

REGISTERED OFFICE  
913, Hemkunt Chambers, 89 Nehru Place  
New Delhi – 110019, India  
Tel : +91-11-26411931, 26415961  
Fax : +91-11-26221521  
Email : info@technofabengineering.com  
CIN : L74210DL1971PLC005712



# TECHNOFAB ENGINEERING LIMITED

December 22, 2021

**The National Stock Exchange of India Limited**  
Exchange Plaza, Plot No. C-1, G Block  
Bandra Kurla Complex, Bandra (E)  
Mumbai – 400051  
Symbol: TECHNOFAB

**The BSE Limited**  
15<sup>th</sup> Floor, Phiroze Jeejeeboy Towers  
Dalal Street  
Mumbai – 400001  
Security Code: 533216

**Subject: Outcome of Board Meeting pursuant to Regulation 30 of SEBI (LODR) Regulations, 2015**

Dear Sir/Madam,

This is to inform that the Board of Directors of the Company at their meeting held today viz. Wednesday, the 22<sup>nd</sup> December 2021 has approved inter alia the attached Standalone & Consolidated Financial Results along with asset & liability statements for the quarter and six months ended 30 September 2021. The Board has also taken note of attached Limited Review Report on the above said financial results issued by the Statutory Auditors of the Company in this meeting.

Further, please note that the said Financial Results are also being published in the news papers in terms of Regulation 47 of the Listing Regulations in accordance with the format prescribed by SEBI vide its circular bearing no. CIR/CFD/CMD/15/2015 dated 30 November 2015.

The meeting of Board of Directors commenced at 4:30 PM and concluded at 7:00 PM

You are requested to take note of the same in your records for further dissemination.

**Yours Faithfully**  
**For Technofab Engineering Limited**

  
**Arjun Gupta**  
Chairman & Managing Director



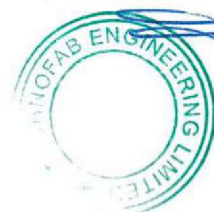
# TECHNOFAB ENGINEERING LIMITED

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## STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2021

(Rs. in Lakhs)

Particulars	Standalone					
	Quarter Ended			Half Year Ended		Year Ended
	30 Sep'21	30 June'21	30 Sep'20	30 Sep'21	30 Sep'20	31 Mar'21
	Unaudited			Unaudited		Audited
I Revenue from Operations	1,739.75	985.29	229.97	2,725.04	385.07	2,662.90
II Other Income	107.45	49.19	23.92	156.64	98.08	1,136.75
III Total Revenue (I + II)	1,847.20	1,034.48	253.89	2,881.68	483.15	3,799.65
IV Expenses:	1,936.57	573.35	336.59	2,509.92	702.79	1,585.04
a) Cost of materials consumed	-	175.72	1.48	175.72	110.37	696.12
b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	171.44	80.84	66.12	252.28	177.89	815.07
c) Expenditure on contracts	202.47	192.05	225.88	394.52	560.55	1,091.98
d) Employee benefit expenses	344.52	172.62	192.32	517.15	860.76	1,238.08
e) Finance costs	58.16	60.71	78.17	118.87	162.57	300.58
f) Depreciation and amortization expenses	139.81	51.68	274.15	191.49	2,270.51	6,501.70
g) Other expenses	2,852.96	1,306.97	1,174.71	4,159.95	4,845.44	12,228.57
Total expenses	(1,005.76)	(272.49)	(920.82)	(1,278.27)	(4,362.29)	(8,428.92)
V Profit / (Loss) before exceptional items and tax (III - IV)			1,492.20		3,716.94	4,371.40
VI Exceptional items	(1,005.76)	(272.49)	(2,413.02)	(1,278.27)	(8,079.23)	(12,800.32)
VII Profit / (Loss) before tax (V - VI)						
VIII Tax expenses:						
(1) Current tax					5.49	
(2) Deferred tax			5.27		5.49	
(3) Tax Adjustments for earlier years			5.27			
Total Tax Expenses	(1,005.76)	(272.49)	(2,418.29)	(1,278.27)	(8,084.72)	(12,800.32)
IX Profit / (Loss) for the period from continuing operations (VII - VIII)						
X Profit / (Loss) from discontinuing operations						
XI Tax expenses of discontinuing operations						
XII Profit / (Loss) from discontinuing operations (after tax) (X - XI)						
XIII Profit / (Loss) for the period (IX + XII)	(1,005.76)	(272.49)	(2,418.29)	(1,278.27)	(8,084.72)	(12,800.32)
XIV Other Comprehensive Income			(2.73)		(5.45)	4.76
a. Items that will not be reclassified to Profit or Loss						
b. Tax relating to items that will not be reclassified to profit or loss	0.22	0.28	(0.05)	0.50	0.23	1.12
c. Items that will be reclassified to Profit or Loss						
d. Tax relating to items that will be reclassified to profit or loss	0.22	0.28	(2.78)	0.50	(5.22)	5.88
Total other comprehensive income (XIV)	(1,005.54)	(272.21)	(2,421.07)	(1,277.77)	(8,089.94)	(12,794.44)
XV Total Comprehensive Income (Comprising Profit/(Loss) and other comprehensive income for the period) (XIII + XIV)	1,049.00	1,049.00	1,049.00	1,049.00	1,049.00	1,049.00
XVI Details of Equity Share Capital (Paid up Equity Share Capital) (Face Value of Rs. 10/- per Share)						
XVII Earnings per equity share (for continuing operations):	(9.59)	(2.60)	(23.05)	(12.19)	(77.07)	(122.02)
(1) Basic	(9.59)	(2.60)	(23.05)	(12.19)	(77.07)	(122.02)
(2) Diluted						
XVIII Earnings per equity share (for discontinuing operations):						
(1) Basic						
(2) Diluted						
XIX Earnings per equity share:	(9.59)	(2.60)	(23.05)	(12.19)	(77.07)	(122.02)
(1) Basic	(9.59)	(2.60)	(23.05)	(12.19)	(77.07)	(122.02)
(2) Diluted						





