

Ref: B/GSCL/SE/VRM/2019-20
13th November 2019

Corporate Relationship Manager Bombay Stock Exchange Limited 1 st Floor, New Trading Ring, Rotunda Bldg., P.J.Tower, Dalal Street Mumbai 400 001. <u>Stock Code No: 518029</u>	National Stock Exchange of India Limited Exchange Plaza Bandra Kurla Complex Bandra (East) Mumbai 400 051. <u>Stock Code No: GSCLCEMENT</u>
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Dear Sir,

Sub : Unaudited Financial Results for second quarter and half year ended 30.9.2019

Further to our letter dated 30th October 2019, we are enclosing herewith Unaudited Standalone and Consolidated Financial Results for the second quarter and half year ended 30th September 2019 which were approved by the Board of Directors at their meeting held today at Mumbai along with Limited Review report issued by the Statutory Auditors pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The said results are also placed on the website of the Company www.gujaratsidheecementlimited.com

The meeting commenced at 4.30 p.m. and ended at 6.15 p.m.

Please acknowledge receipt.

Yours faithfully,
For Gujarat Sidhee Cement Limited.



V. R. Mohnot
CFO & Company Secretary

Encl: as above

BANSI S. MEHTA & CO.
CHARTERED ACCOUNTANTS

Bansi S. Mehta
(Chief Mentor)

A.A.DESAI	K.R.GANDHI (Ms.)
D.R.DESAI (Ms.)	Y.A.THAR
P.H.CLERK	R.G.DOSHI
M.V.SHAH	A.A.AGRAWAL (Ms.)
A.B.AGRAWAL	U.A.SHAH (Ms.)
M.M.PADHIAR (Ms.)	

Admn. Off. :
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Independent Auditor's Review Report on standalone unaudited quarterly and year to date financial results of Gujarat Sidhee Cement Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**To the Board of Directors,
Gujarat Sidhee Cement Limited**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **Gujarat Sidhee Cement Limited** ("the Company") for the quarter ended September 30, 2019 and for the period from April 1, 2019 to September 30, 2019 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"), which has been initialed by us for the purpose of identification. Attention is drawn to the fact that the standalone figures for cash flows (net) for the corresponding period from April 1, 2018 to September 30, 2018, as reported in these standalone unaudited financial results have been approved by the Board of Directors of the Company, but have not been subjected to review.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors in their meeting held on November 13, 2019, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards (Ind AS) 34, "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with the 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 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. 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.

4. Based on our review conducted as stated in paragraph 3 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 the aforesaid Ind AS and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, as amended from time to time, including the manner in which it is to be disclosed, or that it contains any material misstatement.

PLACE : Mumbai
DATED : November 13, 2019



For **BANSI S. MEHTA & CO.**
Chartered Accountants
Firm Registration No. 100991W

A handwritten signature in blue ink, appearing to be "PH", written over a horizontal line.

PARESH H. CLERK
Partner
Membership No. 036148
UDIN : 19036148AAAAEU2705

BANSI S. MEHTA & CO.
CHARTERED ACCOUNTANTS

Bansi S. Mehta
(Chief Mentor)

A.A.DESAI	K.R.GANDHI (Ms.)
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Website : www.bsmco.net

Independent Auditor's Review Report on consolidated unaudited quarterly and year to date financial results of Gujarat Sidhee Cement Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**To the Board of Directors,
Gujarat Sidhee Cement Limited**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **Gujarat Sidhee Cement Limited** ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group") for the quarter ended September 30, 2019 and for the period from April 1, 2019 to September 30, 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 (the "Listing Regulations"), which has been initialed by us for the purpose of identification. Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended September 30, 2018 and the corresponding period from April 1, 2018 to September 30, 2018 [including that of the consolidated cash flows (net)], as reported in these consolidated unaudited financial results have been approved by the Board of Directors of the Parent, 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 in their meeting held on November 13, 2019, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards (Ind AS) 34, "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with the 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 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. 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 subsidiary, namely, Villa Trading Company Private Limited.
5. Based on our review conducted and procedures performed as stated in paragraph 3 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 the aforesaid Ind AS and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, as amended from time to time, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Other matters

