

VIKAS PROPPANT & GRANITE LIMITED

Corporate Office: F-88/89, Udhog Vihar, RIICO

Industrial Area, Sriganganagar-335002 (Rajasthan)

CIN: L14100HR1994PLC036433

Registered Office: Hisar Road, Siwani - 127046 (Haryana)



06th February, 2020

To,
The General Manager,
BSE Limited,
Corporate Relation Department,
Phiroze Jeejeebhoy Tower,
Dalal Street, Mumbai - 400001

Ref: Vikas Proppant & Granite Limited (Scrip Code - 531518)

Subject: Outcome of board meeting dated 06th February 2020

Dear Sir/Madam,

We wish to inform you that the Board of Directors of the Company in its meeting held on today i.e. 06th February 2020, inter-alia, approved the un-audited financial results of the Company for the quarter ended 31st December 2019 and has declared the payment of interim dividend for the FY 2019-20 @ 10% (Rs. 0.10 per equity share) on the paid-up equity share capital of the Company and has also approved the dividend distribution policy for equity shareholders.

For the payment of Interim Dividend for the FY 2019-20, Tuesday, 18th February, 2020 has been fixed as the Record Date.

Copy of dividend distribution policy & Copy of the un-audited financial results of the Company for the quarter ended 31st December, 2019 as approved by the Board of Directors along with Limited Review Report of M/s Yogesh Mahipal & Associates, Statutory Auditors of the Company on the said results is enclosed.

The Board meeting commenced at 11.00 A.M. and concluded at 01:15 P.M.

This is for your information and records.

Please acknowledgment the receipt.

Thanking You,

For Vikas Proppant & Granite Limited

B.D. Aggarwal
Director



Encl.: As above

Limited Review Report on the Quarterly Financial Results of Vikas Proppant & Granite Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Vikas Proppant & Granite Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results ("the Statement") of Vikas Proppant & Granite Limited ("the Company") for the quarter ended December 31st, 2019 being submitted by the Company pursuant to the requirement of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with as SEBI circular no. CIRCFD/CMD1/44/2019 dated March 29, 2019. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. 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. 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 company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards, as notified under the Companies (Indian Accounting Standards) Rules, 2015 as specified in Section 133 of the Companies Act, 2013 ("the Act"), read with related SEBI Circulars, other recognised accounting practices and policies has not disclosed the information required to be disclosed in





**YOGESH MAHIPAL & ASSOCIATES
CHARTERED ACCOUNTANTS**

**IX/6207 Jain Mandir Gali,
Gandhi Nagar, Delhi-110031**

terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with related SEBI circulars, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For M/s Yogesh Mahipal & Associates
Chartered Accountants
Firm Registration No. 030845N**



CA Yogesh Mahipal
Proprietor
Membership No.: 530620



**Place : Sri Ganganagar
Date : February 06, 2020**

VIKAS PROPPANT & GRANITE LIMITED
(All amounts are in Indian Rupees Lakhs, except if otherwise stated)
STATEMENT OF UNAUDITED "STANDALONE" FINANCIAL RESULTS
FOR THE QUARTER AND NINE MONTHS PERIOD ENDED DECEMBER 31, 2019

	Particulars	Quarter ended			Nine months ended	
		31-Dec-19	30-Sep-19	31-Dec-18	31-Dec-19	31-Dec-18
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Income from operations					
	(a) Net sales/ Revenue from operations	425.85	14.50	1,538.93	453.06	3,671.61
	(b) Other income	-	-	-	-	-
	Total income from operations	425.85	14.50	1,538.93	453.06	3,671.61
2	Expenses					
	(a) Cost of materials consumed	-	-	-	-	-
	(b) Change in inventories of finished goods and work-in-progress	-	-	-	-	-
	(c) Employee benefits expense	157.39	3.02	8.07	163.33	21.45
	(d) Finance costs	0.18	-	-	0.18	0.06
	(e) Depreciation	-	-	-	-	-
	(f) Other expenses	6.21	1.89	10.45	10.92	30.47
	Total expenses	163.78	4.90	18.52	174.42	51.98
3	Profit/(Loss) from operations before tax (1 - 2)	262.07	9.60	1,520.41	278.64	3,619.63
4	Tax expense					
	Current tax/MAT	53.98	1.96	327.65	57.36	716.01
	Deferred tax (credit)/expense	45.39	45.39	-	(38.49)	(388.36)
5	Net income/(loss) for the period after tax (3 - 4)	162.70	(37.75)	1,192.76	259.76	3,291.98
6	Other comprehensive income					
	Items to be reclassified to profit or loss	-	-	-	-	-
	Income tax relating to items to be reclassified to profit or loss	-	-	-	-	-
	Items not to be reclassified to profit or loss	-	-	-	-	-
	Income tax relating to items not to be reclassified to profit or loss	-	-	-	-	-
7	Total comprehensive income	162.70	(37.75)	1,192.76	259.76	3,291.98
8	Paid-up equity share capital (face value - Re. 1)	5,061.75	5,061.75	5,061.75	5,061.75	5,061.75
9	Earning/(loss) per share (Non-annualised)					
	(a) Earning/(loss) per share (Rs.) (Basic)	0.03	(0.01)	0.61	0.05	1.77
	(b) Earning/(loss) per share (Rs.) (Diluted)	0.03	(0.01)	0.61	0.05	1.77



