

**ANDREW YULE & COMPANY LIMITED**

[A Government of India Enterprise]

CIN: L63090WB1919GOI003229

Regd. Office : "Yule House", 8, Dr. Rajendra Prasad Sarani, Kolkata - 700001  
Tel: (033) 2242 8210/8550; Fax: (033) 2242 9770; E-mail: com.sec@andrewyule.com; Website: www.andrewyule.com


Rs in Lakhs

**STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE PERIOD ENDED 31.12.2021**

Particulars	STANDALONE					
	3 months ended 31.12.2021	Preceding 3 months ended on 30.09.2021	Corresponding 3 months ended in the previous year 31.12.2020	Year to date figure for the Period ended 31.12.2021	Year to date figure for the Period ended 31.12.2020	Year to date 31.03.2021
	[Unaudited]	[Unaudited]	[Unaudited]	[Unaudited]	[Unaudited]	(Audited)
<b>[1] Income from Operations</b>						
[a] Net Sales/Income from Operations	10,546.59	12,400.68	10,640.91	27,510.06	27,215.69	32,838.94
[b] Other Operating Income	7,636.63	19.31	26.67	7,704.29	35.61	211.84
<b>[2] Other Income</b>	<b>2,173.73</b>	<b>2,115.81</b>	<b>1,250.83</b>	<b>4,588.52</b>	<b>2,845.08</b>	<b>3,055.86</b>
<b>[3] Total Income</b>	<b>20,356.93</b>	<b>14,535.81</b>	<b>11,918.41</b>	<b>39,802.86</b>	<b>30,096.38</b>	<b>36,106.64</b>
<b>[4] Expenses</b>						
[a] Cost of Materials Consumed	2,287.55	2,938.48	2,165.56	6,444.17	6,500.96	8,830.59
[b] Purchases of Stock-in-trade	-	-	-	-	-	-
[c] Changes in Inventories of Finished Goods,	1,263.72	139.50	1,564.94	(818.62)	(1,351.28)	247.76
[d] Employee Benefits Expense	4,786.46	5,828.66	5,408.48	15,541.46	14,451.02	18,157.27
[e] Finance Cost	250.37	296.45	164.89	745.47	692.98	809.62
[f] Depreciation and Amortisation Expense	128.57	161.16	143.75	455.02	467.67	667.21
[g] Other Expenses	10,214.22	2,317.64	1,583.44	13,767.78	4,790.60	5,923.85
<b>Total Expenses</b>	<b>18,930.90</b>	<b>11,681.89</b>	<b>11,031.06</b>	<b>36,135.28</b>	<b>25,551.95</b>	<b>34,636.30</b>
<b>[5] Profit/(Loss) before exceptional items and tax Tax[3-4]</b>	<b>1,426.04</b>	<b>2,853.92</b>	<b>887.35</b>	<b>3,667.58</b>	<b>4,544.43</b>	<b>1,470.35</b>
[h] Exceptional Items	1,980.69	-	-	1,980.69	-	-
<b>[6] Profit/(loss) after exceptional items and before tax</b>	<b>(554.65)</b>	<b>2,853.92</b>	<b>887.35</b>	<b>1,686.89</b>	<b>4,544.43</b>	<b>1,470.35</b>
[i] Profit/ Loss arising out of Discontinued Operation	-	0.06	-	-	-	-
<b>[7] Tax Expense</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(649.39)</b>
<b>[8] Net Profit/(Loss) for the period [5-6]</b>	<b>(554.65)</b>	<b>2,853.98</b>	<b>887.35</b>	<b>1,686.89</b>	<b>4,544.43</b>	<b>2,119.74</b>
<b>[9] Other Comprehensive Income</b>						
(a) Remeasurement of Investment	(148.72)	142.06	(4.01)	(3.10)	(4.01)	(4.01)
(b) Adjustment of actuarial gains/losses	-	-	187.10	-	186.07	70.52
<b>Total Other Comprehensive Income</b>	<b>(148.72)</b>	<b>142.06</b>	<b>183.09</b>	<b>(3.10)</b>	<b>182.06</b>	<b>66.51</b>
<b>[10] Total Comprehensive Income for the period[7+8]</b>	<b>(703.38)</b>	<b>2,996.05</b>	<b>1,070.44</b>	<b>1,683.79</b>	<b>4,726.49</b>	<b>2,186.25</b>
<b>[11] Earnings per equity share (not annualised)</b>						
(a) Basic	(0.11)	0.58	0.18	0.35	0.93	0.43
(b) Diluted	(0.11)	0.58	0.18	0.35	0.93	0.43
<b>[12] Paid-up Equity Share Capital</b>	<b>9,779.02</b>	<b>9,779.02</b>	<b>9,779.02</b>	<b>9,779.02</b>	<b>9,779.02</b>	<b>9,779.02</b>
<b>(Face Value of Rs.2/- per share)</b>						

- 1) The financial results of the company have been prepared in accordance with Indian Accounting Standards (Ind As) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendments) Rules 2016.
- 2) The above Unaudited Financial Results for the period ended 31st December 2021 were reviewed by the Audit Committee at their meeting held on 10th February, 2022 and 14th February, 2022 respectively and approved by the Board of Director at their meeting held on 14th February, 2022.
- 3) This statement is as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 4) The Company has adopted INDAS-116 effective 01/04/2019 in the following manners:
  - a) The standards have been applied to only such cases wherever executed lease agreements and/or Notifications issued by the concerned Lessor Government are in hands of the Company and for the balance period of such lease as on 01/04/2019, except for cases mentioned in (b) below.
  - b) In case of lease of lands from the Government of Assam for the Tea gardens in Assam, the Company, in conjunction with Indian Tea Association, has noted that, section 9 of the Assam Land and Revenue Regulation, 1886 provides a land lessee, right of use, occupancy and other relevant rights subject to payment of revenues, taxes, cesses and rates from time to time as may be due in respect of said land and thus, there is no fixed or defined period of lease. As such, INDAS116 should not accordingly be applicable in case of Assam.
- 5) The impact of Government imposed Lockdown due to Covid-19 pandemic was temporary. As result of lockdown/restrictions, production could not be carried out till approvals from local government authorities was received. In light of the above, the company considering all internal & external factors, has made a detailed assessment of its liquidity position including its cash flow, business outlook and of the recoverability and carrying amounts of its assets as on 31/12/2021 and has concluded that no material adjustment are required in Standalone/Consolidated Unaudited Financial Results.
- 6) Old unrealisable debtors and advance has been written off Rs 11366.00 Lakhs and provisions thereon has been written back Rs 11285.00 Lakhs in the current quarter ending 31.12.2021
- 7) Exceptional Items includes VRS expenses of Rs 1852.56 Lakhs and other closure cost relating to Electrical Kolkata Operations closed since 25.11.2021. Further cost if any incurred on this account will be considered as and when they arise.
- 8) Computation of Income Tax and Deferred Tax will be made at the year end, hence no provision was made.
- 9) Figures of the previous year has been rearranged and regrouped wherever necessary.


