



## INDIA GLYCOLS LIMITED

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 CIN - L24111UR1983PLC009097

### Part I Statement of Unaudited Financial Results for the Quarter and Half Year ended September 30, 2014

(Rs. in lacs)

S.N.	Particulars	Standalone					Year ended 31.03.2014 (Audited)
		Quarter ended			Half Year ended		
		30.09.2014 (Unaudited)	30.06.2014 (Unaudited)	30.09.2013 (Unaudited)	30.09.2014 (Unaudited)	30.09.2013 (Unaudited)	
1	Gross sales/ income from operations	73,924	87,879	82,731	161,803	179,352	343,346
	Less: Excise Duty	9,704	15,720	14,667	25,424	30,194	56,482
	<b>Income from operations</b>						
	(a) Net sales/ income from operations (Net of excise duty)	64,220	72,159	68,064	136,379	149,158	286,864
	(b) Other operating income / (loss)	1,010	909	336	1,919	643	1,636
	<b>Total income from operations (net)</b>	<b>65,230</b>	<b>73,068</b>	<b>68,400</b>	<b>138,298</b>	<b>149,801</b>	<b>288,500</b>
2	<b>Expenses</b>						
	(a) Cost of materials consumed	39,108	31,970	33,603	71,078	79,844	154,327
	(b) Purchases of stock-in-trade	8,852	18,437	10,264	27,289	23,435	51,031
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(3,453)	2,426	3,098	(1,027)	(499)	(5,654)
	(d) Employee benefits expense	1,974	2,007	1,926	3,981	3,850	7,952
	(e) Depreciation and amortisation expense	2,213	2,210	2,047	4,423	4,093	8,284
	(f) Power and fuel	9,266	7,855	8,055	17,121	16,623	34,618
	(g) Others	6,408	5,789	4,032	12,197	11,068	25,289
	<b>Total Expenses</b>	<b>64,368</b>	<b>70,694</b>	<b>63,025</b>	<b>135,062</b>	<b>138,414</b>	<b>275,847</b>
3	<b>Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>862</b>	<b>2,374</b>	<b>5,375</b>	<b>3,236</b>	<b>11,387</b>	<b>12,653</b>
4	Other Income / (Loss)	1,789	1,176	1,055	2,965	2,299	2,894
5	<b>Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>2,651</b>	<b>3,550</b>	<b>6,430</b>	<b>6,201</b>	<b>13,686</b>	<b>15,547</b>
6	Finance costs (net)	3,970	4,361	3,020	8,331	6,448	13,353
7	<b>Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)</b>	<b>(1,319)</b>	<b>(811)</b>	<b>3,410</b>	<b>(2,130)</b>	<b>7,238</b>	<b>2,194</b>
8	Exceptional Items [(Income)/ Loss]	1,550	(1,006)	7,217	544	14,948	19,173
9	<b>Profit / (Loss) from ordinary activities before Tax (7-8)</b>	<b>(2,869)</b>	<b>195</b>	<b>(3,807)</b>	<b>(2,674)</b>	<b>(7,710)</b>	<b>(16,979)</b>
10	Tax expense (Net) (Refer Note 1)	(951)	64	(1,180)	(887)	(2,460)	(5,025)
11	<b>Net Profit / (Loss) from Ordinary Activities after tax (9-10)</b>	<b>(1,918)</b>	<b>131</b>	<b>(2,627)</b>	<b>(1,787)</b>	<b>(5,250)</b>	<b>(11,954)</b>
12	Extraordinary items	-	-	-	-	-	-
13	<b>Net Profit / (Loss) for the period (11-12)</b>	<b>(1,918)</b>	<b>131</b>	<b>(2,627)</b>	<b>(1,787)</b>	<b>(5,250)</b>	<b>(11,954)</b>
14	Paid-up Equity Share Capital (Face value - Rs. 10/- per share)	3,096	3,096	3,096	3,096	3,096	3,096
15	Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)						49,737
16	Basic / Diluted EPS after exceptional items for the period - not annualised (in Rs.)	(6.19)	0.42	(8.48)	(5.77)	(16.96)	(38.61)

