



THAKRAL

TSIL/ 62256 /2023

30-05-2023

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 30-05-2023
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 Audited Financials for the Quarter and Year ended 31.03.2023

2) The Board Meeting commenced at 04:30 P.M. and was concluded at 08.30 PM

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

Regd. office : 8th Floor, The Estate, 121 Dickenson road, Bengaluru, 560042

(All amounts in Indian Rupees Lakhs, unless otherwise stated)

Statement of Financial Results for the quarter and year ended March 31, 2023

Particulars	Quarter ended			Year Ended	
	March 31, 2023	December 31, 2022	March 31, 2022	March 31, 2023	March 31, 2022
	(Refer Note 6)	(Unaudited)	(Refer Note 6)	(Audited)	(Audited)
I Revenue from operations	427.85	487.34	418.16	1,843.86	1,659.41
II Other income	10.04	10.54	0.99	38.29	21.72
III Total Income (I+II)	437.89	497.88	419.15	1,882.15	1,681.13
IV Expenses					
Purchase of stock in trade	240.36	248.43	250.43	955.64	926.48
Change in inventories of finished goods, stock in trade and work in progress	(12.38)	(18.85)	(52.71)	8.93	(71.19)
Employee benefit Expenses	126.58	148.44	119.43	513.81	518.38
Finance costs	16.26	-	-	16.26	-
Depreciation and amortisation expenses	62.58	2.42	3.99	71.74	18.16
Other expenses	267.43	100.78	125.70	642.40	524.63
Total Expenses (IV)	700.83	481.22	446.84	2,208.77	1,916.46
V Profit/(Loss) before exceptional items and tax (III-IV)	(262.94)	16.66	(27.69)	(326.62)	(235.33)
VI Exceptional Items	-	-	-	-	-
VII Profit/(Loss) before tax	(262.94)	16.66	(27.69)	(326.62)	(235.33)
VIII Tax expense:					
Current tax	-	-	-	-	-
Deferred tax	-	-	-	-	-
IX Profit/Loss for the period/year (VII-VIII)	(262.94)	16.66	(27.69)	(326.62)	(235.33)
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	-	9.65	0.47	9.65
(ii) Income tax on items that will not be reclassified to the profit or loss	-	-	-	-	-
Total Other Comprehensive Income (net of taxes)	0.47	-	9.65	0.47	9.65
Total Comprehensive Income for the Period	(262.47)	16.66	(18.04)	(326.15)	(225.68)
Paid-up share capital (par value ₹3/- each fully paid)	352.05	352.05	352.05	352.05	352.05
Other Equity				(884.47)	(558.31)
XI Earnings per Equity share-Basic and diluted (not annualised)	(2.24)	0.14	(0.24)	(2.78)	(2.01)
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

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 May 30, 2023. The Statutory Auditors of the Company have carried out audit of the results for the year ended March 31, 2023.

02 The company has Trade Receivables, Retention Money receivable from the Customers and Earnest Money Deposits amounting to Rs. 894.75 lakhs (Net of Loss allowance) as on March 31, 2023. Out of the above, Rs 488.18 lakhs (Net of Loss allowance) is outstanding for a period of more than 6 months. The Company has made a loss allowance of Rs 206.42 lakhs towards bad debts of receivables up to March 31, 2015. The management is confident that the remaining amounts 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 prepared the the Financial Results by applying the going concern assumption, even though the Company has accumulated losses of Rs 884.47 lakh as at March 31, 2023. Also, the company is expecting that the trade receivables of the company will be recovered.

04. The company has closing stock amounting to Rs.263.53 lakhs as on March 31, 2023 out of which inventory amounting to Rs.17.39 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.

05. 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 .

06. The figures of the quarter ended March 31, 2023 and March 31, 2022 are the balancing figures between audited figures for the full financial years and published year to date figures upto third quarter of the respective financial years.