M/s. S.K.BASU & CO.  
Chartered Accountant  
F.No.-301026E

  
Rudra Neil Mallick  
Partner (M.No.: 053983)  
Place : Kolkata  
Date : 14/02/2022

UDIN 22053983ACAQMS3016



ANDREW YULE & COMPANY LIMITED

  
SANJOY BHATTACHARYA  
CHAIRMAN & MANAGING DIRECTOR  
DIN : 07674268



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Rs in Lakhs

**SEGMENT-WISE REVENUE, RESULTS, ASSETS & LIABILITIES FOR THE PERIOD ENDED 31st DECEMBER 2021**

Particulars	STANDALONE					
	3 months ended 31.12.2021	Preceeding 3 months ended 30.09.2021	Corresponding 3 months ended in the previous year 31.12.2020	Year to date figure for the Period ended 31.12.2021	Year to date figure for the Period ended 31.12.2020	Year to date 31.03.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	Audited
<b>(1) Segment Revenue [ Net Sales/Income from each segment]</b>						
(a) Tea	8,354.32	9,316.00	7,923.63	21,689.17	21,110.19	23,650.25
(b) Electrical-Kolkata	7,113.84	18.15	592.55	7,139.18	1,893.06	2,220.87
(c) Electrical-Chennai	1,199.16	1,510.77	1,149.15	2,844.61	2,049.18	3,644.28
(d) Engineering	1,498.24	1,567.63	991.14	3,512.57	2,128.57	3,336.20
(e) Unallocated	17.66	7.45	11.13	28.82	70.30	199.18
<b>Total</b>	<b>18,183.22</b>	<b>12,420.00</b>	<b>10,667.59</b>	<b>35,214.35</b>	<b>27,251.30</b>	<b>33,050.78</b>
Less: Inter Segment Revenue	-	-	-	-	-	-
<b>Net Sales/Income from Operations</b>	<b>18,183.22</b>	<b>12,420.00</b>	<b>10,667.59</b>	<b>35,214.35</b>	<b>27,251.30</b>	<b>33,050.78</b>
<b>(2) Segment Results</b>						
[Profit(+)/Loss(-) before tax and interest from each Segment]						
(a) Tea	1,487.83	1,943.09	831.36	3,803.39	5,286.95	2,406.63
(b) Electrical-Kolkata	(956.65)	(374.70)	(366.53)	(1,690.06)	(1,078.19)	(1,097.51)
(c) Electrical-Chennai	94.05	(117.93)	(167.00)	(199.82)	(151.93)	(170.00)
(d) Engineering	72.48	83.67	(47.71)	(25.24)	(377.06)	(271.28)
<b>Total</b>	<b>697.71</b>	<b>1,534.13</b>	<b>250.12</b>	<b>1,888.27</b>	<b>3,679.78</b>	<b>867.84</b>
Less:						
(i) Interest	250.37	296.45	164.89	745.47	692.98	809.62
(ii) Other unallocable Expenditure net off Unallocable Income	(978.69)	(1,616.24)	(802.14)	(2,524.77)	(1,557.64)	(1,412.13)
<b>Total Profit/(Loss) before exceptional items and tax</b>	<b>1,426.04</b>	<b>2,853.92</b>	<b>887.35</b>	<b>3,667.58</b>	<b>4,544.43</b>	<b>1,470.35</b>
Exceptional Items	1,980.69	-	-	1,980.69	-	-
<b>Total Profit/(Loss) after exceptional items and before tax</b>	<b>(554.65)</b>	<b>2,853.92</b>	<b>887.35</b>	<b>1,686.89</b>	<b>4,544.43</b>	<b>1,470.35</b>
<b>Segment Assets</b>						
Tea	27,035.26	26,068.64	26,394.00	27,035.26	26,394.00	21,597.34
Electrical-Kolkata	2,974.89	4,010.23	4,970.66	2,974.89	4,970.66	4,284.05
Electrical-Chennai	5,125.62	5,285.32	6,101.46	5,125.62	6,101.46	6,584.39
Engineering	5,875.34	5,659.98	5,067.93	5,875.34	5,067.93	5,299.21
Unallocated Corporate	6,007.76	7,757.18	8,074.12	6,007.76	8,074.12	6,966.94
<b>Total</b>	<b>47,018.87</b>	<b>48,781.35</b>	<b>50,608.17</b>	<b>47,018.87</b>	<b>50,608.17</b>	<b>44,731.93</b>
<b>Segment Liabilities</b>						
Tea	12,331.88	12,060.40	11,405.61	12,331.88	11,405.61	9,765.51
Electrical-Kolkata	5,002.34	5,907.94	7,660.83	5,002.34	7,660.83	6,326.81
Electrical-Chennai	3,006.76	3,683.08	3,490.38	3,006.76	3,490.38	3,896.07
Engineering	3,988.98	3,813.36	3,511.54	3,988.98	3,511.54	3,557.69
Unallocated Corporate	2,267.77	2,192.73	2,579.01	2,267.77	2,579.01	1,765.30
<b>Total</b>	<b>26,597.73</b>	<b>27,657.51</b>	<b>28,647.37</b>	<b>26,597.73</b>	<b>28,647.37</b>	<b>25,311.38</b>
<b>Segment Capital Employed ( Segment Assets- Segment Liabilities)</b>						
Tea	14,703.38	14,008.24	14,988.39	14,703.38	14,988.39	11,831.83
Electrical-Kolkata	(2,027.45)	(1,897.71)	(2,690.17)	(2,027.45)	(2,690.17)	(2,042.76)
Electrical-Chennai	2,118.86	1,602.24	2,611.08	2,118.86	2,611.08	2,688.32
Engineering	1,886.36	1,846.62	1,556.39	1,886.36	1,556.39	1,741.52
Unallocated Corporate	3,739.99	5,564.45	5,495.11	3,739.99	5,495.11	5,201.64
<b>Total</b>	<b>20,421.14</b>	<b>21,123.84</b>	<b>21,960.80</b>	<b>20,421.14</b>	<b>21,960.80</b>	<b>19,420.55</b>





# S. K. BASU & CO

## CHARTERED<sup>1</sup> ACCOUNTANTS

To  
The Board of Directors  
Andrew Yule & Company Limited.  
Yule House,  
8, Dr. Rajendra Prasad Sarani,  
Kolkata-700001

Dated: 14<sup>TH</sup> February, 2022

**Report on Limited Review of the Unaudited Standalone Financial Results of the Company for the Nine Months ended 31<sup>st</sup> December, 2021, Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

1. We have reviewed the accompanying Balance Sheet of Andrew Yule & Company Limited (the "Company") as of December 31, 2021 and the related statements of Profit and Loss for the nine months period then ended and a summary of the significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. Our responsibility is to express a conclusion on this interim financial information based on our review.

**Scope of Review:**

2. We conduct our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditors of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. It is substantially less in scope than an audit conducted in accordance with the Standards on auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that may be identified in an audit. Accordingly, we do not express an audit opinion.

**Basis for Qualified Conclusion:**

3(a) Merger of Hooghly Printing Company Limited (HPCL) with Andrew Yule and Company Limited (The Company) under a scheme of amalgamation had been referred to NCLT under Section 232 of The Companies Act, 2013. NCLT had granted its approval vide its Order dated 3<sup>rd</sup> May, 2021. Pursuant to this order, all properties, assets, rights, powers and undertakings of the transferor company, as well as the liabilities, obligations, duties of the transferor company has been transferred to the transferee company. All suits and legal proceedings for and against the transferor company will also be valid against the transferee company from the "effective date".





of transfer. The effective date of transfer being 4<sup>th</sup> June, 2021, the merger has been given effect to in the accounts of Andrew Yule and Company Limited during the three months ended 30<sup>th</sup> June, 2021. A valuation report by a firm of valuers dated 15.06.2019 to assess the market value of Hooghly Printing Private Limited as on 31. 03. 2019 ,has been produced before us on the basis of which the value of assets and liabilities of HPCL have been incorporated in the books of accounts of General Division. . However ,since the actual amalgamation took place on 04.06.2021, thevaluation of assetsand liabilities are all subject to change.Hence we are unable to comment on the status/value of assets and liabilities as on date.We have been informed that sundry debtors of Rs.107.44 lakhs of HPCL are fully adjusted and written off as on 31.12.21.

