



ENGINEERS &
CONSTRUCTORS

TECHNO ELECTRIC & ENGINEERING COMPANY LIMITED

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November 15, 2022

National Stock Exchange of India Ltd. 5 th floor, Exchange Plaza Bandra – Kurla Complex Bandra (East) <u>Mumbai - 400 051</u> NSE SYMBOL: TECHNOE	BSE Limited Department of Corporate Services Phiroze Jeejeebhoy Towers Dalal Street, <u>Mumbai – 400 001</u> BSE CODE - 542141
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Dear Sirs,

Sub: Newspaper Advertisement ~~UN~~Audited Financial Results for the Quarter and Half Year ended 30thSeptember 2022 pursuant to Regulation 47 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Pursuant to Regulation 47 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose here with copies of Extracts of the Un-Audited Financial Results of the Company for Quarter and Half Year ended 30th September, 2022 published in Business Standard (English, All Editions) and Pioneer (Hindi, New Delhi Edition) daily newspapers on 15th November, 2022.

Thanking you,

Yours faithfully,

For Techno Electric & Engineering Company Ltd.

(Niranjana Brahma)
Company Secretary (A-11652)

As digital stocks struggle, keep off new-age firms

Experts suggest caution as most shares in sector are in deep red over past year

PUNEET WADHWHA
New Delhi, 14 November



(as on Nov 14)	CMP (₹)	One-year change (%)
PB Fintech (Policybazaar)	388.2	-60.4
Zomato	69.6	-54.5
FSN E-Commerce Ventures (Nykaa)	211.6	-46.2
Tanla	749.0	-41.3
Wipro	396.6	-39.9
Mphasis	2,035.4	-39.3
IndiaMART	4,635.6	-38.6
Intellect Design Arena	453.0	-37.6
Birlasoft	285.4	-33.0
Info Edge	4,360.9	-31.9
NSE Nifty50 Index	18,329.2	1.3
Nifty Digital	5,623.3	-18.9

Note: *CMP is current market price

Source: Bloomberg, exchanges

Investors seem to be shying away from stocks of companies in the 'digital' space with most counters that comprise the Nifty India Digital index giving negative returns over the past year. The index tracks the performance of a portfolio of stocks that broadly represent the 'digital theme' within basic industries, such as software, e-commerce, IT-enabled services, industrial electronics, and telecom services.

The fall in some of these stocks over the past year has been steep; the sharpest decline of around 60 per cent was seen in shares of PB Fintech (parent company of Policybazaar). FSN E-Commerce Ventures (parent company of Nykaa), Tanla Platforms, Mphasis, IndiaMART InterMesh, Tech Mahindra, HCL Tech, Vodafone Idea, Infosys, and IRCTC have been the other prominent losers - they have skidded between 12 per cent and 55 per cent during this period, data shows.

The Nifty Digital index has slipped nearly 19 per cent in one year and underperformed the Nifty50, which has moved up 1.3 per cent during this period.

According to A K Prabhakar, head of research at IDBI Capital, one cannot paint the entire sector with the same brush. Investment in these stocks after the sharp decline seen over the year, he said, has to be done on a case-by-case basis. "There have been a number of companies that got

listed in the digital space in the past two years. Many of these companies were not even making a profit and their valuations were steep. From Nykaa, PB Fintech, Paytm, and Naukri to Zomato - a lot of these stocks have corrected heavily. At the global level, the tech-heavy Nasdaq, too, has corrected significantly. However, one can selectively look at IT and telecom stocks within this space. Investment in stocks of new-age companies can still be put off by a year," Prabhakar advised.

Those at Nomura also remain cautious about the

Indian IT sector as they expect a demand slowdown in the months ahead if a recession sets in globally.

"We remain cautious about the India IT services sector, overall. We believe investors are likely to be disappointed about revenue growth in 2023-24 (FY24). We prefer large-caps to mid-caps in the current environment. Our 'buys' are Infosys and Tech Mahindra (in large-caps) in that order, and Persistent (in mid-caps). Our 'reduce' ideas are TCS (in large-caps) and Larsen & Toubro Infotech (in mid-

caps)," wrote Abhishek Bhandari and Krish Berwal of Nomura in a recent report.

That said, in the past 30 trading days, shares of companies - such as Policybazaar, Nykaa, Tata Elxsi, Sonata Software, Vodafone Idea, Naukri, Cyient, Wipro, and Paytm - have slipped between 6 per cent and 18 per cent, NSE data shows.

