023.

Hence, we are unable to comment on the correctness of above figures and if any adjustments are required to the said balances as on September 30,2023 and related impact on these Consolidated Financial Results.

The impact of above matters (a) to (f) on the accompanying consolidated financial results is presently not ascertainable.

Qualified Conclusion

6. Based on our review conducted as above and based on the consideration of the management certified financial information / financial results in case of the wholly owned subsidiary referred to in paragraph 7 below, except for the possible effects of our observations in paragraph 5 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 ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of the Listing Regulation, including the manner in which it is to be disclosed, or that it contains any material misstatement.



Other Matters

7. The consolidated unaudited financial results include the interim financial information / financial results of one ("1") wholly owned foreign subsidiary which have not been reviewed by their auditors and have been certified by their management, whose interim financial information / financial results reflect total assets of Rs. 75 lakhs and net assets of Rs. 70 lakhs as at September 30, 2023, revenues of Rs. Nil and Nil, total net profit after tax of Rs. (-)7 Lakhs and (-)7 lakhs, total comprehensive income of Rs. (-)6 lakhs and Rs. (-)5 lakhs for the three months and six months ended on September 30, 2023 respectively and net cash inflows of Rs. 22 lakhs for the six months ended on September 30, 2023, as considered in the unaudited consolidated financial results. According to the information and explanations given to us by the management, these interim financial information / financial results are not material to the Group.

Our conclusion is not modified in respect to the above matter.

For Singhi & Co.
Chartered Accountants
Firm Registration No.302049E



(Giridhari Lal Choudhary)
Partner
Membership No. 052112



UDIN: 23052112BGXCLK4293

Place: Kolkata

Date: November 14, 2023

TIL LIMITED

CIN : L74999WB1974PLC041725
Regd. Office : 1, Taratolla Road, Garden Reach, Kolkata - 700024
Phone : +91 33 6633 2000 / 2845. Fax : +91 33 2469 2143 / 3731
Website : www.tilindia.in