All the assets and liabilities of HPCL has been merged with the General Division of the Company. The written down value of property , plant and equipment has been transferred to General Division of the Company and appears as "Assets held for Disposal" in the Balance Sheet of the Company as at 31<sup>st</sup> December 2021 valued at Rs. 54.83 lakhs only.

3(b) No calculation has been made during the nine months for the following items appearing in Other Comprehensive Income in the Financial Statements: Hence effect of the same on profits/losses thereof is not ascertainable.

-Computation of actuarial gains/losses

-Calculation of deferred tax and income tax

3( c) Pursuant to the closure of Electrical Division, Kolkata, the entire amount standing in the books of Electrical division, Kolkata as sundry debtors amounting to Rs.58.26crores plus other advances and receivables of Rs.13.80crores totalling Rs.72.06crores have been written off while existing provisions amounting to Rs. 61.97crores and other liabilities no longer required held in the books-amounting to Rs. 9.16 crores totalling Rs. 71.13 crores have been written back.

Similar write offs/write backs of old balances and outstanding have been made in other divisions of the Company as follows;

Name of Division	Actual amount written off (In Rs. Crores)	Provision held against the same written back (In Rs. Crores)	Net effect on Profit and Loss (In Rs. Crores)
Electrical Kolkata	72.06	71.13	0.93
Electrical Chennai	28.10	28.10	Provisions adjusted with debtors
Engineering	4.95	4.95	NIL
Tea Division	0.83	0.83	Outstandings adjusted with advance.
General Division	7.72	7.84	0.26
Total	113.66	112.85	

The above write offs/write backs were approved by the Audit Committee and passed by The Board of Directors in the meeting of the Board held on 12<sup>th</sup> November, 2021.



However, these items being quite old , the individual details of the same like bill/invoices, copies of correspondence with customers, copy of notice of recovery including legal notices, copies of legal cases filed against them for recovery if any ,were not made available for our verification. No copy of any Court order or decree regarding settlement of pending dues, and no evidence of any suits or cases filed against these customers are available for our verification. There are also no copies of balance confirmation letters sent to these parties. Some or all of the debts as of now may be barred by the statute of limitation.

The Company does not have a policy to fix any credit limits or collect credit ratings for any of its customers . As explained by the Company , except for Tea division , AYCL does not have any credit policy as because for Electrical Chennai & Engineering & Erstwhile Electrical Kolkata , policy for sales to Private customers was Cash before delivery. Only in Govt Contract officially the orders states terms of payment after due delivery. In the case of advances, case to case approvals are required.

Such lack of fixation of credit limits or credit ratings for customers leads to credit sale made to customers who ultimately may default in making payment and advances granted without any satisfactory performance. The Company's system of follow up and tracking of sundry debtors including obtaining yearly balance confirmation certificates is not satisfactory and needs to be improved upon. There is no evidence of sending legal notices or taking legal action before the debt becomes time barred . As many of these debtors are corporates , state government undertakings, central government undertakings etc, such legal remedies could have been highly effective if taken timely.

Furthermore , it seems that the system of linking provisions made against individual doubtful debts and advances is not adequate. The Company makes overall provision and there is no system of linking customer wise. There is scope for improvement in this respect. Any fresh provision made henceforth should be linked to the original debt or advance.

In view of the above, we are unable to comment whether the writeoffs/write backs were made with due diligence.

3( d) It was also resolved in the meeting referred to above that the entire unused stock and machinery (including any unaccounted for old goods not in stores/asset register), scrap of Brentford Unit as well as switchgear unit of Electrical division is to be sold through MSTC. However, the unaccounted for goods if any detected , should be accounted for. It is not clear to us how such goods would have escaped physical verification.

Also, the fixed assets of Electrical division are to be sold by tender/auction. Any shortfall/excess between the net realisable value and the book value would be put up before the board for writeoff/write back.





The written down value of Property, Plant & Equipment amounting to Rs.684.85 lakhs are appearing as “Assets held for disposal” in the Balance Sheet of the Company.

The above proposal has been agreed to by the audit committee and approved by the Board . However, the Audit Committee was informed that the amounts mentioned in the proposals were above the existing limits of DOP of CMD and Committee of Directors .hence the DOP of CMD and the Committee of Directors needs to be revised to give effect to these proposals.

Such revision of DOP is pending as on date of report.

In view of the above , we are unable to comment whether there existed adequate internal controls over the above transactions.

3(e) Debtors outstanding for more than 24 months in Engineering division amounting to Rs. 8.89 crores as follows;

Kalyani Unit-Rs. 7.28 crores (24 months to 120 months)

APC Unit- Rs. 1.61 crores(6 years and above)

Total- Rs. 8.89 crores

As per Company policy, any debtors outstanding for more than 36 months should be written off. Hence we are unable to comment on the exact amount of debtors over 36 months which should be written off.

In case of matters specified in paragraphs 3(a) to 3( e) above, effect on profits/losses of the Company could not be ascertained in absence of adequate information.

#### 4. Qualified Conclusion:

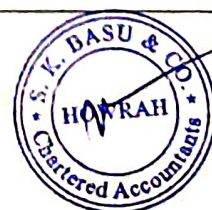
4. Based on our review , with the exception of the matter described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying interim financial information does not present fairly, in all material aspects the state of affairs of the Company as at 31<sup>st</sup> December, 2021 and of its results of operations for the nine months period then ended in accordance with Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 including the manner in which it is so disclosed .



## 5. Emphasis of Matter:

We draw attention to the following:

	<b>Without qualifying our review report, we draw attention to the following:</b>
a.	In the absence of IT system audit, security of accounting/operational data, recovery of data through IT disaster management system and manual intervention at crucial levels of data transfer and at the time of consolidation result in high audit risk. The Ministry of Corporate Affairs have also introduced the concept of “audit trail” as a compulsory part of the maintenance of accounts and should cover the entire accounting system of the Company. The Company has introduced such features for financial transactions eg cash/bank etc. This is to be introduced in all divisions of the Company.
b.	The absence of exercise of adequate controls in the process of maintaining the records of the companies lease deeds and title deeds enhances the audit risk. We have been informed that certified true copy of title deed of Tinkong Tea Estate and Basmatia Tea Estate have been received and deposited to bank, while obtaining certified true copy for the Pearl Apartments, Kolkata is pending.
c.	Tea Division has not contributed an amount of Rs. 604.11 lakhs to the Company’s gratuity fund which is utilised towards payment of gratuity to employees on retirement.
d.	Provident Fund recoverable of Rs. 42.97 Lakhs pending over 10 years from PF department of Government of India has been provided for in the accounts.
e.	Lease agreement of three tea gardens namely Banerhat, Choonabhutti and Haritalguri-3 (of New Dooars) and Brentford Unit of Electrical Division, Kolkata has not been renewed since long. Plate B of Brentford Unit has been handed over to landlord – Kolkata Port Trust on 1 <sup>st</sup> October, 2021 while Plate A remains with the Company. Lease rent is being paid by the Company. Salami asked for by the West Bengal Government for renewal of lease of tea gardens amounting to Rs. 177.66 lakhs (PY-Rs. 177.66 lakhs) is treated as “Claims not acknowledged as debts”. The matter should be resolved immediately as it disputes the Company’s ownership of the tea gardens under its operation.
f.	All the inoperative bank accounts of the Company in its various divisions should be closed to mitigate the fraud risk. Also many bank accounts have authorized signatories who have retired/resigned from the Company. These former employees should be replaced as signatories by the officials who are currently in the employment of the Company.
g.	BSE has imposed a fine for every quarter of 2020-21 on the Company for non compliance of the requirements of the Regulation 17(1) of the SEBI (LODR) Regulations, 2015 pertaining to the composition of the Board including failure to appoint a woman director. These fines have not been paid by the Company as appointment of Directors is done by the Companies administrative ministry. The Company had taken up the matter with its administrative ministry and BSE pursuant to which the fines upto 31 <sup>st</sup> December, 2020 have been waived by BSE. The Bill for April to June 2021 amounting to Rs. 5,36,900/- and for July to September 2021 amounting to Rs. 5,42,800/- has been received by the Company. No provision for the same has been made in the accounts. As intimated by the Company, GOI has appointed woman director with effect from 02.11.2021.
h.	In some cases, the income tax deducted at source required to be made as per Income tax act is overlooked or delayed. Control over TDS/TCS deductions need to be improved upon both manually and by the system and TDS/TCS should be deposited within time with the appropriate authority.





