



ONLINE FILING

Ref: **TI/NSE/COMP/17-18/13**

May 29, 2017

To,
The Manager (Listing),
National Stock Exchange of India Ltd
Exchange Plaza, Plot no. C/1, G Block,
Bandra - Kurla Complex, Bandra (E),
Mumbai - 400 051
Ph No.: 022 26598235/36
Fax No.: 022 26598120/237/238

Sub: Audited Financial Results for the financial year ended March 31, 2017
Ref: Scrip Code - TI

Dear Sir/Madam,

We wish to inform you that pursuant to the provisions of Regulation 33 of the SEBI (LODR) Regulations, 2015, the Board of Directors, in its Meeting held on May 29, 2017, has considered and approved the Audited Financial Results (Standalone and Consolidated) of the Company for the financial year ended March 31, 2017.

We are enclosing herewith Statement of Audited Financial Results (Standalone and Consolidated) for the financial year ended March 31, 2017 alongwith the Audit Reports thereon submitted by M/s. Batliboi & Purohit, Statutory Auditors of the Company and Statement on Impact of Audit Qualifications pursuant to the provisions of Regulation 33(3)(d) of the SEBI (LODR) Regulations, 2015 with respect to Auditors' Report with modified opinion.

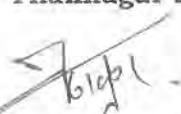
Please take note that the Meeting commenced at 04.00 p.m. and concluded at 06.55 p.m.

Kindly acknowledge the receipt and take the same on your record.

Thanking you,

Yours faithfully,

For Tilaknagar Industries Ltd.


Gaurav Thakur
Company Secretary



Encl: a/a

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

Tel.: +91 22 22831716/18 Fax : +91 22 22046904 E-mail : tiliquor@tilind.com

Regd. Office & Works : P. O. Tilaknagar, Tal. Shrirampur, Dist. Ahmednagar, Maharashtra - 413 720.

Tel.: (02422) 265 123 / 265 032 Fax : (02422) 265 135 E-mail : regoff@tilind.com Website : www.tilind.com

CIN : L15420PN1933PLC133303

PART I						
(Rs in lacs)						
Statement of Standalone Audited Financial Results for the Year ended March 31, 2017						
	Particulars	Quarter Ended			Year ended	
		31.03.2017 Audited	31.12.2016 Unaudited	31.03.2016 Audited	31.03.2017 Audited	31.03.2016 Audited
I	Revenue from Operations					
	(a) Sale of products (Gross)	13,181.73	17,047.45	15,076.96	55,562.10	63,926.66
	Less: Excise duty	5,225.09	6,377.90	6,138.31	20,584.66	29,431.51
	Sale of products (Net)	7,956.64	10,669.55	8,938.65	34,977.44	34,495.15
	(b) Other Operating Income (Refer Note 4)	15.96	54.51	27.88	127.49	2,743.68
	Total Revenue from Operations (net)	7,972.60	10,724.06	8,966.53	35,104.93	37,238.83
II	Other Income	227.32	8.30	30.09	404.29	90.07
III	Total Revenue (I + II)	8,199.92	10,732.36	8,996.62	35,509.22	37,328.90
IV	Expenses					
	(a) Cost of materials consumed	3,811.14	6,022.53	4,695.94	19,659.51	18,861.12
	(b) Purchases of stock-in-trade	-	-	-	-	1,463.15
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1,922.39	(831.00)	(689.04)	1,804.03	764.54
	(d) Employee benefits expense	560.05	569.68	872.33	2,324.76	3,185.77
	(e) Finance costs	5,309.29	3,254.05	3,541.36	15,234.80	11,961.58
	(f) Depreciation and amortization expenses	873.69	917.13	919.48	3,624.71	3,659.94
	(g) Provision for doubtful advances	1,552.30	-	4,737.22	1,552.30	4,737.22
	(h) Other expenses	4,649.70	5,834.47	4,961.38	18,492.64	18,773.86
	Total expenses	18,678.56	15,766.86	19,038.67	62,692.75	63,407.18
V	Profit before exceptional and extraordinary items and tax (III-IV)	(10,478.64)	(5,034.50)	(10,042.05)	(27,183.53)	(26,078.28)
VI	Exceptional items	-	-	544.39	-	713.39
VII	Profit before extraordinary items and tax (V-VI)	(10,478.64)	(5,034.50)	(10,586.44)	(27,183.53)	(26,791.67)
VIII	Extraordinary items	-	-	-	-	-
IX	Profit before tax (VII-VIII)	(10,478.64)	(5,034.50)	(10,586.44)	(27,183.53)	(26,791.67)
X	Tax Expense:					
	(1) Current tax	(729.84)	-	(188.29)	(729.84)	(188.29)
	(2) Deferred tax	-	-	-	-	-
XI	Profit/(Loss) for the period from continuing operations (IX-X)	(9,748.80)	(5,034.50)	(10,398.15)	(26,453.69)	(26,603.38)
XII	Profit/(Loss) from discontinuing operations	-	-	-	-	-
XIII	Tax Expense of discontinuing operations	-	-	-	-	-
XIV	Profit/(Loss) from discontinuing operations (after tax) (XII-XIII)	-	-	-	-	-
XV	Profit/(Loss) for the period (XI + XIV)	(9,748.80)	(5,034.50)	(10,398.15)	(26,453.69)	(26,603.38)
XVI	Earnings Per Equity Share of Rs. 10 /- each(Rs.)					
	(1) Basic	(7.81)	(4.04)	(8.33)	(21.20)	(21.32)
	(2) Diluted	(7.81)	(4.04)	(8.33)	(21.20)	(21.32)

