



THAKRAL

TSIL/ 62281/2023

10-11-2023

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 10-11-2023
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 and Half year ended 30.09.2023.

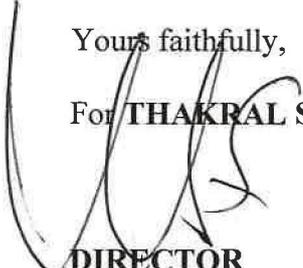
The Board Meeting commenced at 04:30 P.M. and was concluded at 9.30 P.M.

This is for your information and records.

Thanking you,

Yours faithfully,

For **THAKRAL SERVICES (INDIA) LIMITED**


DIRECTOR

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

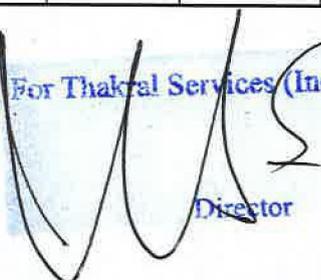
Thakral Services (India) Limited

CIN - L70101KA1983PLC005140

Statement of Financial Results for the quarter ended September 30, 2023 (Special purpose Financial Information)

Particulars	Quarter ended			Half Year ended		Period ended
	September 30, 2023	June 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	March 31, 2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited) (Refer Note 3)
I Revenue from operations	1,176.19	552.93	459.06	1,729.12	928.67	1,843.86
II Other income	17.43	9.77	12.32	27.20	17.70	38.29
III Total Revenue (I+II)	1,193.62	562.70	471.38	1,756.33	946.37	1,882.15
IV Expenses						
Purchase of stock In trade	441.30	352.10	277.97	793.40	466.85	955.64
Change in inventories of finished goods, stock in trade and work in progress	250.15	(61.09)	(40.19)	189.06	40.16	8.93
Employee benefit Expenses	124.41	111.56	121.53	235.97	238.79	513.81
Finance costs	3.57	3.48	-	7.05	-	16.26
Depreciation and amortisation expenses	17.53	18.22	3.11	35.76	6.74	71.74
Other expenses	358.70	453.23	144.63	811.93	274.20	642.40
Total Expenses (IV)	1,195.68	877.50	507.05	2,073.18	1,026.73	2,208.78
V Profit before exceptional items and tax (III-IV)	(2.06)	(314.80)	(35.67)	(316.85)	(80.37)	(326.63)
VI Exceptional Items						
VII Profit before tax	(2.06)	(314.80)	(35.67)	(316.85)	(80.37)	(326.63)
VIII Tax expense:						
Current tax	-	-	-	-	-	-
Deferred tax	-	-	-	-	-	-
Earlier years tax	-	-	-	-	-	-
IX Profit for the period (VII-VIII)	(2.06)	(314.80)	(35.67)	(316.85)	(80.37)	(326.63)
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
(ii) Income tax on items that will not be reclassified to the profit or loss	-	-	-	-	-	-
Total Other Comprehensive Income (net of taxes)	-	-	-	-	-	0.47
Total Comprehensive Income for The Period	(2.06)	(314.80)	(35.67)	(316.85)	(80.37)	(326.16)
XI Earnings per Equity share-Basic and diluted (not annualised)	(0.02)	(2.68)	(0.30)	(2.70)	(0.68)	(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	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 November 10, 2023. The Statutory Auditors of the Company have carried out limited review of the results for the period ended September 30, 2023.
02. The company has Trade Receivables, Retention Money receivable from the Customers and Earnest Money Deposits amounting to Rs.1023.83 Lakhs as on September 30, 2023 after writing off an existing provision amounting to Rs. 501.39 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 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 thereunder and the other accounting principles generally accepted in India.
04. The Company has prepared the the Financial Results by applying the going concern assumption, even though the Company has accumulated losses of Rs 1201.41 Lakh as at September 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.
05. The company has closing stock amounting to Rs.74.46 lakhs as on September 30, 2023 out of which inventory amounting to Rs.11.44 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.
06. 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 .
07. Previous period/year figures have been regrouped or rearranged wherever necessary to conform to current year classification.
08. During the current reporting period for the period ending 30th september 2023, Resolution dated 17 Aug ,2023, Thakral Services India Limited has invested an amount of 48.86 lakhs in 98% of equity share holding of Thakral Innovations Private limited having its registered office at Bangalore ,making Thakral Services India Limited as a Parent company of Thakral Innovations Private Limited.
The same is classified under Current Investments, as the subsidiary owned (Thakral Innovations Private Limited) is of an intention to be sold by way of transfer of all shares held by the company to Thakral Lifestyle Pte Ltd, 20, Upper Circular Road, #3-6, The River Walk, Singapore -058416.
09. During the Current period, the company had entered into a Business Transfer Agreement on 28th day of September 2023 with Thakral Innovations Private Limited (as stated in note 8), valuing the business at Rs. 6,73,21,000/- (Rupees Six crores seventy- three lakhs and twenty- one thousand only) being to be sold on a Going concern basis. The same has been accepted by both the parties.

