



McLEOD RUSSEL
Believe in tea

14th November 2022

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:-

- 1) Approved the Un-audited Financial Results (Standalone and Consolidated) of the Company for the quarter and half year ended on 30 September 2022 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.
- 2) Appointed Mr. Sanjay Ginodia (DIN: 07781746) as an Additional Director (Non-Executive Independent) on the Board of the Company for a term up to five consecutive years w.e.f. 14th November 2022, subject to approval of Members at the General Meeting/ Postal Ballot. The Brief profile of Mr. Sanjay Ginodia is attached and marked as Annexure -A.

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

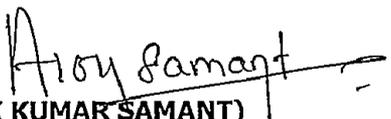
The Board Meeting commenced at 12:45 p.m. and concluded at 4:50 p.m.

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

Annexure A

Brief Profile of Director

MR. SANJAY GINODIA (DIN: 07781746)

SL. NO.	PARTICULARS	DISLCOSURES
1.	Reason for Change	Appointment
2.	Date of Appointment	Based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors of the Company at its meeting held earlier on the day i.e., 14 th November 2022 have appointed Mr. Sanjay Ginodia (DIN: 07781746) as an Additional Director (Non- Executive Independent) of the Company for a term up to five (5) consecutive years effective from November 14, 2022 subject to the approval of the members in the General Meeting/ Postal Ballot.
3.	Brief profile	<p>Mr. Sanjay Ginodia, aged about 53 years is B.A. LLB (Hons) and is a Member of the Bar Council of West Bengal. Mr. Ginodia is a senior partner at R. Ginodia & Co., associated since 1998 and heads the firms highly regarded Litigation & Dispute Resolution Practice.</p> <p>He has over 24 years of experience in handling complex, high value civil, commercial and criminal litigations. He has a highly successful track record in Litigation & Arbitration matters, before diverse forums such as Hon'ble Supreme Court of India, the Hon'ble High Court of Calcutta, the National Company Law Tribunal, National Company Law Appellate Tribunal, Arbitral Tribunals, Debt Recovery Tribunals, National Green Tribunal, and the commercial, Civil and Criminal Courts in West Bengal.</p>
4.	Disclosure of Relationships between Directors	None
5.	Shareholding	Nil



**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, 2022 ('the Statement'). 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 and approved by the Board of Directors 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. 4 dealing with Inter Corporate Deposits (ICD) aggregating to Rs. 2,77,010 lakhs as on September 30, 2022 (including Interest of Rs. 1,934 lakhs accrued till March 31, 2019) given to certain companies which are doubtful of recovery and considering recoverability etc. are prejudicial to the interest of the company. In absence of provision there against, profit for period is overstated to that extent. Impact in this respect have not been ascertained by the management and recognised in the Statement;
 - b) Note no. 7(b) regarding non-recognition of Interest on 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 short term borrowings, certain payments made on behalf of the company by third parties and certain advances received from customer as stated in Note no. 7(b). Further, as stated in Note no. 7(a), penal/compound interest and other adjustments in respect of borrowings from lenders/banks/financial institution have not been recognised and amount payable to banks and financial institutions as recognised in this respect are subject to confirmation from respective parties and consequential reconciliation. Pending determination of amount as stated herein above, adjustments and impacts arising therefrom have not been ascertained and as such cannot be commented upon by us;
 - c) The Company had given advance to a body corporate aggregating to Rs. 1,400 lakhs which are outstanding as on September 30, 2022. In absence of appropriate audit evidence and status thereof, we are unable to comment on the validity and recoverability of such advances;



- d) Note no. 8 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. 7. 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. 6, 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. These amounts are outstanding as on this date and included in loans and advances dealt with in Note no. 4 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) 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. 5 of the statement 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 companies 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. These 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 of the steps and measures including those concerning infusion of additional fund in the system, restructuring/reduction of borrowings and interest thereon in terms of resolution plan under considerations of lenders and repayment, adjustments or restructuring of amount of loans outstanding on this date and other proposals under evaluation as on this date. The ability to continue as a going concern is dependent upon formulation and approval of the resolution plan and in the event of the same not becoming feasible, 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.
7. Our conclusion on the statement is not modified in respect of the matters stated above.

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

R. P. Singh
R. P. Singh
Partner

Membership No. 052438
UDIN: 22052438BDATGX3412



Place: Kolkata
Date: November 14, 2022

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

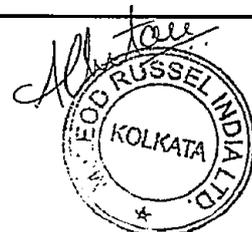
STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2022

(Rs. in Lakhs except for EPS)

