

SANGHI INDUSTRIES LIMITED

CIN : L18209TG1985PLC005581

Regd. Office : Sanghinagar P.O., Hayatnagar Mandal,

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**Statement of Audited Financial Results for the Quarter and Year Ended March 31, 2022****(₹ in Crores)**

Sr. No.	Particulars	Quarter Ended 31.03.2022	Previous Quarter Ended 31.12.2021	Corresponding Quarter Ended 31.03.2021	Year ended 31.03.2022	Corresponding Year Ended 31.03.2021
		Audited (Refer Note No. 6)	Unaudited	Audited (Refer Note No. 6)	Audited	Audited
	Income					
	Sale of products	352.86	278.56	326.74	1,122.69	935.98
	Other operating Income	2.29	2.45	1.39	6.73	3.25
I	Revenue from operations	355.15	281.01	328.13	1,129.42	939.23
II	Other Income	2.04	4.37	3.04	11.10	8.94
III	Total Income (I+II)	357.19	285.38	331.17	1,140.52	948.17
IV	Expenses					
	Cost of Material consumed	15.66	21.63	13.60	61.21	57.15
	Purchases of Stock-in-Trade	8.84	5.09	13.41	29.62	24.15
	Changes in inventories of finished goods and work-in-progress	43.87	(49.52)	22.55	(17.52)	4.13
	Power and Fuel	115.68	156.62	59.91	408.54	227.67
	Employee Benefits Expense	15.77	15.20	14.75	66.44	47.85
	Selling Expenses	92.37	66.33	85.22	284.51	258.23
	Finance Costs	20.21	20.19	20.28	81.96	73.18
	Depreciation and Amortisation Expenses	16.60	16.22	16.76	64.17	63.70
	Other Expenses	19.31	23.54	24.31	104.84	79.53
	Total expenses (IV)	348.31	275.30	270.79	1,083.77	835.59
V	Profit before exceptional items & tax(III – IV)	8.88	10.08	60.38	56.75	112.58
VI	Exceptional items	-	-	-	-	-
VII	Profit before tax (V-VI)	8.88	10.08	60.38	56.75	112.58
VIII	Tax expense					
	1 . Current Tax	-	-	-	-	-
	2 . Current Tax adjustments of earlier years	-	-	-	1.53	-
	3 . Deferred tax (Refer note No.3)	2.57	2.54	34.39	14.60	34.39
	Total Tax Expense	2.57	2.54	34.39	16.13	34.39
IX	Profit for the period (VII-VIII)	6.31	7.54	25.99	40.62	78.19
X	Other comprehensive income					
A	I . Items that will not be reclassified to profit or loss	(0.38)	0.07	0.53	(0.18)	0.26
	II . Income tax related to items that will not be reclassified to profit or loss	0.10	(0.02)	(0.07)	0.05	(0.07)
B	I . Items that will be reclassified to profit or loss					
	II . Income tax related to items that will be reclassified to profit or loss					
	Total other Comprehensive Income for the period	(0.28)	0.05	0.46	(0.13)	0.19
XI	Total Comprehensive income for the period	6.03	7.59	26.45	40.49	78.38
XII	Paid-up equity share capital (Face Value of ₹ 10/- each)	251.00	251.00	251.00	251.00	251.00
XIII	Other Equity	-	-	-	1,583.23	1,542.74
XIV	Earnings Per Share					
	(of ₹ 10/- each) (not annualised for quarter):					
	1 . Basic	0.25	0.30	1.04	1.62	3.12
	2 . Diluted	0.25	0.30	1.04	1.62	3.12

Statement of Assets and Liabilities :

(₹ in Crores)