Notes :

- 1 The above Results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 29, 2017 and have been audited by the Statutory Auditors of the Company.
- 2 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 and therefore, disclosure under Accounting Standard (AS-17) on "Segment Reporting" issued by the ICAI is not applicable. The Company does not have any geographical segment.
- 3 The Company has tie-up arrangements in some States and in respect of such arrangements the turnover as given below has not been treated as 'Sales'. However, the surplus generated out of these arrangements is included in the 'Sales/Income from Operations'.

(Rs in lacs)

Particulars	Quarter ended			Year ended	
	31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
	Audited	Unaudited	Audited	Audited	Audited
Gross turnover in respect of tie-up arrangements	26,280.80	18,378.92	14,268.59	65,923.77	41,266.48

(Rs in lacs)

Particulars	Quarter ended			Year ended	
	31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
	Audited	Unaudited	Audited	Audited	Audited
Amount included in operating income on account of entitlement of MVAT and CST refund	-	-	-	-	2,589.18

The Company is awaiting disbursement of Rs.12,691.10 lacs of MVAT and CST refund for the year 2012-13 onwards. It has been considered prudent to recognize MVAT and CST incentives on disbursement instead of accrual basis from the quarter ended September 2015 onwards.

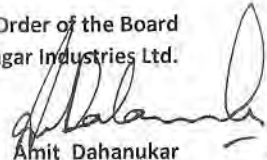
- 5 The Company has applied to the state government authorities for dual feed permission for manufacture of ENA through molasses as well as grain at one of its unit and permission is expected soon. In view of this, the management believes that there is no impairment in value of its unit and hence, the recoverable amount of the unit is not required to be estimated.
- 6 Pursuant to the filing of the consent terms, the Arbitrator has passed an order of settlement with Imperial Spirit & Wine Pvt. Ltd.(ISWPL), a tie up unit in Tamil Nadu. As part of the said settlement, the Company has entered into a bottling arrangement with ISWPL and the operations are expected to start shortly. It has also been agreed that the dues from ISWPL amounting to Rs. 3,722.91 lacs as on the date of the settlement be settled at Rs.1,900 lacs out of which Rs.1,000 lacs will be retained by ISWPL as interest free security deposit for the bottling operations and Rs.900.00 lacs be paid over a period of two years in equal monthly installments. Consequently the balance of Rs.1,822.91 lacs due from ISWPL has been written off in books of accounts.
- 7 In lieu of advances given to certain parties amounting to Rs. 7,981.58 lacs, immovable properties have been offered for which negotiations are in process and hence, no provision is considered necessary in the books of accounts.
- 8 The figures of last quarter ended March 31, 2017 are the balancing figures between audited figures in respect of the full financial year ended March 31, 2017 and the published year to date figures upto the third quarter ended December 31, 2016.
- 9 Punjab National Bank, IFCI and Axis Bank (only working capital) have assigned all the rights and interests in financial assistances granted to the company in favour of Edelweiss Asset Reconstruction Company Limited (the "EARC") acting in its capacity as Trustee of EARC Trust vide assignment agreement executed in favour of EARC on March 30, 2017. Pursuant to the above EARC have become the secured lender and all the rights, title and interest of above Banks have vested in EARC in respect of the above financial assistances.
- 10 Though the net worth of the company is negative the accounts have been prepared on 'Going Concern' basis as the management believes that the losses incurred in the recent years are mainly due to high debt resulting in high interest costs and loss in sales volume emanating from lack of adequate working capital to fund the cost of goods. The management has already taken various measures to increase the sales volume and has achieved a 12 % increase in net sales over the previous year. It has also taken initiatives to reduce costs wherever possible, actively explore the possibilities of restructuring the existing debts, selling nonperforming assets and considering the feasibility of raising additional capital from affiliates or other investors. The management is confident that the effective implementation of the said plans would result in increase in the net worth of the company in the near future.
- 11 The previous period figures have been regrouped and reclassified wherever necessary.



