



McLEOD RUSSEL

Believe in tea

14th November 2023

The Secretary
BSE Limited PJ. Towers,
25th Floor, Dalal Street,
MUMBAI-400001
Scrip Code: 532654

The Secretary
National Stock Exchange of India
Ltd,
Listing dept. Exchange Plaza,
5th Fl. Plot No. C/1,
G- Block, Bandra-Kurla Complex,
Bandra (E) MUMBAI-400051
Scrip Code: MCLEODRUSS

The Secretary
The Calcutta Stock Exchange
Limited
7, Lyons Range
KOLKATA-700001
Scrip Code: 10023930

Dear Sirs,

Sub: Outcome of Board Meeting

This is to inform you that pursuant to Regulation 30 and other applicable Regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), please be informed that the Board of Directors of the Company at its meeting held today, have inter-alia approved the Unaudited Financial Results (Standalone and Consolidated) of the Company for the quarter and half year ended on 30th September 2023 along with "Limited Review Report" submitted by M/s. Lodha & Co., Chartered Accountants, Statutory Auditors of the Company, pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements), 2015. A copy of the same is enclosed herewith.

The aforesaid financial results are also being made available on the website of the company i.e. www.mcleodrussel.com

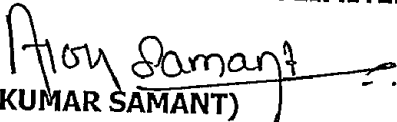
The Board Meeting commenced at 03:30 p.m. and concluded at 05:45 p.m.

This is for your information and records.

Thanking you,

Yours faithfully,

For McLEOD RUSSEL INDIA LIMITED


(ALOK KUMAR SAMANT)
COMPANY SECRETARY

Encl: As above

Registered Office :

McLEOD RUSSEL INDIA LIMITED

Corporate Identity Number (CIN) : L51109WB1998PLC087076

FOUR MANGOE LANE, SURENDRA MOHAN GHOSH SARANI, KOLKATA - 700 001

TELEPHONE : 033-2210-1221, 2248-9434 / 35, FAX : 91-33-2248-8114 / 6265

E-mail : administrator@mcleodrussel.com Website : www.mcleodrussel.com



A Williamson Magor Group Enterprise

Independent Auditors' Review Report**The Board of Directors****McLeod Russel India Limited**

1. We have reviewed the accompanying statement of Unaudited Standalone Financial Results of **McLeod Russel India Limited** ("the Company") for the Quarter and six months ended on September 30, 2023 ("the Statement" or "financial results"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015, as amended ("Listing Regulations 2015"), which has been initialed by us for identification purposes.
2. This Statement which is the responsibility of the Company's Management has been prepared in accordance with the recognition and measurement principles laid down in the 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 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 Statement is free of material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. 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. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Attention is drawn to the following Notes of the Statement which are subject matter of adverse conclusion as given in Para 5 below:
 - a) Note no. 5 dealing with Inter Corporate Deposits (ICD) aggregating to Rs. 2,86,050 lakhs (including interest accrued till March 31, 2019) as on September 30, 2023 given to promoter group and certain other entities which are doubtful of recovery and considering recoverability etc. are prejudicial to the interest of the company. Provision of Rs. 1,01,039 lakhs had been made there against in earlier period. In absence of provision against the remaining amount, the profit for the period is overstated to that extent. Impact in this respect have not been ascertained by the management and recognised in these financial results;
 - b) Note No. 8(b) regarding non-recognition of Interest on loans and Inter Corporate Deposits taken by the company and thereby the profit for the period is overstated to the extent indicated in said note and non-determination of interest and other consequential adjustments/disclosures in absence of relevant terms and conditions in respect of certain advances being so claimed by customers as stated therein. Further, as stated in Note no. 8(a), penal/compound interest and other adjustments in respect of borrowings from lenders/banks/financial institution have not been recognised and amount payable to lenders as recognised in this respect are subject to confirmation from respective parties and consequential reconciliation. Pending final determination of amount with respect to these, adjustments and impacts arising therefrom have not been ascertained and as such cannot be commented upon by us;
 - c) Note no. 8(d) regarding non-determination/ recognition of amount payable in respect of claims pursuant to the undertaking executed between the company and the lenders to certain group companies as dealt with in the said note and Note no. 8(c) regarding company's obligation in respect of the settlement arrived at with a corporate lender. Pending determination of the company's obligations and finalization of terms and conditions following the settlements arrived at with the parties, adjustments to be made in the financial results of the company are currently not ascertainable and as such cannot be commented upon by us;



- d) Note no 9 regarding non reconciliation/disclosure of certain debit and credit balances with individual details and confirmations etc. including borrowings and interest thereupon dealt with in Note no. 8. Adjustments/ Impacts with respect to these are currently not ascertainable and as such cannot be commented upon by us; and
- e) As stated in Note no. 7, the predecessor auditor pertaining to financial year ended March 31, 2019 in respect of loans included under paragraph (a) above have reported that it includes amounts given to group companies whereby applicability of Section 185 of the Companies Act, 2013 could not be ascertained and commented upon by them. They were not able to ascertain if the aforesaid promoter companies could, in substance, be deemed to be related parties to the Company in accordance with paragraph 10 of Ind AS-24 "Related Party Disclosures". Further certain ICDs as reported were in nature of book entries and/or are prejudicial to the interest of the company. Moreover, in case of advance to a body corporate as stated in Note no. 3(b) which had been fully provided, appropriate audit evidences were not made available to them. These amounts are outstanding as on this date and included in loans and advances dealt with in Note no. 5 and status thereof have remained unchanged and uncertainty and related concerns including utilisation thereof and being prejudicial to the interest of the company are valid for periods subsequent to March 31, 2019 including current period also. The matter as reported is under examination and pending before regulatory authorities. Pending final outcome of the matter under examination we are unable to ascertain the impact of non-compliances and comment on the same.
5. Based on our review conducted as above, we report that because of the significance of the matters stated in Para 4 above including those relating to Inter-Corporate Deposits which as stated in Para 4(a) which have been considered doubtful of recovery, together with the consequential impact of these matters on the unaudited standalone financial results for the period which are expected to be material, we have come to the conclusion that the Statement read with notes thereon have not been prepared fairly in all material respect in accordance with aforesaid Indian Accounting Standards and other recognised accounting practices and policies generally accepted in India and has not disclosed fairly the information required to be disclosed in terms of the Listing Regulations, 2015, including the manner in which it is to be disclosed.
6. Attention is drawn to Note no. 6 of the financial results dealing with going concern assumption for preparation of the financial results of the Company. The Company's current liabilities exceeded its current assets. The matters forming part of and dealt with under Para 4 above may have significant impact on the net worth of the company. Loans given to promoter group and certain other entities in earlier years have mostly remained unpaid. This has resulted in insufficiency of company's resources for meeting its obligations. Amount borrowed and interest thereupon could not be repaid as stipulated and other obligations could not be met as well due to insufficiency of resources. The validity period of offer given to the lenders for One time Settlement (OTS) has expired on September 30, 2023 and the matter along with the proposal as submitted and other possible alternatives as stated by the management in Note no. 6 are currently under consideration of the lenders. Under the circumstances, prevailing situation and conditions indicate the existence of a material uncertainty about the Company's ability to continue as a going concern. However, the financial results of the Company due to the reasons stated in the said Note has been prepared by management on going concern basis, based on the management's assessment of the expected successful outcome with respect to arriving at resolution proposal/ settlement with lenders and consequential restructuring/settlement of borrowings and interest thereon as per Note no. 6 so that to ensure additional resources including by way of asset monetization, promoter's contribution etc. for making repayment to the lenders. The ability to continue as a going concern is dependent upon arriving at and implementing the resolution as expected as on this date and/or timely implementation thereof. In the event of the management's expectation and estimation therein, not turning out to be feasible in future, validity of assumption for going concern and possible impact thereof including on carrying value of tangible and intangible assets even though expected to be material, as such presently cannot be commented upon by us. Our conclusion is not modified in respect of this matter.

