

Independent Auditor's Review Report on Unaudited Standalone Financial Results of Unitech Limited Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) for the Quarter and Half Year ended 30th September, 2024

To the Board of Directors of Unitech Limited

The Hon'ble Supreme Court vide its order dated 20th January 2020 has, inter alia, given directions that the Board of Directors of Unitech Limited, as existing on that date, be superseded with immediate effect in order to facilitate the taking over of management by the new Board of Directors constituted in terms of the proposal submitted by the Union Government of India "UOI". In Compliance of the Direction, new Board of Directors, as appointed by Union Government of India, took charge of office on 21st January 2020. Subsequently, Resolution Framework (RF) for Unitech group has been prepared by the newly appointed Board of Directors which is approved in the meeting of the Board held on September 17, 2020, (as amended) and the same has also been filed with the Hon'ble Supreme Court.

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of Unitech Limited ("the Company") for the quarter ended 30th September 2024 ("the statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, as amended ("the Listing Regulations").
2. This statement is the responsibility of the Company's Management and has been 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, ("Ind AS 34") "Interim Financial Reporting" as prescribed under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the results 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 financial results are 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 Standard(s) 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.

Basis of disclaimer of conclusion

Based on our review conducted as above, due to the matters stated at para 4 of this report, we believe that the accompanying Statement of Unaudited Standalone Financial Results is not strictly prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standard (Ind AS) specified under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, and are disclosing the information required to be disclosed in terms of the Listing Regulations, including the manner in which, it is to be disclosed, or that it contains material misstatement.

4. We draw attention to the following matters:

- (i) We draw attention to Note no. 4 of the Unaudited Standalone Financial Results, which have made references to the Resolution Framework (RF) for Unitech group. The company has requested the Hon'ble Supreme Court to grant some concessions and reliefs so that the company is able to fulfil its obligations towards the construction of the projects and meet other liabilities. Resolution framework of Unitech group filed by New Management before the Hon'ble Supreme Court on 16th July, 2020, Revised Version on 5th February, 2021 and Revised Version on 27th July, 2022 has not yet been approved by the Hon'ble Supreme Court. Accordingly, the impact of the proposed reliefs, concessions etc. have not been considered in the books of accounts.

(ii) Material uncertainty related to going concern

We draw attention to Note no. 5 of the Unaudited Standalone Financial Results wherein the management has represented that the Unaudited Standalone Financial Results have been prepared on a going concern basis, notwithstanding the fact that the Company has eroded its net worth and has incurred losses, both in the current and previous year, and has challenges in meeting its obligations, servicing its current liabilities including bank loans and public deposits. The Company also has various litigation matters which are pending before different forums. Further, the New Management has inherited various projects of the Company, which are pending for considerable construction and residual works to be completed.

In compliance of the directions of the Hon'ble Supreme Court, as contained in Court's order dated 20th January 2020, the Government appointed Board of Directors has requested the Hon'ble Supreme Court to grant certain concessions and reliefs so that the Company is able to fulfill its obligations towards the construction and completion of in-complete projects and meet other liabilities.

These conditions indicate the existence of material uncertainty that may cast significant doubt about Company's ability to continue as a going concern. The appropriateness of assumption of going concern is critically dependent upon the

Company's ability to raise finance and generate cash flows in future to meet its obligations, and also on the final decision of the Hon'ble Supreme Court on the Resolution Framework. Also, the Board of Directors are exploring various possible options for completion of ongoing projects and are trying to generate additional possible revenues by construction of new flats.

Considering the above, we are unable to express an opinion on this matter.

- (iii) The Management of the Company has not conducted any impairment assessment for the investments made by the erstwhile management in subsidiary companies, joint ventures and associates having aggregate carrying value of Rs. 954,99.39 lakhs, despite of strong indicators existing for impairment assessment, as required by Ind AS 36, 'Impairment of Assets'. In view of non-existence of any impairment study, we are unable to conclude upon the adjustments, if any, that may be required to the carrying value of these investments and its consequential impact on the Unaudited Standalone Financial Results. (refer Note 6 (v) of the Unaudited Standalone Financial Results)
- (iv) Due to legacy issues inherited from erstwhile management, the company is not having sufficient evidence about the recognition of fair value of the estimated loss allowance on loans and advances given by erstwhile management to subsidiary companies, joint ventures and associates amounting to Rs. 4491,96.67 lakhs and trade receivables from subsidiary companies, joint ventures and associates amounting to Rs. 45,55.06 lakhs as required by Ind AS 109, 'Financial Instruments'. (refer Note 6(vi) of the Unaudited Standalone Financial Results)

We are therefore unable to express an opinion on the recoverability of the loans and trade receivables from subsidiary, joint ventures and associates, fair value of estimated loss allowance on loans and trade receivables given and the consequential impact on the Unaudited Standalone Financial Statements.