(Rs. in Lacs)

Particulars	As at	
	Year Ended	
	31.03.2017	31.03.2016
	Audited	Audited
A EQUITY AND LIABILITIES		
1 Shareholders' Funds		
(a) Share capital	12,475.61	12,475.61
(b) Reserves and surplus	(15,447.99)	11,199.42
(c) Money received against share warrants	-	-
Sub-total - Shareholders' funds	(2,972.38)	23,675.03
2 Share application money pending allotment		
3 Non-current liabilities		
a) Long-term borrowings	19,014.24	22,598.28
b) Deferred tax liabilities (net)	4,324.20	4,324.20
c) Other long-term liabilities	4,979.42	6,757.94
d) Long-term provisions	276.66	272.89
Sub-total- Non-current liabilities	28,594.52	33,953.31
4 Current liabilities		
a) Short-term borrowings	60,303.48	59,493.98
b) Trade payables		
(A) Total outstanding dues of Micro and Small Enterprises	486.71	536.75
(B) Total outstanding dues of creditors other than Micro and Small Enterprises	10,917.18	12,050.58
c) Other current liabilities	25,806.52	10,185.61
d) Short-term provisions	731.28	2,374.75
Sub-total- Current liabilities	98,245.17	84,641.67
TOTAL - EQUITY AND LIABILITIES	1,23,867.31	1,42,270.01
B ASSETS		
1 Non-current assets		
a) Fixed assets		
(i) Tangible assets	48,472.97	51,659.82
(ii) Intangible assets	907.16	1,359.45
(iii) Capital work-in-progress	1,496.07	1,534.55
(iv) Intangible assets under development	-	-
b) Non-current investments	4,233.45	4,233.45
c) Deferred tax assets (net)	-	-
d) Long-term loans and advances	1,681.94	2,030.35
e) Other non-current assets	48.41	4,664.01
Sub-total- Non Current assets	56,839.99	65,481.63
2 Current Assets		
a) Current investments	-	-
b) Inventories	5,958.81	8,362.06
c) Trade receivables	5,729.81	7,690.52
d) Cash and cash equivalents	426.92	746.48
e) Short-term loans and advances	54,907.32	59,984.73
f) Other current assets	4.46	4.59
Sub-total- Current assets	67,027.32	76,788.38
TOTAL-ASSETS	1,23,867.31	1,42,270.01

By Order of the Board
For Tilaknagar Industries Ltd.


Amit Dahanukar
Chairman & Managing Director

Place: Mumbai

Date : May 29, 2017

BATLIBOI & PUROHIT

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

TO THE BOARD OF DIRECTORS OF TILAKNAGAR INDUSTRIES LTD.

1. We have audited the accompanying statement of standalone financial results of **Tilaknagar Industries Ltd. ("the Company")** for the year ended March 31, 2017 ('the Statement'), being submitted by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our audit.

2. 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 the management. We believe that our audit provides a reasonable basis for our opinion.

3. a. *We draw attention to note no.5 of the statement, where there is an indication that one of the Units of the Company may be impaired. The management has not estimated the recoverable amount of the Unit as required by Accounting Standard-28 'Impairment of Assets', hence we are unable to comment on consequential impact if any on the statement.*

b. We draw attention to note no.7 of the statement in respect of old advances given to certain parties amounting to Rs 7,981.58 lakhs for which no provision has been made by the management. We are unable to verify the recoverability of the amounts due from the parties based on the audit procedures.

4. 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 the paragraph 3 above* these financial 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 year ended March 31, 2017.

5. a) We draw attention to note no 4 of the statement in respect of outstanding MVAT and CST incentive of Rs.12,691.10 lakhs receivable from the State Government for the year 2012-13 onwards.

b) We draw attention to note no.10 of the statement stating the reasons whereby the accounts have been prepared on going concern basis though the networth of the company is negative and it has incurred significant losses.