07. Previous period/year figures have been regrouped or rearranged wherever necessary to confirm to current year classification.

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

Date : May 30, 2023

RS Bawa
Director

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)

Statement of Assets and Liabilities as at March 31, 2023

(₹ in Lakhs.)

Particulars	As at March 31, 2023 (Audited)	As at March 31, 2022 (Audited)
A ASSETS		
1. Non-current assets		
a) Property, plant and equipment	22.91	25.09
b) Right of use Assets	111.75	-
c) Financial assets		
i) Investments	1.09	1.31
ii) Other financial assets	45.58	57.20
d) Other Deferred Tax Asset (net)		
e) Other non-current assets	3.88	4.11
Total non-current assets	185.21	87.71
2. Current assets		
a) Inventories	263.53	272.46
b) Financial assets		
i) Trade receivables	762.14	978.90
ii) Cash and cash equivalents	140.59	33.07
iii) Bank balances other than (ii) above	7.63	7.56
iv) Other financial assets	217.19	205.40
c) Other current assets	34.45	58.89
d) Current tax asset	36.13	116.67
Total current assets	1,462.04	1,673.83
Total assets	1,647.25	1,761.54
B EQUITY AND LIABILITIES		
1. Equity		
a) Equity share capital	352.05	352.05
b) Other equity	(884.47)	(558.31)
Total Equity	(532.42)	(206.26)
2. Liabilities		
Non current liabilities		
a) Financial liabilities		
i) Borrowings	1,299.77	1,095.35
ii) Lease Liability	44.26	-
b) Provisions	47.71	54.09
Total Non current liabilities	1,391.74	1,149.44
Current liabilities		
a) Financial liabilities		
i) Trade payables	366.35	381.96
ii) Other financial liabilities	84.89	126.74
iii) Lease Liability	70.30	-
b) Provisions	44.84	39.05
c) Other current liabilities	221.55	270.61
Total Current liabilities	787.93	818.36
Total Liabilities	2,179.67	1,967.80
Total Equity and Liabilities	1,647.25	1,761.54

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

Place : Bengaluru
Date : May 30, 2023

KS Bawa
Director
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 March 31, 2023

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
I Cash flow from operating activities:		
A Profit/(Loss) before tax	(326.62)	(235.33)
B. Adjustment for:		
a. Depreciation and amortisation	71.74	18.16
b. Interest income	(1.39)	(1.78)
c. Loss from investments	0.22	(0.22)
d. Write back of fixed assets	-	-
e. Provisions for bad and doubtful debts	206.42	-
f. Provisions Written back	(28.78)	(12.47)
g. Unrealized foreign exchange gain	(3.10)	(0.96)
h. Finance cost	16.26	-
i. Interest income on security deposit given	(3.27)	(2.42)
j. Amortisation of Prepaid lease rentals	3.02	2.34
	(65.50)	(232.68)
C. Adjustment for movements in Working capital		
a. Trade payables, Other liabilities and Provisions (NET of fair value adjustment on deposits)	(88.37)	108.32
b. Trade receivables	13.44	37.37
c. Inventories	8.93	(71.18)
d. Financial and other current assets	27.80	(7.12)
D. Cash generated from Operations	(103.70)	(165.29)
Less: Direct taxes Paid	80.54	(29.69)
Net cash flow from operating activities (I)	(23.16)	(194.98)
II Cash flows from investing activities		
a. Purchase of fixed assets, including CWIP	(9.60)	(1.33)
b. Proceeds from sale of fixed assets	-	-
c. Redemption/maturity of bank deposits	(0.07)	2.35
d. Interest received	1.39	1.78
Net cash flow from/ (used in) investing activities (II)	(8.28)	2.80
III Cash flows from financing activities		
a. Proceeds from Borrowings	204.43	197.48
b. Payment of Lease Liability	(66.27)	-
Net cash flow from/ (used in) financing activities (III)	138.16	197.48
IV Net (decrease) in cash and cash equivalents (I + II + III)	106.72	5.30
Cash and cash equivalents at the beginning of the year	35.87	28.57
V Cash and cash equivalents at the end of the year	140.59	33.87
VI Components of cash and cash equivalents:		
a. Cash on hand	0.64	0.86
i. Cheques/ drafts on hand	-	-
c. With banks	-	-
i. on current account	139.95	33.01
ii. on deposit account (Maturity less than 3 Months)	-	-
Total cash and cash equivalents	140.59	33.87