- (v) We draw attention to note 18 of Unaudited Standalone Financial results which contains details of corporate and bank guarantees issued by the erstwhile management for its subsidiaries and joint ventures. Due to legacy issues inherited from erstwhile management, the company is not having sufficient evidence regarding recognition of fair value of the estimated loss allowance on corporate and bank guarantee given by erstwhile management on behalf of its subsidiary, joint ventures and associates amounting Rs. 1298,69.64 lakhs as required by Ind AS 109, 'Financial Instruments'. We are therefore unable to express an opinion on the fair value of estimated loss allowance on corporate and bank guarantee.
- (vi) The Management of the Company has not conducted any impairment assessment for the investments made and advances given for purchase of land by the erstwhile management in unrelated companies / entities having aggregate carrying value of Rs. 345,91.75 lakhs and Rs. 312,90.99 lakhs respectively, despite of strong indicators existing for impairment assessment, as required by Ind AS 36, 'Impairment of Assets'. In view of non-existence of any impairment study, we are unable to express an opinion upon the adjustments, if any, that may be required to the carrying value

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Chartered Accountants

of these investments and its consequential impact on the Standalone Financial Statements. (refer Note 6(v) of the Unaudited Standalone Financial Results)

- (vii) Due to legacy issues inherited from erstwhile management, the company is not having sufficient evidence about the recognition of fair value of the estimated loss allowance on loans given by erstwhile management to unrelated companies / entities amounting to Rs. 60,61.54 lakhs, trade receivables amounting Rs. 411,78.23 lakhs, inter corporate deposit amounting to Rs. 138,53.66 lakhs and security deposits given amounting Rs. 5,24.04 lakhs as required by Ind AS 109, 'Financial Instruments'. We are therefore unable to express an opinion on the recoverability of the loans given, trade receivables and security deposits given from unrelated companies / entities, fair value of estimated loss allowance on loans given, trade receivables and security deposits given, and the consequential impact on the standalone financial statements. (refer Note 6(vi) of the Unaudited Standalone Financial Results)
- (viii) Balance of amounts due to / from trade receivables, trade payables, bank balances, borrowings, advance received from customers, advance to suppliers, security deposits, other loans and advances, advance for purchase of land, inter corporate deposits and other assets are pending for reconciliation / confirmation. The overall impact of the above and the consequential impact of same on Standalone Financial Results are not ascertainable and hence, we are unable to express an opinion on the same. (refer Note 7 of the Unaudited Standalone Financial Results)
- (ix) Amount recoverable from GNIDA amounting Rs. 183,39.80 lakhs is subject to confirmation/ reconciliation. In view of absence of the reconciliation, we are unable to conclude on the consequential impact of same on standalone financial results. (refer Note 12(iii) of the Unaudited Standalone Financial Results)
- (x) Variation of Rs. 9,34.15 lakhs has been observed between balance lying with Supreme Court registry and books of accounts and the same is under reconciliation. In view of absence of the reconciliation, we are unable to express an opinion on the consequential impact of same on standalone financial statements. (refer Note 6 (i) of the Unaudited Standalone Financial Results)
- (xi) **Refer note 7 of standalone financial results:-**
 - A) Statutory dues related to Income-tax Act, 1962 amounting Rs. 102,46.88 lakhs, Professional Tax amounting Rs. 0.59 Lakhs, Employees Provident Funds and Miscellaneous Provisions Act, 1952 amounting to Rs. 24,42.87 Lakhs pertaining to the period of erstwhile management, are unpaid since long. In view of non-payment of statutory dues, possibility of levies, some penalties by the respective departments cannot be ruled out. On account of the above, we are unable to express an opinion on the consequential impact of same on standalone financial statements. (refer Note 7 of the Unaudited Standalone Financial Results)
 - B) As per independent opinion taken by Management, the Company is not deducting TDS on estimated liability of interest provided in the books of

accounts, based on memorandum statement of accounts received from lenders other than banks. Same is in contravention of the provisions of chapter XVII of Income-tax Act, 1961 which mandates deduction of tax at source at earlier of booking or payment.

