

Date: 13.02.2019

To,
The Manager,
Department of Corporate Services
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai-400 001

To,
The Asst. Vice President
National Stock Exchange of India Ltd
Exchange Plaza, Plot no. C/1, G Block,
Bandra-Kurla Complex
Bandra (E), Mumbai - 400 051

Sub: Outcome of Board Meeting commenced on 13th February, 2019

Dear Sir,

With reference to the above;

1. Please find enclosed the **Un-Audited Financial Results** of the Company for the quarter ended 31st December, 2018 along with Limited Review Report of the Auditors.
2. Pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 re-designation of Mr. Rahul Tantia as a Director (Operations) cum Chief Financial Officer Director w.e.f. 13th February, 2019.

The Board Meeting commenced on Wednesday, 13th February, 2019 at 3.00 P.M. and concluded at 9:10 P.M.

Thanking you,

Yours truly,
For Tantia Constructions Limited

Priti Todi
Priti Todi
Company Secretary
A33367

Encl: As above

Registered & Corporate Office

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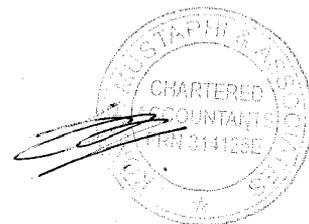
**Limited Review Report to
The Board of Directors
Tantia Constructions Limited**

We have reviewed the accompanying statement of unaudited standalone financial results of Tantia Constructions Limited ("the Company") for the period ended 31st December 2018 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No CIR/CFD/FAC/62/2016 dated 05th July, 2016.

The accompanying statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with Standard on Review Engagement (SRE) 2410. Review of Interim Financial Information performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with recognition and measurement principles laid down in applicable Indian Accounting Standards (Ind 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, read with SEBI Circular No CIR/CFD/FAC/62/2016 dated 5th July 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.



Attention is invited to the following:-

- a. Note 4a to the standalone financial results which states that the Net Worth of the Company has substantially eroded. This has significantly affected the going concern assumption of the Company and at the given juncture we are unable to comment whether the company is in a position to meet its current financial obligations.
- b. Note 4b to the standalone financial results which states that Bank guarantees already invoked by the banks at the behest of the clients against two projects terminated during the previous financial year. The Management has gone into arbitration. We are unable to comment on the appropriateness of the aforesaid balance being classified as current asset in the standalone financial results including the extent of recoverability, the period over which these are expected to be recovered and any other impact that may arise in this regard.

Our opinion is modified in respect of above matters.

Attention is drawn to:

- a. Note 5a to the standalone financial results regarding non payment of short term loan from Vijaya Bank against which the bank has issued notice under the SARFAESI Act (2002) and has taken symbolic possession of land belonging to third party, mortgaged with the bank against the said loan.
- b. Note 5b to the standalone financial results as per which certain parties owing to non receipts of ICDS and some creditors who have not been paid since long have filed winding up petition at the Calcutta High Court against which no final order has been yet passed owing to the opposition by State Bank of India, leader of the Joint Lenders Forum (Bank).
- c. Note 5c to the standalone financial results as per which the CDR scheme has failed as the Company failed to comply with all the relevant terms as stipulated in the CDR scheme and also due to inability of the Company to generate sufficient surplus for serving bank loans as per terms. Arising out of this, the Company's loan accounts with the JLF banks were categorized as NPA. Consequently the Monitoring Institution (MI) viz State Bank of India have declared the CDR package as having failed resulting in slippage of the loans into Substandard Category, State Bank of India (MI) have made a reference to NCLT, Kolkata Bench, for the requisite resolution. The aforesaid reference is yet to be admitted by NCLT.
- d. Note 5d to the standalone financial results in relation to excess payment of ₹ 84 lacs as Managerial Remuneration to the Chairman and Managing Director for the Financial Year(s) 2012-13 and 2013-14. The Company had sought approval from the concerned authorities, viz Ministry of Corporate Affairs, for waiver in respect of recovery of the aforesaid excess amount from the Chairman and Managing Director, which was rejected by Ministry of Corporate Affairs and the Company has initiated steps for recovery of the same from him.
- e. Note 5e to the standalone financial results, according to which 2 debtors of the Company amounting to Rs 2,293 lakhs have gone into liquidation. The company has filed a claim to the respective Official Liquidators which is under consideration and the Company will make appropriate provision after reviewing the reply from Official Liquidators.



