

TAAL Enterprises Limited

Reg. Office: 2nd Floor, MMPDA Towers, 184, Royapettah High Road, Chennai - 600014
Phone: +91-44 4350 8393, Website: www.taalent.co.in; E-mail: secretarial@taalent.co.in
CIN: L62200TN2014PLC096373

TEL/SEC/20-21

September 08, 2020

To,
Listing Department
BSE Ltd
PJ Towers,
Dalal Street, Fort,
Mumbai - 400 001

Scrip Code: 539956

Dear Sirs,

Subject: Outcome of Board Meeting

In pursuance of the SEBI (Listing Obligations & Disclosure Requirement) Regulations, 2015 ('Listing Regulations'), please be informed that the Board of Directors at its meeting held today i.e., Tuesday, September 08, 2020, had inter alia;

1. Considered and approved the un-audited financial results (standalone and consolidated) for the quarter ended June 30, 2020 and took on record the Limited Review Report issued by the Statutory Auditors of the Company.
2. Considered and approved the appointment of M/s V P Thacker & Co., Chartered Accountants (Firm Registration No. 118696W) as the statutory auditors of the Company for a period of five years, from FY 2020-21 to FY 2024-25, subject to the approval by the Members at the ensuing Annual General Meeting to be held on September 30, 2020.

The Details as required under SEBI Circular CIR/CFD/CMD/4/2015 dated September 09, 2015 and Para A of Schedule III (Part A) vide Listing Regulations regarding change in Auditors are enclosed herewith in **Annexure A**.

3. Considered and approved the re-appointment of Mr. Salil Taneja as the Whole-time Director of the Company with effect from October 01, 2020 for a period of two years, subject to approval of the members at the ensuing Annual General Meeting.

Mr. Salil Taneja is a Graduate in Mechanical Engineering from Case Western Reserve University, Ohio, USA, and is a Post Graduate in Business Management with specialization in Finance and Marketing from Yale University, Ohio. He has been associated with the Company since its inception and has valuable experience in the aviation industry.

It is hereby affirmed that Mr. Salil Taneja is not debarred from holding the office of director by virtue of any SEBI order or any other such authority. Further, Mr. Salil Taneja is not related to any of the existing directors or any other key managerial personnel of the Company except Mrs. Rahael Shobhana Joseph.

The aforesaid Board Meeting commenced at 3:15 P.M. and concluded at 5: 50 P.M. on September 08, 2020.

Please take the same on your record and oblige.

With Kind Regards,
For **TAAL Enterprises Limited**

SOURABH
VASANT
SONAWANE

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ou=TAAL Enterprises Limited, email=vasant@taal.com,
2.2.3.1.1=1102, postalCode=400001,
c=IN, o=SOURABH VASANT SONAWANE
Date: 2020.09.08 17:51:24 +05'30'

Sourabh Sonawane
Company Secretary
Encl.: As above

Annexure A

1. Name of the Firm:

M/s V P Thacker & Co., Chartered Accountants (Firm Registration No. 118696W)

2. Reason for Change:

The tenure of M/s MSKA & Associates as Statutory Auditor will get completed at the ensuing Annual General Meeting ('AGM') of the Company scheduled to be held on September 30, 2020.

3. Brief Profile:

M/s V P Thacker & Co., Firm Registration No. 118696W, established in 1999, is a well reputed Chartered Accountants Firm and has combined team strength of 32+ partners / directors and over 1500 staff members. The lead partners have 30+ years of experience, including audit and advisory services for listed and privately owned companies, government companies, banks, mutual funds and global businesses.

4. Date of Appointment:

With effect from the conclusion of the ensuing Annual General Meeting on September 30, 2020.

5. Term of Appointment:

For a term of five (5) consecutive years from the conclusion of the AGM to be held on September 30, 2020 (i.e. w.e.f. FY 2020-21) to the conclusion of the AGM to be held in FY 2024-25.

