



Date: 13.08.2021

To,  
**BSE Limited,**  
P.J. Towers, Dalal Street,  
Mumbai- 400 001

Dear Sir/Madam,

**Sub: Outcome of Coordination Meeting**

**This is to inform to the Exchange that following agendas were approved in the coordination meeting held on 13.08.2021**

1. Un- Audited Financial Results and Limited Review Report for the quarter ended 30<sup>th</sup> June, 2021, duly passed at the Coordination Meeting of the Resolution Professional, Auditor & CS of the Company held on 13<sup>th</sup> August, 2021, as per Regulation 33(3) of the SEBI LODR, 2015.
2. Acceptance of Resignation of Mr. Manoj Sureka from the position of CFO with immediate effect.

The Meeting was commenced at 12.00 P.M. and was ended at 1.35 P.M.

You are, therefore, requested to take the aforesaid information on your record.

Thanking you.

Yours faithfully,  
**For KILBURN CHEMICALS LIMITED**

*Mukesh Sharma*  
**MUKESH SHARMA**  
**(COMPANY SECRETARY)**

**INDEPENDENT AUDITOR'S REVIEW REPORT ON THE UNAUDITED FINANCIAL RESULTS  
FOR THE QUARTER ENDED 30<sup>TH</sup> JUNE, 2021**

**Review Report to  
The Resolution Professional  
Kilburn Chemicals Limited**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Kilburn Chemicals Limited ("the Company") for the quarter ended 30<sup>th</sup> June, 2021 ("the Statement").
2. This Statement, which is the responsibility of the Company's Management and approved by the Resolution Professional, is prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 ("Ind AS 34"), "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with 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 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of the 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. Basis for Qualified Conclusion**

**Non-Recognition of interest expense**

We draw attention to Note 4 to the Statement relating to non-recognition of interest expense amounting to Rs. 2,558.69 lakhs on its bank borrowings and Rs. 267.48 Lakhs on other borrowings from 1<sup>st</sup> April, 2019 till the date of commencement of CIRP i.e. 9<sup>th</sup> August, 2020. After the beginning of CIRP, no further interest has been recognised as well. As a result, finance costs, liabilities on account of interest and total comprehensive loss are understated to that extent. This constitutes a material departure from the requirement of Ind AS 1 "Presentation of Financial Statements".



5. Based on our review conducted as stated in paragraph 3 above, and except for the reasons stated in paragraph 4 above, nothing has come to our attention that causes us to believe that the Statement of unaudited Financial Results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies and 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.

## 6. Emphasis of Matters

### a. Material Uncertainty related to Going Concern

The Company could not continue its production from October, 2018 due to acute liquidity issues. The Company had also defaulted in repayment of loans amounting to Rs. 16,913.66 Lakhs to the lender banks against the credit facilities availed under consortium arrangement besides interest. As a result, the lender banks had classified loan accounts of the Company as Non-Performing Assets by December, 2018. As described in Note 2 to the Statement, during the quarter ended 30<sup>th</sup> June, 2020, the lender banks had filed an application under Section 7 of the Insolvency and Bankruptcy Code, 2016 ("the IBC") before the National Company Law Tribunal ("the NCLT") to initiate the Corporate Insolvency Resolution Process ("the CIRP") against the Company. The Hon'ble NCLT, Kolkata Bench, admitted the application filed by the lenders and ordered the commencement of the CIRP vide its order dated 10<sup>th</sup> August, 2020. Consequently, Mr. Partha Pratim Ghosh, Insolvency Professional having Registration No. IBBI/IPA-001/IP-P00554/2017-2018/10984 was appointed as the Resolution Professional for the Company by the Hon'ble NCLT Kolkata Bench on 10<sup>th</sup> August, 2020.

Subsequent to the reporting period i.e. 30<sup>th</sup> September, 2020, on an application filed by Mr. Partha Pratim Ghosh under Section 27 of the IBC for replacement of the Resolution Professional, the Hon'ble NCLT Kolkata Bench appointed Mr. Sanjai Kumar Gupta having Registration No. IBBI/IPA-001/IP-P00592/2017-18/11045 as the Resolution Professional.

