



KANORIA CHEMICALS & INDUSTRIES LIMITED

Registered Office :
KCI Plaza, 6th Floor
23C, Ashutosh Chowdhury Avenue
Kolkata-700 019
Tel : + 91 - 33 - 4031 - 3200
CIN : L24110WB1960PLC024910
E-mail : calall@kanoriachem.com
Website : www.kanoriachem.com

KC-13/

10th August, 2020

The Manager
Listing Department
National Stock Exchange of India Limited,
"Exchange Plaza",
Plot No. C/1, "G" Block,
Bandra-Kurla Complex, Bandra (E),
Mumbai - 400 051

Symbol: KANORICHEM

DCS-CRD
BSE Limited,
1st Floor, New Trading Ring,
Rotunda Building, P.J. Towers,
Dalal Street, Fort,
Mumbai - 400 001

Code No. 50 6525

Dear Sir,

Sub: Unaudited Financial Results for the quarter ended 30th June, 2020.

In terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the Unaudited Financial Results (Standalone and Consolidated) for the quarter ended 30th June, 2020, approved by the Board of Directors of the Company at its Meeting held today, the 10th August, 2020. The Meeting commenced at 11.30 A.M. and concluded at 12.50 P.M.

Copy of the Limited Review Reports of the Auditors of the Company in respect of the said Results are also enclosed.

Thanking you,

Yours sincerely,
For Kanoria Chemicals & Industries Limited

N K Sethia
Company Secretary

Encl : as above

J K V S & CO

Chartered Accountants

5-A, Nandalal Jew Road, Kolkata-700026 (India)

Phone : +91 33 2476 5068 • E-mail : kolkata@jkvs.in

Independent Auditor's Review Report on unaudited standalone quarterly financial results of Kanoria Chemicals & Industries Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,

The Board of Directors

Kanoria Chemicals & Industries Limited

1. We have reviewed the accompanying statement of unaudited financial results ("the statement") of **M/S. KANORIA CHEMICALS & INDUSTRIES LIMITED** ("the Company") for the quarter ended June 30, 2020 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended (the Listing Regulations).
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133, of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a conclusion on the Statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity," issued by the Institute of Chartered Accountants of India (ICAI). 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 provide less assurance than an audit. We have not performed an audit and 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 of unaudited financial results prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards as specified in Section 133 of the Companies Act, 2013, read with the relevant rules issued there under 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 & Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For J K V S & CO.

Firm Registration No.318086E

Chartered Accountants



(ABHISHEK MOHTA)

Partner

Membership No. 066653

UDIN: 20066653AAAACM5213

Place: Kolkata

Dated, the 10th day of August, 2020

Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results of Kanoria Chemicals & Industries Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To,
The Board of Directors
Kanoria Chemicals & Industries Limited

1. We have reviewed the accompanying statement of Consolidated Unaudited Financial Results ("the statement") of M/s. Kanoria Chemicals & Industries Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended June 30, 2020 attached herewith, being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended (the Listing Regulations).
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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133, of the Companies Act, 2013 read with relevant rules issued there under 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 in accordance with the Standard on Review Engagement (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity," issued by the Institute of Chartered Accountants of India (ICAI). 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 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:

Sl. No.	Name of the Companies	Country of Incorporation	Relationship
1.	Kanoria Africa Textiles PLC	Ethiopia	Subsidiary Company
2.	APAG Holding AG	Switzerland	Subsidiary Company
3.	APAG Elektronik AG	Switzerland	Step Down Subsidiary
4.	APAG Elektronik s.r.o.	Czech Republic	Step Down Subsidiary
5.	CoSyst Control Systems GmbH	Germany	Step Down Subsidiary
6.	APAG Elektronik LLC	United States	Step Down Subsidiary
7.	APAG Elektronik Corp	Canada	Step Down Subsidiary

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred in paragraphs 6 below, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with 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 & Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



6. We did not review the interim consolidated financial statements of APAG Holding AG and the interim financial statement of Kanoria Africa Textiles PLC, the foreign subsidiaries, whose interim financial statements reflect total revenues of Rs. 8,005 lakhs & Rs. 2,366 Lakhs, net loss after tax of Rs. 758 lakhs & Rs. 79 lakhs and total comprehensive income of Rs. (758) lakhs & Rs. (79) lakhs for the quarter ended June 30, 2020 respectively as considered in the consolidated unaudited financial results. These interim financial statements have been reviewed by other auditors, under the local law as applicable to them, whose reports have been furnished to us by the Management. These interim financial statements have been converted by the Management of the Holding Company so as to align with the accounting policies of the Parent for preparing consolidated financial results of the Group and have been considered in the consolidated financial results. Our conclusion on the Statement in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of other auditors and is based on such consolidated interim financial statement(s)/ information which have been converted into ind AS financial statement by the management and have been reviewed by us.

