



Kilburn Chemicals Ltd. Shantiniketan, 16th Floor, 8, Camac Street, Kolkata 700017 Ph. 033-22828501

Date: 23.02.2021

**The Secretary
BSE Limited.
25th Floor, P. J. Towers
Dalal Street
Mumbai-400 001**

Dear Sir,

Sub: Un-Audited Financial Results and Limited Review Report of the Company for the quarter ended 31st December, 2020, as per Regulation 33 of LODR, 2015

We hereby inform you that the Un-Audited Financials Results of the Company for the quarter ended 31st December, 2020, were placed at a Co-ordination meeting between the Auditor, Chief Financial Officer, Company Secretary and the Resolution Professional (RP) Mr. Sanjai Kumar Gupta having registration No. IBBI/IPA-001-IP-P00554/2017-2018/10984 on 23rd February, 2021 and the same was approved. Please find attached signed Un-Audited financial results and signed Limited Review Report for the same.

This is for your information and record purpose.

Thanking you,

Yours faithfully,

For **KILBURN CHEMICALS LIMITED**


MUKESH SHARMA
COMPANY SECRETARY

INDEPENDENT AUDITOR'S REVIEW REPORT ON THE UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER, 2020

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 and nine months ended 31st December, 2020 ("the Statement").
2. This Statement, which is the responsibility of the Company's Management and approved by the Resolution Professional, 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. 676.73 lakhs (Rs. 1,881.96 Lakhs for the year ended 31st March, 2020) on its bank borrowings and Rs. 73.32 Lakhs (Rs. 194.16 Lakhs for the year ended 31st March, 2020) on its borrowings from others from 1st April, 2020 till the date of commencement of CIRP i.e. 9th August, 2020. 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 Indian Accounting Standard 109 "Financial Instruments".

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 has also defaulted in repayment of loans amounting to Rs. 16,930.63 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 30th June, 2020, the lender banks have 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 Corporate Insolvency Resolution Process ("the CIRP") against the Company. The Hon'ble NCLT Kolkata Bench has admitted the application filed by the lenders and ordered the commencement of the CIRP vide its order dated 10th 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 10th August, 2020.

Subsequent to the reporting period i.e. 30th 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.

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:
a) Balances with State Bank of India that are subject to confirmation from the Banks. The Company, however, does not expect any material variation.

b) Also, 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 for recovery of loans and advances and other receivables in the normal course of business.

Our conclusion on the statement is not modified in respect of the above matters.

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




(V. K. SINGHI)
Partner

Place: Kolkata
Date: 23rd February, 2021

Membership No.: 050051
UDIN: 21050051AAAAEF5798

KILBURN CHEMICALS LIMITED
(UNDER CORPORATE INSOLVENCY RESOLUTION PROCESS)
 Regd. Office : Shantiniketan, 16th Floor, 8, Camac Street, Kolkata - 700 017
 CIN : L24117WB1990PLC199409
 Website : www.kilburnchemicals.com ; email : corporate@kilburnchemicals.com
 Phone : 033-22828501

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2020

SL. No.	Particulars	(Rs. in Lakhs)					
		For Quarter Ended			Nine Months Ended		For the Year Ended
		31.12.2020 (Unaudited)	30.09.2020 (Unaudited)	31.12.2019 (Unaudited)	31.12.2020 (Unaudited)	31.12.2019 (Unaudited)	31.03.2020 (Audited)
1	Revenue from Operations						
	Net Sales/Income from Operations	102.23	-	-	102.23	-	-
2	Other Income	0.19	0.37	3.02	0.93	25.45	25.91
3	Total Income (1+2)	102.42	0.37	3.02	103.16	25.45	25.91
4	Expenses						
	(a) Changes in Inventories of Finished Goods and Stock in Process	244.43	-	-	244.43	-	-
	(b) Employee Benefits Expense	10.05	42.82	71.08	122.77	238.40	321.89
	(c) Finance Costs	-	-	0.76	-	1.60	6.92
	(d) Depreciation and Amortisation Expense	317.77	317.77	316.04	949.85	947.24	1,260.70
	(e) Other Expenses :-	-	-	-	-	-	-
	(i) Power and Fuel	1.07	1.22	3.71	4.81	24.95	28.41
	(ii) Others	33.54	39.19	28.23	88.77	98.79	118.90
	Total Expenses	606.86	401.00	419.82	1,410.63	1,310.98	1,736.83
5	Profit/(Loss) before Tax (3-4)	(504.43)	(400.62)	(416.80)	(1,307.47)	(1,285.53)	(1,710.92)
6	Tax Expense						
	- Current Tax	-	-	-	-	-	-
	- Deferred Tax	-	-	-	-	71.98	-
		-	-	-	-	71.98	-
7	Net Profit/(Loss) for the period/year (5-6)	(504.43)	(400.62)	(416.80)	(1,307.47)	(1,357.51)	(1,710.92)
8	Other Comprehensive Income						
	a) Items that will not be reclassified to profit or loss	-	-	-	-	-	-
	b) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
	c) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	d) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
		-	-	-	-	-	-
9	Total Comprehensive Income for the period/year (7+8)	(504.43)	(400.62)	(416.80)	(1,307.47)	(1,357.51)	(1,710.92)
10	Paid-up Equity Share Capital (Face Value of Rs. 10/- per share)	1,390.74	1,390.74	1,390.74	1,390.74	1,390.74	1,390.74
11	Other Equity excluding revaluation reserve	-	-	-	-	-	315.83
12	Earnings Per Share (not annualised) (Face Value of Rs. 10/- per share)						
	(a) Basic	(3.63)	(2.88)	(3.00)	(9.40)	(9.76)	(12.30)
	(b) Diluted	(3.63)	(2.88)	(3.00)	(9.40)	(9.76)	(12.30)