Independent Auditor's Review Report on unaudited quarterly and year to date financial results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

The Board of Directors**TAAL Enterprises Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of **TAAL Enterprises Limited** ('the Company') for the quarter ended June 30, 2020 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation').
2. This Statement, which is the responsibility of the Company's Management and approved by the 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 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the 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 financial results are free of material misstatements. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. 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 the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. **Emphasis of Matter**
We draw attention to:
 1. Note 3 to the unaudited financial results which states that the Company during the current quarter due to non-availability of the requisite statutory licenses required for carrying on the demerged charter business, the demerged charter business has continued to be operated by Taneja Aerospace and Aviation Limited in trust for and on behalf of the Company including banking transactions, statutory compliances and all other commercial activities. However, the accounting entries pertaining to the demerged charter business are accounted in the books of the Company. The said matter was stated as on Emphasis of Matter in our Statutory Audit Reports for the year ended March 31, 2016 onwards and Limited Review Reports for the quarter ended June 30, 2016 onwards.



MSKA
& Associates

Chartered Accountants

Floor 6, No. 5, Prestige Khoday Tower
Raj Bhavan Road
Bengaluru 560001, INDIA
Tel: +91 80 6815 0000

- II. Note 7 to the financial results which states that the management has made an assessment of the impact of COVID-19 on the Company's operations, financial performance and position as at and for the quarter ended June 30, 2020 and results of its assessment on subsequent events and concluded that there is no significant impact which is required to be recognised in the unaudited financial results.

Our conclusion is not modified in respect of the above matters.

For MSKA & Associates

Chartered Accountants

ICAI Firm Registration No.105047W

**Deepak
Kumar Rao**

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DN: cn=Deepak Kumar Rao
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Reason: I am the author of this
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Date: 2020-09-08 17:40+05:30

Deepak Rao

Partner

Membership No.: 113292

UDIN: 20113292AAAAOQ9804

Place: Bengaluru

Date: September 08, 2020

TAAL ENTERPRISES LIMITED

Regd. Office : 2nd Floor, MMPDA Towers, 184, Royapettah High Road, Chennai - 600 014, Tamil Nadu, India
Phone : +91 44 43508393, E-mail : secretarial@taalent.co.in, Web : www.taalent.co.in, CIN L62200TN2014PLC096373

STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

| | | (Rs. In lakhs) | | | |
|---------|--|----------------|-----------------|---------------|-----------------|
| Sr. No. | Particulars | Quarter ended | | | Year ended |
| | | 30-Jun-20 | 31-Mar-20 | 30-Jun-19 | 31-Mar-20 |
| | | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| 1 | Income | | | | |
| | Revenue from operations | - | - | 270.39 | 425.30 |
| | Other income | 16.41 | 47.12 | 25.43 | 116.90 |
| | Total income | 16.41 | 47.12 | 295.82 | 542.20 |
| 2 | Expenses | | | | |
| | (a) Employee benefits expense | 1.42 | 0.98 | 19.01 | 118.14 |
| | (b) Operating Expenses | 0.46 | - | 89.41 | 147.40 |
| | (c) Finance costs | 15.30 | 5.27 | 14.92 | 42.11 |
| | (d) Depreciation and amortisation expense | 0.85 | 0.79 | 47.34 | 142.80 |
| | (e) Other Expenses | 11.76 | 4.42 | 79.72 | 126.23 |
| | Total expenses (a to d) | 29.79 | 11.46 | 250.40 | 576.68 |
| 3 | Profit / (Loss) before exceptional items and tax (1 - 2) | (13.38) | 35.66 | 45.42 | (34.48) |
| | Exceptional items- Impairment of Assets | | | | |
| | a) Right Use of Asset | - | - | - | (138.35) |
| | b) Investment in Subsidiary | - | (397.39) | - | (397.39) |
| 4 | Exceptional items | - | (397.39) | - | (535.74) |
| 5 | Profit / (Loss) before tax (3 - 4) | (13.38) | (361.73) | 45.42 | (570.22) |
| 6 | Income tax expense | | | | |
| a | Current tax | - | - | 8.91 | - |
| b | Deferred tax | - | - | - | - |
| 7 | Total income tax expense (a to e) | - | - | 8.91 | - |
| 8 | Profit / (Loss) for the period after tax (5 - 7) | (13.38) | (361.73) | 36.51 | (570.22) |
| 9 | Other Comprehensive Income (OCI), net of tax | | | | |
| | <i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i> | | | | |
| | Re-measurement gains/ (losses) on defined benefit plans | - | - | - | - |
| | Income tax effect | - | - | - | - |
| | Other Comprehensive Income for the period | - | - | - | - |
| 10 | Total Comprehensive Income / (loss) for the period (8+9) | (13.38) | (361.73) | 36.51 | (570.22) |
| 11 | Paid-up equity share capital (Face value of Rs. 10/- each) | 311.63 | 311.63 | 311.63 | 311.63 |
| 12 | Earnings / (Loss) per share (of Rs 10/- each) (not annualised): | | | | |
| | (a) Basic earnings / (loss) per share (INR) | (0.43) | (11.61) | 1.17 | (18.30) |
| | (b) Diluted earnings / (loss) per share (INR) | (0.43) | (11.61) | 1.17 | (18.30) |
| | See accompanying notes to the financial results | | | | |