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

Kanwaljeet Singh Bawa
Director

For Thakral Services (India) Limited

Director

Date : November 10, 2023

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 Assets and Liabilities as at September 30, 2023

(₹ in Lakhs.)

Particulars	As at Sept 30, 2023 (Audited)	As at March 31, 2023 (Audited)
A ASSETS		
1. Non-current assets		
a) Property, plant and equipment	18.01	25.09
b) Right of use Assets	81.07	
c) Financial assets		
i) Investments	1.88	1.31
ii) Other financial assets	28.82	57.20
d) Other Deferred Tax Asset (net)		
e) Other non-current assets	3.01	4.11
Total non-current assets	132.80	87.71
2. Current assets		
a) Inventories	74.46	272.46
b) Financial assets		
i) Investments	48.86	
ii) Trade receivables	940.63	978.90
iii) Cash and cash equivalents	5.17	33.87
iv) Bank balances other than (ii) above	2.13	7.56
v) Other financial assets	96.20	205.48
c) Other current assets	24.37	58.89
d) Current tax asset	59.39	116.67
Total current assets	1,251.22	1,673.83
Total assets	1,384.01	1,761.54
B EQUITY AND LIABILITIES		
1. Equity		
a) Equity share capital	352.05	352.05
b) Other equity	(1,201.32)	(558.31)
Total Equity	(849.27)	(206.26)
2. Liabilities		
Non current liabilities		
a) Financial liabilities		
Loans and Advances	1,489.78	1,095.35
Lease Liability	26.45	
b) Provisions	52.12	54.09
Total Non current liabilities	1,568.36	1,149.44
Current liabilities		
a) Financial liabilities		
i) Trade payables	291.08	381.96
ii) Other financial liabilities	153.78	126.74
iii) Lease Liability	63.09	
b) Provisions	82.21	39.05
c) Other current liabilities	74.77	270.61
d) Current tax Liability		-
Total Current liabilities	664.93	818.37
Total Liabilities	2,233.28	1,967.80
Total Equity and Liabilities	1,384.01	1,761.54

For Thakral Services (India) Limited

 Director

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

Kanwaljeet Singh Bawa
Director

Place : Bengaluru
Date : November 10, 2023

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)

