



08/12/2020

The Listing Department
The National Stock Exchange of India Limited
Exchange Plaza, Bandra- Kurla Complex
Bandra (E), Mumbai- 400051
Scrip Code: TWL

Sub: Clarification for Financial results - TWL

Madam/Sir(s),

We refer to your e-mail(s) dated 4th December, 2020 on the captioned subject wherein you have sought clarification on the following as observed by you in the quick financial results submitted by Titagarh Wagons Limited ('the Company') to the Exchange on 8th October, 2020: '*Financial results not signed by authorized signatory/ies*'.

For a better understanding of the aforesaid remarks, we discussed it with your office over telephone on 7th December, 2020 when we were informed that the Statement of Impact on Audit Qualifications on the Consolidated Financial Results of the Company for the year ended 31st March, 2020 was not signed by the CFO of the Company.

Please note that the Statement of Impact on Audit Qualifications on the Consolidated Financial Results of the Company for the year ended 31st March, 2020 earlier submitted to your office, was duly signed by the CFO of the Company by way of initial on both the pages. As required by you, we are now resubmitting the same with signature of the CFO within the Company stamp. Further, for your information Mr. Anil Kumar Agarwal is Director (Finance) and CFO.

Hope you will find the above in order and take it on record.

Thanking you,
Yours faithfully,

Dinesh Arya
Company Secretary

Encl.: as above

TITAGARH WAGONS LIMITED

CIN: L27320WB1997PLC084819

Registered & Corporate Office: Titagarh Towers, 756 Anandapur, E. M. Bypass, Kolkata - 700 107, India
Phone : +91 33 4019 0800 | Fax: + 91 33 4019 0823 | Email : corp@titagarh.in | Web: www.titagarh.in

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Annual Audited Financial Results of Titagarh Wagons Limited - Consolidated for the financial year ended March 31, 2020

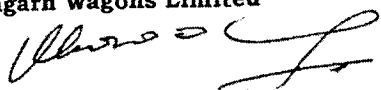
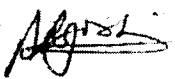
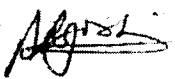
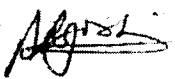
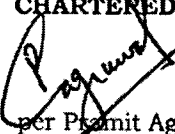
Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2020 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs in lakhs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs in lakhs) (Refer Note below)
	1	Turnover / Total income (including other income)	180,034.63	180,034.63
	2	Total Expenditure (including tax expenses)	174,228.11	174,228.11
	3	Net Profit/(Loss) (attributable to Shareholders of the Company).	(3,418.82)	(3,418.82)
	4	Earning/(Loss) Per Share	(2.96)	(2.96)
	5	Total Assets	227,170.96	227,170.96
	6	Total Liabilities	142,622.93	142,622.93
	7	Net Worth (total equity) (attributable to shareholders of the Company)	76,661.30	76,661.30
	8	Any other financial item(s) (as felt appropriate by the management) Non-controlling interest	7,886.73	7,886.73
Note: Not applicable as impact of audit qualification cannot be quantified. Hence figures before and after adjustments for qualification are same.				
II.	Audit Qualification			
	a. Details of Audit Qualification (as reproduced from the audit report) "We draw your attention to Note 7 to the consolidated financial results which states that the Group did not consolidate the financial results of Titagarh Wagons AFR (TWA) for the period from April 1, 2019 to June 4, 2019 in absence of financial information of TWA for that period for reasons mentioned in Note 7, as the Group did not have control over TWA from June 4, 2019 onwards, which has resulted in non-compliance with Ind AS 110 'Consolidated Financial Statements' for the year ended March 31, 2020. Further, the assets and liabilities of TWA were derecognized as at March 31, 2019 as against June 4, 2019, the date of loss of control. The consequential impact of the aforesaid matters on the financial results is presently not ascertainable."			
	b. Type of Audit Qualification : Qualified Opinion			
	c. Frequency of qualification: Appeared first time.			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Impact not quantified by the auditors since the same is not ascertainable and therefore, 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: Impact of audit qualification cannot be quantified.			
	(ii) Management response and reasons for inability to estimate the impact: The Commercial Court of Paris vide its judgement dated 13 th August 2019 had approved a plan for transfer of business and assets of the Company's wholly-owned Subsidiary in France: Titagarh Wagons AFR (TWA) to another bidder and ordered for liquidation of TWA. On 4 th June 2019, the Commercial Court of Paris has approved the start of Rehabilitation Procedure and from said date, Parent Company was no longer in control of TWA, under French law. Accordingly, the Group has derecognised the net assets value of TWA from its consolidated financial statements. The net assets value as on 4 th June 2019 has been considered as the same value as appearing on 31 st March 2019 since complete financial information including the financial statements from 1 st April 2019 till 4 th June 2019 is not available for TWA on account of reasons stated above. The de-recognition based on the net asset value as on 31 st March 2019, instead of 4 th June 2019 will not have any material impact on the total consolidated profit / (loss) before tax except disclosure under respective line items.			

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	(iii) Auditors' Comments on (i) or (ii) above: Refer details of audit qualification [para II (a) above]		
III	For Titagarh Wagons Limited  Umesh Chowdhary Vice Chairman & Managing Director (Place of signing: Kolkata)		
	<table border="0"> <tr> <td data-bbox="252 453 877 619"> Atul Joshi  Chairman of Audit Committee (Place of signing: Mumbai) </td> <td data-bbox="877 453 1410 619"> For TITAGARH WAGONS LIMITED  ANIL KUMAR AGARWAL Director (Finance) & CFO </td> </tr> </table>	Atul Joshi  Chairman of Audit Committee (Place of signing: Mumbai)	For TITAGARH WAGONS LIMITED  ANIL KUMAR AGARWAL Director (Finance) & CFO
Atul Joshi  Chairman of Audit Committee (Place of signing: Mumbai)	For TITAGARH WAGONS LIMITED  ANIL KUMAR AGARWAL Director (Finance) & CFO		
	For Price Waterhouse & Co. Chartered Accountants LLP ICAI Firm Registration No.: 304026E/E-300009 CHARTERED ACCOUNTANTS  per Pramit Agrawal Partner Membership No. 099903 (Place of signing: Gurugram) ✓		
Date: October 08, 2020			