

To,

The Secretary,

National Stock Exchange of India Limited

Add: Exchange Plaza, 5th Floor Plot No- 'C' Block,

G Block Bandra-Kurla Complex,

Bandra (E), Mumbai-400051

Subject : Intimation To National Stock Exchange Regarding Financial Highlights for the F.Y. 20-21

Ref: Regulation 30 read with schedule III of SEBI (Listing Obligations and Disclosures Requirement) Regulations, 2015.

Dear Sir,

Pursuant to Regulation 33 (3) of the SEBI (LODR) Regulations, 2015 read with Regulation 30 of SEBI (LODR) Regulations, 2015, it is hereby informed that the Board of Directors on 06th May, 2021, Thursday at their meeting held through Video Conference approved Audited Financial Results (Standalone) of the Company for the half year and year ended on 31st March, 2021 along with the Statement of Assets and Liabilities and Cash Flow Statement as on 31st March, 2021.

We wish to submit on the National Stock Exchange financial highlights of the said declared results.

This is for your information and record.

Thanking you,

Yours truly,

For Tarachand Logistic Solutions Limited

Nishu Kansal





Company Secretary & Compliance Officer

Encl as above

Financial Results for the Half Year and Year Ended 31st March 2021

Highlights

Tara Chand Logistic Solutions Ltd declared its Financial Results for the HY and FY ended 31st March 2021 on 6th May, 2021. The following are the main highlights from the results:

- It is pertinent to note the context of the raging Covid 19 pandemic during review and analysis of the results of the company for the Financial Year 2020-21. The first half of the FY was drastically impacted by the pandemic with the entire nation being put under a lockdown in the last week of March 2020. Although, the Government of India started re-opening of activities from May 2020, but the rising cases from the pandemic kept the on-ground economic activity to minimal. The real correction in activity seemed to have begun in October 2020 only. Our company's operations and subsequently our revenues were also impacted by the various lockdowns across the country. Furthermore, the sudden exodus of migrant workers from construction sites and infrastructure projects (revenue from which contributes to about 60% of the company's top line) led to a virtual stoppage of work at the sites for almost six months i.e. the first half of the FY 2020-21.
- The above highlighted impact is clearly evident in the company's exceptional performance in the Half Year Ended 31st March 2021 as compared to the Half Year Ended 30th September 2020. The company's Total Revenue grew by 66% while registering a whopping **508% jump in Profit Before Exceptional, Extraordinary Items and Tax** at INR 6.82 Crores and a phenomenal **380% increase in Profit After Tax** at INR 4.00 Crores.
- The company's EBIDTAE for the Half Year Ended 31st March 2021 **jumped by 94.70%** compared with the Half Year Ended 30th September 2020 while the **EBIDTA registered a 77.70% increase** for the same period.
- The Covid-19 pandemic induced impact led to a slight **decline of 2.7% on Y-o-Y basis** in the Total Revenue of the company for the FY ended 31st March 2021. It is important to note that the EBIDTA margins of the company **remained intact at 31%** despite the challenging times. However, the **PAT Margin dropped to 2.3% from 6.9%** in this period, driven down largely by the 5.10 Crores higher depreciation (29.7% Y-o-Y increase) and an exceptional cost of 2.10 Crores to the company on account of an Arbitration Award against the company.
- **Exceptional Item**
An Arbitration Matter between the company and Rashtriyalspat Nigam Limited (RINL) was awarded in favour of RINL by the Sole Arbitrator in February 2021 leading to an exceptional cost of Rs 1,68,26,661 along with interest of Rs 41,11,698 to company. Although the company has duly complied with the orders and made good the payment to RINL, but the company has initiated proceedings for appeal of the said order. This expense has been accounted for in Q4 of FY2020-21, thus impacting the profitability of the company.

- **Contingent Assets**

1. The Company won an Arbitration Award decided by Sole Arbitrator Justice M N Rao (Retd) dated 22.10.2018 against Rashtriyalspat Nigam Limited for an original amount of INR 4.64 Crores. Subsequently, the Commercial Court at Vishakhapatnam and the Honorable High Court of Andhra Pradesh reconfirmed the award and directed RINL to deposit half of the award amount along with interest and cost i.e. INR 3.45 Crores to the Commercial Court of Vishakhapatnam for onward release to our company vide order dated 07.12.2020. Thereafter, RINL filed a memo along with DD of 3.45 Crores dated 28.01.2021 with the Commercial Court of Vishakhapatnam. The Company expects the realization of this amount in Q1 of FY 2021-22 and the balance amount of the original award along with interest and cost in Q4 of FY 2021-22.

*Tara Chand Logistic Solutions Limited is engaged in serving the infrastructural development needs of India through its three key verticals: Warehousing & Transportation, Steel Processing & Distribution and Construction Equipment Rental & Turnkey Project Execution. With over **30 years** of experience, our company enjoys the distinction of being among the leading Steel Warehousing & Transportation organizations in India with execution of about 6 Million Tonnes of Steel per annum. The company is also actively engaged in the infrastructure development of the country through its extensive fleet of heavy duty cranes, hydraulic piling rigs and concrete equipment. We have a substantial contribution in the completed and ongoing construction of various Metro Lines in the country viz-a-viz Ahmedabad, Bangalore, Chennai, Delhi, Hyderabad, Kanpur, Lucknow, Mumbai, Nagpur and Pune. Our dedicated team of experts and our young well-maintained fleet of equipment serves across various sectors like Power, Windmill, Refinery, Steel, Renewable Energy and Urban & Rural Infrastructure (Roads, Bridges, Highways, Airports, Metros, Irrigation Projects and Gas Pipelines).*