i.	The Company has assessed the effect on its operations due to the nationwide lockdown arising out of COVID 19 and concluded that no material adjustment are required for the same in the accounts as per Note No.5 of the financial statements.									
j.	The Company has made an interest payment of Rs.45.82 lakhs to GST department mainly due to irregular reconciliations of GST Input Credit among other reasons during the Financial Year 2018-19 and such irregularities due to late reconciliation continue till date.									
k.	There are a large number of debit balances in Trade Payables accounts which should be reconciled and adjusted with relevant heads of account.									
l.	<p>The Company holds 4,15,000 equity shares in WEBFIL valued at Rs.35.36/- Lakhs and 6% Cumulative redeemable preference shares of Rs/. 10/- each fully paid up at par-Rs.366.08 Lakhs and Unsecured Redeemable Convertible Bond of Rs. 305.00 Lakhs. The amounts due on redemption date was as follows:</p> <table><tr><td>Name of Security</td><td>Redemption Date</td><td>Amount due (Rs. Lakhs)</td></tr><tr><td>6% Cumulative Redeemable Preference shares;</td><td>01.04.2021</td><td>274.56</td></tr><tr><td>Redeemable convertible Bonds</td><td>20.12.2021</td><td>295.00</td></tr></table> <p>They have communicated vide letter no AY/PREF/96 dated 31.03.2021 and letter dated 20.12.2021 requesting deferment of payment of dividend and principal due to stress in the company due to liquidity problems. However such request has not been considered by the Company.. No evaluation of Expected Credit Loss (ECL) due to deferment of payment has been made by the Company and no resulting provision has been created.</p>	Name of Security	Redemption Date	Amount due (Rs. Lakhs)	6% Cumulative Redeemable Preference shares;	01.04.2021	274.56	Redeemable convertible Bonds	20.12.2021	295.00
Name of Security	Redemption Date	Amount due (Rs. Lakhs)								
6% Cumulative Redeemable Preference shares;	01.04.2021	274.56								
Redeemable convertible Bonds	20.12.2021	295.00								
m.	<p>In Tea Division unadjusted advances include Rs.419.95 Lakhs for paying gratuity to workers remained outstanding and has not been recovered from the Yule Group Gratuity Fund . Bills Receivable of Rs. 338 lakhs remained outstanding for more than three years . Stores transferred from Banarhat, Karbella, Choonabhutti and Khowang to various gardens amounting to Rs 2.86 crore and shown under Advance in garden accounts remained unadjusted as on 31.12.21.</p> <p>Bonus in Banarhat and Karbella amounting to Rs 0.02 crore remained unpaid as on 31.12.21 which include bonus pertaining to FYs 2018-19 and before should be transferred to Labour Welfare Fund.</p> <p>Advance given during the year against expenses in Khowang amounting to Rs. 0.79crore and Rs.0.05 crores in Murphulani . 0.01crore to Basmatia remain unadjusted on 31.12.21.</p> <p>There are old outstanding advances lying in all divisions of the Company which should be adjusted after scrutiny.</p>									
n.	The Company had a practice of charging interest on inter garden balances /deposits which has been discontinued since long. However, interest accrued and due on these balances are still being carried forward. The same should be adjusted/written off after scrutiny.									
o.	The Company should implement procedures for physical verification of fixed assets at reasonable intervals throughout the year commensurate with the size and nature of its business as per the laid down policy of the Company.									
p	Stale cheques remaining in the bank reconciliation statements should be adjusted as quickly as possible.									
q	No audit report of the Trust formed to manage the Pension Fund of the Company has been provided to us.									
r	The use of Suspense account at the time of making entries in the books of accounts should be discontinued with all postings made in proper heads of accounts.									
s	In the 242 <sup>nd</sup> meeting of the Board of Directors held on 2 <sup>nd</sup> June, 2021, the recommendation to the Board for consideration/approval of the proposal for closure of Electrical-Kolkata operations through VRS/VSS route from own resources have been									



approved , subject to the approval of the ministry concerned and other necessary approvals as required.

In pursuit of the same ,the Company has paid the net dues of the employees for closure of Electrical Division, Kolkata amounting to Rs.23.81-Crores from its own funds by 25th November 2021. The VRS component of this payment appears as "exceptional items" in the Profit and Loss account amounting to Rs.18.52crores plus provision for stock obsolescence Rs. 1.29 crores, total Rs. 19.81 crores.

For S.K.Basu& CO.  
Chartered Accountants  
(FRN: 301026E)



( Rudra Neil Mallick )

Partner

(MN:053983 )

UDIN-22053983ACAQMS3016

Place: Kolkata  
Date: 14<sup>th</sup> February, 2022





**ANDREW YULE & COMPANY LIMITED**

[A Government of India Enterprise]

CIN: L63090WB1919GOI003229

Regd. Office : "Yule House", 8, Dr. Rajendra Prasad Sarani, Kolkata - 700001

Tel: (033) 2242 8210/8550; Fax: (033) 2242 9770; E-mail: com.sec@andrewyule.com; Website: www.andrewyule.com

Rs in Lakhs

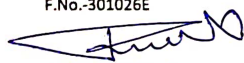
**STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE PERIOD ENDED 31.12.2021**