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THREE MONTHS AND SIX MONTHS ENDED 30TH SEPTEMBER 2023

| Sl. No. | Particulars | Three months ended | | | Six months ended | | | ₹ in Lakhs except Earnings Per Share | |
|----------------------------------|---|---------------------|-----------|----------------|------------------|---------------------|-----------|--------------------------------------|---------|
| | | 30th September 2023 | | 30th June 2023 | | 30th September 2022 | | Twelve months ended 31st March 2023 | |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1. | Revenue from Operations | 1,996 | 346 | 152 | 2,342 | 1,687 | 4,383 | | |
| 2. | Other Income | 37 | 7 | 248 | 44 | 700 | 670 | | |
| I | Total Income (1+2) | 2,033 | 353 | 400 | 2,386 | 2,387 | 5,053 | | |
| 3. | Expenses | | | | | | | | |
| a. | Cost of Materials Consumed | 1,651 | 286 | 302 | 1,937 | 557 | 1,173 | | |
| b. | Purchases of Stock-In-Trade | 95 | 175 | 23 | 270 | 53 | 309 | | |
| c. | Changes in Inventories of Finished Goods, Stock-In-Trade and Work-In-Progress | (531) | (171) | (347) | (702) | 692 | 1,604 | | |
| d. | Employee Benefits Expense | 769 | 774 | 922 | 1,543 | 1,986 | 3,673 | | |
| e. | Finance Costs | 901 | 943 | 945 | 1,844 | 1,876 | 3,624 | | |
| f. | Depreciation and Amortization Expense | 173 | 197 | 235 | 370 | 468 | 895 | | |
| g. | Other Expenses | 1,169 | 1,090 | 577 | 2,259 | 1,389 | 3,247 | | |
| II | Total Expenses | 4,227 | 3,294 | 2,657 | 7,521 | 7,021 | 14,525 | | |
| 4. | Profit from Continuing Operations Before Exceptional Items and Tax (I-II) | (2,194) | (2,941) | (2,257) | (5,135) | (4,634) | (9,472) | | |
| 5. | Exceptional Items | - | 2,888 | - | 2,888 | - | - | | |
| 6. | Profit / (Loss) Before Tax (4+5) | (2,194) | (53) | (2,257) | (2,247) | (4,634) | (9,472) | | |
| 7. | Tax Expenses | - | - | - | - | - | - | | |
| a. | Current Tax | - | - | - | - | - | - | | |
| b. | Income Tax relating to earlier years | (159) | (148) | (101) | (307) | (157) | (370) | | |
| c. | Deferred Tax | (159) | (148) | (101) | (307) | (157) | (370) | | |
| Total Tax Expenses | | (318) | (296) | (202) | (614) | (257) | (740) | | |
| 8. | Profit / (Loss) for the period / year (6-7) | (2,035) | 95 | (2,156) | (1,940) | (4,477) | (9,102) | | |
| 9. | Other Comprehensive Income | | | | | | | | |
| A. | (i) Items that will not be reclassified to profit or loss | (28) | (28) | (19) | (56) | (39) | (112) | | |
| B. | (ii) Income Tax relating to items that will not be reclassified to profit or loss | 10 | 10 | 7 | 20 | 14 | 39 | | |
| | (i) Items that will be reclassified to profit or loss | 1 | 1 | 18 | 2 | 42 | 37 | | |
| | (ii) Income Tax relating to items that will be reclassified to profit or loss | - | - | - | - | - | - | | |
| Total Other Comprehensive Income | | (17) | (17) | 6 | (34) | 17 | (36) | | |
| 10. | Total Comprehensive Income for the period / year (8+9) | (2,052) | 78 | (2,150) | (1,974) | (4,460) | (9,138) | | |
| 11. | Paid up Equity Share Capital (Face Value ₹ 10/- each) | 1,003 | 1,003 | 1,003 | 1,003 | 1,003 | 1,003 | | |
| 12. | Reserves (Other Equity) | (20,29) | 0.95 | (21.49) | (19.34) | (44.63) | (90.75) | | |
| 13. | Earnings Per Share (of ₹ 10/- each) - Basic and Diluted (#) | | | | | | | | |

See accompanying notes to the Financial Results

*Amount is below ₹ 50,000 (Rupees Fifty thousand)

Figures for three months ended and six months ended are not annualized.

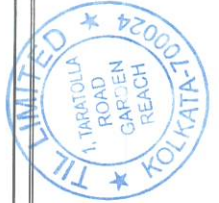


Consolidated Statement of Assets and Liabilities

₹ in Lakhs

| | As at 30th September 2023 Audited | As at 31st March 2023 Audited |
|--|---|-------------------------------------|
| ASSETS | | |
| Non-Current Assets | | |
| (a) Property, Plant and Equipment | 9,237 | 9,589 |
| (b) Capital Work-in-Progress | 27 | 27 |
| (c) Right-of-use Assets | 994 | 1,011 |
| (d) Financial Assets | | |
| (i) Investments | - | - |
| (ii) Others | 37 | 148 |
| (e) Deferred Tax Asset (Net) | 4,195 | 3,868 |
| (f) Income Tax Assets (Net) | 740 | 704 |
| (g) Other Non-Current Assets | 78 | 29 |
| Total Non-Current Assets | 15,308 | 15,376 |
| Current Assets | | |
| (a) Inventories | 13,513 | 14,068 |
| (b) Financial Assets | | |
| (i) Investments | 67 | 67 |
| (ii) Trade Receivables | 3,001 | 3,019 |
| (iii) Cash and Cash Equivalents | 402 | 132 |
| (iv) Bank Balances other than (ii) above | 127 | 8 |
| (v) Others | 415 | 274 |
| (c) Other Current Assets | 1,650 | 1,659 |
| Asset Held for Sale | * | 419 |
| Total Current Assets | 19,175 | 19,646 |
| TOTAL ASSETS | 34,483 | 35,022 |
| EQUITY AND LIABILITIES | | |
| Equity | | |
| (a) Equity Share Capital | 1,003 | 1,003 |
| (b) Other Equity | (32,213) | (30,239) |
| Total Equity | (31,210) | (29,236) |
| Liabilities | | |
| Non-Current Liabilities | | |
| (a) Financial Liabilities | | |
| (i) Borrowings | 15,158 | 15,159 |
| (ii) Lease Liabilities | 962 | 957 |
| (b) Provisions | 509 | 503 |
| Total Non-Current Liabilities | 15,629 | 16,619 |
| Current Liabilities | | |
| (a) Financial Liabilities | | |
| (i) Borrowings | 23,364 | 24,859 |
| (ii) Lease Liabilities | 95 | 94 |
| (iii) Trade Payables | 414 | 395 |
| (iv) Total outstanding dues of micro enterprises and small enterprises | 14,144 | 12,162 |
| (v) Total outstanding dues of Creditors other than micro enterprises and small enterprises | 3,346 | 2,512 |
| (b) Other Current Liabilities | 7,013 | 7,529 |
| (c) Provisions | 88 | 88 |
| Total Current Liabilities | 49,064 | 47,639 |
| Total Liabilities | 65,693 | 64,258 |
| TOTAL EQUITY AND LIABILITIES | 34,483 | 35,022 |

