



# Coventry Coil-o-Matic(Haryana)Ltd.

Regd.office: 87km NH-8, Vill. Salawas, P.O. Sangwari, Distt. Rewari-123 401 (Haryana)

Ref.: CCHL/2023-2024/

10<sup>th</sup> November 2023

Scrip Code and Name: **523415/COVEN COILOM**

**THE DEPARTMENT OF CORPORATE SERVICES,  
THE MUMBAI STOCK EXCHANGE,  
PHIROZE JEEJEEBHOY TOWERS,  
DALAL STREET,  
MUMBAI – 400 001**

**Sub : Unaudited Financial Results as on 30<sup>th</sup> September 2023**

Dear Sir,

As per requirement of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, kindly find enclosed herewith Un-audited Financial Results for the 2<sup>nd</sup> Quarter ended 30<sup>th</sup> September 2023 which were approved at the Meeting of Board of Directors held today on 10<sup>th</sup> November 2023 at 12.30 pm at the registered office of the Company.

Thanking you,

Yours faithfully,

For Coventry Coil-o-Matic (Haryana) Ltd.

(R. M. Bafna)  
Managing Director  
Compliance Officer

Encl. : As above

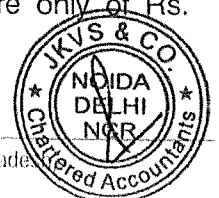
# **JKVS & CO.**

## **CHARTERED ACCOUNTANTS**

### **Independent Auditor's Review Report on Quarterly and Half Yearly Unaudited Financial Results Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, as amended**

**To the Board of Directors of Coventry Coil-O-Matic (Haryana) Limited**

1. We have reviewed the accompanying statement of unaudited financial results ("Statement") of Coventry Coil-O-Matic (Haryana) Limited ("the Company") for the quarter and half year ended September 30, 2023. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (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 statements are 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.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results read with notes therein prepared in all material respects in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement subject to:
  - i. Going Concern Assumption may no longer be appropriate- As the Company has incurred significant operating losses, negative operating cash flow, negative working capital, adjudication of legal process against the company for loan liability, Notice of Recovery Officer-II of DRT-1, Delhi for settling sale proclamation for the sale of the factory property (Refer Note 2(m)) and negative net worth indicating that going concern assumption is no longer be appropriate. However, the management is continuing with the operations, therefore the accounts have been prepared on basis of going concern assumption. Consequently, adjustment for amount of assets and classification of liabilities required to be recorded has not been carried out.
  - ii. Note No. (2 K) of the statement of unaudited Financial Result for demand pronounced by DRT-I on 18-01-2016 of Rs. 8449.39 Lakhs together with Simple interest of 13.5% P.A. from 14-05-2007 which amounts to Rs. 26,575.06 Lakhs as on 31st March'23 and Rs. 27,146.96 Lakhs till 30<sup>th</sup> September'23 (Gross Value before adjusting repayment through Cash and Land) related to liability of IFCI debt. Other liability of IDBI are yet to be ordered by Courts. Liability provided in the book against these are only of Rs. 393.59 lakhs, non-provision of Rs. 27,458.70 Lakhs.



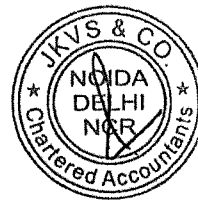
# J K V S & CO.

- iii. As per note 3 of the statement of unaudited Financial Result, the company had to give physical possession of a part of land comprising of approx. 10 acres whose approx. cost appearing in books is Rs. 12.02 Lakhs, to Alchemist Asset Reconstruction Company Ltd., assignees of IDBI & IFCI (Financial Institution) on 8th March 2013 as per the direction of Honourable Supreme Court who re-affirmed the interim orders of Honourable Punjab & Haryana High Court, Chandigarh of 9th August 2011. The land is sold by Alchemist Asset Reconstruction Company Ltd. at Rs. 1350 lakhs. The company is not made accounting entries on transfer of such lands and tax thereon if any.
- iv. Company have not worked out and provided for the Interest and penalty which will arise due to long outstanding of statutory dues and non-filing of statutory returns in time.
- v. Account Reconciliation/Confirmation in respect of certain accounts of Debtors and creditors have not been received and they are subject to confirmations and reconciliation.

