

Price Waterhouse & Co Chartered Accountants LLP

Independent Auditor's report To the Members of Titagarh Wagons Limited Report on the Audit of Standalone Financial Statements

Opinion

1. We have audited the accompanying standalone financial statements of Titagarh Wagons Limited ("the Company"), which comprise the balance sheet as at March 31, 2021, and the statement of Profit and Loss (including Other Comprehensive Income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and total comprehensive income (comprising of profit and other comprehensive income), changes in equity and its cash flows for the year then ended.

Basis for opinion

3. 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 Financial Statements 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 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



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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/E-300009 (ICAI registration number before conversion was 304026E)

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Key audit matter	How our audit addressed the key audit matter
<p>Assessment of carrying value of equity investments in subsidiary and fair value of other investments (Refer to Note 2.8 – “Investments (other than Investments in Subsidiaries and Joint Ventures) and Other Financial Assets”, Note 2.9 – “Investments in Subsidiaries and Joint Venture”, Refer Note 2.34 – “Critical Estimates and Judgements – Impairment of Investments in Subsidiaries”, Note 4 – “Investments (Non-current)” and Note 41 – “Fair Values”)</p> <p>The Company has equity investments in subsidiaries and other companies. It also has made investments in debenture in a subsidiary.</p> <p>The Company accounts for equity investments in subsidiaries at cost (subject to impairment assessment) and other investments at fair value.</p> <p>For investments carried at cost amounting to Rs. 5,230.31 lacs where an indication of impairment exists, the carrying value of investment is assessed for impairment and where applicable an impairment provision is recognised.</p> <p>For investments carried at fair values, a fair valuation is done at the year-end as required by Ind AS 109.</p> <p>The accounting for investments is a Key Audit Matter as the determination of recoverable value for impairment assessment/fair valuation involves significant management judgement and estimates such as future expected level of operations and related forecast of cash flows, market conditions, discount rates, terminal growth rate etc.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> • Obtained an understanding from the management, assessed and tested the design and operating effectiveness of the Company’s key controls over the impairment assessment and fair valuation of material investments. • Evaluated the Company’s process regarding impairment assessment and fair valuation by involving auditor’s valuation experts, as applicable to assist in assessing the appropriateness of the valuation model including the independent assessment of the underlying assumptions relating to discount rate, terminal value etc. • Assessed the carrying value/fair value calculations of all individually material investments, where applicable, to determine whether the valuations performed by the Company were within an acceptable range determined by us and the auditor’s valuation experts. • Evaluated the cash flow forecasts (with underlying economic growth rate) by comparing them to the approved budgets and our understanding of the internal and external factors. • Checked the mathematical accuracy of the impairment model and agreed the relevant data on sample basis with the latest budgets, actual past results and other supporting documents. • Evaluated the adequacy of the disclosures made in the Standalone Financial Statements. <p>Based on the above procedures performed, we did not identify any significant exceptions in the management’s assessment in relation to the carrying value of equity investments in subsidiary and fair value of other investments.</p>

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Key audit matter	How our audit addressed the key audit matter
<p>Assessment of impairment of Property, Plant and Equipment (Refer to Note 2.2 – “Property, Plant and Equipment”, Refer Note 2.34 – “Critical Estimates and Judgements – Estimation of Expected Useful Lives of Property, Plant and Equipment and Intangible Assets”, Note 3.1 – “Property, Plant and Equipment”)</p> <p>Property, plant and equipment represents 39.5% of total assets on the balance sheet. If these were to be impaired, it would have a significant impact on the reported profit and the balance sheet position of the Company.</p> <p>Impairment assessment requires judgements and estimates towards future results of business including key assumptions like discount rate, growth rate etc.</p> <p>The carrying value of assets is considered to be a key audit matter as the amount involved is significant and judgements inherent in impairment review.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"> • Understanding, evaluating and validating the design and operating effectiveness of controls for identification and assessment of any potential impairment, including determining the carrying amount. • Assessed the appropriateness of the methodology used in the impairment model, the input data and underlying assumptions used such as future levels of operations, discount rate etc. and considered historical performance vis-à-vis budgets. In doing this assessment, we have involved auditors’ experts, as appropriate. • Checked the mathematical accuracy of the impairment model. • Performed sensitivity analysis and evaluated whether any reasonably possible changes in assumptions could lead to impairment of Property, Plant and Equipment. • Evaluated the adequacy of the disclosures made in the standalone financial statements. <p>Based on the above procedures performed, we noted that the management’s assessment of impairment of property, plant and equipment is reasonable.</p>

