

**SANGHI INDUSTRIES LIMITED**

CIN : L18209TG1985PLC005581

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**Statement of Unaudited Financial Results for the Quarter and Half Year Ended 30th September, 2019****(₹ in Lacs)**

Sr. No.	Particulars	Quarter Ended 30.09.2019	Previous Quarter Ended 30.06.2019	Corresponding Quarter Ended 30.09.2018	Half Year Ended 30.09.2019	Corresponding Half Year Ended 30.09.2018	Year Ended 31.03.2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>Income</b>						
	a) Revenue from operations	20,465.89	27,411.95	24,411.79	47,877.84	51,895.14	1,06,096.77
	b) Other Income	343.95	422.10	611.73	766.05	1,438.25	2,726.43
	<b>Total Income</b>	<b>20,809.84</b>	<b>27,834.05</b>	<b>25,023.52</b>	<b>48,643.89</b>	<b>53,333.39</b>	<b>1,08,823.20</b>
2	<b>Expenses</b>						
	a) Cost of Material consumed	1,794.13	1,948.73	2,202.45	3,742.86	4,220.40	8,908.90
	b) Changes in inventories of Finished goods and WIP	392.12	313.44	(716.77)	705.56	(1,572.66)	816.00
	c) Employee benefits expenses	1,243.22	1,226.57	1,070.21	2,469.79	2,283.56	4,167.93
	d) Power and Fuel	5,180.10	6,272.55	7,754.13	11,452.65	15,982.75	29,862.64
	e) Stores & Consumables	886.91	1,082.23	1,150.16	1,969.14	2,320.32	4,462.29
	f) Selling & Distribution	5,909.73	8,195.74	8,337.29	14,105.47	18,018.78	36,678.28
	g) Depreciation and Amortisation expense	1,572.60	1,449.11	1,982.27	3,021.71	3,928.11	7,133.57
	h) Finance Costs	1,849.83	1,707.36	1,674.54	3,557.19	2,903.21	5,732.92
	i) Other operating expenditure	1,359.40	1,802.16	1,373.17	3,161.56	3,063.61	5,800.85
	<b>Total expenses</b>	<b>20,188.04</b>	<b>23,997.89</b>	<b>24,827.45</b>	<b>44,185.93</b>	<b>51,148.08</b>	<b>1,03,563.38</b>
3	Profit / (Loss) before exceptional items & tax(1-2)	<b>621.80</b>	<b>3,836.16</b>	<b>196.07</b>	<b>4,457.96</b>	<b>2,185.31</b>	<b>5,259.82</b>
4	Exceptional items	-	-	-	-	-	-
5	Profit / (Loss) before tax (3-4)	<b>621.80</b>	<b>3,836.16</b>	<b>196.07</b>	<b>4,457.96</b>	<b>2,185.31</b>	<b>5,259.82</b>
6	Tax expense/(credit) (including Deferred Tax)	-	-	-	-	-	-
7	Net Profit / (Loss) for the period (5-6)	<b>621.80</b>	<b>3,836.16</b>	<b>196.07</b>	<b>4,457.96</b>	<b>2,185.31</b>	<b>5,259.82</b>
8	Other comprehensive income (Net of Tax)						
	items that will not be reclassified to profit & loss	(3.00)	(3.00)	1.23	(6.00)	2.47	(12.01)
9	Total Comprehensive income for the period (7+8)	<b>618.80</b>	<b>3,833.16</b>	<b>197.30</b>	<b>4,451.96</b>	<b>2,187.78</b>	<b>5,247.81</b>
10	Paid-up equity share capital (Face Value of ₹ 10/- each)	25,100.00	25,100.00	25,100.00	25,100.00	25,100.00	25,100.00
11	Other Equity						1,39,936.37
12	Earnings Per Share						
	(of ₹ 10/- each) (not annualised):						
	(a) Basic ( based on weighted average )	<b>0.25</b>	<b>1.53</b>	<b>0.08</b>	<b>1.78</b>	<b>0.87</b>	<b>2.10</b>
	(b) Diluted ( based on weighted average )	<b>0.25</b>	<b>1.53</b>	<b>0.08</b>	<b>1.78</b>	<b>0.87</b>	<b>2.10</b>