*Amount is below ₹ 50,000 (Rupees Fifty thousand)



Consolidated Statement of Cash Flows for the Period ended 30th September 2023

| Particulars | | Period Ended 30.09.2023 | Period Ended 30.09.2022 |
|--|--|-------------------------|-------------------------|
| A Cash Flow from Operating Activities | | | |
| Profit / (Loss) Before Tax and Exceptional Items | | (5,135) | (4,634) |
| Adjustments for: | | | |
| Depreciation and Amortization Expense | | 370 | 468 |
| Finance Costs | | 1,844 | 1,876 |
| Net (Gain) / Loss on Fair Valuation of Investments through Profit and Loss | | (5) | (2) |
| Unrealized Foreign Exchange (Gain) / Loss (Net) | | (14) | 52 |
| Provisions / Liabilities no longer required written back | | (23) | (590) |
| (Gain) / Loss on Sale of Investment | | - | (1) |
| Bad and Doubtful Trade Receivables / Advances / Claims | | 694 | 579 |
| Interest Income | | - | (12) |
| (Gain) / Loss on Modification / Termination on Lease Assets | | - | (3) |
| Other Non Cash Adjustment | | - | (6) |
| Operating Profit before Working Capital Changes | | 2,866 | 2,361 |
| Changes in Working Capital | | (2,269) | (2,273) |
| Trade Receivables, Loans, Advances and Other Assets | | (866) | (385) |
| Inventories | | 554 | 1,078 |
| Trade Payables, Other Liabilities and Provisions | | 1,455 | 1,751 |
| Cash Generated from Operations | | 1,143 | 2,444 |
| Income Tax Paid (Net) | | (1,126) | 171 |
| Net Cash Flows used in Operating Activities (A) | | (35) | (2) |
| B Cash Flow from Investing Activities | | | |
| Sale of Property, Plant & Equipment | | 3,307 | - |
| Margin Money / Bank Deposits not considered as Cash and Cash Equivalents | | (8) | 411 |
| Interest Received | | - | 12 |
| (Purchase) / Sale of Investments | | 6 | 29 |
| Proceeds on disposal of Discontinued Operations (Net) | | - | - |
| Net Cash Flows used in Investing Activities (B) | | 3,305 | 452 |
| C Cash Flow from Financing Activities | | | |
| Repayment of Long Term Borrowings | | (2,040) | - |
| Proceeds from Long Term Borrowings | | 73 | 91 |
| Repayment of Lease Liabilities | | - | (52) |
| Proceeds from Short Term Borrowings (Net) | | 471 | 241 |
| Finance Costs Paid | | (377) | (820) |
| Net Cash Flows from Financing Activities (C) | | (1,873) | (540) |
| Net Increase in Cash and Cash Equivalents (A+B+C) | | 270 | 81 |
| Cash and Cash Equivalents at the beginning of the year | | 132 | 97 |
| Effect for Foreign Exchange Fluctuation | | - | 13 |
| Cash and Cash Equivalents at the end of the period | | 402 | 191 |
| D Cash and Cash Equivalents comprises | | | |
| Cash in hand | | - | 1 |
| Balance with Banks | | 402 | 190 |
| | | 402 | 191 |