### PART II - Select Information for the Quarter and Half Year ended September 30, 2014

A		PARTICULARS OF SHAREHOLDING					
1	Aggregate of Public Share holding						
	- Number of Shares	12054175	12053175	12053175	12054175	12053175	12053175
	- Percentage of Share holding	38.93%	38.93%	38.93%	38.93%	38.93%	38.93%
2	Promoters and promoter group shareholding						
a)	Pledged / Encumbered						
	- Number of shares	160000	160000	160000	160000	160000	160000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.85%	0.85%	0.85%	0.85%	0.85%	0.85%
	- Percentage of shares (as a % of the total share capital of the company)	0.52%	0.52%	0.52%	0.52%	0.52%	0.52%
b)	Non encumbered shares						
	- Number of shares	18747325	18748325	18748325	18747325	18748325	18748325
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	99.15%	99.15%	99.15%	99.15%	99.15%	99.15%
	- Percentage of shares (as a % of the total share capital of the company)	60.55%	60.55%	60.55%	60.55%	60.55%	60.55%
B		INVESTORS COMPLAINTS					
		Quarter ended 30.09.2014					
Pending at the beginning of the quarter		-					
Received during the quarter		12					
Disposed of during the quarter		12					
Remaining unresolved at the end of the quarter		-					

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Segment wise Revenue, Results and Capital Employed		Standalone					
S.N.	Particulars	Quarter ended			Half Year ended		Year ended
		30.09.2014	30.06.2014	30.09.2013	30.09.2014	30.09.2013	31.03.2014
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Segment Revenue (Net of excise duty)						
	- Industrial Chemicals	58,338	65,431	61,666	123,769	134,324	258,658
	- Ethyl Alcohol (Potable)	4,398	5,299	5,384	9,697	12,166	22,793
	- Others	1,484	1,429	1,014	2,913	2,668	5,413
	Total	64,220	72,159	68,064	136,379	149,158	286,864
	Segment Results (Profit / (Loss) before Interest and Tax)						
	- Industrial Chemicals	3,876	4,462	2,310	8,338	7,038	1,917
	- Ethyl Alcohol (Potable)	138	508	168	646	1,251	1,769
	- Others	251	181	103	432	394	818
	Total	4,265	5,151	2,581	9,416	8,683	4,504
	Less :						
	- Interest (Net)	3,970	4,361	3,020	8,331	6,448	13,353
	- Unallocated corporate expenses net of unallocable income	3,164	595	3,368	3,759	9,945	8,130
	Profit / (Loss) before tax	(2,869)	195	(3,807)	(2,674)	(7,710)	(16,979)
	Capital Employed (Segment assets- Segment liabilities)						
	- Industrial Chemicals	162,051	168,789	171,365	162,051	171,365	160,483
	- Ethyl Alcohol (Potable)	13,565	13,591	12,208	13,565	12,208	13,631
	- Others	20,839	21,301	19,273	20,839	19,273	20,565
	Total	196,455	203,681	202,846	196,455	202,846	194,679

Statement of Assets and Liabilities		Standalone	
		As At	
Particulars		30.09.2014	31.03.2014
		(Unaudited)	(Audited)
<b>A. EQUITY AND LIABILITIES</b>			
<b>Shareholders' Funds:</b>			
(a) Share Capital		3,096	3,096
(b) Reserves and Surplus		45,833	47,462
<b>Total Shareholders' funds</b>		<b>48,929</b>	<b>50,558</b>
<b>Minority Interest</b>			
<b>Non-Current Liabilities</b>			
(a) Long term borrowings		53,299	66,222
(b) Deferred tax liabilities (Net)		9,521	10,654
(c) Other long-term liabilities		548	535
(d) Long-term provisions		372	349
<b>Non-Current Liabilities</b>		<b>63,740</b>	<b>77,760</b>
<b>Current Liabilities</b>			
(a) Short term borrowings		121,943	105,243
(b) Trade payables		39,244	47,035
(c) Other current liabilities		48,549	39,615
(d) Short-term provisions		462	648
<b>Current Liabilities</b>		<b>210,198</b>	<b>192,541</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>		<b>322,867</b>	<b>320,859</b>
<b>B. ASSETS</b>			
<b>Non-Current Assets</b>			
(a) Fixed Assets		129,882	131,022
(b) Goodwill on consolidation		-	-
(c) Non-current investment		8,135	5,695
(d) Deferred tax Assets (net)		-	-
(e) Long-term loans and advances		5,488	5,847
(f) Other non-current assets		249	230
<b>Total Non-current Assets</b>		<b>143,754</b>	<b>142,794</b>
<b>Current Assets</b>			
(a) Current Investments		10	10
(b) Inventories		52,182	54,719
(c) Trade Receivables		44,621	44,175
(d) Cash and cash equivalents		24,627	15,834
(e) Short-term loans and advances		57,238	63,087
(f) Other current assets		435	240
<b>Total Current Assets</b>		<b>179,113</b>	<b>178,065</b>
<b>TOTAL - ASSETS</b>		<b>322,867</b>	<b>320,859</b>

