

August 11, 2021

The Secretary  
BSE Limited  
PJ Towers, Rotunda Bldg.,  
Dalal Street, Fort  
Mumbai 400 001

**Scrip Code: 500414**

**Subject: Outcome of Board Meeting**

Dear Sir(s)

Please be informed that the Board of Directors has, in its meeting held today i.e., August 11, 2021 inter-alia, considered and approved the Un-audited Financial Results of the Company for the quarter ended on 30<sup>th</sup> June, 2021.

In compliance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached herewith the Un-audited Financial Results for the quarter ended on 30<sup>th</sup> June, 2021 along with Limited Review Report thereon.

Time of Commencement of Board Meeting: 5.30 p.m.

Time of conclusion of Board Meeting : 7.00 p.m.

The above results are also being disseminated on Company's website at [www.timexindia.com](http://www.timexindia.com).

This is for your kind information and record.

Thanking you,  
For Timex Group India Limited



Dhiraj Kumar Maggo  
Vice President – Legal, HR and Company Secretary

## INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS TO THE BOARD OF DIRECTORS OF Timex Group India Limited

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Timex Group India Limited ("the Company"), for the quarter ended June 30, 2021 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 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 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 the Company's personnel 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 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.
4. Based on our review conducted as stated in paragraph 3 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 aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, 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.

### Material uncertainty related to Going Concern

5. We draw attention to Note 3 to the financial results, which indicate that COVID-19 global pandemic have adversely impacted the operations of the Company. Further, the Company has incurred a net loss Rs. 528 lakhs during the quarter ended June 30, 2021 and has accumulated losses of Rs. 8,254 Lakhs as at June 30, 2021 which have resulted in significant erosion of the net worth of the Company. These events or conditions, along with other matters as set forth in Note 3, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. However, the financial



# Deloitte Haskins & Sells LLP

results of the Company have been prepared on a going concern basis for the reasons stated in the said Note.

Our conclusion on the Statement is not modified in respect of this matter.

**For DELOITTE HASKINS & SELLS LLP**  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)



A handwritten signature in black ink, appearing to read "Rajesh Kumar Agarwal".

**Rajesh Kumar Agarwal**  
(Partner)  
(Membership No. 105546)  
(UDIN: 21105546AAAAFC5974)

Place: New Delhi  
Date: August 11, 2021

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021**

Sr.	Particulars	(Rs. in lakhs)			
		Quarter ended		Year ended	
		June 30, 2021	March 31, 2021	June 30, 2020	March 31, 2021
	Unaudited	Unaudited Refer note 7	Unaudited	Audited	
1	Revenue from operations	3,206	5,090	681	14,090
2	Other income	3	30	1	121
3	<b>Total Income (1+2)</b>	<b>3,209</b>	<b>5,120</b>	<b>682</b>	<b>14,211</b>
4	<b>Expenses</b>				
a.	Cost of materials consumed	1,656	2,382	65	5,592
b.	Purchases of stock-in-trade	543	798	-	1,791
c.	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(538)	(572)	361	429
d.	Employee benefits expense	838	758	603	2,645
e.	Finance costs	48	38	65	219
f.	Depreciation and amortisation expense	89	89	88	354
g.	Other expenses	1,101	1,239	742	3,992
	<b>Total expenses (4)</b>	<b>3,737</b>	<b>4,732</b>	<b>1,924</b>	<b>15,022</b>
5	<b>Profit/(loss) before exceptional items and tax (3-4)</b>	<b>(528)</b>	<b>388</b>	<b>(1,242)</b>	<b>(811)</b>
6	Exceptional Items	-	-	-	-
7	<b>Profit / (loss) before tax (5-6)</b>	<b>(528)</b>	<b>388</b>	<b>(1,242)</b>	<b>(811)</b>
8	Tax expense (Including reversal)	-	(10)	-	(10)
9	<b>Profit / (loss) for the period (7-8)</b>	<b>(528)</b>	<b>398</b>	<b>(1,242)</b>	<b>(801)</b>
10	<b>Other Comprehensive Income</b>				
	Items that will not be reclassified to profit or loss				
	- Gain / (loss) on defined benefit obligations	(10)	(2)	(10)	(12)
11	<b>Total Other Comprehensive Income</b>	<b>(10)</b>	<b>(2)</b>	<b>(10)</b>	<b>(12)</b>
12	<b>Total Comprehensive Income for the period (9+11)</b>	<b>(538)</b>	<b>396</b>	<b>(1,252)</b>	<b>(813)</b>
13	Paid-up equity share capital (Re. 1 each fully paid-up)	1,010	1,010	1,010	1,010
14	Other equity				245
15	<b>Earnings per share (not annualised)</b>				
	-Basic	(0.74)	0.18	(1.44)	(1.64)
	-Diluted	(0.74)	0.18	(1.44)	(1.64)

