

SANGHI INDUSTRIES LIMITED
CIN : L18209TG1985PLC005581

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Statement of Unaudited Financial Results for the Quarter and Half Year Ended 30th September 2021

(₹ in Lacs)

Sr. No.	Particulars	Quarter Ended 30.09.2021	Previous Quarter Ended 30.06.2021	Corresponding Quarter Ended 30.09.2020	Half year ended 30.09.2021	Corresponding Half year Ended 30.09.2020	Year Ended 31.03.2021
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	a) Revenue from operations	21,135.36	28,190.41	17,183.64	49,325.77	32,057.60	93,922.93
	b) Other Income	270.63	198.51	170.52	469.14	312.03	893.97
	Total Income	21,405.99	28,388.92	17,354.16	49,794.91	32,369.63	94,816.90
2	Expenses						
	a) Cost of Material consumed	834.27	1,557.59	957.80	2,391.86	2,875.42	5,715.44
	b) Purchases of Stock-in-Trade	192.87	1,425.92	-	1,618.79	-	2,414.93
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1,796.30	(2,983.59)	506.27	(1,187.29)	(3,239.59)	413.87
	d) Employee benefits expenses	1,776.52	1,771.96	1,073.94	3,548.48	2,183.41	4,783.97
	e) Power and Fuel	4,411.82	9,212.39	4,265.24	13,624.21	10,451.16	22,766.71
	f) Stores & Consumables	851.02	1,138.14	657.02	1,989.16	1,315.31	3,277.09
	g) Selling & Distribution expenses	5,183.70	7,396.87	5,114.02	12,580.57	9,189.64	25,823.41
	h) Depreciation and Amortisation expenses	1,582.73	1,552.44	1,552.03	3,135.17	3,102.55	6,370.18
	i) Finance Costs	2,086.04	2,069.34	1,826.48	4,155.38	3,536.60	7,318.49
	j) Other operating expenditure	2,096.23	2,062.92	988.13	4,159.15	1,939.73	4,676.29
	Total expenses	20,811.50	25,203.98	16,940.93	46,015.48	31,354.23	83,560.38
3	Profit before exceptional items & tax(1-2)	594.49	3,184.94	413.23	3,779.43	1,015.40	11,256.52
4	Exceptional items	-					-
5	Profit before tax (3-4)	594.49	3,184.94	413.23	3,779.43	1,015.40	11,256.52
6	Tax expense						
	Current Tax	-	-	-	-	-	-
	Current Tax adjustments of earlier years	-	153.32	-	153.32	-	-
	Deferred tax (Refer note No.2)	149.63	799.76	-	949.39	-	3,439.10
	Total Tax Expense	149.63	953.08	-	1,102.71	-	3,439.10
7	Profit for the period (5-6)	444.86	2,231.86	413.23	2,676.72	1,015.40	7,817.42
8	Other comprehensive income (Net of Tax)						
a	Items that will not be reclassified to profit or loss	6.58	6.58	(8.80)	13.16	(17.60)	26.31
b	Income tax related to items that will not be reclassified to profit or loss	(1.66)	(1.66)	-	(3.32)	-	(6.62)
	Other Comprehensive Income for the period	4.92	4.92	(8.80)	9.84	(17.60)	19.69
9	Total Comprehensive income for the period (7+8)	449.78	2,236.78	404.43	2,686.56	997.80	7,837.11
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	-	-	-	-	-	1,54,272.75
12	Earnings Per Share						
	(of ₹ 10/- each) (not annualised except for the year ended 31.03.2021):						
	(a) Basic	0.18	0.89	0.16	1.07	0.40	3.11
	(b) Diluted	0.18	0.89	0.16	1.07	0.40	3.11

Statement of Assets and Liabilities :

(₹ in Lacs)