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

RS Bawa
Director

For Thakral Services (India) Limited

Director

Place : Bengaluru
Date : May 30, 2023



Independent Auditor's Report

To,
The Board of Directors
Thakral Services (India) Limited

Qualified Opinion

We have audited the accompanying statement of annual financial results ('the Statement') of **Thakral Services (India) Limited** (the "Company") for the quarter and year ended 31 March 2023 being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations'), including relevant circulars issued by the SEBI from time to time.

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- a. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and
- b. In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph, the statement is presented in accordance with the requirements of Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 gives a true and fair view in conformity with the aforesaid Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ('the Act'), read with relevant rules issued thereunder, and other accounting principles generally accepted in India, its loss (including other comprehensive Income) and other financial information of the Company for the quarter and year ended March 31, 2023.

Basis for Qualified Opinion

- a. The company has Trade Receivables, Retention Money receivable from the Customers and Earnest Money Deposits amounting to Rs. 894.75 Lakhs (Net of loss allowance) 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. 488.18 Lakhs (Net of loss allowance) is outstanding for a period of more than six months. In our opinion, the loss allowance created is not adequate considering the absence of confirmations and ageing of receivables. To the extent of short provision, loss for the year is understated and assets are overstated.

- b. The company has closing stock amounting to Rs.263.53 Lakhs as on March 31, 2023, out of which inventory amounting to Rs. 17.39 Lakhs are lying with customers. However, the 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 March 31, 2023.
- c. The Company has obtained interest free loans and has an outstanding amount of Rs.1,299.77 lakhs as on March 31, 2023. As per Ind AS 109 'Financial Instruments', the Company has to recognize interest free loan at amortised 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 accounted any Ind AS adjustment as per Ind AS 109 in the financial statements. Accordingly, we are unable to comment on the same.

We conducted our audit in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Statement section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion.

Going Concern

We draw attention to note 03 of the financial results, that the Company has accumulated losses of Rs. 884.47 Lakhs as on March 31, 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.

Based on the customer orders on hand and future projections, the Company is expecting positive cash flows in the subsequent years and accordingly, the Company has prepared its financial statements by applying the going concern assumption.

The appropriateness of the said basis is dependent on the Company's ability to realise the overdue receivables, raising of the additional funds / conversion of existing interest free loans from the related parties into equity for meeting its obligations.

Our opinion is not modified in respect of this matter.

Management Responsibilities for the Statement

This Statement has been prepared on the basis of the annual audited financial statements. The Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the financial position, financial performance including other comprehensive income, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Indian accounting standards prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India, and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Statement

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing, specified under section 143(10) of the Act, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.

As part of an audit in accordance with the Standards on Auditing, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- a. Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- b. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls.
- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- d. Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- e. Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter(s)

The Statement includes the financial information for the quarter ended 31 March 2023 and 31 March 2022, being the balancing figures between the audited figures in respect of the full financial year and the unaudited year-to-date figures up to the third quarter of the respective financial year, which were subject to limited review by us.

For **K.S. Rao & Co.,**
Chartered Accountants
ICAI Firm registration no: 003109S

HITESH Digitally signed by
KUMAR P HITESH KUMAR P
JAIN JAIN
Date: 2023.05.30
21:10:15 +05'30'

Hitesh Kumar P
Partner
Membership number: 233734
UDIN: 23233734BGRCNR1761

Place: Bengaluru
Date: May 30, 2023.