



27th October 2020

Corporate Relationship Dept.
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400001

Dear Sir/ Madam,

Sub: Outcome of Board Meeting - reg.
Ref: Security Code - 522134


In compliance with Regulation 29, 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform that the Board of Directors at their meeting held today, i.e., Tuesday, 27th October 2020, *inter-alia*:

1. Approved the proposal for re-appointment of Mr. Saket Mathur as the Manager and Chief Operating Officer for a period of One year w.e.f. 1st January 2021.
2. Adjourned the meeting for consideration and approval of the Un-audited Financial Results (UFR) for the second quarter ended 30th September 2020, and the Statutory Auditors' Limited Review Report thereon.

The adjourned meeting is convened on Thursday, 29th October 2020 at 2.00 pm by Video Conference through Microsoft Teams App.

Kindly take the same on record.

Yours Truly,
For **Artson Engineering Limited**


Deepak Tibrewal
Company Secretary
FCS 8925



Registered Office:

2nd Floor, Transocean House, Lake Boulevard Road,
Hiranandani Business Park, Powai, Mumbai - 400076,
M.H., India. Tel: +91-22-6625 5600, Fax: 6625 5614

ARTSON ENGINEERING LIMITED

(A subsidiary of **TATA PROJECTS LIMITED**)

CIN: L27290MH1978PLC020644

E-mail: artson@artson.net, Website: www.artson.net

Corporate Office:

Ground Floor, Mithona Towers - 1, 1-7-80 to 87,
Prenderghast Road, Secunderabad-500 003,
T.S., India. Tel: +91-40-6601 8175



29th October 2020

Corporate Relationship Dept.
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400001

Dear Sir/ Madam,

Sub: Outcome of Adjourned Board Meeting - reg.

Ref: Security Code - 522134

In compliance with Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform that the Board of Directors at their adjourned meeting held today, i.e., Thursday, 29th October 2020, approved:

1. The Unaudited Financial Results (UFR) of the Company for the second quarter ended 30th September 2020, along with the Statutory Auditors' Limited Review Report thereon.

The aforesaid UFR is enclosed your reference and record. The same will be made available on the Company's website www.artson.net.

Kindly take the same on record.

Yours Truly,
For **Artson Engineering Limited**

Deepak Tibrewal
Deepak Tibrewal
Company Secretary
FCS 8925



Registered Office:

2nd Floor, Transocean House, Lake Boulevard Road,
Hiranandani Business Park, Powai, Mumbai - 400076,
M.H., India. Tel: +91-22-6625 5600, Fax: 6625 5614

ARTSON ENGINEERING LIMITED

(A subsidiary of **TATA PROJECTS LIMITED**)

CIN: L27290MH1978PLC020644

E-mail: artson@artson.net, Website: www.artson.net

Corporate Office:

Ground Floor, Mithona Towers - 1, 1-7-80 to 87,
Prenderghast Road, Secunderabad-500 003,
T.S., India. Tel: +91-40-6601 8175

ARTSON ENGINEERING LIMITED

Registered Office: Transocean House, Lake Boulevard Road, Hiranandani Business Park, Powai, Mumbai, MH – 400076

Corporate Identity Number: L27290MH1978PLC020644

Tel: +91 22 6625 5600 ; Fax: +91 22 6625 5614 ; E-mail: investors@artson.net; Website: www.artson.net

Unaudited financial results for the quarter and half-year ended 30 September 2020 prepared in compliance with the Indian Accounting Standards (Ind -AS)

(₹ Lakhs)