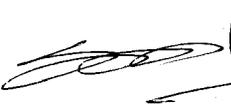
- f. Note 5f to the standalone financial results, relating to Performance Bank Guarantee(s) amounting to Rs 1,814 lakhs were invoked against 2(two) terminated Projects during the current Financial Year, which have been charged as expenses.
- g. During the current financial year Bank Guarantees were invoked by four vendors for non payment of their dues.

Our opinion is not qualified in respect of above matters.

For KONAR MUSTAPHI & ASSOCIATES

Chartered Accountants

Firm Registration Number: 314125E



S.K. Mustaphi

Partner

Membership Number: 51842

Place: Kolkata

Date: 13.02.2019

Sl No	Particulars	Three months ended 31-Dec-18 (Un-Audited)	Three months ended 30-Sep-18 (Un-Audited)	Three months ended 31-Dec-17 (Un-Audited)	Nine months ended 31-Dec-18 (Un-Audited)	Nine months ended 31-Dec-17 (Un-Audited)	Year ended 31-Mar-18 (Audited)
1	Income from Operations						
	a) Net Income from Operations	3,495	2,053	3,387	8,434	14,439	20,551
	b) Other Operating Income	-	-	-	-	-	-
2	Revenue from Operation	3,495	2,053	3,387	8,434	14,439	20,551
	Other Income	872	860	809	2,616	2,414	3,509
	Total Income	4,367	2,913	4,196	11,050	16,853	24,060
3	Expenses						
	a. Consumption of Raw Material, Stores and Spares	712	753	952	3,204	4,734	6,700
	b. Excise Duty	-	-	-	-	2	2
	c. Contract Operating Expenses	1,735	1,358	2,108	4,669	7,695	11,211
	d. Changes in work-in-progress	150	65	25	423	197	347
	e. Employee benefits expense	300	307	326	907	1,051	1,485
	f. Depreciation and amortisation expense	166	166	172	499	505	672
	g. Finance Cost	580	1,180	1,470	2,425	4,543	6,248
	h. Other Expenses	2,060	150	181	2,412	713	1,053
	Total Expenses	5,703	3,979	5,234	14,539	19,440	27,718
4	Profit/(Loss) from ordinary activity after Finance costs but before Exceptional Items	(1,336)	(1,066)	(1,038)	(3,489)	(2,587)	(3,658)
5	Exceptional Items	-	-	-	-	-	-
6	Adjustment for diminution in Value of Investment	-	-	-	-	-	-
7	Profit/(loss) from ordinary activities before Tax	(1,336)	(1,066)	(1,038)	(3,489)	(2,587)	(3,658)
8	Tax Expenses						
	a. Current Tax	-	-	-	-	-	-
	b. Deferred Tax	262	263	-	787	-	(3,589)
9	Net Profit/(Loss) from ordinary activities after Tax	(1,598)	(1,329)	(1,038)	(4,276)	(2,587)	(69)
10	Extraordinary Items	-	-	-	-	-	-
11	Net Profit/(Loss) for the period	(1,598)	(1,329)	(1,038)	(4,276)	(2,587)	(69)
12	Other Comprehensive Income/ (Loss) (net of tax)						
13	Total Comprehensive Income/ (Loss) for the period	(1,598)	(1,329)	(1,038)	(4,276)	(2,587)	(69)
14	Paid-up equity share capital (Face Value of Rs. 10/- per share)	2,874	2,874	2,874	2,874	2,874	2,874
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	1,079
16	Earning per share (of Rs. 10/- each) (not annualised):						
a.	Before extraordinary Items						
	i. Basic	(5.56)	(4.63)	(3.61)	(14.88)	(9.00)	(0.24)
	ii. Diluted	(5.56)	(4.63)	(3.61)	(14.88)	(9.00)	(0.24)
b.	After extraordinary Items						
	i. Basic	(5.56)	(4.63)	(3.61)	(14.88)	(9.00)	(0.24)
	ii. Diluted	(5.56)	(4.63)	(3.61)	(14.88)	(9.00)	(0.24)

- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors held on 13th February 2019. The statement has been prepared in accordance with Indian Accounting Standards (Ind AS) as notified by the Ministry of Corporate Affairs pursuant to Section 133 of Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standard) Rules, 2015, Companies (Indian Accounting Standards) Amendment Rules, 2016 and in terms of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated 5th July 2016.
- Pursuant to Regulation 33(b) of Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015, the Company has opted to submit Standalone Financial Results only.
- Current quarter operation of the Company was mainly from Construction activities. The Company was also having operation from Ready Mix Concrete division which as per IND AS – 108 is not a Reportable Segment. Accordingly, no disclosure under IND AS – 108 for Reportable Segment has been made.
- Attention is invited to the following :
 - Consequent upon sharp decline in the Company's level of operations and significant fall of profit margins, the net worth of the company has reduced substantially. However, the Management is of the view that by controlling expenditure and better utilization of available resources, further erosion of net worth may be reduced.
 - Two projects have been terminated by the client, against which Bank Guarantee have been invoked in the previous financial year. However, the Company has already filed arbitration against the same.
The Statutory Auditors of the Company have modified their Auditor's Report in this regard.
- The Statutory Auditors of the Company have drawn emphasis of matter in their Audit Report regarding:
 - The Company had availed of a Clean loan from Vijaya Bank during 2011. As the loan could not be fully repaid, the balance amount of loan was restructured in 2013 against the provision of collateral security in the form of Land and Building of an Associate Company. Unfortunately, as the loan is still to be liquidated, Vijaya Bank have, for the purpose of recovering their dues against the loan, initiated legal action against the Company, through DRT, Kolkata Bench.
 - Against Inter Corporate Deposits (ICDs) that had been obtained by the Company, certain parties have, owing to non receipt of the matured amounts of such ICDs and also some creditors who have not been paid since long filed winding up petitions at the Calcutta High Court against the Company under Section 433, 434, 439 of the Companies Act 1956. After hearing the petitions, the Hon'ble High Court of Calcutta, owing to opposition by State Bank of India, leader of the Joint Lenders' Forum (Banks), has not passed any final Order on the aforesaid petitions of the depositors/creditors.
 - A CDR package was approved by the Lending Banks (JLF) and implemented on and from 31.03.2015, with 01.07.2014 as the cutoff date. However, owing to the non release of the various reliefs comprising additional facilities (Fund based and Non Fund based) and concessional rate of interest etc approved under the package within the expected timelines, the company's operations could not achieve viable levels. Consequently, the company could not generate sufficient surpluses as a result its commitments to the banks could not be serviced as per the terms of the package. Arising out of this, the Company's loan accounts with the JLF banks were categorized as NPA. Consequently the Monitoring Institution (MI) viz State Bank of India have declared the CDR package as having failed resulting in slippage of the loans into Substandard Category, State Bank of India (MI) have made a reference to NCLT, Kolkata Bench, for the requisite resolution. The aforesaid reference is yet to be admitted by NCLT.
 - The Companies Act, 2013 is in force w.e.f. 1st April 2014 and consequently the remuneration paid to Chairman and Managing Director for the Financial Year(s) 2012-13, 2013-14 (which is governed by the Companies Act, 1956) has been determined to have exceeded the amount actually payable by Rs 42 lakhs per Financial Year aggregated to Rs 84 lakhs. The Company had taken appropriate steps to seek from the concerned authorities, viz Ministry of Corporate Affairs, permission for waiver in respect of recovery of the aforesaid excess amount from the Chairman and Managing Director. However, the said application for waiver have been rejected, accordingly, steps have been taken for recovery of the said amount at an early date.
 - Sundry Debtors of the Company includes a sum of Rs 2,293 lakhs dues from 2 parties who have gone to liquidation. The company has filed a claim to the respective Official Liquidators which is under consideration and the Company will make appropriate provisions after reviewing the reply from Official Liquidators.
 - During the current Financial Year Performance Bank Guarantee(s) amounting to Rs 1,814 lakhs were invoked against 2(two) terminated Projects, which have been charged as expenses.
- The Company does not have any exceptional or extraordinary items to report for the above period.

Date: 13th February, 2019
Place: Kolkata



For Tantia Constructions Limited

Rahul Tantia
Rahul Tantia
Director (Operations)