



# TARAPUR

## TRANSFORMERS LTD.

Dated: 30<sup>th</sup> May, 2018

To,

Department of Corporate Services  
BSE Ltd.  
P.J. Towers, Dalal Street,  
Mumbai - 400 001

Stock Code 533203

The Manager-Listing Department  
National Stock Exchange of India Limited  
Exchange Plaza, Bandra Kurla Complex,  
Bandra (East), Mumbai – 400 051

Stock Code TARAPUR

Dear Sir,

**Sub: Outcome of the Meeting of the Board of Directors held on 30<sup>th</sup> May, 2018.**

This is to inform you that a meeting of the Board of Directors of the Company was held on Wednesday, 30<sup>th</sup> May, 2018 at Unit No. 211, 2<sup>nd</sup> Floor, Neo Corporate Plaza, Kachpada, Near Kapoldwadi, Ramchandra Lane, Malad (W), Mumbai- 400 064 at 03.00 p.m., and the following matters, interalia were dealt, approved and adopted by the Board of Directors at the meeting.


1. Audited financial results for the Quarter/ Year ended on 31<sup>st</sup> March, 2018. *(the copy of the same is enclosed herewith);*
2. Audited Balance Sheets of the Company as at 31<sup>st</sup> March, 2018 and the profit and Loss Account for the year ended as on that date together with Auditors' Report thereon. (the same will be issued to Shareholders after giving due notice);

Kindly take the same on your record and oblige.

Thanking You,

Yours faithfully,

**For TARAPUR TRANSFORMERS LIMITED**

  
**SURESH MORE**  
**MANAGING DIRECTOR**  
DIN: 06873425



Encl: As Above

# TARAPUR TRANSFORMERS LIMITED

Registered Office : Neo Corporate Plaza, Unit No.211, 2nd Floor, Ramchandra Lane, Kachpada, Malad West, Mumbai - 400 064  
CIN NO.L99999MH1988PLC047303, website : www.tarapurtransformers.com, email id : compliance@tarapurtransformers.com,  
Tel No. +91-22-49173802

## Statement of Audited Financial Results for the Quarter and Year ended on 31st March, 2018

(₹ in Lacs)

	PARTICULARS	QUARTER ENDED			YEAR ENDED	
		Audited	Unaudited	Audited	(Audited)	(Audited)
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
1	<b>Income from Operations</b>					
	a) Gross Sales/Revenue from operations	259.36	336.89	822.77	1218.34	2848.86
	b) Other operating income	-	-	-	-	-
	c) Revenue from operations (a+b)	259.36	336.89		1218.34	2848.86
	d) Other Income	121.07	39.73	13	260.42	258.34
	e) Total Income	380.43	376.62	95	1478.76	3107.20
2	<b>Expenses</b>					
	a) Cost of materials consumed	151.96	81.82	13	236.71	351.30
	b) Purchase of stock in trade	116.40	409.32	38	1088.92	2690.01
	c) Changes in inventories of finished goods, work in progress and stock in trade	89.19	(72.99)	24	(58.94)	270.51
	d) Excise duty on sale of goods	-	-	8	-	34.51
	e) Employee benefits expense	(0.10)	3.60	3.44	12.78	29.51
	Financial costs	24.78	0.29	4	25.85	6.01
	Depreciation and amortisation expense	176.79	46.42	4	315.52	183.82
	Provision for doubtful debts	745.70	11.13	29	958.10	367.98
	Total Expenses	1304.72	479.59	112	2578.94	3333.65
3	<b>Profit/(Loss) from Operations before Exceptional Items (1-2)</b>	(924.29)	(102.97)	(173.84)	(1100.18)	(226.45)
4	Exceptional Items	-	-	-	-	-
5	<b>Profit/(Loss) before tax (3-4)</b>	(924.29)	(102.97)	(173.84)	(1100.18)	(226.45)
6	Tax Expenses	15.15	-	-	15.15	-
7	<b>Net Profit/(Loss) for the period (5-6)</b>	(939.44)	(102.97)	(173.84)	(1115.33)	(226.45)
	Other Comprehensive Income					
	i) Items that will be reclassified to profit or loss					
	ii) Income tax on items that will be reclassified to profit or loss					
8	<b>Other Comprehensive Income (Net of tax)</b>	-	-	-	-	-
9	<b>Other Comprehensive Income for the period (7+8)</b>	(939.44)	(102.97)	(173.84)	(1115.33)	(226.45)
10	<b>Paid-up equity Share capital (face value of Rs.10/- each)</b>	1950.00	1950.00	1950.00	1950.00	1950.00
11	<b>Reserves excluding Revaluation Reserves</b>				1901.02	3016.35
12	<b>Equity Share (In Rs.)</b>					
	a) Basic	(4.82)	(0.53)	(0.89)	(5.72)	(1.16)
	b) Diluted	(4.82)	(0.53)	(0.89)	(5.72)	(1.16)