Other Information

5. The Company’s Board of Directors is responsible for the other information. The other information comprises the information included in the Directors report but does not include the financial statements and our auditor’s report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the financial statements

6. The Company’s Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified

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under section 133 of the Act. 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 judgments 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

7. In preparing the financial statements, management 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

8. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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 SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
9. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, 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.
 - 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 adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of 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 financial statements 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.

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- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
10. 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.
 11. 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.
 12. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

13. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure B, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
14. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those
 - (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act.
 - (e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure A.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

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- i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements – Refer Note 15 and 36 to the financial statements.
 - ii. The Company has long-term contracts including derivative contracts as at March 31, 2021 for which there were no material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. The reporting on disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended March 31, 2021.
15. The Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.

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



Avijit Mukerji

Partner

Membership Number 056155

UDIN: 21056155AAAABA3663

Place: Gurugram

Date: June 8, 2021

TITAGARH WAGONS LIMITED
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STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2021

(Rs. in Lacs)

Sl. No.	PARTICULARS	QUARTER ENDED			YEAR ENDED	
		March 31, 2021	December 31, 2020	March 31, 2020	March 31, 2021	March 31, 2020
		Unaudited (Refer note note 5)	Unaudited	Unaudited	Audited	Audited
1	Revenue from Operations	26,938.21	32,704.76	35,012.24	102,578.50	148,421.49
2	Other Income	322.36	459.06	546.09	1,137.03	1,713.60
3	Total Income	27,260.57	33,163.82	35,558.33	103,715.53	150,135.09
4	Expenses	18,613.61	23,926.09	23,370.00	71,771.82	107,188.90
	a) Cost of Raw Materials & Components Consumed					
	Changes in Inventories of Finished Goods, Work-in-progress and Saleable Scrap	(307.07)	226.93	1,406.42	1,370.49	625.66
	b) Employee Benefits Expense	861.07	657.21	795.16	2,847.68	3,486.14
	c) Finance Costs	1,109.02	1,214.76	1,965.33	5,478.57	6,502.92
	d) Depreciation and Amortisation Expense	449.06	374.60	686.46	1,572.95	1,813.89
	e) Other Expenses	4,478.51	4,290.86	5,841.08	14,660.10	24,231.98
	f) Other Expenses	25,204.20	30,690.45	34,064.45	97,701.61	143,849.49
	Total Expenses (a to f)	2,056.37	2,473.37	1,493.88	6,013.92	6,285.60
5	Profit/(Loss) before Exceptional Items and Tax (3-4)	-	(434.75)	16,135.44	(434.75)	16,135.44
6	Exceptional Item (refer note no. 4)	-	-	-	-	-
7	Profit/(Loss) before Tax (5-6)	2,056.37	2,908.12	(14,641.56)	6,448.67	(9,849.84)
8	Tax Expense	(484.68)	661.64	(1,200.69)	176.96	-
	a) Current tax	-	-	687.81	-	687.81
	b) Tax relating to earlier years	-	-	(2,405.98)	1,244.15	(2,545.16)
	c) Deferred Tax - Charge / (Credit)	824.86	26.70	(2,918.86)	1,421.11	(1,857.35)
	Total Tax Expense	340.18	688.34	(2,918.86)	1,421.11	(1,857.35)
9	Profit/ (Loss) for the Period (7-8)	1,716.19	2,219.78	(11,722.70)	5,027.56	(7,992.49)
10	Other Comprehensive Income					
	Item that will be reclassified to profit or loss:					
	Fair Value in Cash Flow hedges	577.72	9.32	-	580.23	-
	Tax expenses on above	(145.40)	(2.34)	-	(146.03)	-
	Item that will not be reclassified to profit or loss:					
	Remeasurement gains/(losses) on defined benefit plans	53.68	(3.93)	(28.53)	41.90	(15.70)
	Tax expenses on above	(13.51)	0.98	8.44	(10.55)	3.95
	Total Other Comprehensive Income	472.49	4.03	(20.09)	465.55	(11.75)
11	Total Comprehensive Income for the Period (9+10)	2,188.68	2,223.81	(11,742.79)	5,493.11	(8,004.24)
12	Equity Share Capital (Face value Rs. 2/- each)	2,387.75	2,386.53	2,312.12	2,387.75	2,312.12
13	Other Equity	-	-	-	84,777.56	79,323.79
14	Earnings per Equity Share (of Rs. 2/- each) (Not Annualised)					
	- Basic (Rs.)	1.43	1.87	(9.85)	4.21	(6.71)
	- Diluted (Rs.)	1.43	1.87	(9.85)	4.21	(6.71)



