



HARSHIL SHAH & COMPANY

Chartered Accountants

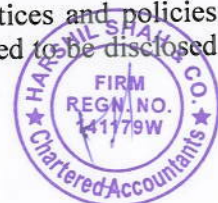
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Independent Auditor's Review Report on The Unaudited Quarter and Half Year ended Financial Results Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Tilaknagar Industries Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Tilaknagar Industries Limited** ("the Company") for the quarter and half year ended September 30, 2024 ("the Statement"), being submitted by the company pursuant to the requirement of Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').
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 Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, as amended 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. 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 an analytical procedure 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. The Company has not carried out impairment analysis of one of the ENA plants as required by Indian Accounting Standard (Ind AS 36) 'Impairment of Assets' though there is an indication of impairment. Reference is invited to Note no. 4 of the standalone statement.
The above matter was also qualified in our report on the audited financial results for the quarter and year ended March 31, 2024.
5. Based on our review conducted and procedures performed as stated above, except for the possible effects of the matter described in paragraph 4 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 recognised accounting practices and policies generally accepted in India has not disclosed the information required to be disclosed



in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. We draw attention to Note no. 6 of the Standalone Statement, describing the Search operations carried out by the Income tax authorities at some of the premises, plants and residences of Director of the Company in February 2024. Pending completion of the search proceedings, the consequent impact on the financial results for the quarter and half year ended September 30, 2024, if any, is currently not ascertainable. Our conclusion is not modified in respect of this matter.

For Harshil Shah & Company
Chartered Accountants
ICAI Firm Reg. No. 141179W

H Sharma

Himmat Sharma
Partner
Membership No.156501



Place: Mumbai
Date: November 04, 2024
ICAI UDIN: 24156501BKDFOX7448

TILAKNAGAR INDUSTRIES LTD. (CIN: L15420PN1933PLC133303)

Corporate Office: 3rd Floor, Industrial Assurance Building, Churchgate, Mumbai, Maharashtra - 400 020

Regd. Office : P.O. Tilaknagar, Tal. Shirampur, Dist. Ahmednagar, Maharashtra - 413 720

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(Rs. in Lacs except EPS)							
Statement of Standalone Unaudited Financial Results for the Quarter & Half Year ended September 30, 2024							
	Particulars	Quarter ended			Half Year ended		Year ended
		30.09.2024 Unaudited	30.06.2024 Unaudited	30.09.2023 Unaudited	30.09.2024 Unaudited	30.09.2023 Unaudited	31.03.2024 Audited
I	Revenue from Operations	82,332.16	66,476.20	75,018.04	1,48,808.36	1,39,015.80	2,95,826.04
II	Other Income	285.91	186.74	84.52	472.65	194.80	1,368.09
III	Total Income (I + II)	82,618.07	66,662.94	75,102.56	1,49,281.01	1,39,210.60	2,97,194.13
IV	Expenses						
	(a) Cost of materials consumed	18,843.21	16,762.85	17,624.84	35,606.06	32,645.32	69,219.72
	(b) Purchases of stock-in-trade	-	-	-	-	-	-
	(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(915.53)	(978.29)	540.44	(1,893.82)	619.27	1,661.33
	(d) Excise duty	44,846.62	35,169.82	39,579.45	80,016.44	73,167.44	1,56,430.74
	(e) Employee benefits expense	1,341.76	1,222.58	964.66	2,564.34	1,897.43	4,380.88
	(f) Finance costs	334.60	416.30	773.99	750.90	1,375.84	2,673.93
	(g) Depreciation and amortization expense	734.78	733.04	786.66	1,467.82	1,530.29	3,036.44
	(h) Other expenses	11,669.60	9,302.22	11,399.88	20,971.82	22,340.06	45,191.29
	Total Expenses	76,855.04	62,628.52	71,669.92	1,39,483.56	1,33,575.65	2,82,594.33
V	Profit/(Loss) Before Exceptional Items And Tax (III-IV)	5,763.03	4,034.42	3,432.64	9,797.45	5,634.95	14,599.80
VI	Exceptional Items (Net) (Refer Note No 5)	-	-	512.45	-	512.45	(26.92)
VII	Profit/(Loss) Before Tax (V+/-VI)	5,763.03	4,034.42	3,945.09	9,797.45	6,147.40	14,572.88
VIII	Tax Expense						
	(a) Current tax	-	-	-	-	-	-
	(b) Taxes for Earlier Years	-	-	-	-	-	-
	(c) Deferred tax	-	-	-	-	-	-
	Total Tax Expense	-	-	-	-	-	-
IX	Profit/(Loss) For The Period (VII-VIII)	5,763.03	4,034.42	3,945.09	9,797.45	6,147.40	14,572.88
X	Other Comprehensive Income/(Loss)						
	(a) Items that will not be reclassified to Profit & Loss						
	(i) Remeasurement gain /(loss) in respect of the defined benefit plans	(2.07)	(2.07)	(7.85)	(4.14)	(15.70)	(8.27)
	(ii) Net Gain / (Loss) on Fair Value through OCI - Equity Securities	(27.11)	-	-	(27.11)	-	-
	(iii) Tax on remeasurement gain /(loss) in respect of defined benefit plans	-	-	-	-	-	-
	(b) Items that will be reclassified to Profit & Loss	-	-	-	-	-	-
	Total Other Comprehensive Income/(Loss) For The Period [(a) +(b)]	(29.18)	(2.07)	(7.85)	(31.25)	(15.70)	(8.27)
XI	Total Comprehensive Income/(Loss) For The Period (IX+X)	5,733.85	4,032.35	3,937.24	9,766.20	6,131.70	14,564.61
XII	Paid-up Equity Share Capital (Face value of Rs. 10/- per Share)	19,295.64	19,280.51	19,172.75	19,295.64	19,172.75	19,273.04
XIII	Other Equity as per Balance Sheet						47,167.04
XIV	Earnings Per Equity Share of Rs. 10 /- Each (not annualized)						
	(a) Basic (Rs.)	2.99	2.09	2.06	5.08	3.24	7.63
	(b) Diluted (Rs.)	2.96	2.07	2.03	5.03	3.17	7.56