Impact with respect to (i), (iii), (iv) and (v) above are presently not ascertainable and as such can not be commented upon by us.

Based on our review conducted as stated above, we report that based on the matters stated above, the accompanying statement of the Results, are not prepared in accordance with the recognition and measurement principal laid down in the applicable Indian Accounting Standard as prescribed under section 133 of the companies Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material mis-statement

Place: Delhi  
Date: November 10, 2023



For J K V S & Co.,  
Chartered Accountants  
Firm Registration No. 318086E

A handwritten signature in black ink, appearing to read "Sajal Goyal".

Sajal Goyal  
Partner  
Membership No. 523903  
UDIN: 23523903BGXGZS1812

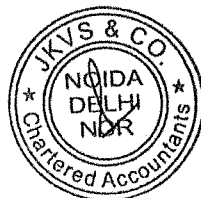
**COVENTRY COIL-O-MATIC (HARYANA) LIMITED**  
 Regd. office: Vill. Salawas, P.O. Sangwan, Distt. Rewari - 123401  
 Email: info@coilmatic.com Ph: 9856033299  
 CIN No. L74999HR1988PLC030370  
**Statement of Unaudited Financial Results**  
 For the Quarter and Half Year Ended 30th September, 2023

(Rupees in Lakhs)

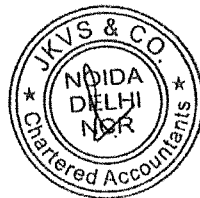
S.No.	PARTICULARS	Quarter Ended			Year Ended		
		3	3	3	6	6	12
	No. of Months	30-Sep-2023	30-Jun-2023	30-Sep-2022	30-Sep-2023	30-Sep-2022	31-Mar-2023
	Period Ending						
	Type	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Revenue from Operations	1,970.64	2,074.23	1,964.42	4,044.86	3,837.45	7,677.50
2	Other Income	2.51	-	5.46	2.51	5.46	7.64
3	<b>Total Income (1+2)</b>	<b>1,973.15</b>	<b>2,074.23</b>	<b>1,969.87</b>	<b>4,047.38</b>	<b>3,842.91</b>	<b>7,685.15</b>
4	<b>Expenses</b>						
a)	Cost of materials consumed	1,098.13	1,090.10	998.49	2,188.23	2,072.57	4,224.41
b)	Purchases of Stock-in-Trade	375.63	329.50	235.03	705.13	403.31	797.93
c)	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	(149.42)	7.40	40.90	(142.01)	36.46	(88.11)
d)	Employee benefits expenses	200.97	211.18	183.97	412.15	370.13	797.45
e)	Power & Fuel Consumed	133.02	119.41	103.16	262.42	216.98	407.79
f)	Finance costs	21.09	18.05	24.68	39.14	35.48	76.76
g)	Depreciation and amortization expenses	18.45	18.10	12.10	36.55	23.68	51.51
h)	Other Expenses	386.80	328.93	346.43	715.73	669.37	1,391.96
	<b>Total Expenses</b>	<b>2,084.66</b>	<b>2,122.68</b>	<b>1,944.76</b>	<b>4,207.34</b>	<b>3,829.98</b>	<b>7,659.68</b>
5	<b>Profit before Exceptional Items &amp; Tax (3-4)</b>	<b>(111.51)</b>	<b>(48.45)</b>	<b>45.12</b>	<b>(159.96)</b>	<b>12.92</b>	<b>25.46</b>
	Exceptional Items	-	-	-	-	-	-
6	<b>Profit before Tax</b>	<b>(111.51)</b>	<b>(48.45)</b>	<b>45.12</b>	<b>(159.96)</b>	<b>12.92</b>	<b>25.46</b>
7	<b>Tax Expense (Net)</b>						
a)	Current Tax	-	-	-	-	-	-
b)	Deferred Tax	-	-	-	-	-	-
8	<b>Net Profit for the period (6-7)</b>	<b>(111.51)</b>	<b>(48.45)</b>	<b>45.12</b>	<b>(159.96)</b>	<b>12.92</b>	<b>25.46</b>
9	<b>Other Comprehensive Income (OCI)</b>						
a)	Items that will not be reclassified to Profit or loss (Net of Tax)	-	-	-	-	-	0.89
b)	Items that will be reclassified to Profit or loss (Net of Tax)	-	-	-	-	-	-
10	<b>Total Comprehensive Income</b>	<b>(111.51)</b>	<b>(48.45)</b>	<b>45.12</b>	<b>(159.96)</b>	<b>12.92</b>	<b>26.35</b>
11	<b>Paid up Equity Share Capital (Face Value of the share Rs. 10/- each)</b>	<b>450.80</b>	<b>450.80</b>	<b>450.80</b>	<b>450.80</b>	<b>450.80</b>	<b>450.80</b>
12	<b>Earning Per Share of (before &amp; after extraordinary items)</b>						
	Rs 10 each (not annualised)						
a)	Basic (Rs.)	(2.47)	(1.07)	1.00	(3.55)	0.29	0.56
b)	Diluted (Rs.)	(2.47)	(1.07)	1.00	(3.55)	0.29	0.56