G Chokkalingam, founder and chief investment officer at Equinomics Research, said structurally, IT companies like Infosys, TCS, Wipro, and Cyient have been growing in poor single digits in dollar terms over the past few years. It is just valuation contraction on account of a meltdown in technology stocks on the Nasdaq and margin pressure that has led to the meltdown in their stock prices. These stocks, he said, would make a comeback once the US markets stabilise and the domestic IT industry successfully addresses the issues of employee attrition, recession fears, and recent huge salary payouts.

"Some of the other 'digital/new-age' companies debuted at a steep valuation compared to the traditional technology firms. The rally fizzled out as they failed to make a decent profit. Moreover, their listing was an exit route to venture capitalists who took stakes earlier at throwaway prices. These companies would take over two-three years to make a profit, which could make their valuations attractive. Retail investors should exit these stocks whenever there is some revival in stock prices," Chokkalingam said.

Seek advice before claiming exemption on severance pay

Do so only if the payout is voluntary and you have documentary proof of it

BINDISHA SARANG

A large number of employees have received the pink slip in recent days from big tech companies, start-ups, and so on. Usually, employees receive a severance pay at the time of such lay-offs in addition to gratuity, leave encashment, and provident fund. Currently, there is no unanimity among tax experts on whether severance pay is taxable.

Ankit Jain, partner, Ved Jain & Associates, says, "The taxation of severance pay is still under dispute. The tax authorities and the courts have divergent views on the matter."

View 1: It's taxable

One set of experts believes severance pay is taxable. Manmeet Pal Singh, partner, I.P. Pasricha & Co, says, "Severance pay received by an employee from an employer is taxable in the hands of the former under the head 'Salaries' under Section 17(3)(i) of the Income-Tax (I-T) Act."

This set believes the employer must deduct tax at source. Sumit Mangal, partner, Luthra & Luthra Law Offices India, says, "Since severance pay is taxable as salary, the employer is required to withhold appropriate tax while making such a payment to the employee."

View 2: It's not taxable

Another set believes severance pay is not taxable for two reasons. Jayashree Parihar, counsel, PSL Advocates & Solicitors, says, "Severance pay is not taxable since it is considered a voluntary payment and is a capital receipt."

According to these experts, due to the absence of any implied obligation to pay, severance pay cannot be considered compensation under Section 17(3)(i) of the I-T Act. Further, they believe, this payment is a capital receipt and not a

HOW VRS AMOUNT IS TAXED

- If compensation is received under voluntary retirement scheme (VRS), then it is exempt from taxation under Section 10(10C) of the Income-Tax Act
- Lower - of actual compensation amount received or ₹5 lakh - is exempted under this section
- The scheme must satisfy the conditions prescribed in Rule 2BA: Completion of 10 years of service or 40 years of age; amount received should not exceed three months' salary for each completed year of service, or salary at retirement multiplied by remaining months of service left; and vacancy caused by VRS must not be filled up
- Tax exemption for amount received under VRS can be claimed by an employee only once in lifetime

revenue receipt, and hence not subject to tax.

In past disputes, the tax authorities have argued that severance pay is

taxable as 'profits in lieu of salary'. Jain says, "However, the Gujarat High Court and the Mumbai Tax Tribunal have held that since the payment of severance pay is a voluntary exercise and not part of the terms of employment, it is a capital receipt which can't be taxed."

What is undisputed

There is no dispute regarding severance pay (or any other compensation on termination) given by any person other than the employer. That amount is taxable under the head 'Other Sources' under Section 56(2) of the I-T Act. Payments under sections 10(10B) and 10(10C) of the I-T Act are exempt.



YOUR MONEY

Remedial measure in 2018 budget

The government, through the 2018 Union Budget and other consequent notifications, tried to rectify the above dilemma. Pallav Pradyumn Narang, partner, CNK, says, "The law has been suitably modified by the addition of Clause (xi) of Section 56 to subject such incomes to tax with effect from April 1, 2019."

Abhinay Sharma, managing partner, ASL Partners, explains how such payments were to be taxed after this modification. "Any compensation, whether revenue or capital, in connection with the termination or modification of the terms and conditions of any contract relating to its business, is taxable as business income under Section 28(ii)," he says

Dispute continues

The dispute, however, has not been resolved yet. Parihar says that in a recent decision by Income Tax Appellate Tribunal (ITAT) Mumbai, in the case of Ajay B Ghose v. DCIT-CPC, Bengaluru, in 2021, noted that severance payment is completely voluntary. For it to be considered compensation, there would need to be an implied obligation to make payment. Since there was no obligation on the employer's part, either express or implied, the ITAT ruled it to be exempt from taxation.

What you should do

If you have received severance pay, don't decide on your own whether to pay tax on it or not. Instead, seek professional advice. If you claim exemption, ensure there is no express or implied obligation on the employer's part to make such a payment. And make sure the documents clearly specify the payment is being made voluntarily.