Notes:-

1) Audited statement of assets and liabilities as per Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 for the year ended 31st March 2018 (₹ in Lacs)

Audited statement of Assets & Liabilities as on 31st March 2018		As at 31.03.2018 Audited	As at 31.03.2017 Audited
<b>A EQUITY AND LIABILITIES</b>			
1 Shareholders' Funds			
a) Share Capital		1950.00	1950.00
b) Reserves and Surplus		1901.02	3016.35
Sub Total - Shareholders' Funds		3851.02	4966.35
2 Non -Current Liabilities			
Long-Term Borrowings		56.84	56.84
Sub Total - Non Current Liabilities		56.84	56.84
3 Current liabilities			
a) Short -Term Borrowings		3485.34	3467.87
b) Trade Payables		492.51	1975.35
c) Other Current Liabilities		348.94	355.90
Sub Total - Current Liabilities		4326.79	5799.12
<b>TOTAL - EQUITY AND LIABILITIES</b>		<b>8234.65</b>	<b>10822.31</b>
<b>B ASSETS</b>			
1 Non -Current Assets			
a) Tangible Assets		2403.78	2608.19
b) Intangible Assets		-	132.21
c) Long-Term Loans and Advances		513.22	774.59
d) Other Non-Current Assets		-	-
Sub Total - Non Current Assets		2917.00	3514.99
2 Current assets			
a) Current Investments		433.65	369.92
b) Inventories		349.57	350.61
c) Trade Receivables		1936.66	4284.07
d) Cash and Cash Equivalents		212.87	298.84
e) Short-Term Loans and Advances		2384.90	2003.88
Sub Total -Current Assets		5317.65	7307.32
<b>TOTAL - ASSETS</b>		<b>8234.65</b>	<b>10822.31</b>

- 2 The above results were reviewed by Audit Committee and approved by the Board of directors of the Company at its meeting held at Mumbai on 30th May, 2018 and published in accordance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 3 The figures for the quarter ended 31st March, 2018 and 31st March, 2017 are the balancing figures between the figures in respect of the full financial year and the year-to-date published figures upto the period ended 31st December 2017 and 31st December 2016 respectively.
- 4 The Company primarily deals in the business of manufacturing and repairs of Transformers as single segment. Hence Segment Reporting as defined in Indian Accounting Standard 108 (Ind-As-108) is not applicable to the Company.
- 5 The Statutory Auditors have conducted an Audit of the financial results for the quarter/year ended on 31st March 2018.
- 6 The lender Bank has issued notice dated 30/05/2015 u/s 13(2) of Securitization & Reconstruction of Financial Assets & Enforcement of Security Interest Act, 2002 and has sought to recalled the entire outstanding amounts alleged to be ₹ 40.26 crores alleged to be owed to them by the company. In view of Legal notice and based on Legal advice received by the company it has been decided not to provide any interest on liability of Canara Bank w.e.f 1st April, 2014.
- 7 The lender Bank has issued notice dated 31/12/2015 u/s 13(2) of Securitization & Reconstruction of Financial Assets & Enforcement of Security Interest Act, 2002 and has sought to recalled the entire outstanding amount alleged to be ₹ 1.81 crores alleged to be owed to them by the company. In view of Legal notice and based on Legal advice received by the company it has been decided not to provide any interest on liability of Dhanlaxmi Bank w.e.f 1st April, 2015.
- 8 Other income includes interest, etc.
- 9 Reconciliation between the Standalone Unaudited financial results, as previously reported (referred to as previous GAAP) and as IND AS is as under:-

