



**RASANDIK**

Passion For Excellence

corpadm@rasandik.com

www.rasandik.com

CIN: L74210HR1984PLC032293

**Rasandik Engineering Industries India Limited**

E-Filing/Online Filing

February 13, 2024

**THE STOCK EXCHANGE MUMBAI  
1st FLOOR, NEW TRADING RING  
ROTUNDA BUILDING  
P.J. TOWERS, DALAL STREET  
FORT, MUMBAI – 400 001**

Stock Code: 522207

Dear Sir/Madam,

**Sub: Outcome of Board Meeting held on 13-02-2024 and Submission of Un-Audited Financial Results for the Quarter/Nine Months ended 31-12-2023**

This is to inform you that the Board of Directors at its meeting held today, inter alia, considered and approved the Un-audited Financial Results for the Quarter and Nine Months ended December 31, 2023.

Copy of Un-audited Financial Results for the Quarter and Nine Months ended December 31, 2023 along with Limited Review thereon is also enclosed herewith for your information and records.

These results are being made available on the Company's website at [www.rasandik.com](http://www.rasandik.com).

The meeting of Board of Directors commenced at 12.30 PM and concluded on 6.30 PM.

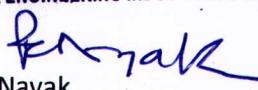
We request you to take the above on record.

Thanking you,  
Yours faithfully,

For Rasandik Engineering Industries India Limited

For RASANDIK ENGINEERING INDUSTRIES INDIA LTD.

Pradeep Chandra Nayak  
Company Secretary

  
Company Secretary

Encl: As above

RASANDIK ENGINEERING INDUSTRIES INDIA LIMITED

CIN : L74210HR1984PLC032293

Statement of unaudited financial results for the quarter and nine months ended 31 December 2023



₹ in lakhs

S No	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.2023	30.09.2023	31.12.2022	31.12.2023	31.12.2022	31.03.2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>INCOME</b>						
	Revenue from operations	1,788.27	2,189.43	2,684.14	6,728.97	12,326.90	15,001.86
	Other income (Refer Note No. 6)	0.27	906.44	11.84	1,143.48	487.32	637.71
	<b>Total Income</b>	<b>1,788.54</b>	<b>3,095.87</b>	<b>2,695.98</b>	<b>7,872.45</b>	<b>12,814.22</b>	<b>15,639.57</b>
2	<b>EXPENSES</b>						
	Cost of materials consumed	1,262.87	1,442.52	1,822.03	4,645.48	8,599.80	10,351.23
	Changes in inventories of finished goods, stock-in-trade and work-in-progress	60.22	160.74	21.54	266.66	198.70	358.67
	Power & Fuel	88.58	103.57	127.04	305.58	558.97	681.64
	Packing & Forwarding Expenses	21.92	25.51	40.21	95.61	133.77	175.74
	Freight & Transportation Expenses	34.41	40.82	38.06	126.07	132.20	181.71
	Employee benefits expense	239.90	265.33	325.76	792.53	1,053.62	1,337.89
	Finance costs	223.40	262.84	252.52	793.29	786.97	1,067.85
	Depreciation and amortization expense	173.92	161.37	164.18	496.18	531.04	708.88
	Other Expenses (Refer Note No. 3)	511.24	218.25	277.60	976.24	789.46	1,056.67
	<b>Total Expenses</b>	<b>2,616.46</b>	<b>2,680.95</b>	<b>3,068.94</b>	<b>8,497.64</b>	<b>12,784.53</b>	<b>15,920.28</b>
3	<b>Profit / (Loss) before Exceptional items and tax (1-2)</b>	<b>(827.92)</b>	<b>414.92</b>	<b>(372.96)</b>	<b>(625.19)</b>	<b>29.69</b>	<b>(280.71)</b>
4	Exceptional Items - Gain/(Loss) {refer note no. 5(c)}	-	-	-	(26.19)	-	(191.09)
5	<b>Profit / (Loss) before tax (3-4)</b>	<b>(827.92)</b>	<b>414.92</b>	<b>(372.96)</b>	<b>(651.38)</b>	<b>29.69</b>	<b>(471.80)</b>
6	<b>Tax Expenses</b>						
	Current Tax	-	-	-	-	-	-
	Deferred Tax	(192.75)	141.79	(93.87)	(90.81)	(4.09)	(142.06)
7	<b>Net Profit /(Loss) for the period/year (5-6)</b>	<b>(635.17)</b>	<b>273.13</b>	<b>(279.09)</b>	<b>(560.57)</b>	<b>33.78</b>	<b>(329.74)</b>
8	Other Comprehensive Income(net of tax)						
	(i) Items that will not be reclassified to Profit or Loss	-	-	-	-	-	16.08
	(ii) Income Tax relating to items that will not be reclassified to Profit or Loss	-	-	-	-	-	(4.05)
9	<b>Total Comprehensive Income for the period/year (net of tax) (OCI) (7-8)</b>	<b>(635.17)</b>	<b>273.13</b>	<b>(279.09)</b>	<b>(560.57)</b>	<b>33.78</b>	<b>(317.71)</b>
10	Paid-up Equity Share Capital (Face Value ₹ 10/- each)	597.50	597.50	597.50	597.50	597.50	597.50
11	Other Equity						8,713.55
12	<b>Basic and Diluted Earnings per Share for the period/year (₹)</b>	<b>(10.63)</b>	<b>4.57</b>	<b>(4.67)</b>	<b>(9.38)</b>	<b>0.57</b>	<b>(5.52)</b>