Place: Kolkata
Date: November 14, 2023



For Lodha & Co,
Chartered Accountants
Firm's ICAI Registration No. 301051E

R. P. Singh

R. P. Singh
Partner

Membership No. 052438
UDIN: 23052438BGXSEU6421

McLEOD RUSSEL INDIA LIMITED

Registered Office: Four Mangoe Lane, Kolkata - 700001

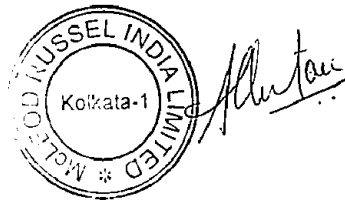
Web : www.mcleodrussel.com, Email id : administrator@mcleodrussel.com, Phone no.: 033-2210-1221, Fax no.: 033-2248-3683

CIN: L51109WB1998PLC087076

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2023

(Rs. in Lakhs except for EPS)

Particulars	Quarter ended			Six Months ended		Year ended
	September 30, 2023	June 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	March 31, 2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Revenue from Operations	32,448	15,279	36,104	47,727	52,392	1,09,670
2 Other Income	58	93	117	151	612	1,366
Total Income (1+2)	32,506	15,372	36,221	47,878	53,004	1,11,036
3 Expenses						
a) Cost of Materials Consumed	548	(27)	2,546	521	2,919	3,766
b) Changes in Inventories of Finished Goods	(11,035)	(8,486)	(17,213)	(19,521)	(27,723)	(13)
c) Employee Benefits Expense	20,464	16,801	19,073	37,265	37,351	66,229
d) Finance Costs	4,339	4,891	4,087	9,230	7,807	18,392
e) Depreciation and Amortisation Expenses	1,300	1,300	1,312	2,600	2,655	5,255
f) Other Expenses	10,526	6,800	11,007	17,326	18,465	33,486
Total Expenses	26,142	21,279	20,812	47,421	41,474	1,27,115
4 Profit/(Loss) before exceptional items and Tax (1+2-3)	6,364	(5,907)	15,409	457	11,530	(16,079)
5 Exceptional Item	-	-	-	-	-	(93,342)
6 Profit/(Loss) before Tax (4+5)	6,364	(5,907)	15,409	457	11,530	(1,09,421)
7 Tax Expense						
a) Current Tax	1,452	-	1,149	1,452	1,149	-
b) Income Tax relating to earlier years	-	3	-	3	-	3
c) Deferred Tax	(1,562)	278	1,028	(1,284)	292	(4,482)
Total Tax Expense	(110)	281	2,177	171	1,441	(4,479)
8 Profit/(Loss) for the period (6-7)	6,474	(6,188)	13,232	286	10,089	(1,04,942)
9 Other Comprehensive Income						
i) Items that will not be reclassified to profit or loss						
a) Remeasurements of post-employment defined benefit plans	(566)	(566)	(656)	(1,132)	(953)	(2,264)
b) Change in Fair Value of Equity Instruments through other comprehensive income	929	886	(251)	1,815	(481)	(976)
ii) Income Tax relating to items that will not be reclassified to profit or loss	181	181	210	362	305	724
Total Other Comprehensive Income	544	501	(697)	1,045	(1,129)	(2,516)
10 Total Comprehensive Income for the period (comprising of profit and loss and other comprehensive income for the period) (8+9)	7,018	(5,687)	12,535	1,331	8,960	(1,07,458)
11 Earnings per Equity Share (EPS) (Rs.) (not annualised) Basic and Diluted	6.20	(5.92)	12.67	0.27	9.66	(100.47)
12 Paid-up Equity Share Capital : Face Value : Rs. 5/- per share	5,223	5,223	5,223	5,223	5,223	5,223
13 Other Equity excluding Revaluation Reserve	-	-	-	-	-	9,433



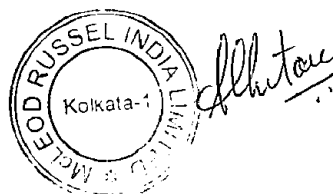
MCLEOD RUSSEL INDIA LIMITED

Annexure I

STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2023

(Rs. In Lakhs)

Particulars	As at	
	September 30, 2023	March 31, 2023
	(Unaudited)	(Audited)
ASSETS		
Non-Current Assets		
(a) Property, Plant and Equipment	92,912	95,370
(b) Capital Work-in-Progress	4,724	3,985
(c) Other Intangible Assets	315	441
(d) Investment in Subsidiary and Associate	15,967	15,967
(e) Financial Assets		
(i) Investments	7,029	5,214
(ii) Loans	1,85,011	1,85,076
(iii) Other Financial Assets	3,884	4,407
(f) Other Non-current Assets	2,579	2,693
Total Non-Current Assets	3,12,421	3,13,153
Current Assets		
(a) Inventories	25,752	7,524
(b) Biological Assets other than Bearer Plants	832	245
(c) Financial Assets		
(i) Trade Receivables	5,361	2,776
(ii) Cash and Cash Equivalents	530	1,152
(iii) Bank balances other than (ii) above	426	61
(iv) Loans	153	37
(v) Other Financial Assets	1,322	1,385
(d) Current Tax Assets (Net)	824	889
(e) Other Current Assets	2,942	5,252
Total Current Assets	38,142	19,321
TOTAL ASSETS	3,50,563	3,32,474
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share Capital	5,223	5,223
(b) Other Equity	36,995	35,664
Total Equity	42,218	40,887
Liabilities		
Non-current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	-	-
(ii) Lease Liabilities	9	9
(b) Provisions		
(i) Employee Benefit Obligations	6,593	6,593
(c) Deferred Tax Liabilities (Net)	1,875	3,521
(d) Other Non-current Liabilities	407	423
Total Non-Current Liabilities	8,884	10,546
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	1,76,075	1,78,853
(ii) Lease Liabilities	11	11
(iii) Trade Payables		
Total outstanding dues of Micro and Small Enterprises	307	416
Total outstanding dues of creditors other than Micro and Small Enterprises	9,864	8,138
(iv) Other Financial Liabilities	78,665	67,358
(b) Other Current Liabilities	18,560	15,299
(c) Provisions		
(i) Employee Benefit Obligations	9,182	7,266
(ii) Other Provisions	2,612	2,269
(d) Current Tax Liabilities (Net)	4,185	1,431
Total Current Liabilities	2,99,461	2,81,041
TOTAL LIABILITIES	3,08,345	2,91,587
TOTAL EQUITY AND LIABILITIES	3,50,563	3,32,474



McLEOD RUSSEL INDIA LIMITED
STATEMENT OF CASH FLOW FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2023

Annexure II

(Rs. In Lakhs)

Particulars	For the Six Months ended September 30, 2023		For the Six Months ended September 30, 2022	
A. Cash Flow from operating activities				
Net Profit/(Loss) Before Tax		457		11,530
Adjustments to reconcile profit/(loss) for the period to net cash generated from operating activities:-				
Finance Cost	9,230		7,807	
Depreciation and Amortisation Expense	2,600		2,655	
Deferred Income	(16)		(16)	
Interest Income on fixed deposits with banks, Security Deposits, refund of Income tax etc.	(40)		(10)	
Provision/ Liabilities no longer required written back	-		(532)	
Profit on Compulsory acquisition of Land by Government	-		(274)	
Changes in fair value of Biological Assets	(587)		(143)	
Sundry and other balances written off	8		2	
Net Unrealised (Gain)/Loss on Foreign Currency Translation	2	11,197	-	9,489
Operating Profit before Working Capital changes		11,654		21,019
Adjustments for :				
(Increase) / Decrease in Loans, Other Financial Assets	247		982	
(Increase) / Decrease in Trade Receivables	(1,198)		104	
(Increase) / Decrease in Inventories	(18,228)		(25,918)	
Increase / (Decrease) in Other non-financial Liabilities and provisions	2,918		4,333	
(Increase) / Decrease in Other current and Non-Financial Assets	1,635		776	
Increase / (Decrease) in Trade Payables and other financial Liabilities	5,094	(9,532)	4,577	(15,146)
Cash Generated/(Used) from Operations		2,122		5,873
Income taxes (Paid)/ Refund (Net)		1,365		(678)
Net cash generated/(used) from Operating Activities (A)		3,487		5,195
B. Cash Flow from Investing Activities				
Payment against Property, Plant and Equipment and movement in capital work in progress	(755)		(788)	
Proceeds against disposal of Property, Plant and Equipment	16		287	
Receipt/(Payments) against Sale of Specified Assets of Tea Estates	111		427	
Interest Received	139		-	
(Increase) / Decrease in Bank balances other than Cash and Cash equivalent	(291)		(34)	
(Increase) / Decrease in Inter-Corporate Deposits	-	(780)	-	(108)
Net cash generated from/(used) in Investing Activities (B)		(780)		(108)
C. Cash Flow from Financing Activities				
Short Term Borrowings-Receipts/(Repayments)[Net]	(2,819)		(5,049)	
Interest Paid	(510)		(409)	
Payment against Lease Liability	-	(3,329)	(177)	(5,635)
Net Cash generated from/(used) in Financing Activities (C)		(3,329)		(5,635)
Net Increase/(Decrease) in Cash and Cash Equivalents(A+B+C)		(622)		(548)
Opening Cash and Cash Equivalents		1,152		1,834
Closing Cash and Cash Equivalents		530		1,286