Particulars	Quarter ended			Six Months ended		Year ended
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021	March 31, 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Revenue from Operations	36,104	16,288	42,246	52,392	57,555	1,10,853
2 Other Income	117	495	39	612	89	554
Total Income (1 + 2)	36,221	16,783	42,285	53,004	57,644	1,11,407
3 Expenses						
a) Cost of Materials Consumed	2,546	373	3,358	2,919	9,213	12,411
b) Changes in Inventories of Finished Goods	(17,213)	(10,510)	(6,337)	(27,723)	(19,364)	143
c) Employee Benefits Expense	19,073	18,278	16,627	37,351	31,166	57,548
d) Finance Costs	4,087	3,720	3,627	7,807	7,784	15,208
e) Depreciation and Amortisation Expenses	1,312	1,343	1,323	2,655	2,701	5,628
f) Other Expenses	11,007	7,458	10,421	18,465	18,608	31,881
Total Expenses	20,812	20,662	29,019	41,474	50,108	1,22,819
4. Profit/(Loss) before Tax (1+2-3)	15,409	(3,879)	13,266	11,530	7,536	(11,412)
5. Tax Expense						
a) Current Tax	1,149	-	-	1,149	-	-
b) Tax relating to earlier years (net)	-	-	-	-	-	43
c) Deferred Tax	1,028	(736)	341	292	383	2,162
Total Tax Expense	2,177	(736)	341	1,441	383	2,205
6 Profit/(Loss) for the period (4-5)	13,232	(3,143)	12,925	10,089	7,153	(13,617)
7 Other Comprehensive Income						
i) Items that will not be reclassified to profit or loss						
a) Remeasurements of post-employment defined benefit plans	(656)	(297)	(564)	(953)	(1,128)	(1,217)
b) Change in Fair Value of Equity instruments through other comprehensive income	(251)	(230)	1,382	(481)	1,842	887
ii) Income Tax relating to Items that will not be reclassified to profit or loss	210	95	181	305	361	389
Total Other Comprehensive Income/(Loss)	(697)	(432)	999	(1,129)	1,075	59
8 Total Comprehensive Income/(Loss) for the period (comprising of profit and loss and other comprehensive income for the period) (6+7)	12,535	(3,575)	13,924	8,960	8,228	(13,558)
9 Earnings per Equity Share (EPS) (Rs.) (not annualised) Basic and Diluted	12.67	(3.01)	12.37	9.66	6.85	(13.04)
10 Paid-up Equity Share Capital : Face Value : Rs. 5/- per share	5,223	5,223	5,223	5,223	5,223	5,223
11 Other Equity excluding Revaluation Reserve	-	-	-	-	-	1,15,743



McLEOD RUSSEL INDIA LIMITED		Annexure I	
STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2022			
(Rs. In Lakhs)			
Particulars	As at		
	September 30, 2022	March 31, 2022	
	(Unaudited)	(Audited)	
ASSETS			
Non-Current Assets			
(a) Property, Plant and Equipment	93,455	95,952	
(b) Capital Work-in-Progress	4,995	4,251	
(c) Other Intangible Assets	566	692	
(d) Financial Assets			
(I) Investments			
- Investment in Subsidiary and Associate	15,967	15,967	
- Other Investments	5,709	6,190	
(II) Loans	2,75,076	2,75,161	
(III) Other Financial Assets	6,461	6,384	
(e) Other Non-current Assets	2,578	2,578	
Total Non-Current Assets	4,04,807	4,07,175	
Current Assets			
(a) Inventories	34,920	9,002	
(b) Biological Assets other than Bearer Plants	670	527	
(c) Financial Assets			
(I) Trade Receivables	10,566	3,348	
(II) Cash and Cash Equivalents	1,287	1,834	
(III) Bank balances other than (II) above	81	156	
(IV) Loans	38	1,272	
(V) Other Financial Assets	1,264	1,011	
(d) Current Tax Assets (Net)	889	889	
(e) Other Current Assets	4,820	7,683	
Total Current Assets	54,535	25,722	
TOTAL ASSETS	4,59,342	4,32,897	
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share Capital	5,223	5,223	
(b) Other Equity	1,52,082	1,43,122	
Total Equity	1,57,305	1,48,345	
Liabilities			
Non-current Liabilities			
(a) Financial Liabilities			
(I) Borrowings	-	-	
(II) Lease Liabilities	11	11	
(b) Provisions			
(I) Employee Benefit Obligations	5,192	5,192	
(c) Deferred Tax Liabilities (Net)	8,714	8,727	
(d) Other Non-current Liabilities	439	455	
Total Non-Current Liabilities	14,356	14,385	
Current Liabilities			
(a) Financial Liabilities			
(I) Borrowings	1,80,914	1,88,048	
(II) Lease Liabilities	15	191	
(III) Trade Payables			
Total outstanding dues of Micro and Small Enterprises	354	404	
Total outstanding dues of creditors other than Micro and Small Enterprises	12,655	9,242	
(IV) Other Financial Liabilities	59,164	51,224	
(b) Other Current Liabilities	21,815	10,497	
(c) Provisions			
(I) Employee Benefit Obligations	6,827	5,094	
(II) Other Provisions	2,684	2,684	
(d) Current Tax Liabilities (Net)	3,253	2,783	
Total Current Liabilities	2,87,681	2,70,167	
TOTAL LIABILITIES	3,02,037	2,84,552	
TOTAL EQUITY AND LIABILITIES	4,59,342	4,32,897	



McLEOD RUSSEL INDIA LIMITED
STATEMENT OF CASH FLOW FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2022

Annexure II

(Rs. In Lakhs)