Particulars	As at	As at
	30.09.2021	31.03.2021
	Un audited	Audited
I ASSETS		
1 Non-Current Assets		
(a) Property, Plant and Equipment	1,64,643.64	1,65,208.39
(b) Capital Work in Progress	1,46,210.14	1,33,784.20
(c) Deferred Tax Assets (Net)	4,206.34	5,159.09
(d) Other Non Current Assets	716.31	825.08
Total Non Current Assets	3,15,776.43	3,04,976.76
2 Current Assets		
(a) Inventories	36,326.51	35,108.00
(b) Financial Assets		
(i) Trade Receivables	4,197.84	4,894.86
(ii) Cash and Cash Equivalents	24.80	115.11
(iii) Bank balances other than Cash and Cash Equivalent	2,686.97	3,189.33
(iv) Other financial assets	2,946.19	2,938.01
(c) Other current assets	8,134.52	9,187.98
Total Current Assets	54,316.83	55,433.29
TOTAL ASSETS	3,70,093.26	3,60,410.05
II EQUITY AND LIABILITIES		
1 Equity		
(a) Equity share capital	25,100.00	25,100.00
(b) Other Equity	1,56,959.31	1,54,272.75
Total Equity	1,82,059.31	1,79,372.75
2 Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	1,04,326.96	1,05,908.27
(ii) Lease Liabilities	1,779.73	1,841.12
(iii) Other financial liabilities	5,547.32	5,884.86
(b) Provisions	3,711.03	3,700.16
Total Non Current Liabilities	1,15,365.04	1,17,334.41
3 Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	34,356.25	33,599.63
(ii) Lease Liabilities	142.76	158.35
(iii) Trade Payables		
(a) Total outstanding dues of Micro and Small Enterprises	17.11	17.11
(b) Total outstanding dues of creditors other than Micro and Small Enterprises	25,276.35	13,761.55
(iv) Other Financial Liabilities	6,098.21	6,474.38
(a) Deferred Revenue	458.72	1,076.23
(b) Other Current Liabilities	3,714.03	4,067.87
(c) Provisions	2,605.48	4,547.68
Total Current Liabilities	72,668.91	63,702.79
Total Liabilities	1,88,033.95	1,81,037.20
TOTAL EQUITY AND LIABILITIES	3,70,093.26	3,60,410.05

STATEMENT OF CASH FLOW FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2021

(₹ in Lacs)

	Half Year ended 30.09.2021	Half Year ended 30.09.2020
	Unaudited	Unaudited
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before Tax	3,779.43	1,015.40
Adjustments for:		
Depreciation and amortisation	3,135.17	3,102.55
Loss/(Profit) on sale of Property, Plant & Equipments	1.00	25.00
Loss on dismantling of Property, Plant & Equipments	149.20	-
Interest Income	(75.17)	(143.30)
Foreign Exchange (gain)/loss	128.00	(31.00)
Finance Cost	4,155.38	3,536.60
Operating Profit before Working Capital Changes	11,273.01	7,505.25
Adjustments for:		
(Increase)/Decrease in Inventories	(1,218.52)	5,261.92
(Increase)/Decrease in Trade Receivables	697.22	33.62
(Increase)/Decrease in Other Current and Non Current Assets and Loans and Advances	1,323.64	2,553.66
Increase/(Decrease) in Trade Payables	11,514.80	5,637.73
Increase/(Decrease) in Other Current and Non-Current Liabilities and Provisions	(4,562.31)	1,956.20
Cash from operating activities	19,027.84	22,948.38
Income Taxes (paid) / Refund	(30.14)	289.40
Net Cash from operating activities	18,997.70	23,237.78
B. CASH FLOW FROM INVESTING ACTIVITIES:		
Additions of Property, Plant & Equipments (including Capital Work-In-Progress)	(14,315.61)	(27,247.27)
Sale of Property, Plant & Equipments	-	196.00
Withdrawal/(Investment) in Fixed Deposit with Banks	502.36	(103.66)
Interest Received	101.81	149.21
Net Cash used in investing activities	(13,711.44)	(27,005.72)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Movement in Working Capital Borrowing	662.16	319.53
Increase in Long term borrowings	400.00	6,876.00
Repayment of long term borrowings	(2,292.41)	(741.00)
Finance Cost	(4,146.32)	(2,238.97)
Cash from Financing activities	(5,376.57)	4,215.56
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	(90.31)	447.62
Cash and Cash equivalents (Opening Balance)	115.11	228.27
Cash and Cash equivalents (Closing Balance)	24.80	675.89