**Notes:**

- 1 The above unaudited results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on 13 February 2024. These results have been subjected to limited review by the Statutory Auditors of the Company.
- 2 Based on the guiding principles given in Ind AS-108 on 'Operating Segments', the Company's business activity fall within a single operating segment, namely automotive segment.
- 3 The Company has issue related to interest costs on borrowings and has thus decided to diversify and focus on other areas of automotive business. The management is initiating Marketing, Development and Manufacturing of Electric 3 Wheeler (L-5) category and build its own Brand. Since the attention of the management has been focussing on improving automotive/Electric Vehicle operations, it has not been possible to make critical evaluation of items of inventory lying unconsumed (either due to ageing or utility) to suit the nature of production. In these circumstances there is a likelihood of fall in the NRV of individual items requiring provision for impairment (which is unascertained). Pending critical evaluation, during the quarter, the Company has considered an amount of ₹ 235.73 lakhs as provision for obsolescence which is included under the head "other expenses".
- 4 The Company's net current liabilities as at 31 December 2023 is ₹ 3,957.66 lakhs as compared to ₹ 3,688.00 lakhs as at 31 March 2023. Further, notwithstanding the above, the financial results are prepared on a going concern basis as the Company believes that its business operations would be able to generate sufficient cash flow to meet its short-term obligations in future. Towards this objective, the management is constantly engaged in various initiatives like rationalizing costs, negotiating extended credit terms with suppliers, monetising of certain assets (refer note no. 5 & 6) and taking appropriate initiatives to improve revenues and reduction in net current liabilities position subsequent to the end of the quarter. In addition, the Company has received a letter of financial support from a substantial shareholder (Managing Director) / promoter to provide continuing financial support to the Company as and when required to meet the Company's working capital needs.

During the quarter ended 31 December 2023, the Company has received interest free unsecured loan of ₹ 95.00 lakh and in the preceding quarters, an amount ₹ 20.00 lakhs from its Promoter Managing Director. As the loan is interest free, appropriate adjustments in accordance with the recognition and measurement principles of Ind AS 109, "Financials Instruments" has been carried out in respective quarters, wherever applicable.

