

**SANGHI INDUSTRIES LIMITED**

CIN : L18209TG1985PLC005581

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**Statement of Unaudited Financial Results for the Quarter and Half Year Ended 30<sup>th</sup> September 2020****(₹ in Lacs)**

Sr. No.	Particulars	Quarter Ended 30.09.2020	Previous Quarter Ended 30.06.2020	Corresponding Quarter Ended 30.09.2019	Half Year Ended 30.09.2020	Corresponding Half year Ended 30.09.2019	Year Ended 31.03.2020
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	<b>Income</b>						
	a) Revenue from operations	17,183.64	14,873.96	20,465.89	32,057.60	47,877.84	88,754.85
	b) Other Income	170.52	141.51	343.95	312.03	766.05	1,246.04
	<b>Total Income</b>	<b>17,354.16</b>	<b>15,015.47</b>	<b>20,809.84</b>	<b>32,369.63</b>	<b>48,643.89</b>	<b>90,000.89</b>
2	<b>Expenses</b>						
	a) Cost of Material consumed	957.80	1,917.62	1,794.13	2,875.42	3,742.86	9,587.05
	b) Changes in inventories of Finished goods and WIP	506.27	(3,745.86)	392.12	(3,239.59)	705.56	(2,413.39)
	c) Employee benefits expenses	1,073.94	1,109.47	1,243.22	2,183.41	2,469.79	4,826.52
	d) Power and Fuel	4,265.24	6,185.92	5,180.10	10,451.16	11,452.65	21,625.81
	e) Stores & Consumables	657.02	658.29	886.91	1,315.31	1,969.14	3,601.32
	f) Selling & Distribution	5,114.02	4,075.62	5,909.73	9,189.64	14,105.47	25,866.07
	g) Depreciation and Amortisation expense	1,552.03	1,550.52	1,572.60	3,102.55	3,021.71	6,208.11
	h) Finance Costs	1,826.48	1,710.12	1,849.83	3,536.60	3,557.19	7,796.33
	i) Other operating expenditure	988.13	951.60	1,359.40	1,939.73	3,161.56	6,367.28
	<b>Total expenses</b>	<b>16,940.93</b>	<b>14,413.30</b>	<b>20,188.04</b>	<b>31,354.23</b>	<b>44,185.93</b>	<b>83,465.10</b>
3	Profit / (Loss) before exceptional items & tax(1-2)	<b>413.23</b>	<b>602.17</b>	<b>621.80</b>	<b>1,015.40</b>	<b>4,457.96</b>	<b>6,535.79</b>
4	Exceptional items						
5	Profit / (Loss) before tax (3-4)	<b>413.23</b>	<b>602.17</b>	<b>621.80</b>	<b>1,015.40</b>	<b>4,457.96</b>	<b>6,535.79</b>
6	Tax expense/(credit) (including Deferred Tax)	-	-	-	-	-	-
7	Net Profit / (Loss) for the period (5-6)	<b>413.23</b>	<b>602.17</b>	<b>621.80</b>	<b>1,015.40</b>	<b>4,457.96</b>	<b>6,535.79</b>
8	Other comprehensive income (Net of Tax) items that will not be reclassified to profit or loss	(8.80)	(8.80)	(3.00)	(17.60)	(6.00)	(35.19)
9	Total Comprehensive income for the period (7+8)	<b>404.43</b>	<b>593.37</b>	<b>618.80</b>	<b>997.80</b>	<b>4,451.96</b>	<b>6,500.60</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						1,46,436.02
12	Earnings Per Share (of ₹ 10/- each) (not annualised):						
	(a) Basic ( based on weighted average )	<b>0.16</b>	<b>0.24</b>	<b>0.25</b>	<b>0.40</b>	<b>1.78</b>	<b>2.60</b>
	(b) Diluted ( based on weighted average )	<b>0.16</b>	<b>0.24</b>	<b>0.25</b>	<b>0.40</b>	<b>1.78</b>	<b>2.60</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 10<sup>th</sup> November 2020
- 2 a) The Company's operations and financial results for the quarter ended June 30, 2020 have been adversely impacted by the outbreak of COVID-19 pandemic and the consequent lockdown announced by the Government of India due to which the operations were suspended for part of the June quarter and gradually resumed with requisite precautions. The results for the half year ended September 30, 2020 are, therefore, not comparable with the amount reported for the corresponding previous half year ended September 30, 2019.  
b) The Company has considered the possible effects that may result from COVID-19 in the preparation of these financials including the recoverability of carrying amounts of financial and non-financial assets. In developing the assumption relating to the possible future uncertainties in the global economic conditions because of COVID-19, the company has, at the date of approval of financial results, used internal and external sources of information and expects that the carrying amount of the assets will be recovered. The impact of COVID-19 on the Company's financial results may differ from that estimated as at the date of approval of the same.
- 3 The company's business operations comprise of a single operating segment viz. Cement & its allied products.
- 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, 2020 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 2020 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
	30.09.2020	31.03.2020
	Unaudited	Audited
<b>I ASSETS</b>		
<b>1 Non-Current Assets</b>		
(a) Property, Plant and Equipment	1,67,902.19	1,70,620.16
(b) Capital Work in Progress	1,26,151.73	1,00,413.43
(c) Deferred Tax Assets (Net)	8,604.71	8,604.71
(d) Other Non Current Assets	1,239.81	1,968.01
<b>Total Non Current Assets</b>	<b>3,03,898.44</b>	<b>2,81,606.31</b>
<b>2 Current Assets</b>		
(a) Inventories	30,396.51	35,658.43
(b) Financial Assets		
(i) Trade Receivables	3,904.40	3,938.02
(ii) Cash and Cash Equivalents	675.89	228.27
(iii) Bank balances other than Cash and Cash Equivalent	5,267.94	5,164.28
(c) Other current assets	11,337.05	13,831.61
<b>Total Current Assets</b>	<b>51,581.79</b>	<b>58,820.61</b>
<b>TOTAL ASSETS</b>	<b>3,55,480.23</b>	<b>3,40,426.92</b>