Further, the Company has incurred Net Loss of Rs. 358.29 Lakhs during the quarter ended on 30<sup>th</sup> June, 2021. As a result the accumulated loss has exceeded its paid up share capital and other reserves resulting in negative net worth. Current Liabilities have also exceeded Current Assets.

These events and conditions indicate a material uncertainty which may cast a significant doubt on the Company's ability to continue as a going concern and the same is solely dependent on the IBC proceedings. Based on the Resolution Professional's assessment of the successful IBC proceedings, this Statement has been prepared on going concern basis.





**b. Confirmation of Loans and Advances, Trade Payables and Trade Receivables**

We draw attention to Note 6 to the Statement regarding:

- Certain Loans and Advances, Trade Payables and Trade Receivables being subject to confirmation from respective parties and consequential reconciliation and adjustments arising therefrom, if any. The Company, however, does not expect any material variation. The Company is also hopeful of recovery of loans and advances and other receivables in the normal course of business.

Our opinion is not modified in respect of the above matters.

For **V. SINGHI & ASSOCIATES**  
**Chartered Accountants**  
**Firm Registration No.: 311017E**



A handwritten signature in blue ink, appearing to read 'Aniruddha Sengupta', with a small mark to the right.

**(Aniruddha Sengupta)**  
**Partner**  
**Membership No.: 051371**

**Place:** Kolkata  
**Date:** 13<sup>th</sup> August, 2021  
**UDIN:** 21051371AAAABS3293

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2021**

Sl. No.	Particulars	Quarter Ended			(Rs. in Lacs)
		30-06-2021	31-03-2021	30-06-2020	Year Ended
		(Unaudited)	(Audited)	(Unaudited)	31-03-2021 (Audited)
1	<b>Revenue from Operations</b>				
	Net Sales/Income from Operations	-	-	-	102.23
2	<b>Other Income</b>	8.47	0.59	0.37	1.52
3	<b>Total Income (1+2)</b>	<b>8.47</b>	<b>0.59</b>	<b>0.37</b>	<b>103.75</b>
4	<b>Expenses</b>				
	(a) Cost of Raw Materials Consumed	-	-	-	-
	(b) Changes in Inventories of finished goods and work in progress	-	-	-	244.43
	(c) Employee Benefits Expense	17.28	31.09	69.90	153.86
	(d) Finance Costs	-	-	-	-
	(e) Depreciation and Amortisation Expense	314.31	310.86	314.31	1,260.71
	(f) Other Expenses :-				
	(i) Power and Fuel	1.18	1.73	2.52	6.54
	(ii) Others	33.99	51.59	16.04	140.36
	<b>Total Expenses</b>	<b>366.76</b>	<b>395.26</b>	<b>402.77</b>	<b>1,805.89</b>
5	<b>Profit/(Loss) before Tax (3-4)</b>	<b>(358.29)</b>	<b>(394.67)</b>	<b>(402.40)</b>	<b>(1,702.14)</b>
6	<b>Tax Expense</b>				
	- Current Tax	-	-	-	-
	- Deferred Tax	-	-	-	-
7	<b>Net Profit/(Loss) for the period (5-6)</b>	<b>(358.29)</b>	<b>(394.67)</b>	<b>(402.40)</b>	<b>(1,702.14)</b>
8	<b>Other Comprehensive Income</b>	-	-	-	-
9	<b>Total Comprehensive Income for the period (7+8)</b>	<b>(358.29)</b>	<b>(394.67)</b>	<b>(402.40)</b>	<b>(1,702.14)</b>
10	<b>Paid-up Equity Share Capital (Face Value of Rs.10/- per share)</b>	1,390.74	1,390.74	1,390.74	1,390.74
11	<b>Other Equity excluding revaluation reserve</b>				(1,386.31)
12	<b>Earnings Per Share (not annualised)</b>				
	(a) Basic	(2.58)	(2.84)	(2.89)	(12.24)
	(b) Diluted	(2.58)	(2.84)	(2.89)	(12.24)

Refer accompanying notes to Financial Results

For KILBURN CHEMICALS LTD.

