ARCOTECH LTD.

Regd. Office/Works: 181, Sector-3, Industrial Growth Center Bawal-123501, Distt. Rewari, Haryana
Ph.: 01284-264160 / 61, Email : contact@arcotech.in, Website : www.arcotech.in
CIN : L34300HR1981PLC012151

08th June, 2023

Bombay Stock Exchange Ltd. Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400001 **Fax No.** 022 2272 3121 **Scrip ID: ARCOTECH, Scrip Code: 532914**	**National Stock Exchange of India Limited** Exchange Plaza, Bandra Kurla Complex. Bandra(E), Mumbai-400051 **Fax No.** - 022-26598237/38 **Symbol: ARCOTECH, Series: EQ**

Sub: Submission of Audited Financial Results for the quarter and year ended on 31st March, 2023 pursuant to regulation 33 of SEBI (LODR) Regulations, 2015

Dear Sir

Please find enclosed a copy of the approved Audited Financial Results for the quarter and year ended on 31st March, 2023 along with Audit Report given by the Statutory Auditors of the Company and Statement on Impact of Audit Qualifications (for audit report with modified opinion).

Please take the above information in your records in compliance with regulation 33 and other relevant regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This is for your kind reference and record.

For **ARCOTECH LIMITED**

ARCOTECH LTD. BAWAL HARYANA

Radhanath Pattanayak
Whole Time Director
DIN: 01189370

Encl:

1. Audited Standalone financial Results with Audit Report and Statement on Impact of Audit Qualifications (for audit report with modified opinion).

E-14/14, Basement, Vasant Vihar, New Delhi - 110057
Tel: 9811081129
E-mail: aja_cas@yahoo.co.in

TO THE BOARD OF DIRECTORS

ARCOTECH LIMITED

1. We have audited the quarterly financial results of ARCOTECH LIMITED for the quarter ended March 31, 2023 and the year to date results for the period April 1, 2022 to March 31, 2023, attached herewith, being submitted by the Company pursuant to requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, 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 interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 for Interim FinancialReporting prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India.

2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standard require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in financials 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.

3. Basis for Qualified Opinion
   The restructuring of the company's business is under consideration by the lenders. Consequent to the filing of restructuring proposal with lenders, feasible TEV (techno economic viability) study/reports of the operations of the Company was conducted by outside agency where in certain reliefs/ concessions have been envisaged to make the project viable. Included in there is relief in interest rates effective from 01.11.2018. The company has provided interest at the rates mentioned in TEV and has therefore not provided interest of Rs. 2582.60 lakhs (net of tax) for the current financial year.
   The company along with the restructuring is in the process of negotiating for settlement of dues with the lenders towards which an amount of Rs. 630.00 lacs has been deposited with the bankers.

4. Qualified Opinion
   Based on review conducted as above , except for the effects of the matter described in the Basis for Qualified Opinion stated in paragraph 3 nothing has come to our attention that causes us to believe that accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards as prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIRICFD/F AC/62/20 16 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

AMIT JOSHI & ASSOCIATES NEW DELHI CHARTERED ACCOUNTANTS

E-14/14, Basement, Vasant Vihar, New Delhi - 110057
Tel: 9811081129
E-mail: aja_cas@yahoo.co.in

Material Uncertainty Relating to Going Concern

5. The Company has incurred a net loss after tax of Rs 8,215.73 lacs during the financial year ended March 31, 2023 (Previous Year net loss after tax of Rs 6,008.92 lacs). The turnover of Company during the financial year ended March 31, 2023 is Rs 3.60 lacs (Previous Year Rs 8,559.40 lacs). The current liabilities exceed current assets. Had the company provided the interest as mentioned in para 3 above the net loss for the current financial year would have increased.

   The restructuring of the Company's business is under consideration by the lenders. However, certain lenders have filed application/ issued notices including in NCLT, DRT and SARFAESI. In view of the management's expectation of successful outcome of above proposal and revival of its business, the financial statements have been prepared on going concern basis. However, in view of above uncertainties, we are unable to comment on the ability of the company to continue as a "going concern" and the consequential adjustments to the accompanying financial statements, if any, that might have been necessary had the financial statements been prepared under liquidation basis.

   Our opinion is not modified in respect of this matter.

6. The Company is recognizing deferred tax assets on losses. The matters discussed in para 5 above creates doubt and uncertainty relating to recoverability of deferred tax assets. As per explanation given to us and according to management assessment Company will be in position to generate future profits against which these losses will be setoff.