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TITAGARH WAGONS LIMITED
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STANDALONE SEGMENTWISE REVENUE, RESULTS, ASSETS AND LIABILITIES

		(Rs. in Lacs)				
		STANDALONE				
Sl. No.	PARTICULARS	QUARTER ENDED			YEAR ENDED	
		March 31, 2021	December 31, 2020	March 31, 2020	March 31, 2021	March 31, 2020
		Unaudited (Refer note note 5)	Unaudited	Unaudited	Audited	Audited
1	Segment Revenue					
	a) Freight Rolling Stock	22,733.57	31,568.25	33,700.01	96,374.15	143,037.10
	b) Passenger Rolling Stock	3,385.80	769.80	751.99	4,752.34	751.99
	c) Shipbuilding	41.17	21.99	321.72	329.62	2,520.07
	d) Others	777.67	344.72	238.52	1,122.39	2,112.33
	Revenue / Income from Operations	26,938.21	32,704.76	35,012.24	102,578.50	148,421.49
2	Segment Results [Profit / (Loss) before tax and interest]					
	a) Freight Rolling Stock	3,665.67	3,993.74	3,409.23	12,377.74	13,464.54
	b) Passenger Rolling Stock	(114.72)	(133.25)	-	(496.89)	-
	c) Shipbuilding	(118.87)	(34.67)	29.42	(229.81)	318.21
	d) Others	(156.80)	41.26	20.11	(115.89)	345.82
	Total	3,275.28	3,867.08	3,458.76	11,535.15	14,128.57
	(Add) / Less :					
	i Interest Expense / (Income) - Net	581.82	927.24	1,429.38	3,135.10	5,167.60
	ii Unallocable expenditure net of income	637.09	31.72	16,670.94	1,951.38	18,810.81
	Total Profit / (Loss) before Tax	2,056.37	2,908.12	(14,641.56)	6,448.67	(9,849.84)
	Less: Tax Expenses	340.18	688.34	(2,918.86)	1,421.11	(1,857.35)
	Total Profit / (Loss) after Tax	1,716.19	2,219.78	(11,722.70)	5,027.56	(7,992.49)
3	Segment Assets					
	a) Freight Rolling Stock	74,610.15	77,450.24	91,477.82	74,610.15	91,477.82
	b) Passenger Rolling Stock	16,564.84	12,614.04	6,169.46	16,564.84	6,169.46
	c) Shipbuilding	917.57	2,415.71	3,112.32	917.57	3,112.32
	d) Others	3,391.74	4,344.36	4,169.24	3,391.74	4,169.24
	e) Unallocable	46,292.71	36,645.25	38,803.64	46,292.71	38,803.64
	Total	141,777.01	133,469.60	143,732.48	141,777.01	143,732.48
4	Segment Liabilities					
	a) Freight Rolling Stock	14,579.90	15,823.45	22,269.62	14,579.90	22,269.62
	b) Passenger Rolling Stock	24,748.50	22,961.47	13,658.64	24,748.50	13,658.64
	c) Shipbuilding	151.70	358.65	268.17	151.70	268.17
	d) Others	2,095.84	541.61	1,116.61	2,095.84	1,116.61
	e) Unallocable	13,035.76	8,818.28	24,783.53	13,035.76	24,783.53
	Total	54,611.70	48,503.46	62,096.57	54,611.70	62,096.57
5	Geographical Segment					
	a) India	24,111.87	32,012.90	34,989.10	99,060.30	146,888.60
	b) Rest of the World	2,826.34	691.86	23.14	3,518.20	1,532.89
	Total	26,938.21	32,704.76	35,012.24	102,578.50	148,421.49