COVENTRY COIL-O-MATIC (HARYANA) LIMITED Regd office : Vill. Salawas, P.O. Sangwari, Distt Rewari - 123401 Email : info@coilomatic.com Ph. 9896033299 CIN. No. L74999HR1988PLC030370 Statement of Assets and Liabilities			
(Rs. In Lakhs)			
Sl. No.	Particulars	AS AT	AS AT
		30.09.2023 (Unaudited)	31.03.2023 (Audited)
<b>1</b>	<b>ASSETS</b>		
	<b>NON-CURRENT ASSETS</b>		
	(a) Property, Plant & Equipment	802.61	829.24
	(b) Capital work-in-progress	131.09	81.13
	(c) Intangible assets	12.97	12.97
		<b>946.68</b>	<b>923.35</b>
	(b) Financial Assets		
	(i) Other Non Current Financial Assets	59.32	59.32
	(c) Other Non-Current Assets	8.57	-
		<b>67.89</b>	<b>59.32</b>
<b>2</b>	<b>CURRENT ASSETS</b>		
	(a) Inventories	496.85	397.78
	(b) Financial Assets		
	(i) Trade Receivables	723.85	517.06
	(ii) Cash and Cash Equivalents	13.55	12.44
	(iii) Bank balances other than (ii) above	-	-
	(iv) Other Financial Assets	0.34	0.25
	(c) Other Current Assets	159.24	113.43
		<b>1,393.83</b>	<b>1,040.97</b>
	Non current assets classified as held for sale	-	10.64
	<b>TOTAL ASSETS</b>	<b>2,408.39</b>	<b>2,034.27</b>
	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
	(a) Equity Share Capital	450.80	450.80
	(b) Other Equity	(1,696.01)	(1,536.04)
		<b>(1,245.21)</b>	<b>(1,085.24)</b>
	<b>LIABILITIES</b>		
<b>1</b>	<b>NON-CURRENT LIABILITIES</b>		
	(a) Financial Liabilities:		
	(i) Borrowings	20.24	30.42
	(b) Provisions	268.70	253.92
		<b>288.94</b>	<b>284.35</b>
<b>2</b>	<b>CURRENT LIABILITIES</b>		
	(a) Financial Liabilities:		
	(i) Borrowings	946.77	600.13
	(ii) Trade Payables		
	Total outstanding dues of Micro & small enterprises	45.60	45.60
	Total outstanding dues of others	1,641.74	1,480.42
	(iii) Other Financial Liabilities	310.72	293.21
	(b) Other Current Liabilities	411.57	396.27
	(c) Provisions	8.25	19.53
		<b>3,364.65</b>	<b>2,835.17</b>
	<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>2,408.39</b>	<b>2,034.27</b>