   Our opinion is not modified in respect of this matter.

For and on behalf of
Amit Joshi &Associates
Chartered Accountants
FRN No. 004898N

AMIT JOSHI & ASSOCIATES NEW DELHI CHARTERED ACCOUNTANTS

Amit Joshi
Partner
M.No. 083617
UDIN: 23083617BGZHOJ8121
Place : New Delhi
Date :08.06.2023

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ANNUAL AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2023

(Rs in Lacs)

SL NO.	PARTICULARS	FOR THE QUARTER ENDED			FOR THE YEAR ENDED	
		31.03.2023 (Audited)	31.12.2022 (Un Audited)	31.03.2022 (Audited)	31.03.2023 (Audited)	31.03.2022 (Audited)
1	**Income**					
	Revenue from operations	-	-	2,832.36	-	7,473.20
	Other Income	0.56	2.06	42.50	3.60	1,086.20
	Total Income	**0.56**	**2.06**	**2,874.86**	**3.60**	**8,559.40**
2	**Expenses**					
	(a) Cost of material consumed	-	-	2,680.59	-	6,759.21
	(b) Changes in inventory of finished goods, work-in-progress and stock in-trade	-	-	1,251.24	-	3,215.12
	(c) Employee benefits expense	8.54	14.55	18.05	36.44	78.88
	(d) Finance Costs	544.32	543.13	534.76	2,172.55	2,166.98
	(e) Depreciation and amortisation expense	270.88	275.15	276.02	1,097.82	1,104.61
	(f) Other expenses	8,647.42	31.15	3,883.04	8,711.78	4,281.35
	Total Expenses	**9,471.16**	**863.98**	**8,643.70**	**12,018.59**	**17,606.15**
3	**Profit/(Loss) before Exceptional items and tax (1-2)**	**(9,470.60)**	**(861.92)**	**(5,768.84)**	**(12,014.99)**	**(9,046.75)**
4	Exceptional Items(Net)	-	-	-	-	-
5	**Profit / (Loss) after Exceptional items and before tax (3-4)**	**(9,470.60)**	**(861.92)**	**(5,768.84)**	**(12,014.99)**	**(9,046.75)**
6	**Tax Expenses:**					
	(a) Current tax	-	-	-	-	-
	(b) Deferred tax	(3,799.26)	-	(1,982.17)	(3,799.26)	(3,037.83)
	(c) MAT credit entitlement	-	-	-	-	-
7	**Profit /(Loss) for the period from continuing operations(5-6)**	**(5,671.34)**	**(861.92)**	**(3,786.67)**	**(8,215.73)**	**(6,008.92)**
8	Profit /(Loss) for the period from discontinuing operations					
9	Tax expenses of discontinuing operation	-	-	-	-	-
10	**Profit/Loss from Discontinuing operations (after tax) (8-9)**	-	-	-	-	-
11	**Profit/ (loss) for the period (7+10)**	**(5,671.34)**	**(861.92)**	**(3,786.67)**	**(8,215.73)**	**(6,008.92)**
12	**Other Comprehensive Income/(loss)**					
	A. (i) Items that will not be classified to profit or loss					
	Re-measurement of defined benefit plans	0.55	-	(9.61)	0.55	(7.61)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.19)	-	3.36	(0.19)	2.66
	B. (i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
13	**Total Comprehensive Income for the period (11+12)(Comprising Profit/ (Loss) and Other comprehensive Income for the period)**	**(5,670.98)**	**(861.92)**	**(3,792.92)**	**(8,215.37)**	**(6,013.87)**
14	Paid-up equity share capital	2,100.00	2,100.00	2,100.00	2,100.00	2,100.00
15	Other Equity	-	-	-	(8,040.19)	175.18
16	**Earnings per equity share (for continuing operation)(at Face Value Rs.2/-):**					
	(1) Basic (Rs.)	(5.40)	(0.82)	(3.61)	(7.82)	(5.72)
	(2) Diluted (Rs.)	(5.40)	(0.82)	(3.61)	(7.82)	(5.72)

ARCOTECH LTD. BAWAL HARYANA

ARCOTECH LTD.

