GARNET
CONSTRUCTION LTD

CIN: L45200MH1992PLC069044

Date: 14th Nov, 2019

To,
Dept. of Corporate Services
Bombay Stock Exchange Ltd.
P. J. Tower,
Dalal Street,
Mumbai – 400 001.

Ref.: Garnet Construction Ltd (Script Code: 526727)

Reg.: Un-audited Result of the Company for the Quarter ended on 30th September, 2019

Dear Sir,

This is with reference to captioned matter, please find enclosed herewith Un-audited financial result of the Company for the Six Month ended 30th Sep, 2019.

The above results are reviewed by statutory auditors of the company and the report of the same is attached herewith

Please find the above submission in order. Kindly acknowledge the same.

This is for your information and record purpose.

Yours faithfully
For Garnet Construction Ltd.

Kishan Kumar Kedia
Chairman & Managing Director

Encl.: a/a

GARNET CONSTRUCTION LIMITED

Registered Office: 501/531, Laxmi Mall, Laxmi Industrial Estate, New Link Road, Andheri (W), Mumbai - 400053

CIN : L45200MH1992PLC069044, E-mail ID : investors@garnetconstructions.com, Tel : 022 4257 8500

Unaudited Consolidated Financial Results for the Six Month Ended 30th September, 2019.

(In Rs. Lacs, except per share data)

SR. No.	PARTICULARS	CONSOLIDATED					
		Quarter Ended			Six Month Ended		Year Ended
		30-Sep-2019	30-Jun-2019	30-Sep-2018	30-Sep-2019	30-Sep-2018	31-Mar-2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	**Income**						
	(a) Revenue from operations	695.98	189.94	170.35	885.92	240.71	730.32
	(b) Other income	2.51	5.50	0.13	8.01	72.95	80.83
	Total Income	**698.49**	**195.44**	**170.48**	**893.93**	**313.66**	**811.15**
2	**Expenses**						
	(a) Operating costs	396.81	107.60	36.69	504.41	47.21	285.06
	(b) Employee benefits expenses	75.57	21.62	81.34	97.20	162.24	205.34
	(c) Finance costs	88.02	24.12	1.56	112.14	2.81	42.72
	(d) Depreciation and amortisation expenses	8.58	8.58	11.74	17.16	23.41	48.49
	(e) Other expenses	69.25	26.43	22.28	95.68	51.57	114.96
	Total expenses (a+b+c+d+e)	**638.23**	**188.35**	**153.61**	**826.58**	**287.23**	**696.57**
3	**Profit before Share of Profit / (Loss) of Associates (1-2)**	**60.26**	**7.09**	**16.87**	**67.35**	**26.43**	**114.58**
4	**Minority Share of Profit / (Loss) (net)**	**-**	**-**	**-**	-	-	(1.09)
5	**Profit before tax (3-4)**	**60.26**	**7.09**	**16.87**	**67.35**	**26.43**	**115.67**
6	**Tax expense**						
	(a) Current tax	14.00	1.50	3.00	15.50	5.25	25.25
	(b) MAT Utilisation	5.00	1.20	1.00	6.20	1.75	13.62
	(c) Deferred tax	(2.10)	(0.56)	0.66	(2.65)	(0.38)	(6.76)
	(d) Short/ (Excess) provision of tax in earlier years	-	-	-	-	-	2.49
7	**Net Profit (Loss) for the period (5-6)**	**43.36**	**4.95**	**12.21**	**48.30**	**19.81**	**81.07**
8	**Other Comprehensive Income**						
	A. Amount of items that will not be reclassified to profit and loss		-	-	-	-	0.62
	B. Income tax relating to items that will be reclassified to profit or loss		-	-	-	-	(0.17)
	Total Other Comprehensive Income	**-**	**-**	**-**	**-**	**-**	**0.45**
9	**Total Comprehensive Income for the period (7+8)**	**43.36**	**4.95**	**12.21**	**48.30**	**19.81**	**81.52**
10	**Details of Equity**						
	Paid-up equity share capital	1,390.22	1,390.22	1,390.22	1,390.22	1,390.22	1,390.22
	Face value of equity share capital	10.00	10.00	10.00	10.00	10.00	10.00
11	Reserves and surplus (excluding revaluation reserves)						5,833.54
12	**Earnings per share (Not annualised)**						
	(a) Basic earnings (loss) per share (in Rs.)	0.31	0.04	0.09	0.35	0.14	0.59
	(b) Diluted earnings (loss) per share (in Rs.)	0.31	0.04	0.09	0.35	0.14	0.59