Particulars	Quarter ended			Half Year ended		Year ended
	30 September 2020	30 June 2020	30 September 2019	30 September 2020	30 September 2019	31 March 2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income						
a Revenue from operations	3,745.26	2,090.25	4,129.90	5,835.51	7,943.76	16,300.21
b Other income	47.61	71.61	24.77	119.22	87.62	658.66
Total income	3,792.87	2,161.86	4,154.67	5,954.73	8,031.38	16,958.87
2 Expenses						
a Cost of materials consumed	1,015.39	754.36	1,601.00	1,769.75	3,326.13	6,306.73
b Changes in inventories of stock-in-trade and work-in-progress	354.47	76.00	391.32	430.47	298.85	210.81
c Employee benefits expense	327.48	292.59	328.20	620.07	642.10	1,343.85
d Depreciation and amortisation expense	28.23	28.13	36.53	56.36	70.46	181.23
e Project execution expenses	1,829.35	889.34	1,213.49	2,718.69	2,636.66	6,306.11
f Finance costs	244.03	258.10	277.24	502.13	497.26	1,002.07
g Other expenses	85.54	284.46	256.20	370.00	483.46	985.41
Total expenses	3,884.49	2,582.98	4,103.98	6,467.47	7,954.92	16,336.21
3 Profit/(loss) from operations before exceptional items and tax (1-2)	(91.62)	(421.12)	50.69	(512.74)	76.46	622.66
4 Exceptional Items	-	-	-	-	-	-
5 Profit/ (loss) before tax (3-4)	(91.62)	(421.12)	50.69	(512.74)	76.46	622.66
6 Tax Expense						
1) Current tax (Note 4)	-	-	-	-	-	-
2) Deferred tax expense	1.64	30.83	204.51	32.47	213.81	696.37
7 Net Profit/(loss) for the period/ year (5-6)	(93.26)	(451.95)	(153.82)	(545.21)	(137.35)	(73.71)
8 Other comprehensive income						
(i) Items that will not be reclassified subsequently to the statement of profit and loss	1.50	1.50	0.10	3.00	0.19	5.99
9 Total Comprehensive Income (7+8)	(91.76)	(450.45)	(153.72)	(542.21)	(137.16)	(67.72)

SUNIT
KUMAR BASU
Digitally signed by SUNIT
KUMAR BASU
Date: 2020.10.29 21:20:59
+05'30'

Vinayak
kashinath
deshpande
Digitally signed by Vinayak
kashinath
deshpande
DN: cn=Vinayak
kashinath,
ou=ARTSON ENGINEERING
LIMITED,
o=ARTSON ENGINEERING
LIMITED,
c=IN
Date: 2020.10.29 20:24:41 +05'30'

Particulars	Quarter ended			Half Year ended		Year ended
	30 September 2020	30 June 2020	30 September 2019	30 September 2020	30 September 2019	31 March 2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
10 Paid-up equity share capital 3,69,20,000 equity shares of Re 1/- each fully paid-up	369.20	369.20	369.20	369.20	369.20	369.20
11 Reserves excluding revaluation reserves	-	-	-	-	-	146.71
12 Earnings Per Share (EPS) (for continuing operations, not annualised for quarterly results) (Re.) Basic and Diluted	(0.25)	(1.22)	(0.42)	(1.48)	(0.37)	(0.20)
See accompanying notes to the financial results						

Notes:

- The above Unaudited Financial Results for the quarter and half year ended 30 september 2020 have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on 29 October 2020 and the same have been subjected to a Limited Review by the Statutory Auditors in compliance with regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. The Statutory Auditors have issued an unqualified review report.
- The Company operates in only one business segment viz. Supply of Equipments, Steel Structures and Site Services for Mechanical Works.
- The Company has changed the depreciation method from written down value to straight line with effect from 1 April, 2020 to ensure consistency with the policies followed by the Holding Company, practises followed by the entities in the Construction industry and to reflect the expected pattern of consumption of the future economic benefits based on internal technical and commercial assessment. This changes has resulted in decrease in depreciation expense amounting to Rs. 24.04 lakhs and Rs. 47.96 lakhs for the quarter and half year ended 30 September 2020 respectively.
- Provision for current tax is not made in the absence of taxable profit. The Company has been advised that since it continues to have negative net worth for computation of income tax, in line with erstwhile BIFR order dt. 20.06.2013, provision in respect of MAT u/s 115JB of Income tax Act, 1961 is not applicable and hence the same is not provided.
- Covid-19 which continues to spread across the globe, including India, has contributed to a significant decline in economic activities and volatility in the businesses. Post announcement by WHO as a global pandemic, numerous steps have been taken by the Government and companies to contain the spread of the virus. The extent to which the business/operations of the Company will be impacted will depend on future developments which are highly uncertain. Whilst the Company has a committed order book of Rs.21,388.69 Lakhs as at 30 September 2020, there is considerable uncertainty regarding the extent that Covid-19 will affect the business and operations of the Company. Further, the Company has carried out an assessment of "going concern" recoverability and carrying value of assets, etc. based on certain assumptions, cumulative knowledge and understanding of the business and current indications of future economic conditions and has made adjustments, wherever necessary. However, the actual impact may be different from that estimated as at the date of approval of the financial statements.
- The company during the half year ended September 30, 2020 has incurred a net loss of Rs. 545.21 lakhs and as at September 30, 2020 the accumulated losses of the company stood at Rs. 4,696.00 lakhs, consequently the networth came down to Rs 15.64 lakhs as on September 30,2020. On account of the significant operating loss during the half year and other indicators, the management including the board of directors of the Company, have performed an assessment on their ability to continue as a going concern. The board of directors based on their review of the approved business plan and the future cash flow projections prepared for the next twelve months from the date of the financial results has assessed that it would be able to meet its cash flow requirements for the next twelve months from the date of financial results considering the following reasons
 - Company have incurred cash loss during the half year of FY 20-21 mainly on account of the certain projects turning onerous due to increase in costs to complete them and on account of the impact on the business operations during the six months attributable to Covid 19.
 - The company expects a growth in the business, improvements in the operating margins and improvement in the Cash flows in the future by focusing on the following:
 - The company has a pending order book for around Rs 21,388.69 lakhs as at September 30, 2020. Additionally, the company is hopeful of receiving some orders for which they have already submitted their bids.
 - The company is in the process of bidding for multiple projects for M/s Tata Projects Limited ("TPL"), Holding Company and they are hopeful of receiving orders from TPL in the coming quarters based on competitive bidding and Arm's Length Pricing norms.
 - The company has adopted claim assessment and claim management framework of TPL in Q1 FY 21 and lodged claims. Accordingly, the company plans to successfully pursue for these claims in the next quarters, which would significantly improve their operating margins as well as their cash flows.
 - Some of the major projects of the company are in the final stages of completion and the company plans to complete the pending milestones for these projects in the next quarter. This would reduce the unbilled revenue amount which in turn would improve the working capital/Cash flow situation of the company.
 - The company has registered itself as a Medium Enterprise as per the requirements of the Micro, Small and Medium Enterprises Development Act, 2006. This would significantly improve the working capital situation/Cash flow situation of the company as the customers would be obligated to make the payment to the company within the stipulated timelines under the Act.
 - The company is also in the process of reviewing its borrowing facilities and currently renegotiating with lenders for lower interest rates. The company through this exercise are trying to reduce their finance cost thereby improving the overall margins.
 - TPL has nominated two more directors on the board of company during Q1 FY 21 which demonstrates continuous operational and business supports. Based on the assessment performed above, management has prepared the accompanying financial results on a going concern basis.
- The figures of the previous periods have been regrouped / reclassified wherever necessary.

SUNIT KUMAR BASU
Digitally signed by SUNIT KUMAR
BASU
Date: 2020.10.29 21:17:41 +05'30'

Place: Mumbai
Date: 29 October 2020

For and on behalf of the Board of Directors

(Vinayak Deshpande)
Chairman

Artson Engineering Limited

Registered Office: Transocean House, Lake Boulevard Road, Hiranandani Business Park, Powai, Mumbai, MH – 400076

Corporate Identity Number: L27290MH1978PLC020644

Tel: +91 22 6625 5600 ; Fax: +91 22 6625 5614 ; E-mail: investors@artson.net; Website: www.artson.net

Statement of Unaudited assets and liabilities as at 30 September 2020

(All amounts are in ₹ Lakhs unless otherwise stated)

Particulars	As at 30th September, 2020 (Unaudited)	As at 31st March, 2020 (Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	878.72	871.49
(b) Capital work-in-progress	24.78	24.78
(c) Intangible assets	15.93	13.61
(d) Right of use assets	81.14	92.80
(e) Financial assets		
(i) Trade receivables	276.48	307.85
(ii) Other financial assets	8.53	8.53
(f) Deferred tax assets (net)	455.48	505.31
(g) Non-current tax assets (net)	273.53	352.98
(h) Other non-current assets	244.15	244.15
Total non-current assets	2,258.74	2,421.50
Current assets		
(a) Inventories	1,100.79	1,720.84
(b) Financial assets		
(i) Trade receivables	2,975.52	3,163.90
(ii) Cash and cash equivalents	23.27	66.77
(iii) Bank balances other than (ii) above	89.45	108.99
(iv) Other financial assets	5,988.65	7,100.91
(c) Other current assets	1,198.83	1,392.84
Total current assets	11,376.51	13,554.25
Total assets	13,635.25	15,975.75
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	369.20	369.20
(b) Other equity	(353.56)	146.71
Total equity	15.64	515.91
Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,842.80	1,814.77
(ii) Lease liabilities	57.88	68.18
(b) Provisions	102.16	76.98
Total non-current liabilities	2,002.84	1,959.93
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	3,708.40	3,916.85
(ii) Lease liabilities	29.99	29.99
(iii) Trade payables		
- total outstanding dues of micro enterprises and small enterprises	508.27	595.10
- total outstanding dues of creditors other than micro enterprises and small enterprises	5,514.15	6,187.83
(iv) Other financial liabilities	257.55	333.54
(b) Provisions	9.70	9.70
(c) Other current liabilities	1,588.71	2,426.90
Total current liabilities	11,616.77	13,499.91
Total liabilities	13,619.61	15,459.84
Total equity and liabilities	13,635.25	15,975.75