Notes

1 The above Cash Flow Statement has been prepared under the " Indirect Method " as set out in the Indian Accounting Standard (Ind AS) 7 on Statement of Cash Flows.

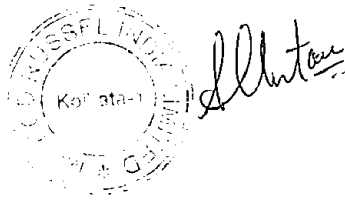


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Notes to Unaudited Standalone Financial Results for the Quarter and six months ended September 30, 2023

1. The above Unaudited Standalone financial result for the quarter and six months ended September 30, 2023 include Statement of Assets and Liabilities as at September 30, 2023 (Enclosed as "Annexure I") and statement of Cash Flow for the six months ended September 30, 2023 (Enclosed as "Annexure II") (hereinafter referred to as "Financial Results") have been prepared in accordance with the Indian Accounting Standards ("Ind AS") - 34 "Interim Financial Reporting" as prescribed under section 133 of Companies Act, 2013 and compiled keeping in view the provision of Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended). These financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on November 14, 2023 and have been subjected to Limited Review by the Statutory Auditors.
2. (a) Cost of materials consumed represents green leaf purchased from external sources.

(b) The Company is primarily engaged in the business of cultivation, manufacture and sale of tea across various geographical locations. In term of Ind AS 108 "Operating Segment", the Company has one business segment i.e. Manufacturing and Selling of Tea.
3. Exceptional Items for the year ended March 31, 2023 include:
 - a) Provision of Rs. 91,942 lakhs made against loans and Inter-Corporate Deposits (ICDs) including interest thereon given to Promoter group and certain other entities as stated in Note no. 5.
 - b) Provision of Rs. 1,400 lakhs made against advance to a body corporate given in earlier years and lying outstanding for a considerable period of time, recoverability whereof in absence of required details and confirmations etc., being considered remote, had been provided for.
4. Remuneration to the extent of Rs. 131 Lakhs has been paid to the Managing Director for the period from May 17, 2023 to September 30, 2023 as decided by the Shareholder vide their special resolution vide postal ballot notice dated July 14, 2023. The company prior to the postal ballot notice as required in terms of Schedule V of the Companies Act, 2013 has made Application to the banks and public financial institution for their approval and the same is awaited as on this date. Accordingly, the said amount being paid and held in trust have been recognised as advances under "Loans", pending the aforesaid approval.
5. In respect of Inter-Corporate Deposits (ICDs) given to Promoter group and certain other entities ('borrowing companies'), the amount outstanding aggregates to Rs. 2,76,109 Lakhs as at September 30, 2023 (March 31, 2023: Rs. 2,76,174 Lakhs). Further, interest of Rs.9,941 lakhs on these amounts were accrued upto March 31, 2019 are also outstanding as on this date. Interest on such ICDs considering the waiver sought by borrower companies and uncertainties involved with respect to recovery and determination of amount thereof, have not been accrued since April 01, 2019. These borrowing companies which in turn advanced the amount so taken by them to Promoter Group and other entities including one of the promoter group company which is under Corporate Insolvency and Resolution Process ('CIRP') as per the Insolvency and Bankruptcy Code, 2016 (IBC) are in the process of recovering the amounts so advanced by them. The claims made by these borrowing companies pursuant to CIRP have not been fully acknowledged and amount as admitted by Resolution Professional ('RP') are stated to be substantially lower than those being claimed by these companies. Whilst Resolution Plan submitted by one of the applicant has been approved by the Committee of



Creditors, the same is pending approval of Hon'ble NCLT and thereby, CIRP proceeding is yet to be concluded and amount finally recoverable pursuant to the same is yet to be determined and confirmed. Provision of Rs. 1,01,039 lakhs (including Rs. 91,942 lakhs shown as exceptional items under Note no. 3(a) above) on lumpsum basis without prejudice to company's legal right to recover the amounts given by it has been carried forward during the period. This includes Rs. 9,941 lakhs against interest accrued upto March 31, 2019 which were fully provided for in the earlier years. The outstanding dues, net of provision thereagainst, as mentioned above, shall be recovered/adjusted and/or restructured depending upon the outcome of the proceedings pursuant to CIRP of the said company and amount recoverable in this respect otherwise including out of the other assets held by the borrowing companies and/or on completion of the resolution process of the company. Impacts if any will be given effect to on determination of the amount in this respect and no further provision/adjustment at this stage has been considered necessary.

6. The Company's financial position irrespective of its operational performance is continued to be under stress. The Inter-Corporate Deposits (ICDs) given to various Promoter group and certain other entities in earlier years along with interest to the extent accrued earlier are lying substantially outstanding. The ICDs given by the company were in turn advanced by the borrowing companies to Promoter Group and other entities including one of the promoter group company which is under CIRP as on this date. Considering the possibilities of recovery etc., Rs. 1,01,039 lakhs as stated in Note no. 5 were provided in the earlier period against the amount outstanding in respect of the ICDs given by the company. Non-recovery of such ICDs have caused financial constraints resulting in hardship in servicing of the short term and long-term debts and meeting other liabilities. Even though certain repayments have been made to lenders against borrowings apart from by invocation of securities etc. by them through cut-back against tea sale proceeds, this has resulted in insufficiency of fund for making payment towards Employees related obligations, statutory and other liabilities causing accumulation of unpaid amounts to a significant extent at the end of the period.

The Resolution process of the company in terms of circular dated June 07, 2019 issued by the Reserve Bank of India was initiated in earlier years. Inter-Creditor Agreement (ICA) for arriving at and implementing the resolution plan was signed by all the lenders (bankers). Moreover, the forensic audit for utilisation of funds borrowed in the past conducted on behest of lenders, Techno Economic Viability (TEV), Valuation of tea estates and other assets and credit rating for draft Resolution Plan prepared by SBI Capital Markets Limited, one of the leading investment banker were completed. Meanwhile, certain lender banks had filed petitions under Insolvency and Bankruptcy Code, 2016 (IBC) with Hon'ble National Company Law Tribunal, Kolkata (NCLT). Pending these, the company on the request of the lenders has made an one-time settlement offer ('OTS') to the lenders to make payment of Rs. 1,03,000 lakhs ('OTS amount') in settlement of their entire outstanding amount of loan including interest thereon. The OTS amount as proposed is to be funded from asset monetisation, promoters contribution and special situation fund and an understanding with an another company for selling certain identified tea estates on an exclusivity terms have been entered into as specified in the OTS. Even though majority of the lenders have agreed to OTS terms, in absence of consensus of certain lenders, the validity period of OTS has expired on September 30, 2023. The matter and the proposal submitted as above along with other possible alternatives are currently under discussion with and consideration of the lenders. The lenders have initiated the re-validation of valuation of company so that to arrive at the current valuation which considering the current market trends and condition is expected to be substantially lower than earlier such valuation considered for the purpose of OTS.