Our opinion is not modified in respect of these matters.

6. The Statement includes the results for the quarter ended March 31, 2017 being the balancing figure between audited figures in respect of full financial year and the published results up to the third quarter of the current year which were subject to limited review by us.

Place : Mumbai
Dated : May 29, 2017

For BATLIBOI & PUROHIT
Chartered Accountants

Firm Reg No. 101048W



KAUSHAL MEHTA

Partner

Membership No. 111749



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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2017 [See Regulation 33 / 52-of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) Rs. in Lacs	Adjusted Figures (audited figures after adjusting for qualifications) Rs. in Lacs
	1	Turnover / Total income	35,509.22	35,509.22
	2	Total Expenditure	62,692.75	62,692.75
	3	Net Profit/(Loss)	27,183.53	27,183.53
	4	Earnings Per Share (In Rs.)	(21.20)	(21.20)
	5	Total Assets	123,867.31	123,867.31
	6	Total Liabilities	123,867.31	123,867.31
	7	Net Worth	(2,972.38)	(2,972.38)
	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:	<p>a. We draw attention to note 5 of the financial results where there is an indication that one of the Unit of the Company may be impaired. The management has not estimated the recoverable amount of unit as required by Accounting Standard-28 'Impairment of Assets', hence we are unable to comment on the consequential impact if any, on the financial statements.</p> <p>b. We draw attention to note 7 of the financial results in respect of old advances given to certain parties amounting to Rs. 7,981.58 lacs, for which no provision has been made by the management. We are unable to verify the recoverability of the amounts due from the parties based on the audit procedures.</p>	
	b.	Type of Audit Qualification:	Qualified Opinion	
	c.	Frequency of qualification:	Points a – Appearing second time	

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CIN : L15420PN1933PLC133303



		Point b - Appearing first time
d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	Not applicable
e.	For Audit Qualification(s) where the impact is not quantified by the auditor:	
	(i) Management's estimation on the impact of audit qualification:	<p>Nil for the following reasons given below:</p> <p>The Auditors in their Report have given three qualified opinions and the response of the Board of Directors with respect to it is as follows:-</p> <p><u>Response to Point (II)(a)</u></p> <p>The Company had applied to the state government authorities for dual feed permission for manufacture of ENA through molasses as well as grain at one of its Unit and permission is expected soon. In view of this the management believes that there is no impairment in value of its unit and hence the recoverable amount of the unit is not required to be estimated.</p> <p><u>Response to Point (II) (b)</u></p> <p>In lieu of advances given to certain parties amounting to Rs. 7,981.58 lacs, the Company is in the process of completing the negotiations with the parties and completion of necessary formalities for which immovable properties have been offered. In view of this, the management believes that no provision is considered necessary in the books of accounts.</p>
	(ii) If management is unable to estimate the impact, reasons for the same:	Not applicable
	(iii) Auditors' Comments on (i) or (ii) or (iii) above:	Refer II (a) above
III.	Signatories:	
	• CEO/Managing Director	

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CIN : L15420PN1933PLC133303



• CFO	
• Audit Committee Chairman	
• Statutory Auditor	For Batliboi & Purohit  Partner
Place: Mumbai	
Date : 29 th May, 2017	

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

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CIN : L15420PN1933PLC133303

TILAKNAGAR INDUSTRIES LTD. (CIN: L15420PN1933PLC133303)

Regd. Office : P.O. Tilaknagar, Tal. Shrirampur, Dist. Ahmednagar, Maharashtra - 413720

Email: investor@tilind.com; Website: www.tilind.com; Phone: +91 22 22831716/18; Fax: +91 22 22046904