Particulars	As at	As at
	31-03-2022	31-03-2021
	Audited	Audited
I ASSETS		
1 Non-current assets		
(a) Property, plant and equipment	3,163.07	1,652.08
(b) Capital work in progress	42.21	1,337.84
(c) Deferred tax assets (net)	36.94	51.59
(d) Other non current assets	10.04	8.25
Total non current assets	3,252.26	3,049.76
2 Current assets		
(a) Inventories	323.79	351.08
(b) Financial Assets		
(i) Trade receivables	92.67	48.95
(ii) Cash and cash equivalents	0.14	1.15
(iii) Bank balances other than Cash and Cash Equivalent	45.59	31.89
(iv) Other financial assets	29.57	29.38
(c) Other current assets	71.76	91.89
Total current assets	563.52	554.34
TOTAL ASSETS	3,815.78	3,604.10
II EQUITY AND LIABILITIES		
1 Equity		
(a) Equity share capital	251.00	251.00
(b) Other Equity	1,583.23	1,542.74
Total Equity	1,834.23	1,793.74
2 Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	1,008.51	1,059.08
(ii) Lease Liabilities	17.15	18.41
(iii) Trade payables		
(a) Total outstanding dues of Micro and Small Enterprises	0.00	0.00
(b) Total outstanding dues of creditors other than Micro and Small Enterprises	78.10	0.00
(iv) Other financial liabilities	53.69	58.85
(b) Provisions	35.35	37.00
Total Non Current Liabilities	1,192.80	1,173.34
3 Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	369.80	336.00
(ii) Lease Liabilities	1.26	1.58
(iii) Trade payables		
(a) Total outstanding dues of Micro and Small Enterprises	0.03	0.17
(b) Total outstanding dues of creditors other than Micro and Small Enterprises	270.69	137.62
(iv) Other financial liabilities	48.41	64.73
(b) Deferred Revenue	4.78	10.76
(c) Other current liabilities	75.02	40.68
(d) Provisions	18.76	45.48
Total current liabilities	788.75	637.02
Total liabilities	1,981.55	1,810.36
TOTAL EQUITY AND LIABILITIES	3,815.78	3,604.10

STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31ST MARCH 2022

(Rs. in Crores)

	Year Ending 31.03.2022	Year Ending 31.03.2021
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before Tax as per Statement of Profit and Loss	56.75	112.58
Adjustments for:		
Depreciation and amortisation	64.17	63.70
Loss/(Profit) on sale of Property, Plant & Equipment	(0.64)	3.13
Interest Income	(1.48)	(2.41)
Foreign Exchange (gain)/loss	0.38	(0.04)
Interest and other Financial Charges	81.96	73.18
Operating Profit before Working Capital Changes	201.14	250.14
Adjustments for:		
(Increase)/Decrease in Inventories	27.29	5.50
(Increase)/Decrease in Trade Receivable	(43.69)	(9.57)
(Increase)/Decrease in Other Current and Non Current Assets and Loans and Advances	25.60	8.51
Increase/(Decrease) in Trade Payable	210.99	6.54
Increase/(Decrease) in Other Current and Non-Current Liabilities and Provisions	(18.13)	36.91
Cash Generated from Operations	403.20	298.03
Income Taxes (paid) / Refund	(1.10)	3.53
Net Cash flow from / (used in) Operating Activities	402.10	301.56
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Addition of Property, Plant and Equipment and Capital Work-In-Progress (Net)	(293.47)	(368.13)
Proceeds from disposal of Property, Plant and Equipment and Capital Work-In-Progress	6.95	4.26
Withdrawal/(Investment) in Fixed Deposit with Banks	(13.70)	19.75
Interest Received	1.82	2.62
Net Cash Flow from / (used in) Investing Activities	(298.40)	(341.50)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
(Repayment) / Receipt of short term borrowings	(3.25)	24.97
Receipts of Long term borrowings	24.45	413.46
Repayment of long term borrowings	(46.04)	(332.68)
Interest and other Financial Charges	(79.87)	(66.94)
Net Cash Flow from / (used in) Financing Activities	(104.71)	38.81
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	(1.01)	(1.13)
Cash and Cash equivalents (Opening Balance)	1.15	2.28
Cash and Cash equivalents (Closing Balance)	0.14	1.15
Components of Cash and Cash Equivalents		
Cash and Cheques on hand	0.14	0.16
Bank Balances	-	0.99
Cash and Cash Equivalents	0.14	1.15

Notes to the financial results :