Particulars	CONSOLIDATED					
	3 months ended 31.12.2021	Preceding 3 months ended on 30.09.2021	Corresponding 3 months ended in the previous year 31.12.2020	Year to date figure for the quarter ended 31.12.2021	Year to date figure for the quarter ended 31.12.2020	Year to date 31.03.2021
	[Unaudited]	[Unaudited]	[Unaudited]	[Unaudited]	[Unaudited]	(Audited)
<b>[1] Income from Operations</b>						
(a) Net Sales/Income from Operations	10,546.59	12,400.68	10,640.91	27,510.06	27,215.69	32,838.94
(b) Other Operating Income	7,636.63	19.31	26.67	7,704.29	35.61	211.84
<b>[2] Other Income</b>	2,173.72	2,115.90	1,250.83	4,588.60	2,845.08	3,055.86
<b>[3] Total Income</b>	<b>20,356.94</b>	<b>14,535.89</b>	<b>11,918.41</b>	<b>39,802.95</b>	<b>30,096.38</b>	<b>36,106.65</b>
<b>[4] Expenses</b>						
(a) Cost of Materials Consumed	2,287.55	2,938.48	2,165.56	6,444.17	6,500.96	8,830.59
(b) Purchases of Stock-in-trade	-	-	-	-	-	-
(c) Changes in Inventories of Finished Goods,	1,263.72	139.50	1,564.94	(818.62)	(1,351.28)	247.76
(d) Employee Benefits Expense	4,786.46	5,828.66	5,408.48	15,541.46	14,451.02	18,157.27
(e) Finance Cost	250.37	296.45	164.89	745.47	692.98	809.62
(f) Depreciation and Amortisation Expense	128.57	161.16	143.75	455.02	467.67	667.21
(g) Other Expenses	10,214.47	2,317.86	1,583.61	13,768.84	4,791.41	5,924.90
<b>Total Expenses</b>	<b>18,931.14</b>	<b>11,682.11</b>	<b>11,031.23</b>	<b>36,136.34</b>	<b>25,552.76</b>	<b>34,637.35</b>
<b>[5] Profit/(Loss) before exceptional items and Tax[3-4]</b>	<b>1,425.80</b>	<b>2,853.79</b>	<b>887.18</b>	<b>3,666.61</b>	<b>4,543.62</b>	<b>1,469.30</b>
(h) Exceptional Items	1,980.69	-	-	1,980.69	-	-
<b>[6] Profit/(Loss) after exceptional items and before Tax</b>	<b>(554.89)</b>	<b>2,853.79</b>	<b>887.18</b>	<b>1,685.92</b>	<b>4,543.62</b>	<b>1,469.30</b>
(h) Profit/ Loss arising out of Discontinued Operation	-	0.06	(8.60)	-	(14.86)	(72.96)
<b>[7] Tax Expense</b>	-	-	-	-	-	(649.39)
<b>[8] Net Profit/(Loss) for the period [6-7]</b>	<b>(554.89)</b>	<b>2,853.86</b>	<b>878.58</b>	<b>1,685.92</b>	<b>4,528.76</b>	<b>2,045.73</b>
Share of Profit from Group Companies	(110.39)	(1,011.06)	369.40	(531.06)	641.22	1,467.57
<b>Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates</b>	<b>(665.28)</b>	<b>1,842.80</b>	<b>1,247.98</b>	<b>1,154.86</b>	<b>5,169.98</b>	<b>3,513.30</b>
<b>[9] Other Comprehensive Income</b>						
(a) Remeasurement of Investment	(148.72)	142.06	(4.01)	(3.10)	(4.01)	(4.01)
(b) Adjustment of actuarial gains/losses	-	-	187.10	-	186.07	70.52
<b>Total Other Comprehensive Income</b>	<b>(148.72)</b>	<b>142.06</b>	<b>183.09</b>	<b>(3.10)</b>	<b>182.06</b>	<b>66.51</b>
<b>[10] Total Comprehensive Income for the period[7+8]</b>	<b>(814.00)</b>	<b>1,984.86</b>	<b>1,431.07</b>	<b>1,151.76</b>	<b>5,352.04</b>	<b>3,579.81</b>
<b>[11] Earnings per equity share (not annualised)</b>						
(a) Basic	(0.14)	0.38	0.26	0.24	1.06	0.72
(b) Diluted	(0.14)	0.38	0.26	0.24	1.06	0.72
<b>[12] Paid-up Equity Share Capital</b>	<b>9,779.02</b>	<b>9,779.02</b>	<b>9,779.02</b>	<b>9,779.02</b>	<b>9,779.02</b>	<b>9,779.02</b>
(Face Value of Rs.2/- per share)						



- 1) The financial results of the company have been prepared in accordance with Indian Accounting Standards (Ind As) notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendments) Rules 2016.
- 2) The above Unaudited Financial Results for the period ended 31st December 2021 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meeting held on 10th February 2022 and 14th February 2022 respectively.
- 3) This statement is as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 4) The Company has adopted INDAS-116 effective 01/04/2019 in the following manners:
- a) The standards have been applied to only such cases wherever executed lease agreements and/or Notifications issued by the concerned Lessor Government are in hands of the Company and for the balance period of such lease as on 01/04/2019, except for cases mentioned in (b) below.
- b) In case of lease of lands from the Government of Assam for the Tea gardens in Assam, the Company, in conjunction with Indian Tea Association, has noted that, section 9 of the Assam Land and Revenue Regulation, 1886 provides a land lessee, right of use, occupancy and other relevant rights subject to payment of revenues, taxes, cesses and rates from time to time as may be due in respect of said land and thus, there is no fixed or defined period of lease. As such, INDAS116 should not accordingly be applicable in case of Assam.
- 5) The impact of Government imposed Lockdown due to Covid-19 pandemic was temporary. As result of lockdown/restrictions, production could not be carried out till approvals from local government authorities was received. In light of the above, the company considering all internal & external factors, has made a detailed assessment of its liquidity position including its cash flow, business outlook and of the recoverability and carrying amounts of its assets as on 31/12/2021 and has concluded that no material adjustment are required in Standalone/Consolidated Unaudited Financial Results.
- 6) Old unrealisable debtors and advance has been written off Rs 11366.00 Lakhs and provisions thereon has been written back Rs 11285.00 Lakhs in the current quarter ending 31.12.2021
- 7) Exceptional Items includes VRS expenses of Rs 1852.56 Lakhs and other closure cost relating to Electrical Kolkata Operations closed since 25.11.2021. Further cost if any incurred on this account will be considered as and when they arise.
- 8) W.e.f 13/08/2021, Katras Jherriah Coal Co Ltd and The New Beerbhoom Coal Co.Ltd ceased to be Associate company of Andrew Yule and Company Limited. However there is no financial impact in the current quarter as the investment amount has been fully provided earlier.
- 9) Computation of Income Tax and Deferred Tax will be made at the year end, hence no provision was made.
- 10) Figures of the previous year has been rearranged and regrouped wherever necessary.

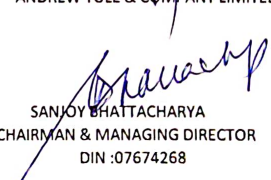
M/s. S.K.BASU & CO.  
Chartered Accountant  
F.No.-301026E



Rudra Neil Mallick  
Partner (M.No.: 053983)  
Place : Kolkata  
Date : 14/02/2022  
UDIN 22053983ACAYAK4066



ANDREW YULE & COMPANY LIMITED



SANJOY BHATTACHARYA  
CHAIRMAN & MANAGING DIRECTOR  
DIN : 07674268



**ANDREW YULE & COMPANY LIMITED**

[A Government of India Enterprise]

CIN: L63090WB1919GOI003229

Regd. Office : "Yule House", 8, Dr. Rajendra Prasad Sarani, Kolkata - 700001

Tel: (033) 2242 8210/8550; Fax: (033) 2242 9770; E-mail: com.sec@andrewyule.com; Website: www.andrewyule.com