- C) Input credit receivable (GST) of Rs. 58,97.73 lakhs is subject to reconciliation with the balance of input credit claimable from GST department (in GST portal). In view of absence of the reconciliation, we are unable to express an opinion on the consequential impact of same on Unaudited Standalone Financial Statements.
- (xii) In view of the instances of non-compliance with certain debt covenants including interest & principal repayment defaults, we would like to draw attention to the fact that the Company has not obtained the balance confirmations on loans from lenders (including non-convertible debentures) amounting to Rs. 9972,79.19 lakhs (including interest accrued of Rs. 6548,85.72 lakhs). In the absence of adequate and sufficient audit evidence to establish the amounts payable to the lenders, we are unable to express an opinion on the correctness of these amounts reflected in the standalone financial statement and also on their consequential impact including potential tax liabilities. (refer Note 9 of the Unaudited Standalone Financial Results)
- (xiii) Non-compliance of provisions of Indian Accounting Standards “IND AS” as prescribed under Section 133 of the Companies Act, 2013: -
- a) Revenue from real estate projects (IND AS 115)
- We draw attention to Note no. 6(vii) of the Unaudited Standalone Financial Results, stating that the Company is accounting for revenue under real estate projects using percentage of completion method (POCM) with an understanding that performance obligations are satisfied over time whereas, the terms of the agreements entered by the Company with buyers of the property does not satisfy the conditions specified in paragraph 35 of Indian Accounting Standard 115 “revenue from contracts with customers” in all the cases.
- b) Inventory and project in progress.
- 1) Reconciliation of sub-ledger records for advance received from homebuyers and trade receivables is in progress. In view of absence of the reconciliation, we are unable to express an opinion on the consequential impact of same on Unaudited Standalone Financial Statements.
- 2) The Company has incurred Rs 9475,22.64 Lakhs in the Projects Not Considered in Revenue Recognition. However, comparative analysis of the expected revenue of these projects with cost incurred in these projects is under preparation. In absence of these comparative analysis, we are unable to offer any comments on onerous contracts, if any.

In absence thereof, we are unable to express an opinion upon the discrepancies if any and its consequential impact thereof.

- (xiv) We draw attention to Note no. 10 of the Unaudited Financial Results in respect of default in repayment of public deposits accepted by erstwhile management. As per the financial books, principal amount of deposit accepted for Rs. 529,12.98 lakhs is overdue for repayment. The Company has not created any provision for interest payable during the period ended 30th September 2024 amounting Rs. 16,27.37 lakhs (accumulated unaccounted interest is Rs. 515,60.24 lakhs) taking a cue from the directions of the Hon'ble Supreme Court from time to time issued for payment of the Principal Amount to the HD holders, as explained by the management. In our opinion, losses of the Company and value of public deposits are understated to extent of Rs. 515,60.24 lakhs subject to a final decision of the Hon'ble supreme Court in the matter.
- (xv) We draw attention to note no 6(iii), the Company has conducted physical verification of its property plant and equipment & unsold flats and the reconciliation of the same with books of accounts is in progress. In absence of the reconciliation, we are unable to comment upon the discrepancy between book records and physical counts, if any and its consequential impact of the financial results.

On all the items mentioned in this para, we had given a disclaimer of opinion on the Unaudited Standalone Financial Results for the year ended 31st March 2024, 2023, 2022 and 2021 in respect of these matters.

5. *Disclaimer of conclusion*

Our review indicates that, because of the substantive nature and significance of the matter described in paragraph 4, we have not been able to obtain sufficient appropriate evidence, due to the legacy inherited by the new management, to provide a basis for expressing a conclusion on the statement as to whether these Unaudited Standalone Financial Results are prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other recognized accounting practices and policies generally accepted in India has disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 (as amended) including the manner in which it is to be disclosed, or that it does not contain any material misstatement.

6. *Other Matter:*

- i. We draw attention to Note no. 15 of the Unaudited Standalone Financial Results, A forensic audit of the Company was conducted as per directions of the Hon'ble Supreme Court. We have been informed that the report on the forensic audit is not available with the Company or its Board of Directors;

G S A & Associates LLP

Chartered Accountants

hence impact of observations in the forensic audit report can be ascertained only after the same is directed by the Supreme Court to make the same available to the new Management.

Our opinion is not modified in respect of the matter.

We had mentioned the matters under "Other Matter" on the Standalone Financial Statements for the year ended 31st March 2024.