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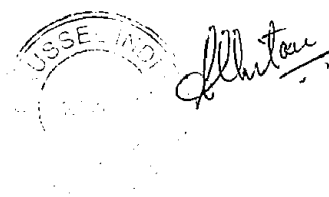
The management is confident to arrive at suitable settlement/ resolution as acceptable to the lenders of the company and with their support in restructuring/ settlement of their debt and resultant rationalisation of cost of borrowing and other costs, additional fund in the system or otherwise and other ameliorative measures taken and/or proposed to be taken, the company will be able to generate sufficient cashflow to meet its obligations and strengthen its financial position over a period of time. Considering the measures dealt herein above being under active consideration and management's commitment for arriving at and implementing the resolution as agreed upon by the lenders, these financial results have been prepared on going concern basis.

7. The predecessor auditors' had issued an adverse opinion on the audited financial statement for the year ended March 31, 2019. Inter-Corporate Deposits to companies as dealt herein above in Note no. 5 include amounts reported upon by predecessor auditor being in the nature of book entries. This includes amounts given to group companies whereby applicability of Section 185 of the Companies Act, 2013 and related non-compliances, if any could not be ascertained and commented upon by them. Loan of Rs. 1,85,011 Lakhs (net of provision) given to various parties as given in Note no. 5 above are outstanding as on September 30, 2023. The issues raised including utilisation of amount of these loans etc. are also being examined by relevant authorities. Replies to the queries sought and information and details required by the authorities have been provided and final outcome and/or directions if any are awaited as on this date.

8. (a) Pending completion of resolution process as dealt with in Note no. 6 above and consequential adjustment in this respect, Interest on borrowings from banks and financial institutions have been continued to be provided on simple interest basis based on the rates specified in term sheet or otherwise stipulated/advised from time to time and penal/compound interest if any has not been considered. Further, amount repaid to lenders and/or recovered by them including by invoking securities and cut back payments from the sale proceeds of the tea etc., have been adjusted against principal amount outstanding. The amount payable to the lenders in respect of outstanding amounts including interest thereagainst is subject to confirmation and determination and consequential reconciliation thereof in terms of the resolution to be arrived at with the lenders as on this date.

(b) Further, Interest of Rs. 10,495 Lakhs (including Rs. 1,309 Lakhs for the period) on Inter Corporate Deposits/ Short-Term Borrowings (Rs. 21,579 lakhs outstanding as on September 30, 2023) taken by the company has not been recognised. Interest in this respect in line with (a) above have been determined on simple basis at stipulated rate or otherwise advised from time to time. This however does not include interest if any on outstanding advances of Rs. 5,000 lakhs from customers, pending recognition as Inter Corporate Deposits and finalisation of terms and conditions thereof. Further, Interest including compound/ penal interest if any payable with respect to these are currently not determinable and as such the amount in this respect have not been disclosed and included in the above amount.

(c) In terms of the settlement arrived at for repayment of dues of Rs. 10,000 lakhs of a corporate lender in earlier period by another party on behalf of the company, Rs. 2,000 lakhs so far paid over and above the principal amount in terms of the settlement had been charged out as finance cost during the year ended March 31, 2023. Pending discharge of balance obligations and finalisation of related terms and conditions, further adjustments required if any in this respect are presently not ascertainable.



(d) The company had given undertaking to IL&FS Infrastructure Debt Fund ('ILFS-IDF') and Aditya Birla Finance Limited ('ABFL') in connection with borrowings and other facilities availed by the group entities. Pursuant to the agreements entered with ILFS-IDF and ABFL, the claim made by them have been settled for Rs. 4,967 lakhs and Rs. 3,200 lakhs respectively by Dufflaghur Investment Limited ('Dufflaghur'). The company's obligations in this respect and related terms and condition thereof and consequential impact if any in this respect have presently not been determined and therefore has not been given effect to in these financial results.

(e) Adjustments, if any required with respect to (a) to (d) above will be recognised on determination thereof and will then be given effect to in the financial results of subsequent periods.

9. Certain debit and credit balances including borrowings and interest thereupon dealt with in Note no. 8, clearing accounts (other than inter-unit balances), trade and other payables, advances from customers, loans and advances (other than as dealt with in Note no. 5 above), other current assets and certain other liabilities are subject to reconciliation with individual details and balances and confirmation thereof. Adjustments/ Impact in this respect are currently not ascertainable.
10. Subsequent to the balance sheet date, Borelli Tea Holdings Limited ('BTHL'), a wholly subsidiary of the company has entered into a capital contribution agreement with TLK Agriculture Joint Stock Company ('TLK'), taking Phu Ben Tea Company Limited ('PBTCL') (a Step Down subsidiary of the company) as a party to the said agreement whereby BTHL will sell 100% of Capital Contribution in PBTCL to TLK at a consideration of USD 2,15,00,00 (Equivalent to Rs. 1,786 lakhs as on September 30, 2023). Considering the losses incurred in earlier year by PBTCL resulting in erosion of it's net worth, an exercise to assess the impairment in respect of Investment in BTHL had been undertaken by the management as on March 31, 2023 and no further adjustment in carrying value of investments in BTHL has now been considered necessary.
11. The observations concerning Auditors' Conclusion/ Opinion on the standalone financial statements for earlier period have been dealt with in Note no. 5 to 9 above. The unresolved matters primarily relate to and are expected to be resolved on the outcome of the resolution as per Note no. 6 above and will then suitably be addressed in the subsequent periods.
12. Previous periods' figures have been regrouped/re-arranged wherever applicable to make them comparable with those of the current periods' presentation.

For McLeod Russel India Limited



(Aditya Khaitan)
Managing Director
(DIN No: 00023788)



Place: Kolkata
Dated: November 14, 2023



Independent Auditors' Review Report**The Board of Directors****McLeod Russel India Limited**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of McLeod Russel India Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the Quarter and six months ended September 30, 2023 ("the Statement" or "consolidated financial results"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations 2015"), which has been initialled by us for identification purposes.
2. This Statement which is the responsibility of the Parent's Management has been prepared in accordance with the recognition and measurement principles laid down in the 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 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 Engagements (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 Statement is free of material misstatement. 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. 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. Necessary reports and informations from Subsidiaries Independent Auditors' is awaited as on this date and as such we are unable to assess the work and procedures followed by them for carrying out review of the consolidated financial statement of the subsidiary including step down subsidiaries and comment on the work of said auditor. Other than this, we have performed the procedures for review in accordance with the circular issued by the Securities and Exchange Board of India under Regulation 33 (8) of the Listing Regulations 2015, to the extent applicable.
5. The Statement includes the results of the following Subsidiaries (including step down subsidiaries):
 - a) Borelli Tea Holdings Limited
 - b) McLeod Russel Uganda Limited
 - c) Phu Ben Tea Company Limited
 - d) McLeod Russel Africa Limited
 - e) McLeod Russel Middle East DMCC
6. Attention is drawn to the following Notes of the Statement which are subject matter of adverse conclusion as given in Para 7 below:
 - a) Note no. 5 dealing with Inter Corporate Deposits (ICD) aggregating to Rs. 2,86,050 lakhs (including interest accrued till March 31, 2019) as on September 30, 2023 given to Promoter Group and certain other entities by the parent which are doubtful of recovery and considering recoverability etc. are prejudicial to the interest of the parent. Provision of Rs. 1,01,039 lakhs had been made there against in earlier period. In absence of provision against the remaining amount, the loss for the period is understated to that extent. Impact in this respect have not been ascertained by the management and recognised in these consolidated financial results;