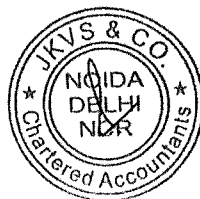


STATEMENT OF CASH FLOW			
(Rs. In Lakhs)			
Sl. No.	Particulars	For the period ended 30.09.2023	For the period ended 30.09.2022
		(Unaudited)	(Unaudited)
<b>A.</b>	<b>Cash flow from Operating Activities:</b>		
	Net Profit before tax	(159.96)	12.92
I.	Adjustments for:		
	Depreciation and Amortisation expenses	36.55	23.68
	Finance Costs	39.14	35.48
	Interest Income	(0.09)	(0.59)
	Provision for doubtful debts / loans & Advances	7.02	-
	Excess Liabilities, Credit Balances, Provisions etc. Written Back	(0.33)	(4.87)
	(Profit)/Loss on sale of Property , Plant & Equipment	(2.10)	3.83
	<b>Operating profit before working capital changes</b>	<b>(79.77)</b>	<b>70.46</b>
II.	Adjustments for changes in working capital :		
	(Increase)/ Decrease in Trade and other receivables	(255.53)	(239.55)
	(Increase) / Decrease in Inventories	(99.07)	92.03
	Increase/ (Decrease) in Trade and other payables	186.45	164.02
	<b>Cash generated from operations</b>	<b>(247.92)</b>	<b>86.96</b>
	Income Tax Paid	(4.08)	(2.62)
<b>B.</b>	<b>Net cash generated from/(used in) Operating Activities (A)</b>	<b>(252.00)</b>	<b>84.33</b>
	<b>Cash flow from Investing Activities:</b>		
	Purchases of Property, Plant and Equipments	(57.36)	(243.01)
	Interest Received	-	0.76
	Purchase of Fixed Deposits	-	(0.76)
	Proceeds from Sale of Property, Plant and Equipments	2.50	8.77
<b>C.</b>	<b>Net cash (used in)/generated from Investing Activities (B)</b>	<b>(54.86)</b>	<b>(234.24)</b>
	<b>Cash flow from financing activities:</b>		
	Net proceeds/(Repayment) of Long Term & Short Term Borrowings	336.46	173.96
	Finance Cost	(28.49)	(25.89)
	<b>Net cash generated from/(used in) Financing Activities (C)</b>	<b>307.97</b>	<b>148.07</b>
	<b>Net Increase/ (Decrease) In Cash and Cash equivalents (A+B+C)</b>	<b>1.11</b>	<b>(1.84)</b>
	Cash and Cash equivalents at the beginning of the year	12.44	27.41
	Cash and Cash equivalents at the end of the period	13.55	25.57
		<b>1.11</b>	<b>(1.84)</b>