SUNIT KUMAR
BASU

Digitally signed by SUNIT KUMAR
BASU
Date: 2020.10.29 21:18:41 +05'30'

Place: Mumbai
Date: 29 October 2020

For and on behalf of the Board of Directors

Vinayak
kashinath
deshpande

(Vinayak Deshpande)
Chairman

Artson Engineering Limited

Registered Office: Transocean House, Lake Boulevard Road, Hiranandani Business Park, Powai, Mumbai, MH – 400076

Corporate Identity Number: L27290MH1978PLCO20644

Tel: +91 22 6625 5600 ; Fax: +91 22 6625 5614 ; E-mail: investors@artson.net; Website: www.artson.net

Statement of Unaudited cash flows for the half year ended 30th September, 2020

(All amounts are in ₹ Lakhs unless otherwise stated)

Particulars	For the half year ended 30th September 2020 (Unaudited)	For the half year ended 30th September 2019 (Unaudited)	For the year ended 31st March, 2020 (Audited)
Cash flows from operating activities			
Profit/(Loss) before tax for the year	(512.74)	76.46	622.66
Adjustments for :			
Finance costs	502.13	497.26	1,002.07
Interest income	(29.98)	(13.21)	(193.88)
(Gain)/Loss on disposal of property, plant and equipment	-	-	(0.33)
Depreciation and amortisation expense	56.36	70.46	181.23
Liabilities/provisions no longer required written back	(45.42)	(62.94)	(411.82)
Provision for doubtful debts no longer required written back	-	-	(34.60)
Provision for doubtful debts on trade receivables	0.47	15.11	33.47
Provision for doubtful debts on unbilled revenue	-	2.31	5.53
Actuarial gain on defined benefit plan (Net)	3.00	0.19	5.99
Unrealised (gain)/loss on foreign currency transactions	(11.44)	(9.87)	(10.64)
	(37.62)	575.77	1,199.68
Movements in working capital			
(Increase)/decrease in Trade Receivables	230.72	(1,165.97)	157.08
(Increase)/decrease in Inventories	620.05	509.09	115.87
(Increase)/decrease in Other Financial Assets	1,112.26	561.85	(1,415.10)
(Increase)/decrease in Other Assets	273.59	376.54	(231.63)
Increase/(decrease) in Trade Payables	(715.09)	(3,049.81)	(1,243.97)
Increase/(decrease) in Provisions	25.18	12.91	17.82
Increase/(decrease) in Other Financial Liabilities	(2.91)	(108.54)	15.16
Increase/(decrease) in Other Liabilities	(838.19)	464.04	93.47
Cash (used in)/generated from operations	667.99	(1,824.12)	(1,291.62)
Less: Income Taxes (refund)/paid	(80.65)	101.81	(4.52)
Net cash (used in)/generated from operating activities	748.64	(1,925.93)	(1,287.10)
Cash flows from investing activities			
Payments for property, plant and equipment and Intangible assets	(120.18)	(90.11)	(489.55)
(Increase)/Decrease in other bank balances	19.54	66.10	9.03
Proceeds from disposal of property, plant and equipment	-	-	1.56
Interest received	8.50	2.20	4.42
Net Cash used in investing activities	(92.14)	(21.81)	(474.54)
Cash flows from financing activities			
Proceeds from Long Term Borrowings	-	1,500.00	1,500.00
Repayment of Long Term Borrowings	-	(1,500.00)	(1,500.00)
Finance Costs paid	(476.56)	(402.49)	(808.08)
Principal Payment of lease liabilities	(10.30)	(8.46)	(17.96)
Interest Payment of lease liabilities	(4.70)	(5.63)	(10.82)
Net Cash used in financing activities	(491.56)	(416.58)	(836.86)
Net increase/(decrease) in cash and cash equivalents	164.94	(2,364.32)	(2,598.50)
Cash and cash equivalents at the beginning of the year	(3,850.08)	(1,251.59)	(1,251.59)
Effects of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies	0.01	0.03	0.01
Cash and cash equivalents at the end of the year	(3,685.13)	(3,615.88)	(3,850.08)
Cash and cash equivalents at the end of the year	23.27	234.01	66.77
Bank overdraft	(3,708.40)	(3,849.89)	(3,916.85)
Cash and cash equivalents (including Bank overdraft) at the end of the year	(3,685.13)	(3,615.88)	(3,850.08)