- b) Note No. 8(b) regarding non-recognition of Interest on loans and Inter Corporate Deposits taken by the parent and thereby the loss for the period is understated to the extent indicated in said note and non-determination of interest and other consequential adjustments/disclosures in absence of relevant terms and conditions in respect of certain advances being so claimed by customers as stated therein. Further, as stated in Note no. 8(a), penal/compound interest and other adjustments in respect of borrowings from lenders/banks/financial institution have not been recognised and amount payable to lenders as recognised in this respect are subject to confirmation from respective parties and consequential reconciliation. Pending final determination of amount with respect to these, adjustments and impacts arising therefrom have not been ascertained and as such cannot be commented upon by us;
- c) Note no. 8(d) regarding non-determination/ recognition of amount payable in respect of claims pursuant to the undertaking executed between the parent and the lenders to certain group companies as dealt with in the said note and Note no. 8(c) regarding parent's obligation in respect of the settlement arrived at with a corporate lender. Pending determination of the parent's obligations and finalisation of terms and conditions following the settlements arrived at with the parties, adjustments to be made in the consolidated financial statements of the parent are currently not ascertainable and as such cannot be commented upon by us;
- d) Note no 9 regarding non reconciliation/disclosure of certain debit and credit balances by the parent with individual details and confirmations etc. including borrowings and interest thereupon dealt with in Note no. 8. Adjustments/ Impacts with respect to these are currently not ascertainable and as such cannot be commented upon by us; and
- e) As stated in Note no. 7, the predecessor auditor pertaining to financial year ended March 31, 2019 in respect of loans included under paragraph (a) above have reported that it includes amounts given to group companies whereby applicability of Section 185 of the Companies Act, 2013 could not be ascertained and commented upon by them. They were not able to ascertain if the aforesaid promoter companies could, in substance, be deemed to be related parties to the Parent in accordance with paragraph 10 of Ind AS-24 "Related Party Disclosures". Further certain ICDs as reported were in nature of book entries and/or are prejudicial to the interest of the parent. Moreover, in case of advance to a body corporate as stated in Note no. 3(b) which had been fully provided, appropriate audit evidences were not made available to them. These amounts are outstanding as on this date and included in loans and advances dealt with in Note no. 5 and status thereof have remained unchanged and uncertainty and related concerns including utilisation thereof and being prejudicial to the interest of the parent are valid for periods subsequent to March 31, 2019 including current period also. The matter as reported is under examination and pending before regulatory authorities. Pending final outcome of the matter under examination we are unable to ascertain the impact of non-compliances and comment on the same.
7. Based on our review conducted as above, we report that because of the significance of the matters stated in Para 6 above including those relating to Inter-Corporate Deposits which as stated in Para 6(a) have been considered doubtful of recovery, together with the consequential impact of these matters on the unaudited consolidated financial results for the period which are expected to be material, we have come to the conclusion that the Statement read with notes thereon have not been prepared fairly in all material respect in accordance with aforesaid Indian Accounting Standards and other recognised accounting practices and policies generally accepted in India and has not disclosed fairly the information required to be disclosed in terms of the Listing Regulations, 2015, including the manner in which it is to be disclosed.



8. Attention is drawn to Note no. 6 of the consolidated financial results dealing with going concern assumption for preparation of the financial results of the parent. The Parent's current liabilities exceeded its current assets. The matters forming part of and dealt with under Para 6 above may have significant impact on the net worth of the parent. Loans given to promoter group and certain other entities in earlier years have mostly remained unpaid. This has resulted in insufficiency of parent's resources for meeting its obligations. Amount borrowed and interest thereupon could not be repaid as stipulated and other obligations could not be met as well due to insufficiency of resources. The validity period of offer given to the lenders by the Parent for One time Settlement (OTS) has expired on September 30, 2023 and the matter along with the proposal as submitted and other possible alternatives as stated by the management in Note no. 6 are currently under consideration of the lenders. Under the circumstances, prevailing situation and conditions indicate the existence of a material uncertainty about the parent's ability to continue as a going concern. However, the consolidated financial results of the Group due to the reasons stated in the said Note has been prepared by management on going concern basis, based on the management's assessment of the expected successful outcome with respect to arriving at resolution proposal/ settlement with lenders and consequential restructuring/settlement of borrowings and interest thereon as per Note no. 6 so that to ensure additional resources including by way of asset monetization, promoter's contribution etc., for making repayment to the lenders. The ability to continue as a going concern is dependent upon arriving at and implementing the resolution as expected as on this date and/or timely implementation thereof. In the event of the management's expectation and estimation therein, not turning out to be feasible in future, validity of assumption for going concern and possible impact thereof including on carrying value of tangible and intangible assets even though expected to be material, as such presently cannot be commented upon by us.
9. We did not review the unaudited consolidated financial results and other financial information in respect of five subsidiaries (including four stepdown subsidiaries) whose interim consolidated unaudited financial statements reflects total assets of Rs. 40,307 lakhs as at September 30, 2023, total income of Rs. 11,914 lakhs (including Rs. 4,338 lakhs for the quarter), Net loss after tax of Rs. 1,336 lakhs (including Rs. 259 Lakhs for the quarter), total comprehensive income of (Rs. 1,336 lakhs) (including Rs. 259 lakhs for the quarter) and Net Cash Outflow of Rs. 190 lakhs for the six months ended September 30, 2023 as considered in the unaudited consolidated financial results. These consolidated interim financial statements have been reviewed by the auditor of Borelli Tea Holdings Limited (Step one subsidiary) whose report have been 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 is based solely on the reports of the other auditors.
10. Our conclusion on the Statement is not modified in respect of the matters stated in Para (8) and (9) above.

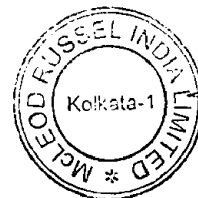
For Lodha & Co,
Chartered Accountants
Firm's ICAI Registration No. 301051E

Place: Kolkata
Date: November 14, 2023



R. P. Singh
R. P. Singh
Partner
Membership No. 052438
UDIN: 23052438BGXSEV5892

MCLEOD RUSSEL INDIA LIMITED Registered Office: Four Mangoe Lane, Kolkata - 700001 Web : www.mcleodrussel.com, Email id : administrator@mcleodrussel.com, Phone no: 033-2210-1221, Fax no.: 033-2248-3683 CIN: L51109WB1998PLC087076 STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2023 (Rs. in Lakhs except for EPS)						
Particulars	Quarter ended			Six Months ended		Year ended
	September 30, 2023	June 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	March 31, 2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Revenue from Operations	36,588	22,644	42,506	59,232	65,494	1,36,957
2 Other Income	206	262	165	468	822	1,704
Total Income (1 + 2)	36,794	22,906	42,671	59,700	66,316	1,38,661
3 Expenses						
a) Cost of Materials Consumed	1,644	913	3,533	2,557	4,674	7,618
b) Purchase of Tea	470	1,422	787	1,892	1,338	3,007
c) Changes in Inventories of Finished Goods	(12,718)	(6,860)	(17,433)	(19,578)	(25,750)	2,109
d) Employee Benefits Expense	22,004	18,231	20,461	40,235	39,969	72,229
e) Finance Costs	4,795	5,463	4,544	10,258	8,611	20,051
f) Depreciation and Amortisation Expenses	1,757	1,649	1,750	3,406	3,421	6,989
g) Other Expenses	12,892	9,392	13,496	22,284	23,035	42,657
Total Expenses	30,844	30,210	27,138	61,054	55,298	1,54,660
4 Profit/(Loss) before share of profit/(loss) of Associate, Exceptional Items and Tax (1+2-3)	5,950	(7,304)	15,533	(1,354)	11,018	(15,999)
5 Share of Profit/(Loss) of Associate	-	-	-	-	-	-
6 Profit/(Loss) before Exceptional Items and Tax(4+5)	5,950	(7,304)	15,533	(1,354)	11,018	(15,999)
7 Exceptional Items	-	-	-	-	-	(93,342)
8 Profit/(Loss) before Tax (6+7)	5,950	(7,304)	15,533	(1,354)	11,018	(1,09,341)
9 Tax Expense						
a) Current Tax	1,490	29	1,196	1,519	1,237	169
b) Income Tax relating to earlier years (net)	-	3	-	3	-	3
c) Deferred Tax	(1,655)	(71)	1,261	(1,726)	525	(3,863)
	(165)	(39)	2,457	(204)	1,762	(3,691)
10 Profit/(Loss) for the period (8-9)	6,115	(7,265)	13,076	(1,150)	9,256	(1,05,650)
11 Other Comprehensive Income						
A i) Items that will not be reclassified to profit or loss						
a) Remeasurements of post-employment defined benefit plans	(566)	(566)	(656)	(1,132)	(953)	(2,335)
b) Change in Fair Value of Equity Instruments through other comprehensive income	929	886	(251)	1,815	(481)	(976)
ii) Income Tax relating to Items that will not be reclassified to profit or loss	181	181	210	362	305	745
B i) Items that will be reclassified to profit or loss						
a) Exchange differences on translation of foreign operations	(155)	120	(283)	(35)	139	277
Total Other Comprehensive Income	389	621	(980)	1,010	(990)	(2,289)
12 Total Comprehensive Income for the period (comprising of profit and loss and other comprehensive income for the period) (10+11)	6,504	(6,644)	12,096	(140)	8,266	(1,07,939)
13 Profit/(Loss) for the period attributable to :						
Owners' of the Parent Company	6,115	(7,265)	13,076	(1,150)	9,256	(1,05,650)
Non-controlling interests	-	-	-	-	-	-
14 Other Comprehensive Income for the period attributable to :						
Owners' of the Parent Company	389	621	(980)	1,010	(990)	(2,289)
Non-controlling interests	-	-	-	-	-	-
15 Total Comprehensive Income for the period attributable to :						
Owners' of the Parent Company	6,504	(6,644)	12,096	(140)	8,266	(1,07,939)
Non-controlling interests	-	-	-	-	-	-
16 Earnings per Equity Share (EPS) (Rs.) (not annualised) Basic and Diluted	5.85	(6.96)	12.52	(1.10)	8.86	(101.14)
17 Paid-up Equity Share Capital : Face Value : Rs. 5/- per share	5,223	5,223	5,223	5,223	5,223	5,223
18 Other Equity excluding Revaluation Reserve						25,480