Particulars	Period Ended September 30, 2022		Period Ended September 30, 2021	
A. Cash Flow from operating activities				
Net Profit/(Loss) Before Tax		11,530		7,536
Adjustments to reconcile profit/(loss) for the year to net cash generated from operating activities:-				
Finance Cost	7,807		7,784	
Depreciation and Amortisation Expense	2,655		2,701	
Deferred Income	(16)		(15)	
Interest Income on fixed deposits with banks, Security Deposits, refund of Income tax etc.	(10)		(11)	
Provision/ Liabilities no longer required written back	(532)		(796)	
Profit on Compulsory acquisition of Land by Government	(274)		-	
Changes in fair value of Biological Assets	(143)		(329)	
Sundry Debtors and other balances written off	2		197	
Net Unrealised (Gain)/Loss on Foreign Currency Translation and Derivative at Fair Value through Profit and Loss	-	9,489	(21)	9,510
Operating Profit before Working Capital changes		21,019		17,046
Adjustments for :				
(Increase) / Decrease in Loans, Other Financial Assets	982		480	
(Increase) / Decrease in Trade Receivables	104		(9,217)	
(Increase) / Decrease in Inventories	(25,918)		(17,764)	
Increase / (Decrease) in Other non-financial Liabilities and provisions	4,333		3,617	
(Increase) / Decrease in Other current and Non-Financial Assets	776		902	
Increase / (Decrease) in Trade Payables and other financial Liabilities	4,577	(15,146)	6,325	(15,657)
Cash Generated/(Used) from Operations		5,873		1,389
Income taxes (Paid)/ Refund (Net)		(678)		(582)
Net cash generated/(used) from Operating Activities (A)		5,195		807
B. Cash Flow from Investing Activities				
Payment for Property, Plant and Equipment	(788)		(1,077)	
Proceeds from Sale of Property, Plant and Equipment	287		-	
Receipt/(Payments) against Sale of Specified Assets of Tea Estates	427		(431)	
Interest Received	-		26	
(Increase) / Decrease in Bank balances other than Cash and Cash equivalent	4		(256)	
(Increase) / Decrease in Inter-Corporate Deposits	-	(70)	-	(1,738)
Net cash generated/(used) in Investing Activities (B)		(70)		(1,738)
C. Cash Flow from Financing Activities				
Short Term Borrowings-Receipts/(Repayments)[Net]	(5,049)		(5,085)	
Interest Paid	(409)		(169)	
Payment of Lease Liabilities	(177)		(189)	
Dividends (Including corporate dividend tax)	(38)	(5,673)	(85)	(5,528)
Net Cash from/(used) in Financing Activities (C)		(5,673)		(5,528)
Net Increase/(Decrease) in Cash and Cash Equivalents(A+B+C)		(548)		(6,459)
Opening Cash and Cash Equivalents		1,834		8,941
Closing Cash and Cash Equivalents		1,286		2,482

Notes

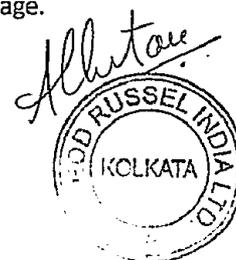
1 The above Cash Flow Statement has been prepared under the " Indirect Method " as set out in the Indian Accounting Standard (Ind AS) 7 on Statement of Cash Flows.



Notes to Unaudited Standalone Financial Results for the Quarter and six months ended September 30, 2022

1. The above Unaudited Standalone financial result includes Statement of Assets and Liabilities as at September 30, 2022 (Enclosed as "Annexure I") and statement of Cash Flow for the six months ended September 30, 2022 (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 Audit Committee on November 13, 2022 and approved by the Board of Directors on November 14, 2022. These have been subject 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. Employee Benefit Expenses for the quarter ended June 30, 2022 and six months ended September 30, 2022 include:
 - a) Rs. 736 lakhs pertaining to the period from April 01, 2021 to March 31, 2022 and Rs. 78 Lakhs for the period from January 01, 2022 to March 31, 2022 provided during the quarter ended June 30, 2022 pursuant to revision of remuneration payable to Staff in tea estates of Assam and Workers in tea estate of West Bengal respectively.
 - b) Rs. 900 lakhs for the period from April 01, 2020 to March 31, 2022 being the amount paid to Managing and Wholetime Director on account of their remuneration and carried forward earlier as advance. These amounts on being approved in the meeting dated May 10, 2022 of the banks and financial institutions based on legal advice have been charged during the quarter ended June 30, 2022 to Statement of Profit and Loss.
4. In respect of Inter-Corporate Deposits (ICDs) given to Promoter group and certain other companies, the amount outstanding aggregates to Rs. 2,75,076 Lakhs as at September 30, 2022 (March 31, 2022: Rs. 2,75,161 Lakhs) (net of provision of Rs. 1,098 Lakhs). Interest accrued upto March 31, 2019 and remaining unpaid as on September 30, 2022 aggregates to Rs. 1,934 Lakhs (net of provision of Rs. 7,999 Lakhs). Interest on such ICDs considering the waiver sought by borrower companies and uncertainties involved with respect to recovery and determination of amount thereof, has not been accrued since April 01, 2019. These borrowing companies are in the process of recovering the money in turn advanced by them to entities including where proceeding under Insolvency and Bankruptcy Code, 2016 (IBC) has been initiated and claims made pursuant to said proceeding by borrowing companies have not been fully acknowledged by Interim Resolution Professional. Resolution plan as stated in Note no. 5 below is currently under consideration of lenders. The management believes that the outstanding dues, net of provision for amount considered doubtful, as mentioned above, shall be recovered/adjusted and/or restructured considering the outcome of the Resolution Plan under consideration and no further provision/adjustment is required at this stage.

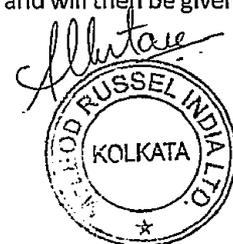


5. The performance of the company over the period even though has improved, the Company's financial position as such is continued to be under stress. The Inter-Corporate Deposits (ICDs) given to various group and other companies in earlier years along with interest to the extent accrued earlier are lying substantially outstanding as on this date. 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.

