



THAKRAL

TSIL/ 62145 /2020

29.07.2020

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 29.07.2020
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 at their meeting held today has approved the following:

- 1) Considered and approved the Audited Financials for the quarter and year ended 31.03.2020.
- 2) This is for your information and records.

Thanking you,

Yours faithfully,

For Thakral Services (India) Limited

Kanwaljeet Singh Bawa
Director
DIN: 00234162

THAKRAL SERVICES (INDIA) LIMITED

1st Floor, Shree Rajarajeshwari Arcade, No. 23/50/1A/514/2/1-1, Near Courtyard Marriot Hotel, Outer Ring Road
Opp. Lumbini Garden, Veerannapalya Flyover, Bengaluru - 560 045, INDIA Voice : +91-80-25593891
www.thakral-india.co.in C I N : L70101KA1983PLC005140

THAKRAL SERVICES (INDIA) LIMITED

CIN - L70101KA1983PLC005140

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

Statement of Financial Results for the quarter and year ended March 31, 2020

(₹ in Lakhs.
except EPS)

Particulars	Quarter ended			Year ended	
	March 31, 2020	December 31, 2019	March 31, 2019	March 31, 2020	March 31, 2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
I Revenue from operations	566.04	799.82	758.81	2,329.74	2,092.46
II Other income	10.29	16.68	39.73	52.74	46.58
III Total Revenue (I+II)	576.33	816.50	798.53	2,382.48	2,139.04
IV Expenses					
Purchase of stock In trade	303.65	224.44	269.03	1,176.33	860.00
Change in inventories of finished goods, stock in trade and work in progress	(85.80)	202.20	35.35	(173.51)	1.75
Employee benefit Expenses	162.88	163.16	152.45	644.85	619.30
Finance costs	17.66	18.60	17.05	72.96	72.54
Depreciation and amortisation expenses	6.13	6.57	6.47	25.83	27.78
Other expenses	170.82	164.34	197.63	599.11	528.86
Total Expenses (IV)	575.34	779.31	677.98	2,345.58	2,110.23
V Profit before exceptional items and tax (III-IV)	0.99	37.19	120.55	36.90	28.81
VI Exceptional Items					
VII Profit before tax	0.99	37.19	120.55	36.90	28.81
VIII Tax expense:					
Current tax	0.11	-	1.51	0.11	-
Deferred tax	-	-	(32.14)	-	-
Earlier years tax	-	-	-	-	8.22
IX Profit for the period (VII-VIII)	0.89	37.19	151.18	36.79	20.59
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) Re-measurement of Defined employee benefit plans	(3.89)	1.15	9.26	(0.47)	4.57
(ii) Income tax on items that will not be reclassified to the profit or loss	-	-	-	-	-
Total Other Comprehensive Income (net of taxes)	(3.89)	1.15	9.26	(0.47)	4.57
Total Comprehensive Income for the Period	(3.01)	38.33	160.44	36.32	25.16
XI Earnings per Equity share-Basic and diluted (not annualised)	0.01	0.32	1.29	0.31	0.18
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	1,17,35,080



For Thakral Services (India) Limited

Director

Notes:

1. The company has presented these financial results in accordance with the recognition and measurement principles laid down in the Ind AS-34-Interim financial reporting prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued there under and the other accounting principles generally accepted in India. Financial results for the comparative period have also been presented in accordance with the recognition and measurement principles of Ind AS-34.
2. Trade Receivables, Earnest Money Deposits, Inventory lying with customers and engineers are subject to confirmation / Reconciliation.
3. The above financial results have been reviewed by the audit committee and approved by the board at their meeting held on July 29, 2020. The Statutory Auditors of the Company have carried out audit of the results for the period ended March 31, 2020.
4. The Company is engaged only in business of trading of CCTV accordingly the business activity falls within a single business segment in terms of Ind AS 108 on Operating Segments.
5. Previous period figures have been regrouped or rearranged wherever necessary to confirm to current year classification.
6. The outbreak of 'Covid-19' has severely impact businesses around the world. In many countries, including India, there has been severe disruption of regular business operations due to lock down restrictions and other emergency measures imposed by the Government. At this point, the Company cannot reasonably estimate the duration and severity of this pandemic, which could have a material adverse impact on the Company's business, results of operations, financial position and cash flows in the year ending March 31, 2020. Due to the nature of the pandemic, the Company will continue to monitor developments to identify significant uncertainties. In future periods, Management's evaluation of the events and conditions and management's plans to mitigate these matters.



For and on behalf of the Board of Directors

Thakral Services (India) Limited
For Thakral Services (India) Limited

Kanwaljeet Singh Bawa
Director

DIN:00234162

Date : 29-07-2020

Place: Bengaluru

THAKRAL SERVICES (INDIA) LIMITED

CIN - L70101KA1983PLC005140

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

(All amounts in Indian Rupees, unless otherwise stated)

Statement of Assets and Liabilities as at March 31, 2020

(₹ in Lakhs.)