UDIN: 24077891BKGFFG1227

For GSA & Associates LLP

Chartered Accountants

Firm Registration No.: 000257N / N500339

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Date: 2024.11.13
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Anshu Gupta

Partner

Membership No: 077891

Place: New Delhi

Date: 13th November 2024

Head Office: - 16 DDA Flats, GF, Panchsheel Shivalik Mor, Near Malviya Nagar, New Delhi-110017

Tele- 7862099205, 011-41811888 Email ID- admin@gsa.net.in

LLP registration No. AAS-8863 (Formerly known as GSA & Associates)

Branches at Akhnoor (Jammu) and Jalpai More, Dist- Darjeeling

UNITECH LIMITED
CIN: L74899DL1971PLC009720
Regd. Office: 6, Community Centre, Saket, New Delhi 110017
STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS
FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2024

(Rs. in Lakhs except EPS)

Sl. No.	Particulars	Quarter Ended			Half Year Ended	Year Ended
		30.09.2024	30.06.2024	30.09.2023	30.09.2024	31.03.2024
		Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income					
	a) Revenue from Operation	1,907.65	2,500.27	1,701.78	4,407.92	16,192.17
	b) Other Income	554.85	738.89	295.91	1,293.74	3,064.94
	Total Income	2,462.50	3,239.16	1,997.69	5,701.66	19,257.11
2	Expenses					
	a) Real estate, Construction and Related Expenses including Cost of Land sold	1,091.46	46,348.11	1,742.96	47,439.57	72,661.10
	b) Employee Benefits Expense	451.17	499.60	431.35	950.77	1,729.63
	c) Finance Costs	47,452.48	47,850.83	48,753.41	95,303.31	1,99,666.72
	d) Depreciation and Amortisation Expense	70.30	67.51	64.23	137.81	253.89
	e) Other Expenses	255.78	243.17	322.13	498.95	1,214.05
	Total Expenses	49,321.19	95,009.22	51,314.08	1,44,330.41	2,75,525.39
3	Tax Expenses for the period/ year					
	(a) Current Tax	-	-	-	-	-
	(b) Deferred Tax	-	-	-	-	-
	Total Tax Expenses for the period/ year	-	-	-	-	-
4	Net Profit for the period/ year (3-4)	(46,858.69)	(91,770.06)	(49,316.39)	(1,38,628.75)	(2,56,268.28)
5	Other Comprehensive Income / (Loss)					
	(i) Items that will not be reclassified to profit and loss	(2.60)	(15.40)	(68.96)	(18.00)	(69.56)
	(ii) Income tax relating to items that will not be reclassified to profit and loss	-	-	-	-	-
	Total Other Comprehensive Income / (Loss)	(2.60)	(15.40)	(68.96)	(18.00)	(69.56)
6	Total Comprehensive Income (4+5)	(46,861.29)	(91,785.46)	(49,385.34)	(1,38,646.75)	(2,56,337.84)
7	Paid-up Equity Share Capital (Face Value of Rs. 2 per Share)	52,326.02	52,326.02	52,326.02	52,326.02	52,326.02
8	Earnings per Equity Share					
	(Face Value of Rs. 2 per Share) *(Not annualised)					
	Basic (Rs.)	(1.79)*	(3.51)*	(1.88)*	(5.30)*	(9.80)
	Diluted (Rs.)	(1.79)*	(3.51)*	(1.88)*	(5.30)*	(9.80)




Y.S. MALIK, IAS (Retd.)
Chairman & Managing Director
Unitech Limited

Unitech Limited
CIN: L74899DL1971PLC009720

Regd. Office: 6, Community Centre, Saket, New Delhi 110017
Standalone Statement of Assets & Liabilities

(Rs. In Lakhs)

Sl.No.	Particulars	As At September 30, 2024	As At March 31, 2024
A	ASSETS		
1	Non Current Assets		
	Property, Plant and Equipment	1,505.14	1,614.48
	Investment property	1,131.60	1,141.36
	Other Intangible Assets	55.11	41.42
	Intangible Assets under Development	65.06	65.06
2	Financial Assets		
	(i) Investments	1,57,186.01	1,57,201.61
	(ii) Loans	222.36	222.31
	(iii) Other Financial Assets	2,918.28	2,813.74
	Other non current Assets	3.76	0.96
	Total Non Current Assets	1,63,087.32	1,63,100.94
	Current Assets		
	Inventories	62,517.96	62,517.96
3	Financial Asset:		
	(i) Investments	-	-
	(ii) Trade Receivables	45,733.29	45,637.43
	(iii) Cash and Cash equivalents	22,080.80	25,927.74
	(iv) Bank Balance other than (iii) above	10,527.23	6,775.50
	(v) Loans	4,55,082.35	4,52,079.53
	(vi) Other Financial Assets	49,546.77	49,545.54
	Current Tax Assets (Net)	4,502.52	4,289.29
	Other Current Assets	8,69,227.44	8,60,780.98
	Total Current Assets	15,19,218.36	15,07,553.97
	Non Current Assets Classified As Held For Sale	4,226.26	4,226.26
	Total Assets	16,86,531.94	16,74,881.17
B	EQUITY AND LIABILITIES		
1	Equity		
	Equity Share Capital	52,326.02	52,326.02
	Other Equity	(3,96,559.17)	(2,57,912.59)
	Total Equity	(3,44,233.15)	(2,05,586.57)
2	LIABILITIES		
	Non Current Liabilities		
	Financial Liabilities		
	(i) Borrowings	113.60	16.19
	(ii) Other Financial Liabilities	431.34	434.58
	Long Term Provisions	45,616.71	467.02
	Total Non Current Liabilities	46,161.65	917.79
3	Current Liabilities		
	Financial Liabilities		
	(i) Borrowings	5,14,066.96	5,12,974.64
	(ia) Lease Liability	106.95	155.52
	(ii) Trade payables	81,975.97	81,948.99
	(iii) Other Financial Liabilities	7,38,909.78	6,77,017.69
	Other Current Liabilities	6,49,486.32	6,07,396.40
	Short Term Provisions	57.46	56.71
	Total Current Liabilities	19,84,603.44	18,79,549.95
	Total Equity & Liabilities	16,86,531.94	16,74,881.17