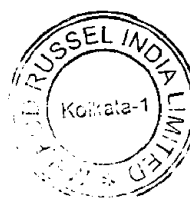
(Rs. In Lakhs)

Segment Information:						
Particulars	Quarter ended			Six Months ended		Year ended
	September 30, 2023	June 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	March 31, 2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Segment Revenue:						
India	32,448	15,238	36,104	47,686	52,349	1,09,537
Vietnam	214	113	782	327	1,384	2,748
Uganda	3,265	5,283	4,861	8,548	10,099	20,836
UK	48	168	44	216	305	244
Others	613	1,842	715	2,455	1,357	3,592
Total	36,588	22,644	42,506	59,232	65,494	1,36,957
Segment Result:						
India	6,364	(5,907)	15,089	457	11,026	(1,09,421)
Vietnam	(312)	(200)	(504)	(512)	(1,157)	(2,309)
Uganda	(123)	(1,375)	735	(1,498)	756	2,447
UK	(5)	121	157	116	277	(222)
Others	26	57	56	83	116	164
Profit/(Loss) before Share of Profit and Tax	5,950	(7,304)	15,533	(1,354)	11,018	(1,09,341)
Share of Profit of Associate	-	-	-	-	-	-
Profit/(Loss) before Taxation	5,950	(7,304)	15,533	(1,354)	11,018	(1,09,341)
Less Taxation :						
Current tax	1,490	29	1,196	1,519	1,237	169
Income tax relating to earlier years (net)	-	3	-	3	-	3
Deferred tax	(1,655)	(71)	1,261	(1,726)	525	(3,863)
	(165)	(39)	2,457	(204)	1,762	(3,691)
Profit/(Loss) after taxation	6,115	(7,265)	13,076	(1,150)	9,256	(1,05,650)
Depreciation and amortisation relating to segments:						
India	1,300	1,300	1,312	2,600	2,655	5,255
Vietnam	156	28	149	184	178	500
Uganda	285	306	274	591	559	1,176
UK	15	15	14	30	28	56
Others	1	-	1	1	1	2
Total	1,757	1,649	1,750	3,406	3,421	6,989
Segment Assets						
India	3,51,515	3,44,364	4,60,294	3,51,515	4,60,294	3,33,384
Vietnam	6,321	6,605	7,822	6,321	7,822	6,751
Uganda	28,482	27,776	28,126	28,482	28,126	28,460
UK	3,780	3,822	3,599	3,780	3,599	4,035
Others	1,626	1,550	1,480	1,626	1,480	1,343
Total	3,91,724	3,84,117	5,01,321	3,91,724	5,01,321	3,73,973
Segment Liabilities						
India	3,08,344	3,08,254	3,02,036	3,08,344	3,02,036	2,91,588
Vietnam	4,860	4,783	4,898	4,860	4,898	4,955
Uganda	20,843	20,029	20,492	20,843	20,492	19,977
UK	657	647	530	657	530	424
Others	226	114	226	226	226	95
Total	3,34,930	3,33,827	3,28,182	3,34,930	3,28,182	3,17,039



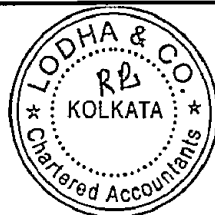
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McLEOD RUSSEL INDIA LIMITED		Annexure I	
CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2023			
(Rs. In Lakhs)			
Particulars	As at		
	September 30, 2023 (Unaudited)	March 31, 2023 (Audited)	
ASSETS			
Non-Current Assets			
(a) Property, Plant and Equipment	1,15,088	1,17,803	
(b) Capital Work-in-Progress	5,267	4,734	
(c) Goodwill on Consolidation	20,201	20,207	
(d) Other Intangible Assets	463	619	
(e) Investment in Associate	-	-	
(f) Financial Assets			
(i) Investments	7,029	5,214	
(ii) Loans	1,86,217	1,86,278	
(iii) Other Financial Assets	3,919	4,531	
(g) Other Non-current Assets	2,654	2,804	
Total Non-Current Assets	3,40,838	3,42,190	
Current Assets			
(a) Inventories	32,634	14,739	
(b) Biological Assets other than Bearer Plants	954	395	
(c) Financial Assets			
(i) Trade Receivables	6,413	3,987	
(ii) Cash and Cash Equivalents	956	1,391	
(iii) Bank balances other than (ii) above	449	83	
(iv) Loans	181	37	
(v) Other Financial Assets	2,147	2,070	
(d) Current Tax Assets (Net)	2,309	2,350	
(e) Other Current Assets	4,843	6,731	
Total Current Assets	50,886	31,783	
TOTAL ASSETS	3,91,724	3,73,973	
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	5,223	5,223	
(b) Other Equity	51,571	51,711	
Equity attributable to Owners' of the Parent	56,794	56,934	
Non-controlling interests	-	-	
Total Equity	56,794	56,934	
Liabilities			
Non-current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	7,350	7,200	
(ii) Lease Liabilities	260	263	
(b) Provisions			
(i) Employee Benefit Obligations	7,342	7,400	
(c) Deferred Tax Liabilities (Net)	3,612	5,693	
(d) Other Non-current Liabilities	407	423	
Total Non-Current Liabilities	18,971	20,979	
Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	1,86,219	1,88,564	
(ii) Lease Liabilities	41	76	
(iii) Trade Payables			
Total outstanding dues of Micro and Small Enterprises	307	416	
Total outstanding dues of creditors other than Micro and Small Enterprises	14,060	11,750	
(iv) Other Financial Liabilities	79,829	68,270	
(b) Other Current Liabilities	18,946	15,458	
(c) Provisions			
(i) Employee Benefit Obligations	9,188	7,272	
(ii) Other Provisions	2,612	2,269	
(d) Current Tax Liabilities (Net)	4,757	1,985	
Total- Current Liabilities	3,15,959	2,96,060	
TOTAL LIABILITIES	3,34,930	3,17,039	
TOTAL EQUITY AND LIABILITIES	3,91,724	3,73,973	