Notes:

- 1 Tax expenses includes deferred tax reversal of Rs. 951 Lacs and Rs. 887 Lacs for the quarter and half year ended September 30, 2014 respectively.
- 2 Exceptional items represents exchange rate differences on payment, settlement as well as reinstatement of short term foreign currency borrowings and other monetary assets/ liabilities.
- 3 In line with consistent practice followed in the quarterly results, Exchange Differences, arising due to change in exchange rates during the quarter, on account of Forward Exchange contracts pertaining to certain trade receivables on account of exports will be recognised at the year end. Gain/losses, if any, being notional do not effect the cash flow of the Company and actual gain/loss in this respect is ascertainable only on the final settlement of such contracts.
- 4 Company has investment of Rs. 5,428 Lacs in equity shares and 10% cumulative redeemable preference share capital, loans amounting to Rs. 1,903 Lacs (including interest accrued) and advances amounting to Rs. 8,560 Lacs in a subsidiary company, Shakumbari Sugar and Allied Industries Limited (SSAIL), where net worth as per the audited accounts for the year ended March 31, 2013 had been fully eroded and has also been declared sick industrial undertaking as per the provision of Sick Industrial Companies Act, 1985. Considering the intrinsic value of the investee assets, long term nature of investment and direction issued by the Hon'ble Board for Industrial and Financial Reconstruction for preparation of revival scheme by the operating agency as appointed, which has been filed with BIFR on January 11, 2014, no provision at this stage is considered necessary by the management against investments made in above stated subsidiary. On this auditors' has drawn attention. (Also refer note 5 below).
- 5 Company received a letter from National Stock Exchange of India Limited (NSE) dated October 30, 2014, on November 6, 2014 stating that Securities and Exchange Board of India (SEBI) has referred the matters to Financial Reporting Review Board (FRRB) for its opinion on the qualifications raised by the statutory auditors in its Auditors' Report for the financial year 2012-13 on investments and loans to SSAIL. As per this letter, Company has been advised to restate its financial statements pertaining to financial year 2012-13 pursuant to clause 5(d)(ii) of Circular No. CIR/CFD/DIL/7/2012 dated August 13, 2012 read with Circular No. CIR/CFD/DIL/9/2013 dated June 5, 2013. The Company has decided to represent to SEBI on this matter and has accordingly not made any adjustments with respect to the same.
- 6 Short Term loans and advances includes Rs. 14,653 Lacs given to IGL Finance Ltd. (IGLFI), 100% subsidiary of the company IGLFI in turn had invested funds for short term in commodity financing contracts offered by National Spot Exchange Ltd. (NSEL). NSEL has defaulted in settling the contracts on due dates. However, considering the present state of affairs, action taken by the Govt. and other authorities, the management is confident of recovery of dues from NSEL over a period of time. Accordingly, against total exposure in IGLFI of Rs. 14,778 Lacs (including Investment in capital of Rs.125 Lacs), no provision has been considered necessary at this stage by the company and shown as good and fully recoverable. On this auditors' has drawn attention.
- 7 During the quarter, Company has invested Rs. 2,440 Lacs in equity of Kashipur Infrastructure and Freight Terminal Private Limited (KIFTPL). With this investment KIFTPL became its subsidiary with the Company holding 99.80% equity. Further, the Company has also entered into a Joint Venture Agreement with Apollo Logisolutions Limited ("ALS") wherein ALS has agreed to invest in equity of KIFTPL for 51% holding.
- 8 IGL Chem International USA LLC, a Texas Limited Liability Company ("the Company"), is incorporated during the quarter, as 100% subsidiary Company in the United States of America.
- 9 During the quarter ended June 30, 2014, capacity utilisation was affected at Kashipur for more than a week, due to outbreak of fire in the cooling tower. Due to this, production was also effected during the quarter and half year ended September 30, 2014. An insurance claim has been filed for reinstatement of asset as well as for losses incurred due to business interruption and the same is being evaluated by the insurance company. Based on assessment made by the management and experts, the Company has accounted for business interruption loss amounting to Rs. 997 Lacs and Rs. 1,904 Lacs during the quarter and half year ended September 30, 2014 respectively. The same has been included under the head " Other Income".
- 10 The useful life of Fixed Assets has been revised in accordance with Schedule II of Companies Act, 2013 effective April 1, 2014. Due to above, Depreciation for the quarter and half year ended September 30, 2014 is lower by Rs. 26 Lacs and Rs. 58-Lacs respectively, due to change in useful life of Fixed Assets. Further, based on transitional provision provided in Note 7(b) of Schedule II, an amount of Rs. 477 Lacs on account of assets whose useful life is already exhausted as on April 1, 2014 net off deferred tax of Rs. 246 Lacs thereon have been adjusted to opening balance of General Reserve during the half year ended September 30, 2014.
- 11 Previous quarter / year figures have been regrouped / reclassified wherever considered necessary.
- 12 The above results were reviewed by the Audit committee and have been approved by the Board of Directors in its meeting held on November 8, 2014.