Notes :

- 1 The above standalone results have been reviewed by the Audit Committee and approved by the Board of Directors at its Meeting held on November 4, 2024. The Statutory Auditors have expressed qualified opinion.
- 2 The above results have been prepared in accordance with Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
- 3 The Company is predominantly engaged in the business of manufacture and sale of Indian Made Foreign Liquor (IMFL) and its related products, which constitute a single business segment as per IND-AS 108: Operating Segments. Accordingly, disclosure in accordance with the provisions of Circular issued by the SEBI on July 05, 2016 is not applicable.
- 4 The Company expects to restart the grain distillery plant post incurring of relevant capital expenditure. In view of this, the management believes that there is no impairment in value of its ENA Plant and hence the recoverable amount of the ENA Plant is not required to be estimated.

5 Exceptional Items in the year ended March 31, 2024 includes :**Income /
(Expenses) Rs
in lacs**

- | | | |
|---|---|---------|
| a | During the quarter ended September 30, 2023, the Company has made a pre-payment of the Restructured debt of Edelweiss Asset Reconstruction Company (EARC) acting as trustee of EARC Trust SC 241. Accordingly, the total Restructured debt of Rs. 17,622 lacs as on June 30, 2023 of EARC Trust SC 241 now stands reduced to Rs. Nil. Consequent to the above prepayment, the corresponding Balance debt of EARC Trust SC 241 of Rs. 362.45 lacs has been waived by EARC and has been written back by the Company along with a discount of Rs 150 lacs on the Restructured debt received from EARC at the time of pre-payment. The Company has now completely repaid the Restructured debt of all the three EARC Trusts i.e EARC Trust SC 233, EARC Trust SC 241 and EARC Trust SC 269 as per the Master Restructuring Agreement (MRA) dated February 06, 2020 and stands discharged of all liabilities, dues, demands or claims in respect of the Restructured Facilities. | 512.45 |
| b | During the quarter and year ended March 31, 2024, the Company has written off loans and advances given to its wholly owned subsidiaries i.e. Prag Distilleries (P) Ltd of Rs 10,250.33 lacs and PunjabExpo Breweries Private Limited of Rs 3,936.30 lacs. Consequent to the reversal of earlier year provision for loans and advances to its wholly owned subsidiaries of Rs 9,760.72 lacs of Prag Distilleries (P) Ltd and Punjab Expo Breweries Private Limited of Rs 3,886.54 lacs and including the write off in the current year, net impact of Rs 539.37 lacs has been disclosed under exceptional item in the financial results as an expense for the quarter and year ended March 31, 2024. | -539.37 |

Total expenses in exceptional Items (Net) in the year ended March 31, 2024

-26.92

- 6 The Income-Tax authorities ('the department') had conducted search activity during the month of February 2024 at some of the premises, plants and residences of Director of the Parent Company. The Company extended full cooperation to the Income-tax officials during the search and provided required details, clarifications, and documents. As on the date of issuance of these Quarter ended financial results, the Company has not received any written communication from the department regarding the outcome of the search, therefore, the consequent impact on the Quarter ended Sept 30, 2024 financial results, if any, is not ascertainable.

The Management, after considering all available records and facts known to it, is of the view that there is no material adverse impact on the financial position of the Company and no material adjustments are required to these financial results for the quarter ended Sept 30, 2024 in this regard.