**Notes :**

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 11<sup>th</sup> November 2019
- 2 The company's business operations comprise of a single operating segment viz. Cement & its allied products.
- 3 Effective 01 April, 2019, the Company adopted Ind AS 116 "Leases", as notified by the Ministry of Corporate Affairs in the Companies (Indian Accounting Standards) Amendment Rules, 2019, applied to all lease contracts existing on 01 April, 2019 using the modified retrospective method along with the transition option to recognise Right-of-Use assets (ROU) at an amount equal to lease liability. Accordingly, the comparative information for the earlier periods is not restated. The adoption of this standard did not have any material impact on the profit of the current quarter, previous quarter and half year ended.
- 4 The 2,560 Secured, Listed, Rated, Redeemable, Non Convertible Debentures ("NCD") of face value of Rs. 10,00,000/- each aggregating Rs 256 crore of the Company as on 30<sup>th</sup> September 2019 are secured by way of first and second ranking pari passu charge on the Company's certain movable and immovable assets. The asset cover as on 30<sup>th</sup> September 2019 exceeds hundred percent of the principal amount of the said listed non convertible debentures.
- 5 Previous periods figures have been regrouped and rearranged wherever necessary.

## 6 Statement of Assets and Liabilities :

(₹ in Lacs)

Particulars	As at	As at
	30.09.2019	31.03.2019
	Unaudited	Audited
<b>I ASSETS</b>		
<b>1 Non-Current Assets</b>		
(a) Property, Plant and Equipment	1,72,269.01	1,60,505.96
(b) Capital Work in Progress	63,286.10	43,682.10
(c) Deferred Tax Assets (Net)	8,604.71	8,604.71
(d) Other Non Current Assets	10,196.07	10,341.04
<b>Total Non Current Assets</b>	<b>2,54,355.89</b>	<b>2,23,133.81</b>
<b>2 Current Assets</b>		
(a) Inventories	26,460.78	23,728.25
(b) Financial Assets		
(i) Trade Receivables	3,781.79	4,418.18
(ii) Cash and Cash Equivalents	50.29	45.27
(iii) Bank balances other than Cash and Cash Equivalent	13,791.45	16,620.10
(c) Other current assets	14,223.85	15,410.84
<b>Total Current Assets</b>	<b>58,308.16</b>	<b>60,222.64</b>
<b>TOTAL ASSETS</b>	<b>3,12,664.05</b>	<b>2,83,356.45</b>
<b>II EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity share capital	25,100.00	25,100.00
(b) Other Equity	1,44,390.63	1,39,936.37
<b>Total Equity</b>	<b>1,69,490.63</b>	<b>1,65,036.37</b>
<b>2 Non-Current Liabilities</b>		
(a) Financial Liabilities		
(I) Loans and Borrowings	77,707.99	53,890.34
(ii) Others	4,716.30	5,721.17
(b) Provisions	3,671.80	3,841.94
<b>Total Non Current Liabilities</b>	<b>86,096.09</b>	<b>63,453.45</b>
<b>3 Current liabilities</b>		
(a) Financial Liabilities		
(I) Borrowings	25,505.04	19,269.07
(ii) Trade Payables		
Total outstanding dues of Micro and Small Enterprises	6.49	8.40
Total outstanding dues of creditors other than Micro and Small Enterprises	16,153.88	19,295.55
(iii) Other Financial Liabilities	9,130.45	9,687.92
(b) Deferred Revenue	874.12	956.66
(c) Provisions	2,754.05	3,294.23
(d) Other Current Liabilities	2,653.30	2,354.80
<b>Total Current Liabilities</b>	<b>57,077.33</b>	<b>54,866.63</b>
<b>Total Liabilities</b>	<b>1,43,173.42</b>	<b>1,18,320.08</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>3,12,664.05</b>	<b>2,83,356.45</b>

7 Statement of Cash Flow for the Half Year Ended 30th September 2019

(₹ in Lacs)