# Amount is below rounding off threshold adopted by the Company



*Shamir Jaisai*

**NOTES TO UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021:**

- 1 The financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 11, 2021. The limited review as required under regulation 33 of SEBI (listing obligations and disclosures requirements) regulation, 2015, has been completed by the statutory auditors.
- 2 These financial results has been prepared in accordance with the recognition and measurement principles as laid down in the Indian Accounting Standards 34 (referred to as "Ind AS") prescribed under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules as amended from time to time.
- 3 Due to the COVID-19 Global health pandemic, there were several lockdowns/ restrictions in various states/ cities/ towns during the FY 2020-21. While these restrictions were being gradually eased down, the Second wave of COVID-19 hit the country towards the end of the FY 2020-21 which again triggered impositions of fresh restrictions / lockdowns. The operations of the Company were adversely hit by these lockdowns/ restrictions during the previous FY 2020-21 and have been further impacted during the current quarter ended on June 30, 2021. With the easing of the lockdowns/ restrictions and opening of the economic activities, the operations of the Company have started recovering gradually.  
The Company has assessed the impact of COVID 19 pandemic on its business operations and has considered relevant internal and external information available upto the date of approval of these financial results, in determination of the recoverability and carrying value of its assets including trade receivables and inventory and believe that the pandemic is not likely to materially impact the recoverability of carrying value of these assets. The impact assessment of COVID-19 is a continuing process given the uncertainties associated with its nature and duration and actual results may differ materially from these estimates. The Company will continue to monitor any material changes to future economic condition and any significant impact of these changes would be recognised in the financial statements as and when these material changes to economic condition arise.  
  
The Company continue to incur losses and has reported a net loss of Rs. 528 lakhs for the quarter ended June 30, 2021 (Previous year ended March 31, 2021 : Loss of Rs. 801 lakhs) which has further eroded the equity of the Company. Accumulated losses as at June 30, 2021 are at Rs. 8,254 lakhs (As at March 31, 2021 was at Rs.7,716 lakhs) and this has resulted in significant erosion of the net worth of the Company.  
  
The above conditions indicate existence of material uncertainty that may raise significant doubt about the ability of the Company to continue as a going concern and, therefore, it may be unable to realise its assets and discharge its liabilities in the normal course of business. As per current business plan approved by the Board of Directors, taking into considerations the current economic condition, the management believes that the funding requirements of the Company will be met through funds from operations and bank borrowings upto Rs. 3,559 lakhs, which have been guaranteed by Tanager Group B.V. (formerly known as Timex Group B.V.), the Intermediate Holding Company. The Company has been delivering growth in revenue with improved operational efficiency in past and expects growth in its operations in future post COVID-19 situations with continuous improvement in the operational efficiency. In view of the above, the use of going concern assumption has been considered appropriate by the Board of Directors in preparation of these financial results of the Company.
- 4 The Company is primarily in the business of manufacturing and trading of watches and rendering of related after sales service ("Watches"). The other activities of the Company comprises of providing information & technology support services to the group companies. The income from these other activities is not material in financial terms. The Managing Director of the Company, who has been identified as being the chief operating decision maker (CODM), evaluates the Company's performance, allocates resources based on the analysis of the various performance indicators of the Company as a single unit. Therefore there is no reportable segment of the Company.
- 5 The Code on Social Security 2020 has been notified in the Official Gazette on September 29, 2020. The effective date from which the changes are applicable is yet to be notified and the rules are yet to be framed. Impact if any of the change will be assessed and accounted in the period in which said Code becomes effective and the rules framed thereunder are published.
- 6 The Company's operations and financial results for the quarter ended June 30, 2021 and the corresponding quarter ended June 30, 2020 were adversely impacted by COVID-19 pandemic and the consequent lockdown announced by the Central / State Governments, due to which the operations were suspended for part of the respective quarters. The results for the quarter are, therefore, not comparable with those for the previous quarters.
- 7 The figures for the quarter ended March 31, 2021 are balancing figures between the audited figures in respect of full year and unaudited figures upto nine months ended December 31, 2020.

Place: Noida  
Date : August 11, 2021



For and on behalf of the Board of  
Timex Group India Limited

Sharmila Sahai  
Managing Director

A blue circular stamp of Timex Group India Limited is visible behind the signature. The text around the perimeter of the stamp reads "TIMEX GROUP INDIA LIMITED".