



ARTSON ENGINEERING LIMITED

12th October 2022

Corporate Relationship Dept.

BSE Limited

Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400001, Maharashtra

Sub: Outcome of Board Meeting and Unaudited Financial Results for 2nd quarter ended 30th September 2022 - 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 Meeting held today i.e., Wednesday, 12th October 2022, *inter alia* approved/noted the following:

1. The Un-audited Financial Results (UFR) for the second quarter ended 30th September 2022, along with the Statutory Auditors' Limited Review Report thereon.
2. Resignation of Mr. BV Ramesh Krishna from the position of Chief Operating Officer (COO) & Manager (KMP).
3. Appointment of Mr. Shashank S Jha as the Chief Executive Officer (CEO).
4. Appointment of Aneja Associates, Chartered Accountants as Internal Auditors.

The aforesaid UFR is enclosed for 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**

Sd/- Deepak Tibrewal Digitally signed by Deepak Tibrewal
Date: 2022.10.12 14:26:42 +05'30'

Deepak Tibrewal
Company Secretary
FCS 8925

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 ; E-mail: investors@artson.net; Website: www.artson.net

Statement of unaudited financial results for the quarter and half year ended 30 September 2022

(₹ Lakhs unless otherwise stated)

Particulars	Quarter ended			Half year ended		Year ended
	30 September 2022	30 June 2022	30 September 2021	30 September 2022	30 September 2021	31 March 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income						
a Revenue from operations	3,406.41	3,740.13	4,518.06	7,146.54	8,415.69	17,264.10
b Other income	14.77	5.21	18.27	19.98	64.59	87.29
Total income	3,421.18	3,745.34	4,536.33	7,166.52	8,480.28	17,351.39
2 Expenses						
a Cost of materials consumed	1,363.18	1,429.60	2,379.74	2,792.78	3,866.87	7,042.01
b Changes in inventories of work-in-progress and contract-in-progress	(92.81)	(104.03)	(878.00)	(196.84)	(960.88)	71.39
c Employee benefits expense	364.73	332.16	322.51	696.89	645.91	1,353.25
d Depreciation and amortisation expense	29.76	29.18	29.36	58.94	57.08	117.37
e Project execution expenses	1,867.83	2,061.38	2,141.80	3,929.21	3,829.72	7,298.90
f Finance costs	236.84	244.57	312.79	481.41	570.66	1,076.91
g Other expenses	176.27	192.10	155.61	368.37	322.38	828.62
Total expenses	3,945.80	4,184.96	4,463.81	8,130.76	8,331.74	17,788.45
3 Profit/ (loss) before tax (1-2)	(524.62)	(439.62)	72.52	(964.24)	148.54	(437.06)
4 Tax Expense						
1) Current tax	-	-	-	-	-	-
2) Deferred tax	141.83	49.70	39.18	191.53	59.67	65.83
5 Net Profit/(loss) for the period/ year (3-4)	(666.45)	(489.32)	33.34	(1,155.77)	88.87	(502.89)
6 Other comprehensive income						
Items that will not be reclassified subsequently to the statement of profit and loss						
- Re-measurements of the defined benefit plans	0.56	0.55	2.45	1.11	4.90	2.21
- Income tax relating to these items	(0.16)	(0.15)	(0.68)	(0.31)	(1.36)	(0.61)
7 Total Comprehensive Income (5+6)	(666.05)	(488.92)	35.11	(1,154.97)	92.41	(501.29)
8 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
9 Reserves excluding revaluation reserves	-	-	-	-	-	(319.66)
10 Earnings Per Share (EPS) (for continuing operations, not annualised for quarterly results) (Re.)						
Basic and Diluted	(1.81)	(1.33)	0.09	(3.13)	0.24	(1.36)
See accompanying notes to the financial results						

SRIKANTH POLA

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**Vinayak
Ratnakar Pai**

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Vinayak Ratnakar Pai
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Notes:

- 1) The above Unaudited Financial Results for the quarter and half year ended 30 September 2022 have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on 12 October 2022.
- 2) The Company operates in only one business segment viz. Supply of Equipments, Steel Structures and Site Services for Mechanical Works.
- 3) The accumulated losses of the Company (including other comprehensive income) as at 30 September 2022 stood at Rs. 6,370.86 Lakhs.
On account of the operating losses incurred during the current quarter, the previous periods and other indicators, the Management, including the Board of Directors of the Company, performed an assessment of the Company's ability to continue as a going concern. Considering the following aspects, the management and the Board of Directors have assessed that the Company would be able to meet its cash flow requirements for the next twelve months from the date of this financial results and have accordingly, prepared this statement on a going concern basis.
 - a) Tata Projects Limited, Holding Company has provided a letter of support to provide adequate business, financial and operational support to the Company, to enable it to meet its financial obligations and to continue its operations for the next 12 months.
 - b) Review of the approved business plan and the future cash flow projections.

**SRIKANTH
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Place: Mumbai
Date: 12 October 2022

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For and on behalf of the Board of Directors

**Vinayak
Ratnakar Pai**

(Vinayak Pai)
Chairman

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Pai
Date: 2022.10.12 14:12:06 +05'30'

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 ; E-mail: investors@artson.net; Website: www.artson.net

Statement of unaudited Assets and Liabilities

(₹ Lakhs unless otherwise stated)

Particulars	As at 30th September, 2022 (Unaudited)	As at 31st March, 2022 (Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	1,014.77	1,055.45
(b) Capital work-in-progress	71.49	-
(c) Intangible assets	3.99	6.15
(d) Right of use assets	34.48	46.14
(e) Financial assets		
(i) Trade receivables	486.94	385.35
(ii) Other financial assets	33.53	33.53
(f) Deferred tax assets (net)	-	2.68
(g) Non-current tax assets (net)	293.39	364.52
(h) Other non-current assets	217.30	217.30
Total non-current assets	2,155.89	2,111.12
Current assets		
(a) Inventories	1,235.90	915.88
(b) Financial assets		
(i) Trade receivables	6,641.22	5,720.65
(ii) Cash and cash equivalents	16.67	14.38
(iii) Bank balances other than (ii) above	101.91	89.14
(iv) Other financial assets	3,294.83	4,055.61
(c) Other current assets	987.68	1,146.49
Total current assets	12,278.21	11,942.15
Total assets	14,434.10	14,053.27
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	369.20	369.20
(b) Other equity	(1,445.89)	(319.66)
Total equity	(1,076.69)	49.54
Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,613.08	687.79
(ii) Lease liabilities	11.16	23.73
(b) Employee benefit obligations	64.91	58.97
(c) Deferred tax liabilities (net)	200.31	-
Total non-current liabilities	1,889.46	770.49
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	4,082.00	4,536.72
(ii) Lease liabilities	29.99	29.99
(iii) Trade payables		
- total outstanding dues of micro enterprises and small enterprises	233.24	320.31
- total outstanding dues of creditors other than micro enterprises and small enterprises	6,562.82	6,587.36
(iv) Other financial liabilities	10.00	7.02
(b) Employee benefit obligations	10.29	10.29
(c) Other current liabilities	2,692.99	1,741.55
Total current liabilities	13,621.33	13,233.24
Total liabilities	15,510.79	14,003.73
Total equity and liabilities	14,434.10	14,053.27

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POLA**

Place: Mumbai

Date: 12 October 2022

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For and on behalf of the Board of Directors

**Vinayak
Ratnakar Pai**

(Vinayak Pai)

Chairman

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Vinayak Ratnakar Pai
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Artson Engineering Limited

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Statement of unaudited cash flows

(₹ Lakhs unless otherwise stated)