6. The consolidated unaudited financial results includes the interim financial information/financial results of the subsidiary, which have not been reviewed by its auditors and have been furnished to us by the Parent's management, whose interim financial information/financial results (before eliminating inter company balances/ transactions) reflect total assets of ₹ 5148.55 lacs as at September 30, 2019, total revenue of ₹ 2.54 lacs and ₹ 5.16 lacs, total net profit/(loss) after tax of ₹ 1.83 lacs and ₹ 3.52 lacs and total comprehensive income/(loss) of ₹ (605.96) lacs and ₹ (1403.27) lacs, for the quarter ended September 30, 2019 and for the period from April 1, 2019 to September 30, 2019, respectively, and cash flows (net) of ₹ (4.70) lacs for the period from April 1, 2019 to September 30, 2019, as considered in the consolidated unaudited financial results.



Our conclusion on the Statement, and our report in terms of Regulation 33 of the Listing Regulations, as amended, are based solely on these interim financial information/financial results of the subsidiary as certified by the Parent's management. According to the information and explanations given to us by the Parent's management, these interim financial information/financial results are not material to the Group.

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

PLACE : Mumbai
DATED : November 13, 2019



For **BANSI S. MEHTA & CO.**
Chartered Accountants
Firm Registration No. 100991W


PARESH H. CLERK
Partner

Membership No. 036148
UDIN : 19036148AAAAET5616

GUJARAT SIDHEE CEMENT LIMITED

CIN : L26940GJ1973PLC002245

At Sidheegram, PO Prashnavada BO, Via Sutrapadia SO - 362275, Off Veraval Kodinar Highway, District : Gt Somnath (Gujarat)
Phone : 02876-268200 Fax : 02876-268540 Email : cfo@mehtagroup.com Website : www.mehtagroup.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2019

