



Complete Comfort

August 18, 2020

National Stock Exchange of India Ltd. Listing Department Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051	BSE Limited Department of Corporate Services Floor 25, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001
Company Symbol : ICIL	Scrip Code No. : 521016

Dear Sir/Madam,

Subject: Outcome of Board Meeting held on August 18, 2020 - Unaudited Standalone & Consolidated Financial Results of the Company for the quarter ended June 30, 2020

We wish to inform you that at the Board Meeting held today i.e. on August 18, 2020 the Board of Directors of the Company approved the Unaudited Standalone & Consolidated Financial Results of the Company for the quarter ended June 30, 2020.

Pursuant to Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements), 2015, we are enclosing herewith the following:

1. Unaudited Standalone Financial Results of the Company for the quarter ended June 30, 2020;
2. Unaudited Consolidated Financial Results of the Company for the quarter ended June 30, 2020;
3. Independent Auditor's Review Report issued by M/s. Suresh Kumar Mittal & Co., Statutory Auditors of the Company on Unaudited Standalone & Consolidated Financial Results for the quarter ended June 30, 2020.

The meeting of the Board commenced at 12.00 noon and concluded at 2.25 p.m.

Kindly take note of the same.

Thanking you,

Yours faithfully,
For Indo Count Industries Limited

Amruta Avasare
Company Secretary & Compliance Officer
Membership No.: ACS 18844
Encl.: A/a

Indo Count Industries Ltd

Head Office: 301, Arcadia, 3rd Floor, Nariman Point, Mumbai - 400 021, Maharashtra, India; T: 022 4341 9500, F: 022 2282 3098

Marketing Office: Dosti Imperia, 2nd floor, Manpada, Ghodbunder Road, Thane (w) - 400 607, Maharashtra, India; T: 022 4151 1800, F: 022 2172 0121

Home Textile Division: T3, Kagal - Hatkanangale Five Star, MIDC Ind. Area, Kolhapur - 416216, Maharashtra, India; T: 0231 662 7900, F: 0231 662 7979

Spinning Division: D1, MIDC, Gokul Shirgaon, Kolhapur - 416234, Maharashtra, India; T: 0231 268 7400, F: 0231 267 2161

Regd. Office: Office No. 1, Plot No. 266, Village Alte, Kumbhoj Road, Taluka Hatkanangale, Dist. Kolhapur - 416 109, Maharashtra, India; T: 0230 2463100 / 2461929

CIN: L72200PN1988PLC068972, **E:** info@indocount.com, **W:** www.indocount.com

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INDO COUNT INDUSTRIES LIMITED

CIN No.: L72200PN1988PLC068972

Regd. Off. - Office No. 1, Plot No. 266, Village Alte, Kumbhoj Road, Taluka Hatkanangale, Dist. Kolhapur - 416 109.
e-mail icilinvestors@indocount.com; website www.indocount.com

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2020

Part - I		(Rs. in Crore except EPS)				
		Sr. No.	Particulars	Quarter Ended		Year Ended
				30-06-2020 Unaudited	31-03-2020 Audited	30-06-2019 Unaudited
1	Income					
	Revenue from Operations	319.03	376.16	465.81	1,965.07	
	Other Operating Income	4.04	24.09	11.16	54.32	
	Total Income	323.07	400.25	476.97	2,019.39	
2	Expenses					
	Cost of Materials Consumed	195.28	229.90	289.55	1,090.70	
	Purchases of Stock-in-Trade	3.92	0.69	0.68	3.47	
	Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(38.30)	(39.89)	(53.48)	(9.29)	
	Employee Benefits Expense	29.95	32.49	28.02	124.62	
	Finance Costs	4.95	7.88	8.36	36.93	
	Depreciation	10.05	10.34	9.74	40.65	
	Other Expenses	95.61	139.51	142.74	577.62	
	Total Expenses	301.46	380.92	425.61	1,864.70	
3	Profit before Exceptional Items and Tax (1-2)	21.61	19.33	51.36	154.69	
4	Exceptional Items	-	-	-	(98.46)	
5	Profit before Tax (3-4)	21.61	19.33	51.36	56.23	
6	Tax Expenses					
	Current Tax	6.15	8.29	14.78	17.40	
	Deferred Tax	(0.61)	(3.58)	2.95	(34.93)	
	Total Tax Expenses	5.54	4.71	17.73	(17.53)	
7	Net Profit for the period (5-6)	16.07	14.62	33.63	73.76	
8	Other Comprehensive Income (after tax)					
	a) Items that will not be reclassified to Profit or Loss	(0.15)	(0.63)	0.01	(0.62)	
	b) Items that will be reclassified to Profit or Loss	19.48	(33.83)	2.63	(46.49)	
	Total Other Comprehensive Income (after tax)	19.33	(34.46)	2.64	(47.11)	
9	Total Comprehensive Income (7+8)	35.40	(19.84)	36.27	26.65	
10	Paid up Equity Share Capital (of Rs. 2 each)	39.48	39.48	39.48	39.48	
11	Other Equity				932.89	
12	Earning Per Share of Rs. 2 each (not annualised for the quarters):					
	a) Basic	0.81	0.74	1.70	3.74	
	b) Diluted	0.81	0.74	1.70	3.74	