Jain says, "Since the exemption hasn't been confirmed by the Supreme Court yet, the employee may not be able to get any relief before two levels of appeal." Hence, he suggests weighing the pros and cons carefully before deciding to claim exemption.

TENDER CARE

— Advertorial

BANK OF BARODA REDUCES HOME LOAN INTEREST RATES

Bank of Baroda reduced its Home Loan interest rates by 25 basis points (bps) to 8.25%* p.a. with effect from Nov. 14, 2022 for a limited period. Sh. Satpal Mehra, Regional Head, Bank of Baroda, Amritsar Region, said, "In a scenario where interest rates of home loan interest rate offer of 8.25%, making home purchases that much more affordable for home buyers. We have seen a robust growth in home loans this year with strong demand across cities and consumer confidence driving home sales. Such an attractive offer will give a further boost as people take advantage of this offer to realise their aspiration of owning their own home." This special rate is available till December 31, 2022.

HON'BLE PRIME MINISTER OF INDIA DEDICATES RAMAGUNDAM FERTILIZER PLANT TO THE NATION - A GIANT LEAP TOWARDS #AATMANIRBHAR BHARAT

Hon'ble Prime Minister of India Shri Narendra Modi recently dedicated to the nation, Ramagundam Fertilizer plant - a Gas based Urea Manufacturing Fertilizer Plant at Ramagundam, Peddapalli Telangana, with capacity of 2200 MTPD Ammonia Unit and 3850 MTPD Urea Unit. This is a big step towards #Aatmanirbhar Bharat and would reduce the import dependence of fertilizer in the country and achieve self-sufficiency in urea sector. This will be one of the largest fertilizer manufacturing units of South India and would not only improve the availability of fertilizer to farmers but also give a boost to the economy in the region. Ramagundam Fertilizers and Chemicals Limited (RFCL) has been incorporated as a joint venture company of Engineers India Limited (EIL), National Fertilizers Limited (NFL) and Fertilizer Corporation of India (FCIL) along with other equity partners viz., Govt. of Telangana, GAIL (India) Ltd. & HTAS for revival of Ramagundam fertilizer plant. EIL, while having 26% stake in the JV company, also provided its EPCM services for the project.

VIGILANCE AWARENESS WEEK CELEBRATION AT UNION BANK, SAMBALPUR

Union bank of India, Regional Office, Sambalpur Conducted Vigilance Awareness week. In the First day all the officials and staffs took oath for following sincerity at workplace and follow the vigilance guidelines in every sphere of life. A Blood Donation Camp was organized in which RO and Branch staffs donated Blood. Following the Blood Donation Camp, a walkathon was also organized. The Walkathon was attended by Regional Head, Pankaj Kumar Kapsime, Deputy Regional Head, Harendra Kumar Jena, Vigilance officer, Saroj Kumar Nayak and other staff members. After the program on the same day flower plantation was also done at Kendriya Vidyalaya, Sambalpur by all staffs of Union Bank and students and teachers of Kendriya Vidyalaya. Apart from these main events all 66 branches under Regional office conducted 3 Programs each like Gram Sabha, SHG Mela and School Competitions for increasing awareness among Public regarding Vigilance.



GRSE REVENUES SOARING: 74% INCREASE OVER H1 OF FY22

Garden Reach Shipbuilders & Engineers Limited (GRSE), one of the leading warship builders in the country announced its financial results for the second quarter and Half Year ended September 30th, 2022.

Highlights for H1 FY 2022-23

- Revenue from Operations: Rs. 1,262 Cr, an increase of 74 % over H1 of FY 22.
- EBITDA during the period stood at Rs. 163 Cr, up by 31% over H1 of FY 22.
- EBITDA margin during H1 of FY 23 stood at 12%.
- Profit Before Tax (PBT), Rs. 143 Cr, an increase of 32% over H1 FY 22.
- Profit After Tax (PAT) stood at Rs. 109 Cr, increase of 37% over H1 FY 22.
- Return on Investment registered a growth of 23% over H1 FY 22.
- Earnings per share, Rs. 9.51 for H1 of FY 23, an increase of 37% over H1 of FY 22.

Commenting on the results, Cmde Hari PR, IN (Retd) Chairman and Managing Director, Garden Reach Shipbuilders & Engineers Limited said, "H1 of FY 23 has been upbeat with the Revenue from Operations soaring with an increase of 74% over H1 last year. Major production milestones have been achieved during the last six months with mega ship launches including 2nd P17A Advanced Frigate Dunagiri. GRSE has also been conferred with the coveted Green Channel Certification for Supply of Bailey Type Portable Bridges".