Particulars	Consolidated									
	Stand alone					Consolidated				
	Sept. 30, 2019 (Unaudited) ₹ in lacs	June 30, 2019 (Unaudited) ₹ in lacs	Sept. 30, 2018 (Unaudited) ₹ in lacs	Sept. 30, 2019 (Unaudited) ₹ in lacs	Sept. 30, 2018 (Unaudited) ₹ in lacs	Sept. 30, 2019 (Unaudited) ₹ in lacs	June 30, 2019 (Unaudited) ₹ in lacs	Sept. 30, 2018 (Unaudited) ₹ in lacs	Sept. 30, 2019 (Unaudited) ₹ in lacs	Year ended Mar. 31, 2019 (Audited) ₹ in lacs
I Revenue from Operations	11,537.53	15,324.58	11,326.03	26,862.11	27,442.95	56,300.77	15,324.58	11,326.03	26,862.11	56,300.77
II Other Income	121.54	161.09	942.58	282.63	1,089.42	1,516.96	161.45	1,079.17	283.37	1,613.02
III Total Income (I+II)	11,659.07	15,485.67	12,268.61	27,144.74	28,532.37	57,817.73	15,486.03	12,405.20	27,145.48	57,913.79
IV Expenses :										
a Cost of Materials Consumed	1,975.26	2,545.62	2,108.09	4,520.88	4,713.94	9,877.67	2,545.62	2,108.09	4,520.88	9,877.67
b Changes in Inventories of Finished Goods and Work-in-progress	(1,506.68)	(749.48)	(961.44)	(2,256.16)	(145.16)	31.51	(749.48)	(961.44)	(2,256.16)	31.51
c Employee Benefits Expense	1,030.68	1,065.21	1,070.00	2,095.89	2,112.81	4,137.87	1,065.21	1,070.00	2,095.89	4,137.87
d Finance Costs	162.87	166.61	189.86	329.48	346.39	660.57	164.35	174.96	325.06	640.75
e Depreciation and Amortisation Expense	252.69	243.38	242.32	496.07	491.75	978.82	252.69	242.32	496.07	978.82
f Other Expenses	8,494.44	10,153.89	10,118.82	18,648.33	21,030.01	43,386.51	10,154.32	10,118.97	18,649.17	43,388.53
Total Expenses (a to f)	10,409.26	13,425.23	12,767.65	23,834.49	28,549.74	59,072.95	13,423.40	12,752.90	23,830.91	59,055.15
V Profit / (Loss) from operations before exceptional items and Tax (III-IV)	1,249.81	2,060.44	(499.04)	3,310.25	(17.37)	(1,255.22)	2,062.63	(347.70)	3,314.57	(1,141.36)
VI Exceptional Items	-	-	-	-	-	-	-	-	-	-
VII Profit / (Loss) before tax (V+VI)	1,249.81	2,060.44	(499.04)	3,310.25	(17.37)	(1,255.22)	2,062.63	(347.70)	3,314.57	(1,141.36)
VIII Tax Expense	132.68	456.46	(73.83)	589.14	30.59	132.98	456.96	(70.97)	589.94	375
IX Total Tax Expense	293.76	245.27	(105.52)	539.03	(79.55)	21.18	245.27	(105.52)	539.03	20.87
X Profit / (Loss) for the period (VII-VIII)	426.44	701.73	(179.35)	1,128.17	(48.96)	(558.19)	702.23	(176.49)	1,128.97	(554.75)
Items that will not be reclassified to profit or loss	823.37	1,358.71	(319.69)	2,182.08	31.59	(697.03)	1,360.40	(171.21)	2,185.60	(586.61)
i. Remeasurement gain / (loss) on Defined Benefit Plan	(1.14)	(42.29)	12.15	(43.43)	(13.13)	(66.62)	(42.29)	12.15	(43.43)	(66.62)
ii. Effect of measuring Equity Instruments at Fair value	-	(0.01)	(0.03)	(0.01)	(0.03)	(0.02)	(799.01)	(2,192.17)	(1,406.80)	(2,997.99)
iii. Income Tax on above	0.40	14.78	(4.24)	15.18	4.59	23.28	14.78	(4.24)	15.18	23.28
Total Other Comprehensive Income	(0.74)	(27.52)	7.88	(28.26)	(8.57)	(43.36)	(826.52)	(2,184.26)	(1,435.05)	(3,041.33)
Total Comprehensive Income for the period (IX+X)	822.63	1,331.19	(311.81)	2,153.82	23.02	(740.39)	533.88	(2,355.47)	750.55	(3,627.94)
XI Paid up Equity Share Capital (Face value of ₹ 10 each)	8,746.43	8,734.74	8,620.69	8,746.43	8,620.69	8,696.58	8,734.74	8,620.69	8,746.43	8,696.58
XII Other Equity	-	-	-	-	-	29,153.17	-	-	-	27,760.19
XIII Earnings per share of ₹ 10 each (not annualised)	0.94	1.56	(0.37)	2.50	0.04	(0.81)	1.56	(0.20)	2.51	(0.68)
XIV Basic - In ₹	0.94	1.56	(0.37)	2.50	0.04	(0.81)	1.56	(0.20)	2.51	(0.68)
Diluted - In ₹	0.94	1.56	(0.37)	2.50	0.04	(0.81)	1.56	(0.20)	2.51	(0.68)



Statement of Assets and Liabilities :