Anil K. ...

Notes:

- 1 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on August 18, 2020. The Statutory Auditors have carried out a Limited Review of the above financial results.
- 2 Revenue from operations for the quarter ended June 30, 2019 includes incentive of Rs.14.56 Crores accrued under Merchandise Exports from India Scheme (MEIS). Pursuant to the Notifications dated January 14, 2020 and January 29, 2020 issued by The Ministry of Textiles & the Ministry of Commerce, Government of India, withdrawing the entitlement under Merchandise Exports from India Scheme (MEIS) with retrospective effect from March 07, 2019 on certain products exported in the past, the Company had written off the MEIS benefit for the period from March 07, 2019 to September 30, 2019 in the financial results for the Quarter and Nine Months ended December 31, 2019, and had discontinued accruing MEIS incentive after September 30, 2019. The figures for the quarter ended June 30, 2019 are not comparable to the extent explained above.
- 3 **IMPACT OF COVID PANDEMIC AND RELATED LOCKDOWN MEASURES**
The Company's manufacturing operations resumed in the last week of April 2020 following the gradual relaxation of lockdown conditions. Though the plants had to contend with local mobility restrictions of people and supply chain, besides the distancing norms, the situation improved substantially in June 2020 thereby enhancing the capacity utilization.

Also the retail stores in US and EU, our principal markets started regaining normalcy from June onwards, which helped our business gather momentum.

The revenues and earnings of the Company for Q1 FY 21 were impacted during the lockdown and ramp up period on account of Covid -19 conditions. The Company has assessed, and is continuously reviewing, its liquidity, future cash flow projections and the probability of occurrence of the forecasted transactions underlying the hedges based on orders in hand and current indicators of future economic conditions. The financial results for Q1 FY 21 takes in to consideration such assessment of the possible effects of the Covid -19. However, the impact of pandemic in the subsequent period may be different from the estimations used at the time of finalising these financial results.
- 4 The Company elected to exercise the option permitted under section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 with effect from quarter ended September 30, 2019. Therefore, income tax expense for the Q1 of 2019-20 is not comparable to all periods presented in the above results.
- 5 The figures for the Quarter ended March 31, 2020 are balancing figures between the audited figures of the full Financial Year and the reviewed year-to-date figures upto the third Quarter of the Financial Year.
- 6 The figures for the corresponding previous period have been regrouped/reclassified wherever necessary, to make them comparable.
- 7 The Company mainly operates only in one segment namely "Textiles" and hence segment details are not required to be published.
- 8 In line with the requirements of Regulation 47(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the results are available on the Stock Exchanges website at (www.bseindia.com and www.nseindia.com) and on the Company's website at www.indocount.com.

For and on behalf of the Board of Directors



Anil Kumar Jain

Anil Kumar Jain
Executive Chairman
DIN: 00086106

Place: Mumbai

Date: August 18, 2020

INDO COUNT INDUSTRIES LIMITED

CIN No.: L72200PN1988PLC068972

Regd. Off. - Office No. 1, Plot No. 266, Village Alte, Kumbhoj Road, Taluka Hatkanangale, Dist. Kolhapur - 416 109.

