

11th November, 2019

The General Manager BSE Ltd. Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001	The Assistant Vice-President The National Stock Exchange of India Ltd. Exchange Plaza, 5th Floor, Plot No.C/1, G Block, Bandra Kurla Complex Bandra (East), Mumbai – 400 051
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Dear Sir,

Sub : Outcome of Board Meeting held on 11th November, 2019

Pursuant to the provisions of Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 we wish to inform that the Board of Directors of the Company at their meeting held today have considered and approved the Unaudited Financial Results of the Company for the quarter and half year ended on 30th September, 2019 along with the Statement of Assets and Liabilities and Cash Flow Statement and also considered the Limited Review Report received from Joint Statutory Auditors for the said period. The same are attached herewith as per the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Board Meeting commenced at 12.00 Noon and concluded at 2.15 P.M.

Kindly take the same on your records.

Thanking you,
Yours faithfully,
For, **Sanghi Industries Ltd.**



Anil Agrawal
Company Secretary
Encl : As above



Sanghi Industries Limited

CIN No. : L18209TG1985PLC005581
Registered Office : P.O. Sanghinagar, Hayatnagar Mandal, R R District, Telangana - 501511.
Tel. : 08415 - 242240 E-mail : companysecretary@sanghiment.com
Website : www.sanghiment.com

SANGHI INDUSTRIES LIMITED

CIN : L18209TG1985PLC005581

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

R.R.Dist., Telangana. - 501 511 Email ID for Investors : companysecretary@sanghiment.com

Tel. 08415-242240, Website : www.sanghiment.com

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

Sr. No.	Particulars	Quarter Ended	Previous Quarter	Corresponding Quarter	Half Year	Corresponding Half	Year Ended
		30.09.2019	Ended 30.06.2019	Ended 30.09.2018	Ended 30.09.2019	Year Ended 30.09.2018	31.03.2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	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
	Total Income	20,809.84	27,834.05	25,023.52	48,643.89	53,333.39	1,08,823.20
2	Expenses						
	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
	Total expenses	20,188.04	23,997.89	24,827.45	44,185.93	51,148.08	1,03,563.38
3	Profit / (Loss) before exceptional items & tax(1-2)	621.80	3,836.16	196.07	4,457.96	2,185.31	5,259.82
4	Exceptional items	-	-	-	-	-	-
5	Profit / (Loss) before tax (3-4)	621.80	3,836.16	196.07	4,457.96	2,185.31	5,259.82
6	Tax expense/(credit) (including Deferred Tax)	-	-	-	-	-	-
7	Net Profit / (Loss) for the period (5-6)	621.80	3,836.16	196.07	4,457.96	2,185.31	5,259.82
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)	618.80	3,833.16	197.30	4,451.96	2,187.78	5,247.81
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)	0.25	1.53	0.08	1.78	0.87	2.10
	(b) Diluted (based on weighted average)	0.25	1.53	0.08	1.78	0.87	2.10



Notes :

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 11th 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 30th 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 30th 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
I ASSETS		
1 Non-Current Assets		
(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
Total Non Current Assets	2,54,355.89	2,23,133.81
2 Current Assets		
(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
Total Current Assets	58,308.16	60,222.64
TOTAL ASSETS	3,12,664.05	2,83,356.45
II EQUITY AND LIABILITIES		
1 Equity		
(a) Equity share capital	25,100.00	25,100.00
(b) Other Equity	1,44,390.63	1,39,936.37
Total Equity	1,69,490.63	1,65,036.37
2 Non-Current Liabilities		
(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
Total Non Current Liabilities	86,096.09	63,453.45
3 Current liabilities		
(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
Total Current Liabilities	57,077.33	54,866.63
Total Liabilities	1,43,173.42	1,18,320.08
TOTAL EQUITY AND LIABILITIES	3,12,664.05	2,83,356.45