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CIN : L74210DL1971PLC005712

## STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS ON SEPTEMBER 30, 2021

(Rs. in Lakhs)

	Unaudited As at 30th Sep, 2021	Audited As ar 31st Mar, 2021
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
(a) Property, Plant and Equipment	4,032.02	4,168.84
(b) Investment in Property	52.73	53.19
(c) Other intangible assets	5.95	8.20
(d) Financial Assets		
(i) Investments	1,071.54	1,071.04
(ii) Loans	189.97	187.64
(iii) Other financial assets	1.41	17.55
<b>Total Non-Current Assets</b>	<b>5,353.62</b>	<b>5,506.45</b>
<b>Current Assets</b>		
(a) Inventories	25.83	201.55
(b) Financial Assets		
(i) Investments		
(ii) Trade Receivables	27,185.22	26,593.70
(iii) Cash and Cash Equivalents	139.12	92.74
(iv) Other Bank balances other than (iii) above	3.26	3.26
(v) Other Financial Assets	12.60	15.24
(c) Current Tax Assets (Net)	33.39	19.48
(d) Other Current Assets	7,032.50	7,399.98
<b>Total Current Assets</b>	<b>34,431.92</b>	<b>34,325.95</b>
<b>TOTAL ASSETS</b>	<b>39,785.54</b>	<b>39,832.40</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Shareholders' Funds</b>		
(a) Equity Share Capital	1,049.00	1,049.00
(b) Other Equity	(14,553.56)	(13,275.79)
<b>Total Equity</b>	<b>(13,504.56)</b>	<b>(12,226.79)</b>
<b>Non-Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	1,673.06	1,669.35
(b) Provisions	132.11	126.67
(c) Other non Current Liabilities	6,041.53	5,890.74
<b>Total Non-Current Liabilities</b>	<b>7,846.70</b>	<b>7,686.76</b>
<b>Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	33,414.40	32,520.43
(ii) Trade Payables		
(a) Total outstanding dues of Micro enterprises and small enterprises; and	63.59	67.14
(b) Total outstanding dues of creditors other than Micro enterprises and small enterprises	7,633.80	7,073.05
(iii) Other Financial Liabilities	3.05	3.05
(b) Other Current Liabilities	4,259.89	4,649.90
(c) Provisions	68.67	58.86
<b>Total Current Liabilities</b>	<b>45,443.40</b>	<b>44,372.43</b>
<b>Total Liabilities</b>	<b>53,290.10</b>	<b>52,059.19</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>39,785.54</b>	<b>39,832.40</b>