Particulars	Standalone		Consolidated	
	As at Sept. 30, 2019 (Unaudited) ₹ in lacs	As at Mar. 31, 2019 (Audited) ₹ in lacs	As at Sept. 30, 2019 (Unaudited) ₹ in lacs	As at Mar. 31, 2019 (Audited) ₹ in lacs
Assets				
Non-current Assets				
(a) Property, Plant and Equipment	41,916.08	41,841.66	41,916.08	41,841.66
(b) Capital Work-in-progress	-	7.22	-	7.22
(c) Right of Use Assets	175.71	-	175.71	-
(d) Other Intangible Assets	14.88	12.89	14.88	12.89
(e) Financial Assets				
i. Investments	7,904.02	7,904.03	5,091.88	6,498.68
ii. Loans	67.14	656.38	68.72	657.96
iii. Other Financial Assets	84.45	1.54	84.45	1.54
(f) Other Non-current Assets	588.51	532.62	583.04	523.42
Sub-total	50,750.79	50,956.34	47,934.76	49,543.37
Current Assets				
(a) Inventories	9,493.54	5,783.00	9,493.54	5,783.00
(b) Financial Assets				
i. Trade Receivables	2,125.93	1,362.49	2,125.93	1,362.49
ii. Cash and Cash equivalents	140.67	248.35	168.63	281.01
iii. Bank Balances other than ii. above	5,078.23	4,407.70	5,078.23	4,407.70
iv. Loans	13.51	10.87	13.51	10.87
v. Other Financial Assets	126.06	195.00	126.27	195.22
(c) Other Current Assets	496.41	429.58	489.58	421.26
Sub-total	17,474.35	12,436.99	17,495.69	12,461.55
Total Assets	68,225.14	63,393.33	65,430.45	62,004.92
Equity and Liabilities				
Equity				
(a) Equity Share Capital	8,746.43	8,696.58	8,746.43	8,696.58
(b) Other Equity	31,456.27	29,153.17	28,660.01	27,760.19
Sub-total	40,202.70	37,849.75	37,406.44	36,456.77
Liabilities				
Non-current Liabilities				
(a) Financial Liabilities				
i. Borrowings	2,433.92	2,511.23	2,433.92	2,511.23
ii. Other Financial Liabilities	129.86	-	129.86	-
(b) Provisions	1,152.53	1,099.79	1,152.53	1,099.79
(c) Deferred Tax Liabilities (Net)	4,068.30	3,544.45	4,068.30	3,544.45
Sub-total	7,784.61	7,155.47	7,784.61	7,155.47
Current Liabilities				
(a) Financial Liabilities				
i. Borrowings	2,421.69	2,151.42	2,421.69	2,151.42
ii. Trade Payables				
- Total Outstanding dues of Small Enterprises and Micro Enterprises	97.25	117.91	97.25	117.91
- Total Outstanding dues of creditors other than Small Enterprises and Micro Enterprises	8,772.83	8,488.55	8,773.65	8,489.37
iii. Other Financial Liabilities	3,443.80	2,169.58	3,443.80	2,169.58
(b) Other Current Liabilities	4,877.39	5,170.08	4,877.39	5,170.08
(c) Provisions	277.44	290.57	277.44	290.57
(d) Current Tax Liabilities (Net)	347.43	-	348.18	3.75
Sub-total	20,237.83	18,388.11	20,239.40	18,392.68
Total Equity and Liabilities	68,225.14	63,393.33	65,430.45	62,004.92