MUTHOOT FINANCE LTD. CONSOLIDATED RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2022

Muthoot Finance Ltd Consolidated Loan Assets under management grew 6% YoY to Rs. 64,356 crores as at H1 FY23 as against Rs. 60,919 crores last year. During the quarter, Consolidated Loan Assets under management increased by Rs. 912 crores i.e. an increase of 1% QoQ. Consolidated Profit after tax for H1 FY23 stood at Rs. 1,727 crores as against Rs. 1,981 crores last year. Consolidated Profit after tax for Q2 FY23 increased by 9% QoQ at Rs. 902 crores as against Rs. 825 crores in Q1 FY23. Commenting on the results, George Jacob Muthoot, Chairman stated, "We delivered another quarter of excellent performance by achieving a consolidated loan assets growth of 6% YoY reaching Rs. 64,356 crores. Consolidated Profit after Tax also saw an increase of 9% QoQ for Q2 FY 23 at Rs. 902 crores. The contribution of our subsidiaries to the overall consolidated AUM remain at 11%. Our Microfinance Subsidiary, Belstar has registered a remarkable YoY Loan growth of 53% with AUM at Rs. 5138 crores. We are also witnessing improved collections across micro finance, vehicle finance and home loans. We continue to monitor these sectors for emerging opportunities with an objective to drive a balanced business growth."

Key Highlights: Opened 24 branches in Q2 FY23. Partnered with LuLu International Exchange to provide UAE customers with easy gold loan repayment services. First NBFC to launch Milligram Gold Programme - a gold reward program for its customers. CSR Initiative- 'Cup of Life', entered the Guinness World Records by distributing 1 lakh free menstrual cups across 126 venues in 24 hours. The program aimed at eradicating the menstrual taboos and spreading menstrual awareness in the society.



TECHNO ELECTRIC & ENGINEERING COMPANY LIMITED

CIN No : L40108UP2005PLC094368

Corporate Office : " Park Plaza " 71, Park Street, Kolkata - 700 016
Email : desk.investors@techno.co.in : Website: www.techno.co.in

Extract of Statement of Consolidated Unaudited Financial Results for the Quarter and half year ended September 30, 2022

(₹ in Lakhs)

PARTICULARS	Quarter ended			Half Year Ended		Year ended
	30th September	30th June	30th September	30th September	30th September	31st March
	2022	2022	2021	2022	2021	2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Total income from operations (net)	22803.25	17295.67	27350.62	40098.92	46296.01	1,07,386.66
Net Profit / (Loss) for the year (before Tax, Exceptional and/ or Extraordinary items)	7843.46	4899.79	8425.14	12743.25	14449.10	32,609.57
Net Profit / (Loss) for the year before tax (after Exceptional and/ or Extraordinary items)	7843.46	4899.79	8425.14	12743.25	14449.10	32,609.57
Net Profit / (Loss) for the year after Tax (after Exceptional and / or Extraordinary items)	5880.72	3555.10	6338.61	9435.83	10892.55	26,025.20
Total Comprehensive Income for the year	6033.03	3344.64	6105.19	9377.68	11278.61	26,994.41
Equity Share Capital	2,199.20	2,200.00	2,200.00	2,199.20	2,200.00	2,200.00
Other Equity (excluding Revaluation Reserves)						1,81,473.02
Earnings Per Share (After tax and before Exceptional items) (of ₹ 2/- each)						
Basic :	5.35	3.23	5.90	8.58	10.18	23.99
Diluted:	5.35	3.23	5.90	8.58	10.18	23.99

Key numbers of Standalone Financial Results:

(₹ in Lakhs)

PARTICULARS	Quarter ended			Half Year Ended		Year ended
	30th September	30th June	30th September	30th September	30th September	31st March
	2022	2022	2021	2022	2021	2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Total income from operations (net)	22,803.25	17,295.67	27,350.62	40,098.92	46,296.01	1,07,386.66
Profit before Tax	7,854.41	4,957.95	8,435.09	12,812.37	14,464.20	32,634.78
Net Profit after Tax	5,888.98	3,597.41	6,348.54	9,486.40	10,908.81	26,034.35

Note : The above is an extract of the detailed format of Financial Results for the Quarter ended September 30, 2022 filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the Financial Results are available on the Stock Exchange websites, www.nseindia.com and www.bseindia.com and on the Company's website www.techno.co.in.

For and on behalf of the Board of Directors

(P. P. Gupta)

Managing Director

(DIN:00055954)

Place :- Kolkata

Date :- The 14th November, 2022