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STATEMENT OF ASSETS AND LIABILITIES

PARTICULARS	AS AT	
	March 31, 2021	March 31, 2020
	Audited	Audited
ASSETS		
1 Non-current Assets		
a) Property, Plant and Equipment	55,957.64	56,566.56
b) Right-of-Use Assets	152.15	-
c) Capital Work-in-progress	1,628.92	-
d) Investment Properties	821.24	821.24
e) Intangible Assets (Other than Goodwill)	612.15	1,202.85
f) Financial Assets		
i) Investments	13,271.39	10,417.53
ii) Trade Receivables	-	142.99
iii) Loans and Deposits	357.35	358.24
iv) Other Financial Assets	4,895.87	4,278.61
g) Deferred tax assets (Net)	-	420.20
h) Non-current Tax Assets (Net)	2,640.77	2,914.51
i) Other Non-current Assets	1,679.98	989.37
Sub total - Non-current Assets	82,017.46	78,112.10
2 Current Assets		
a) Inventories	19,887.32	20,574.38
b) Financial Assets		
i) Trade Receivables	13,035.07	15,884.45
ii) Cash and Cash Equivalents	5,012.89	1,030.11
iii) Bank Balances other than (ii) above	4,214.30	2,709.01
iv) Loans and Deposits	1,588.94	3,244.80
v) Other Financial Assets	3,713.62	8,733.53
c) Other Current Assets	12,307.41	13,444.10
Sub total - Current Assets	59,759.55	65,620.38
TOTAL - ASSETS	141,777.01	143,732.48
EQUITY AND LIABILITIES		
EQUITY		
a) Equity Share Capital	2,387.75	2,312.12
b) Other Equity	84,777.56	79,323.79
Sub total - Equity	87,165.31	81,635.91
LIABILITIES		
1 Non-current Liabilities		
a) Financial Liabilities		
i) Borrowings	10,205.91	14,748.98
ii) Lease Liabilities	117.20	-
b) Provisions	350.55	349.29
c) Deferred Tax Liabilities (Net)	980.53	-
d) Other Non-current Liabilities	17,535.77	14,406.29
Sub total - Non-current Liabilities	29,189.96	29,504.56
2 Current Liabilities		
a) Financial Liabilities		
i) Borrowings	-	6,330.59
ii) Trade Payables		
a) Total Outstanding Dues of Micro Enterprises and Small Enterprises	769.43	158.31
b) Total Outstanding Dues of Creditors Other Than Micro Enterprises and Small Enterprises	12,614.89	21,043.15
iii) Other Financial Liabilities	542.61	3,063.70
b) Other Current Liabilities	10,582.37	1,043.24
c) Provisions	889.54	930.12
d) Current Tax Liabilities	22.90	22.90
Sub total - Current Liabilities	25,421.74	32,592.01
TOTAL - LIABILITIES	54,611.70	62,096.57
TOTAL - EQUITY AND LIABILITIES	141,777.01	143,732.48



