

14th November, 2022

To
The Manager – Listing Department,
National Stock Exchange of India Limited
Exchange Plaza, Plot No. C/1,
G-Block, Bandra Kurla Complex,
Bandra (E), Mumbai – 400051, India.

Dear Sir/Madam,

Sub: Statement of unaudited Standalone financial results for the half year ended 30th September, 2022 and limited review report thereon - Compliance of Regulation 30 of SEBI (Listing Obligations & Disclosure Requirement) Regulations, 2015

**Ref.: SYMBOL – INNOVATIVE
ISIN: INE070Y01015**

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, we wish to inform that the Directors of the Company, at their just concluded meeting have decided on the following matters:

- Approved the Unaudited Standalone Financial Statements for the half year ended September 30, 2022 along with statement of Assets & Liabilities as on September 30, 2022 and Cash flow for the half year ended September 30, 2022 (Copy of results, Statement of Assets and Liabilities, Cash flow statement, Resolution Professional's Report are enclosed herewith along with Limited Review Report of the Auditors).

The meeting commenced at 6:00 PM and concluded at 8:15 PM.

This is for your information and records.

Thanking you,

FOR INNOVATIVE TYRES & TUBES LIMITED

Arvind Tambi



**ARVIND TAMBI
CFO & COMPANY SECRETARY
Enc: As above.**

INNOVATIVE TYRES & TUBES LTD

CIN: L25112GJ1995PLC086579

REGD. OFFICE: 1201,1202,1203-GIDC, Halol-389350, Panchmahal, Gujarat, India
website: www.innovativetyres.com Email: investors@innovativetyres.co.in Tel: 02676-220621

STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2022

(Rs. in Lacs)

Sr. No.	Particulars	Half Year Ended			Year Ended	
		30.09.2022	31.03.2022	30.09.2021	31.03.2022	31.03.2021
		(unaudited)	(Audited)	(unaudited)	(Audited)	(Audited)
1	Revenue from Operations	129.65	1,013.07	4,143.92	5,156.98	13,917.21
2	Other Income	9.64	159.06	45.45	204.51	101.58
3	Total Income	139.29	1,172.13	4,189.37	5,361.50	14,018.79
4	Expenses:	72.92	1,020.20	3,794.69	4,814.90	9,823.44
	(a) Cost of Raw Materials consumed/Sold					
	(b) Change in inventories of finished goods and work-in-progress	135.83	3,318.59	(65.37)	3,253.22	167.01
	(c) Employee benefits expense	9.46	153.69	322.32	476.01	800.68
	(d) Finance Costs	8.76	117.89	188.61	306.50	363.85
	(e) Depreciation and amortisation expense	410.28	341.71	438.57	780.28	837.14
	(f) Other expenses	78.57	516.43	1,125.20	1,641.63	2,914.06
	Total Expenses	715.82	5,468.51	5,804.02	11,272.53	14,906.16
5	Profit/(Loss) before Tax	(576.53)	(4,296.38)	(1,614.65)	(5,911.03)	(887.37)
6	Tax Expense:	-	-	-	-	-
	(a) Current Tax	(19.79)	11.37	(28.39)	(17.02)	(3.25)
	(b) Deferred Tax					
7	Profit/(Loss) after tax for the period	(556.74)	(4,307.75)	(1,586.26)	(5,894.01)	(884.12)
8	Earnings per equity share:					
	Basic (in Rs.)	(3.09)	(23.94)	(8.82)	(32.76)	(4.91)
	Diluted (in Rs.)	(3.09)	(23.94)	(8.82)	(32.76)	(4.91)

Notes:

1. An application was filed for the initiation of Corporate Insolvency Resolution Process ("CIRP") under Section 9 of the Insolvency and Bankruptcy Code, 2016 ("IBC") against Innovative Tyres & Tubes Limited ("the Company") before the Hon'ble National Company Law Tribunal, Ahmedabad Bench ("NCLT"), with a prayer to commence the CIRP. The Hon'ble NCLT vide its order dated 28th March 2022 admitted the said application for initiation of CIRP against the Company. Further, the Hon'ble NCLT gave orders for the appointment of Mr. Abhishek Nagori as the Interim Resolution Professional ("IRP") to perform all the functions as per the IBC and that the management of the Company shall vest in the IRP. The NCLT order also provided for a moratorium with effect from 28th March 2022 till the completion of the CIRP under the IBC, or until the Hon'ble NCLT approves the resolution plan or passes an order for liquidation of the company, whichever is earlier.