PART I						(Rs in lacs)
Statement of Consolidated Audited Financial Results for the Year ended March 31, 2017						
	Particulars	Quarter Ended			Year ended	
		31.03.2017 Audited	31.12.2016 Unaudited	31.03.2016 Audited	31.03.2017 Audited	31.03.2016 Audited
I	Revenue from Operations					
	(a) Sale of products (Gross)	27,804.98	31,087.47	25,495.60	1,05,292.38	93,381.72
	Less: Excise duty	15,427.14	16,722.19	13,862.62	56,807.14	50,642.18
	Sale of products (Net)	12,177.84	14,365.28	11,632.98	48,485.24	42,739.54
	(b) Other Operating Income (Refer Note 5)	35.76	67.11	111.08	182.28	3,038.75
	Total Revenue from Operations (net)	12,213.60	14,432.39	11,744.06	48,667.52	45,778.29
II	Other Income	231.67	8.30	248.75	412.59	327.25
III	Total Revenue (I + II)	12,445.27	14,440.69	11,992.81	49,080.11	46,105.54
IV	Expenses					
	(a) Cost of materials consumed	6,851.79	9,084.24	6,769.96	30,409.23	24,502.34
	(b) Purchases of stock-in-trade	-	-	-	-	1,463.15
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	2,060.65	(681.39)	(470.79)	1,380.34	1,690.17
	(d) Employee benefits expense	629.95	632.28	945.80	2,567.07	3,407.92
	(e) Finance costs	5,382.41	3,353.73	2,918.01	15,641.06	12,502.71
	(f) Depreciation and amortization expenses	920.27	965.03	967.41	3,814.19	3,855.48
	(g) Provision for doubtful advances	1,552.30	-	5,223.22	1,552.30	5,223.22
	(h) Other expenses	6,171.84	6,283.28	6,367.73	22,158.41	21,580.46
	Total expenses	23,569.21	19,637.17	22,721.34	77,522.60	74,225.45
V	Profit before exceptional and extraordinary items and tax (III-IV)	(11,123.94)	(5,196.48)	(10,728.53)	(28,442.49)	(28,119.91)
VI	Exceptional items	-	-	-	-	-
VII	Profit before extraordinary items and tax (V-VI)	(11,123.94)	(5,196.48)	(10,728.53)	(28,442.49)	(28,119.91)
VIII	Extraordinary items	-	-	-	-	-
IX	Profit before tax (VII-VIII)	(11,123.94)	(5,196.48)	(10,728.53)	(28,442.49)	(28,119.91)
X	Tax Expense:					
	(1) Current tax	(755.58)	-	(114.32)	(755.58)	(114.32)
	(2) Deferred tax	-	-	-	-	-
XI	Profit/(Loss) for the period from continuing operations (IX-X)	(10,368.36)	(5,196.48)	(10,614.21)	(27,686.91)	(28,005.59)
XII	Profit/(Loss) from discontinuing operations	-	-	-	-	-
XIII	Tax Expense of discontinuing operations	-	-	-	-	-
XIV	Profit/(Loss) from discontinuing operations (after tax) (XII-XIII)	-	-	-	-	-
XV	Profit/(Loss) for the period (XI + XIV)	(10,368.36)	(5,196.48)	(10,614.21)	(27,686.91)	(28,005.59)
XVI	Share of Profit/(Loss) of associates	-	-	-	-	(169.00)
XVII	Minority Interest	(0.00)	-	-	(0.00)	-
XVIII	Profit/(Loss) for the period after taxes, minority interest and share of profit/(loss) of associates (XV+XVI-XVII)	(10,368.36)	(5,196.48)	(10,614.21)	(27,686.91)	(28,174.59)
XIX	Earnings Per Equity Share of Rs. 10 /- each (Rs.)					
	(1) Basic	(8.31)	(4.17)	(8.51)	(22.19)	(22.58)
	(2) Diluted	(8.31)	(4.17)	(8.51)	(22.19)	(22.58)

Notes :

- 1 The above Results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 29, 2017 and have been audited by the Statutory Auditors of the Company.
- 2 The above Results are prepared in accordance with the principles and procedures set out in Accounting Standard (AS-21) on "Consolidated Financial Statements" issued by the ICAI.
- 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 and therefore, disclosure under Accounting Standard (AS-17) on "Segment Reporting" issued by the ICAI is not applicable. The Company does not have any geographical segment.
- 4 The Company has tie-up arrangements in some States and in respect of such arrangements the turnover as given below has not been treated as 'Sales'. However, the surplus generated out of these arrangements is included in the 'Sales/Income from Operations'.

(Rs in lacs)

Particulars	Quarter ended			Year ended	
	31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
	Audited	Unaudited	Audited	Audited	Audited
Gross turnover in respect of tie-up arrangements	5,122.36	1,963.25	1,909.95	10,432.87	6,194.45

(Rs in lacs)

Particulars	Quarter ended			Year ended	
	31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
	Audited	Unaudited	Audited	Audited	Audited
Amount included in operating income on account of entitlement of MVAT and CST refund	-	-	-	-	2,589.18

The Company is awaiting disbursement of Rs. 12,691.10 lacs of MVAT and CST refund for the year 2012-13 onwards. It has been considered prudent to recognize MVAT and CST incentives on disbursement instead of accrual basis from the quarter ended September 2015 onwards.