Notes :-

1	The above results were reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on 10th November 2021. The Limited Review for the Quarter and half Year ended 30th September, 2023 has been carried out by the Statutory Auditors, as required under Regulation 33 of SEBI (LODR) Regulation, 2015 as amended.
2	Notes to Financial Statements for the Year ended 30th September, 2023
	<b>Secured loan:</b>
a	The Company is contesting in various Courts and Tribunals the exaggerated claims by the assignees of the various Term Loans availed between 1990 and 1992 from a consortium of 3 Financial Institutions (FIs) namely ICICI, IDBI and IFCI.
b	The Company availed Term Loans of Rs. 925.67 lakhs between 1990 and 1992 from the consortium, with ICICI as the lead Institution. However, the total amount so received was only Rs. 894.03 lakhs and the balance was adjusted against Interest payable. Due to recession in the market and accumulated losses which were partly occasioned by high interest rates and partly by time over-run and cost over-run, and despite best efforts of the promoters and the management, the Company turned into a sick company and was referred to the Board for Industrial and Financial Reconstruction (BIFR) vide Reference Case No. 197/97.
c	A Rehabilitation Scheme/Package formulated and agreed upon by all the FIs was approved by the BIFR on 27-12-1999 wherein the dues were freshly determined and fixed as Rs. 1178 lakhs to be paid by 31-03-2002.
	The Net Worth of the Company turned positive and after considering the Balance Sheet for the year ended on 31st March 2000, the BIFR closed the reference case on 04-10-2001.
d	As per the package, one of the sources of finance to repay the FIs was Working Capital facilities. Since the Company was under RBI's defaulters list, no banks were willing to extend the required working capital limits. This was duly brought to the notice of the BIFR. However, despite the best efforts, the Company could not arrange the working capital limits thereby leading to delayed repayments to the Financial Institutions.
e	In all, however, over the years, the Company made a total repayment of Rs. 1286.77 lakhs out of which Rs. 1101.89 lakhs was made under/after the BIFR Scheme to the consortium members. The major portion of this was paid to the lead institution, ICICI, as part of approval for the BIFR Rehabilitation Scheme/Package. As the Company did not have the details of amounts adjusted by and amongst members of the Consortium out of the various repayments made by it and since, ICICI had filed a winding-up petition in the High Court of Punjab & Haryana at Chandigarh on 08-10-2004 for recovery of Rs. 329.93 lakhs, the Company, after October 2005, preferred not to make any further payments to the FIs since the matter was sub-judice.
f	In 2005, the RBI released a Scheme / Guidelines for One-Time Settlement of loan accounts of Small and Medium Companies. Since the Company fulfilled the criteria for availing the benefits under the said Scheme, which is binding upon the Banks and FIs, the Company re-calculated the payments made under the said Scheme, and after adjusting the amounts already paid to the consortium members, the dues towards the consortium came out to be Rs. 2.62 lakhs only.
	The Company accordingly made an application under the OTS Scheme to the FIs before the deadline of end March 2006 and offered to pay the said amount of Rs. 2.62 lakhs.
g	However, the Financial Institutions did not settle the Company's matter under RBI's OTS Guidelines and demanded unreasonably high amounts.