(Signature)
Y.S. MALIK, IAS (Retd.)
Chairman & Managing Director
Unitech Limited

UNITECH LIMITED		STANDALONE
Cash flow Statement		
For the period ended 30th September 2024		(Rs. In Lakhs)
Particulars	As At 30.09.2024	As At 31.03.2024
Cash flow from operating activities:-		
Profit/(Loss) before tax	(1,38,628.75)	(2,56,268.31)
Adjustments for		
Interest income	(1,100.83)	(2,481.20)
Unrealised foreign exchange (gain)/loss	7.09	22.80
(Profit) / loss on disposal of tangible PPE - net	22.05	-
Borrowing costs charged to profit and loss account	95,303.31	1,99,666.72
IND AS and other adjustments	(18.00)	(69.56)
Dividend Income	(0.47)	(7.41)
Depreciation and amortization expenses	137.81	253.89
Bad debts/advances written off	0.47	-
Operating loss before working capital changes	(44,277.33)	(58,883.07)
Adjustments for:		
Trade Payables , Financial & Other Liabilities	13,140.64	35,177.83
Provisions	45,150.44	35.84
Trade and other receivables	(102.48)	1,569.82
Loans & Advances & Other Assets	(13,131.30)	24,537.13
Cash generated/(used) from/in operations	780.00	2,437.55
Income taxes (paid)/refund-net	(213.23)	(1,255.41)
Net cash flow from operating activities (A)	566.77	1,182.14
Cash flow from investing activities:-		
Purchase of PPE including capital work in progress	(138.25)	(43.46)
Sale of PPE	101.00	-
Dividend received	0.47	7.41
Sale / (Purchase) of investments (net)	(2.40)	411.67
Loans received from subsidiaries, associates and joint ventures	280.51	531.82
Loans repaid to subsidiaries, associates and joint ventures	(3,002.79)	(801.08)
Interest received	(1,077.48)	2,444.58
Net cash flow from investing activities (B)	(3,838.95)	2,550.94
Cash flow from financing activities:-		
Proceeds from long term borrowings	-	(228.15)
Repayment of Public deposits	(574.76)	(255.81)
Borrowing cost paid	-	(1.61)
Net cash flow from financing activities (C)	(574.76)	(485.57)
Net change in cash and cash equivalents (A+B+C)	(3,846.94)	3,247.53
Cash and cash equivalent at the beginning of the year	25,927.74	22,680.21
Cash and cash equivalent at the end of the year	22,080.80	25,927.74




Y.S. MALIK, IAS (Retd.)
 Chairman & Managing Director
 Unitech Limited

(Rs. In Lakhs)		
Components of cash and cash equivalents		
Cash on hand	3.45	2.95
Balances with banks		
- on current accounts	3,856.87	2,882.65
- in current account in Foreign Current Account *	3.85	-
- in deposit account (with maturity of 3 months or less)	18,216.63	23,042.14
Total cash and cash equivalents	22,080.80	25,927.74
* represent balance with Wahda Bank, Libya which is having repatriation restriction		
Notes: (i) The cash flow statement has been prepared under the Indirect Method as set out in IND AS-7 Cash Flow Statements. (ii) Amounts in brackets represent a cash outflow or a loss. (iii) Previous year figures have been re-grouped/re-arranged wherever considered necessary.		