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

For J K V S & CO.
Firm Registration No.318086E
Chartered Accountants




(ABHISHEK MOHTA)
Partner

Membership No. 066653
UDIN: 20066653AAAACN2975

Place: Kolkata
Dated, the 10th day of August, 2020

**KANORIA CHEMICALS & INDUSTRIES LIMITED**

"KCI Plaza", 6th Floor, 23C, Ashutosh Chowdhury Avenue, Kolkata-700 019

Phone No. +91 33 4031 3200

Website : www.kanoriachem.com

CIN : L24110WB1960PLC024910

(INR in Lakhs)

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

Particulars	Standalone				Consolidated			
	Quarter ended		Year ended		Quarter ended		Year ended	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	30.06.2020	31.03.2020	30.06.2019	31.03.2020	30.06.2020	31.03.2020	30.06.2019	31.03.2020
INCOME								
Revenue from Operations	3,559	9,232	10,320	35,974	13,342	26,509	25,635	100,470
Other Income	201	593	318	1,988	600	(130)	402	2,182
Total Income	3,760	9,825	10,638	37,962	13,942	26,379	26,037	102,652
EXPENSES								
Cost of Materials Consumed	1,890	7,004	7,437	26,531	8,687	17,332	18,439	69,187
Change in Inventories of Finished Goods and Work-in-Progress	974	(318)	(226)	(1,408)	171	(444)	(1,018)	(1,104)
Employee Benefit Expenses	702	807	695	3,033	3,221	4,061	4,079	15,906
Other Expenses	742	1,714	1,823	7,120	1,799	3,838	3,241	13,668
Expenses	4,308	9,207	9,729	35,276	13,878	24,787	24,741	97,657
Profit/(Loss) before Finance Costs, Depreciation & Amortisation, Exceptional Items and Tax	(548)	618	909	2,686	64	1,592	1,296	4,995
Finance Costs	324	381	183	1,214	881	1,040	802	3,672
Depreciation and Amortisation Expenses	569	563	487	2,115	1,443	1,480	1,363	5,606
Profit/(Loss) before Exceptional Items and Tax	(1,441)	(326)	239	(643)	(2,260)	(928)	(869)	(4,283)
Exceptional Item (Refer Note 2)	79	-	-	-	79	-	-	-
Profit/(Loss) before Tax	(1,520)	(326)	239	(643)	(2,339)	(928)	(869)	(4,283)
Tax Expenses:								
Current Tax	-	-	88	-	5	39	93	52
Deferred Tax	(57)	(82)	(16)	(561)	(43)	(38)	23	(1,165)
Tax for earlier years	-	-	-	-	-	(1)	-	(15)
Profit/(Loss) for the Period	(1,463)	(244)	167	(82)	(2,301)	(928)	(985)	(3,155)
OTHER COMPREHENSIVE INCOME (OCI)								
A (i) Items that will not be reclassified to Profit or Loss	(3)	(66)	(4)	(81)	(3)	(66)	(4)	(81)
(ii) Income Tax relating to items that will not be reclassified to Profit or Loss	4	16	2	20	4	16	2	20
B (i) Items that will be reclassified to Profit or Loss	-	-	-	(91)	-	-	-	(91)
(ii) Income Tax relating to items that will be reclassified to Profit or Loss	-	-	-	10	-	-	-	10
Other Comprehensive Income for the Period (net of tax)	1	(50)	(2)	(142)	1	(50)	(2)	(142)
Total Comprehensive Income for the Period	(1,462)	(294)	165	(224)	(2,300)	(978)	(987)	(3,297)
Profit/(Loss) attributable to								
Owners of the Company	(1,463)	(244)	167	(82)	(2,137)	(798)	(794)	(2,579)
Non-Controlling Interest	-	-	-	-	(164)	(130)	(191)	(576)
Other Comprehensive Income attributable to								
Owners of the Company	1	(50)	(2)	(142)	1	(50)	(2)	(142)
Non-Controlling Interest	-	-	-	-	-	-	-	-
Total Comprehensive Income attributable to								
Owners of the Company	(1,462)	(294)	165	(224)	(2,136)	(848)	(796)	(2,721)
Non-Controlling Interest	-	-	-	-	(164)	(130)	(191)	(576)
Paid up Equity Share Capital (INR 5/- per Share)	2,185	2,185	2,185	2,185	2,185	2,185	2,185	2,185
Other Equity	-	-	-	59,489	-	-	-	54,667
Earnings per Share (INR) - Basic & Diluted	(3.35)	(0.56)	0.38	(0.19)	(4.89)	(1.83)	(1.82)	(5.90)

SEGMENT WISE REVENUE, EBITDA, RESULTS, ASSETS AND LIABILITIES

(INR in Lakhs)