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
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before Tax	4,457.96	2,185.31
Adjustments for:		
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
Operating Profit before Working Capital Changes	10,591.39	8,182.74
Adjustments for:		
(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)
Cash from operating activities	8,277.89	735.67
Income Taxes paid	(38.80)	584.60
Net Cash from operating activities	8,239.09	1,320.27
B. CASH FLOW FROM INVESTING ACTIVITIES:		
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
Net Cash used in investing activities	(31,612.86)	800.09
C. CASH FLOW FROM FINANCING ACTIVITIES:		
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)
Cash from Financing activities	23,378.79	(1,641.53)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	5.02	478.83
Cash and Cash equivalents (Opening Balance)	45.27	41.30
Cash and Cash equivalents (Closing Balance)	50.29	520.13
Components of Cash and Cash Equivalents		
Cash	28.18	17.78
Bank Balances	22.11	502.35
Cash and Cash Equivalents	50.29	520.13



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	Previous due date for payment of interest of NCDs		
	10.50% Secured, Rated, Listed, Redeemable, Non	06.09.2019	
	Interest has been paid (Yes/No)	Yes	
e	Previous due date for repayment of principal NCDs		
	10.50% Secured, Rated, Listed, Redeemable, Non	Not applicable	
	Principal has been paid (Yes/No)	Not applicable	
f	Next due date and amount for the payment of interest of	Date	Amount
	10.50% Secured, Rated, Listed, Redeemable, Non Convertible Debentures (INE999B07028)	06.03.2020	Rs. 1336.66 Lacs
g	Next due date and amount for the repayment of principal of NCDs	Date	Amount
	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	
l	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	Earning per Share		
	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



(Signature)
(Ravi Sanghi)
Chairman and Managing Director



Independent Auditor's Review Report on Unaudited Financial Results of Sanghi Industries Limited for the Quarter and Half year ended on September 30, 2019 Pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To,
The Board of Directors,
Sanghi Industries Limited
Ahmedabad

1. We have reviewed the accompanying statement of unaudited financial results of Sanghi Industries Limited ('the Company') for the quarter and half year ended September 30, 2019 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, as amended (the "Listing Regulations"). Attention is drawn to the fact that the figures for net cash inflows for the corresponding period from April 01, 2018 to September 30, 2018 as reported in these unaudited financial results have been approved by the Board of Directors of the Company, but have not been subjected to review.
2. This Statement is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards 34, (IND AS 34) "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consist of making inquiries, primarily of Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in aforesaid Indian Accounting standards ("Ind AS") specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Chaturvedi & Shah LLP

Chartered Accountants

Firm Registration No: 101720W/W100355

Vitesh D. Gandhi

Partner

Membership No: 110248



Date: November 11, 2019

Place: Ahmedabad

UDIN: 19110248AAAACS8550

9223/ITSL/OPR/2019-20

Date: 11th November, 2019

To,

Sanghi Industries Limited,
Sanghinagar P.O.,
Hayatnagar Mandal, R R District, Telangana - 501 511.

Dear Sir,

Certificate for Receipt and Noting of Information

Ref: Regulation 52(5) of SEBI (Listing Obligation & Disclosure Requirements), Regulations, 2015.

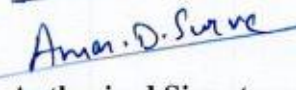
We are acting in capacity of Debenture Trustee for Non-Convertible Debentures issued by Sanghi Industries Limited ("the Company").

Pursuant to Regulation 52(5) of Securities and Exchange Board of India (Listing Obligation & Disclosure Requirements), Regulations, 2015, "**We hereby certify that we have taken note of the contents of the reports submitted to us by the company under Regulation 52 (4) of Securities and Exchange Board of India (Listing Obligation & Disclosure Requirements), Regulations, 2015 for the half year ended 30th September, 2019**".

This Certificate is being issued pursuant to the requirements of regulation 52(5) of the aforesaid regulations, for onward submission to Stock Exchange(s) by the Company.

Thanking You.

With Regards,
For **IDBI Trusteeship Services Limited**


Authorised Signatory