The Resolution process of the company in terms of circular dated June 07, 2019 issued by the Reserve Bank of India are currently under evaluation by the lenders. Inter-Creditor Agreement (ICA) for arriving at and implementing the resolution plan has been signed by all the lenders (bankers). The forensic audit for utilisation of funds borrowed in the past, conducted on behest of lenders had been completed. Techno Economic Viability (TEV) study carried out earlier had been re-vetted and confirmed. Valuation of tea estates and other assets have been completed and report is awaited in this respect. Rating in respect to draft Resolution Plan prepared by SBI Capital Markets Limited, one of the leading investment banker have been received from two rating agencies. Considering the restriction imposed on one of the rating agency by SEBI, lenders have appointed another agency for further evaluation in this respect. Resolution Plan under consideration as on this date will be finalised by lenders after due consideration of all the related aspects and once finalised will be placed for necessary approval for implementation.

The management is confident that with the bankers support in restructuring their debt to a sustainable level and rationalisation of cost of borrowing and other costs, induction of additional fund in the system by the promoters and/or sale of assets etc. and other ameliorative measures taken and/or proposed to be taken and restructuring/reducing the outstanding amount of loan receivable in line with resolution plan, the company will be able to generate sufficient cashflow to meet its obligations and strengthen its financial position over a period of time. Considering that these measures are under implementation and/or under active consideration for arriving at a resolution plan in due course of time, these financial results have been prepared on going concern basis.

6. 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. 4 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. 2,75,076 Lakhs given to various parties as given in Note no. 4 are outstanding as on September 30, 2022. 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.
7. (a) Pending approval of resolution plan and completion of debt restructuring process and consequential adjustment in this respect as per Note No. 5 above, 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, pending such restructuring, amount repaid to lenders and/or recovered by them including by executing securities etc., have been adjusted against principal amount outstanding. The amount payable to the lenders in respect of outstanding amount including interest thereagainst is subject to confirmation and determination and consequential reconciliation thereof in terms of the resolution plan pending approval by the lenders as on this date. Adjustments, if any required in this respect will be recognised on determination thereof and will then be given effect to in the financial results of subsequent periods.



(b) Further, Interest of Rs. 7,734 Lakhs (including Rs. 1,018 Lakhs for the period) on Inter Corporate Deposits/ Short-Term Borrowings (Rs. 19,020 lakhs outstanding as on September 30, 2022) taken by the company has not been recognised pending final settlement/finalisation of resolution plan. In respect of Rs. 14,120 lakhs included as above, Rs. 2,000 lakhs paid by a third party for settling claims on the company and certain other outstanding advances of Rs. 5,000 lakhs from customers, pending recognition as Inter Corporate Deposits and finalisation of terms and conditions thereof, interest if any payable with respect to these are currently not determinable and as such the amount of interest thereagainst have not been disclosed and included in the above amount.

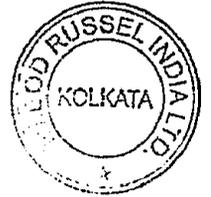
8. Certain debit and credit balances including borrowings and interest thereupon dealt with in Note no. 7, clearing accounts (other than inter-unit balances), trade and other payables, advances from customers, loans and advances (other than as dealt with in Note no. 4 above), other current assets and certain other liabilities are subject to reconciliation with individual details and balances and confirmation thereof. Adjustments/ Impact in this respect are currently not ascertainable.
9. The observations concerning Auditors' Conclusion/ Opinion on the standalone financial statements for earlier period have been dealt with in Note no. 4 to 8 above. The unresolved matters primarily relate to and are expected to be resolved on the outcome of the resolution plan under consideration for approval as per Note no. 5 above and will then suitably be addressed in the subsequent periods.
10. 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

Place: Kolkata
Dated: November 14, 2022




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

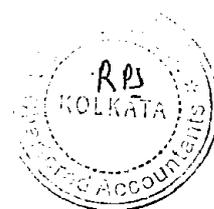


**Independent Auditors' Review Report
The Board of Directors
McLeod Russel India Limited**

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, 2022 ("the Statement"), being submitted by the Parent Company 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 initialed by us for identification purposes.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent'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 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 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. 4 dealing with Inter Corporate Deposits (ICD) aggregating to Rs. 2,77,010 lakhs as on September 30, 2022 (including Interest of Rs. 1,934 lakhs accrued till March 31, 2019) given to certain companies which are doubtful of recovery and considering recoverability etc. are prejudicial to the interest of the parent. In absence of provision there against, profit for quarter is overstated to that extent. Impact in this respect have not been ascertained by the management and recognised in the Statement;