*Anjan Ray Choudhary*  
Director

For KILBURN CHEMICALS LIMITED

*Mukesh Sharma*  
Company Secretary



*Sayani Banerjee*



## NOTES TO FINANCIAL RESULTS:

1. As per Section 134(1) of the Companies act, 2013, the Financial Statements of a Company shall be approved by the Board of Directors before they are signed by the Chairperson of the Company where he is authorised by the Board or by 2 directors out of which 1 shall be managing director if any and the Chief Executive Officer, the Chief Financial Officer (CFO) and the Company Secretary of the Company wherever they are appointed. In view of the ongoing Corporate Insolvency Resolution Process which commenced from 10th August, 2020 as described in Note 2 below, powers of the Board of Directors have been suspended and these powers are now vested with Mr. Sanjai Kumar Gupta, Insolvency Professional having Registration No. IBBI/IPA-001/IP-P00592/2017-18/11045 as the Resolution Professional of the Company vide order passed by the Hon'ble National Company Law Tribunal (NCLT), Kolkata on 04<sup>th</sup> November, 2020. However, directors & other KMPs remain responsible & accountable to extend support, assistance in carrying on the normal business operation, Accounting, Statutory & Legal compliances etc. Accordingly, the above unaudited Financial Results of the Company for the quarter 30<sup>th</sup> June, 2021 were taken on record and authorised for issue to concerned authorities by the Resolution Professional on 13<sup>th</sup> August, 2021.
2. The Company's Lenders, Bank of Baroda and State Bank of India filed an application for insolvency under Section 7 of the IBC before the NCLT to initiate CIRP against the Company during the quarter ended 30<sup>th</sup> June, 2020. Subsequent to the reporting period i.e. 30<sup>th</sup> June, 2020, the Hon'ble NCLT Kolkata Bench has admitted the application filed by the lenders of the Company and ordered the commencement of CIRP vide its order dated 10<sup>th</sup> August, 2020. Consequently, Mr. ParthaPratim Ghosh, Insolvency Professional having Registration No. IBBI/IPA-001-IP-P00554/2017-2018/10984 was appointed as the Resolution Professional for the Company by the Hon'ble NCLT Kolkata Bench on 10<sup>th</sup> August, 2020. Thereafter the Hon'ble NCLT vide its order dated 4<sup>th</sup> November, 2020 has appointed Mr. Sanjai Kumar Gupta as Resolution Professional in place of Mr. ParthaPratim Ghosh.  
The Company has incurred Net Loss of Rs. 358.29 Lakhs during the quarter ended on 30<sup>th</sup> June, 2021. As a result of which the accumulated loss has exceeded its paid up share capital and other reserves resulting in negative net worth. Further, Current Liabilities has also exceeded Current Assets. However, Section 20 of the IBC Code 2016 envisages the requirement of "Management of operations of corporate debtor as going concern" by a resolution professional. In view of the same the Financial Statements have been prepared on going concern basis. The interested resolution applicants have submitted their bidding for the company. Hence as it can be reasonably viewed that the operations of the Company will soon be resumed, the Company can carry on its affairs considering it as a going concern.
3. The Company had defaulted in repayment of loans amounting to Rs. 16,913.66 Lakhs to the lender banks against the credit facilities availed under consortium arrangement besides interest. As a result, the lender banks had classified loan accounts of the Company as Non-Performing Assets since December, 2018. Bank of Baroda, the lead banker under the consortium arrangement had issued Notice dated 13<sup>th</sup> March, 2019 to the Company under Section 13(2) of the SARFAESI Act, 2002 to repay the entire borrowings within 60 days from the date of issuance of such Notice. Further, as per Notice dated 3<sup>rd</sup> June, 2019, Bank of Baroda had taken symbolic possession of the immovable properties of the Company u/s 13(4) of the SARFAESI Act, 2002.

For KILBURN CHEMICALS LTD.