<b>II EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity share capital	25,100.00	25,100.00
(b) Other Equity	1,47,433.82	1,46,436.02
<b>Total Equity</b>	<b>1,72,533.82</b>	<b>1,71,536.02</b>
<b>2 Non-Current Liabilities</b>		
(a) Financial Liabilities		
(i) Loans and Borrowings	91,602.23	88,021.73
(ii) Others	7,537.01	5,681.78
(b) Provisions	3,700.41	3,718.71
<b>Total Non Current Liabilities</b>	<b>1,02,839.65</b>	<b>97,422.22</b>
<b>3 Current liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	26,738.74	25,856.21
(ii) Trade Payables		
(a) Total outstanding dues of Micro and Small Enterprises	8.97	6.01
(b) Total outstanding dues of creditors other than Micro and Small Enterprises	18,925.92	13,291.15
(iii) Other Financial Liabilities	26,653.10	25,245.39
(b) Deferred Revenue	952.49	674.46
(c) Other Current Liabilities	2,822.72	2,398.58
(d) Provisions	4,004.82	3,996.88
<b>Total Current Liabilities</b>	<b>80,106.76</b>	<b>71,468.68</b>
<b>Total Liabilities</b>	<b>1,82,946.41</b>	<b>1,68,890.90</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>3,55,480.23</b>	<b>3,40,426.92</b>

7 Statement of Cash flow for the half year ended on 30<sup>th</sup> September 2020

(₹ in Lacs)