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## STANDALONE STATEMENT OF CASH FLOW FOR THE HALF YEAR ENDED SEPTEMBER 30, 2021

		(Rs. in Lakhs)	
	Particulars	Half Year Ended	Half Year Ended
		30-Sep-21	30-Sep-20
		Unaudited	Unreviewed
(A)	<b>CASH FLOW OPERATING ACTIVITIES</b>		
	Net Profit Before Tax and Extraordinary Item	(1,278.27)	(8,079.23)
	Adjustment for :		
	Depreciation	118.87	162.57
	Interest Expenses	261.80	603.81
	Interest Income	0.35	45.36
	Loss on Sale of Property, Plant and Equipments (Net)	2.59	191.81
	Dividend Income	(0.04)	(0.02)
	<b>Operating Profit before Working Capital Changes</b>	<b>(894.70)</b>	<b>(7,075.70)</b>
	Working capital adjustments (Increase)/Decrease for :		
	Trade receivables	(591.51)	2,263.46
	Loans and Advances and other assets	383.92	1,282.30
	Inventories	175.72	254.74
	Trade and Other payables	333.73	151.03
	<b>Cash Generated from Operation</b>	<b>(592.84)</b>	<b>(3,124.17)</b>
	Direct Taxes Paid	(13.91)	78.38
	<b>Net Cash Flow from Operating Activities</b> (A)	<b>(606.75)</b>	<b>(3,045.79)</b>
(B)	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
	Purchase of Fixed Assets (included Free Hold Assets)	(0.37)	-
	Sale of Fixed Assets	18.43	41.38
	Interest Income	(0.35)	(45.36)
	Sale / (Purchase) of Investments (Net)	(0.50)	(0.23)
	Dividend Received	0.04	0.02
	<b>Net Cash from (-used) in Investing Activities</b> (B)	<b>17.25</b>	<b>(4.19)</b>
(C)	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	Interest Paid	(261.80)	(603.81)
	Proceeds / (Repayment) from / of Long term Borrowings (Net)	3.71	76.43
	Proceeds / (Repayment) from / of Short term Borrowings (Net)	893.97	(3.00)
	Increase in Borrowings due to Invocation of Bank Guarantees	-	3,716.94
	<b>Net Cash Flow From Financing Activities</b> (C)	<b>635.88</b>	<b>3,186.56</b>
	<b>Net Increase in Cash and Cash Equivalents</b> (A+B+C)	<b>46.38</b>	<b>136.58</b>
	Cash & Cash Equivalents (Opening Balance)	92.74	427.32
	Cash & Cash Equivalents (Closing Balance)	139.12	563.90





**Notes:**

- 1 The aforesaid results were placed before and reviewed by the Audit Committee at its meeting held on 22nd December 2021 and subsequently approved by the Board of Directors at its meeting held on the same date.
- 2 The Company has only one Primary Segment i.e.Engineering,Procurement and Contracting.Hence,there is no reportable segment.
- 3 The statement has been prepared in accordance with Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) prescribed under Section 133 of Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 4 The Company was unable to complete various projects in time, performance bank guarantees of the Company were also invoked by other parties, and non-recovery of its funds due to various reasons and hence defaulted on repayment of dues to lenders, consequently the lenders have classified the loan balances of the Company as non-performing assets.
- 5 The Company has incurred significant losses during the period ended 30th September 2021 and also in the previous periods/years further the networth of the company is Negative as at 30th September 2021. The Company has delayed/defaulted in payment of loans and interest and loan accounts have been classified as non-performing assets by banks. Due to fund constraints and other reasons the company has not been able to complete projects as expected, resulting to invocation of bank guarantees/performance guarantees. The Company has received the notices from IDBI Bank and State Bank of India u/s 13(2) of Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act.2002, for recovery of defaulted payment of loan and interest. Notwithstanding the above, the Standalone financial statements of the Company have been prepared on going concern basis as management believes that the Company would be able to ultimately establish profitable operations, meet its commitments and reduce debt.
- 6 Interest in respect of Bank Loan with various banks amounting to Rs.8386.66 lakhs for the period starting from July-2019 to Sept 2021 (Rs.1270.72 lakhs for the period from Jul 2021 to Sept 2021) was not charged by bank.
- 7 The figures for the corresponding previous period have been regrouped/reclassified wherever necessary, to make them comparable.