Cash flow Statement for the year ended September 30, 2023

Particulars	For the Period ended Sept 30, 2023	For the year ended March 31, 2023
I Cash flow from operating activities:		
A. Profit before tax	(316.85)	(326.63)
B. Adjustment for:		
a. Depreciation and amortisation	35.76	71.74
b. Interest income	(0.96)	(1.39)
c. Loss from investments	-	0.22
d. Fv adjustment	(0.79)	-
e. Provisions for bad and doubtful debts	501.40	206.42
f. Provisions Written back	(20.81)	(28.78)
g. Unrealized foreign exchange gain	(0.50)	(3.10)
h. Finance cost	7.05	16.26
h. Interest income on security deposit given	(0.96)	(3.27)
i. Amortisation of Prepaid lease rentals	0.87	3.02
j. Adjustment for Leased assets	-	-
	204.21	(65.52)
C. Adjustment for movements in Working capital		
a. Trade payables	(54.47)	(88.34)
b. Other Liabilities	(78.09)	
c. Provisions (Net of fair value adjustment on deposits) Lease Liability	49.22	
d. Trade receivables	(680.38)	13.44
e. Inventories	189.07	8.93
f. Financial and other current assets	131.44	27.80
g. Non current assets	17.62	
D. Cash generated from Operations	(221.37)	(103.69)
Less: Direct taxes Paid	(23.25)	80.54
Net cash flow from operating activities (I)	(244.63)	(23.16)
II Cash flows from investing activities		
a. Purchase of fixed assets, including CWIP	(0.18)	(9.60)
b. Proceeds from sale of fixed assets		-
c. Redemption/maturity of bank deposits	5.50	(0.07)
d. Interest received	0.96	1.39
e. Purchase of Investment	(48.86)	
f. Proceeds from borrowings		
Net cash flow from/ (used in) investing activities (II)	(42.59)	(8.28)
III Cash flows from financing activities		
a. Interest paid	(7.05)	204.43
b. Payment of Borrowings	190.01	(66.27)
C. Lease payments	(31.17)	
Net cash flow from/ (used in) financing activities (III)	151.79	138.16
IV Net (decrease) in cash and cash equivalents (I + II + III)	(135.43)	106.72
Cash and cash equivalents at the beginning of the year	140.60	33.87

For Thakral Services (India) Limited

Director

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)
Cash flow Statement for the year ended September 30, 2023

Particulars	For the Period ended Sept 30, 2023	For the year ended March 31, 2023
V Cash and cash equivalents at the end of the year	5.17	140.59
VI Components of cash and cash equivalents:	-	-
a. Cash on hand	0.30	0.64
b. Cheques/ drafts on hand	-	-
c. With banks	-	-
i. on current account	4.87	139.95
ii. on deposit account (Maturity less than 3 Months)	-	-
Total cash and cash equivalents (note no.12)	5.17	140.59

For Thakral Services (India) Limited
Director

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

Kanwaljeet Singh Bawa
Director

Place : Bengaluru
Date : Nov 10, 2023



Independent Auditor's Review Report on Unaudited Financial Results of the Company for the quarter and six months period ended September 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" / "TSIL")** for the quarter and six months period ended September 30, 2023 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (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. 1,023.84 Lakhs, 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. 74.65 Lakhs is outstanding for a period of more than six months.
5. The Company has closing stock amounting to Rs.74.46 Lakhs as on September 30, 2023, out of which inventory amounting to Rs. 1.43 Lakhs 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 September 30, 2023.
6. The Company has obtained interest-free loans and have an outstanding amount of Rs. 1,489.77 lakhs as on September 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 for any Ind AS adjustment as per Ind AS 109 in the statement. Accordingly, we are unable to comment on the same.
7. The Company entered into a Business Transfer Agreement (BTA) on 28th day of September 2023 with Thakral Innovations Private Limited (TIPL) (as stated in note 9 of the Financial Results), valuing the existing business of the Company at Rs. 6,73.21 Lakh. As per the BTA :
 - a. The TSIL Undertakes to transfer to TIPL, all ongoing project(s) for execution of the project(s).
 - b. In the event order for any new project(s) is placed by any customer(s) in the name of TSIL after the Effective date, TSIL undertakes to transfer to TIPL, the project for execution and corresponding proceedsHowever, the Company has not complied with the above requirements of Ind AS 105 'Non-Current Assets held for sale and Discontinued Operations' for the disclosure of its discontinuing operations.

Notwithstanding the above, the Company has prepared its Financial Results on Going concern basis.

Qualified Conclusion

8. 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

9. We draw attention to Note 04 of the financial results, that the Company has accumulated losses of Rs. 1,201.41 Lakhs as on September 30, 2023, 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.

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: 2023.11.18 14:55:02
+05'30'

Hitesh Kumar P
Partner
Membership No. 233734
UDIN: 23233734BGRCSA2601

Place: Bengaluru
Date: November 18, 2023