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STANDALONE STATEMENT OF CASH FLOW

PARTICULARS	FOR THE YEAR ENDED	
	March 31, 2021	March 30, 2020
	Audited	Audited
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/ (Loss) before Tax	6,448.67	(9,849.84)
Adjustments for:		
Depreciation and Amortisation Expense	1,572.95	1,813.89
Finance Cost	5,478.57	6,502.92
Employee Stock Option Expenses	9.33	67.81
Unrealised Foreign Exchange Fluctuations Gain	(12.65)	(147.95)
Goodwill written off	-	24.85
Irrecoverable Debts/ Advances Written Off (Net)	405.03	249.36
Provision for Doubtful Debts and Advances	-	495.34
Net Gain on Disposal of Property, Plant and Equipment	(61.57)	(18.00)
Net Gain on Disposal of Investment	-	(237.74)
Fair Value Gain / (Loss) on Investment - FVTPL	(405.52)	89.86
Unspent Liabilities / Provisions No Longer Required Written Back	(159.55)	(552.02)
Interest Income Classified as Investing Cash Flows	(481.47)	(513.63)
Exceptional Items	(434.75)	13,508.31
Operating Profit before Changes In Operating Assets and Liabilities	12,359.04	11,433.16
Increase/(Decrease) in Non-current and Current Financial and Non-financial Liabilities and Provisions	2,673.00	(1,161.76)
(Increase)/ Decrease in Trade Receivables	2,586.68	2,334.27
(Increase)/ Decrease in Inventories	(1,174.95)	10,188.64
Increase in Non-current and Current Financial and Non-financial Assets	6,029.19	7,628.04
Cash Generated From Operations	22,472.96	30,422.35
Income Taxes (Paid) / Refund (net)	96.78	(841.09)
Net Cash From Operating Activities	22,569.74	29,581.26
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for Acquisition of Property, Plant and Equipment including Capital Work-in-Progress and Intangible Assets	(2,117.98)	(844.94)
Proceeds from Disposal of Property, Plant and Equipment	105.00	1,100.12
Loans Given to Subsidiaries	-	(4,727.89)
Loans Refunded by Subsidiaries	1,243.50	2,361.00
Investments in Subsidiaries	(2,013.59)	(13,904.91)
Investment in Joint Venture	-	(0.50)
Sale of Investment	-	6,288.05
Fixed Deposits Made	(6,554.72)	(6,845.74)
Fixed Deposits Matured	5,134.15	1,960.29
Dividend Received	-	3.01
Interest Received	308.42	348.11
Net Cash (Used in) Investing Activities	(3,895.22)	(14,263.40)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Long-term Borrowings	-	10,815.65
Repayment of Long-term Borrowings	(4,650.00)	(5,477.56)
Repayment of Lease Liabilities	(10.76)	-
Repayment of Short Term Borrowings - Net	(6,330.59)	(14,280.45)
Finance Costs Paid	(3,725.27)	(5,538.23)
Proceeds from Issue of Employee Stock Option Scheme	26.96	19.11
Procees from Sale of Shares of erstwhile Cimmco Ltd (since merged with the company)	-	365.23
Dividend Paid (including Dividend Distribution Tax)	(2.08)	(417.44)
Net Cash (Used in) Financing Activities	(14,691.74)	(14,513.69)
Net Increase/ (Decrease) In Cash and Cash Equivalents (A+B+C)	3,982.78	804.17
Cash and Cash Equivalents - Opening Balance	1,030.11	225.94
Cash and Cash Equivalents - Closing Balance	5,012.89	1,030.11



