



KG Petrochem Limited

Corporate Office : F-394 (G), Road No. 9F2, V.K.I.Area, JAIPUR - 13 INDIA
Phone : (O) 0141 - 2331231, 4106800 • **Fax :** 91-141-2332845
E-mail : manish@bhavik.biz • **Website :** www.kgpetro.in
CIN : L24117RJ1980PLC001999

KGPL/19-20/25

Dated: 14.11.2019

General Manager
Bombay Stock Exchange Limited
Phiroze jeejeebhoy Towers
Dalal Street
Mumbai- 400001

Sub: Outcome of Board Meeting held on 14th November 2019 and un-audited Financial Results for the Quarter and Half Year ended on 30th September 2019

Scrip Code: 531609

Dear Sir

With reference to above captioned subject, pursuant to the provisions of Regulation 30(2) Part A of Schedule III and Regulation 33(3) of the Securities and Exchange Board of India (Listing obligation and Disclosure Requirement) Regulation, 2015 we wish to inform you that the Meeting of Board of Directors of the company held today Thursday 14th November 2019 at 4 P.M. at the Corporate office of the Company inter alia considered and approved the following:-

1. Un-Audited Financial Result for the Quarter and Half Year ended on September 30, 2019 along with Limited Review Report. (Enclosing the same as per Regulation 33 of SEBI (LODR), Regulation 2015)

The meeting of Board of Directors commenced at 4.00 P.M and concluded on 6.10 P.M

Kindly take the above on your record and acknowledge the receipt of the same.

Thanking You.
Yours Sincerely
For KG Petrochem Ltd.

Gauri Shanker Kandoi
Managing Director
DIN: 00120330

9/24



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

To The Board of Directors of KG Petrochem Limited

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results ("The Statement") of **KG PETROCHEM LIMITED** ("The Company") for the quarter and half year ended 30th September 2019, being submitted by the company pursuant to the requirement of regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015, as amended.
2. This statement which is the responsibility of the Company's Management and has been approved by the Board of Directors and 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 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements 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 enquiries, primarily of the company's personnel responsible for financials 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 specified under section 143(10) of the Companies Act, 2013 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 above, nothing has come to our attention that causes us to believe that the accompanying unaudited Statement 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.

Place: Jaipur

Date: 14/11/2019

UDIN: 19403023AAAAWM8017

For R Sogani & Associates

Chartered Accountants

FRN: 018755C

(Bharat Sonkhiya)