	In the meanwhile, ICICI assigned its debts to Kotak Mahindra Bank Ltd. (KMBL) on 25-04-2005, and both IFCI and IDBI assigned their debts to Dhir & Dhir Asset Reconstruction and Securitisation Company Ltd. (now known as Alchemist Assets Reconstruction Company Ltd. (AARCL)) on 05-03-2008 for Rs. 304 lakhs and 12-08-2008 for Rs. 411.50 lakhs respectively.
	Thereafter, the assignees filed various Applications under section 19 of The Recovery of Debts Due to Banks and Financial Institutions Act, 1993 for recovery of debts as follows:
	• In DRT-II, New Delhi by KMBL on 23-01-2007 for recovery of Rs. 472.07 lakhs.
	• In DRT-1, New Delhi by AARCL on 11-12-2008 for recovery of Rs. 13370.26 lakhs for dues calculated on the IFCI debts.
	• In DRT-1, New Delhi by AARCL on 21-05-2012 for recovery of Rs. 9315.19 lakhs for dues calculated on the IDBI debts.
h	The Company has also filed counter claims of more than Rs. 50000 lakhs on both KMBL and AARCL.
	The final adjudication of the debt liability is yet to be completed by higher forums.
	AARCL (formerly D&DARSCL) also issued notice on 12-12-2008 under Section 13(2) of The Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act (SARFAESI), 2002 demanding an amount of Rs. 14446.60 lakhs against dues calculated on both IFCI and IDBI debts. With an application filed on 29-07-2009 u/s 14 of the SARFAESI Act with Dy. Commissioner, Rewari, they made an attempt to take possession of the Company's Assets. However, with timely actions, the Company obtained from the Hon'ble Punjab & Haryana High Court, Chandigarh Stay Order against any coercive action, if any, taken under SARFAESI Act for taking over the possession of the property in dispute.
i	The Hon'ble Punjab & Haryana High Court, Chandigarh had through interim orders dated 21-01-2011 and 11-03-2011 directed the Company to deposit a sum of Rs. 500 lakhs in the High Court, which the Company complied with.
	As per further directions of the Hon'ble High Court vide order dated 09-08-2011 the sum of Rs. 500 lakhs was appropriated as follows:
	• Rs. 300 lakhs to Alchemist Assets Reconstruction Company Ltd., and
	• Rs. 200 lakhs to Kotak Mahindra Bank Ltd.
	Apart from the aforesaid payment of Rs. 500 lakhs, the assignees were also given the liberty by Division Bench of Hon'ble Punjab & Haryana High Court to recover further sum of Rs. 1350 lakhs from the sale of the surplus land appurtenant to the factory premises, without prejudice to rights and contentions of the parties. This had further been re-affirmed by the Hon'ble Supreme Court with modifications vide Orders dated 07-05-2012, 30-07-2012 and 01-03-2013. As per the directions of the Hon'ble Supreme Court on 01-03-2013, the Company has given physical possession of a part of the property comprising of approx. 10 acres of land to Alchemist Assets Reconstruction Company Ltd. on 08-03-2013. The Appeals are pending adjudication before the Division Bench of Hon'ble Punjab & Haryana High Court.
	Since this was only an Interim Order and the amount is yet to be adjudicated, no provision for differential Interest has been made by the Company, nor has any effect been given in the Fixed Assets Schedule of the Accounts.
j	Also, in compliance to the directions given by Hon'ble Debts Recovery Appellate Tribunal, Delhi (DRAT), the Company deposited with the Debts Recovery Tribunal, Delhi (DRT-I) a sum of Rs. 51.81 lakhs, which was received from the District Revenue Officer-cum-Competent Authority, Rewari as land acquisition compensation for acquisition of approx. 0.69 acres of the Company's land for widening of the Delhi-Jalpur NH-8 Highway.
	As per the direction of the Recovery Officer (RO) of DRT-1, New Delhi vide order dated 27-10-2021, the aforesaid Rs.51.81 lakhs along with accrued interest has been released and paid to AARCL.