For Technofab Engineering Ltd.

Arjun Gupta  
Chairman & Managing Director  
DIN No:00012092

Place : Faridabad  
Date : 22-12-2021

*Arjun Gupta*

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## STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2021

							(Rs. in Lakhs)
	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30 Sep'21	30 June'21	30 Sep'20	30 Sep'21	30 Sep'20	31 Mar'21
		Unaudited			Unaudited		Audited
I	Revenue from Operations	1,739.75	985.29	229.97	2,725.04	385.07	2,662.90
II	Other Income	107.49	49.19	23.92	156.68	98.08	1,136.75
III	Total Revenue (I + II)	1,847.24	1,034.48	253.89	2,881.72	483.15	3,799.65
IV	Expenses:						
	a) Cost of materials consumed	1,936.57	573.35	336.59	2,509.92	702.79	1,585.04
	b) Changes in inventories of finished goods, work-in	0.00	175.72	1.48	175.72	110.37	696.11
	c) Expenditure on contracts	171.44	80.84	66.12	252.28	177.89	815.07
	d) Employee benefit expenses	202.47	192.05	225.91	394.52	560.58	1,092.01
	e) Finance costs	344.53	172.62	118.24	517.15	816.43	1,106.64
	f) Depreciation and amortization expenses	58.16	60.71	78.99	118.87	165.08	303.07
	g) Other expenses	140.60	51.68	417.01	192.28	2,373.28	6,605.54
	Total expenses	2,853.78	1,306.97	1,244.34	4,160.74	4,906.40	12,203.48
V	Profit / (Loss) before exceptional items and tax (III - IV)	(1,006.54)	(272.49)	(990.45)	(1,279.02)	(4,423.25)	(8,403.83)
VI	Exceptional items	-	-	1,492.20	-	3,716.94	4,371.40
VII	Profit / (Loss) before tax (V - VI)	(1,006.54)	(272.49)	(2,482.65)	(1,279.02)	(8,140.19)	(12,775.23)
VIII	Tax expenses:						
	(1) Current tax	-	-	-	-	-	-
	(2) Deferred tax	-	-	(0.48)	-	(0.47)	(0.48)
	(3) Tax Adjustments for earlier years	-	-	5.27	-	5.49	10.46
	Total Tax Expenses	-	-	4.79	-	5.02	9.98
IX	Profit / (Loss) for the period from continuing operations (VII - VIII)	(1,006.54)	(272.49)	(2,487.44)	(1,279.02)	(8,145.21)	(12,785.21)
X	Profit / (Loss) from discontinuing operations	-	-	-	-	-	-
XI	Tax expenses of discontinuing operations	-	-	-	-	-	-
XII	Profit / (Loss) from discontinuing operations (after tax) (X - XI)	-	-	-	-	-	-
XIII	Profit / (Loss) for the period (IX + XII)	(1,006.54)	(272.49)	(2,487.44)	(1,279.02)	(8,145.21)	(12,785.21)
XIV	Other Comprehensive Income						
	a. Items that will not be reclassified to Profit or Loss	-	-	(2.73)	-	(5.45)	4.76
	b. Tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	1.12
	c. Items that will be reclassified to Profit or Loss	0.22	0.28	(0.05)	0.50	0.23	
	d. Tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	Total other comprehensive income (XIV)	0.22	0.28	(2.78)	0.50	(5.22)	5.88
XV	Total Comprehensive Income (Comprising Profit/ (Loss) and other comprehensive income for the period) (XIII + XIV)	(1,006.32)	(272.21)	(2,490.22)	(1,278.52)	(8,150.43)	(12,779.33)
XVI	Details of Equity Share Capital (Paid up Equity Share Capital) (Face Value of Rs. 10/- per Share)	1,049.00	1,049.00	1,049.00	1,049.00	1,049.00	1,049.00
XVII	Earnings per equity share (for continuing operations):						
	(1) Basic	(9.60)	(2.60)	(23.71)	(12.19)	(77.65)	(121.88)
	(2) Diluted	(9.60)	(2.60)	(23.71)	(12.19)	(77.65)	(121.88)
XVIII	Earnings per equity share (for discontinuing operations):						
	(1) Basic	-	-	-	-	-	-
	(2) Diluted	-	-	-	-	-	-
XIX	Earnings per equity share:						
	(1) Basic	(9.60)	(2.60)	(23.71)	(12.19)	(77.65)	(121.88)
	(2) Diluted	(9.60)	(2.60)	(23.71)	(12.19)	(77.65)	(121.88)