Also refer Accompanying notes to the Financial results

For KILBURN CHEMICALS LIMITED

Manoj Sunda

CFO

For KILBURN CHEMICALS LIMITED

Mukesh Sharma
Company Secretary

KILBURN CHEMICALS LIMITED (Under CIRP)

Sanjay Kumar
Authorised Signatory

NOTES :

1. As per Regulation 33(2)(b) of the SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015, the Financial Results of a Company submitted to the Stock Exchange shall be signed by the Chairperson or Managing Director or Whole Time Director or in absence of all of them, it shall be signed by any Director of the Company who is fully authorised by the Board of Directors to sign the Financial Results. In view of the ongoing Corporate Insolvency Resolution Process commenced from 10th August, 2020 as more 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 the order passed by the Hon'ble National Company Law Tribunal (NCLT), Kolkata on 04th November, 2020. Accordingly, the above Unaudited Financial Results of the Company for the quarter and nine months ended 31st December, 2020 were taken on record and authorised for issue to concerned authorities by the Resolution Professional on 23rd February, 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 30th June, 2020. Subsequent to the reporting period i.e. 30th 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 10th August, 2020. Consequently, Mr. ParthaPratim Ghosh, Insolvency Professional having Registration No. IBBI/IPA-001-IP-P00554/2017-2018/10984 has been appointed as the Interim Resolution Professional for the Company by the Hon'ble NCLT Kolkata Bench on 10th August, 2020. The Hon'ble NCLT vide its order dated 4th November, 2020 appointed Mr. Sanjai Kumar Gupta as Resolution Professional in place of Mr. ParthaPratim Ghosh.

The Company is hopeful that a positive resolution will emerge from the IBC Proceedings resulting in resumption of operations of the Company and accordingly, based on the Management's and Resolution Professional's assessment of successful IBC Proceedings, the Unaudited Financial Results have been prepared on a going concern basis.
3. The Company has defaulted in repayment of loans amounting to Rs. 16,930.63 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. Bank of Baroda, the lead banker under the consortium arrangement had issued Notice dated 13th 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 3rd June, 2019, Bank of Baroda has taken symbolic possession of the immovable properties of the Company u/s 13(4) of the SARFAESI Act, 2002.

For KILBURN CHEMICALS LIMITED

Manoj Suresh

KILBURN CHEMICALS LIMITED (Under CIRP)

Sanjai Kumar Gupta
Authorised Signatory

For KILBURN CHEMICALS LIMITED

Mohesh Sharma

Company Secretary

4. The Company has not recognised interest expense amounting to Rs. 676.73 lakhs (Rs. 1,881.96 Lakhs for the year ended 31st March, 2020) on its bank borrowings and Rs. 73.32 Lakhs (Rs. 194.16 Lakhs for the year ended 31st March, 2020) on its borrowings from others from 1st April, 2020 till the date of commencement of CIRP i.e. 9th August, 2020.

5.

The Company is under CIRP and as per the provisions of IBC, 2016 read with CIRP regulation, the Resolution professional has admitted the claims as under:

SN	Claimants	Claims Filed	Claims Admitted
		Rs.Lakhs	Rs.Lakhs
1	Financial Creditors- i) Bank of Baroda ii) State Bank of India	Rs.10888.18 Rs.10578.72	Rs.10503.75 Rs.10455.08
2	Financial Creditors (Related Party)	Rs. 2407.56	Rs. 2407.56
3	Employee Creditors	Rs. 715.07	Rs. 476.82
4	Employee Creditor (Related Party)	Rs. 64.35	Rs. 56.92
5	Operations Creditors	Rs.56554.55	Rs.2168.79

6. a) Bank Balances with State Bank of India are subject to confirmation from the Banks. The Company, however, does not expect any material variation.

b) 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 for recovery of loans and advances and other receivables in the normal course of business.

7. Deferred tax liabilities amounting to Rs. 485.88 Lakhs recognised up to 31st March, 2019 has been kept intact as on 31st December, 2020.
8. The Company was primarily engaged in the production of Titanium Dioxide and hence no separate disclosure is required to be made for Segment Reporting as per Ind AS 108 - "Operating Segments".
9. Limited Review of the Unaudited Financial Results for the quarter and nine months ended 31st December, 2020, 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.
10. Figures for quarter ended 31st December, 2020 are the balancing figures between unaudited figures for the nine months ended 31st December, 2020 and six months ended 30th September, 2020.

For KILBURN CHEMICALS LIMITED

Mamaj Suresh

KILBURN CHEMICALS LIMITED (Under CIRP)

Srinani Authorised Signatory

For KILBURN CHEMICALS LIMITED

MUKESH SHARMA
Company Secretary

11. Figures for the previous period/year have been regrouped/reclassified/rearranged wherever found necessary

For Kilburn Chemicals Limited

Place : Kolkata
Date : 23rd February, 2021

(Sanjai Kumar Gupta)
Resolution Professional
Registration No. : IBBI/IPA-001/IP-P00592/
2017-2018/11045

For KILBURN CHEMICALS LIMITED

Manoj Suresh

CFO

For KILBURN CHEMICALS LIMITED

Mukesh Sharma
Company Secretary

KILBURN CHEMICALS LIMITED (Under CIRP)

Sanjai Kumar Gupta

Authorised Signatory