- 5 (a) Towards the objective to generate cash flow, improve leverage ratios by reducing working capital facilities of the Company and to improve the financial performance of the Company, the Board of Directors in their meeting 30 May 2023 had identified and decided to sell certain Fixed Assets in the near future. Accordingly, it is considered appropriate to classify the carrying value of Fixed Asset ₹ 1,330.78 lakhs as at 31 March 2023 of such identified fixed asset as "non-current assets held for sale". During the quarter ended 30 September 2023, the Shareholders of the Company has accorded their consent to monetise certain parcels of Land and Building at the Annual General Meeting held on 29th July 2023. Further, the Company has obtained No Objection Certificate from its bankers.

Out of the above, "non-current assets held for sale" the Company has sold assets having carrying value of ₹ 229.29 lakhs. For the balance carrying value of land and building of ₹ 1,101.49 lakhs, the Company has executed a formal agreement to sell for a total sales consideration of ₹ 2,900 lakhs on 4 September 2023. Subsequent to the end of the quarter, the Company has executed sale deed for a part of land and building for a total consideration of ₹ 1,700.00 lakhs. The entire proceeds were utilised for payment of finance cost and repayment of loans obtained from Banks, which has resulted in improvement of net current liabilities position of the Company. The Company is in the process of obtaining other necessary approvals to execute the sale deed for remaining parcel of land and building included in non-current assets held for sale.

(b) Till 30 June 2022, capital work in progress included certain plant & equipment (purchased mainly for Singur Project, West Bengal) carried at a valuation of ₹ 320.00 lakhs (PY ₹ 320.00 lakhs) net of impairment. Due to business reasons, the installation and commissioning of the said plant & equipment could not be proceeded with. Further, the management was considering various options to utilise such machinery. The Board of Director's in their meeting held on 13 August 2022 decided to sell the said equipment on "as is where is" basis. Considering the Company's intention to sell the equipment in the near future, it is considered appropriate to classify the said plant and equipment as "non-current asset held for sale" at lower of cost or fair value less costs to sell.

(c) (i) The Company had imported certain plant & equipment including the machinery referred in note no. 5(b) above under EPCG license scheme. The Company has not been able to meet the export obligations during the stipulated period. The Basic Custom Duty of ₹ 261.44 lakhs and ₹ 337.46 lakhs was payable under these EPCG licenses respectively.

(ii) Ministry of Commerce & Industry, Govt. of India vide public notice 2/2023 dated 01/04/2023 has came out with an Amnesty scheme for one time settlement of default in export obligation by Advance and EPCG authorisation holders. The Scheme read with subsequent clarificatory notice no. 7/2023 dated 18/04/2023, requires payment of the saved custom duty with interest being capped at maximum 100% of basic custom duty on or before 31st March, 2024. The management has filed application under the Amnesty Scheme as mentioned above. The total interest liability as per the documents filed under the said scheme aggregates to ₹ 217.28 lakhs. The Company has made a provision of ₹ 191.08 lakhs on account of interest payable under the above-mentioned scheme during the quarter ended 31 March 2023 and debited the statement of profit and loss as an exceptional expense. Further, during the quarter ended 30 June 2023, the additional interest liability of ₹ 26.19 lakhs payable under the scheme is debited to statement of profit and loss as an exceptional item. The duty payable including interest under "Amnesty scheme" on account of pending export obligation aggregates to ₹ 752.00 lakhs as on 31 December, 2023 included under the head Provisions (current).

(iii) During the quarter, with respect to certain plant & machinery referred to in note no. 5(b) imported under EPCG license scheme, the Company has also filed an appeal before Hon'ble Customs, Excise and Service Tax Appellate Tribunal (CESTAT) for making payment of Basic Custom Duty of ₹ 304.98 lakhs (net of pre-deposit of ₹ 32.48 lakhs) without any interest.