Total Comprehensive Income Reconciliation		(Rs. in Lacs)	
	Quarter Ended 31-03-2017	Year ended 31-03-2017	
Net Profit/Loss as per previous GAAP	(173.84)	(226.45)	
Adjustments:			
Net impact of investment - fair value option through P&L	242.38	242.38	
Deferred Taxes	0	0	
Net Profit as per IND AS	0	0	
Other Comprehensive Income	0	0	
Equity Investments measured at fair value through OCI	0	0	
Remeasurement of Defined benefit obligations recognised in Other Comprehensive Income	0	0	
Deferred Taxes on OCI	0	0	
Total Comprehensive Income/Loss as per IND AS	0	15.93	

The Ind AS compliant corresponding figures for the year and quarter ended 31st March 2017 have not been subjected to review. However, the Company's Management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.

- 10 Previous period figures have been regrouped and reclassified, where necessary, to make them comparable with current quarter figures.

For & on behalf of the Board of Directors

at Mumbai

Suresh More  
Managing Director  
Din : 06873425

Date : 30.05.2018

**Auditor's Report On Quarterly Audited Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To,  
The Board of Directors  
Tarapur Transformers Limited

1. We have audited the accompanying quarterly financial results of Tarapur Transformers Limited ('the company') for the quarter ended March 31, 2018 and year to date results for the period April 01, 2017 to March 31, 2018, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the annual financial statements and reviewed quarterly financial results upto the end of third quarter, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India.
3. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion. The Financial results for the quarter and year ended 31st March 2017 included in the statement, were audited by the predecessor auditors, whose report dated 30th May 2017 expressed a qualified opinion on those financial results.
4. The company has sent letters to customers in respect of trade receivables for confirming balances outstanding as at March 31, 2018, but in most of the cases the customers have not sent written  

---

confirmation confirming the balance outstanding as at March 31, 2018. In the absence of confirmation, any provision to be made for adverse variation in the carrying amounts of trade receivable is not qualified.
5. The company has sent balance confirmation letters to parties who are not covered in the register maintained under section 189 of the Companies Act, 2013, but in most of the cases the company have not received written confirmation confirming the balance outstanding as at March, 31, 2018.

Further in respect of loans granted, repayment of the principal amount was not as stipulated and payment of interest has also not been regular.

6. The Company has not provided for Interest payable to Canara Bank amounting to Rs. 880.35 Lacs for the year ended 31st March 2018. Also for the financial year 2016-2017 the company has not provided for Rs. 738.50 lacs. The Company has also not made any provision for penal interest claimed by the bank. As a result the loss for the year ended 31st March 2018 is understated by Rs. 880.35 Lacs & current liabilities as at 31st March, 2018 are also understated by Rs. 880.35 Lacs and reserves are overstated by Rs. 880.35 Lacs. As a result the accumulated Reserves are overstated by Rs. 2238.47 lacs. The amount of penal interest cannot be quantified as the details have not been received from the bank.
7. The Company has not provided for interest payable to Dhanlaxmi Bank amounting to Rs. 36.08 Lacs. for the year ended 31st March 2018. Also for the financial year 2016-2017 the company has not provided for Rs. 31.55 lacs. As a result the loss for the year ended 31st March 2018 is understated by Rs. 36.08 Lacs & current liabilities as at 31st March, 2018 are also understated by Rs. 36.08 Lacs and reserves are overstated by Rs.95.22 Lacs.
8. The company has not conducted periodic physical verification of inventory at reasonable intervals.
9. The company is not regular in paying the Statutory dues regarding Service Tax, GST, Sales tax, Professional Tax etc.
10. In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in paragraph 4,5,6,7,8 & 9 above these quarterly and financial results as well as the year to date results:
  - (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
  - (ii) Give a true and fair view of the net loss and other financial information for the quarter ended March 31, 2018 as well as the year to date results for the period from April 01 2017 to March 31, 2018 except in Annexure I Statement on Impact of Audit Qualifications.