Partner

Membership No. 403023



| <p style="text-align: center;">KG PETROCHEM LIMITED</p> <p style="text-align: center;">CIN : L24117RJ1980PLC001999</p> <p style="text-align: center;">Regd. Office: C-171, Road No. 9J, VKI Area, Jaipur-302013</p> <p style="text-align: center;">STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2019</p> | | | | | | | |
|---|---|--------------------------|--------------------------|--------------------------|-----------------------|--------------------------|-------------------------|
| Sr. No. | Particulars | Quarter Ended | | | Half Year Ended | | Year Ended |
| | | 30.9.2019 (Unaudited) | 30.6.2019 (Unaudited) | 30.9.2018 (Unaudited) | 30.9.2019 (Unaudited) | 30.9.2018 (Unaudited) | 31.03.2019 (Audited) |
| | | | | | | | |
| 1 | INCOME | | | | | | |
| a | Revenue from Operations | 6,911.40 | 8,826.15 | 4,745.58 | 15,737.55 | 8,793.08 | 24907.43 |
| b | Other Income | 169.76 | 238.37 | 187.40 | 408.13 | 470.61 | 758.26 |
| | Total Income | 7,081.16 | 9,064.52 | 4,932.98 | 16,145.68 | 9,263.69 | 25,665.69 |
| 2 | EXPENSES | | | | | | |
| a | Cost of Material Consumed | 3,638.34 | 4,248.79 | 2,762.64 | 7,887.13 | 5,120.52 | 13899.55 |
| b | Purchases of Stock-in-Trade | - | - | - | - | - | - |
| c | Changes in inventories of Finished Goods, Stock-in-Trade and Work-in- | (459.27) | 400.55 | (569.18) | (58.72) | (1,064.50) | (2,196.57) |
| d | Employee Benefit Expenses | 674.99 | 658.92 | 594.79 | 1,333.91 | 1,096.83 | 2390.41 |
| e | Finance Costs | 194.65 | 162.93 | 137.14 | 357.58 | 273.11 | 677.7 |
| f | Depreciation and amortization expenses | 365.06 | 509.99 | 422.33 | 875.05 | 800.93 | 1704.77 |
| g | Other Expenses | 2,383.26 | 2,324.08 | 1,565.04 | 4,707.34 | 2,943.46 | 7664.85 |
| | Total Expenses | 6,797.03 | 8,305.26 | 4,912.76 | 15,102.29 | 9,170.35 | 24,140.71 |
| | Profit/(Loss) before exceptional items and tax | 284.13 | 759.26 | 20.22 | 1,043.39 | 93.34 | 1,524.98 |
| 3 | Exceptional Items | - | - | - | - | - | - |
| 4 | Profit/(Loss) before tax | 284.13 | 759.26 | 20.22 | 1,043.39 | 93.34 | 1,524.98 |
| 5 | Tax Expenses | | | | | | |
| 6 | Current Tax | 134.00 | 266.00 | 15.71 | 400.00 | 93.71 | 453.71 |
| | Deferred Tax | (134.16) | (57.04) | 254.28 | (191.20) | 119.49 | 201.72 |
| 7 | Profit/(Loss) for the period after tax | 284.29 | 550.30 | (249.77) | 834.59 | (119.86) | 869.55 |
| 8 | Other Comprehensive Income | | | | | | |
| A | Items that will not be reclassified to Profit and Loss | | | | | | |
| (i) | | - | - | - | - | - | 4,498.76 |
| (ii) | Income tax relating to items that will not be reclassified to Profit and Loss | - | - | - | - | - | - |
| B | Items that will be reclassified to Profit and Loss | | | | | | |
| (i) | | - | - | - | - | - | - |
| (ii) | Income tax relating to items that will be reclassified to Profit and Loss | - | - | - | - | - | - |
| | Total other Comprehensive Income for the period, net of tax | - | - | - | - | - | 4,498.76 |
| 9 | Total Comprehensive Income for the period | 284.29 | 550.30 | (249.77) | 834.59 | (119.86) | 5,368.31 |
| 10 | Paid-up equity share capital (Face value Rs.10/- per equity share) | 581.53 | 581.53 | 581.53 | 581.53 | 581.53 | 581.53 |
| 11 | Earning per shares (EPS) (Face value of Rs.10/- each) (not annualised) | | | | | | |
| | Basic | 5.45 | 10.54 | (4.78) | 15.99 | (2.30) | 16.65 |
| | Diluted | 5.45 | 10.54 | (4.78) | 15.99 | (2.30) | 16.65 |

For KG Petrochem Limited

[Signature]