- 6 The Company has applied to the state government authorities for dual feed permission for manufacture of ENA through molasses as well as grain at one of its unit and permission is expected soon. In view of this, the management believes that there is no impairment in value of its unit and hence, the recoverable amount of the unit is not required to be estimated.
- 7 Pursuant to the filing of the consent terms, the Arbitrator has passed an order of settlement with Imperial Spirit & Wine Pvt. Ltd (ISWPL), a tie up unit in Tamil Nadu. As part of the said settlement, the Company has entered into a bottling arrangement with ISWPL and the operations are expected to start shortly. It has also been agreed that the dues from ISWPL amounting to Rs. 3,722.91 lacs as on the date of the settlement be settled at Rs.1,900 lacs out of which Rs.1,000 lacs will be retained by ISWPL as interest free security deposit for the bottling operations and Rs.900.00 lacs be paid over a period of two years in equal monthly installments. Consequently the balance of Rs.1,822.91 lacs due from ISWPL has been written off in books of accounts.
- 8 In lieu of advances given to certain parties amounting to Rs. 7,981.58 lacs, immovable properties have been offered for which negotiations are in process and hence, no provision is considered necessary in the books of accounts.
- 9 Punjab National Bank, IFCI and Axis Bank (only working capital) have assigned all the rights and interests in financial assistances granted to the company in favour of Edelweiss Asset Reconstruction Company Limited (the "EARC") acting in its capacity as Trustee of EARC Trust vide assignment agreement executed in favour of EARC on March 30, 2017. Pursuant to the above EARC have become the secured lender and all the rights, title and interest of above Banks have vested in EARC in respect of the above financial assistances.
- 10 Though the net worth of the company is negative the accounts have been prepared on 'Going Concern' basis as the management believes that the losses incurred in the recent years are mainly due to high debt resulting in high interest costs and loss in sales volume emanating from lack of adequate working capital to fund the cost of goods. The management has already taken various measures to increase the sales volume and has achieved a 12 % increase in net sales over the previous year. It has also taken initiatives to reduce costs wherever possible, actively explore the possibilities of restructuring the existing debts, selling nonperforming assets and considering the feasibility of raising additional capital from affiliates or other investors. The management is confident that the effective implementation of the said plans would result in increase in the net worth of the company in the near future.
- 11 The Standalone and Consolidated Audited Financial Results of the Company for the financial year ended March 31, 2017 are available on the Company's website (www.tilind.com) and on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com). Key Standalone Financial information is given below:

(Rs in lacs)

	Particulars	Quarter ended			Year ended	
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
		Audited	Unaudited	Audited	Audited	Audited
1	Net sales/ income from operations	7,972.60	10,724.06	8,966.53	35,104.93	37,238.83
2	Profit before tax	(10,478.64)	(5,034.50)	(10,586.44)	(27,183.53)	(26,791.67)
3	Profit after tax	(9,748.80)	(5,034.50)	(10,398.15)	(26,453.69)	(26,603.38)

- 12 The figures of last quarter ended March 31, 2017 are the balancing figures between audited figures in respect of the full financial year ended March 31, 2017 and the published year to date figures upto the third quarter ended December 31, 2016.

- 13 The previous period figures have been regrouped and reclassified wherever necessary.

(Rs in lacs)