- b) The Parent had given advance to a body corporate aggregating to Rs. 1,400 lakhs which are outstanding as on September 30, 2022. In absence of appropriate audit evidence and status thereof, we are unable to comment on the validity and recoverability of such advances;
- c) Note no. 7(b) regarding non-recognition of Interest on Inter Corporate Deposits taken by the Parent 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 short term borrowings, certain payments made on behalf of the parent by third parties and certain advances received from customers as stated in Note no. 7(b). Further, as stated in Note no. 7(a), penal/compound interest and other adjustments in respect of borrowings from lenders/banks/financial institution have not been recognised and amount payable to banks and financial institutions as recognised in this respect are subject to confirmation from respective parties and consequential reconciliation. Pending determination of amount as stated herein above, adjustments and impacts arising therefrom have not been ascertained and as such cannot be commented upon by us;
- d) Note no. 8 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. 7. 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. 6, 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 Group. These amounts are outstanding as on this date and included in loans and advances dealt with in Note no. 4 and status thereof have remained unchanged and uncertainty and related concerns including utilisation thereof and being prejudicial to the interest of the Group 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. 5 of the Statement 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 companies 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. These conditions indicate the existence of a material uncertainty about the Parent's ability to continue as a going concern. However, the financial results of the Parent 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 of the steps and measures including those concerning infusion of additional funds in the system, restructuring/reduction of borrowings and interest thereon in terms of resolution plan under considerations of lenders and repayment, adjustments or restructuring of amount of loans outstanding on this date and other proposals under evaluation as on this date. The ability to continue as a going concern is dependent upon formulation and approval of the resolution plan and in the event the same not becoming feasible, 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. 41,406 lakhs as at September 30, 2022, total income of Rs. 13,355 lakhs (including Rs. 6,429 lakhs for the quarter), Net loss after tax of Rs. 455 lakhs (including Net Profit of Rs. 222 Lakhs for the quarter), total comprehensive income of (Rs. 455 lakhs) (including Rs. 401 lakhs for the quarter) and Net Cash Outflow of Rs. 56 lakhs for the six months ended September 30, 2022 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, 2022

R. P. Singh
R. P. Singh
Partner
Membership No. 052438
UDIN: 22052438BDARQP2906

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, 2022

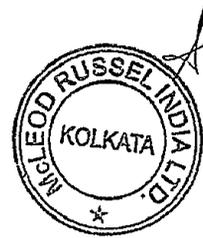
(Rs. in Lakhs except for EPS)

Particulars	Quarter ended			Six Months ended		Year ended
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021	March 31, 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Revenue from Operations	42,506	22,988	49,386	65,494	71,284	1,35,583
2 Other Income	165	657	300	822	571	1,009
Total Income (1 + 2)	42,671	23,645	49,686	66,316	71,855	1,36,592
3 Expenses						
a) Cost of Materials Consumed	3,533	1,141	4,977	4,674	11,837	17,912
b) Purchase of Tea	787	551	974	1,338	1,350	1,459
c) Changes in Inventories of Finished Goods	(17,433)	(8,317)	(6,337)	(25,750)	(17,463)	3,614
d) Employee Benefits Expense	20,461	19,508	18,350	39,969	34,290	63,717
e) Finance Costs	4,544	4,067	3,911	8,611	8,475	16,549
f) Depreciation and Amortisation Expenses	1,750	1,671	1,877	3,421	3,591	7,481
g) Other Expenses	13,496	9,539	13,296	23,035	23,965	42,078
Total Expenses	27,138	28,160	37,048	55,298	66,045	1,52,810
4 Profit/(Loss) before share of profit/(loss) of Associate, Exceptional Items and Tax (1+2-3)	15,533	(4,515)	12,638	11,018	5,810	(16,218)
5 Share of Profit/(Loss) of Associate	-	-	-	-	-	-
6 Profit/(Loss) before Tax (4+5)	15,533	(4,515)	12,638	11,018	5,810	(16,218)
7 Tax Expense						
a) Current Tax	1,196	41	33	1,237	(75)	(140)
b) Tax relating to earlier years (net)	-	-	-	-	-	43
c) Deferred Tax	1,261	(736)	343	525	326	1,971
	2,457	(695)	376	1,762	251	1,874
8 Profit/(Loss) for the period (6-7)	13,076	(3,820)	12,262	9,256	5,559	(18,092)
9 Other Comprehensive Income						
A I) Items that will not be reclassified to profit or loss						
a) Remeasurements of post-employment defined benefit plans	(656)	(297)	(564)	(953)	(1,128)	(1,258)
b) Change in Fair Value of Equity Instruments through other comprehensive income	(251)	(230)	1,382	(481)	1,842	887
II) Income Tax relating to items that will not be reclassified to profit or loss	210	95	180	305	361	402
B I) Items that will be reclassified to profit or loss						
a) Exchange differences on translation of foreign operations	(283)	422	(144)	139	264	607
Total Other Comprehensive Income/(Loss)	(980)	(10)	854	(990)	1,339	638
10 Total Comprehensive Income/(Loss) for the period (comprising of profit and loss and other comprehensive income for the period) (8+9)	12,096	(3,830)	13,116	8,266	6,898	(17,454)
11 Profit/(Loss) for the period attributable to :						
Owners' of the Parent Company	13,076	(3,820)	12,262	9,256	5,559	(18,092)
Non-controlling interests	-	-	-	-	-	-
12 Other Comprehensive Income/(Loss) for the period attributable to :						
Owners' of the Parent Company	(980)	(10)	854	(990)	1,339	638
Non-controlling interests	-	-	-	-	-	-
13 Total Comprehensive Income for the period attributable to :						
Owners' of the Parent Company	12,096	(3,830)	13,116	8,266	6,898	(17,454)
Non-controlling interests	-	-	-	-	-	-
14 Earnings per Equity Share (EPS) (Rs.) (not annualised)						
Basic and Diluted	12.52	(3.66)	11.74	8.86	5.32	(17.32)
15 Paid-up Equity Share Capital : Face Value : Rs. 5/- per share	5,223	5,223	5,223	5,223	5,223	5,223
16 Other Equity excluding Revaluation Reserve	-	-	-	-	-	1,32,271