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 30.09.2021	Previous Quarter Ended 30.06.2021	Corresponding Quarter Ended 30.09.2020	Half year ended 30.09.2021	Corresponding Half year Ended 30.09.2020	Year Ended 31.03.2021
1	Outstanding Redeemable Preference Shares	-	-	-	-	-	-
2	Capital Redemption Reserve (₹ in Lacs)	8,483.73	8,483.73	8,483.73	8,483.73	8,483.73	8,483.73
3	Debenture Redemption Reserve (₹ in Lacs)	-	-	2,277.37	-	2,277.37	-
4	Net Worth (excluding revaluation reserve)(₹ in Lacs)	1,67,727.84	1,67,278.05	1,58,201.82	1,67,727.84	1,58,201.82	1,65,042.28
5	Net Profit after tax (₹ in Lacs)	444.86	2231.86	413.23	2,676.72	1,015.40	7,817.42
6	Debt - Equity Ratio (Times) [Total Debt / Total Equity]	0.76	0.76	0.80	0.76	0.80	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) # Working Capital is Negative	#	#	#	#	#	#
8	Total Debts to Total Assets Ratio (%) [(Short Term Debt + Long Term Debt) / Total Assets]	37.47%	37.56%	38.71%	37.47%	38.71%	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)]	1.36	1.73	1.98	1.55	1.79	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)]	2.04	2.83	2.09	2.43	2.16	2.98
11	Current Ratio (Times) (Current Assets / Current liabilities)	0.75	0.80	0.64	0.75	0.64	0.87
12	Bad Debt to Accounts Receivable Ratio (%) [Bad Debts / Average Trade Receivable]	-	-	-	-	-	-
13	Current Liability Ratio (%) [Current Liabilities / Total Liabilities]	38.65%	37.88%	43.79%	38.65%	43.79%	35.19%
14	Debtors Turnover (Times) [(Revenue from Operations / Average Trade Receivables) – Annualised]	15.66	19.62	18.37	21.70	16.35	21.27
15	Inventory Turnover (Times) [(Revenue from Operations / Average Inventory) – Annualised]	2.42	3.28	2.30	2.76	1.94	2.65
16	Operating Margin (%) [(Profit before interest, depreciation, tax and Exceptional Items less other Income) / Revenue from Operations]	18.89%	23.44%	21.07%	21.49%	22.91%	25.61%
17	Net Profit Margin (%) [Profit After Tax / Revenue from Operations]	2.10%	7.92%	2.40%	5.43%	3.17%	8.32%
18	Asset Coverage Ratio on Secured Non Convertible Debentures (NCDs) (Times) [Total Assets Pledged for secured NCDs / Outstanding Balance of Secured NCDs]	2.84	2.76	2.14	2.84	2.14	2.71

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 12th November 2021.
- 2 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 ₹ 2752.72 Lacs has been made in the accounts. Further the current tax and deferred tax liability has been recognised based on above provisions.
- 3 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 unaudited financial results, including its assessment of recoverable value of its assets based on internal and external information upto the date of approval of these unaudited financial results and current indicators of future economic conditions.
- 4 The 3,050 Secured, Listed, Rated, Redeemable, Non Convertible Debentures ("NCD") of face value of ₹ 10,00,000/- each aggregating ₹ 30,500.00 Lacs of the Company as on 30th September 2021 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 30th September 2021 exceeds hundred percent of the principal amount of the said listed non convertible debentures. Further Company has complied with all the covenants, in respect of above said listed Non-convertible debentures
- 5 The company's business operations comprise of a single operating segment viz. Cement & its allied products.
- 6 The Previous year/periods figures have been regrouped/reclassified wherever necessary.

For, Sanghi Industries Limited

Place : Ahmedabad

Date: 12th November, 2021

(Ravi Sanghi)

Chairman and Managing Director