Particulars		As at	
		Year Ended	
		31.03.2017	31.03.2016
		Audited	Audited
A	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	a) Share capital	12,475.61	12,475.61
	b) Reserves and Surplus	(14,779.13)	13,101.52
	c) Money received against share warrants	-	-
	Sub-total- Shareholders' funds	(2,303.52)	25,577.13
2	Share application money pending allotment	-	-
3	Minority interest	-	-
4	Non-current liabilities		
	a) Long-term borrowings	19,014.24	22,598.28
	b) Deferred tax liabilities (net)	4,622.03	4,622.03
	c) Other long-term liabilities	4,979.42	6,757.94
	d) Long-term provisions	319.92	298.48
	Sub-total- Non-current liabilities	28,935.61	34,276.73
5	Current liabilities		
	a) Short-term borrowings	63,318.16	62,071.76
	b) Trade payables		
	(A) Total outstanding dues of Micro and Small Enterprises	486.71	536.75
	(B) Total outstanding dues of creditors other than Micro and Small Enterprises	15,628.49	16,010.58
	c) Other current liabilities	27,436.40	11,766.21
	d) Short-term provisions	1,224.27	2,560.65
	Sub-total- Current liabilities	1,08,094.03	92,945.95
	TOTAL-EQUITY AND LIABILITIES	1,34,726.12	1,52,799.81
B	ASSETS		
1	Non-current assets		
	a) Fixed assets		
	(i) Tangible assets	50,924.08	54,248.06
	(ii) Intangible assets	907.71	1,360.08
	(iii) Capital work-in-progress	12,412.55	12,440.78
	(iv) Intangible assets under development	-	-
	b) Goodwill on consolidation	2,326.23	2,326.23
	c) Non-current investments	3.77	3.77
	d) Deferred tax assets (net)	-	-
	e) Long-term loans and advances	1,844.80	2,324.81
	f) Other non-current assets	55.46	4,670.03
	Sub-total- Non Current assets	68,474.60	77,373.75
2	Current Assets		
	a) Current investments	-	-
	b) Inventories	7,693.58	10,168.19
	c) Trade receivables	11,184.09	11,472.36
	d) Cash and cash equivalents	591.35	1,049.80
	e) Short-term loans and advances	46,777.82	52,729.96
	f) Other current assets	4.68	5.75
	Sub-total- Current assets	66,251.52	75,426.06
	TOTAL-ASSETS	1,34,726.12	1,52,799.81

By Order of the Board
For Tilaknagar Industries Ltd.


Amit Dahanukar
Chairman & Managing Director

Place: Mumbai

Date : May 29, 2017

BATLIBOI & PUROHIT

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

TO THE BOARD OF DIRECTORS OF TILAKNAGAR INDUSTRIES LTD.

1. We have audited accompanying statement of consolidated financial results of **Tilaknagar Industries Ltd** ("the Parent") and its subsidiaries (the parent and its subsidiaries together referred to as "the Group") for the year ended March 31, 2017 ("the statement") being submitted by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This Statement which is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Report (AS 25), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our audit.

2. 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 from material misstatements. 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 the management. We believe that our audit provides a reasonable basis for our opinion.
3. a. *We draw attention to note no.6 of the statement, where there is an indication that one of the Units of the Company may be impaired. The management has not estimated the recoverable amount of the Unit as required by Accounting Standard-28 'Impairment of Assets', hence we are unable to comment on consequential impact if any on the statement.*
- b. *We draw attention to note no. 8 of the statement in respect of old advances given to certain parties amounting to Rs 7,981.58 lakhs for which no provision has been made by the management. We are unable to verify the recoverability of the amounts due from the parties based on the audit procedures.*
4. 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 3. above* these year ended results :
- i. Include the year ended results of the following entities:
- Holding Company
1. Tilaknagar Industries Ltd.
- Subsidiaries
1. Prag Distillery (P) Ltd
2. Vahni Distilleries Private Ltd
3. Kesarval Springs Distillers Pvt. Ltd.
4. PunjabExpo Breweries Pvt. Ltd.
5. Mykingdom Ventures Pvt. Ltd.
6. Studd Projects P. Ltd.
7. Srirampur Grains Pvt. Ltd.
8. Shivprabha Sugars Ltd.
- Associate
1. Mason & Summers Marketing Services Pvt. Ltd.

- ii. Have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
 - iii. Give a true and fair view of the consolidated net loss and other financial information for the year ended March 31, 2017
5. a) We draw attention to note no 5 of the statement in respect of outstanding MVAT and CST incentive of Rs. 12,691.1 lakhs receivable from the State Government for the year 2012-13 onwards.
- b) We draw attention to note no.10 of the statement stating the reasons whereby the accounts have been prepared on going concern basis though the networth of the company is negative and it has incurred significant losses.

Our opinion is not modified in respect of these matters.

6. We did not audit revenues, total assets and cash flows of Rs. 59,440.80 lakhs, Rs.23,804.39 lakhs and Rs. 138.89 lakhs respectively, included in the accompanying audited consolidated financial results relating to 8 subsidiaries, whose financial information has been audited by the other auditors and whose report has been furnished to us. Our opinion on the audited annual financial results, in so far as it relates to such subsidiary is based solely on the report of the other auditors.

Our Opinion on the statement is not modified in respect of the above matter with respect to our reliance on the work done and the reports of the other auditors.