Rs in Lakhs

**SEGMENT-WISE REVENUE, RESULTS, ASSETS & LIABILITIES FOR THE PERIOD ENDED 31ST DECEMBER 2021**

Particulars	CONSOLIDATED					
	3 months ended 31.12.2021	Preceeding 3 months ended 30.09.2021	Corresponding 3 months ended in the previous year 31.12.2020	Year to date figure for the quarter ended 31.12.2021	Year to date figure for the quarter ended 31.12.2020	Year to date 31.03.2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	Audited
<b>[1] Segment Revenue [ Net Sales/Income from each segment]</b>						
[a] Tea	8,354.32	9,316.00	7,923.63	21,689.17	21,110.19	23,650.25
[b] Electrical-Kolkata	7,113.84	18.15	592.55	7,139.18	1,893.06	2,220.87
[c] Electrical-Chennai	1,199.16	1,510.77	1,149.15	2,844.61	2,049.19	3,644.28
[d] Engineering	1,498.24	1,567.63	991.14	3,512.57	2,128.57	3,336.21
[e] Unallocated	17.66	7.45	-	28.82	-	199.18
[f] Printing	-	-	11.13	-	70.30	-
<b>Total</b>	<b>18,183.22</b>	<b>12,420.00</b>	<b>10,667.59</b>	<b>35,214.35</b>	<b>27,251.30</b>	<b>33,050.79</b>
Less: Inter Segment Revenue	-	-	-	-	-	-
<b>Net Sales/Income from Operations</b>	<b>18,183.22</b>	<b>12,420.00</b>	<b>10,667.59</b>	<b>35,214.35</b>	<b>27,251.30</b>	<b>33,050.79</b>
<b>[2] Segment Results</b>						
[Profit(+)/Loss(-) before tax and interest from each Segment]						
[a] Tea	1,487.83	1,943.09	831.36	3,803.39	5,286.95	2,406.63
[b] Electrical-Kolkata	(956.65)	(374.70)	(366.53)	(1,690.06)	(1,078.19)	(1,097.51)
[c] Electrical-Chennai	94.05	(117.93)	(167.00)	(199.82)	(151.93)	(170.00)
[d] Engineering	72.48	83.67	(47.71)	(25.24)	(377.06)	(271.28)
[e] Printing	-	-	(8.60)	-	(14.86)	-
<b>Total</b>	<b>697.71</b>	<b>1,534.13</b>	<b>241.52</b>	<b>1,888.27</b>	<b>3,664.91</b>	<b>867.84</b>
Less:						
[i] Interest	250.37	296.45	164.89	745.47	692.98	809.62
[ii] Other unallocable Expenditure net off Unallocable Income	1,112.63	(605.12)	(1,171.37)	(12.06)	(2,198.05)	(3,455.08)
<b>Total Profit/(Loss) after tax</b>	<b>(665.28)</b>	<b>1,842.80</b>	<b>1,247.98</b>	<b>1,154.86</b>	<b>5,169.98</b>	<b>3,513.30</b>
<b>Segment Assets</b>						
Tea	27,035.26	26,068.64	26,394.00	27,035.26	26,394.00	21,597.34
Electrical-Kolkata	2,974.89	4,010.23	4,970.66	2,974.89	4,970.66	4,284.05
Electrical-Chennai	5,125.62	5,285.32	6,101.46	5,125.62	6,101.46	6,584.39
Engineering	5,875.34	5,659.98	5,067.93	5,875.34	5,067.93	5,299.21
Printing	-	-	212.58	-	212.58	-
Unallocated Corporate	24,603.35	26,483.87	25,990.14	24,603.35	25,990.14	25,797.12
<b>Total</b>	<b>65,614.46</b>	<b>67,508.05</b>	<b>68,736.77</b>	<b>65,614.46</b>	<b>68,736.77</b>	<b>63,562.11</b>
<b>Segment Liabilities</b>						
Tea	12,331.88	12,060.40	11,405.61	12,331.88	11,405.61	9,765.51
Electrical-Kolkata	5,002.34	5,907.94	7,660.83	5,002.34	7,660.83	6,326.81
Electrical-Chennai	3,006.76	3,683.08	3,490.38	3,006.76	3,490.38	3,896.07
Engineering	3,988.98	3,813.36	3,511.54	3,988.98	3,511.54	3,557.69
Printing	-	-	448.04	-	448.04	-
Unallocated Corporate	2,270.60	2,195.56	2,581.80	2,270.60	2,581.80	2,149.64
<b>Total</b>	<b>26,600.56</b>	<b>27,660.34</b>	<b>29,098.20</b>	<b>26,600.56</b>	<b>29,098.20</b>	<b>25,695.72</b>
<b>Segment Capital Employed ( Segment Assets- Segment Liabilities)</b>						
Tea	14,703.38	14,008.24	14,988.39	14,703.38	14,988.39	11,831.83
Electrical-Kolkata	(2,027.45)	(1,897.71)	(2,690.17)	(2,027.45)	(2,690.17)	(2,042.76)
Electrical-Chennai	2,118.86	1,602.24	2,611.08	2,118.86	2,611.08	2,688.32
Engineering	1,886.36	1,846.62	1,556.39	1,886.36	1,556.39	1,741.52
Printing	-	-	(235.46)	-	(235.46)	-
Unallocated Corporate	22,332.75	24,288.31	23,408.34	22,332.75	23,408.34	23,647.48
<b>Total</b>	<b>39,013.90</b>	<b>39,847.71</b>	<b>39,638.57</b>	<b>39,013.90</b>	<b>39,638.57</b>	<b>37,866.39</b>







# S. K. BASU & CO

## CHARTERED ACCOUNTANTS

To

The Board of Directors

Andrew Yule & Company Limited.

Yule House,

8, Dr. Rajendra Prasad Sarani,

Kolkata-700001

Dated: 14<sup>TH</sup> February, 2022

**Independent Auditors Review Report of the Consolidated Unaudited Financial Results of the Company for the Nine Months ended 31<sup>st</sup> December, 2021, Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Andrew Yule & Company Limited ( "the Parent ") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") and Associate Companies , reviewed by other auditors, and its proportionate share of the profit after tax and total comprehensive income/loss of its subsidiaries and associates for the nine months ended 31<sup>st</sup> December, 2021 "the Statement" being submitted by the Parent Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations , 2015, as amended.
2. This statement which is the responsibility of the Parent's management and being approved by the Parent's Board of Directors has been prepared in accordance with the recognition and measurement principles laid down in IND AS 34-"Interim Financial Reporting" prescribed under Section 133 of The Companies Act, 2013 and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the statement based on our review.

**Scope of Review:**

3. We conduct our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410," Review of Interim Financial Information Performed by the Independent Auditors of the Entity" issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries primarily of persons responsible for financial and accounting matters and applying analytical and other review procedures. It is substantially less in scope than an audit conducted in accordance with the Standards on auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that may be identified in an audit .Accordingly, we do not express an audit opinion.

20/5/2/2, Bisweswar Banerjee Lane, Howrah - 711101

Phone : 033 2248 6065 Fax : 033 2248 3838

E-mail : skbasuandco@gmail.com





We also performed procedures in accordance with the Circular issued by SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, as amended, to the extent applicable.

4. The statement includes the results of the following entities:

Subsidiaries:-

(i) Yule Engineering Ltd.

(ii) Yule Electrical Ltd.

(iii) The erstwhile subsidiary Hooghly Printing Company Limited was merged with the parent Company on 4<sup>th</sup> June, 2021. Hence not treated as a subsidiary on 31<sup>st</sup> December, 2021.

Associates:

(i) Tide Water Oil Co. (India) Ltd.

(ii) The New Beerbhoom Coal Company Ltd. and KatrasJherriah Coal Co. Ltd. ceased to be Associate Companies with effect from 13<sup>th</sup> August, 2021 as the Company transferred a part of its shareholding in both these Companies to the Bengal Coal Company Ltd., thus bringing the shareholding below 20% being the minimum threshold required to classify the two Companies as "Associates." Hence these two companies are not treated as "Associate" on 31<sup>st</sup> December, 2021.

**Basis for Qualified Conclusion:**

5(a) Merger of Hooghly Printing Company Limited (HPCL) with Andrew Yule and Company Limited (The Company) under a scheme of amalgamation had been referred to NCLT under Section 232 of The Companies Act, 2013. NCLT had granted its approval vide its Order dated 3<sup>rd</sup> May, 2021. Pursuant to this order, all properties, assets, rights, powers and undertakings of the transferor company, as well as the liabilities, obligations, duties of the transferor company has been transferred to the transferee company. All suits and legal proceedings for and against the transferor company will also be valid against the transferee company from the "effective date" of transfer. The effective date of transfer being 4<sup>th</sup> June, 2021, the merger has been given effect to in the accounts of Andrew Yule and Company Limited during the three months ended 30<sup>th</sup> June, 2021. A valuation report by a firm of valuers dated 15.06.2019 to assess the market value of Hooghly Printing Private Limited as on 31.03.2019, has been produced before us on the basis of which the value of assets and liabilities of HPCL have been incorporated in the books of accounts of General Division. However, since the actual amalgamation took place on 04.06.2021, the valuation of assets and liabilities are all subject to change. Hence we are unable to comment on the status/value of assets and liabilities as on date. We have been informed that sundry debtors of Rs. 107.44 lakhs of HPCL are fully adjusted and written off as on 31.12.21.