STATEMENT OF CONSOLIDATED CASH FLOW FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2023

Particulars	For the Six Months ended September 30, 2023		For the Six Months ended September 30, 2022	
A. Cash Flow from operating activities				
Net Profit/(Loss) Before Tax		(1,354)		11,018
Adjustments to reconcile profit/(loss) for the period to net cash generated from operating activities:-				
Finance Cost	10,258		8,611	
Depreciation and Amortisation Expense	3,406		3,421	
Deferred Income	(16)		(16)	
Interest Income on deposits with bank, security deposits and refund of interest on income tax etc.	(220)		(160)	
Provision/ Liabilities no longer required written back	-		(532)	
(Profit) / Loss on disposal of Property, Plant and Equipment	3		-	
Profit on Compulsory acquisition of Land by Government	-		(274)	
Changes in fair value of Biological Assets	(556)		(118)	
Sundry debtors and other balances written off	8		2	
Net Unrealised (Gain)/Loss on foreign currency translation	2		(34)	
Operating Profit before Working Capital changes		12,885		10,900
Adjustments for :		11,531		21,918
(Increase) / Decrease in Loans, Other Financial Assets	263		806	
(Increase) / Decrease in Trade Receivables	(908)		(644)	
(Increase) / Decrease in Inventories	(17,895)		(23,915)	
Increase / (Decrease) in Other non-financial Liabilities and provisions	2,954		4,590	
(Increase) / Decrease in Other Current and Non-Financial Assets	1,362		4,705	
Increase / (Decrease) in Trade Payables and other financial Liabilities	5,373		919	
Cash Generated/(Used) from operations		2,680		8,379
Income Taxes (Paid)/ Refund (Net)		1,292		(794)
Net Cash generated from/(Used) in Operating Activities (A)		3,972		7,585
B. Cash Flow from Investing Activities				
Payment against Property, Plant and Equipment and movement in Capital Work in Progress	(987)		(1,332)	
Proceeds against disposal of Property, Plant and Equipment	20		256	
Receipt/(Payments) against Sale of Specified Assets of Tea Estates	111		427	
Interest Received	220		160	
(Increase) / Decrease in Other bank balances	(291)		(52)	
(Increase) / Decrease in Inter-Corporate Deposits	-		-	
Net cash generated from/(used) in Investing Activities (B)		(927)		(541)
C. Cash Flow from Financing Activities				
Long Term Borrowings-Receipts/(Repayments)[Net]	(1,486)		(3,150)	
Short Term Borrowings-Receipts/(Repayments)[Net]	(643)		(2,989)	
Interest Paid	(1,313)		(1,418)	
Payment against Lease Liabilities	(38)		(153)	
Net cash generated from/(used) in Financing Activities (C)		(3,480)		(7,710)
Net Increase/(Decrease) in Cash and Cash Equivalents(A+B+C)		(435)		(666)
Unrealised (Loss)/Gain on foreign Currency Cash and Cash Equivalent		(0)		(5)
Opening Cash and Cash Equivalents		1,391		2,506
Closing Cash and Cash Equivalents		956		1,835
Notes				
1	The above Cash Flow Statement has been prepared under the " Indirect Method " as set out in the Indian Accounting Standard (Ind AS) 7 on Statement of Cash Flows.			



Notes to Unaudited Consolidated Financial Results for the Quarter and Six Months Ended September 30, 2023

1. (a) The above unaudited consolidated financial results of McLeod Russel India Limited ('the Parent') and its subsidiaries (together referred to as the 'Group') for the quarter and six months ended September 30, 2023 include Consolidated Statement of Assets and Liabilities as at September 30, 2023 (Enclosed as "Annexure I") and Consolidated statement of Cash Flow for the six months ended September 30, 2023 (Enclosed as "Annexure II") (hereinafter referred to as "Consolidated Financial Results") have been prepared in accordance with the Indian Accounting Standards ("Ind AS") - 34 "Interim Financial Reporting" as prescribed under section 133 of Companies Act, 2013 and compiled keeping in view the provision of Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended). These consolidated financial results have been reviewed by Audit Committee and approved by the Board of Directors on November 14, 2023. These have been subject to Limited Review by the Statutory Auditors.

(b) The consolidated financial results for the quarter and six months ended September 30, 2023 include the figures of the Parent together with its subsidiary, Borelli Tea Holding Limited (UK) (Step one subsidiary) and step-down subsidiaries i.e. Phuben Tea Company Limited (Vietnam), McLeod Russel Uganda Limited (Uganda), McLeod Russel Africa Limited (Kenya) and McLeod Russel Middle East DMCC (Dubai).
2. (a) Cost of materials consumed represents green leaf purchased from external sources.

(b) Segments have been identified in line with the Ind AS 108- Operating Segments, taking into account the different political and economic environment, risks and returns. The Group, being engaged in manufacture and selling of Tea, the operating segment have been considered on the basis of various geographical location and accordingly India, Vietnam, Uganda, UK and others have been considered to be reportable segment.
3. Exceptional Items for the year ended March 31, 2023 include:
 - a) Provision of Rs. 91,942 lakhs made against loans and Inter-Corporate Deposits (ICDs) including interest thereon given to Promoter group and certain other entities by the Parent as stated in Note no. 5.
 - b) Provision of Rs. 1,400 lakhs made against advance to a body corporate given in earlier years by the Parent and lying outstanding for a considerable period of time, recoverability whereof in absence of required details and confirmations etc., being considered remote, had been provided for.
4. Remuneration to the extent of Rs. 131 Lakhs has been paid to the Managing Director by the Parent for the period from May 17, 2023 to September 30, 2023 as decided by the Shareholder vide their special resolution vide postal ballot notice dated July 14, 2023. The parent prior to the postal ballot notice as required in terms of Schedule V of the Companies Act, 2013 has made Application to the banks and public financial institution for their approval and the same is awaited as on this date. Accordingly, the said amount being paid and held in trust have been recognised as advances under "Loans", pending the aforesaid approval.
5. In respect of Inter-Corporate Deposits (ICDs) given to Promoter group and certain other entities ('borrowing companies') by the parent, the amount outstanding aggregates to Rs. 2,76,109 Lakhs as at September 30, 2023 (March 31, 2023: Rs. 2,76,174 Lakhs). Further, interest of Rs.9,941 lakhs on these amounts were accrued upto March 31, 2019 are also outstanding as on this date. Interest on such ICDs considering the waiver sought by borrower companies and uncertainties involved with respect to recovery and determination of amount thereof, have not been accrued since April 01, 2019. These borrowing companies which in turn advanced the amount so taken by them to Promoter Group and other entities including one of the promoter group company which is under Corporate Insolvency and Resolution Process ('CIRP') as per the Insolvency and Bankruptcy Code, 2016 (IBC) are in the process of recovering the amounts so advanced by them. The claims made by these borrowing companies pursuant to CIRP have not been fully acknowledged and amount as admitted by Resolution Professional ('RP') are stated to be substantially lower than those being claimed by these companies. Whilst Resolution Plan submitted by one of the applicant has been approved by the Committee of Creditors, the same is pending approval of Hon'ble NCLT and thereby, CIRP proceeding is yet to be concluded and amount finally recoverable pursuant to the same is yet to be determined and confirmed. Provision of Rs.



1,01,039 lakhs (including Rs. 91,942 lakhs shown as exceptional items under Note no. 3(a) above) on lumpsum basis without prejudice to parent's legal right to recover the amounts given by it has been carried forward during the period. This includes Rs. 9,941 lakhs against interest accrued upto March 31, 2019 which were fully provided for in the earlier years. The outstanding dues, net of provision thereagainst, as mentioned above, shall be recovered/adjusted and/or restructured depending upon the outcome of the proceedings pursuant to CIRP of the said company and amount recoverable in this respect otherwise including out of the other assets held by the borrowing companies and/or on completion of the resolution process of the parent. Impacts if any will be given effect to on determination of the amount in this respect and no further provision/adjustment at this stage has been considered necessary.