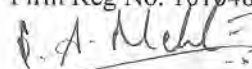
7. The consolidated financial results include the group's share of Rs. Nil for the year ended March 31, 2017 as considered in the consolidated financial results, in respect of 1 Associate whose financial statements and other financial information have not been audited by us. These financial statements / financial information is unaudited and have been furnished to us by the management and our opinion on the consolidated financial results, in so far as it relates to amounts and disclosures included in respect of this associate, is based solely on such unaudited financial statements / financial information. In our opinion and according to the information and explanations given to us by the Management, these financial statements / financial information are not material to the Group.

Our opinion on the Statement is not modified in respect of the above matter with respect to our reliance on the financial statements / financial information certified by the Management.

8. The Statement includes the results for the quarter ended March 31, 2017 being the balancing figure between audited figures in respect of full financial year and the published results up to the third quarter of the current year which were subject to limited review by us.

For BATLIBOI & PUROHIT
Chartered Accountants

Firm Reg No. 101048W



KAUSHAL MEHTA

Partner

Membership No. 111749

Place : Mumbai

Dated : May 29, 2017



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

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2017 [See Regulation 33 / 52-of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) Rs. in Lacs	Adjusted Figures (audited figures after adjusting for qualifications) Rs. in Lacs
	1	Turnover / Total income	49,080.11	49,080.11
	2	Total Expenditure	77,522.60	77,522.60
	3	Net Profit/(Loss)	28,442.49	28,442.49
	4	Earnings Per Share (In Rs.)	(22.19)	(22.19)
	5	Total Assets	1,34,726.12	1,34,726.12
	6	Total Liabilities	1,34,726.12	1,34,726.12
	7	Net Worth	(2303.52)	(2303.52)
	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:	<p>a. We draw attention to note 6 of the financial results where there is an indication that one of the Unit of the Company may be impaired. The management has not estimated the recoverable amount of unit as required by Accounting Standard-28 'Impairment of Assets', hence we are unable to comment on the consequential impact if any, on the financial statements.</p> <p>c. We draw attention to note 8 of the financial results in respect of advances given to certain parties amounting to Rs. 7,981.58 lacs, for which no provision is made by the management. We are unable to verify the recoverability of the amounts due from the parties based on the audit procedures.</p>	
		Type of Audit Qualification:	Qualified Opinion	
	c.	Frequency of qualification:	<p>Points a – Appearing second time</p> <p>Point b - Appearing first time</p>	

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

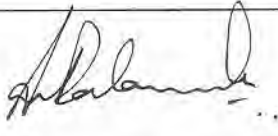
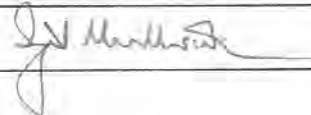
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Regd. Office & Works : P. O. Tilaknagar, Tal. Shrirampur, Dist. Ahmednagar, Maharashtra - 413 720.

Tel.: (02422) 265 123 / 265 032 Fax : (02422) 265 135 E-mail : regoff@tilind.com Website : www.tilind.com

CIN : L15420PN1933PLC133303



d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	
e.	For Audit Qualification(s) where the impact is not quantified by the auditor:	
(i)	Management's estimation on the impact of audit qualification:	<p>Nil for the following reasons given below:</p> <p>The Auditors in their Report have given three qualified opinions and the response of the Board of Directors with respect to it is as follows:-</p> <p>Response to Point (II)(a)</p> <p>The Company had applied to the state government authorities for dual feed permission for manufacture of ENA through molasses as well as grain at one of its Unit and permission is expected soon. In view of this the management believes that there is no impairment in value of its unit and hence the recoverable amount of the unit is not required to be estimated.</p> <p>Response to Point (II)(b)</p> <p>In lieu of advances given to certain parties amounting to Rs. 7,981.58 lacs, the Company is in the process of completing the negotiations with the parties and completion of necessary formalities for which immovable properties have been offered. In view of this, the management believes that no provision is considered necessary in the books of accounts.</p>
(ii)	If management is unable to estimate the impact, reasons for the same:	Not applicable
(iii)	Auditors' Comments on (i) or (ii) or (iii) above:	Refer II (a) above
III.	Signatories:	
	• CEO/Managing Director	
	• CFO	

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

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Tel.: (02422) 265 123 / 265 032 Fax : (02422) 265 135 E-mail : regoff@tilind.com Website : www.tilind.com

CIN : L15420PN1933PLC133303



	<ul style="list-style-type: none">• Audit Committee Chairman	
	<ul style="list-style-type: none">• Statutory Auditor	For Batliboi & Purohit  Partner
Place: Mumbai		
Date : 29 th May, 2017		