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Y.S. MALIK, IAS (Retd.)
 Chairman & Managing Director
 Unitech Limited

Notes to the Statement of Standalone Financial Results for the half year ended 30 th September, 2024	
1.	The above Financial Results, prepared on Standalone basis have been reviewed by the Audit and Risk Management Committee and approved by the Board of Directors of the Company at their respective meetings held on 13 th November, 2024. The Statutory Auditors have carried out Limited Review of the said Standalone Financial Results of the Company.
2.	The Company is primarily in the business of Real Estate Development and related activities, including Construction and allied Services. Further, all the business conducted is within the geographical boundaries of India. Accordingly, the Company's business activities primarily represent a single business segment and the Company's operations in India represent a single geographical segment.
3.	The Standalone Financial Results have been prepared in accordance with Indian Accounting Standards ("Ind AS") as prescribed in section 133 of the Companies Act 2013, read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016, subject to the matters mentioned in Notes herein.
4.	The Hon'ble Supreme Court, vide its order dated 20 th January 2020, has, <i>inter alia</i> , given directions that the Board of Directors of Unitech Limited, as existing on that date, be superseded with immediate effect in order to facilitate the taking over of Management by the new Board of Directors constituted in terms of the proposal submitted by Government of India. In these Financial Results, references have been made hereunder to the Resolution Framework (RF) for Unitech Group, which has been prepared and approved by the Board of Directors in their meeting held on 17.06.2020, followed by updations of the Resolution Framework approved by the Board of Directors in their subsequent meetings held on 10.09.2020, 28.10.2020 and 27.04.2022. The updated Resolution Framework has been placed before the Hon'ble Supreme Court on 08.08.2022.
5.	<p>The Company has incurred losses in the current and previous years. The Company has huge challenges in meeting its operational obligations, current liabilities including outstanding dues to the statutory authorities, Bank Loans and Public Deposits. The Board of Directors of the Company, as appointed by the Union of India with the approval of Hon'ble Supreme Court, is in the process of estimating the contractual liabilities and the final outcome of contingent liabilities from the realizable value of available assets at the contracted value in the current form, which is an on-going activity.</p> <p>In compliance of the directions of the Hon'ble Supreme Court, as contained in its order dated 20th January 2020, the newly appointed Board of Directors has already stated its position in the Resolution Framework submitted in the Hon'ble Supreme Court on 15.07.2020, followed by updated versions submitted before the Hon'ble Supreme Court on 05.02.2021 and 08.08.2022, vide which the Hon'ble Supreme</p>



Y.S. MALIK, IAS (Retd.)
Chairman & Managing Director
Unitech Limited

Notes to the Statement of Standalone Financial Results for the half year ended 30th September, 2024

	<p>Court has been requested to grant certain concessions and reliefs so that the Company is able to fulfill its obligations towards the construction and completion of in-complete projects and meet other liabilities. Apart from the mandate of completion of various projects and handing over the completed units to the Homebuyers, the Government appointed Board of Directors has taken a comprehensive view of all pending and other projects and made proposals qua other issues which have a bearing on the Company operating as a going concern. These include various other liabilities and suggested a road map for addressing the same. Though the Hon'ble Supreme Court has yet to take decisions in principle on these issues, clear messages have been given on issues like treatment of refunds to Homebuyers and resultant units becoming a part of the unsold inventory of Unitech, the FD holders being released only the principal amounts of their FDs, and so on and so forth. Even in the case of Noida and Greater Noida Authorities, the Hon'ble Court has deferred the issue of determination of their outstanding dues after hearing the new management and the authorities. As regards the dues of secured creditors, it is important to keep in view that they are having rights over land assets mortgaged to them, the monetization of which in due course should help in meeting a considerable part of their dues. The reasons for opting against the winding up of the Company or its reference under IBC have also been explained in the application filed with the Resolution Framework. Pending a final decision of the Hon'ble Supreme Court, the Financial Statements have, accordingly, been drawn on an on-going basis.</p>
6.	<p>The Company is in the process of:</p> <ul style="list-style-type: none"> (i) reconciling the balances appearing in its Books of Accounts with the balances deposited with the Registry of the Hon'ble Supreme Court; (ii) estimating the impact of contingent liabilities in line with Resolution Framework submitted to the Hon'ble Supreme Court; (iii) conducting physical verification of Property, Plant & Equipment; (iv) conducting Net Realizable Value (NRV) assessment of its inventories and projects in progress; (v) conducting impairment assessment of its investment in equity instruments, debentures, bonds, various funds, financial guarantees and other commitments, loans and advances given to Subsidiaries, Associates and Joint Ventures; (vi) preparation of expected credit loss policy in relation to trade receivables, securities deposits, loans and advances given to others; (vii) re-evaluating the impact of Ind AS 115 and to conclude regarding effectiveness of existing accounting policy in line with Ind AS 115; and (viii) Verifying and mapping the monies received from the residents towards maintenance charges.