Continuation Sheet

Statement of Assets and Liabilities

Particulars	As At 31.03.2023 (Rs in lacs)	As At 31.03.2022 (Rs in lacs)
ASSETS		
Non-current assets		
Property, plant and equipment	14,827.72	15,928.61
Capital work-in-progress		
Investment property		
Goodwill		
Other intangible assets		
Intangible assets under development		
Biological assets other than bearer plants		
Financial assets		
Investments	1.14	1.08
Trade receivables		
Loans		
Other financial assets	50.38	50.38
Deferred tax assets (net)	13,735.49	9,936.42
Other non-current assets	-	753.00
Subtotal	**28,614.73**	**26,669.49**
Current assets		
Inventories	2,733.24	2,733.24
Financial assets		
Investments		
Trade receivables	15,521.26	21,509.42
Cash and cash equivalents	0.92	0.51
Other bank balances	16.06	15.82
Loans		
Other current financial assets	7.76	9.53
Current tax assets (net)		
Other current assets	5,305.69	6,561.61
Subtotal	**23,584.93**	**30,830.13**
Total Assets	**52,199.66**	**57,499.62**
EQUITY AND LIABILITIES		
Equity		
Equity share capital	2,100.00	2,100.00
Other equity	(8,040.19)	175.18
Total equity	**(5,940.19)**	**2,275.18**
LIABILITIES		
Non-current liabilities		
Financial Liabilities		
Borrowings	331.51	288.14
Trade payables		
Other financial liabilities		
Provisions	127.97	136.11
Deferred tax liabilities (Net)	-	-
Other non-current liabilities	459.48	424.25
Sub total	**459.48**	**424.25**
Current liabilities		
Financial Liabilities		
Borrowings	48,777.19	46,736.44
Trade payables		
- total outstanding dues of micro and small enterprises	5.17	4.38
- total outstanding dues other than micro and small enterprises	65.17	65.48
Other financial liabilities	5,031.68	4,183.06
Other current liabilities	50.03	56.83
Current tax liabilities (net)	2,529.44	2,529.44
Provisions	1,221.69	1,224.56
Sub total	**57,680.37**	**54,800.19**
Total Equity and Liabilities	**52,199.66**	**57,499.62**

Notes:

1. The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at their meeting held on June 08, 2023. The results for the current quarter and year ended 31st March, 2023 have been audited by the Statutory Auditor of the company.
2. These financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rule, 2015 (IND AS 34) prescribed under section 133 of the companies Act, 2013 and other recognised accounting practices and policies to the extent applicable
3. The restructuring of the Company's business is under consideration by the lenders and the accounts have been prepared accordingly.
4. The Company's operations have been considered as representing a single primary segment. Hence, there is no requirement of segment reporting.
5. Previous period figures have been rearrange and regrouped, wherever necessary.
6. The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year

For Arcotech Limited

ARCOTECH LTD. BAWAL HARYANA

Radhanath Pattanayak
Whole Time Director
DIN: 01189370

Place: New Delhi
Dated: 08.06.2023

ARCOTECH LTD.

Statement of Cash Flow for the year ended March 31,2023

Continuation Sheet

(In Lacs/INR)

Particulars	As at March 31,2023	As at March 31,2022
Cash flow from operating activities		
Profit before tax	(12,014.99)	(9,046.75)
Non cash adjustments to reconcile profit before tax to net cash flows :		
Depreciation and amortization	1,097.82	1,104.61
Finance costs	2,172.55	2,166.98
Interest Income	(0.32)	(2.17)
Reversal of interest expense	-	(795.66)
Unrealised foreign exchange fluctuation (net)	-	(1.55)
Provision for doubtful debts	5,988.00	2,262.14
Capital advances written off	753.00	-
Provision for doubtful advances	1,916.00	1,500.00
Sundry balance written of (creditors)	(3.28)	(282.87)
Profit/Loss on sale of PPE	2.57	(3.94)
	11,926.34	5,947.54
Movement in working capital :		
Inventories	-	3,215.41
Trade receivable	0.15	(12.42)
Other bank balances	-	(0.25)
Current and non-current financial assets	1.77	1.68
Other current and non-current assets	(660.08)	(40.86)
Current and non-current financial liabilities	163.10	230.50
Other current and non-current liabilities	(6.80)	(18.72)
Current and non-current provisions	(14.18)	(2.35)
Trade payable	2.97	(48.65)
	(513.07)	3,324.34
Cash generated From operations	(601.72)	225.13
Direct taxes paid (net of refunds)	-	(54.07)
Net cash flow used in operating activities (A)	(601.72)	171.06
Cash flow from investing activities		
Purchase of property, plant and equipment	-	(11.05)
Proceeds from sale of property, plant and equipment	0.50	4.55
Interest received	-	1.92
Net cash used in investing activities (B)	0.50	(4.58)
Cash flow from financing activities		
Proceeds from issue of share capital		
Proceeds from share premium		
Net proceeds / (repayment) of non current borrowings	-	-
Net proceeds / (repayment) of current borrowings	601.63	(166.54)
Interest paid		
Net cash used in financing activities (C)	601.63	(166.54)
Net change in cash & cash equivalents (A + B + C)	0.41	(0.06)
Cash and cash equivalents at the beginning of year	0.51	0.57
Cash and cash equivalents at the end of year	0.92	0.51
Components of cash and cash equivalents		
Cash in hand	0.01	-
Balance with banks	0.91	0.51
Total cash & cash equivalents (refer note no 8)	0.92	0.51