(Rs. in Lakhs)

Segment Information:						
Particulars	Quarter ended			Six Months ended		
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021	March 31, 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Segment Revenue:						
India	36,104	16,245	42,048	52,349	56,667	1,09,929
Vietnam	782	602	2,000	1,384	3,447	5,579
Uganda	4,861	5,238	4,511	10,099	9,597	17,547
UK	44	261	(18)	305	202	275
Others	715	642	845	1,357	1,371	2,253
Total	42,506	22,988	49,386	65,494	71,284	1,35,583
Segment Result:						
India	15,089	(4,063)	13,201	11,026	6,967	(12,021)
Vietnam	(504)	(653)	(470)	(1,157)	(719)	(3,517)
Uganda	735	21	(6)	756	(219)	(674)
UK	157	120	(57)	277	(198)	44
Others	56	60	(30)	116	(21)	(50)
Profit/(Loss) before Share of Profit and Tax	15,533	(4,515)	12,638	11,018	5,810	(16,218)
Share of Profit of Associate	-	-	-	-	-	-
Profit/(Loss) before Taxation	15,533	(4,515)	12,638	11,018	5,810	(16,218)
Less Taxation :						
Current tax	1,196	41	33	1,237	(75)	(140)
Income tax relating to earlier years (net)	-	-	-	-	-	43
Deferred tax	1,261	(736)	343	525	326	1,971
Profit/(Loss) after taxation	2,457	(695)	376	1,762	251	1,874
Total	13,076	(3,820)	12,262	9,256	5,559	(18,092)
Depreciation and amortisation relating to segments:						
India	1,312	1,343	1,322	2,655	2,700	5,627
Vietnam	149	29	172	178	202	542
Uganda	274	285	366	559	657	1,248
UK	14	14	15	28	30	59
Others	1	-	2	1	2	5
Total	1,750	1,671	1,877	3,421	3,591	7,481
Segment Assets						
India	4,60,294	4,45,466	4,62,367	4,60,294	4,62,367	4,33,851
Vietnam	7,822	8,589	11,775	7,822	11,775	9,444
Uganda	28,126	26,406	28,795	28,126	28,795	27,700
UK	3,599	3,750	4,180	3,599	4,180	4,138
Others	1,480	1,267	1,261	1,480	1,261	1,166
Total	5,01,321	4,85,478	5,08,378	5,01,321	5,08,378	4,76,299
Segment Liabilities						
India	3,02,036	2,99,743	2,91,284	3,02,036	2,91,284	2,84,553
Vietnam	4,898	5,074	5,276	4,898	5,276	5,529
Uganda	20,492	19,392	21,967	20,492	21,967	20,743
UK	530	123	476	530	476	515
Others	226	103	150	226	150	86
Total	3,28,182	3,24,435	3,19,153	3,28,182	3,19,153	3,11,426



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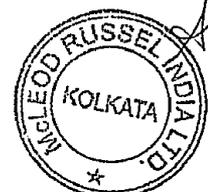
McLEOD RUSSEL INDIA LIMITED

Annexure I

CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2022

(Rs. In Lakhs)

Particulars	As at	
	September 30, 2022	March 31, 2022
	(Unaudited)	(Audited)
ASSETS		
Non-Current Assets		
(a) Property, Plant and Equipment	1,16,456	1,18,402
(b) Capital Work-in-Progress	5,955	5,639
(c) Goodwill on Consolidation	19,849	20,133
(d) Other Intangible Assets	753	925
(e) Financial Assets		
(i) Investments		
- Investment in Associate	-	-
- Other Investments	5,709	6,190
(ii) Loans	2,76,415	2,76,244
(iii) Other Financial Assets	6,629	6,430
(f) Other Non-current Assets	2,589	2,588
Total Non-Current Assets	4,34,355	4,36,551
Current Assets		
(a) Inventories	42,025	18,109
(b) Biological Assets other than Bearer Plants	759	641
(c) Financial Assets		
(i) Trade Receivables	12,729	4,922
(ii) Cash and Cash Equivalents	1,835	2,506
(iii) Bank balances other than (ii) above	104	178
(iv) Loans	38	1,272
(v) Other Financial Assets	1,299	1,242
(d) Current Tax Assets (Net)	2,348	2,321
(e) Other Current Assets	5,829	8,557
Total Current Assets	66,966	39,748
TOTAL ASSETS	5,01,321	4,76,299
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share Capital	5,223	5,223
(b) Other Equity	1,67,916	1,59,650
Equity attributable to Owners' of the Parent	1,73,139	1,64,873
Non-controlling interests	-	-
Total Equity	1,73,139	1,64,873
Liabilities		
Non-current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	8,363	12,246
(ii) Lease Liabilities	288	40
(b) Provisions		
(i) Employee Benefit Obligations	5,931	5,924
(c) Deferred Tax Liabilities (Net)	10,496	10,235
(d) Other Non-current Liabilities	439	455
Total Non-Current Liabilities	25,517	28,900
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	1,91,810	1,96,151
(ii) Lease Liabilities	45	445
(iii) Trade Payables		
Total outstanding dues of Micro and Small Enterprises	354	404
Total outstanding dues of creditors other than Micro and Small Enterprises	15,422	12,450
(iv) Other Financial Liabilities	59,805	51,458
(b) Other Current Liabilities	22,396	11,057
(c) Provisions		
(i) Employee Benefit Obligations	6,896	5,094
(ii) Other Provisions	2,684	2,684
(d) Current Tax Liabilities (Net)	3,253	2,783
Total- Current Liabilities	3,02,665	2,82,526
TOTAL LIABILITIES	3,28,182	3,11,426
TOTAL EQUITY AND LIABILITIES	5,01,321	4,76,299