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7.	As regards trade payables, which primarily relate to the unpaid bills of Contractors and Vendors, and which prima facie may not be payable to the extent shown in the Books, the Management is in the process of ascertaining the genuineness of all the operational liabilities, which are being carried forward as a legacy from the erstwhile Management in the accounts. As regards all other opening balances which are outstanding for a long period of time and which are also being carried forward as a legacy balance, the Company is in the process of collecting the supporting documents to take an appropriate decision in the matter. Though some progress has been made in this behalf, the process of compiling banks statements/ bank balance confirmations from all the concerned banks of the Company is likely to take some time as some of the banks are taking time to supply the requisite information. The Company has various outstanding statutory liabilities since long and the same are unpaid due to the pendency of matters before various Adjudicating Authorities and liquidity constraints with the Company.
8.	The Company has accounted for its investment in one of its subsidiaries, namely, M/s Unitech Power Transmission Limited, as non-current assets held for sale. The Company is carrying the said investment at cost. Cost of investment as on 30 th September, 2024, is Rs. 4,226.26 Lakh.
9.	There have been delays in the payment of dues of non-convertible debentures, term loans and working capital loans from Banks and Financial Institutions (including principal, interest and/or other charges as the case may be) to the lenders of the Company and the total of such outstanding runs into Rs. 9,97,279.19 Lakh as on 30 th September, 2024.
10.	<p>(i) Pursuant to section 74 (2) of the Companies Act, 2013, the Company had filed an application before the Hon'ble CLB [Now National Company Law Tribunal (NCLT)] for, <i>inter-alia</i>, seeking re-scheduling of repayment of the outstanding Public Deposits, including interest thereon as is considered reasonable, in March 2015. The Hon'ble NCLT dismissed the said application. The appeal against the said order was also dismissed by the Hon'ble NCLAT vide its order dated 31st January, 2017.</p> <p>(ii) The Company has not provided for interest payable on Public Deposits since 01st April, 2017, which works out to Rs. 51,560.24 Lakh upto 30th September, 2024. The issue of payment of Public Deposits to the FD Holders, limited to the principal amount, is a part of the Resolution Framework, which is pending consideration of the Hon'ble Supreme Court. It may, however, also be noted that the Hon'ble Supreme Court has been approving the payment of Principal amount only in various cases considered on grounds of medical exigencies.</p>
11.	(i) The erstwhile Management had invested in Telangana State through a collaboration agreement with M/s Dandamundi Estate and Mr. D.A. Kumar and



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	<p>deposited an amount of Rs. 48,131.00 Lakh (out of which an amount of Rs. 600.00 Lakh got adjusted as part dues of M/s Dandamundi Estate). Now, the new Management is trying to recover the amounts deposited with M/s Dandamundi Estate and Mr. D.A. Kumar, along with interest @ 18% p.a. The Company has already filed an IA before the Hon'ble Supreme Court for recovery of the amount.</p> <p>(ii) Notwithstanding the IA pending before the Hon'ble Supreme Court, the Management has held meetings at the level of Board of Directors and Justice (Retd.) A.M. Sapre, a former Judge of Supreme Court, with Mr. D.A. Kumar and also visited the land sites twice on 24.06.2022 and 02.01.2023.</p> <p>(iii) It was agreed in the last meeting held at the level of Justice Sapre and the Chief Secretary to Government, Telangana that the District Administration would complete the site survey and identify the areas, which have been encroached. It was also <i>inter-alia</i> directed by the Chief Secretary that no further sale deeds be allowed to be executed on the land parcels owned by Unitech Limited and its collaborator. Notwithstanding the above, However, efforts to find an amicable resolution of the issues have not succeeded so far.</p>
12.	<p>(i) The Company had received a 'cancellation of lease deed' notice from Greater Noida Industrial Development Authority ("GNIDA") dated 18th November 2015. The said land is also mortgaged and the Company has registered such mortgage to a third party on behalf of lender for the Non-Convertible Debenture (NCD) facility extended to the Company and, due to default in repayment of these NCDs, the debenture holders have served a notice to the Company under section 13(4) of the SARFAESI Act and have also taken notional possession of this land. The Company had contractually entered into agreements with 352 homebuyers and had also received advances from such buyers amounting to Rs. 6,682.10 Lakh (net of repayment). No contract revenue has been recognized on this project.</p> <p>(ii) GNIDA, in the meanwhile, deposited an amount of Rs. 7,436.35 Lakh (Rs. 6,682.10 Lakh and interest @ 6% on the principal amount of Rs. 6,682.10 Lakh), with the Registry of the Supreme Court on behalf of the Company, out of the monies paid by the Company, in terms of the Order dated 18.09.2018 of the Hon'ble Supreme Court. This amount stands refunded to about 352 homebuyers pursuant to the directions of the Hon'ble Supreme Court.</p> <p>(iii) The matter in respect of the land is still pending before the Hon'ble High Court of Allahabad for final disposal. The Company has, subsequently, shown the amount of Rs. 18,339.80 Lakh as recoverable from GNIDA in its Books of Account.</p> <p>(iv) Further, the Management is also in the process of filing a comprehensive IA before the Hon'ble Supreme Court qua GNIDA demands from Unitech, including seeking appropriate directions on the subject.</p>




