



Date: 07.11.2023

REF: SEC: COORD: 134

Manager, Listing Department, National Stock Exchange of India Limited Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051. Scrip Symbol - ITDC (EQ)	Manager, Department of Corporate Services BSE Limited, Mumbai Floor 25, P.J. Towers, Dalal Street Mumbai- 400 001 Scrip code : 532189
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Sub: Submission of Statements of Impact of Auditors qualification

This is with reference to earlier announcement dtd 07th November, 2023 subjected with "Outcome of Board Meeting and Submission of Un-Audited Standalone & Consolidated Financial Results for the quarter ended September 30, 2023".

We are enclosing herewith statements of impact of Auditors qualification for the Quarter ended September 30, 2023.

Thanking you,

For **India Tourism Development Corporation Ltd.**

V.K. Jain

Company Secretary

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Quarterly Standalone Limited Reviewed Financial Results

Statement on Impact of Audit Qualifications for the Quarter ended September 30, 2023 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (₹ in lakh)	Adjusted Figures (audited figures after adjusting for qualifications) (₹ in lakh)
	1.	Turnover / Total income	13321.35	13321.35
	2.	Total Expenditure	10761.61	10761.61
	3.	Net Profit/(Loss)	2559.74	2559.74
	4.	Earnings Per Share	2.28	2.28
	5.	Total Assets	89785.51	89785.51
	6.	Total Liabilities	50282.71	50282.71
	7.	Net Worth	39502.80	39502.80
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II. Audit Qualification (each audit qualification separately):				
	a. Details of Audit Qualification: As per Annexure-A			
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion: Qualified			
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing: Annexure – A			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: Annexure – A			
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:			
	(i) Management's estimation on the impact of audit qualification: Annexure-A			
	(ii) If management is unable to estimate the impact, reasons for the same: Annexure –A			
	(iii) Auditors' Comments on (i) & (ii) above: Not applicable			
<div style="text-align: center;"> एम. आर. सिनरेम, मा.प्र.से. M. R. SYNREM I.A.S. प्रबंध निदेशक Managing Director भारत पर्यटन विकास लिमिटेड India Tourism Development Corp. Ltd. स्कोप कॉम्प्लेक्स, कोर-8, छठा तल, Scope Complex, Core-8, 6th Floor, 7, लोदी रोड, नई दिल्ली / 7, Lodhi Road, New Delhi-110003 </div>				
III.	Signatories:			
	•	CEO/Managing Director	LOKESH KUMAR AGGARWAL	
	•	CFO		
	•	Audit Committee Chairman		
	•	Statutory Auditor		
Place: New Delhi				
Date: 07.11.2023				

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Annexure - A (Standalone)

Sr. No	Audit Qualification	Type of Audit Qualification	Frequency of Audit Qualification	Management's view where impact of Audit Qualification is quantified by the Auditors	Impact not quantified by Auditor, Management's estimation on the impact of audit qualification (I)	If Management is unable to estimate the impact, reasons for the same (II)	Auditor's Comment on (I) and (II)
1	<p>Ashok Tours and Travels (ATT) Delhi</p> <p>In September 2019, the Company had entered into an agreement with GSA for marketing of Air tickets etc. for them. The commission for the said business was to be shared equally with them. We observed the following:</p> <p>i. The agency was to make interest interest-free cash deposit of Rs. 1.80 crore and furnish a Bank Guarantee for Rs. 1.20 crore for the purpose of buying air tickets and other travel-related services up to a sum of Rs. 3.00 crore. Out of the said amount, Rs. 30 lakh was to be kept as security deposit leaving a balance of Rs. 2.70 crore. The said amount was required to be increased additionally through the deposit of funds as and when required by the business. As per the agreement, the evaluation is to be made by the Company on a monthly basis, and in case of its non-compliance, the issue of all travel-related services would be stopped till funds are received.</p> <p>But we observed the dilemma that in view of the jump in the business envisaged at Rs. 3.00 crore initially, having gone up to Rs.</p>	Qualified Opinion	Third Time	Not quantified by Auditor	Not quantified by Management	Reconciliation exercise of the transactions carried out with the GSA is under process and there has been continuous reduction in unreconciled amount. However, the impact, if any, would be known on completion of the reconciliation exercise.	N.A.

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	<p>121.27 crore as of 30th September 2023, the said terms relating to deposit of additional funds by the agency is not being complied with. Only an amount of Rs. 8.00 crore stands withheld/kept which includes Rs. 6.8 crores in the form of a Security Deposit and a balance of Rs. 1.2 crores in the form of a Bank Guarantee by the Company to cover the credit.</p> <p>In view of the said situation, difficulty is being experienced in the implementation of the said terms of the agreement, and the impact thereof on funds and liabilities remains indeterminate.</p> <p>ii. Account with the Agency has been reconciled up to 30th September 2023, revealing difference of Rs. 17.69 lakh, which has decreased from the amount of Rs. 25.39 lakh reported on June 30, 2023. Further reconciliation is currently underway. The impact thereof remains indeterminate.</p>						
	<p>B. ATT has entered into a Memorandum of Understanding with its certain customers comprising of mainly Ministries/ Government Departments/ Government Organisations for rendering travel-related services of Domestic and International Air ticketing at Nil Charge. However, it is observed that in some of the cases, this clause is not yet implemented by the Company.</p>	Qualified Opinion	Third Time	Not quantified by Auditor	Not quantified by Management	The impact, if any of OM issued by MoF is under examination with reference to the terms of the billing.	N.A.



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Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along-with Quarterly Consolidated Limited Reviewed Financial Results

Statement on Impact of Audit Qualifications for the Quarterly ended September 30, 2023 [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (₹ in lakh)	Adjusted Figures (audited figures after adjusting for qualifications) (₹ in lakh)
	1.	Turnover / Total income	13409.71	13409.71
	2.	Total Expenditure	10909.91	10909.91
	3.	Net Profit/(Loss)	2499.80	2499.80
	4.	Earnings Per Share	2.24	2.24
	5.	Total Assets	87350.51	87350.51
	6.	Total Liabilities	52464.44	52464.44
	7.	Net Worth	34886.07	34886.07
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II.	Audit Qualification (each audit qualification separately):			
	a. Details of Audit Qualification: As per Annexure-A			
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion: Qualified			
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	(i) Management's estimation on the impact of audit qualification: Annexure -A			
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III.	Signatories:		<div style="text-align: right;"> एम. आर. सिनरम, या.प्र.स. M. R. SYNREM, I.A.S. प्रबंध निदेशक Managing Director भारत पर्यटन विकास निगम लिमिटेड India Tourism Development Corp. Ltd. स्कैप कॉम्प्लेक्स, कोर-8, 4th Floor, Scope Complex, Core-8, 4th Floor, 7 लोदी रोड, नई दिल्ली / 7 Lodi Road, New Delhi-110003 </div>	
	•	CEO/Managing Director	LOKESH KUMAR AGGARWAL	
	•	CFO	Digitally signed by LOKESH KUMAR AGGARWAL Date: 2023.11.07 16:37:48 +0530'	
	•	Audit Committee Chairman		
	•	Statutory Auditor		
	Place: New Delhi			
	Date: 07.11.2023			

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Annexure - A (Consolidated)

Sr. No.	Audit Qualification	Type of Audit Qualification	Frequency of Audit Qualification	Management's view where impact of Audit Qualification is quantified by the Auditors	Impact not quantified by Auditor, Management's estimation on the impact of audit qualification (I)	If Management is unable to estimate the impact, reasons for the same (II)	Auditor's Comment on (I) and (II)
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