Director



| SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED | | | | | | | |
|---|---|--------------------------|--------------------------|--------------------------|-----------------------|--------------------------|-------------------------|
| Sr. No. | Particulars | Quarter Ended | | | Half Year Ended | | Year Ended |
| | | 30.9.2019 (Unaudited) | 30.6.2019 (Unaudited) | 30.9.2018 (Unaudited) | 30.9.2019 (Unaudited) | 30.9.2018 (Unaudited) | 31.03.2019 (Audited) |
| 1 | Segment Revenue | | | | | | |
| a | Textile | 6,090.27 | 7,729.61 | 4,449.68 | 13,819.88 | 8,473.52 | 22920.36 |
| b | Technical Textile | 799.66 | 1,075.68 | 275.48 | 1,875.34 | 275.48 | 1,905.06 |
| c | Others | 21.47 | 20.86 | 20.42 | 42.33 | 44.08 | 82.01 |
| | Total | 6,911.40 | 8,826.15 | 4,745.58 | 15,737.55 | 8,793.08 | 24,907.43 |
| 2 | Segment Results (Profit/(Loss) before tax and interest from each segment | | | | | | |
| a | Textile | 844.51 | 934.83 | 235.18 | 1,779.34 | 412.93 | 2283.29 |
| b | Technical Textile | (119.23) | (69.56) | (145.70) | (188.79) | (159.42) | (292.61) |
| c | Others | (246.50) | 56.92 | 67.87 | (189.58) | 112.94 | 212.00 |
| d | Unallocated | - | - | - | - | - | - |
| | Total | 478.78 | 922.19 | 157.35 | 1,400.97 | 366.45 | 2,202.68 |
| | Less: Interest | 194.65 | 162.93 | 137.13 | 357.58 | 273.11 | 677.70 |
| | Segment Results (Profit/(Loss) before tax and interest from each segment | 284.13 | 759.26 | 20.22 | 1,043.39 | 93.34 | 1,524.98 |
| 3 | Capital Employed (Segment assets) | | | | | | |
| a | Textile | 21,234.37 | 21,194.88 | 14,323.53 | 21,234.37 | 14,323.53 | 21839.33 |
| b | Technical Textile | 11,361.20 | 10,498.82 | 5,386.62 | 11,361.20 | 5,386.62 | 8857.3 |
| c | Others | 1,231.99 | 9,298.32 | 2,200.87 | 1,231.99 | 2,200.87 | 984.39 |
| | Total | 33,827.56 | 40,992.02 | 21,911.02 | 33,827.56 | 21,911.02 | 31,681.02 |
| 4 | Capital Employed (Segment liabilities) | | | | | | |
| a | Textile | 16,036.46 | 16,689.01 | 14,040.16 | 16,036.46 | 14,040.16 | 16233.92 |
| b | Technical Textile | 10,811.73 | 9,796.39 | 5,644.82 | 10,811.73 | 5,644.82 | 8523.52 |
| c | Others | (5,147.84) | 2,663.73 | (3,578.40) | (5,147.84) | (3,578.40) | (4,369.03) |
| | Total | 21,700.35 | 29,149.13 | 16,106.58 | 21,700.35 | 16,106.58 | 20,388.41 |

NOTES:

- The standalone financial results for the quarter and half year ended September 30, 2019 have been reviewed by the Audit Committee and approved by the Board of Directors of the company in the Board Meeting held on November 14, 2019. The Statutory Auditors of the company have conducted limited review of these financial results.
- The statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules 2015 (Ins AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- Effective from April 1, 2019, the company has adopted Ins-AS 116 "Leases" using modified restrepective approach. This has resulted reconginising right to use assests and lease liability as on April 1, 2019. The adoption of the standard did not have material impact to the financial results.
- Segment information as per Ind-AS 108 "Operating Segments" reported as above.
- During the half year ended 30th September 2019, the company has provided for Rs.280.00 lacs as doubtful receivables from Prayag Polytech Pvt Ltd. The company has filed necessary claims in this regard before appropriate court.
- Pursuant to the introduction of section 115BBA of the Income Tax Act, 1961 inserted by the taxation law (Amendment) Ordinance 2019, we have elected to exercise the option the new tax rates. Consequential impact of the re-measurement of deferred tax asset/liabilities has been recognized in the retained earnings.
- The Standalone Statement of Cash Flow for the half year ended September 30, 2018 as reported in these Financial Results have been approved by the Company's Board of Directors, but have not been subjected to review by the auditors.
- Figures for previous period/year have been re-classified/ re-arranged/regrouped, wherever considered necessary to confirm th the classification of the current period.