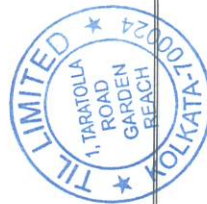
Note: The above Statement of Cash Flow has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.
*Amount is below ₹ 50,000 (Rupees Fifty thousand)



Notes:

- 1 The above Unaudited Consolidated Financial Results, Balance Sheet and Cash Flows for six months ended 30th September 2023, drawn in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 14th November 2023 at Kolkata and have been subjected to "Limited Review" by the Statutory Auditors of the Group.
- 2 In its Extraordinary General Meeting convened on 23rd December 2022, the Parent Company has received Shareholders' Approval for the proposed strategic investment by issue of 74,96,592 (Seventy Four Lakh Ninety Six Thousand Five Hundred Ninety Two) equity shares of face value of Rs. 10 (Rupees Ten) per share at a price of INR 92.40 (Rupees Ninety Two and Forty Paise) per share through Preferential allotment in favor of Indocrest Defence Solutions Private Limited pursuant to the provisions of Regulation 164A of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2019, and which is subject to approvals from appropriate authorities and lending institutions. Accordingly, the Stock Exchanges had also been informed under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.
- 3 Interest free loans from the promoters / promoter's group of companies and other lenders aggregating to Rs. 15,958 lakhs as on 30th September 2023 has been carried in the books at book value as against Fair Value as required under Ind AS-109 and its impact on consolidated financial results has not been ascertained.
- 4 The Board of Directors of the Parent Company, at its meeting held on 15th July 2023, has approved the amended resolution plan for One Time Settlement (OTS) with the lenders of the Parent Company which is subject to approval by the competent authorities of all Lenders. As a part of the proposal, the Company has arranged the interim deposit amount directly by the proposed investor on 15th July 2023 to the Lenders through the Lead bank. Pending such approval of the competent authorities of all Lenders, no accounting adjustment has been made in these results.
- 5 The Parent Company's net worth is negative and the Parent Company's current liabilities also exceed its current assets as at 30th September 2023 which indicates material uncertainty that may cast doubt on the Parent Company's ability to continue as a going concern.
In view of the acute financial crisis faced by the Parent Company, lenders had declared the loan facilities granted to the Parent Company as a Non-Performing Asset (NPA). However, the lenders have also extended 'Holding on Operations' to the Parent Company through a 'Trust & Retention Account' opened with the Lead Bank of the Consortium namely, Bank of India (BOI). Further, the lead bank, namely Bank of India, has filed a petition under Section 7 of the IBC before the Hon'ble National Company Law Tribunal on 28th September 2022. Upon sanction of the OTS by the sanctioning authority of BOI on 26th October 2023, the said petition filed under Section 7 of the IBC has been withdrawn by BOI on 7th November, 2023 through an Interim Application filed before the Hon'ble National Company Law Tribunal.
- In view of proposed investment by the investor and amended resolution plan together with sales order in hand, these financial results have been prepared on going concern basis by the management.
- 6 The Fair Value of the Property, Plant & Equipment is higher than its carrying value as on 30th September 2023, based on evaluation by an external valuer in earlier years and in view of above, in the opinion of the management, no impairment provision is considered necessary.
- 7 Land & Building situated at Sahibabad, Uttar Pradesh was categorized as Asset Held for Sale during financial year 2022-2023 subsequent to possession of the property by the lender under the provisions of the SARFAESI Act, 2002. The said property has been disposed off during the quarter ended 30th June 2023 by the said lender and a net gain of Rs.2,888 lakhs has been disclosed as Exceptional Items.
- 8 The Parent Company has carried forward Minimum Alternate Tax Credit of Rs. 3,026 Lakhs as on 30th September 2023 (a component of deferred tax asset in the financial statements) which was accounted for in the earlier years. In the opinion of the management sufficient future taxable profit will be available against which these unused tax credits can be utilized within the stipulated period under the provisions of Income Tax Act 1961.