Particulars	As at March 31, 2020 (Audited)	As at March 31, 2019 (Audited)
A ASSETS		
1. Non-current assets		
a) Property, plant and equipment	51.00	69.28
b) Financial assets		
i) Investments	1.15	1.85
ii) Other financial assets	46.34	51.76
c) Deferred Tax Asset (net)		
d) Other non-current assets	6.44	4.55
Total non-current assets	104.93	127.44
2. Current assets		
a) Inventories	274.52	101.01
b) Financial assets		
i) Trade receivables	1,198.85	1,215.35
ii) Cash and cash equivalents	125.32	19.86
iii) Bank balances other than (ii) above	6.28	8.12
iv) Other financial assets	169.71	138.03
c) Other current assets	59.78	83.47
d) Current tax asset	64.63	48.77
Total current assets	1,899.09	1,614.62
Total assets	2,004.02	1,742.07
B EQUITY AND LIABILITIES		
1. Equity		
a) Equity share capital	352.05	352.05
b) Other equity	(151.39)	(187.71)
Total Equity	200.67	164.34
2. Liabilities		
Non current liabilities		
a) Financial liabilities		
Loans and Advances	257.83	348.51
b) Provisions	56.92	47.38
Total Non current liabilities	314.75	395.90



For Thakral Services (India) Limited

 Director

Current liabilities		
a) Financial liabilities		
i) Trade payables	255.07	198.23
ii) Other financial liabilities	847.06	775.15
b) Provisions	53.84	76.55
c) Other current liabilities	332.62	131.90
d) Current tax Liability		
Total Current liabilities	1,488.60	1,181.84
Total Liabilities	1,803.35	1,577.72
Total Equity and Liabilities	2,004.02	1,742.07

For and on behalf of the Board of Directors

Thakral Services (India) Limited
 For Thakral Services (India) Limited



Director

Kanwaljeet Singh Bawa

Director

DIN:00234162

Date : 29-07-2020

Place: Bengaluru

Thakral Services (India) Limited
CIN - L70101KA1983PLC005140

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

(All amounts in Indian Rupees, unless otherwise stated)

Cash flow Statement for the year ended March 31, 2020

Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
I Cash flow from operating activities:		
A. Profit before tax	36.90	28.81
B. Adjustment for:	-	-
a. Depreciation and amortisation	25.83	27.78
b. Interest income	(0.37)	(0.05)
c. Loss from investments	0.70	2.11
d. Write (back)/off of fixed assets	-	0.43
e. Items under other comprehensive income	(0.47)	4.57
f. Provisions Written back	(47.12)	(42.47)
g. Unrealized foreign exchange gain	(0.09)	(0.63)
h. Finance cost	72.96	72.54
h. Interest income on security deposit given	(3.56)	(2.87)
i. Amortisation of Prepaid lease rentals	3.46	2.24
	88.24	92.47
C. Adjustment for movements in Working capital	-	-
(Increase)/decrease in inventories	(173.51)	1.75
(Increase)/decrease in trade receivables	16.59	177.95
(Increase)/decrease in other Non current financial assets	5.42	1.54
(Increase)/decrease in other current financial assets	(31.67)	5.60
(Increase)/decrease in other non current assets	(5.35)	-
(Increase)/decrease in other current assets	25.54	(20.88)
Increase/(decrease) in non current provisions	9.55	3.69
Increase/(decrease) in trade payables	103.97	51.04
Increase/(decrease) in other financial liabilities	71.92	17.25
Increase/(decrease) in other current liabilities	200.72	(22.29)
Increase/(decrease) in current provisions	(22.71)	(5.44)
	-	-
D. Cash generated from/(used) in Operations	288.69	302.67
Less: Direct taxes Paid	(15.97)	(38.41)
Net cash flow from operating activities (I)	272.72	264.26



For Thakral Services (India) Limited

Director

II Cash flows from investing activities	-	
a. Purchase of fixed assets, including CWIP	(7.56)	(5.59)
b. Proceeds from sale of fixed assets	-	-
c. Redemption/maturity of bank deposits	-	-
d. Interest received	3.93	2.91
Net cash flow from/ (used in) investing activities (II)	(3.62)	(2.67)
III Cash flows from financing activities	-	
a. Interest paid	(72.96)	(72.54)
b. Payment of Borrowings	(90.68)	(219.71)
Net cash flow from/ (used in) financing activities (III)	(163.64)	(292.25)
IV Net (decrease) in cash and cash equivalents (I + II + III)	105.46	(30.66)
Cash and cash equivalents at the beginning of the year	19.86	50.53
V Cash and cash equivalents at the end of the year	125.32	19.86
VI Components of cash and cash equivalents:	-	
a. Cash on hand	2.42	0.96
b. Cheques/ drafts on hand	-	
c. With banks	-	
i. on current account	122.90	18.90
ii. on deposit account (Maturity less than 3 Months)	-	-
Total cash and cash equivalents (note no.12)	125.32	19.86