k	Final Arguments in Debts Recovery Tribunal-1, Delhi (DRT-I) for dues calculated on the IFCI debts is complete and pronouncement of the Order was made on 18-01-2016 for recovery of Rs. 8449.39 lakhs together with simple interest @ 13.5% p.a. The Company has filed an Appeal in the Appellate Court (DRAT) against this order, along with an Application for waiver of the pre-deposit. However, the application for waiver was dismissed by the DRAT on 12th October 2017 and consequently the appeal was dismissed by DRAT on 30th November 2017 on account of non-deposit of 75% of the amount ordered by DRT-I on 18-01-2016.
	The Company has filed a Writ Petition in the Hon'ble High Court, Delhi against the Dismissal Orders of the Appellate Court (DRAT) as the Company is of the view that the said Order as well as DRT's Order is not in accordance with the law and after applying the Reserve Bank of India One-Time Settlement (RBI OTS) Guidelines and after adjusting amounts already paid, physical possession of part property given and amount deposited with the DRT, the Company is of the opinion that nothing will be due and payable by the Company to the Lenders/ Assignees. On the contrary, amounts may become recoverable which claims have been filed by the Company.
l	In the meanwhile, the Appeal filed by the Company before the Commissioner, Gurgaon Div. has been allowed on 10-03-2016. Court has held that the Assignment Deed on the basis of which AARCL filed the case in DRT-I is under-stamped to the extent of about Rs. 500 lakhs Stamp Duty.
	Against this Order, Alchemist Asset Reconstruction Company Ltd. (AARC) had filed Writ Petition in the Punjab & Haryana High Court, Chandigarh who granted an interim stay on the Commissioner's Order till further arguments are heard for final decision.
m	Pursuant to DRT-1 Judgement / Recovery Certificate dated 18-01-2016, the Recovery Officer-II of DRT-1, Delhi in February 2019 served a Notice for selling sale proclamation for the sale of the Factory Property. The Company's lawyer pointed out to the RO on 08.02.2019 that the description / area of land mentioned in the Notice is wrong and also that the Company had filed an application before the RO for keeping the proceedings in abeyance till the application filed by the Company challenging RO's orders of attachment and sale is decided by the Hon'ble Punjab & Haryana High Court. The matter before the RO is pending because of COVID-19 pandemic.
n	As per Hon'ble Supreme Court order dated 7.5.2012, AARCL was supposed to share Rs.450 lakhs with KMBL out of the sale proceeds of 10.04 acres land of the Company. As AARCL failed to do so, KMBL filed Contempt Petition in Hon'ble Supreme Court which directed it to deposit Rs.450 lakh in the Court. Finally, Hon'ble Supreme Court disposed off the contempt petition on 23.9.2019 and released said Rs.450 lakhs alongwith accrued interest to KMBL. In view of the fact that KMBL received Rs.650 Lakhs (Rs.200 Lakhs out of deposit made by Company in Punjab & Haryana High Court and Rs.450 Lakhs out of sale of Company's excess land from Hon'ble Supreme Court's registry), KMBL and Coventry settled the pending matter OA 2/2007 and filed a joint application before DRT-2 Delhi in this regard, which then disposed off the matter as settled vide order dated 6.2.2021. The joint application inter-alia records the stipulation: "With the receipt of entire OTS amount of Rs.650 Lakhs along with accrued interest, the Applicant Bank/KMBL is left with no further claim against the Defendant No.1". However, it was agreed that Counter-claim of Coventry will continue against other lenders / assignees.
3	The Company had given physical possession of Approx. 10 Acre land whose approx. cost appearing in books is Rs. 12.02 Lakhs, to Alchemist Asset Reconstruction Company Ltd., assignees of IDBI & IFCI (Financial Institutions) on 08th March 2013 as per the directions of the Hon'ble Supreme Court who re-affirmed the Interim Orders of Hon'ble Punjab & Haryana High Court, Chandigarh of 09-08-2011. The land is sold by Alchemist Asset Reconstruction Company Ltd at Rs. 1350 lakhs. The company is not accounting for these as transfer as the legal proceedings still going on, therefore necessary accounting entries and profit on transfer of land & capital gain tax could not be determined and accounted for in books of accounts.
4	Contingent liability not provided for claims under adjudication -
	in DRT-I, New Delhi by AARCL for recovery of the dues calculated on the IDBI Debts Rs. 9315.19 lakhs
	(The Company has also filed counter claims of more than Rs. 50000 lakhs on AARCL and original lenders.)
5	The Company has incurred significant operating losses, negative operating cash flow, negative working capital, adjudication of legal process against the company for loan liability and negative net worth. However the management is continuing with the operations, therefore the accounts have been prepared on basis of going concern assumption. Consequently, adjustment for amount of assets and classification of liabilities required to be recorded has not been carried out.
6	There being virtual uncertainties of taxable income in subsequent years, hence deferred tax assets have not been created in these accounts.
7	Figure of the previous periods have been regrouped /rearranged, wherever necessary.
8	The business activity of the company falls within a single primary business segment viz Spring Manufacturing hence there is no other reportable segment as per IND AS 103 'Operating Segment'.

For Coventry Coil-O-Matic (Haryana) Ltd.  
for and on behalf of the Board of Directors

R.M. Bhatia  
DIN NO:00159855  
Managing Director

Place: Rowari (Haryana)  
Date: November 10, 2023