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER 30TH JUNE, 2020

Part - I		Quarter Ended			Year Ended
Sr. No.	Particulars	30-06-2020	31-03-2020	30-06-2019	31-03-2020
		Unaudited	Audited	Unaudited	Audited
1	Income				
	Revenue from Operations	331.75	400.56	507.28	2,080.13
	Other Operating Income	4.22	24.41	11.18	54.63
	Total Income	335.97	424.97	518.46	2,134.76
2	Expenses				
	Cost of Materials Consumed	196.58	230.30	301.30	1,107.64
	Purchases of Stock-in-Trade	0.05	0.37	4.41	0.37
	Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	(32.01)	(27.87)	(42.58)	31.46
	Employee Benefits Expense	33.29	38.43	34.40	148.07
	Finance Costs	5.25	8.31	8.94	39.25
	Depreciation	10.76	11.06	10.44	43.46
	Other Expenses	99.19	148.37	149.56	609.37
	Total Expenses	313.11	408.97	466.47	1,979.62
3	Profit before Exceptional Items and Tax (1-2)	22.86	16.00	51.99	155.14
4	Exceptional Items	-	-	-	(98.46)
5	Profit before Tax (3-4)	22.86	16.00	51.99	56.68
6	Tax Expenses				
	Current Tax	6.24	9.75	14.81	18.88
	Deferred Tax	(1.08)	(2.00)	2.51	(35.30)
	Total Tax Expenses	5.16	7.75	17.32	(16.42)
7	Net Profit for the period (5-6)	17.70	8.25	34.67	73.10
8	Other Comprehensive Income (after tax)				
	a) Items that will not be reclassified to Profit or Loss	(0.16)	(0.64)	0.01	(0.60)
	b) Items that will be reclassified to Profit or Loss	19.03	(35.25)	2.91	(47.99)
	Total Other Comprehensive Income (after tax)	18.87	(35.89)	2.92	(48.59)
9	Total Comprehensive Income (7+8)	36.57	(27.64)	37.59	24.51
10	Net Profit attributable to :				
	- Owners	18.00	7.95	34.77	73.78
	- Non-controlling interests	(0.30)	0.30	(0.10)	(0.68)
11	Other Comprehensive Income attributable to :				
	- Owners	18.88	(35.88)	2.92	(48.58)
	- Non-controlling interests	(0.01)	(0.01)	0.00	(0.01)
12	Total Comprehensive Income attributable to :				
	- Owners	36.88	(27.93)	37.69	25.20
	- Non-controlling interests	(0.31)	0.29	(0.10)	(0.69)
13	Paid up Equity Share Capital (of Rs. 2 each)	39.48	39.48	39.48	39.48
14	Other Equity				946.54
15	Earning Per Share of Rs. 2 each (not annualised for the quarters):				
	a) Basic	0.91	0.40	1.76	3.74
	b) Diluted	0.91	0.40	1.76	3.74



Anil K. ...

Notes:

- 1 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on August 18, 2020. The Statutory Auditors have carried out a Limited Review of the above financial results.
- 2 Revenue from operations for the quarter ended June 30, 2019 includes incentive of Rs.14.56 Crores accrued under Merchandise Exports from India Scheme (MEIS). Pursuant to the Notifications dated January 14, 2020 and January 29, 2020 issued by The Ministry of Textiles & the Ministry of Commerce, Government of India, withdrawing the entitlement under Merchandise Exports from India Scheme (MEIS) with retrospective effect from March 07, 2019 on certain products exported in the past, the Group had written off the MEIS benefit for the period from March 07, 2019 to September 30, 2019 in the financial results for the Quarter and Nine Months ended December 31, 2019, and had discontinued accruing MEIS incentive after September 30, 2019. The figures for the quarter ended June 30, 2019 are not comparable to the extent explained above.
- 3 **IMPACT OF COVID PANDEMIC AND RELATED LOCKDOWN MEASURES**
The Group's manufacturing operations resumed in the last week of April 2020 following the gradual relaxation of lockdown conditions. Though the plants had to contend with local mobility restrictions of people and supply chain, besides the distancing norms, the situation improved substantially in June 2020 thereby enhancing the capacity utilization.
Also the retail stores in US and EU, our principal markets started regaining normalcy from June onwards, which helped our business gather momentum.
The revenues and earnings of the Group for Q1 FY 21 were impacted during the lockdown and ramp up period on account of Covid -19 conditions. The Group has assessed, and is continuously reviewing, its liquidity, future cash flow projections and the probability of occurrence of the forecasted transactions underlying the hedges based on orders in hand and current indicators of future economic conditions. The financial results for Q1 FY 21 takes in to consideration such assessment of the possible effects of the Covid -19. However, the impact of pandemic in the subsequent period may be different from the estimations used at the time of finalising these financial results.
- 4 The Holding Company elected to exercise the option permitted under section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 with effect from quarter ended September 30, 2019. Therefore, income tax expense for the Q1 of 2019-20 is not comparable to all periods presented in the above results.
- 5 The figures for the Quarter ended March 31, 2020 are balancing figures between the audited figures of the full Financial Year and the reviewed year-to-date figures upto the third Quarter of the Financial Year.
- 6 The figures for the corresponding previous period have been regrouped/reclassified wherever necessary, to make them comparable.
- 7 The Group mainly operates only in one segment namely "Textiles" and hence segment details are not required to be published.
- 8 In line with the requirements of Regulation 47(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the results are available on the Stock Exchanges website at (www.bseindia.com and www.nseindia.com) and on the Company's website at www.indocount.com.