2. The unaudited financial results of the Company for the half year ended 30 September 2022 have been taken on record by the Resolution Professional ("RP") of the Company, Mr. Abhishek Nagori, who is appointed by the Committee of Creditors ("CoC") pursuant to the order passed by the Hon'ble National Company Law Tribunal ("NCLT"), while discharging the powers of the Board of Directors of the Company which were conferred upon him in accordance with the order dated 28th March 2022. It is also incumbent upon the RP, under Section 20 of the IBC, to manage the operations of the Company as a going concern. The unaudited financial results of the company for the half year ended 30th September 2022 has been approved in the meeting of Resolution Professional and directors. As a part of the CIRP, the RP has appointed a Forensic Auditor for the Company with the approval of Committee of Creditors of the Company. The Forensic Audit Report has been received from the Forensic Auditor and as informed by the RP to the Stock exchange, no transactions have been identified in the Forensic Audit Report in the Forensic Audit Report as Preferential, Undervalued, Fraudulent, and Extortionate (PUFE) transactions.

Since the RP has taken charge of the Company on 28 March, 2022, the RP is not liable or responsible for any actions and has no personal knowledge of any such actions of the Company prior to his appointment and has relied on the position of the financial results of the Company as they existed on 28 March, 2022. Regarding the information pertaining to the period prior to 28 March, 2022, the RP has relied upon the explanation, clarifications, certifications, representations and statements made by the existing officials of the Company, who were also part of the Company prior to the appointment of the RP.

The above financial results of the Company for the half year ended 30th September 2022 was subjected to limited review by the Statutory Auditors of the Company, as required under Regulation 33 of SEBI (Listing Obligation & Disclosure Requirements) Regulation, 2015 as amended ("Listing Regulations").

3. The Company's loan accounts have been classified as Non-Performing Asset (NPA) by the lenders. The Company has not made any provision for interest which has not been charged (including unrealised interest) by the Bank on account of NPA on Bank Borrowings and accordingly the loss & finance cost for the half year ended 30th September, 2022 are understated and not quantifiable. The Auditors have drawn qualification in this regard in their Limited Review Report for the half year ended September 30, 2022.

4. The Company has incurred net loss (after tax) of Rs. 556.74 lacs during the half year ended 30 September, 2022 and have accumulated losses of Rs. 5,838.62 lacs as on 30 September, 2022. The net worth of the Company has been substantially eroded and the financial performance of the Company had deteriorated substantially, and all the manufacturing operations have been stand still. Also, the Company continues to deal with a range of uncertainties and is presently not able to service its debts. The Company has assessed that the use of going concern assumption is appropriate in the circumstances and hence, these financial results has been prepared on a going concern assumption basis as per below:

- i) The IBC requires the RP to, among many other things, run the Company as a going concern during CIRP.
- ii) The RP, in consultation with the Committee of Creditors of the Company, in accordance with the IBC, is making all endeavours to run the Company as a going concern.

5. The Company is engaged in the business of Tyre & Tubes and therefore, there is only one reportable segment in accordance with the Accounting Standard on Segment Reporting (AS-17).

6. The Company's manufacturing operations are closed. Resolution Professional appointed in terms of Insolvency and Bankruptcy Code has issued Expression of Interest for submission of Resolution Plan with the approval of the Committee of Creditors. Resolution plans received during July 2022 were not approved by the Committee of Creditors hence again form G published on 31st October 2022 inviting Expression of Interest. It is expected that viable Resolution Plans will be submitted by Prospective Resolution Applicants and will be approved and Successful Resolution Applicant will be able to implement Resolution Plan post which reliable projections of availability of future cash flows of the company and these supporting the carrying value of Property, Plant and Equipment will be available. Accordingly, impairment testing under AS 28 has not been performed while preparing financial statements. The

Auditors have drawn qualification in this regard in their Limited Review Report for the half year ended September 30, 2022.

7. Under the CIRP there are various claims submitted by the operational creditors, the financial creditors, employees and other creditors. The overall obligations and liabilities on account of claims by the creditors shall be determined during the CIRP and accounting impact if any will be given on completion of CIRP. During the CIRP, the Claims amounting to Rs.13,207 lacs from Creditors were received upto 22 August, 2022. Out of total claims of Rs. 13,207 lacs , Rs. 13,112 lacs has been accepted as of 22 August, 2022 comprising Rs.3,915 lacs as Secured and Rs.9,197 lacs as Unsecured. The Auditors have drawn qualification for non-provision of additional liabilities admitted and accepted under CIRP in their Limited Review Report for the quarter and half year ended 30 September, 2022.