For and on behalf of the Board of Directors

Thakral Services (India) Limited

For Thakral Services (India) Limited

Kanwaljeet Singh Bawa

Director

DIN:00234162

Date : 29-07-2020

Place: Bengaluru

Independent Auditor's Report

To,
The Board of Directors
Thakral Service (India) Limited

Report on the Ind AS Quarterly Financial Statements

1. We have audited the accompanying Statement of Financial Results of **Thakral Services (India) Limited ('the Company')** for the year ended March 31, 2020 ("the Statement"), being submitted by the company pursuant to requirements of Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This Statement which is responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with Indian Accounting Standards (Ind AS) 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 an opinion on the Statement based on our audit of such financial statements.
2. We conducted our audit in accordance with the Standard on Auditing issued by the Institute of Chartered Accountants of India. This standard requires that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance as to whether the Statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the statement. The procedures selected depend on auditor's judgement, including the assessment of the risks of material misstatement of the statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

3. Basis for qualified Opinion

- a) The company has closing stock amounting to Rs.2,74,52,056 as on March 31, 2020 out of which inventory amounting to Rs. 18,97,430 are lying with customers. However, company has neither conducted physical verification nor obtained supporting documents from the customers to confirm that stock is available with them. Accordingly, we are unable to comment on the existence of the stock lying with the customers as per books of account and its impact on the carrying value of the inventory as on March 31, 2020.
- b) The company has Trade Receivables, other advances, Retention Money receivable from the Customers and Earnest Money Deposits amounting to Rs. 13,06,92,413/- for which Company has neither obtained balance confirmations nor statement of account from its customers to reconcile the receivables. Further significant trade receivables amounting to Rs. 6,31,02,853/- is outstanding for a period of more than six months. As a result of this, we are unable to comment on provision to be accrued for the doubtful receivables/expected credit losses in respect of Trade receivables, deposits, other advances, lease receivables, retention monies etc as on the Balance Sheet Date and its consequential impact on the Ind AS Financial Statements.

4. Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph above, the statement a) is presented in accordance with the requirements of Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 and b) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, its profits (including other comprehensive Income) and other financial information of the Company for the quarter and year ended March 31, 2020.

5. Emphasis of Matter

Without qualifying our opinion, we draw attention to the following matters in the Note No. 40 to the Ind AS financial statements:

- i. Which deals with subsequent events and specifically the possible effects of the future implications of COVID-19 pandemic on the Company's future prospects, performance and cash flows. Management have also described how they plan to deal with these events and circumstances. Our opinion is not modified in respect of this matter.
- ii. The Company has prepared its Ind AS financial statements by applying the going concern assumption, notwithstanding fact that the Company has accumulated losses of Rs. 1,51,38,605 as at March 31, 2020 and Significant amount of trade receivables is outstanding

for a period of more than six months and the consequential impact of matters specified in basis for qualified opinion paragraph above. The management is of the view that the operations of the company will increase significantly in the subsequent years that will lead to improved cash flows and long term sustainability and the company is able to recover all the trade receivables.

The continuity of the operations is dependent on the recovery of the overdue trade receivables and other dues and the ability of the Management/ Promoters to raise or infuse funds for meeting its obligations.

6. Management Responsibilities for the Statement

This Statement has been prepared on the basis of the annual audited financial statements. The Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit/loss and other comprehensive income and other financial information of the Company in accordance with the accounting principles generally accepted in India, including Ind AS prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India, and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

7. Auditor's Responsibilities for the Audit of the Statement

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing, specified under section 143(10) of the Act, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.

As part of an audit in accordance with the Standards on Auditing, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- a) Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- b) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls.
- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- d) Evaluate the appropriateness and reasonableness of disclosure by the Board of Directors in terms of the requirements specified under Regulation 33 of Listing Regulations.
- e) Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- f) Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
- g) Obtain sufficient appropriate audit evidence regarding the financial results of the company to express an Opinion on the Financial Results.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

8. Other Matter(s)

This Statement includes the results for the Quarter ended March 31,2020 being the balancing figure between the audit figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

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

Hitesh Kumar P
Jain Digitally signed by Hitesh Kumar P Jain

Hitesh Kumar P
Partner
Membership No. 233734
UDIN: 20233734AAAAEP3303

Place: Bengaluru

Date: August 07, 2020