For and on behalf of the Board of Directors

KG Petrochem Limited,


Gauri Shanker Kandoi

CMD

DIN : 00120330

Place : Jaipur

Date : 14.11.2019



| KG PETROCHEM LIMITED | | |
|---|--------------------------|----------------------|
| CIN : L24117RJ1980PLC001999 | | |
| Regd. Office: C-171, Road No. 9J, VKI Area, Jaipur-302013 | | |
| UNAUDITED STANDALONE STATEMENT OF ASSETS & LIABILITIES AS AT SEPTEMBER 30, 2019 | | |
| (Rs. In lacs) | | |
| Particulars | 30.9.2019 (Unaudited) | 31.03.2019 (Audited) |
| ASSETS | | |
| Non Current Assets | | |
| Property, plant and equipments | 13,856.78 | 14,543.60 |
| Capital Work-in-progress | 2,125.95 | 1,122.08 |
| Intangible Assets | - | - |
| Financial Assets | | |
| a) Loans | - | - |
| b) Other Financial Assets | 221.45 | 220.73 |
| Other Non current Assets | 14.40 | 15.98 |
| Total of non current Assets | 16,218.58 | 15,902.39 |
| Current Assets | | |
| Inventories | 6,718.03 | 5,931.94 |
| Financial Assets | | |
| a) Trade Receivable | 6,977.35 | 7,257.91 |
| b) Cash and cash Equivalents | 171.00 | 55.96 |
| c) Other Bank Balances | - | - |
| d) Other financial assets | 8.19 | 8.29 |
| Other Current Assets | 3,734.41 | 2,524.54 |
| Total of current Assets | 17,608.98 | 15,778.64 |
| TOTAL ASSETS | 33,827.56 | 31,681.03 |
| EQUITY & LIABILITIES | | |
| Equity | | |
| a) Equity Share Capital | 581.53 | 581.53 |
| b) Other Equity | 11,545.67 | 10,711.08 |
| Total Equity | 12,127.20 | 11,292.61 |
| Liabilities | | |
| Non Current Liabilities | | |
| Financial Liabilities | | |
| a) Borrowing | 6,599.57 | 6,576.67 |
| b) Trade Payable | - | - |
| c) Other financial liabilities | - | - |
| Provisions | - | - |
| Deffered Tax Liabilities (net) | 373.41 | 564.61 |
| Other Non current liabilities | 904.86 | 866.94 |
| Total of non current liabilities | 7,877.84 | 8,008.22 |
| Current Liabilities | | |
| Borrowing | 6,941.80 | 5,261.82 |
| Trade Payable | 2,735.97 | 3,672.95 |
| Other financial liabilities | 3,015.57 | 2,866.50 |
| Other current liabilities | 359.64 | 151.13 |
| Provisions | 481.28 | 222.37 |
| Current Tax Liabilities (net) | 288.26 | 205.42 |
| Total current liabilities | 13,822.52 | 12,380.20 |
| Total Liabilities | 21,700.36 | 20,388.42 |
| Total Equity & Liabilities | 33,827.56 | 31,681.03 |



For KG Petrochem Limited

[Signature]

