



THAKRAL

TSIL/ 62264/2023

14-08-2023

The Manager
Department of Corporate Relationship Cell
BSE Limited
Phiroze Jeejeebhoy Towers,
25th Floor, Dalal Street,
Mumbai – 400 001

Dear Sir,

Sub: Outcome of Board Meeting held on 14-08-2023
Ref: Stock Exchange Scrip Code No.509015

Pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015, we wish to inform you that the Board of Directors of the Company had approved the following:

- 1) Considered and approved the Un-Audited Financials for the Quarter ended 30.06.2023.
- 2) Considered and approved the notice for postal ballot for obtaining approval under Section 180, 186 and 188 of the Companies Act, 2013.
- 3) Appointed Mr.Somy Jacob, Practicing Company Secretary as the Scrutinizer for the Postal Ballot.
- 4) Fixed Annual General Meeting for the FY2022-23 on 29/09/2023.
- 5) Re-appointment of Mrs.Nirmala Sridhar as Managing Director.
- 6) The Board Meeting commenced at 04:30 P.M. and was concluded at 6.00 P.M.

This is for your information and records.

Thanking you,

Yours faithfully,

For **THAKRAL SERVICES (INDIA) LIMITED**

Nirmala

MANAGING DIRECTOR

THAKRAL SERVICES (INDIA) LIMITED

Thakral Services (India) Limited

CIN - L70101KA1983PLC005140

Regd. office : 1st Floor, Rajarajeswari Arcade, Outer Ring Road, Veerannapalya, Bengaluru, 560045

(All amounts in Indian Rupees lakhs, unless otherwise stated)

Statement of Financial Results for the quarter ended June 30, 2023

(₹ in Lakhs)

Particulars	Quarter ended			Year ended
	June 30, 2023	March 31, 2023	June 30, 2022	March 31, 2023
	(Unaudited)	(Refer Note 6)	(Unaudited)	(Audited)
I Revenue from operations	552.93	427.85	469.61	1,843.86
II Other income	9.77	-10.04	5.38	38.29
III Total Revenue (I+II)	562.70	437.89	474.99	1,882.15
IV Expenses				
Purchase of stock In trade	352.10	240.36	188.88	955.64
Change in inventories of finished goods, stock in trade and work in progress	(61.09)	(12.38)	80.35	8.93
Employee benefit Expenses	111.56	126.58	117.26	513.81
Finance costs	3.48	16.26	-	16.26
Depreciation and amortisation expenses	18.22	62.58	3.63	71.74
Other expenses	453.23	267.43	129.57	642.40
Total Expenses (IV)	877.50	700.83	519.69	2,208.77
V Profit before exceptional items and tax (III-IV)	(314.80)	(262.94)	(44.69)	(326.62)
VI Exceptional Items	-	-	-	-
VII Profit before tax	(314.80)	(262.94)	(44.69)	(326.62)
VIII Tax expense:				
Current tax	-	-	-	-
Deferred tax	-	-	-	-
Earlier years tax	-	-	-	-
IX Profit for the period (VII-VIII)	(314.80)	(262.94)	(44.69)	(326.62)
X Other Comprehensive Income				
A-(i) Items that will be reclassified to the profit or loss	-	-	-	-
(ii) Income tax on items that will be reclassified to the profit or loss	-	-	-	-
B-(i) Items that will not be reclassified to the profit or loss	-	-	-	-
a) Remeasurement of Defined employee benefit plans	-	0.47	-	0.47
(ii) Income tax on items that will not be reclassified to the profit or loss	-	-	-	-
Total Other Comprehensive Income (net of taxes)	-	0.47	-	0.47
Total Comprehensive Income for The Period	(314.80)	(262.47)	(44.69)	(326.15)
XI Earnings per Equity share-Basic and diluted (not annualised)	(2.68)	(2.24)	(0.38)	(2.78)
Weighted average number of equity shares (In No's)	1,17,35,080	1,17,35,080	1,17,35,080	1,17,35,080

For Thakral Services (India) Limited

Director

Notes:

01. The above financial results have been reviewed by the audit committee and approved by the board at their meeting held on August 14, 2023. The Statutory Auditors of the Company have carried out limited review of the results for the period ended June 30, 2023.
02. The company has Trade Receivables, Retention Money receivable from the Customers and Earnest Money Deposits amounting to Rs. 818.69 Lakhs (Net of Loss Allowance) as on June 30, 2023. The Company has provided Rs. 206.42 Lakhs provision for credit loss during last year and for current quarter amounting to Rs. 324.23 lakhs . The management is confident that the remaining amount will be recovered in due course of time, and as such, confirmations have not been received from customers and no provision has been made for the same in the books of accounts.
03. The Company has prepared the the Financial Results by applying the going concern assumption, even though the Company has accumulated losses of Rs 1,199.28 Lakh as at June 30, 2023 as the management is of the view that the operations of the company will improve. Also, the company is expecting that the trade receivables of the company will be recovered.
04. The company has closing stock amounting to Rs.324.61 lakhs as on June 30, 2023 out of which inventory amounting to Rs.11.05 Lakhs are lying with customers, for which the company has neither conducted physical verification nor obtained supporting documents from the customers to confirm that stock is available with them as on above date.
05. The Company is engaged only in business of CCTV and accordingly the business activity falls within a single business segment in terms of Ind AS 108 on Operating Segments .
06. The figures of the quarter ended March 31, 2023 are the balancing figures between audited figures for the full financial year ended March 31, 2023 and unaudited year-to-date figures up to December 31, 2022, being the date of end of third quarter of the financial year which were subject to Limited Review.
07. Previous period/year figures have been regrouped or rearranged wherever necessary to confirm to current year classification.

Place : Bengaluru
Date : August 14, 2023


For Thakral Services (India) Limited

Director

For and on behalf of the Board of Directors
Thakral Services (India) Limited

K. S. Bawa
Director



Independent Auditor's Review Report on Unaudited Financial Results of the Company for the quarter and three months period ended June 30, 2023.

To,
The Board of Directors,
Thakral Services (India) Limited.

Introduction

1. We have reviewed the accompanying Statement of Unaudited Financial Results of M/s. **Thakral Services (India) Limited ("the Company")** for the quarter and three months period ended June 30, 2023 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 as amended.
2. The Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ("Ind AS 34"), prescribed under section 133 of Companies Act, 2013 ("the Act") read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

Scope of Review

3. We conducted our review of the Statement 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act, 2013, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

4. The Company has Trade Receivables, Retention Money receivable from the Customers and Earnest Money Deposits amounting to Rs. 818.69 Lakhs (Net of loss allowance) for which Company has neither obtained balance confirmations nor statement of account from its customers to reconcile the receivables. Further significant trade receivables, Retention Money receivable and Earnest Money Deposits amounting to Rs. 200.98 Lakhs (Net of loss allowance) is outstanding for a period of more than six months. In our opinion, the loss allowance created is not adequate considering the absence of confirmations and ageing of receivables. To the extent of short provision, loss for the year is understated and assets are overstated.
5. The Company has obtained interest free loans and have an outstanding amount of Rs. 1,298.20 lakhs as on June 30, 2023. As per Ind AS 109 'Financial Instruments', the Company has to recognize interest free loan at amortized cost by discounting the interest free loan and amortize the interest expense over the loan period by applying the effective interest rate. However, the Company has not been accounted any Ind AS adjustment as per Ind AS 109 in the statement. Accordingly, we are unable to comment on the same.

Qualified Conclusion

6. Based on our review conducted above, except for the possible effects of the matters described in the **Basis for Qualified conclusion** paragraph 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 Ind AS 34, prescribed under Section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements 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.

Going Concern

7. We draw attention to Note 03 of the financial results, that the Company has accumulated losses of Rs. 1,199.28 Lakhs as on June 30, 2023 (amount as on 31st March 2023 is Rs. 884.47 lakhs), and its net worth has been fully eroded which indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

Based on the customer orders on hand and future projections, the Company is expecting positive cash flows in the subsequent years and accordingly, the Company has prepared its financial statements by applying the going concern assumption.

The appropriateness of the said basis is dependent on the Company's ability to realise the overdue receivables, raising of the additional funds / conversion of existing interest free loans from the related parties into equity for meeting its obligations.

Our opinion is not modified in respect of this matter.

For K.S. Rao & Co.,
Chartered Accountants
ICAI Firm Registration No: 003109S

**HITESH
KUMAR P** Digitally signed by
HITESH KUMAR P
Date: 2023.08.16
20:05:31 +05'30'

Hitesh Kumar P
Partner
Membership No. 233734
UDIN:23233734BGRCP5582

Place: Bengaluru
Date: August 16, 2023