Notes to the financial results:

- 1 The above financial results of TAAL Enterprises Limited ("The Company") has been prepared in accordance with Indian Accounting Standards - IND AS 34 "Interim Financial Reporting" as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016.
- 2 Figures for the quarter ended March 31, 2020 are the balancing figures between audited figures in respect of full financial year and published year to date figures up to the quarter ended December 31, 2019.
- 3 As per Clause 9.2 of the Scheme of Arrangement as approved / sanctioned by the Hon'ble Madras High Court, Taneja Aerospace and Aviation Limited (TAAL) will carry on the business and activities relating to the demerged charter business for and on account of and in trust for TAAL Enterprises Limited (TEL) until the time TEL obtains the requisite statutory licences required for carrying on the demerged charter business. The said licences are yet to be obtained and accordingly the demerged charter business has continued to be operated by TAAL in trust for and on behalf of TEL including banking transactions, statutory compliances and all other commercial activities. Accordingly, the accounting entries pertaining to the demerged charter business are accounted in the books of account of TEL.
- 4 During the year ended March 31, 2020, the leased aircraft (Right of Use asset) operated by the Holding Company as part of the charter business had veered off the runway during a landing, resulting in damage to the aircraft. This mishap has caused damage to the aircraft. The aircraft remains grounded since the incident on September 12, 2019. Pursuant to the above, the ROU has been fully impaired and recorded as an exceptional item. The Holding Company had initiated the process of claim with the Insurance Company.
- 5 During the year end March 31, 2020, based on the impairment assessment performed by the Company, the investment in the Subsidiary - First Airways Inc has been impaired to the extent of Rs. 397.39 lakhs and recorded as an exceptional item.
- 6 The Company is primarily engaged in Charter business. As such there is no separate reportable segment as per Ind AS 108 'Operating Segments' and no further segment disclosures are required.
- 7 The management has made an assessment of the impact of COVID-19 on the Company's operations, financial performance and position as at and for the quarter ended June 30, 2020 and has concluded that there is no significant impact which is required to be recognized in the financial statements. The Company will continue to closely monitor any material changes to future economic conditions.
- 8 The Company is in the process of appointing a suitable candidate as CFO on account of the vacancy caused by the resignation of the earlier incumbent.
- 9 This Statement has been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on September 08, 2020.
- 10 Previous period figures have been regrouped, re-arranged and re-classified wherever necessary to make them comparable with figures of current period.

Date: September 08, 2020
Place: Pune

For TAAL Enterprises Limited

SALIL BALDEV
TANEJA

Salil Taneja
Whole Time Director

Independent Auditor's Review Report on Consolidated Unaudited Quarterly and year to date financial results of the Group pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**The Board of Directors
TAAL Enterprises Limited**

1. We have reviewed the accompanying statement of consolidated unaudited financial results of TAAL Enterprises Limited ('the Holding Company'), its subsidiaries, (the Holding Company and its subsidiaries together referred to as the 'Group') for the quarter ended June 30, 2020 ('the Statement'), being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation').
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the 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 results are free of material misstatement. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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

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

| Sr. No | Name of the Company | Relationship with the Holding Company |
|--------|-------------------------------------|---|
| 1. | First Airways Inc., USA | Subsidiary |
| 2. | TAAL Tech India Private Limited | Subsidiary |
| 3. | TAAL Technologies Inc., USA | Subsidiary of TAAL Tech India Private Limited |
| 4. | TAAL Tech GmbH, Switzerland | Subsidiary of TAAL Tech India Private Limited |
| 5. | TAAL Tech Innovations GmbH, Austria | Subsidiary of TAAL Tech India Private Limited |