Director

| KG PETROCHEM LIMITED | | | |
|---|--------------------------|---------------------------|------------------------|
| CIN : L24117RJ1980PLC001999 | | | |
| Regd. Office: C-171, Road No. 9J, VKI Area, Jaipur-302013 | | | |
| STANDALONE CASH FLOW STATEMENT FOR THE HALF YEAR SEPTEMBER 30, 2019 | | | |
| (Rs. In Lacs) | | | |
| Particulars | 30.9.2019 (Unaudited) | 30.09.2018 (Unaudited) | 31.3.2019 (Audited) |
| A CASH FLOW FROM OPERATING ACTIVITIES | | | |
| Net Profit before exceptional and tax as Statement Profit & Loss (Increase in Reserves) | 1,043.39 | 93.34 | 1,524.98 |
| Adjusted for :- | | | |
| Finance Cost | 357.58 | 273.11 | 677.70 |
| Interest received | (76.87) | (89.39) | (171.28) |
| Reversal of Gain on Fair Valuation of Forward Contract | - | - | - |
| Loss/(Profit) on Sale\written off of Fixed Assets | - | - | - |
| Depreciation | 875.05 | 800.93 | 1,704.77 |
| Operating Profit before Working Capital Changes | 2,199.15 | 1,077.99 | 3,736.17 |
| Adjusted for:- | | | |
| Increase / (Decrease) in Trade Payables | (936.98) | 55.89 | 2,275.62 |
| Increase / (Decrease) in Borrowings | 1,679.98 | (879.20) | (98.92) |
| Increase / (Decrease) in Other financial liabilities | 149.06 | 86.19 | 533.61 |
| Increase / (Decrease) in Other current liabilities | 208.51 | (36.90) | (24.69) |
| Increase / (Decrease) in Other Non-current liabilities | 37.92 | (2.74) | 48.67 |
| Increase / (Decrease) in Provisions (except IT) | 258.91 | (104.16) | 7.62 |
| Increase / (Decrease) in Current Tax Liabilities (Net) | - | (222.00) | (222.00) |
| (Increase)/Decrease in Inventory | (786.10) | (1,730.94) | (3,139.44) |
| (Increase)/Decrease in Trade receivables | 280.57 | 2,533.74 | 84.97 |
| (Increase)/Decrease in Others current financial assets | 0.10 | 30.89 | 23.00 |
| (Increase)/Decrease in Other current assets | (1,209.87) | 144.75 | (360.05) |
| (Increase) / Decrease in Non current Financial Assets | (0.72) | 0.88 | (135.66) |
| (Increase) / Decrease in Non current Assets | 1.58 | 2.04 | 3.67 |
| Cash Generated From Operations | 1,882.11 | 956.43 | 2,732.56 |
| Net Cash used in Operating Activities Before Extraordinary Items | 1,882.11 | 956.43 | 2,732.56 |
| Cash Generated From Operations | 1,882.11 | 956.43 | 2,732.56 |
| Less:- Taxes Paid | (317.16) | (93.71) | (248.29) |
| Net Cash Flow/(used)From Operating Activities | 1,564.95 | 862.72 | 2,484.27 |
| B CASH FLOW FROM INVESTING ACTIVITIES | | | |
| (Increase) / Decrease in Long Term Loans & Advances | | | |
| Purchase of Fixed Assets | (188.23) | (814.48) | (1,331.91) |
| (Increase)/decrease to CWIP | (1,003.87) | - | (1,122.06) |
| Proceeds From Sales/written off of Fixed Assets | - | - | - |
| Interest received | 76.87 | 89.39 | 171.28 |
| Net Cash Flow/(used) in Investing Activities | (1,115.23) | (725.09) | (2,282.69) |
| C CASH FLOW FROM FINANCING ACTIVITIES | | | |
| Procurement of Borrowings | 22.91 | 143.94 | 515.25 |
| Repayment of Borrowings | | | |
| Capital Subsidy under TUF | | | |
| Interest paid | (357.58) | (273.11) | (677.70) |
| Net Cash Flow/(used) From Financing Activities | (334.67) | (129.17) | (162.46) |
| Net Increase/(Decrease) in Cash and Cash Equivalent | 115.05 | 8.46 | 39.13 |
| Opening balance of Cash and Cash Equivalent | 55.95 | 16.83 | 16.83 |
| Closing balance of Cash and Cash Equivalent | 171.00 | 25.29 | 55.96 |
| Notes: | | | |
| Cash and Cash Equivalent consists of following:- | | | |
| Cash on hand | 100.74 | 7.75 | 7.68 |
| Balances with Banks | 70.26 | 17.54 | 48.28 |
| Closing balance of Cash and Cash Equivalent | 171.00 | 25.29 | 55.96 |



For KG Petrochem Limited

Director