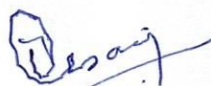
8. During the period under review the Company has not made any provision on debtors. On completion of the corporate insolvency resolution process, a Comprehensive review of all the assets including debtor balances will be carried out and accordingly provide for doubtfulness of assets and write back of liabilities, if any will be made. The Auditors have drawn qualification in this regard in their Limited Review Report for the half year ended September 30, 2022.

9 The previous half years' figures have been regrouped/rearranged wherever necessary to make it comparable with the current period.

for Innovative Tyres & Tubes Limited

Date: 14th Nov 2022

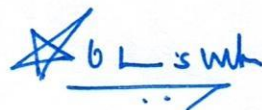
Place: Vadodara



Mukesh Desai
Director
DIN No.00089598



Arvind Tambi
CFO & CS



Abhishek Nagori
Resolution
Professional (RP)



INNOVATIVE TYRES & TUBES LTD

CIN: L25112GJ1995PLC086579


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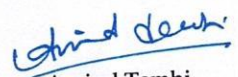
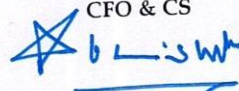
Statement of Assets and Liabilities

(Rs. Lacs)

Particulars	As at 30.09.2022 (Un-Audited)	As at 31.03.2022 (Audited)
I. EQUITY AND LIABILITIES		
(1) Shareholder's Funds		
(a) Share Capital	1,799.16	1,799.16
(b) Reserves & Surplus	(1,484.39)	(927.65)
Sub- Total of Shareholders' Funds	314.77	871.51
(2) Non-Current Liabilities		
(a) Long term Borrowing	-	-
(b) Deferred tax liabilities (Net)	826.93	846.72
(c) Other Long term liabilities	-	-
(d) Long term provisions	-	-
Sub- Total of Non Current Liabilities	826.93	846.72
(3) Current Liabilities		
(a) Short-term borrowings	3,800.61	3,759.71
(b) Trade payables		
(i) Due to Micro & Small enterprises	112.78	112.78
(ii) Others	2,868.35	2,922.14
(c) Other current liabilities	1,248.42	1,248.17
(d) Short-term provisions	-	-
Sub- Total of Current Liabilities	8,030.15	8,042.80
TOTAL EQUITY AND LIABILITIES	9,171.85	9,761.03
II. ASSETS		
(1) Non-current assets		
(a) Property, Plant & Equipments and Intangible Assets		
(i) Property, Plant & Equipments	8,550.79	8,961.07
(ii) Capital work-in-progress	24.67	24.67
(ii) Intangible Assets	0.05	0.05
(b) Non-current investments	1.08	1.08
(c) Long term loans and advances	-	-
(d) Other Non Current Assets	175.19	198.85
Sub- Total of Non Current Assets	8,751.78	9,185.72
(2) Current assets		
(a) Inventories	46.48	255.23
(b) Trade receivables	180.93	193.98
(c) Cash and cash equivalents	103.88	29.27
(d) Short-term loans and advances	2.98	2.94
(e) Other Current Assets	85.80	93.89
Sub- Total of Current Assets	420.07	575.31
TOTAL ASSETS	9,171.85	9,761.03

For Innovative Tyres & Tubes Limited


 Mukesh G Desai
 Director
 DIN No.00089598


 Arvind Tambi
 CFO & CS


Abhishek Nagori
Resolution Professional

Date : 14th Nov 2022
Place : Vadodara



INNOVATIVE TYRES & TUBES LTD

CIN: L25112GJ1995PLC086579

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Cash Flow Statement for the half year ended on 30th September, 2022

(Rs. in Lacs)