*[Handwritten Signature]*



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## CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS ON SEPTEMBER 30, 2021

(Rs. in Lakhs)

	Unaudited As at 30th Sep, 2021	Audited As ar 31st Mar, 2021
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
(a) Property, Plant and Equipment	4,032.02	4,168.84
(b) Investment in Property	52.73	53.18
(c)-Goodwill	565.01	565.01
(d) Other intangible assets	5.95	8.20
(e) Financial Assets		
(i) Investments	3.07	2.57
(ii) Loans	189.97	187.64
(iii) Other financial assets	1.41	-
(f) Other non-current assets		17.55
(g) Deferred tax assets (net)		
<b>Total Non-Current Assets</b>	<b>4,850.16</b>	<b>5,002.99</b>
<b>Current Assets</b>		
(a) Inventories	25.83	201.55
(b) Financial Assets		
(i) Investments	-	-
(ii) Trade Receivables	27,185.22	26,593.70
(iii) Cash and Cash Equivalents	140.73	100.90
(iv) Other Bank balances other than (iii) above	3.27	3.26
(v) Other Financial Assets	87.62	90.26
(c) Current Tax Assets (Net)	57.17	7,400.73
(d) Other Current Assets	7,032.51	43.26
<b>Total Current Assets</b>	<b>34,532.35</b>	<b>34,433.66</b>
<b>TOTAL ASSETS</b>	<b>39,382.51</b>	<b>39,436.65</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Shareholders' Funds</b>		
(a) Equity Share Capital	1,049.00	1,049.00
(b) Other Equity	(13,285.83)	(12,007.31)
<b>Total Equity</b>	<b>(12,236.83)</b>	<b>(10,958.31)</b>
<b>Non-Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	0.42	2.97
(ii) Other Financial Liabilities	-	-
(b) Provisions	132.11	126.68
(c) Other non Current Liabilities	6,041.53	5,890.73
<b>Total Non-Current Liabilities</b>	<b>6,174.06</b>	<b>6,020.38</b>
<b>Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	33,414.40	32,520.43
(ii) Trade Payables		
(a) Total outstanding dues of Micro enterprises and small enterprises; and	63.59	67.14
(b) Total outstanding dues of creditors other than Micro enterprises and small enterprises	7,633.80	7,073.05
(iii) Other Financial Liabilities	3.05	3.05
(b) Other Current Liabilities	4,261.77	4,652.05
(c) Provisions	68.67	58.86
<b>Total Current Liabilities</b>	<b>45,445.28</b>	<b>44,374.58</b>
<b>Total Liabilities</b>	<b>51,619.33</b>	<b>50,394.96</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>39,382.51</b>	<b>39,436.65</b>



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### CONSOLIDATED STATEMENT OF CASH FLOW FOR THE HALF YEAR ENDED SEPTEMBER 30, 2021