5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Emphasis of Matter

We draw attention to:

- i) Note 3 to the consolidated unaudited financial results which states that the Company during the current quarter due to non-availability of the requisite statutory licenses required for carrying on the demerged charter business, the demerged charter business has continued to be operated by Taneja Aerospace and Aviation Limited in trust for and on behalf of the Company including banking transactions, statutory compliances and all other commercial activities. However, the accounting entries pertaining to the demerged charter business are accounted in the books of account of the Company. The said matter was stated as an Emphasis of Matter in our Statutory Audit Reports for the year ended on March 31, 2016 onwards and Limited Review Reports for the quarter ended on or after June 30, 2016 onwards.
- ii) Note 7 of the consolidated financial results which states that the management has performed an assessment of the impact of COVID-19 on the Group's operations, financial performance and position as at and for the quarter ended June 30, 2020 and has concluded that there is no significant impact which is required to be recognised in the financial results. Accordingly, no adjustments have been made to the financial results.

Our conclusion is not modified in respect of the above matters.

7. The consolidated unaudited financial results includes the financial results of four subsidiaries which have not been reviewed by their auditors, whose interim financial results reflect total revenue of Rs. Nil (After Inter-Company elimination), total net profit after tax of Rs. Nil and total comprehensive income of Rs. 5.14 Lakhs for the quarter ended June 30, 2020, based on their financial results which have not been reviewed by the Auditors. According to the information and explanations given to us by the Management, these financial results are not material to the Group.

Our conclusion is not modified in respect of the above matter.

For MSKA & Associates

Chartered Accountants

ICAI Firm Registration No.105047W

**Deepak
Kumar Rao**

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Date: 2020-09-08 17:41+05:30

Deepak Rao

Membership No.: 113292

UDIN: 20113292AAAAOR5230

Place: Bangalore

Date: September 08, 2020

TAAL ENTERPRISES LIMITED

Regd. Office : 2nd Floor, MMPDA Towers, 184, Royapettah High Road, Chennai - 600014, Tamil Nadu, INDIA
Phone: +91 44 43508393; E-mail: secretarial@taalent.co.in; Web: www.taalent.co.in; CIN: L62200TN2014PLC096373

STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

| Sr. No. | Particulars | (Rs. in lakhs) | | | |
|-----------|--|-----------------------------|---------------------------|-----------------------------|---------------------------|
| | | Qtr ended | Qtr ended | Qtr ended | Year ended |
| | | Jun 30, 2020 (Unaudited) | Mar 31, 2020 (Audited) | Jun 30, 2019 (Unaudited) | Mar 31, 2020 (Audited) |
| 1 | Income | | | | |
| | Revenue from operations | 2,969.26 | 3,072.97 | 3,535.72 | 12,990.94 |
| | Other income | 83.08 | 238.81 | 156.12 | 778.86 |
| | Total income | 3,052.34 | 3,311.78 | 3,691.84 | 13,769.80 |
| 2 | Expenses | | | | |
| a | Employee benefits expense | 1,818.79 | 2,253.47 | 1,773.47 | 7,590.16 |
| b | Finance costs | 32.46 | 35.77 | 49.03 | 176.70 |
| c | Depreciation and amortisation expense | 59.48 | 108.23 | 155.00 | 583.25 |
| d | Other expenses | 382.20 | 346.91 | 669.80 | 2,263.98 |
| | Total expenses (a to d) | 2,292.93 | 2,744.38 | 2,647.30 | 10,614.09 |
| 3 | Profit / (Loss) before exceptional items and tax (1 - 2) | 759.41 | 567.41 | 1,044.54 | 3,155.72 |
| | Exceptional items | | | | |
| | a) Impairment of Right Use of Asset- (refer note-4) | - | - | - | (138.35) |
| | b) Impairment of Goodwill- (refer note-5) | - | (456.27) | - | (456.27) |
| 4 | Exceptional items | - | (456.27) | - | (594.62) |
| 5 | Profit / (Loss) before tax (3 - 4) | 759.41 | 111.13 | 1,044.54 | 2,561.09 |
| 6 | Income tax expense | | | | |
| a | Current tax | 178.42 | 110.59 | 218.39 | 621.87 |
| b | Deferred tax | (3.47) | 6.79 | 37.22 | 7.51 |
| c | Adjustments for earlier years | - | - | - | - |
| d | Dividend Distribution Tax (pertaining to dividends paid by the partly owned subsidiary to the Company) | - | - | - | - |
| e | MAT credit entitlement | - | 9.28 | (9.28) | - |
| 7 | Total income tax expense (a to e) | 174.95 | 126.66 | 246.33 | 629.38 |
| 8 | Profit / (Loss) for the period after tax (5 - 7) | 584.46 | (15.53) | 798.21 | 1,931.71 |
| 9 | Other Comprehensive Income (OCI), net of tax | | | | |
| | <i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i> | | | | |
| | Exchange differences in translating the financial statements of a foreign operation | 5.14 | 28.62 | (1.83) | 47.69 |
| | | 5.14 | 28.62 | (1.83) | 47.69 |
| | <i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i> | | | | |
| | Re-measurement gains/ (losses) on defined benefit plans | - | (3.97) | - | (3.97) |
| | Income tax effect | - | 1.15 | - | 1.15 |
| | | - | (2.81) | - | (2.81) |
| | Other Comprehensive Income for the period | 5.14 | 25.81 | (1.83) | 44.88 |
| 10 | Total Comprehensive Income / (loss) for the period (8+9) | 589.60 | 10.28 | 796.38 | 1,976.59 |
| | Profit attributable to : | | | | |
| | Equity Shareholders of Parent | 584.46 | (13.89) | 683.87 | 1,728.38 |
| | Non Controlling Interest | - | (1.63) | 114.34 | 203.34 |
| | Other Comprehensive Income attributable to : | | | | |
| | Equity Shareholders of Parent | 5.14 | 23.09 | (1.61) | 40.15 |
| | Non Controlling Interest | - | 2.72 | (0.22) | 4.72 |
| | Total Comprehensive Income attributable to : | | | | |
| | Equity Shareholders of Parent | 589.60 | 9.20 | 682.26 | 1,768.53 |
| | Non Controlling Interest | - | 1.08 | 114.12 | 208.06 |
| 11 | Paid-up equity share capital (Face value of INR 10/- each) | 311.63 | 311.63 | 311.63 | 311.63 |
| 12 | Earnings / (Loss) per share (of INR 10/- each) (not annualised): | | | | |
| | (a) Basic earnings / (loss) per share (INR) | 18.75 | (0.45) | 21.94 | 55.46 |
| | (b) Diluted earnings / (loss) per share (INR) | 18.75 | (0.45) | 21.94 | 55.46 |
| | See accompanying notes to the consolidated financial results | | | | |

Notes to the financial results:

- 1 The above consolidated financial results of TAAL Enterprises Limited ("the Company") and its subsidiaries (cumulatively referred to as 'the Group') has been prepared in accordance with Indian Accounting Standards - IND AS 34 "Interim Financial Reporting" as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016.
- 2 Figures for the quarter ended March 31, 2020 are the balancing figures between audited figures in respect of full financial year and published year to date figures up to the quarter ended December 31, 2019.
- 3 As per Clause 9.2 of the Scheme of Arrangement as approved / sanctioned by the Hon'ble Madras High Court, Taneja Aerospace and Aviation Limited (TAAL) will carry on the business and activities relating to the demerged charter business for and on account of and in trust for TAAL Enterprises Limited (TEL) until the time TEL obtains the requisite statutory licences required for carrying on the demerged charter business. The said licences are yet to be obtained and accordingly the demerged charter business has continued to be operated by TAAL in trust for and on behalf of TEL including banking transactions, statutory compliances and all other commercial activities. Accordingly, the accounting entries pertaining to the demerged charter business are accounted in the books of account of TEL.
- 4 During the quarter ended June 30, 2020 at step down foreign subsidiary TAAL TECH INC, USA of the holding company, has availed loan of USD 494,553 (Equivalent to INR 370 Lakhs) under Paycheck Protection Programme from IDAHO First Bank through SBA United States Federal Government under the scheme to support small businesses during COVID 19 pandemic. The loan carries a subsidized interest of 1% per annum and the repayments are deferred for first six months and the loan will mature two years from the Note Date. The terms of loan allow the borrower to apply for forgiveness (waiver) of loan repayment, which is subject to certain conditions such as utilization of funds and approval by the authorities.
- 5 During the year ended March 31, 2020, the leased aircraft (Right of Use asset) operated by the Holding Company as part of the charter business had veered off the runway during a landing, resulting in damage to the aircraft. This mishap has caused damage to the aircraft. The aircraft remains grounded since the incident on September 12, 2019. Pursuant to the above, the ROU has been fully impaired and recorded as an exceptional item. The Holding Company had initiated the process of claim with the Insurance Company.
- 6 During the year ended March 31, 2020, Based on the impairment assessment performed by the Company, the goodwill relating to Subsidiary - First Airways Inc has been impaired.
- 7 The management has made an assessment of the impact of COVID-19 on the Company's operations, financial performance and position as at and for the year ended March 31, 2020 and has concluded that there is no significant impact which is required to be recognized in the financial statements. The Company will continue to closely monitor any material changes to future economic conditions.
- 8 During the year end March 31, 2020, TAAL Tech India Private Limited ("TTIPL"), a subsidiary of the Company has entered into an agreement to buy back 150,000 equity shares from a Minority Shareholder, as per the terms and conditions of the buy back agreement. Pursuant to the aforementioned the first tranche of the buy back has been completed during the financial year 2019-20 and the balance payable on remaining two tranches has been recorded as a financial liability at fair value.
- 9 The Company is in the process of appointing a suitable candidate as CFO on account of the vacancy caused by the resignation of the earlier incumbent.
- 10 This Statement has been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on September 08, 2020.
- 11 Previous period figures have been regrouped, re-arranged and re-classified wherever necessary to make them comparable with figures of current period.