Other disclosure required by Ind AS -7

Changes in liabilities arising from financing activities

Particulars	Opening Balance	Cash Flows/ Interest Cost	Non - cash changes			Closing Balance
			Acquisitions	Transaction cost adjustment	Fair value changes	
Long term borrowings	288.14	43.37	-	-	-	331.51
Short term borrowings	46,736.44	2,040.75	-	-	-	48,777.19
Lease liabilities	-	-	-	-	-	-
Assets held to hedge	-	-	-	-	-	-
Total liabilities from financing activities	47,024.58	2,084.12	-	-	-	49,108.70

FOR ARCOTECH LIMITED

ARCOTECH LTD. BAWAL HARYANA

Radhanath Pattanayak
WHOLE TIME DIRECTOR
Din No: 01189370

Place:New Delhi
Dated: 08.06.2023

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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, 2023.
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
			Rs. In Lacs	Rs. In Lacs
	1.	Turnover / Total income	3.60	3.60
	2.	Total Expenditure	8,219.33	10,801.93
	3.	Net Profit/(Loss)	(8,215.73)	(10,798.33)
	4.	Earnings Per Share	(7.82)	(10.28)
	5.	Total Assets	52,199.66	52,199.66
	6.	Total Liabilities	58,139.85	70,209.37
	7.	Net Worth	(5,940.19)	(18,009.71)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-

II. Audit Qualification (each audit qualification separately):

a. **Details of Audit Qualification:**

The restructuring of the company's business is under consideration by lenders. Consequent to the filing of restructuring proposal with the lenders, feasible TEV (techno economic viability) study/reports of the operations of the company was conducted by the outside agency where in certain reliefs/ concessions have been envisaged to make the project viable. Including in there is relief in interest rates effective from 01.11.2018. The company has provided interest at the rates mentioned in TEV. This along with other unprovided interest amounts to Rs. 2582.60 lacs (net of tax) for the current financial year.The company along with the restructuring is in the process of negotiating for settlement of dues with the lenders towards which an amount of Rs. 630.00 lacs has been deposited with the bankers.

b. **Type of Audit Qualification :** Qualified Opinion

c. **Frequency of qualification:** Repetitive (appeared third time)

d. **For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:**

The management is of the view that the accounts of the company shall be restructured under the RBI 7th June, 2019 Circular No. RBI/2018-19/203 DBR.No.BP.BC.45/21.04.048/2018-19 and the TEV study conducted for the same and The Company along with the restructuring is in the process of negotiating for settlement of dues with the lenders towards which an amount of Rs. 630.00 lacs has been deposited with the lenders.

	e. **For Audit Qualification(s) where the impact is not quantified by the auditor: NA** (i) **Management's estimation on the impact of audit qualification: NA** (ii) **If management is unable to estimate the impact, reasons for the same: NA** (iii) **Auditors' Comments on (i) or (ii) above: NA**
III.	**Signatories:** **Radhanath Pattanayak** — **Wholetime Director** — **DIN: 01189370** **Arvind Dadheech** — **CFO** — **PAN: CGEPD7200D** **Rameshwar Dayal Tayal** — **Audit Committee Chairman** — **DIN: 00021148** **Amit Joshi** — **For Amit Joshi & Associates** — **Chartered Accountants** — **FRN: 004898N** — **M.No.083617** **Place: New Delhi** **Date: 08.06.2023**

Note: Company has appointed Mr. Radhanath Pattanayak (DIN: 01189370) as its Whole Time Director (WTD) as per requirements of Section 203 of Companies Act, 2013 and therefore, Statement of Impact is signed by WTD in place of CEO/MD.