- 9 Stock in Transit includes materials valuing Rs. 3,082 Lakhs lying in Bonded Warehouse / at Port as at 30th September 2023 which was imported in earlier years. These inventories could not be released from the authorities due to non-payment of custom duty, other charges etc. The management of the Parent Company does not expect any material loss on account of any obsolescence in these said stocks due to passage of time and no provision is considered necessary.
- 10 As reported earlier, pursuant to a complaint lodged against the Parent Company with the Securities and Exchange Board of India (SEBI) alleging various accounting misstatements in the Audited Financial Statements of the Parent Company for the year ended 31st March 2021 and certain other matters, the "Corporation Finance Investigation Department" (CFID) of SEBI had sought information from the Parent Company on various matters vide their letter dated 31st March 2022. Later, based on the management audit report of an independent firm of Chartered Accountants on the financial statements for the financial year 2019-20 & 2020-21 and based on an internal enquiry by the management, certain accounting adjustments were carried out during the quarter ended year ended 31st March 2022 to rectify those accounting mistakes/ misstatements made in the books of accounts in the previous financial years. The Parent Company received a letter from SEBI dated 22nd December 2022 seeking further information which has been replied by the Parent Company on 9th January, 2023. Certain other clarifications and requests for historical data of the Parent Company were sought by SEBI during February and March 2023, and these were duly provided. Subsequently a Notice has been received from the Adjudicating Officer, SEBI bearing Ref. SEBI/EAD-1/RSKSLD/24833/1/2023 dated 18th June 2023 addressed to the Parent Company & three (3) other Noticees and the same has been replied by the Parent Company on 24th July, 2023.
- 11 As reported earlier, an enquiry by "Directorate of Revenue Intelligence & Enforcement" (DRI) has been ongoing since June 2021 in respect to certain trading transactions and other matters related to earlier years and the Parent Company has since complied with the requirements of the DRI. On 7th November 2022, and 10th November 2022, the Parent Company received an investigation report of DRI dated 20th July 2022 from the GST Authority, together with certain demand intimations based on the investigation report. These demand intimations were for FY 2019-20 and for FY 2020-21 for payment of tax / interest / penalty amounting to Rs. 928.90 Lakhs & Rs. 3,290.79 lakhs respectively under Section 74(5) of the GST Act; and a reply to such intimations had been filed by the Parent Company on 17th January 2023. Subsequently, on 24th March 2023, Show Cause Notice - DRC-01 for FY 2019-2020 was issued to the Parent Company, 2017 to the Parent Company. A personal hearing was held on 6th April 2023 pursuant to which certain clarifications were submitted by the Parent Company on 17th April 2023. Also, a reply to the Show Cause Notice was submitted to the GST Authorities on 8th May 2023. On the same day, i.e. 8th May 2023, an Order was issued by the GST authorities for tax, interest, and penalty adding to Rs 958.97 Lakhs for FY 2019-20. The Parent Company is of the view that the demand raised by GST authorities does not have merit and accordingly an appeal against this order has been filed on 4th August 2023 before the prescribed Appellate Authority as per the provisions under Sec 107 of the CGST Act.
- 12 The Operating Segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM). The CODM, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors. The operations of the Parent Company pertain only to Material Handling Solution (i.e. manufacturing of various Material Handling Equipment namely Mobile Cranes, Port Equipment, Self-Loading Truck Cranes, Road Construction Equipment etc. and dealing in spares and providing services to related equipment). Further the Parent Company's principal geographical area is within India. Accordingly, the Parent Company has only one reportable operating segment.
- 13 Figures for the previous periods / year have been regrouped / reclassified wherever necessary to conform to current period's classification.

Registered Office :
1, Taratola Road,
Kolkata 700 024.
Date : 14th November 2023



for TIL LIMITED

Manju Mazumder
Director