Date: September 08, 2020
Place: Pune

For TAAL Enterprises Limited

SALIL BALDEV
TANEJA

Salil Taneja
Whole Time Director

Digitally signed by Salil Baldev Taneja, DN: cn=Salil Baldev Taneja, o=TAAL Enterprises Limited, ou=, email=staneja@taal.aero, c=IN

TAAL ENTERPRISES LIMITED

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Phone : +91 44 43508393, E-mail : secretarial@taalent.co.in, Web : www.taalent.co.in, CIN L62200TN2014PLC096373

CONSOLIDATED SEGMENT INFORMATION FOR THE QUARTER 30 JUNE 2020

(Rs. in lakhs)

| Sr. No. | Particulars | Quarter ended June 30, 2020 | Quarter ended March 31, 2020 | Quarter ended June 30, 2019 | Year ended March 31, 2020 |
|---------|---|--------------------------------|---------------------------------|--------------------------------|------------------------------|
| | | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| 1 | Segment revenue | | | | |
| | (a) Air charter | - | - | 270.39 | 425.30 |
| | (b) Engineering Design Service | 2,969.26 | 3,072.97 | 3,262.79 | 12,563.10 |
| | (c) Trading of goods | - | - | 2.54 | 2.54 |
| | Revenue from operations | 2,969.26 | 3,072.97 | 3,535.72 | 12,990.94 |
| 2 | Segment results | | | | |
| | Operating Profit/ (Loss) | | | | |
| | (a) Air charter | 1.92 | 40.92 | 60.34 | 7.63 |
| | (b) Engineering Design Service | 789.95 | 570.87 | 1,033.34 | 3,341.40 |
| | (c) Trading of goods | - | (8.61) | (0.11) | (16.60) |
| | Total segment profit before interest and tax | 791.87 | 603.18 | 1,093.57 | 3,332.42 |
| | Less: Finance cost | 32.46 | 35.77 | 49.03 | 176.70 |
| | Less: Exceptional Items | - | 456.27 | | 594.63 |
| | Profit before tax | 759.41 | 111.14 | 1,044.54 | 2,561.10 |
| | Income tax expense | 174.95 | 126.66 | 246.33 | 629.38 |
| | Profit after tax | 584.46 | (15.52) | 798.21 | 1,931.72 |
| 3 | Capital employed | | | | |
| | (a) Air charter | 1,024.86 | 1,038.24 | 1,588.67 | 1,038.24 |
| | (b) Engineering Design Service | 4,537.49 | 3,934.46 | 4,441.87 | 3,934.46 |
| | (c) Trading of goods | 80.25 | 80.10 | 93.00 | 80.10 |
| | Total capital employed | 5,642.60 | 5,052.80 | 6,123.53 | 5,052.80 |