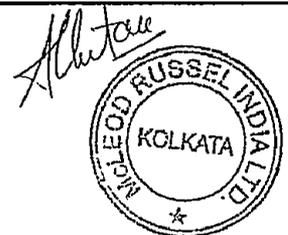


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STATEMENT OF CONSOLIDATED CASH FLOW FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2022

Particulars	For the Six Months ended September 30, 2022		For the Six Months ended September 30, 2021	
A. Cash Flow from operating activities				
Net Profit/(Loss) Before Tax		11,018		5,810
Adjustments to reconcile profit/(loss) for the year to net cash generated from operating activities:-				
Finance Cost	8,611		8,475	
Depreciation and Amortisation Expense	3,421		3,591	
Deferred Income	(16)		(15)	
Interest Income on deposits with bank, security deposits and refund of interest on income tax etc.	(160)		(215)	
Provision/ Liabilities no longer required written back	(532)		(796)	
(Profit) / Loss on disposal of Property, Plant and Equipment	-		(12)	
Profit on Compulsory acquisition of Land by Government	(274)		-	
Changes in fair value of Biological Assets	(118)		(309)	
Sundry debtors and other balances written off	2		197	
Provision for Doubtful Debts /Advances/Interest receivable	-		1,001	
Net Unrealised (Gain)/Loss on foreign currency translation and Derivative at Fair Value through Profit and Loss	(34)		(264)	
Provision for Derivative Fair Value through Profit and Loss	-	10,900	(21)	11,632
Operating Profit before Working Capital changes		21,918		17,442
Adjustments for :				
(Increase) / Decrease in Loans, Other Financial Assets	806		(735)	
(Increase) / Decrease in Trade Receivables	(644)		(8,864)	
(Increase) / Decrease in Inventories	(23,915)		(16,185)	
Increase / (Decrease) in Other non-financial Liabilities and provisions	4,590		3,470	
(Increase) / Decrease in Other Current and Non-Financial Assets	4,705		1,913	
Increase / (Decrease) in Trade Payables and other financial Liabilities	919	(13,539)	4,742	(15,659)
Cash Generated/(Used) from operations		8,379		1,783
Income Taxes (Paid)/ Refund (Net)		(794)		(599)
Net Cash generated from/(Used) in Operating Activities (A)		7,585		1,184
B. Cash Flow from Investing Activities				
Purchase of Property, Plant and Equipment and movement in Capital Work in Progress	(1,332)		(1,593)	
Proceeds from Sale of Property, Plant and Equipment	256		-	
Receipt/(Payments) against Sale of Specified Assets of Tea Estates	427		(446)	
Interest Received	160		231	
(Increase) / Decrease in Other bank balances	(14)		(325)	
(Increase) / Decrease in Inter-Corporate Deposits	-	(503)	-	(2,133)
Net cash generated/(used) in Investing Activities (B)		(503)		(2,133)
C. Cash Flow from Financing Activities				
Long Term Borrowings-Receipts/(Repayments)[Net]	(3,150)		(945)	
Short Term Borrowings-Receipts/(Repayments)[Net]	(2,989)		(3,540)	
Interest Paid	(1,418)		(845)	
Payment of Lease Liabilities	(153)		(173)	
Dividends (including corporate dividend tax)	(38)	(7,748)	(85)	(5,588)
Net cash generated from/(used) in Financing Activities (C)		(7,748)		(5,588)
Net Increase/(Decrease) in Cash and Cash Equivalents(A+B+C)		(666)		(6,537)
Unrealised (Loss)/Gain on foreign Currency Cash and Cash Equivalent		(5)		(1)
Opening Cash and Cash Equivalents		2,506		9,688
Closing Cash and Cash Equivalents		1,835		3,150

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, 2022

1. (a) The above unaudited consolidated financial results of McLeod Russel India Limited ('the Parent Company') and its subsidiaries (together referred to as the 'Group') for the quarter and six months ended September 30, 2022 (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 on November 13, 2022 and approved by the Board of Directors on November 14, 2022. 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, 2022 include the figures of the Parent Company 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.

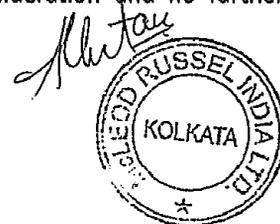
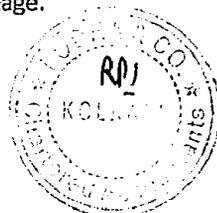
(b) Segments have been identified in line with the Ind AS 108- Operating Segments, taking into account the different political and economic environment, risks and returns. The Group, being engaged in manufacture and selling of Tea, the operating segment have been considered on the basis of various geographical location and accordingly India, Vietnam, Uganda, UK and others have been considered to be reportable segment.

3. Employee Benefit Expenses for the quarter ended June 30, 2022 and six months ended September 30, 2022 include:

a) Rs. 736 lakhs pertaining to the period from April 01, 2021 to March 31, 2022 and Rs. 78 Lakhs for the period from January 01, 2022 to March 31, 2022 provided during the quarter ended June 30, 2022 pursuant to revision of remuneration payable to Staff in tea estates of Assam and Workers in tea estate of West Bengal respectively.

b) Rs. 900 lakhs for the period from April 01, 2020 to March 31, 2022 being the amount paid to Managing and Wholetime Director on account of their remuneration and carried forward earlier as advance. These amounts on being approved in the meeting dated May 10, 2022 of the banks and financial institutions based on the legal advice have been charged during the quarter ended June 30, 2022 to statement of profit and loss.