for INDIA GLYCOLS LIMITED



U.S. BHARTIA

Chairman and Managing Director

Place : Noida  
Date : November 8, 2014.

# LODHA & CO

Chartered Accountants

To,  
The Board of Directors,  
India Glycols Limited,  
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Noida-201401, Uttar Pradesh

12, Bhagat Singh Marg, New Delhi - 110 001, India  
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**Subject: Limited Review Report for the Quarter ended 30<sup>th</sup> September, 2014**

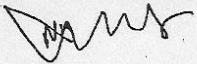
1. We have reviewed the accompanying statement of standalone unaudited financial results of India Glycols Limited ("the Company") for the quarter/six months ended 30th September 2014 ("the statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreements with the Stock Exchange, except for the disclosures in Part II - Select Information referred to in para 5 below. We have also reviewed statement of Asset and Liabilities of the Company as on that date. This statement of quarterly and six months financial results has been prepared from interim financial statements which are the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatements. 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.
3. Attention is drawn to
  - i. Note No. 3 of the accompanying Statement regarding Non - Provision of MTM loss of Rs. 1,056.23 lacs for the quarter on outstanding foreign exchange contracts and non-disclosure of quantification in the accompanying Statement.
  - ii.
    - a) Note No. 4 of the accompanying Statement regarding Non - provision against diminution in the value of investment and inter corporate deposit (including accrued interest Rs. 938.04 Lacs) made in a subsidiary M/S Shakumbhari Sugar and Allied Industries Limited (SSAIL) and net worth of SSAIL had been fully eroded, where in the opinion of management no provision for diminution is necessary considering the long term nature and the intrinsic value of the assets of subsidiary company and direction issued by the Hon'ble Board for Industrial and Financial Reconstruction for preparation of revival scheme by the operating agency as appointed, which has been filed with BIFR on 11<sup>th</sup> Jan 2014 as stated in the said note. Further attention is drawn to Note No. 5 of the accompanying Statement regarding having received a letter by the company from National Stock Exchange Limited and non-provision against the same as stated in the said note.
    - b) Note No. 4 of the accompanying Statement regarding Non-provision against advance to SSAIL of amounting to Rs. 8,560 Lacs.
  - iii. Note No. 6 of the accompanying Statement regarding total exposure including Inter-corporate deposit in a subsidiary, IGL Finance Limited (IGLFL), where the management is confident about its recoverability for the reasons as stated in the said note, and our inability to comment thereon.
  - iv. Trade receivable includes overdue overseas receivables of amounting to Rs. 5,158.02 Lacs where the management is confident about its recoverability and our inability to comment thereon.



Kolkata Mumbai New Delhi Chennai Hyderabad Jaipur

4. Based on our review conducted as above and subject to Para 3, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rule, 2014) and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement with the stock exchange, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. Further, we also report that we have traced the number of shares as well as percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of share pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of Listing Agreement with the Stock Exchange and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter ended 30/09/2014 of the statement, from the details furnished by the Registrars.

For Lodha & Co.,  
Chartered Accountants  
Firm Registration No. 301051E

  
(N. K. Lodha)  
Partner

M. No. -85155,

Place: New Delhi

Dated: 8/11/2014