**RASANDIK ENGINEERING INDUSTRIES INDIA LIMITED**

**CIN : L74210HR1984PLC032293**

**Statement of unaudited financial results for the quarter and nine months ended 31 December 2023**



- 6 Other income for the nine months ended 31 December 2023 includes profit on sale of assets of ₹ 1,139.53 lakhs, total consideration received ₹ 1,549.68 lakhs. The entire proceeds were utilised for payment of finance cost and repayment of loans obtained from Banks.
- 7 Figures of the previous period/year are re-grouped, wherever necessary, to correspond to the current period/year figures.

**For V. Sankar Aiyar & Co.**  
**Chartered Accountants**  
**Firm Registration No.109208W**

*Karthik Srinivasan*

**Karthik Srinivasan**  
**Partner**  
**Membership No. 514998**  
**Place : New Delhi**  
**Date: 13 February 2024**

**For Rasandik Engineering Industries India Limited**

  
**Rajiv Kapoor**  
**Chairman & Managing Director**  
**DIN: 00054659**





# V. SANKAR AIYAR & CO.

CHARTERED ACCOUNTANTS

Sarojini House, 6 Bhagwan Das Road, New Delhi – 110001  
Tel. (011) 44744643; e-mail: [newdelhi@vsa.co.in](mailto:newdelhi@vsa.co.in)

## Limited Review Report on unaudited financial results of Rasandik Engineering Industries India Limited for the quarter and nine months ended 31 December 2023 pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

### To the Board of Directors of Rasandik Engineering Industries India Limited

1. We have reviewed the accompanying Statement of unaudited financial results of Rasandik Engineering Industries India Limited (“the Company”) for the quarter and nine months ended 31 December 2023 (“the Statement”).
2. This Statement, which is the responsibility of the Company’s management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 “Interim Financial Reporting” (“Ind AS 34”), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. Our responsibility is to issue a report 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is 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.
4. We draw attention to note no. 3 of the accompanying Statement regarding non assessment of net realizable value of certain items of inventory lying unconsumed (either due to ageing or utility). In the absence of such an assessment, Net Realizable Value of certain items of inventories are not determinable as at 31 December 2023. Accordingly, we are unable to comment upon the value of adjustments required to the carrying value of the inventories (after considering a provision for obsolescence of ₹ 235.73 lakhs during the quarter ended 31 December 2023) and consequential effects thereof, if any, on these unaudited financial results.

Our audit report dated 30 May 2023 on the audited financial results of the Company for the year ended 31 March 2023 and our review report dated 14 November 2023 on the unaudited financial results for the quarter and six months ended 30 September 2023, were also qualified in respect of the above matter.

5. Based on our review conducted as above, except for the possible effects of outcome of the evaluation referred in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed



in terms of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. We draw attention to note no. 4 of the accompanying Statement regarding preparation of the financial statements on going concern basis for the reasons stated therein. The accompanying results indicate that the Company's total current liabilities exceeds total current assets by ₹ 3,957.66 lakhs. These conditions, along with other matters set forth in note 4 of the accompanying Statement, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern i.e., whether the Company will be able to realise its assets and discharge all its contractual obligations and liabilities as they fall due in near future in the normal course of the business. However, based upon the measures as set forth in the note 4 of the accompanying Statement, including necessary financial support from a promoter shareholder, the management and the Board of Directors of the Company have a reasonable expectation that the Company will be able to operate as a going concern in the near future. Accordingly, management has prepared the annual financial results on a going concern basis. Our conclusion is not modified in respect of the above matter.
7. We draw attention to note No. 5(b) of the accompanying Statement regarding certain fixed assets classified as "non-current assets held for sale" as explained therein. Our conclusion is not modified in respect of the above matter.

For **V. Sankar Aiyar & Co.**  
Chartered Accountants  
ICAI Firm Regn. No. 109208W

*Karthik Srinivasan*

**Karthik Srinivasan**  
Partner

Membership. No. 514998

Place: New Delhi  
Date: 13 February 2024  
UDIN: 24514998BKCSWW4008