For and on behalf of the Board of Directors



Anil Kumar Jain

Anil Kumar Jain
Executive Chairman
DIN: 00086106

Place: Mumbai
Date: August 18, 2020

Auditor's Review Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors of
Indo Count Industries Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Indo Count Industries Limited for the period ended 30th June 2020 attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation').
2. The preparation of the statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 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, is the responsibility of the Company's Management and has been approved by the Board of Directors of the company. Our responsibility is to issue a report on these financial statements based on our review
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. **Emphasis of Matter –**
We draw attention to Note 3 of the accompanying standalone financial results, which describes the management's evaluation of impact of uncertainties related to COVID-19 and its consequential effects on the operations of the Company. Our conclusion is not modified in respect of this matter.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.



6. The Statement includes the results for the quarter ended March 31, 2020 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the third quarter of that financial year, which were subjected to a limited review by us, as required under the listing Regulations.

Place: New Delhi
Date: 18th August 2020
UDIN: 20521915 AAAAC05073



For Suresh Kumar Mittal & Co
Chartered Accountants
Firm Registration No. 500063N


(Ankur Bagla)
PARTNER

Membership Number: 521915

Independent Auditor's Review Report on Consolidated Unaudited Quarterly and Year to Date Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors of
Indo Count Industries Limited

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Indo Count Industries Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter ended 30th June 2020 attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("the Regulation").
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), 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 the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:
 - (i) Indo Count Industries Limited (Holding Company)
 - (ii) Pranavaditya Spinning Mills Limited (Subsidiary)
 - (iii) Indo Count Retail Ventures Private Limited (Wholly Owned Subsidiary)
 - (iv) Indo Count Global Inc., USA (Wholly Owned Subsidiary)
 - (v) Indo Count UK Limited (Wholly Owned Subsidiary)
 - (vi) Indo Count Australia Pty Ltd (Wholly Owned Subsidiary)
 - (vii) Indo Count Global DMCC (Formerly known as Hometex Global DMCC) (Wholly Owned Subsidiary)



5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration referred to in paragraph 7 below, 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 the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. **Emphasis of Matter –**

We draw attention to Note 3 to the consolidated financial results, which describes the uncertainties and the impact of Covid-19 pandemic on the Group's operations and results as assessed by the management. Our opinion is not modified in respect of this matter.

7. The consolidated unaudited financial results include the interim financial results of five subsidiaries which have not been reviewed by their auditors, whose interim financial results reflect total revenue of Rs.19.62 crores, total net profit after tax of Rs. (-)0.17 crores and total comprehensive income of Rs. (-)0.41 crores for the quarter ended 30th June 2020, as considered in the consolidated unaudited financial results. According to the information and explanations given to us by the Management, these interim financial results are certified by the management and are not material to the Group.

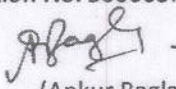
Our conclusion on the Statement is not modified in respect of the above matter.

8. The Statement includes the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the end of the third quarter of that financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Place: New Delhi
Date: 18th August 2020
UDIN: 2052315AAAACR6666



For Suresh Kumar Mittal & Co
Chartered Accountants
Firm Registration No. 500063N


(Ankur Bagla)
PARTNER

Membership Number: 521915