6. The Parent's financial position irrespective of its operational performance is continued to be under stress. The Inter-Corporate Deposits (ICDs) given to various Promoter group and certain other entities in earlier years along with interest to the extent accrued earlier are lying substantially outstanding. The ICDs given by the parent were in turn advanced by the borrowing companies to Promoter Group and other entities including one of the promoter group company which is under CIRP as on this date. Considering the possibilities of recovery etc., Rs. 1,01,039 lakhs as stated in Note no. 5 were provided in the earlier period against the amount outstanding in respect of the ICDs given by the parent. Non-recovery of such ICDs have caused financial constraints resulting in hardship in servicing of the short term and long-term debts and meeting other liabilities. Even though certain repayments have been made to lenders against borrowings apart from by invocation of securities etc. by them through cut-back against tea sale proceeds, this has resulted in insufficiency of fund for making payment towards Employees related obligations, statutory and other liabilities causing accumulation of unpaid amounts to a significant extent at the end of the period.

The Resolution process of the parent in terms of circular dated June 07, 2019 issued by the Reserve Bank of India was initiated in earlier years. Inter-Creditor Agreement (ICA) for arriving at and implementing the resolution plan was signed by all the lenders (bankers). Moreover, the forensic audit for utilisation of funds borrowed in the past conducted on behest of lenders, Techno Economic Viability (TEV), Valuation of tea estates and other assets and credit rating for draft Resolution Plan prepared by SBI Capital Markets Limited, one of the leading investment banker were completed. Meanwhile certain lender banks had filed petitions under Insolvency and Bankruptcy Code, 2016 (IBC) with Hon'ble National Company Law Tribunal, Kolkata (NCLT). Pending these, the parent on the request of the lenders has made an one-time settlement offer ('OTS') to the lenders to make payment of Rs. 1,03,000 lakhs ('OTS amount') in settlement of their entire outstanding amount of loan including interest thereon. The OTS amount as proposed is to be funded from asset monetisation, promoters contribution and special situation fund and an understanding with an another company for selling certain identified tea estates on an exclusivity terms have been entered into as specified in the OTS. Even though majority of the lenders have agreed to OTS terms, in absence of consensus of certain lenders, the validity period of OTS has expired on September 30, 2023. The matter and the proposal submitted as above along with other possible alternatives are currently under discussion with and consideration of the lenders. The lenders have initiated the re-validation of valuation of parent so that to arrive at the current valuation which considering the current market trends and condition is expected to be substantially lower than earlier such valuation considered for the purpose of OTS.

The management is confident to arrive at suitable settlement/resolution as acceptable to the lenders of the parent and with their support in restructuring/ settlement of their debt and resultant rationalisation of cost of borrowing and other costs, additional fund in the system or otherwise and other ameliorative measures taken and/or proposed to be taken, the parent will be able to generate sufficient cashflow to meet its obligations and strengthen its financial position over a period of time. Considering the measures dealt herein above being under active consideration and management's commitment for arriving at and implementing the resolution as agreed upon by the lenders, these consolidated financial results have been prepared on going concern basis.



7. The predecessor auditors' had issued an adverse opinion on the audited consolidated financial statement for the year ended March 31, 2019. Inter-Corporate Deposits to companies as dealt herein above in Note no. 5 include amounts reported upon by predecessor auditor being in the nature of book entries. This includes amounts given to group companies whereby applicability of Section 185 of the Companies Act, 2013 and related non-compliances, if any could not be ascertained and commented upon by them. Loan of Rs. 1,85,011 Lakhs (net of provision) given to various parties as given in Note no. 5 above are outstanding as on September 30, 2023. The issues raised including utilisation of amount of these loans etc. are also being examined by relevant authorities. Replies to the queries sought and information and details required by the authorities have been provided and final outcome and/or directions if any are awaited as on this date.

8. (a) In case of parent, pending completion of resolution process as dealt with in Note no. 6 above and consequential adjustment in this respect, Interest on borrowings from banks and financial institutions have been continued to be provided on simple interest basis based on the rates specified in term sheet or otherwise stipulated/advised from time to time and penal/compound interest if any has not been considered. Further, amount repaid to lenders and/or recovered by them including by invoking securities and cut back payments from the sale proceeds of the tea etc., have been adjusted against principal amount outstanding. The amount payable to the lenders in respect of outstanding amounts including interest thereagainst is subject to confirmation and determination and consequential reconciliation thereof in terms of the resolution to be arrived at with the lenders as on this date.

(b) Further, Interest of Rs. 10,495 Lakhs (including Rs. 1,309 Lakhs for the period) on Inter Corporate Deposits/ Short-Term Borrowings (Rs. 21,579 lakhs outstanding as on September 30, 2023) taken by the parent has not been recognised. Interest in this respect in line with (a) above have been determined on simple basis at stipulated rate or otherwise advised from time to time. This however does not include interest if any on outstanding advances of Rs. 5,000 lakhs from customers, pending recognition as Inter Corporate Deposits and finalisation of terms and conditions thereof. Further, Interest including compound/ penal interest if any payable with respect to these are currently not determinable and as such the amount in this respect have not been disclosed and included in the above amount.

(c) In terms of the settlement arrived at for repayment of dues of Rs. 10,000 lakhs of a corporate lender in earlier period by another party on behalf of the parent, Rs. 2,000 lakhs so far paid over and above the principal amount in terms of the settlement had been charged out as finance cost during the year ended March 31, 2023. Pending discharge of balance obligations and finalisation of related terms and conditions, further adjustments required if any in this respect are presently not ascertainable.

(d) The parent had given undertaking to IL&FS Infrastructure Debt Fund ('ILFS-IDF') and Aditya Birla Finance Limited ('ABFL') in connection with borrowings and other facilities availed by the group entities. Pursuant to the agreements entered with ILFS-IDF and ABFL, the claim made by them have been settled for Rs. 4,967 lakhs and Rs. 3,200 lakhs respectively by Dufflaghur Investment Limited ('Dufflaghur'). The parent's obligations in this respect and related terms and condition thereof and consequential impact if any in this respect have presently not been determined and therefore has not been given effect to in these consolidated financial results.

(e) Adjustments, if any required with respect to (a) to (d) above will be recognised on determination thereof and will then be given effect to in the consolidated financial results of subsequent periods.



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9. In case of parent, certain debit and credit balances including borrowings and interest thereupon dealt with in Note no. 8, clearing accounts (other than inter-unit balances), trade and other payables, advances from customers, loans and advances (other than as dealt with in Note no. 5 above), other current assets and certain other liabilities are subject to reconciliation with individual details and balances and confirmation thereof. Adjustments/ Impact in this respect are currently not ascertainable.
10. The observations concerning Auditors' Conclusion/ Opinion on the consolidated financial statements for earlier period have been dealt with in Note no. 5 to 9 above. The unresolved matters primarily relate to and are expected to be resolved on the outcome of the resolution as per Note no. 6 above and will then suitably be addressed in the subsequent periods.
11. Subsequent to the balance sheet date, Borelli Tea Holdings Limited ('BTHL'), a wholly subsidiary of the Parent has entered into a capital contribution agreement with TLK Agriculture Joint Stock Company ('TLK'), taking Phu Ben Tea Company Limited ('PBTCL') (a Step Down subsidiary of the company) as a party to the said agreement whereby BTHL will sell 100% of Capital Contribution in PBTCL to TLK at a consideration of USD 2,15,00,00 (Equivalent to Rs. 1,786 lakhs as on September 30, 2023). Consequent to the above and subject to completion of the sale, PBTCL will cease to be the subsidiary of BTHL and part of the Group.
12. The carrying amount of Investment in one of the associate namely D1 Williamson Bio Fuel Limited is Nil as the entire value of such investments was provided for in earlier years on account of diminution in its value as a result of its negative Net Worth. In view of the above, no further accounting under equity method has been done in these consolidated financial results.
13. Previous periods' figures have been regrouped/re-arranged wherever applicable to make them comparable with those of the current periods' presentation.

Place: Kolkata
Dated: November 14, 2023



For McLeod Russel India Limited


(Aditya Khaitan)
Managing Director
(DIN No: 00023788)