		(Rs. in Lakhs)	
Particulars		Half Year Ended	Half Year Ended
		30-Sep-21	30-Sep-20
		Unaudited	Unreviewed
<b>(A) CASH FLOW OPERATING ACTIVITIES</b>			
Net Profit Before Tax and Extraordinary Item		(1,279.02)	(8,140.19)
Adjustment for :			
Depreciation		118.87	165.06
Interest Expenses		261.80	552.64
Interest Income		0.39	45.36
Loss on Sale of Property, Plant and Equipments (Net)		2.59	255.89
Dividend Income		(0.04)	(0.02)
<b>Operating Profit before Working Capital Changes</b>		<b>(895.41)</b>	<b>(7,121.26)</b>
Working capital adjustments (Increase)/Decrease for :			
Trade receivables		(591.51)	2,263.46
Loans and Advances and other assets		384.67	1,268.04
Inventories		175.72	254.74
Trade and Other payables		333.44	148.61
<b>Cash Generated from Operation</b>		<b>(593.10)</b>	<b>(3,186.41)</b>
Direct Taxes Paid		(13.91)	42.72
<b>Net Cash Flow from Operating Activities</b>	<b>(A)</b>	<b>(607.01)</b>	<b>(3,143.69)</b>
<b>(B) CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase of Fixed Assets		(0.37)	-
Sale of Fixed Assets		18.43	941.38
Interest Income		(0.39)	(45.36)
Sale / (Purchase) of Investments (Net)		(0.50)	(0.23)
Dividend Received		0.04	0.02
<b>Net Cash from (-used) in Investing Activities</b>	<b>(B)</b>	<b>17.21</b>	<b>895.81</b>
<b>(C) CASH FLOW FROM FINANCING ACTIVITIES</b>			
Interest Paid		(261.80)	(552.64)
Proceeds / (Repayment) from / of Long term Borrowings (Net)		(2.54)	(10.76)
Proceeds / (Repayment) from / of Short term Borrowings (Net)		893.97	(762.98)
Increase in Borrowings due to Invocation of Bank Guarantees		-	3,716.94
<b>Net Cash Flow From Financing Activities</b>	<b>(C)</b>	<b>629.63</b>	<b>2,390.56</b>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>(A+B+C)</b>	<b>39.83</b>	<b>142.68</b>
Cash & Cash Equivalents (Opening Balance)		100.90	439.48
Cash & Cash Equivalents (Closing Balance)		140.73	582.14



*[Handwritten Signature]*



**Notes:**

- 1 The aforesaid results were placed before and reviewed by the Audit Committee at its meeting held on 22nd December, 2021 and subsequently approved by the Board of Directors at its meeting held on the same date.
- 2 The statement has been prepared in accordance with Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) prescribed under Section 133 of Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 3 The Company has only one Primary Segment i.e. Engineering, Procurement and Construction. Hence, there is no reportable segment.
- 4 The Statutory Auditors have carried out Limited Review of the financial results of the Company under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The auditors have expressed an unmodified report of the above results.
- 5 The Company was unable to complete various projects in time, performance bank guarantees of the Company were also invoked by other parties, and non-recovery of its funds due to various reasons and hence defaulted on repayment of dues to lenders, consequently the lenders have classified the loan balances of the Company as non-performing assets.
- 6 The Company has incurred significant losses during the period ended 30th September 2021 and also in the previous periods/years further the networth of the company is Negative as at 30th September 2021. The Company has delayed/defaulted in payment of loans and interest and loan accounts have been classified as non-performing assets by banks. Due to fund constraints and other reasons the company has not been able to complete projects as expected, resulting to invocation of bank guarantees/performance guarantees. The Company has received the notices from IDBI Bank and State Bank of India u/s 13(2) of Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002, for recovery of defaulted payment of loan and interest. Notwithstanding the above, the Standalone financial statements of the Company have been prepared on going concern basis as management believes that the Company would be able to ultimately establish profitable operations, meet its commitments and reduce debt.
- 7 Interest in respect of Bank Loan with various banks amounting to Rs.8386.66 lakhs for the period starting from July-2019 to Sept 2021 (Rs. 1270.72 lakhs for the period from Jul 2021 to Sept 2021) was not charged by bank.
- 8 The Consolidated Financial Results include the Financial Result of the following Subsidiary, Arihant Flour Mills Pvt. Ltd., Rivu Infrastructural Developers Pvt. Ltd. & Woodland Instruments Pvt. Ltd.
- 9 The figures of the previous period have been regrouped / rearranged.



For Technofab Engineering Ltd.