All the assets and liabilities of HPCL has been merged with the General Division of the Company. The written down value of property, plant and equipment has been transferred to General Division of the Company and appears as "Assets held for Disposal" in the Balance Sheet of the Company as at 31<sup>st</sup> December 2021 valued at Rs. 54.83 lakhs only.



5(b) No calculation has been made during the nine months for the following items appearing in Other Comprehensive Income in the Financial Statements: Hence effect of the same on profits/losses thereof is not ascertainable.

-Computation of actuarial gains/losses

-Calculation of deferred tax and income tax

5( c) Pursuant to the closure of Electrical Division, Kolkata, the entire amount standing in the books of Electrical division, Kolkata as sundry debtors amounting to Rs.58.26crores plus other advances and receivables of Rs.13.80crores totalling Rs.72.06crores have been written off while existing provisions amounting to Rs. 61.97crores and other liabilities no longer required held in the books-amounting to Rs. 9.16 crores totalling Rs. 71.13 crores have been written back.

Similar write offs/write backs of old balances and outstanding have been made in other divisions of the Company as follows;

Name of Division	Actual amount written off (InRs. Crores)	Provision held against the same written back (In Rs. Crores)	Net effect on Profit and Loss (In Rs. Crores)
Electrical Kolkata	72.06	71.13	0.93
Electrical Chennai	28.10	28.10	Provisions adjusted with debtors
Engineering	4.95	4.95	NIL
Tea Division	0.83	0.83	Outstandings adjusted with advance.
General Division	7.72	7.84	0.26
Total	113.66	112.85	

The above write offs/write backs were approved by the Audit Committee and passed by The Board of Directors in the meeting of the Board held on 12<sup>th</sup> November, 2021.

However, these items being quite old , the individual details of the same like bill/invoices, copies of correspondence with customers, copy of notice of recovery including legal notices, copies of legal cases filed against them for recovery if any ,were not made available for our verification. No copy of any Court order or decree regarding settlement of pending dues, and no evidence of any suits or cases filed against these customers are available for our verification. There are also no copies of balance confirmation letters sent to these parties. Some or all of the debts as of now may be barred by the statute of limitation.

The Company does not have a policy to fix any credit limits or collect credit ratings for any of its customers . As explained by the Company , except for Tea division , AYCL does not have any credit policy as because for Electrical Chennai & Engineering & Erstwhile Electrical Kolkata , policy for sales to Private customers was Cash before delivery. Only in Govt Contract officially the orders states terms of payment after due delivery. In the case of advances, case to case approvals are required.





Such lack of fixation of credit limits or credit ratings for customers leads to credit sale made to customers who ultimately may default in making payment and advances granted without any satisfactory performance. The Company's system of follow up and tracking of sundry debtors including obtaining yearly balance confirmation certificates is not satisfactory and needs to be improved upon. There is no evidence of sending legal notices or taking legal action before the debt becomes time barred. As many of these debtors are corporates, state government undertakings, central government undertakings etc, such legal remedies could have been highly effective if taken timely.

Furthermore, it seems that the system of linking provisions made against individual doubtful debts and advances is not adequate. The Company makes overall provision and there is no system of linking customer-wise. There is scope for improvement in this respect. Any fresh provision made henceforth should be linked to the original debt or advance.

In view of the above, we are unable to comment whether the writeoffs/write backs were made with due diligence.

5( d) It was also resolved in the meeting referred to above that the entire unused stock and machinery (including any unaccounted for old goods not in stores/asset register), scrap of Brentford Unit as well as switchgear unit of Electrical division is to be sold through MSTC. However, the unaccounted for goods if any detected, should be accounted for. It is not clear to us how such goods would have escaped physical verification.

Also, the fixed assets of Electrical division are to be sold by tender/auction. Any shortfall/excess between the net realisable value and the book value would be put up before the board for writeoff/write back. The written down value of Property, Plant & Equipment amounting to Rs.684.85 lakhs are appearing as "Assets held for disposal" in the Balance Sheet of the Company.

The above proposal has been agreed to by the audit committee and approved by the Board. However, the Audit Committee was informed that the amounts mentioned in the proposals were above the existing limits of DOP of CMD and Committee of Directors. Hence the DOP of CMD and the Committee of Directors needs to be revised to give effect to these proposals.

Such revision of DOP is pending as on date of report.

In view of the above, we are unable to comment whether there existed adequate internal controls over the above transactions.



5(e) Debtors outstanding for more than 24 months in Engineering division amounting to Rs. 8.89 crores as follows;

Kalyani Unit-Rs. 7.28 crores (24 months to 120 months)

APC Unit- Rs. 1.61 crores(6 years and above)

Total- Rs. 8.89 crores

As per Company policy, any debtors outstanding for more than 36 months should be written off. Hence we are unable to comment on the exact amount of debtors over 36 months which should be written off.

In case of matters specified in paragraphs 5(a) to 5( e) above, effect on profits/losses of the Company could not be ascertained in absence of adequate information.

**Qualified Conclusion:**

6. Based on our review , with the exception of the matter described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying interim financial information does not present fairly, in all material aspects the state of affairs of the Company as at 31<sup>st</sup> December, 2021 and of its results of operations for the nine months period then ended in accordance with Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 including the manner in which it is so disclosed .

**Emphasis of Matter:**

7. We draw attention to the following:

	<b>Without qualifying our review report, we draw attention to the following:</b>
a.	In the absence of IT system audit, security of accounting/operational data, recovery of data through IT disaster management system and manual intervention at crucial levels of data transfer and at the time of consolidation result in high audit risk. The Ministry of Corporate Affairs have also introduced the concept of “audit trail” as a compulsory part of the maintenance of accounts and should cover the entire accounting system of the Company. The Company has introduced such features for financial transactions eg cash/bank etc. This is to be introduced in all divisions of the Company.
b.	The absence of exercise of adequate controls in the process of maintaining the records of the companies lease deeds and title deeds enhances the audit risk. We have been informed that certified true copy of title deed of Tinkong Tea Estate and Basmatia Tea Estate have been received and deposited to bank , while obtaining certified true copy for the Pearl Apartments, Kolkata is pending.
c.	Tea Division has not contributed an amount of Rs. 604.11 lakhs to the Company's gratuity fund which is utilised towards payment of gratuity to employees on retirement.