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13.	<p>(i) The Company received an arbitral award dated 6th July 2012 passed by the London Court of International Arbitration (LCIA) wherein the Arbitration Tribunal has directed the Company to purchase the investment of Cruz City 1 (a Company owned by Lehman Bros.) in Kerrush Investment Ltd. (Mauritius) at the overall value of USD 298,382,949.34 (Previous year ended 31st March 2024 – USD 298,382,949.34). The High Court of Justice, Queen's Bench Division, Commercial Court London, had confirmed the said Award.</p> <p>(ii) Further, consequent to the order passed by the Hon'ble High Court of Delhi in the instant case, the Company is required to make the aforesaid investment into Kerrush Investments Limited (Mauritius). The decree of the aforesaid amount against the Company is pending for execution. However, the Management is exploring the possibilities of filing an IA in the Supreme Court in the matter.</p>
14.	The Company had a branch office in Libya, whose financial statements/ information reflect total assets of Rs. 1,328.47 Lakh (Previous year - Rs. 1,328.47 Lakh) as on 30 th September, 2024 and total revenues of Rs. NIL (Previous year - NIL) for the period ended 30 th September, 2024, on that date, as considered in the Standalone Financial Statements as described above. The Company has also made provision against all assets of Rs. 1,328.47 Lakh (Previous year - Rs. 1,328.47 Lakh). The financial statements/ information of this branch office have not been audited by the Branch Auditor due to the adverse political situation prevailing in Libya and functional limitations.
15.	A Forensic Audit of the Company was conducted as per directions of the Hon'ble Supreme Court, and the report on the Forensic Audit was submitted in a sealed cover to the Hon'ble Supreme Court. The report on the Forensic Audit is not available with the Company or its Board of Directors. However, the said report was made available to the Enforcement Directorate, which is seized of investigations into the related matters. Hence, the impact of observations of the Forensic Audit Report can be ascertained only after these processes reach some finality.
16.	The Company has created provision for onerous contracts amounting to Rs. 45,116.07 Lakhs after making assessment of estimated project costs vis a vis estimated project revenues.
17.	The Company has not created any kind of Deferred Tax Assets on account of lack of reasonable certainty of having taxable profits and in foreseeable future against which such tax assets can be adjusted.




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18. Details of Contingent Liabilities and commitments to be performed by the Company till 30th September, 2024 are as follows:

(Rs. in Lakhs)		
Particulars	As on 30.09.2024	As on 30.06.2024
(a) Claims of delayed interest and penal interest related to EDC IDC and Licence Fee	65,865.87	64,256.55
(b) Income Tax disputes	2,08,135.80	2,06,461.25
(c) TDS disputes	1,985.26	162.19
(d) Sales Tax dispute (Pending in Appeal / Assessment)	16,232.75	16,232.75
(e) Service Tax dispute	9,950.66	9,950.66
(f) GST dispute (Pending in appeal / GST Orders)	1,050.41	948.38
(g) Claim by homebuyers and others at various judicial forums	42,859.79	42,859.79
(h) Claims u/s EPF & MP Act	9,410.84	11,646.93
(i) Guarantees	1,29,869.64	1,25,586.23
(j) Noida Authority (As per Resolution Framework)	3,00,608.00	3,00,608.00
(k) Penalty on NPA A/C	12,426.73	6,602.11
(l) 2056 Litigation Cases Pending with various court(s) [Previous year 2056]	Amount Unascertain	Amount Unascertain
Total>>	7,98,395.75	7,85,314.84

19. The figures of the previous year have been re-grouped/ re-arranged wherever considered necessary for the purpose of comparison.



Place: Gurugram
Dated: 13.11.2024

For Unitech Limited

Yudhvir Singh Malik
Chairman & Managing Director

Y.S. MALIK, IAS (Retd.)
Chairman & Managing Director
Unitech Limited