4. In respect of Inter-Corporate Deposits (ICDs) given to Promoter group and certain other companies by the Parent, the amount outstanding aggregates to Rs. 2,75,076 Lakhs as at September 30, 2022 (March 31, 2022: Rs. 2,75,161 Lakhs) (net of provision of Rs. 1,098 Lakhs). Interest accrued upto March 31, 2019 and remaining unpaid as on September 30, 2022 aggregates to Rs. 1,934 Lakhs (net of provision of Rs. 7,999 Lakhs). Interest on such ICDs considering the waiver sought by borrower companies and uncertainties involved with respect to recovery and determination of amount thereof, has not been accrued since April 01, 2019. These borrowing companies are in the process of recovering the money in turn advanced by them to entities including where proceedings under Insolvency and Bankruptcy Code, 2016 (IBC) has been initiated and claims made pursuant to said proceeding by borrowing companies have not been fully acknowledged by Interim Resolution Professional. Resolution plan as stated in Note no. 5 below is currently under consideration of lenders. The management believes that the outstanding dues, net of provision for amount considered doubtful, as mentioned above, shall be recovered/adjusted and/or restructured considering the outcome of the Resolution Plan under consideration and no further provision/adjustment is required at this stage.

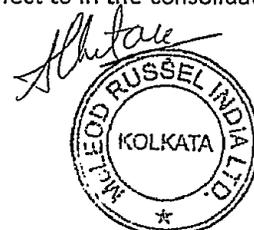


5. The performance of the parent over the period even though has improved, the Parent's financial position as such is continued to be under stress. The Inter-Corporate Deposits (ICDs) given to various group and other companies in earlier years along with interest to the extent accrued earlier are lying substantially outstanding as on this date. 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.

The Resolution process of the parent in terms of circular dated June 07, 2019 issued by the Reserve Bank of India are currently under evaluation by the lenders. Inter-Creditor Agreement (ICA) for arriving at and implementing the resolution plan has been signed by all the lenders (bankers). The forensic audit for utilisation of funds borrowed in the past, conducted on behest of lenders had been completed. Techno Economic Viability (TEV) study carried out earlier had been re-vetted and confirmed. Valuation of tea estates and other assets of the parent have been completed and report is awaited in this respect. Rating in respect to draft Resolution Plan prepared by SBI Capital Markets Limited, one of the leading investment banker have been received from two rating agencies. Considering the restriction imposed on one of the rating agency by SEBI, lenders have appointed another agency for further evaluation in this respect. Resolution Plan under consideration as on this date will be finalised by lenders after due consideration of all the related aspects and once finalised will be placed for necessary approval for implementation.

The management is confident that with the bankers support in restructuring their debt to a sustainable level and rationalisation of cost of borrowing and other costs, induction of additional fund in the system by the promoters and/or sale of assets etc. and other ameliorative measures taken and/or proposed to be taken and restructuring/reducing the outstanding amount of loan receivable in line with resolution plan, the parent will be able to generate sufficient cashflow to meet its obligations and strengthen its financial position over a period of time. Considering that these measures are under implementation and/or under active consideration for arriving at a resolution plan in due course of time, these consolidated financial results have been prepared on going concern basis.

6. 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. 4 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. 2,75,076 Lakhs given to various parties as given in Note no. 4 are outstanding as on September 30, 2022. 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.
7. (a) Pending approval of resolution plan and completion of debt restructuring process and consequential adjustment in this respect as per Note No. 5 above, 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, pending such restructuring, amount repaid to lenders and/or recovered by them including by executing securities etc., have been adjusted against principal amount outstanding. The amount payable to the lenders in respect of outstanding amount including interest thereagainst is subject to confirmation and determination and consequential reconciliation thereof in terms of the resolution plan pending approval by the lenders as on this date. Adjustments, if any required in this respect will be recognised on determination thereof and will then be given effect to in the consolidated financial results of subsequent periods.



(b) Further, Interest of Rs. 7,734 Lakhs (including Rs. 1,018 Lakhs for the period) on Inter Corporate Deposits/ Short-Term Borrowings (Rs. 19,020 lakhs outstanding as on September 30, 2022) taken by the parent has not been recognised pending final settlement/finalisation of resolution plan. In respect of Rs. 14,120 lakhs included as above, Rs. 2,000 lakhs paid by a third party for settling claims on the parent and certain other outstanding advances of Rs. 5,000 lakhs from customers, pending recognition as Inter Corporate Deposits and finalisation of terms and conditions thereof, interest if any payable with respect to these are currently not determinable and as such the amount of interest thereagainst with respect to these have not been disclosed and included in the above amount.

8. In case of Parent, certain debit and credit balances including borrowings and interest thereupon dealt with in Note no. 7, 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. 4 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.
9. The observations concerning Auditors' Conclusion/ Opinion on the consolidated financial statements for the earlier period have been dealt with in Note no. 4 to 8 above. The unresolved matters primarily relate to and are expected to be resolved on the outcome of the resolution plan under consideration for approval as per Note no. 5 above and will then suitably be addressed in the subsequent periods.
10. 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.
11. 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, 2022



For McLeod Russel India Limited


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