GARNET CONSTRUCTION LIMITED

Regd. Office: 501/ 531, Laxmi Mall, Laxmi Industrial Estate, New Link Road, Andheri (W), Mumbai - 400053

Unaudited Consolidated Statement of Assets and Liabilities

(Rs. In Lacs)

Particulars	As at 30-Sep-2019	As at 31-Mar-2019
	Unaudited	Audited
ASSETS		
I) Non - Current Assets		
a. Property, Plant and Equipment	501.08	516.76
b. Financial Assets		
Investments	-	-
Non-current loans	54.34	44.34
Other Non - Current Financial Assets	4.38	4.38
c. Deferred tax assets (net)	3.63	7.17
d. Other non-current assets	105.17	147.35
	668.60	720.00
II) Current Assets		
a. Inventories	11,508.58	11,845.96
b. Financial Assets		
Trade Receivables	3,905.05	3,402.57
Cash and Cash Equivalents	60.18	78.47
Current Loans	212.23	64.52
Other Current Financial Assets	0.01	0.01
c. Other Current assets	3,534.21	2,858.28
	19,220.27	18,249.81
TOTAL ASSETS (I + II)	**19,888.86**	**18,969.81**
EQUITY AND LIABILITIES		
I) Equity		
a. Equity Share Capital	1,390.22	1,390.22
b. Other Equity	5,881.84	5,833.54
c. Minority Interest	9.22	9.22
	7,281.28	7,232.98
II) Liabilities		
i) Non - Current Liabilities		
a. Financial Liabilities		
Borrowings	2,205.68	2,426.27
Other financial liabilities	1.50	2.50
b. Provisions	7.58	7.58
	2,214.76	2,436.35
ii) Current Liabilities		
a. Financial Liabilities		
Borrowings	362.15	297.00
Trade Payables	326.98	411.36
Other financial Liabilities	2,013.90	2,509.59
b. Other current liabilities	7,642.95	6,041.27
c. Provisions	46.84	41.26
	10,392.82	9,300.48
TOTAL LIABILITIES	12,607.58	11,736.84
TOTAL EQUITY AND LIABILITIES (I + II)	**19,888.86**	**18,969.81**

GARNET CONSTRUCTION LIMITED

Unaudited Consolidated Cash Flow Statement for the Half year ended 30st September, 2019

Particulars	INR	INR
	Year Ended	Year Ended
	30th Sep, 2019	31st March, 2019
A Cash flows from operating activities:		
Profit before tax	67,35,024	1,14,58,169
Adjustments for:		
Depreciation, Impairment and Amortisation expenses	17,15,858	48,49,330
Interest income	-	(37,615)
Interest expenses	1,11,66,974	5,51,73,183
Relassification of actuarial gain/loss to OCI	-	62,490
Provisions for employee benefits	-	2,16,948
Total	1,28,82,832	6,02,64,336
Operating profit before working capital changes	1,96,17,855	7,17,22,505
Adjustments for:		
Increase/ [Decrease] in trade Payables	(84,38,838)	(1,03,03,944)
Increase/ [Decrease] in provision	5,58,370	1,95,554
Increase/ [Decrease] in other current liablities	16,09,43,673	7,90,01,553
Increase/ [Decrease] in other non current liablities	(1,00,000)	1,50,000
[Increase]/ Decrease in Inventories	3,37,38,539	(15,16,99,540)
[Increase]/ Decrease in loans	(1,57,71,517)	(25,51,955)
[Increase]/ Decrease in trade receivable	(5,02,47,762)	(3,71,00,362)
[Increase]/ Decrease in other current assets	(6,75,93,165)	(31,68,051)
[Increase]/ Decrease in other non current assets	42,17,932	(19,67,237)
Total	5,73,07,232	(12,74,43,981)
Cash generated from operations	7,69,25,088	(5,57,21,476)
Direct taxes paid [Net of refunds]	(15,50,000)	(27,74,127)
Net cash from operating activities	7,53,75,088	(5,84,95,603)
B Cash flows from investing activities:		
Purchase of fixed assets	(1,48,042)	(2,93,170)
Proceeds from sale of Investment	-	3,00,00,000
Interest received	-	37,615
Net cash used in investing activities	(1,48,042)	2,97,44,445
C Cash flows from financing activities:		
Proceeds from Long Term Borrowings	4,33,12,843	4,66,25,647
Proceeds / (repayment) of working capital loans	11,40,48,524	16,43,93,065
Repayment of Long Term Borrowings	(22,32,50,049)	(11,23,57,067)
Interest paid	(1,11,66,974)	(5,51,73,183)
Net cash used in financing activities	(7,70,55,657)	4,34,88,463
Net increase in cash and cash equivalents	(18,28,611)	1,47,37,305
Cash and cash equivalents at the beginning of the year	**78,46,761**	**(68,90,543)**
Cash and cash equivalents at the end of the year	**60,18,150**	**78,46,761**

Notes to the Cash Flow Statement

1 Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Ind AS 7.