	Half Year Ended 30.09.2019	Corresponding Half Year Ended 30.09.2018
	Unaudited	Unaudited
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net Profit before Tax	4,457.96	2,185.31
<b>Adjustments for:</b>		
Depreciation and amortisation	3,021.71	3,928.11
Interest Income	(571.16)	(1,298.68)
Foreign Exchange (gain)/loss	125.67	464.79
Interest and other Financial Charges	3,557.21	2,903.21
<b>Operating Profit before Working Capital Changes</b>	<b>10,591.39</b>	<b>8,182.74</b>
<b>Adjustments for:</b>		
(Increase)/Decrease in Inventories	(2,732.54)	(3,302.51)
(Increase)/Decrease in Debtors	628.67	(1,115.53)
(Increase)/Decrease in Other Current Assets and Loans & Advances	1,069.19	(3,394.10)
Increase/(Decrease) in Trade Creditors	(3,207.69)	808.40
Increase/(Decrease) in Other Current Liabilities and Provisions	1,928.87	(443.33)
<b>Cash from operating activities</b>	<b>8,277.89</b>	<b>735.67</b>
Income Taxes paid	(38.80)	584.60
<b>Net Cash from operating activities</b>	<b>8,239.09</b>	<b>1,320.27</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Additions of Fixed Assets (including Capital Work-In-Progress)	(35,194.88)	(13,068.62)
Investment in Fixed Deposit with Banks	2,828.66	12,915.67
Interest Received	753.36	953.04
<b>Net Cash used in investing activities</b>	<b>(31,612.86)</b>	<b>800.09</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Movement in Working Capital Borrowing	3,801.48	2,486.28
Long term borrowings	27,269.76	6,866.11
Repayment of long term borrowings	(4,095.79)	(8,153.06)
Interest and other Financial Charges	(3,596.66)	(2,840.86)
<b>Cash from Financing activities</b>	<b>23,378.79</b>	<b>(1,641.53)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS ( A+B+C)</b>	<b>5.02</b>	<b>478.83</b>
Cash and Cash equivalents (Opening Balance)	45.27	41.30
Cash and Cash equivalents (Closing Balance)	<b>50.29</b>	<b>520.13</b>
<b>Components of Cash and Cash Equivalents</b>		
Cash	28.18	17.78
Bank Balances	22.11	502.35
<b>Cash and Cash Equivalents</b>	<b>50.29</b>	<b>520.13</b>

8 **Additional Disclosure as per Regulation 52(4) of SEBI (Listing Regulations and Disclosure Requirements) Regulations, 2015 :**

Sr. No.	Particulars	As at 30.09.2019	
a	Credit Rating and change in credit rating (if any)	"ICRA A"	
b	Asset Cover available	2.40	
c	Debt Equity Ratio	0.49	
d	<b>Previous due date for payment of interest of NCDs</b>		
	10.50% Secured, Rated, Listed, Redeemable, Non	06.09.2019	
	Interest has been paid (Yes/No)	Yes	
e	<b>Previous due date for repayment of principal NCDs</b>		
	10.50% Secured, Rated, Listed, Redeemable, Non	Not applicable	
	Principal has been paid (Yes/No)	Not applicable	
f	<b>Next due date and amount for the payment of interest of</b>	<b>Date</b>	<b>Amount</b>
	10.50% Secured, Rated, Listed, Redeemable, Non Convertible Debentures (INE999B07028)	06.03.2020	Rs. 1336.66 Lacs
g	<b>Next due date and amount for the repayment of principal of NCDs</b>	<b>Date</b>	<b>Amount</b>
	10.50% Secured, Rated, Listed, Redeemable, Non Convertible Debentures (INE999B07028)	05.03.2021	Rs. 8533.33 Lacs
h	Debt Service Coverage Ratio (refer note no.8.a)	1.44	
i	Interest Service Coverage Ratio (refer note no.8.b)	3.10	
j	Outstanding redeemable preference shares (quantity and	Not applicable	
k	Debenture Redemption Reserve as at 31.03.2019	Rs. 2,277.37 Lacs	
l	Net Worth	Rs 1,69,490.63 Lacs	
m	Net Profit after Tax ( Total Comprehensive Income)	Rs. 4,451.96 Lacs	
n	<b>Earning per Share</b>		
	Basic (based on weighted average)	Rs. 1.78	
	Diluted (based on weighted average)	Rs. 1.78	

**The Formula used for calculation of Ratios are as under**

8. a Debt Service Coverage Ratio = Profit before Depreciation, Interest & Tax / ( Interest + Principal Repayment of Long Term Loans)
8. b Interest Service Coverage Ratio = Profit before Depreciation, Interest & Tax / Interest

**For Sanghi Industries Limited**

Place : Ahmedabad  
Date: 11th November 2019

**Sd/-**  
**(Ravi Sanghi)**  
**Chairman and Managing Director**