TITAGARH WAGONS LIMITED
CIN NO:- L27320WB1997PLC084819
REGISTERED OFFICE - 756, ANANDAPUR, E M BYPASS, KOLKATA - 700107
TEL: 033-4019 0800/FAX: 033-4019 0823, WEB SITE: WWW.TITAGARH.IN, EMAIL: INFO@TITAGARH.IN
STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2021

Notes:

- 1 During the year, the Company revisited its operating segment and segregated the "Wagons and Coaches" segment into "Freight Rolling Stock" and "Passenger Rolling Stock". The reason for such segregation is to provide additional information to Chief Operating Decision Maker ('CODM') in order to enable them to benchmark and set the performance targets for both the businesses in line with the industry norms and the CODM believes that the margin drivers for both the business would be different going forward considering the demand, growing competition, changes in the tendering conditions, scope of supplies etc. Accordingly, in accordance with Ind AS 108 - Segment Reporting, Operating segments based on the Company's products have been identified by the CODM as "Freight Rolling Stock", "Passenger Rolling Stock", "Shipbuilding" and "Others". Segment "Others" consists of miscellaneous items like specialised equipment's for Defence, Bridge Girders, Tractors etc which comprises of less than 10% revenue on individual basis. In view of the aforesaid change, "Wagons & Coaches" and "Specialised equipments & Bridges" are no longer reportable segment. Accordingly, all comparative figures have been restated for comparability purpose in keeping with said standard.
- 2 The Hon'ble National Company Law Tribunal, Kolkata Bench by an order dated September 30, 2020 had sanctioned the Scheme of Amalgamation (the "Scheme") filed by Tilagarh Wagons Limited (the Company or the Parent Company) and its subsidiary Cimmco Limited (Cimmco), and its wholly owned subsidiary Tilagarh Capital Private Limited (TCPL) for amalgamation of aforesaid subsidiaries with the Parent Company with effect from April 1, 2019, being the appointed date as per the Scheme. In terms of the Scheme, the Company made allotment of 37,20,469 equity shares of Rs. 2/- each of the Company to the eligible members of Cimmco during the year.
- 3 The Company is in the business of manufacturing freight and passengers rolling stock and other allied activities, which support activities that are fundamental to the Indian economy. The Government imposed nation-wide lock down / restrictions due to the Covid-19 pandemic that had impacted the Company's production, sales and other operations and the Company's operations have gradually come back to pre-Covid-19 level. In view of the recent surge in Covid-19 cases, few states reintroduced some restrictions, and the Company continues to be vigilant and cautious, which currently is not expected to have any significant impact on the Company's operations / performance. Considering the current internal and external factors, the Company has made detailed assessment of its liquidity position / cash flows for the next one year including ability to pay its debt obligations, and carrying amounts / values of Property, Plant and Equipment, trade receivables, inventories, investments and other assets as at March 31, 2021, and has concluded that there are no material adjustments required in the standalone financial results.
- 4 Exceptional item represents net gain on transfer of investment arising due to reorganisation of the investment in subsidiaries made by the Company within the group.
- 5 The figures for last quarter are the balancing figures between audited figures in respect of the full financial year ended March 31, 2021 and the published year to date figures upto December 31, 2020, being the date of end of the third quarter of the financial year ended March 31, 2021 which were subject to limited review, other than applicable regrouping / reclassification as set out in note 1 and 6.
- 6 Figures for previous periods have been regrouped/restated to conform to the classification of the current period, wherever necessary.
- 7 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post employment received Indian Parliament approval and Presidential assent in September 2020. The Code has been published in the Gazette of India and subsequently on November 13, 2020 draft rules were published and invited for stakeholders' suggestions. 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.
- 8 The above standalone financial results for the quarter and year ended March 31, 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on June 7, 2021 and June 8, 2021.

For and on behalf of the Board of Directors



UMESH CHOWDHARY
Vice Chairman and Managing Director

Place: Kolkata
Date: June 8, 2021