Arjun Gupta  
Chairman & Managing Director  
DIN : 00012092

Place : Faridabad  
Date : 22-12-2021

**Independent Auditor's Review Report on Unaudited Consolidated Financial Results of the Company for the quarter and half year ended 30<sup>th</sup> September, 2021 Pursuant to the regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015**

**To**  
**The Board of Directors of**  
**TECHNOFAB ENGINEERING LIMITED**

**Opinion**

We have reviewed the accompanying statement of unaudited consolidated financial results of Technofab Engineering Limited ('the Parent Company') and its Subsidiaries (the Holding Company and its Subsidiaries together referred to as "the Group") for the quarter and half year ended 30<sup>th</sup> September 2021 ('the statement') attached herewith, being submitted by the Parent Company pursuant to the requirement of Regulation 33 of SEBI (Listing obligations and disclosure requirements) Regulation, 2015, as amended (the "Listing Regulations").

In our opinion based on review conducted by us and to the best of our information and according to the explanations given to us, the Statement:

i. include the annual financial results of the following entities :

Sr. No.	Name of the Company	Nature of Relationship
1	Arihant Flour Mills Private Limited	Wholly owned subsidiary
2	Rivu Infrastructural Developers Private Limited	Wholly owned subsidiary
3	Woodlands Instruments Private Limited	Wholly owned subsidiary

ii. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

iii. except for the effects / possible effects of the matters referred to in Basis of Qualified Opinion paragraph below give a true and fair view in conformity with the applicable Ind AS and other accounting principles generally accepted in India, of the consolidated net loss and consolidated total comprehensive loss and other financial information of the Group for the quarter and half year ended 30<sup>th</sup> September 2021





### **Basis of Qualified Opinion**

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. 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. We have not performed an audit and accordingly, we do not express an audit opinion.

We draw your attention to Note No. 5 & 6 to the consolidated financial results with regard to multiple significant uncertainties faced by the Company such as (a) Non availability of funds from banks and also declaration of loans as NPA and uncharged interest due to NPA (b) Poor recovery from debtors (c) Invocation of performance guarantees / bank guarantees (d) Litigation with debtors. The impact of the above matters, if any, on the standalone financial statements is presently not ascertainable.

### **Material Uncertainty Related to Going Concern**

We draw attention to Note No. 5 & 6 to the consolidated financial results, which describe the company's financial condition and its debts as at September 30, 2021. The Company's financial performance has impacted its ability to generate the cash flow that it needs to settle its liabilities as they fall due. The Company has defaulted in repayment of loan and interest payments. Due to fund constraints and other reasons the company has not been able to complete projects as expected, resulting in invocation of bank guarantees / performance guarantees. These events or conditions, along with other matters, indicates that a material uncertainty exist that may cast significant doubt on the Company's ability to continue as a going concern, if the company is not able to raise funds, renegotiate / restructure liabilities, monetize its certain assets including but not limited to realization of stated amount of debtors and generate cash flow from operations that it needs to settle its liabilities as they fall due.

### **Emphasis of Matter**

We draw attention to Note No. 5 & 6 to the consolidated financial results, which states that the company has defaulted on repayments to various banks due to invocation of various bank guarantees / performance guarantees and poor recovery and litigations with debtors.

### **Management's Responsibilities for the Statement**

The preparation of the statement 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 rules 3 of Companies (Indian Accounting Standard) Rule, 2015 and other accounting principles generally accepted in India, read with the circular is the responsibility of the Parent Company's Management and has been approved by the Parent's Board of Directors. Our responsibility is to express a conclusion on the statements based on our review.





## Other Matters

We also performed procedures in accordance with the Circular No. CIR/CFD/CMDI/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

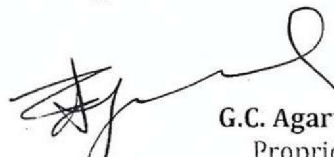
The accompanying statement includes unaudited interim financial results and other financial information of 3 Subsidiaries which have not been reviewed by their auditors, whose interim financial information reflect total assets of Rs. 19,24,21,220/- as at 30<sup>th</sup> September, 2021, total revenue of Rs. 3,240/-, net profit/(loss) after tax of Rs. (74,507)/- and total comprehensive income of Rs. (74,507)/- for the quarter and half year ended 30<sup>th</sup> September, 2021 and net cash flows of Rs. (6,55,012)/- for the half year ended 30<sup>th</sup> September, 2021 as considered in the statement which have not been reviewed by their auditors. These unaudited interim financial statements/ financial information/ financial results and other unaudited financial information have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of these subsidiaries is based solely on such unaudited interim financial statement/financial results and other unaudited financial information. According to the information and explanation given to us by the management, these interim financial results and other financial information are not material to the group.