Sr. No.	Particulars	Half year ended 30.09.2022	Half year ended 30.09.2021
1)	Cash Flow from Operating Activities	(576.53)	(1,614.65)
	Profit before taxation	-	(1.42)
	Adjustment for:		
	(Profit)/Loss on sale of Fixed Assets	410.28	438.57
	Depreciation	140.08	2.42
	Provision for gratuity	44.42	4.12
	Provision for leave	(1.06)	(9.79)
	Interest Received	-	1.17
	Doubtful Debts	-	(6.28)
	Sundry balance write off/write back	8.76	188.61
	Interest and finance charges	25.95	(997.25)
	Operating profit before working capital changes		
	(Increase)/Decrease in		
	Inventories	208.75	69.29
	Trade Receivables	13.05	499.93
	Short Term Loans and Advances	(0.04)	3.79
	Other current assets	8.09	65.42
	Long Term loans and Advances	-	-
	Other Non Current Assets	23.66	(1.25)
	Increase/ (Decrease) in		
	Trade payables	(53.79)	(1,108.16)
	Other current liabilities	0.25	62.47
	Short-term/long term provisions	(184.50)	13.38
	Other Long Term Liabilities	-	321.33
	Cash generated from operations	41.42	(1,071.05)
	Income taxes and other taxes (net of refunds)	-	4.67
	Net cash from Operating Activities - A	41.42	(1,066.38)
2)	Cash flow from Investment Activities	-	(188.85)
	Purchase of fixed assets	1.06	9.79
	Interest received	-	32.59
	Sale of Fixed Assets	-	-
	Net cash from Investment Activity - B	1.06	(146.47)
3)	Cash Flow from Financing Activities:	40.90	1,172.86
	Net Proceeding from All borrowings	(8.76)	(188.61)
	Interest and finance charges paid	32.14	984.25
	Net cash from Financing Activities - C		
	Net Increase/(decrease) in Cash and cash equivalents (A+B+C)	74.61	(228.60)
	Cash and cash equivalents as on 1 st April, 2022	29.27	407.63
	Cash and cash equivalents as on 30th September 2022	103.88	179.03

For Innovative Tyres & Tubes Limited

Mukesh G. Desai
Director
DIN No.00089598

Arvind Tambi
CFO & CS

Abhishek Nagori
Resolution Professional

Place: Vadodara
Date : 14th Nov 2022



Abhishek Nagori
Insolvency Professional
Resolution Professional for M/s Innovative Tyres and Tubes Limited
(Under Corporate Insolvency Resolution Process)
Regn. No. IBBI/IPA-001/IP-P00020/2016-2017/10044
330/348, Third Floor, Tower-A, Atlantis K-10,
Opp. Vadodara Central, Sarabhai Main Road,
Vadodara-390 023, Gujarat- India
E-mail: cirp.ittl@ddip.in; jlnusb@gmail.com

Report of Resolution Professional

The members are informed that the Hon'ble National Company Law Tribunal, Ahmedabad Bench, has ordered the Commencement of Corporate Insolvency Resolution Process of "M/s Innovative Tyres and Tubes Limited" (Corporate Debtor) (CIN- L25112GJ1995PLC086579) vide NCLT order No. C.P (I.B) No. 261/NCLT(AHM)2021, Dated: 28.03.2022 (CIRP Process Commencement Date). Pursuant to the Order, Mr. Abhishek Nagori, insolvency professional (having IBBI Registration number (IBBI/IPA-001/IP-P00020/2016-17/10044) has been appointed as Interim Resolution Professional. On 26th April 2022 Mr. Abhishek Nagori confirmed as Resolution Professional of M/s Innovative Tyres and Tubes Limited by passing unanimous resolution in the 1st Committee of Creditor meeting at Ahmedabad.

The Statement of Unaudited Standalone Financial Results for the half year ended 30th September 2022 have been prepared by the management of company and the Resolution Professional. The unaudited financial results of the company for the half year ended 30th September 2022 has been approved in the meeting of Resolution Professional and directors and certified by Mr. Mukesh G Desai - Director (suspended) and Mr. Arvind Tambi - Chief Financial Officer. The Resolution Professional has relied upon the certifications, representations and statements made by the management while reviewing the financial results.

The Resolution Professional has, however not authenticated the correctness of enclosed the Statement of Unaudited Standalone Financial Results for the half year ended 30th September 2022 of the company for any purpose whatsoever including but not limited to the Companies Act, 2013 and the Securities and Exchange Board of India Act, 1992 when they belong to the period before initiation of the Corporate Insolvency Resolution Process i.e. 28.03.2022.

Yours sincerely,

Abhishek Nagori
Resolution Professional for M/s Innovative Tyres and Tubes Limited
IBBI/IPA-001/IP-P00020/2016-2017/10044



Date: 14th November 2022
Place: Vadodara

Independent Auditor's Review Report on half-yearly Unaudited Financial Results of Innovative Tyres & Tubes Limited pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 (as amended)