*Amrinder Singh Chaudhary*  
Director

For KILBURN CHEMICALS LIMITED

*Mukesh Sharma*  
Company Secretary



*Sanjai Kumar Gupta*

4. The Company had not recognised interest expense amounting to Rs. 2,558.69 Lakhs on its bank borrowings and Rs. 267.48 Lakhs on other borrowings from 1<sup>st</sup> April, 2019 till the date of commencement of CIRP i.e. 9<sup>th</sup> August, 2020. After the beginning of CIRP, no further interest has been recognised as well.
5. As per the provisions of IBC, 2016 read with CIRP regulation, the Resolution Professional has admitted claims as under:
- | Sl. No. | Claimants   | Claims Filed (Rs. in Lakhs)    | Claims Admitted (Rs. in Lakhs) |
|---------|---|--------------------------------|--------------------------------|
| 1       | Financial Creditors<br>(i) Bank of Baroda<br>(ii) State Bank of India | Rs. 10,888.18<br>Rs. 10,578.72 | Rs. 10,503.75<br>Rs. 10,455.08 |
| 2       | Financial Creditors (Related Party)                                   | Rs. 2,407.56                   | Rs. 2,407.56                   |
| 3       | Employee Creditors  | Rs. 717.37                     | Rs. 478.05                     |
| 4       | Employee Creditor (Related Party)                                     | Rs. 64.35                      | Rs. 56.92                      |
| 5       | Operations Creditors  | Rs. 56,693.61                  | Rs. 2,306.93                   |
6. Further, certain Loans and Advances, Trade Payables and Trade Receivables are also subject to confirmation from respective parties and consequential reconciliation and adjustments arising therefrom, if any. The Company, however, does not expect any material variation. The Company is also hopeful of recovery of loans and advances and other receivables in the normal course of business.
7. Deferred tax liability amounting to Rs. 485.88 Lakhs recognised up to 31st March, 2019 has been kept intact as on 30th June, 2021.
8. The Company was primarily engaged in the production of Titanium Dioxide and therefore no separate disclosure is required to be made for Segment Reporting as per Ind AS 108 - "Operating Segments".
9. Total CIRP Cost up to 30.06.2021 is as under: -

**Total CIRP Cost up to 30-06-2021**

Sr. No.	Party Name	10.08.2020 To 31.03.2021 Amount (In Lakh )	01.04.2021 To 30.06.2021 Amount (In Lakh )	Up To 30.06.2021 Total Amount (In Lakh )
1	Resolution Professional	33.72	14.16	47.88
2	Professional Technical Service	18.18	0.31	18.49
3	Insurance Expenses	0.00	1.28	1.28
4	Security Expenses	35.81	14.97	50.78
5	Generator & Diesel Expenses for DG Set	4.24	1.72	5.96
6	Salary & Wages ( 5 Employee )	34.96	10.10	45.06
7	Salary & Wages ( Others )	19.14	7.66	26.80
8	Rent on Building	4.39	2.24	6.63
9	Director Sitting Fees	0.00	0.30	0.30
10	Misc Expenses	3.18	0.22	3.40
11	Advertisement Expenses	2.13	0.00	2.13
12	Travelling Expenses	1.15	0.00	1.15
<b>Total</b>		<b>156.90</b>	<b>52.96</b>	<b>209.86</b>

For KILBURN CHEMICALS LTD.

*Angin. P. Choudhary*  
Director

For KILBURN CHEMICALS LIMITED

*Mukesh Sharma*  
Company Secretary



*Sayit. K. K. K.*



10. Limited Review of the Unaudited Financial Results for the quarter ended 30th June, 2021, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been carried out by the Statutory Auditors of the Company.
11. The comparative figure for the quarter ended March 31, 2021 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2021 and the published year-to-date reviewed figures up to December 31, 2020.
12. Figures for the previous periods have been regrouped/reclassified/rearranged wherever found necessary.

**For Kilburn Chemicals Limited**

For KILBURN CHEMICALS LTD

*Anjan Roy Chowdhury*  
Director

**Anjan Roy Chowdhury**

**Director**

**DIN-9036709**

**Place : Kolkata**

**Date : 13<sup>th</sup> August, 2021**

For KILBURN CHEMICALS LIMITED

*Mukesh Sharma*  
Company Secretary

**Mukesh Sharma**  
**Company Secretary**  
**M.No-A28288**

*Sanjai Kumar Gupta*

**(Sanjai Kumar Gupta)**

**Resolution Professional**

**Registration No. : IBBI/IPA-001/IP-P00592/  
2017-2018/11045**