- 7 The Revenue from Operations includes Rs 1035.74 lacs for the quarter ended Sept 30, 2024 and Rs 1592.13 lacs for the half year ended Sept 2024 received as partial Subsidy from Government of Maharashtra under Package Scheme of Incentives, 2007, relating to past investments.
- 8 During the quarter ended Sept 2024, the Finance Committee of the Board of Directors approved a follow-on investment of Rs. 1315 lacs Spaceman Spirits Lab Private Limited ("SSL"), makers of premium Indian craft gin Samsara and craft rum Sitara. The Company shall invest Rs. 1315 lacs across 3 tranches over an 18 month period by subscribing to (a) 2,546 Equity Shares and (b) 16,890 Compulsory Convertible Preference Shares ("CCPS"). Earlier, the Company had executed a Share Subscription and Investment Agreement on 27th March 2023, against which the Company had subscribed to 6,636 Equity Shares and 7,374 CCPS of SSL equivalent to 10% of share capital on a fully diluted basis for INR 9.75 crores. The total shareholding percentage of the Company in SSL after the proposed investment shall stand increased to 20.02% (on a fully diluted basis). The first tranche of investment of Rs 399.99 lacs was made on Sept 20, 2024.
- 9 During the quarter ended Sept 2024, the Finance Committee of the Board of Directors approved an investment of Rs. 8.03 Crores in Round the Cocktails Private Limited ("Bartisans") which is a 'ready to pour' beverage company, engaged in the business of developing, producing, marketing and selling non-alcoholic beverages which can be mixed with alcohol to create cocktails, and can also be consumed on their own as mocktails. The Company shall invest Rs. 8.03 Crores by (a) Subscribing to 2,352 Compulsory Convertible Preference Shares ("CCPS") and 1 equity share of Bartisans equivalent to 13.52% of share capital on a fully diluted basis for INR 3 crores; and (b) Purchasing from existing shareholders, 163 equity shares and 3,781 CCPS of Bartisans equivalent to 22.65% of share capital on a fully diluted basis for INR 5.03 crores. In aggregate, the Company will own 36.17% of the share capital of Bartisans on a fully diluted basis post this investment. The investment of Rs 8.03 crores has been made on October 03, 2024.
- 10 The previous period figures have been regrouped and reclassified wherever necessary.

Standalone Unaudited Statement of Assets and Liabilities as at September 30, 2024

Particulars		(Rs. in lacs)	
		As at	As at
		30.09.2024	31.03.2024
		(Unaudited)	(Audited)
A	ASSETS		
	NON-CURRENT ASSETS		
	(a) Property, Plant and Equipment	36,531.17	37,743.06
	(b) Capital Work-in-Progress	28.32	28.32
	(c) Right of Use Assets	154.26	177.64
	(d) Other Intangible Assets	41.69	44.49
	(e) Financial Assets		
	(i) Investments	3,565.98	3,193.10
	(ii) Loans	0.44	11.55
	(iii) Other Financial Assets	2,591.21	2,583.22
	(f) Deferred Tax Assets (Net)	-	-
	(g) Other Non-Current Assets	534.04	405.53
	(h) Non-Current Tax Assets (Net)	674.47	511.33
	Total Non-Current Assets	44,121.58	44,698.24
	CURRENT ASSETS		
	(a) Inventories	12,504.70	10,083.29
	(b) Financial Assets		
	(i) Investments	4,969.00	99.08
	(ii) Trade Receivables	44,519.07	41,849.84
	(iii) Cash and Cash Equivalents	4,193.33	893.78
	(iv) Bank Balance other than (iii) above	2,120.33	3,071.70
	(v) Loans	787.33	799.13
	(vi) Other Financial Assets	927.22	210.73
	(c) Other Current Assets	3,049.44	2,311.40
	Total Current Assets	73,070.42	59,318.95
	TOTAL ASSETS	1,17,192.00	1,04,017.19
B	EQUITY AND LIABILITIES		
	EQUITY		
	(a) Equity Share Capital	19,295.64	19,273.04
	(b) Other Equity	56,262.36	47,167.04
	Total Equity	75,558.00	66,440.08
	LIABILITIES		
	NON-CURRENT LIABILITIES		
	(a) Financial Liabilities		
	(i) Borrowings	4,509.59	6,310.30
	(ii) Lease Liabilities	141.50	181.86
	(iii) Other Financial Liabilities	5,496.81	5,496.81
	(b) Provisions	373.28	339.83
	(c) Deferred Tax Liabilities (net)	-	-
	(d) Other Non-Current Liabilities	-	-
	Total Non-Current Liabilities	10,521.18	12,328.80
	CURRENT LIABILITIES		
	(a) Financial Liabilities		
	(i) Borrowings	4,613.12	5,500.88
	(ii) Lease Liabilities	57.94	36.77
	(iii) Trade Payables		
	Total outstanding dues of micro enterprises and small enterprises	3,098.09	2,605.97
	Total outstanding dues of creditors other than micro enterprises and small enterprises	11,152.06	9,354.74
	(iv) Other Financial Liabilities	7,877.34	4,547.63
	(b) Provisions	3,314.63	2,274.94
	(c) Current Tax Liabilities (Net)	-	-
	(d) Other Current Liabilities	999.64	927.38
	Total Current Liabilities	31,112.82	25,248.31
	TOTAL EQUITY AND LIABILITIES	1,17,192.00	1,04,017.19

TILAKNAGAR INDUSTRIES LTD.

