## TIMEXGROUP

Timex Group India Limited Unit No 303, 3rd Floor, Tower B, World Trade Tower (WTT), C-1, Sector-16, Noida - 201301, Uttar Pradesh, INDIA CIN : L33301DL1988PLC033434 Tel. : +91 120 474 1300 Fax : +91 120 474 1440 Website : www.timexindia.com E-mail : feedback@timexindia.com

February 2, 2023

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. on 2<sup>nd</sup> February 2023, *inter-alia*, considered and approved the Un-audited Financial Results of the Company for the quarter and nine months ended on 31<sup>st</sup> December, 2022, in compliance with Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The same along with Limited Review Report is enclosed herewith.

Time of Commencement of Board Meeting : 5:30 PM

Time of conclusion of Board Meeting : 7:20 PM

The above results are also being disseminated on Company's website at <u>www.timexindia.com</u>.

This is for your kind information and record.

Thanking You, For **TIMEX GROUP INDIA LIMITED** 

Dhiraj Kumar Maggo Vice President-Legal, HR & Company Secretary

# Deloitte Haskins & Sells LLP

Chartered Accountants 7<sup>th</sup> Floor, Building 10, Tower B DLF Cyber City Complex DLF City Phase - II Gurugram - 122 002 Haryana, India

Tel: +91 124 679 2000 Fax: +91 124 679 2012

### 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 and nine months ended December 31, 2022 ("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.

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

Rajesh Kumar Agarwal (Partner) (Membership No. 105546) (UDIN: 23105546BGXMQN8026)

Place: New Delhi Date: February 2, 2023

#### TIMEX GROUP INDIA LIMITED Registered Office : E-10, Lower Ground Floor, Lajpat Nagar - III, New Delhi – 110024 Telephone No: +91-11-41021297 | Email: feedback@timexindia.com Website: www.timexindia.com | CIN: L33301DL1988PLC033434

## STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2022

	STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2022 (Rs. in lakhs except per share d						
Sr.	Particulars		Quarter ended		Nine mont	ths ended	Year ended
		December 31, 2022	September 30, 2022	December 31, 2021	December 31, 2022	December 31, 2021	March 31, 2022
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Revenue from operations	8,464	12,123	6,532	30,014	18,537	26,446
2	Other income	1	2	30	29	36	108
3	Total Income (1+2)	8,465	12,125	6,562	30,043	18,573	26,554
4	Expenses						
4	a. Cost of materials consumed	3,404	4,452	2,184	12,115	7,318	11,008
	b. Purchases of stock-in-trade	1,568	3,889	1,469	7,841	3,030	5,386
	<ul> <li>c. Changes in inventories of finished goods, work-in- progress and stock-in-trade</li> </ul>	280	(1,530)	73	(2,788)	134	(1,589)
	d. Employee benefits expense	1,146	1,304	1,158	3,463	2,847	3,769
	e. Finance costs	172	142	41	411	144	190
	f. Depreciation and amortisation expenses	91	94	90	275	272	357
	g. Other expenses	2,473	1,893	2,057	6,313	4,731	7,111
	Total expenses (4)	9,134	10,244	7,072	27,630	18,476	26,232
5	Profit/(loss) before exceptional items and tax	(669)	1,881	(510)	2,413	97	322
	(3-4)						
6	Exceptional items	-	-	-	-	-	-
7	Profit / (loss) before tax (5-6)	(669)	1,881	(510)	2,413	97	322
8	Tax expense (Refer Note 8)	-	_	-	_	-	-
Ū	Total Tax expenses (8)	-	-	-	-	-	-
9	Profit/(loss) after tax (7-8)	(669)	1,881	(510)	2,413	97	322
9		(669)	1,001	(310)	2,413	97	522
10	Other Comprehensive Income						
	Items that will not be reclassified to profit or loss						
	- Gain / (loss) on defined benefit obligations	-	-	(2)	-	(5)	(20)
11	Total Other Comprehensive Income	-	-	(2)	-	(5)	(20)
12	Total Comprehensive Income for the period	(669)	1,881	(512)	2,413	92	302
	(9+11)	(000)	_,	()	_,		
13	Paid-up equity share capital (Re. 1 each fully paid- up)	1,010	1,010	1,010	1,010	1,010	1,010
14	Other equity						547
15	Earnings per share	Not Annualised	Not Annualised	Not Annualised	Not Annualised	Not Annualised	Annualised
	-Basic	(0.84)	1.69	(0.68)	1.86	(0.43)	(0.39)
		(0.84)					

#### NOTES TO UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2022

- 1 The above financial results has been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 2, 2023. The limited review of the above financial results as required under Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulation, 2015, as amended, has been completed by the statutory auditors.
- 2 The above 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 the Companies (Indian Accounting Standards) Rules 2015, as amended, from time to time.
- 3 Due to the COVID-19 Global health pandemic, the operations of the Company were adversely hit by these lockdowns/ restrictions during the FY 2020-21 and the first quarter of FY 2021-22. Accordingly, the Company's financial results for the nine months ended December 31, 2022 and the corresponding nine months ended December 31, 2021, are not comparable.
- 4 The Company has past accumulated losses which resulted in substantial erosion of total equity of the Company. The Company has started delivering growth in revenue post Covid 19 pandemic and in the current period as well. The Company has reported a loss after tax of Rs. 669 lakhs during the current quarter however has reported a profit after tax of Rs. 2,413 lakhs during the nine month ended December 31, 2022 (year ended March 31, 2022: profit after tax of Rs. 322 lakhs) and has positive net current asset position. Also, bank borrowings (working capital loans) have been fully guaranteed by Tanager Group B.V., the Intermediate Holding Company. As per business plan approved by the Board of Directors, the Company expects growth in its operations with continuous improvement in the operational efficiency. In view of the above, the use of going concern assumption has been considered appropriate by the Management in preparation of the above financial results of the Company.
- 5 The Company is primarily in the business of manufacturing and trading of watches and rendering of related after sales service. 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 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.
- 6 The Code on Social Security, 2020 ('code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- 7 The shareholders of the Company in their Annual General Meeting held on July 28, 2022, subject to such statutory or other approvals as may be required, approved issuance of 25,00,000, 0.09% Non-Cumulative Redeemable Non-Convertible Preference Shares of Rs.10 each to the Holding Company on private placement basis for the purpose of redemption of 25,00,000 0.1% Non-Cumulative Redeemable Non-Convertible Preference Shares of Rs.10/- each, which are due for redemption on March 24, 2023. The company during the current quarter has completed all the necessary approvals and issued 25,00,000, 0.09% Non-Cumulative Redeemable Non-Convertible Preference Shares on November 22, 2022 and also has redeemed 25,00,000 0.1% Non-Cumulative Redeemable Non-Convertible Preference Shares on November 22, 2022 and also has redeemed 25,00,000 0.1% Non-Cumulative Redeemable Non-Convertible Preference on Shares on November 23, 2022.
- 8 The Company has exercised the option of lower corporate tax rate as provided under section 115BAA of the Income-tax Act, 1961 from financial year 2019-20 and accordingly is not required to pay minimum alternate tax (MAT). Further in view of the available carried forward losses including unabsorbed depreciation, the management has estimated that no income tax expense is required to be recognised during the quarter and nine months ended December 31, 2022.

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

Place: Noida Date : February 2, 2023 Deepak Chhabra Managing Director