**For Dalal & Kala Associates**

Chartered Accountants

F.R. No. 102017W

(CA Anand Drolia)

Partner

Membership No .036718

Place: Mumbai

Date: 30<sup>th</sup> May 2018

## ANNEXURE I

### Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results - (Standalone and Consolidated separately)

#### Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2018 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

(Rs. In Lacs)

I	Sl No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover / Total income	1478.76	1478.76
	2.	Total Expenditure	2578.94	3495.37
	3.	Net Profit/(Loss)	( 1100.18)	(2016.61)
	4.	Earnings Per Share	( 5.72)	(10.42)
	5.	Total Assets	8234.65	8234.64
	6.	Total Liabilities	8234.65	8234.65
	7.	Net Worth	3851.02	1517.33
	8.	Any other financial item(s) (as felt appropriate by the management)	NIL	NIL

#### **II Audit Qualification (each audit qualification separately):**

##### **a) Details of Audit Qualification:**

##### **1) With regards to pending confirmation of balances:**

The company has sent letters to customers in respect of trade receivables for confirming balances outstanding as at March 31, 2018, but in most of the cases the customers have not sent written confirmation confirming the balance outstanding as at March 31, 2018.

##### **2) With Regard to pending confirmation of unsecured loans given:**

The company has sent balance confirmation letters to parties who are not covered in the register maintained under section 189 of the Companies Act, 2013, but in most of the cases the company have not received written confirmation confirming the balance outstanding as at March, 31, 2018. Further in respect of loans granted, repayment of the principal amount was not as stipulated and payment of interest has also not been regular.

##### **3) With regarding to provision of Interest payable to Canara Bank :**

The Company has not provided for Interest payable to Canara Bank amounting to Rs. 880.35 Lacs for the year ended 31st March 2018. Also for the financial year 2016-2017 the company has not provided for Rs. 738.50 lacs. The Company has also not made any provision for penal interest claimed by the bank. As a result the loss for the year ended 31st March 2018 is understated by Rs. 880.35 Lacs & current liabilities as at 31st March, 2018 are also understated by Rs. 880.35 Lacs and reserves are overstated by Rs. 880.35 Lacs. As a result the accumulated Reserves are overstated by Rs. 2238.47 lacs. The amount of penal interest cannot be quantified as the details have not been received from the bank.



**4) With regarding to provision of Interest payable to Dhanlaxmi Bank:**

The Company has not provided for interest payable to Dhanlaxmi Bank amounting to Rs. 36.08 Lacs. for the year ended 31st March 2018. Also for the financial year 2016-2017 the company has not provided for Rs. 31.55 lacs. As a result the loss for the year ended 31st March 2018 is understated by Rs. 36.08 Lacs & current liabilities as at 31st March, 2018 are also understated by Rs. 36.08 Lacs and reserves are overstated by Rs.95.22 Lacs

**5) With regarding Physical verification of Inventory:**

The company has not conducted periodic physical verification of inventory at reasonable intervals.

**6) With regarding Non Payment of Statutory Dues:**

The company is not regular in paying the Statutory dues regarding Service Tax, GST, Sales tax.

		<p><b>With reference to point no 6:</b></p> <p>Company had paid the Statutory dues though some of the dues has been delayed because of the financial position</p>
		(iii) Auditors' Comments on (i) or (ii) above: <u>Satisfactory</u>
III	<b>Signatories</b>	
		CEO / Managing Directors
		CFO
		Audit Committee Chairman
		Statutory Auditor
		Place: Mumbai
		Date: 30.05.2018