Standalone Unaudited Statement of Cash Flow for the Half year ended September 30, 2024

	Half Year Ended Sept 30, 2024		Half Year Ended Sept 30, 2023	
			(₹ in lacs)	
A) Cash flow from Operating activities				
Net profit (Loss) before tax		9,797.45		6,147.40
Adjustment for:				
Exceptional Items-Loan Written Back	-		(512.45)	
Depreciation / Amortisation	1,467.82		1,530.29	
Unrealised (Gain) / Loss on Investment	(68.78)		(5.82)	
Loss / (Profit) on sale on Investment	(51.63)		(60.06)	
Excess provision written back	(7.53)		(5.58)	
Allowance for doubtful advances/ deposits	77.17		687.92	
Sundry balance written back	(41.95)		(1.08)	
Expected Credit Loss / (Write Back) on trade receivables	161.18		294.10	
Unrealised Foreign Exchange Fluctuation (Gain) / Loss	3.87		0.22	
Employee stock option expenses	213.62		94.26	
Finance costs	750.90		1,375.84	
Interest income	(80.92)	2,423.75	(115.56)	3,282.08
Operating Profit before working capital changes		12,221.20		9,429.48
Adjustment for:				
(Decrease)/ Increase in trade payables, current liabilities, provisions and other financial liabilities	5,764.25		236.55	
(Increase)/ Decrease in financial assets, loans and advances and other assets	(1,668.16)		(452.59)	
(Increase)/ Decrease in inventories	(2,421.42)		155.10	
(Increase)/ Decrease in trade receivables	(2,792.33)	(1,117.66)	(4,224.96)	(4,285.90)
Direct taxes (net) refund / (paid)		(163.14)		(130.18)
Net Cash from Operating activities		10,940.40		5,013.40
B) Cash Flow from Investing activities				
Purchase of property, plant and equipment including CWIP	(224.74)		(543.65)	
Sale of property, plant and equipment	-		-	
Investment in Equity shares of other entity	(399.99)		(1,024.98)	
Purchase of investments -Mutual Fund	(9,749.51)		(3,343.51)	
Sale of investments - Mutual Fund	5,000.00		4,700.00	
(Increase) / Decrease in other bank balances	951.36		(1,510.48)	
Loan (given to) / repayment from Subsidiaries	9.13		(565.40)	
Repayment of Loans given to Employees	13.80		-	
Interest received	80.92		115.56	
Net Cash from Investing Activities		(4,319.03)		(2,172.46)
C) Cash Flow from Financing activities				
Proceeds from Issue of Share warrents / ESOP	102.88		2,768.91	
Proceeds from borrowings	50.11		14,075.00	
Repayment of borrowings	(2,868.29)		(20,304.58)	
Principal payment of lease liabilities	(33.73)		(30.48)	
Payment of Dividend	-		(0.81)	
Finance costs paid	(572.79)		(1,263.95)	
Net Cash from Financing Activities		(3,321.82)		(4,755.91)
Net increase in Cash & Cash equivalents (A+B+C)		3,299.55		(1,914.97)
Opening cash & cash equivalents		893.78		3,306.96
Closing cash & cash equivalents		4,193.33		1,391.99

TILAKNAGAR INDUSTRIES LTD.

Standalone Unaudited Statement of Cash Flow for the Half year ended September 30, 2024

Notes :	As at Sept 30, 2024	(₹ in lacs) As at Sept 30, 2023
(a) Cash and cash equivalents comprises of		
i) Balances with Banks		
In Current Accounts	3,973.58	1,153.36
ii) Short-Term Bank Deposits (Maturity within 3 months)	207.37	223.15
iii) Cash on Hand	-	-
	12.38	15.48
	<u>4,193.33</u>	<u>1,391.99</u>

(b) The above standalone statement of cash flow have been prepared under the "Indirect Method" as set out in Ind AS 7, " Statement of cash flow "

(c) Figures of previous year have been regrouped, reclassified and recast, wherever considered necessary.

On behalf of the Board
For Tilaknagar Industries Ltd.

Place: Mumbai
Date : November 04 , 2024

Amit Dahanukar
Chairman & Managing Director
DIN: 00305636