To the Board of Directors

Innovative Tyres & Tubes Limited

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **Innovative Tyres & Tubes Limited** ("the Company") for the half-year ended September 30, 2022 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Resolution Professional ("RP") of the Company, Mr. Abhishek Nagori, appointed by the Committee of Creditors ("CoC") pursuant to the order passed by the Hon'ble National Company Law Tribunal, Ahmedabad bench ("NCLT"), with whom the management of the affairs of the Company and the powers of the Board of Directors of the Company are now vested after the commencement of CIRP w.e.f. 28 March, 2022 under the provisions of Insolvency & Bankruptcy Code, 2016 ("IBC"), and approved by the RP, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting" as prescribed under Sec 133 of Companies Act, 2013 read with relevant rules issued thereunder (hereinafter referred to as "the said Accounting Standard") and other accounting principles generally accepted in India. Our responsibility is to issue a report 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 is limited primarily to inquiries of the company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Basis of Modified Conclusion
 - a. Note No. 2 to the Statement which explains that the RP has taken charge of the affairs of the Company on 28 March, 2022 and that he is not liable or responsible for any actions and regarding the information pertaining to the period prior to 28 March, 2022 and has

relied upon the explanations, clarifications, certifications, representations and statements made by the existing officials of the Company, who were also part of the Company prior to the appointment of the RP.

- b. The Company is under CIRP under the provisions of the IBC. The RP has admitted claims of creditors amounting to Rs.13,207 lacs as per the CIRP. Out of total claims of Rs. 13,207 lacs, Rs. 13,112 lacs (Rs.3,915 lacs Secured and Rs.9,197/- lacs Unsecured) have been accepted by the RP as of August 22,2022. However, the company has not made any provision for Rs. 13,112 lacs which is the additional liabilities admitted and accepted through the CIRP.
 - c. Since the Company is under CIRP, the interest of the financial creditors is accrued but not booked into the books of accounts as the said financial creditors are under the moratorium period due to the CIRP process. However, the amount of interest is not quantifiable.
 - d. The company has trade receivables of Rs 180.93 lacs out of which Rs. 153.47 lacs pertains to M/s Futures Tyres Pvt. Ltd, company under the common management, the said debtor is doubtful. However, the Company has not created any provision for doubtful debts on the same.
 - e. We draw attention to the note no. 6 of the statement with respect to assessment of impairment of Property, Plant & Equipment, based on internal evidences and in accordance to Accounting Standard ("AS") 28 "Impairment of Asset", the company is required to determine impairment losses in respect of Property Plant and Equipment as per the methodology prescribed under the said Standard. However, the Company has not done impairment testing for the reasons explained in note no.6. In the absence of any working for impairment of the property, plant & equipment as per AS, the impact of impairment losses, if any, on the financial results is not ascertainable.
 - f. The company has not appointed internal auditor as required under Section 138 of The Companies Act, 2013.
5. Based on our review conducted as stated in paragraph 3 above and subject to the possible effects of the matters described in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the said Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Material uncertainty related to Going Concern

We draw attention to Note 4 of the statement which states that the Company has incurred operating losses undergoing substantial financial stress during the half year ending September 30, 2022. The Company is unable to utilize its assets effectively and therefore there is reduction in ratio of its assets over liabilities and the Company has incurred losses amounting to Rs. 556.74 lacs during the half year ended and its net worth has been fully eroded, with accumulated losses of Rs. 5,838.62 lacs as on September 30, 2022. This has impacted the Company's ability to continue its operations in normal course in future. These events or conditions, along with other matters as set forth in the aforesaid Note, indicate that there is a material uncertainty which casts significant doubt about the Company's ability to continue as a 'going concern' in foreseeable future. However, for the reasons stated in the said note, the Company has considered it appropriate to prepare the Statement on a going concern basis.

7. We draw attention to Note no. 2 of the statement which states that Mr. Abhishek Nagori has been appointed as the RP of the Company vide order dated 28 March, 2022 passed by the Hon'ble NCLT. The Major financial creditor is State Bank of India. The other financial creditors of the Company are Yes Bank, Kotak Mahindra Bank and HDFC Bank. During the CIRP, the powers of the Board stand suspended as per section 17 of the IBC. During the pendency of the ongoing CIRP of the Company, the Resolution Applicants (RA's) have submitted their resolution plans. One of the RA's withdrew the resolution plan and other two RA's have not been selected by the COC as successful RA's. The COC has again decided to go for fresh resolution plan.

Our report is not modified in respect of these matters.

For Haribhakti & Co. LLP
Chartered Accountants
ICAI Firm Registration No.103523W/W100048

PURUSHOTTAM SHIVPRAKASH NYATI
Digitally signed by
PURUSHOTTAM
SHIVPRAKASH NYATI

Purushottam Nyati
Partner
Membership No.: 118970
UDIN: 22118970BDCMIH6952

Place: Mumbai
Date: 14-11-2022