Particulars	For the half year ended 30th September, 2022 (Unaudited)	For the half year ended 30th September, 2021 (Unaudited)	For the year ended 31st March, 2022 (Audited)
Cash flows from operating activities			
Profit/(Loss) before tax for the period/year	(964.24)	148.54	(437.06)
Adjustments for :			
Finance costs	481.41	570.66	1,076.91
Interest income	(11.34)	(29.15)	(35.05)
Gain on disposal of property, plant and equipment	(4.37)	-	-
Provision for onerous contracts	-	4.34	8.22
Depreciation and amortisation expense	58.94	57.08	117.37
Liabilities/provisions no longer required written back	(2.76)	(22.04)	(35.45)
Provision for doubtful debts no longer required written back	-	-	(0.90)
Provision for doubtful debts on trade receivables	-	16.03	43.20
Provision for doubtful debts on unbilled revenue	-	2.82	(0.59)
Actuarial gain on defined benefit plan (Net)	0.80	3.54	1.60
Unrealised gain on foreign currency transactions	(1.51)	(0.34)	(0.91)
	(443.07)	751.48	737.34
Movements in working capital			
(Increase)/decrease in Trade Receivables	(1,020.65)	2,036.33	457.37
(Increase)/decrease in Inventories	(320.02)	(1,169.53)	244.23
(Increase)/decrease in Other Financial Assets	760.78	(352.76)	1,795.43
(Increase)/decrease in Other Assets	131.64	(78.37)	486.58
Increase/(decrease) in Trade Payables	(108.85)	(546.59)	(1,041.15)
Increase/(decrease) in Employee benefit obligations	5.94	3.38	5.06
Increase/(decrease) in Other Financial Liabilities	2.98	(26.89)	-
Increase/(decrease) in Other Liabilities	937.35	(667.04)	(1,251.46)
Cash generated from/(used in) operations	(53.90)	(49.99)	1,433.40
Less: Income Taxes (refund)/paid	(71.13)	(87.21)	12.92
Net cash generated from/(used in) operating activities	17.23	37.22	1,420.48
Cash flows from investing activities			
Payments for property, plant and equipment and intangible assets	(85.94)	(98.32)	(235.72)
Proceeds from disposal of property, plant and equipment	14.37	-	-
(Increase)/Decrease in other bank balances	(12.77)	29.74	46.46
Interest received	11.34	14.81	16.81
Net Cash generated from/(used in) investing activities	(73.00)	(53.77)	(172.45)
Cash flows from financing activities			
Proceeds from long term borrowings	1,250.00	-	-
Repayment of long term borrowings	(750.00)	-	(750.00)
Finance costs paid	(349.04)	(430.89)	(862.99)
Principal Payment of lease liabilities	(10.14)	(7.76)	(16.68)
Interest Payment of lease liabilities	(2.43)	(3.62)	(6.65)
Net Cash generated from /(used in) financing activities	138.39	(442.27)	(1,636.32)
Net increase/(decrease) in cash and cash equivalents	82.62	(458.82)	(388.29)
Cash and cash equivalents at the beginning of the period/year	(2,164.91)	(1,776.62)	(1,776.62)
Cash and cash equivalents at the end of the period/year	(2,082.29)	(2,235.44)	(2,164.91)
Cash and cash equivalents at the end of the period/year	16.67	12.77	14.38
Bank overdraft	(2,098.96)	(2,248.21)	(2,179.29)
Cash and cash equivalents (including Bank overdraft) at the end of the period/year	(2,082.29)	(2,235.44)	(2,164.91)

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Place: Mumbai
Date: 12 October 2022

For and on behalf of the Board of Directors

Vinayak Ratnakar
Pai

(Vinayak Pai)
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 half year ended September 30, 2022, which are included in the accompanying ‘Statement of unaudited financial results for the quarter and half year ended 30 September 2022’, ‘Statement of unaudited assets and liabilities’ and ‘Statement of unaudited cash flows’ (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 digitally signed 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.

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

SRIKANTH

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Srikanth Pola

Partner

Membership Number: 220916

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SRIKANTH POLA
Date: 2022.10.12 15:30:40
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UDIN: 22220916AZJXJU1118

Place: Hyderabad

Date: October 12, 2022

*Price Waterhouse & Co Chartered Accountants LLP, Unit - 2B, 8th Floor, Octave Block, Block El, Parcel - 4
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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/E300009 (ICAI registration number before conversion was 304026E)