	Half Year ended 30.09.2020	Half Year ended 30.09.2019
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net Profit before Tax	1,015.40	4,457.96
<b>Adjustments for:</b>		
Depreciation and amortisation	3,102.55	3,021.71
Loss/(Profit) on sale of Fixed Assets	25.00	-
Interest Income	(143.30)	(571.16)
Foreign Exchange (gain)/loss	(31.00)	125.67
Interest and other Financial Charges	3,536.60	3,557.21
<b>Operating Profit before Working Capital Changes</b>	<b>7,505.25</b>	<b>10,591.39</b>
<b>Adjustments for:</b>		
(Increase)/Decrease in Inventories	5,261.92	(2,732.54)
(Increase)/Decrease in Trade Receivables	33.62	628.67
(Increase)/Decrease in Other Current Assets and Loans and Advances	2,553.66	1,069.19
Increase/(Decrease) in Trade Payables	5,637.73	(3,207.69)
Increase/(Decrease) in Other Current and Non Current Liabilities and Provisions	1,956.20	1,928.87
<b>Cash from operating activities</b>	<b>22,948.38</b>	<b>8,277.89</b>
Income Taxes (paid) / Refund	289.40	(38.80)
<b>Net Cash from operating activities</b>	<b>23,237.78</b>	<b>8,239.09</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Additions of Fixed Assets (including Capital Work- In-Progress)	(27,247.27)	(35,194.88)
Sale of Fixed Assets	196.00	0.00
Withdrawal/(Investment) in Fixed Deposit with Banks	(103.66)	2,828.66
Interest Received	149.21	753.36
<b>Net Cash used in investing activities</b>	<b>(27,005.72)</b>	<b>(31,612.86)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Movement in Working Capital Borrowing	319.53	3,801.48
Long term borrowings	6,876.00	27,269.76
Repayment of long term borrowings	(741.00)	(4,095.79)
Interest and other Financial Charges	(2,238.97)	(3,596.66)
<b>Cash from Financing activities</b>	<b>4,215.56</b>	<b>23,378.79</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS ( A+B+C)</b>	<b>447.62</b>	<b>5.02</b>
Cash and Cash equivalents (Opening Balance)	228.27	45.27
Cash and Cash equivalents (Closing Balance)	675.89	50.29
<b>Components of Cash and Cash Equivalents</b>		
Cash and Cheques on hand	18.12	28.18
Bank Balances	657.77	22.11
<b>Cash and Cash Equivalents as on 30.09.2020</b>	<b>675.89</b>	<b>50.29</b>

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

Sr. No.	Particulars	As at 30.09.2020	
a	Credit Rating and change in credit rating (if any)	"ICRA A-"	
b	Asset Cover available	2.14	
c	Debt Equity Ratio	0.64	
d	<b>Previous due date for payment of Interest of NCDs</b>		
	10.50% Secured, Rated, Listed, Redeemable, Non Convertible Debentures (INE999B07028)	07.09.2020	
	Interest has been paid (Yes/No)	Yes	
e	<b>Previous due date for repayment of principal of NCDs</b>		
	10.50% Secured, Rated, Listed, Redeemable, Non Convertible Debentures (INE999B07028)	Not applicable	
	Principal has been paid (Yes/No)	Not applicable	
f	<b>Next due date and amount for the payment of interest of NCDs</b>	<b>Date</b>	<b>Amount</b>
	10.50% Secured, Rated, Listed, Redeemable, Non Convertible Debentures (INE999B07028)	05.03.2021	Rs. 1318.22 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 – 9a)	1.79	
l	Interest Service Coverage Ratio (Refer note – 9b)	2.16	
j	Outstanding redeemable preference shares (quantity and value)	Not applicable	
k	Debenture Redemption Reserve	Rs. 2,277.37 Lacs	
l	Net Worth	Rs 1,72,533.83 Lacs	
m	Net Profit after Tax (Total Comprehensive Income)	Rs. 997.80 Lacs	
n	<b>Earning per Share</b>		
	Basic (based on weighted average)	Rs. 0.40	
	Diluted (based on weighted average)	Rs. 0.40	

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

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

**For Sanghi Industries Limited**

Place Ahmedabad  
Date: 10<sup>th</sup> November 2020

Sd/-  
(Ravi Sanghi)  
Chairman and Managing Director