**SUNIT KUMAR
BASU**

Digitally signed by SUNIT
KUMAR BASU
Date: 2020.10.29 21:19:29
+05'30'

Place: Mumbai
Date: 29 October 2020

For and on behalf of the Board of Directors

Vinayak
kashinath
deshpande

(Vinayak Deshpande)
Chairman

Price Waterhouse & Co Chartered Accountants LLP

Review Report

To
The Board of Directors
M/s. Artson Engineering Limited
Transocean House, Lake Boulevard Road,
Hiranandani Business Park, Powai,
Mumbai, Maharashtra – 400 076

1. We have reviewed the unaudited financial results of Artson Engineering Limited (the “Company”) for the quarter and the half year ended September 30, 2020 which are included in the accompanying Statement of Unaudited financial results for the quarter and half year ended September 30, 2020, the statement of unaudited assets and liabilities as on that date and the statement of unaudited cash flows for the half-year ended on that date (the “Statement”). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the “Listing Regulations, 2015”), which has been initialled by us for identification purposes. The Statement is the responsibility of the Company’s management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. 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 Statement is free of material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedures 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. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

*Price Waterhouse & Co Chartered Accountants LLP, Unit - 2B, 8th Floor, Octave Block, Block El, Parcel - 4
Salarpuria Sattva Knowledge City, Raidurg, Hyderabad, Telangana - 500081
T: +91 (40) 4424 6000, F: +91 (40) 4424 6300*

Registered office and Head office: Plot No. Y-14, Block EP, Sector V, Salt Lake Electronic Complex, Bidhan Nagar, Kolkata 700 091

Price Waterhouse & Co. (a Partnership Firm) converted into Price Waterhouse & Co Chartered Accountants LLP (a Limited Liability Partnership with LLP identity no: LLPIN AAC-4362) with effect from July 7, 2014. Post its conversion to Price Waterhouse & Co Chartered Accountants LLP, its ICAI registration number is 304026E/E-300009 (ICAI registration number before conversion was 304026E)

Price Waterhouse & Co Chartered Accountants LLP

5. We draw your attention to Note 6 to the financial results, regarding the preparation of the Statement on going concern basis. The Company has incurred a net loss of Rs. 545.21 lakhs during the half year ended September 30, 2020 and, as of that date, the Company's accumulated losses and net worth stood at Rs. 4,696.00 lakhs and 15.64 lakhs respectively. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, based on the detailed assessment shared by the management and other factors mentioned in the aforementioned Note, this Statement has been prepared on a going concern basis and no adjustment has been made to the carrying value of the assets and liabilities of the Company as at the reporting date. Our conclusion is not modified in respect of this matter.

6. We draw your attention to Note 5 to the financial results, which describes the management's assessment of the impact of the outbreak of Coronavirus (COVID-19) on the business operations of the Company. In view of the uncertain economic environment, a definitive assessment of the impact on the subsequent periods is highly dependent upon circumstances as they evolve. Our conclusion is not modified in respect of this matter.

For Price Waterhouse & Co Chartered Accountants LLP
Firm Registration Number: 304026E/E-300009

SUNIT KUMAR BASU Digitally signed by SUNIT KUMAR BASU
Date: 2020.10.29 21:14:01 +05'30'

Sunit Kumar Basu
Membership Number: 55000
Partner
UDIN: 20055000AAAAKE5909

Place: Hyderabad
Date: October 29, 2020