2 Figures in bracket indicates outflows.

3 The accompanying notes (1 to 42) are an integral part of the financial statements.

4 Cash and cash equivalents comprise of:

	As at 30th Sep, 2019	As at 31st March, 2019
a Cash on Hand	2,61,975	2,00,403
b Balances with Banks	57,56,175	76,46,358
Total	**60,18,150**	**78,46,761**

5 **Disclosure as required by Ind AS 7**

Reconciliation of liabilities arising from financial activities

30th Sep, 2019	**Opening Balance**	**Cash Flows**	**Non cash changes**	**Closing Balance**
Long Term Secured Borrowings	43,75,07,404	(6,08,88,683)	-	37,66,18,721
Short Term Unsecured Borrowings	2,97,00,000	(50,00,000)	-	2,47,00,000
Total Liabilities from Financing Activities	46,72,07,404	(6,58,88,683)	-	40,13,18,721

31st March, 2019	**Opening Balance**	**Cash Flows**	**Non cash changes**	**Closing Balance**
Long Term Secured Borrowings	36,35,45,758	7,39,61,645	-	43,75,07,404
Short Term Unsecured Borrowings	50,00,000	2,47,00,000	-	2,97,00,000
Total Liabilities from Financing Activities	36,85,45,758	9,86,61,645	-	46,72,07,404

Notes:	
1	The Unaudited Consolidated financial results for the Six Month ended 30th September, 2019 have been reviewed by the Audit Committee of the Board and subsequently approved by the Board of Directors at its meeting held on 14th November, 2019. The Statutory Auditors have expressed an unmodified audit opinion. The standalone financial results are prepared in accordance with the Indian Accounting Standards (Ind As) as prescribed under section 133 of the companies Act, 2013.
2	Since the nature of the real estate business of the Company is such that profit / (loss) does not necessarily accrue evenly over the period, the result of the quarter may not be representative of the profit / (loss) for the period.
3	The Company has aligned its policy of revenue recognition with Ind AS 115 " Revenue from Contracts with Customers " which is effective from April 1, 2018. Accordingly , revenue in realty business is recognised on delivery of units to customers as against recognition based on percentage completion method hitherto in accordance with the guidance note issued by ICAI.
4	In the terms of Ind Accounting Standard -108 " Operating Segment", the Company operates in a single business segment i.e. " Real Estate \ Real Estate Development" and substantial activities are carried out in India.
5	Previous period figures have been regrouped, re-arranged and re-classified wherever necessary to conform to current period's classification.

For and on behalf of Board of Directors

Mumbai, 14th November, 2019

Kishan Kumar Kedia
Chairman & Managing Director

Independent Auditor's Review Report on Cosolidated Unaudited Quaterly Financial Results of the Company Pursuant to the Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended.

Review Report to,
The Board of Directors,
Garnet Construction Limited,
Mumbai.

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **Garnet Constructions Limited** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") and its share of the net profit after tax and total comprehensive income for the quarter ended September 30, 2019 and year to date from 01 April 2019 to 30 September 2019 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. Attention is drawn to the fact that the consolidated figures for the corresponding previous quarter ended September 30, 2018 and year to date from 01 April 2018 to 30 September 2018 as reported in these financial results have been approved by the Parent's Board of Directors, but have not been subjected to review.

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, 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.

PODDAR A. & ASSOCIATES M.No.107258 MUMBAI CHARTERED ACCOUNTANTS

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 entity: **Callista Realty Limited**

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 branch auditors and other auditors 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.

Thanking you.

Yours faithfully,

For Poddar A. & Associates
Chartered Accountants

PODDAR A. & ASSOCIATES M.No.107258 MUMBAI CHARTERED ACCOUNTANTS

Atul Poddar
Proprietor
Membership No. 107258

Mumbai; 14 November 2019
UDIN : 19107258AAAABZ9406