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 24th May 2022.
- 2 During the quarter ended 31st March 2022, company has capitalised its expansion project which consists of new clinker line of 3.3 MTPA, Cement Grinding capacity of 2 MTPA and Thermal Power Plant of 68 MW.
- 3 During the last year, company has opted for shifting to lower tax rate regime along with consequent reduction in certain tax incentives including lapse of the accumulated MAT Credit in pursuance of section 115BAA of the Income Tax Act. Accordingly, during the quarter and year ended 31st March 2021, derecognition of MAT Credit of ₹ 27.53 Crores has been made in the accounts. Further the current tax and deferred tax liability has been recognised based on above provisions.
- 4 The outbreak of corona virus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. The Company's operations and revenue during the period were impacted due to COVID-19. The Company has taken into account the possible impact of COVID-19 in preparation of the audited financial results, including its assessment of recoverable value of its assets based on internal and external information upto the date of approval of these audited financial results and current indicators of future economic conditions.
- 5 The 3,050 Secured, Listed, Rated, Redeemable, Non Convertible Debentures ("NCD") of face value of ₹ 10,00,000/- each aggregating ₹ 305 Crores of the Company as on 31st March 2022 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 31st March 2022 exceeds hundred percent of the principal amount of the said listed non convertible debentures. Further Company has complied with the all covenants, in respect of above said listed Non-convertible debentures
- 6 The figures of the quarter ended March 31, 2022 and March 31, 2021 are the balancing figure between the audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the relevant financial year.
- 7 The company's business operations comprise of a single operating segment viz. Cement & its allied products.

8 **Additional Disclosures as per Clause 52 (4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended :**

Sr. No.	Particulars	Quarter Ended 31.03.2022	Previous Quarter Ended 31.12.2021	Corresponding Quarter Ended 31.03.2021	Year ended 31.03.2022	Year Ended 31.03.2021
		Audited (Refer Note No. 6)	Unaudited	Audited (Refer Note No. 6)	Audited	Audited
1	Outstanding Redeemable Preference Shares	-	-	-	-	-
2	Capital Redemption Reserve (₹ in Crores)	84.84	84.84	84.84	84.84	84.84
3	Debenture Redemption Reserve (₹ in Crores)					
4	Net Worth (excluding revaluation reserve)(₹ in Crores)	1,690.91	1,684.87	1,650.42	1,690.91	1,650.42
5	Net Profit after tax (₹ in Crores)	6.31	7.54	25.99	40.62	78.19
6	Debt - Equity Ratio (Times) [Total Debt / Equity]	0.75	0.75	0.78	0.75	0.78
7	Long Term Debt to Working Capital (Times) [(Non Current Borrowing + Current Maturities of LT Debt) / Net Working Capital excluding current maturities on long term Borrowings)	#	#	#	#	#
8	Total Debts to Total Assets Ratio (%) [(Short Term Debt + Long Term Debt) / Total Assets]	36.12%	36.17%	38.71%	36.12%	38.71%
9	Debt Service Coverage Ratio (Times) [Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc. / [Interest & Lease Payments + Principal Repayment of Long Term Loans (excluding amount of pre payments made out of refinancing arrangements)]	1.39	1.31	1.83	1.44	2.07
10	Interest Service Coverage Ration (Times) [(Net Profit after taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc.) / (Interest Expense)]	2.11	2.18	3.18	2.27	2.98
11	Current Ratio (Times) (Current Assets / Current liabilities)	0.71	0.71	0.87	0.71	0.87
12	Bad Debt to Accounts Receivable Ratio (%) [Bad Debts / Average Trade Receivable]	-	-	-	-	-
13	Current Liability Ratio (%) [Current Liabilities / Total Liabilities]	39.80%	42.58%	35.19%	39.80%	35.19%
14	Debtors Turnover (Times) [(Revenue from Operations / Average Trade Receivables) – Annualised]	17.24	19.70	23.32	15.95	21.27
15	Inventory Turnover (Times) [(Revenue from Operations / Average Inventory) – Annualised]	3.93	2.95	4.28	3.35	2.65
16	Operating Margin (%) [(Profit before interest, depreciation, tax and Exceptional Items less other Income) / Revenue from Operations]	12.29%	14.99%	28.76%	16.98%	25.61%
17	Net Profit Margin (%) [Profit After Tax / Revenue from Operations]	1.78%	2.68%	7.92%	3.60%	8.32%
18	Asset Coverage Ratio on Secured Non Convertible Debentures (NCDs) (Times) [Total Assets Pledged for secured NCDs / Outstanding Balance of Secured NCDs]	2.94	2.95	2.71	2.94	2.71

Working Capital is negative

9 The Previous year/periods figures have been regrouped/reclassified wherever necessary.

For, Sanghi Industries Limited

Place : Ahmedabad
Date: 24.05.2022

(Ravi Sanghi)
Chairman and Managing Director