d.	Provident Fund recoverable of Rs. 42.97 Lakhs pending over 10 years from PF department of Government of India has been provided for in the accounts .									
e.	Lease agreement of three tea gardens namely Banerhat, Choonabhutti and Haritalguri-3(of New Dooars)and Brentford Unit of Electrical Division , Kolkata has not been renewed since long. Plate B of Brentford Unit has been handed over to landlord – Kolkata Port Trust on 1 <sup>st</sup> October, 2021 while Plate A remains with the Company. Lease rent is being paid by the Company. Salami asked for by the West Bengal Government for renewal of lease of tea gardens amountingto Rs.177.66 lakhs (PY-Rs. 177.66 lakhs) is treated as“Claims not acknowledged as debts”. The matter should be resolved immediately as it disputes the Company’s ownership of the tea gardens under its operation.									
f.	All the inoperative bank accounts of the Company in its various divisions should be closed to mitigate the fraud risk. Also many bank accounts have authorized signatories who have retired/resigned from the Company. These former employees should be replaced as signatories by the officials who are currently in the employment of the Company.									
g.	BSE has imposed a fine for every quarter of 2020-21 on the Company for non compliance of the requirements of the Regulation 17(1) of the SEBI ( LODR) Regulations, 2015 pertaining to the composition of the Board including failure to appoint a woman director. These fines have not been paid by the Company as appointment of Directors is done by the Companies administrative ministry. The Company had taken up the matter with its administrative ministry and BSE pursuant to which the fines upto 31 <sup>st</sup> December, 2020have been waived by BSE . TheBill for April to June 2021 amounting to Rs.5,36,900/- and for July to September 2021 amounting to Rs. 5,42,800/- has been received by the Company. No provision for the same has been made in the accounts. As intimated by the Company, GOI has appointed woman director with effect from 02.11.2021.									
h.	In some cases, the income tax deducted at source required to be made as per Income tax act is overlooked or delayed. Control over TDS/TCS deductions need to be improved upon both manually and by the system and TDS/TCS should be deposited within time with the appropriate authority.									
i.	The Company has assessed the effect on its operations due to the nationwide lockdown arising out of COVID 19 and concluded that no material adjustment are required for the same in the accounts as per Note No.5 of the financial statements.									
j.	The Company has made an interest payment of Rs.45.82 lakhs to GST department mainly due to irregular reconciliations of GST Input Credit among other reasons during the Financial Year 2018-19 and such irregularities due to late reconciliation continue till date.									
k.	There are a large number of debit balances in Trade Payables accounts which should be reconciled and adjusted with relevant heads of account.									
l.	<p>The Company holds4,15,000 equity shares in WEBFIL valued at Rs.35.36/- Lakhs and 6% Cumulative redeemable preference shares of Rs/. 10/- each fully paid up at par-Rs.366.08 Lakhs and Unsecured Redeemable Convertible Bond ofRs. 305.00 Lakhs. The amounts due on redemption date was as follows:</p> <table><tr><td>Name of Security</td><td>Redemption Date</td><td>Amount due (Rs. Lakhs)</td></tr><tr><td>6% Cumulative Redeemable Preference shares;</td><td>01.04.2021</td><td>274.56</td></tr><tr><td>Redeemable convertible Bonds</td><td>20.12.2021</td><td>295.00</td></tr></table> <p>They have communicated vide letter no AY/PREF/96 dated 31.03.2021 and letter dated 20.12.2021 requesting deferment of payment of dividend and principal due to stress in the company due to liquidity problems. However such request has not been considered by the Company.. No evaluation of Expected Credit Loss (ECL) due to deferment of payment has been made by the Company and no resulting provision has been created.</p>	Name of Security	Redemption Date	Amount due (Rs. Lakhs)	6% Cumulative Redeemable Preference shares;	01.04.2021	274.56	Redeemable convertible Bonds	20.12.2021	295.00
Name of Security	Redemption Date	Amount due (Rs. Lakhs)								
6% Cumulative Redeemable Preference shares;	01.04.2021	274.56								
Redeemable convertible Bonds	20.12.2021	295.00								





m.	<p>In Tea Division unadjusted advances include Rs419.95 Lakhs for paying gratuity to workers remained outstanding and has not been recovered from the Yule Group Gratuity Fund. Bills Receivable of Rs. 338 lakhs remained outstanding for more than three years. Stores transferred from Banarhat, Karbella, Choonabhutti and Khowang to various gardens amounting to Rs 2.86 crore and shown under Advance in garden accounts remained unadjusted as on 31.12.21.</p> <p>Bonus in Banarhat and Karbella amounting to Rs 0.02 crore remained unpaid as on 31.12.21 which include bonus pertaining to FYs 2018-19 and before should be transferred to Labour Welfare Fund.</p> <p>Advance given during the year against expenses in Khowang amounting to Rs. 0.79 crore and Rs.0.05 crores in Murphulani. 0.01 crore to Basmatia remain unadjusted on 31.12.21.</p> <p>There are old outstanding advances lying in all divisions of the Company which should be adjusted after scrutiny.</p>
n.	The Company had a practice of charging interest on inter garden balances /deposits which has been discontinued since long. However, interest accrued and due on these balances are still being carried forward. The same should be adjusted/written off after scrutiny.
o.	The Company should implement procedures for physical verification of fixed assets at reasonable intervals throughout the year commensurate with the size and nature of its business as per the laid down policy of the Company.
p	Stale cheques remaining in the bank reconciliation statements should be adjusted as quickly as possible.
q	No audit report of the Trust formed to manage the Pension Fund of the Company has been provided to us.
r	The use of Suspense account at the time of making entries in the books of accounts should be discontinued with all postings made in proper heads of accounts.
s	<p>In the 242<sup>nd</sup> meeting of the Board of Directors held on 2<sup>nd</sup> June, 2021, the recommendation to the Board for consideration/approval of the proposal for closure of Electrical-Kolkata operations through VRS/VSS route from own resources have been approved, subject to the approval of the ministry concerned and other necessary approvals as required.</p> <p>In pursuit of the same, the Company has paid the net dues of the employees for closure of Electrical Division, Kolkata amounting to Rs.23.81-Crores from its own funds by 25th November 2021. The VRS component of this payment appears as "exceptional items" in the Profit and Loss account amounting to Rs.18.52 crores plus provision for stock obsolescence Rs. 1.29 crores, total Rs. 19.81 crores.</p>
t	<p>The auditors of the two subsidiary companies, namely Yule Engineering Limited and Yule Electrical Limited have reported in "Emphasis of Matter" the following:</p> <ol style="list-style-type: none"> <li>There are no significant transactions during this period and no operating activity in the current period as well as in the recent past was evidenced. The concept of going concern does not exist.</li> <li>No agreement related to the terms of payment and interest payable, if any was available for unsecured borrowings from Andrew Yule &amp; Co. Ltd.</li> </ol> <p>Confirmation of loan taken from others by Yule Electrical Ltd. was not produced before auditors.</p>

(8) We did not review the interim financial results of two subsidiaries, namely, Yule Engineering Ltd. and Yule Electrical Limited, included in the consolidated unaudited financial results, and whose interim financial results reflect total assets of Rs. 0.05 lakhs as at 31<sup>st</sup> December, 2021





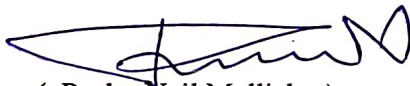
and total revenues of Rs.0.08 Lakhs and total net loss of Rs 0.97 Lakhs.(Towards discontinued operations) and total comprehensive loss of Rs.0.97 Lakhs for the nine months ended 31<sup>st</sup> December, 2021.

The unaudited consolidated financial results of the associate company , Tide Water Oil Co. (India) Ltd. are reviewed by other auditors . Proportionate share of profit /loss after tax of (-) Rs.531.06 lakhs, and total comprehensive income/loss of (-)Rs.531.06 lakhs of the Tide Water Oil Co.(India) Ltd. for the nine months ended 31<sup>st</sup> December, 2021 has been included in the unaudited consolidated financial results.

These interim financial results of these subsidiaries and associates have been reviewed by other auditors and furnished to us by the management and our conclusion on the Statement , in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and associates, is based solely on the reports of other auditors, and the procedures performed by us as stated in Paragraph 3 above, our conclusion on the Statement is not modified in respect of the above matters.

For S.K.Basu & CO.  
Chartered Accountants  
(FRN: 301026E)

Place: Kolkata  
Date: 14<sup>th</sup> February, 2022

  
( Rudra Neil Mallick )  
Partner  
(MN:053983 )



**UDIN-22053983ACAYAK4066**