Particulars	Standalone				Consolidated			
	Quarter ended		Year ended		Quarter ended		Year ended	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	30.06.2020	31.03.2020	30.06.2019	31.03.2020	30.06.2020	31.03.2020	30.06.2019	31.03.2020
Segment Revenue								
Alco Chemicals	3,490	9,166	10,203	35,644	3,490	9,166	10,203	35,644
Solar Power	69	66	117	330	69	66	117	330
Electronic Automotive	-	-	-	-	7,938	13,798	13,124	51,597
Textile	-	-	-	-	1,845	3,479	2,191	12,899
Revenue from operations	3,559	9,232	10,320	35,974	13,342	26,509	25,635	100,470
Segment Results								
Alco Chemicals	(1,036)	(162)	527	239	(1,036)	(162)	527	239
Solar Power	(52)	(47)	(17)	(182)	(52)	(47)	(17)	(182)
Electronic Automotive	-	-	-	-	(617)	(311)	(116)	(2,279)
Textile	-	-	-	-	355	367	(335)	1,096
Total	(1,088)	(209)	510	57	(1,350)	(153)	59	(1,126)
Less :								
i) Finance Costs	324	381	183	1,214	881	1,040	802	3,672
ii) Exceptional items	79	-	-	-	79	-	-	-
iii) Other un-allocable expenditure net off un-allocable income	29	(264)	88	(514)	29	(265)	126	(515)
Profit/(Loss) before Tax	(1,520)	(326)	239	(643)	(2,339)	(928)	(869)	(4,283)
Segment Assets								
Alco Chemicals	47,899	51,778	49,737	51,778	47,899	51,778	49,737	51,778
Solar Power	2,156	2,258	2,313	2,258	2,156	2,258	2,313	2,258
Electronic Automotive	-	-	-	-	33,130	36,883	40,527	36,883
Textile	-	-	-	-	34,990	34,876	33,793	34,876
Un-allocated	34,805	35,567	35,069	35,567	10,526	11,584	14,348	11,584
Total Assets	84,860	89,603	87,119	89,603	128,701	137,379	140,718	137,379
Segment Liabilities								
Alco Chemicals	5,533	8,024	5,156	8,024	5,533	8,024	5,156	8,024
Solar Power	108	105	117	105	108	105	117	105
Electronic Automotive	-	-	-	-	5,016	8,979	13,072	8,979
Textile	-	-	-	-	3,150	2,967	4,186	2,967
Un-allocated	19,007	19,800	19,389	19,800	59,122	59,253	57,571	59,253
Total Liabilities	24,648	27,929	24,662	27,929	72,929	79,328	80,102	79,328

Notes :

- These results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 10th August, 2020. Limited Review of these results has been carried out by the Statutory Auditors of the Company.
- Exceptional Item represents loss of Rs. 79 lakhs due to write down of Solar Renewable Energy Certificates (RECs) recognized during previous year to zero value based on the reduction in floor price of REC from Rs. 1000 to 0(zero) by Central Electricity Regulatory Commission (CERC) vide its order dated 17th June 2020. Additionally, as the RECs generated during the quarter has also been recognized at zero value based on aforesaid order, there has been an adverse impact of Rs. 22 lakhs in the quarter ended 30th June 2020 on Revenue from Operations, Profit before Exceptional Items and Tax, Segment Revenue and Result of Solar Power Segment.
- The spread of COVID-19 has severely impacted businesses around the globe. The group with its operations spread across continents has witnessed a slowdown/suspension of the business activities on the basis of advisories issued from time to time in the various geographies in which it operates as also following business prudence to contain the spread of pandemic. As a result while the revenue and profitability had an adverse impact, it is not possible to ascertain the exact quantum thereof. The financial results for the quarter, therefore, are not comparable with the other reported periods.
The operations have since commenced/ramped up in a phased manner since April/May 2020 in consonance with applicable guidelines. Given the uncertainty of a quick turnaround to normalcy, the company, based on the internal and external sources of information and application of reasonable estimates, has carried out an assessment of possible impact of COVID-19 on various elements of financial statements. The Company does not foresee any significant incremental risk to the recoverability of its assets or generation of revenue in the foreseeable future. Since the situation is continuously evolving, the eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these financial results. Management will continue to monitor any material changes arising due to the impact of this pandemic on financial and operational performance of the Company and take necessary measures to address the situation.
- The figures for the quarter ended 31st March, 2020 are the balancing figures between audited figures in respect of financial year ended 31st March 2020 and the year-to-date figures for the nine months ended 31st December 2019.
- Previous year figures have been regrouped/rearranged, wherever necessary.

Place : Kolkata

Date : 10th August, 2020



 R.V. Kanoria
 Chairman & Managing Director
 (DIN:00003792)