

10th November, 2020

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 10th November, 2020

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, 2020 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 3.30 P.M. and concluded at 5.25 P.M.

Kindly take the same on your records.

Thanking you,
Yours faithfully,
For, **Sanghi Industries Limited**



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 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	Income						
	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
	Total Income	17,354.16	15,015.47	20,809.84	32,369.63	48,643.89	90,000.89
2	Expenses						
	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
	Total expenses	16,940.93	14,413.30	20,188.04	31,354.23	44,185.93	83,465.10
3	Profit / (Loss) before exceptional items & tax(1-2)	413.23	602.17	621.80	1,015.40	4,457.96	6,535.79
4	Exceptional items						
5	Profit / (Loss) before tax (3-4)	413.23	602.17	621.80	1,015.40	4,457.96	6,535.79
6	Tax expense/(credit) (including Deferred Tax)	-	-	-	-	-	-
7	Net Profit / (Loss) for the period (5-6)	413.23	602.17	621.80	1,015.40	4,457.96	6,535.79
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)	404.43	593.37	618.80	997.80	4,451.96	6,500.60
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)	0.16	0.24	0.25	0.40	1.78	2.60
	(b) Diluted (based on weighted average)	0.16	0.24	0.25	0.40	1.78	2.60



Notes:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 10th 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 30th 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 30th 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
I ASSETS		
1 Non-Current Assets		
(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
Total Non Current Assets	3,03,898.44	2,81,606.31
2 Current Assets		
(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
Total Current Assets	51,581.79	58,820.61
TOTAL ASSETS	3,55,480.23	3,40,426.92

II EQUITY AND LIABILITIES		
1 Equity		
(a) Equity share capital	25,100.00	25,100.00
(b) Other Equity	1,47,433.82	1,46,436.02
Total Equity	1,72,533.82	1,71,536.02
2 Non-Current Liabilities		
(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
Total Non Current Liabilities	1,02,839.65	97,422.22
3 Current liabilities		
(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
Total Current Liabilities	80,106.76	71,468.68
Total Liabilities	1,82,946.41	1,68,890.90
TOTAL EQUITY AND LIABILITIES	3,55,480.23	3,40,426.92



7 Statement of Cash flow for the half year ended on 30th September 2020

(₹ in Lacs)

	Half Year ended 30.09.2020	Half Year ended 30.09.2019
A. CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before Tax	1,015.40	4,457.96
Adjustments for:		
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
Operating Profit before Working Capital Changes	7,505.25	10,591.39
Adjustments for:		
(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
Cash from operating activities	22,948.38	8,277.89
Income Taxes (paid) / Refund	289.40	(38.80)
Net Cash from operating activities	23,237.78	8,239.09
B. CASH FLOW FROM INVESTING ACTIVITIES:		
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
Net Cash used in investing activities	(27,005.72)	(31,612.86)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
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)
Cash from Financing activities	4,215.56	23,378.79
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	447.62	5.02
Cash and Cash equivalents (Opening Balance)	228.27	45.27
Cash and Cash equivalents (Closing Balance)	675.89	50.29
Components of Cash and Cash Equivalents		
Cash and Cheques on hand	18.12	28.18
Bank Balances	657.77	22.11
Cash and Cash Equivalents as on 30.09.2020	675.89	50.29



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	Previous due date for payment of Interest of NCDs		
	10.50% Secured, Rated, Listed, Redeemable, Non Convertible Debentures (INE999B07028)	07.09.2020	
	Interest has been paid (Yes/No)	Yes	
e	Previous due date for repayment of principal of NCDs		
	10.50% Secured, Rated, Listed, Redeemable, Non Convertible Debentures (INE999B07028)	Not applicable	
	Principal has been paid (Yes/No)	Not applicable	
f	Next due date and amount for the payment of interest of NCDs	Date	Amount
	10.50% Secured, Rated, Listed, Redeemable, Non Convertible Debentures (INE999B07028)	05.03.2021	Rs. 1318.22 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 – 9a)	1.79	
i	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	Earning per Share		
	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

Place Ahmedabad
Date: 10th November 2020



For Sanghi Industries Limited

(Ravi Sanghi)
Chairman and Managing Director

Chaturvedi & Shah LLP
Chartered Accountants
714-715, Tulsiani Chambers,
212, Nariman Point,
Mumbai 400 021

S. K. Mehta & Co.
Chartered Accountants
302-306, Pragati Tower,
26, Rajendra Place,
New Delhi 110 008

Independent Auditors' Review Report on Unaudited Financial Results of Sanghi Industries Limited for the Quarter and Half Year ended on September 30, 2020 pursuant to the Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**Review Report to,
The Board of Directors,
Sanghi Industries Limited**

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, 2020 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement which 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 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

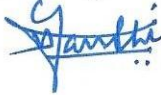


accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. We draw attention to Note No. 2 to the Statement, which describes the impact of Covid-19 pandemic on the Company's operations and results as assessed by the management.

Our conclusion is not modified in respect of this matter.

For Chaturvedi & Shah LLP,
Chartered Accountants
Firm's Registration No: 101720W/W100355



Vitesh D. Gandhi
Partner
Membership Number: 110248

UDIN: 20110248AAAACD3382

Place: Mumbai
Date: November 10, 2020



For S.K Mehta & Co,
Chartered Accountants
Firm's Registration No:000478N



Rohit Mehta
Partner
Membership Number: 091382

UDIN: 20091382AAAAAPA2544

Place: New Delhi
Date: November 10, 2020

Ref : 20505/ITSL/OPR/20-21

Date : 10th November, 2020

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, 2020**".

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,

Yours faithfully,
For IDBI Trusteeship Services Limited,

Authorised Signatory