Our Conclusion on the Statement is not modified in respect of our reliance on the interim financial information certified by the Management.

Based on our review conducted as above, and based on the consideration of matters referred to in basis of qualified opinion Paragraph above and based on considerations referred to in above paragraph of other matter 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 applicable Indian Accounting Standards ("Ind AS") as specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing obligations and disclosure requirements) Regulation, 2015 read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.



For G.C. Agarwal & Associates  
CHARTERED ACCOUNTANTS  
Firm Registration No: 017851N

  
G.C. Agarwal  
Proprietor  
M.No.083820

Place: New Delhi  
Date: 22.12.2021

UDIN:

21083820AAAA EB5848



**Independent Auditor's Review Report on Unaudited Standalone Financial Results of the Company for the quarter and half year ended on 30th September 2021 Pursuant to the Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015**

**To**  
**The Board of Directors of**  
**TECHNOFAB ENGINEERING LIMITED**

**Qualified Opinion**

We have reviewed the accompanying statement of unaudited standalone financial results of Technofab Engineering Limited ('the Company') for the quarter and half year ended 30th September 2021 ('the statement') attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing obligations and disclosure requirements) Regulation, 2015, as amended ('the Listing Regulation').

In our opinion based on review conducted by us and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. except for the effects / possible effects of the matters referred to in Basis of Qualified Opinion paragraph below gives a true and fair view in conformity with the applicable Ind AS and other accounting principles generally accepted in India, of the net loss and total comprehensive loss and other financial information of the Company for the quarter and half year ended 30<sup>th</sup> September 2021:

**Basis of Qualified Opinion**

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing 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. We have not performed an audit and accordingly, we do not express an audit opinion.

We draw your attention to Note No. 4 & 5 to the standalone financial results with regard to multiple significant uncertainties faced by the Company such as (a) Non availability of funds from banks and also declaration of loans as NPA and uncharged interest due to NPA (b) Poor recovery from debtors (c) Invocation of performance guarantees / bank guarantees (d) Litigation with debtors. The impact of the above matters, if any, on the standalone financial statements is presently not ascertainable.





### **Material Uncertainty Related to Going Concern**

We draw attention to Note No. 4 & 5 to the standalone financial results, which describe the company's financial condition and its debt as at September 30, 2021. The Company's financial performance has impacted its ability to generate the cash flow that it needs to settle its liabilities as they fall due. The Company has defaulted in repayment of loan and interest payments. Due to fund constraints and other reasons the company has not been able to complete projects as expected, resulting in invocation of bank guarantees / performance guarantees. These events or conditions, along with other matters, indicates that a material uncertainty exist that may cast significant doubt on the Company's ability to continue as a going concern, if the company is not able to raise funds, renegotiate / restructure liabilities, monetize its certain assets including but not limited to realization of stated amount of debtors and generate cash flow from operations that it needs to settle its liabilities as they fall due.

### **Emphasis of Matter**

We draw attention to Note No. 4 and 5 to the standalone financial results, which states that the company has defaulted on repayments to various banks due to invocation of various bank guarantees / performance guarantees and poor recovery and litigations with debtors.

### **Management's Responsibilities for the Statement**

The preparation of the statement 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 rules 3 of Companies (Indian Accounting Standard) Rule, 2015 and other accounting principles generally accepted in India, read with the circular is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to express a conclusion on the statements based on our review.

### **Other Matters**

Based on our review conducted as 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 applicable Indian Accounting Standards ("Ind AS") as specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing obligations and disclosure requirements) Regulation, 2015 read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For G.C. Agarwal & Associates  
CHARTERED ACCOUNTANTS  
Firm Registration No: 017851N



A handwritten signature in black ink, appearing to be "G.C. Agarwal".

G.C. Agarwal  
Proprietor  
M.No.083820

Place: New Delhi  
Date: 22.12.2021

UDIN:

21083820AAAAEA5790