Statement of Cashflows

	Standalone		Consolidated	
	For the Six Months ended Sept. 30, 2019 ₹ in lacs	For the Six Months ended Sept. 30, 2018 ₹ in lacs	For the Six Months ended Sept. 30, 2019 ₹ in lacs	For the Six Months ended Sept. 30, 2018 ₹ in lacs
A. CASH FLOW FROM OPERATING ACTIVITIES	3,310.25	(17.37)	3,314.57	133.71
Profit / (Loss) before Tax				
Adjustments for:				
Depreciation and Amortisation Expense	496.07	491.75	496.07	491.75
Finance Costs	329.40	336.12	324.98	321.22
Interest Income	(176.61)	(142.02)	(176.61)	(142.02)
Dividend Received	-	-	-	(136.58)
Profit on Sale of Property, Plant and Equipment (Net)	70.11	(2.02)	70.11	(2.02)
Gain on Termination of Lease	(0.03)	-	(0.03)	-
Fair Value Adjustments	0.72	(39.48)	0.72	(39.48)
Share-based Payments to Employees	149.38	275.80	149.38	275.80
Increase in Provision for Gratuity and Leave Encashment	(3.82)	(53.31)	(3.82)	(53.31)
Bad Debts Written off	7.41	-	7.41	-
Provision no longer required Written back	(1.56)	(33.00)	(1.56)	(33.00)
Accounts Balances Written Off / back	(62.03)	0.41	(62.03)	0.41
Provision for Doubtful Debts Written back	(8.41)	-	(8.41)	-
Operating Profit Before Working Capital Changes	4,110.88	816.88	4,110.78	816.48
Adjustments for increase / decrease in:				
Trade Receivables	(762.44)	(699.98)	(762.44)	(699.98)
Long-term Loans and Other Non-Current Assets	566.36	65.84	566.36	65.84
Short-term Loans and Other Current Assets	(70.51)	(88.83)	(70.95)	(63.83)
Inventories	(3,710.54)	(662.55)	(3,710.54)	(662.55)
Trade payables, Other Financial and Current Liabilities	1,138.11	(57.68)	1,138.11	(57.68)
Cash Generated from Operations	1,271.86	(626.32)	1,271.32	(601.72)
Income-tax (paid) / Refund (Net)	(243.95)	(267.75)	(248.11)	(293.05)
Net Cash Generated from / (Used in) Operating Activities	1,027.91	(894.07)	1,023.21	(894.77)
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Property, Plant and Equipment	(666.66)	(602.97)	(666.66)	(602.97)
Dividend Received	-	-	-	136.58
Proceeds from Sale of Property, Plant and Equipment	8.27	136.33	8.27	136.33
Net Cash Used in Investing Activities	(658.39)	(466.64)	(658.39)	(330.06)
C. CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Issue of shares on exercise of ESOP	49.75	-	49.75	-
Proceeds from Long-term Borrowings	419.38	30.24	419.38	30.24
Repayment of Long-term Borrowings	(405.68)	(405.56)	(405.68)	(405.56)
Repayment of Short-term Borrowings (Net)	270.27	975.77	270.27	825.77
Repayment of Lease Liability	(9.38)	-	(9.38)	-
Deposits held as margin money (Net)	(753.44)	57.57	(753.44)	57.57
Finance Costs Paid	(292.93)	(288.04)	(292.93)	(288.04)
Interest Income Received	244.83	180.19	244.83	180.19
Net Cash Generated from Financing Activities	(477.20)	550.17	(477.20)	400.17
Net Increase / (Decrease) in Cash and Cash Equivalents	(107.68)	(810.54)	(112.38)	(824.66)
Cash and Cash Equivalents as at the beginning of the year	248.35	934.71	281.01	949.91
Cash and Cash Equivalents as at the end of the Period	140.67	124.17	168.63	125.25



Notes :

1. The above unaudited Financial Results for the quarter and six months ended September 30, 2019 were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on November 13, 2019.
2. The Company is engaged in the business of manufacturing of cement and clinker, which is the only Operating Segment as per Ind AS 108.
3. The Company has adopted Ind AS 116 on "Leases" with effect from April 1, 2019, by applying to all contracts of leases existing on April 1, 2019 by using modified retrospective approach and accordingly, comparative information for the year ended March 31, 2019 have not been restated. The Company has recognised and measured the Right-of-Use (ROU) asset and the lease liability on the remaining lease period and payments discounted using the incremental borrowing rate as at the date of initial application. This has resulted in recognising ROU asset of ₹ 47.05 lacs and a corresponding lease liability of ₹ 47.05 lacs as at April 1, 2019. In the results for the quarter ended June 30, 2019 and September 30, 2019, the nature of expenses in respect of operating leases has changed from lease rent in previous periods to depreciation for the ROU asset and finance costs for interest accrued on lease liability. The effect of adoption of Ind AS 116 on the results and earnings per share for the Quarter and Six Months ended September 30, 2019 is not material.
4. Deferred Tax Liability for the quarter and six months ended September 30, 2019 is arrived at after recognising Deferred Tax Assets on account of MAT Credit Entitlement of ₹ 132.68 Lacs and ₹ 589.14 Lacs, respectively.
5. During the quarter ended September 30, 2019, the Company has allotted 1,16,914 Equity Shares under Gujarat Sidhee Employees Stock Option Scheme 2017.
6. Consolidated Financial Results includes results of Villa Trading Company Private Limited (a wholly owned subsidiary).
7. Figures for the previous periods have been regrouped and / or rearranged and / or reclassified wherever necessary to make them comparable with those of current periods.

By the Order of the Board
For Gujarat Sidhee Cement Limited



(M.S. Gilotra)
Managing Director



Place : Mumbai
Dated : November 13, 2019