Notes:

- 1 The above Statement of Unaudited Financial Results for the quarter ended December 31, 2019 ("the Statement") has been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on February 06, 2020 and has been reviewed by the Statutory Auditors of the Company.
- 2 The Company adopted Indian Accounting Standards ("Ind AS") effective April 01, 2017 (transition date being April 01, 2016) and accordingly, the financial results for the quarter ended December 31, 2019 have been prepared in accordance with the recognition and measurement principals laid down in the Ind AS 34 "Interim Financial Reporting" prescribed under section 133 of the companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India and in terms of Regulations 33 of the SEBI (Listing obligation and Disclosure Requirements) Regulations, 2015.
- 3 The Board of Directors, in its meeting held on 06.02.2020, has declared an interim dividend @ 10 percent on equity capital (face value Rs.1 each) aggregating to Rs.5.06 Crore. Dividend Distribution Tax (DDT) would be paid by the Company as dividend would be paid promptly after the close of Record Date 18th February, 2020.
- 4 The Company's lessor has received environment clearance under EIA notification 2006 for mining granite under Ref No. 2018100001381 area 2.2181 Ha, khasra No. 10/07 for the production of 294672 (ROM) tons per annum (yearly) mineral granite from State Level Environment Impact Assessment Authority, Rajasthan issued under No. F1 (4)/SEIAA/SEAC-Raj/Sectt/Project/Cat.1(A)B2(17007)/2019-20 Dated 27.01.2020.
- 5 Your Company has applied for pollution control consent and other statutory requirements. Mining of Granite blocks is expected to commence during mid of February 2020 to execute February-March and April 2020 orders to the tune of Rs. 106 crore approximately.
- 6 Your Company has announced its Dividend Distribution Policy dated today that includes policy of issuance of "Bonus Shares" to its shareholders.
- 7 The previous period's figures have been re-grouped/re-arranged wherever considered necessary.

For Vikas Proppant & Granite Ltd

Place: Sriganganagar
Date: February 06, 2020



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Dividend Distribution Policy for Equity Shareholders

As per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, the Company is required to formulate and disclose its Dividend Distribution Policy. Accordingly the Board of Directors of the Company ("the Board") has approved Dividend Distribution Policy for the Company on 6th February, 2020 as has been solicited by the shareholders in their conference held on 11th January, 2020 at Jodhpur. The Board of Directors shall recommend dividend in compliance with this policy, the provisions of the Companies Act, 2013 and Rules made there under and other applicable legal provisions.

1. Dividend Payout

In every financial year, the Board aims to distribute dividend to its equity shareholders.

The Company would endeavor to pay annual 'Dividend Payout' of Profit After Tax (PAT) and free reserves as under:-

- Total 40% dividend on equity shares from free reserves and PAT in FY 2019-20 (Final dividend that includes Q3 & Q4 FY 2019-20 interim dividends)
- 20% of PAT (total dividend) during FY 2020-21 & 2021- 22
- 25% of PAT (total dividend) during FY 2022-23 and thereafter every year

This will be subject to the maximum dividend permitted under the extant legal provisions.

The dividends shall be paid as interim dividend (during each quarters), and also final dividend; or a combination of both commencing from FY 2019-20.

2. While considering a dividend, the following financial parameters, and internal and external factors shall also be evaluated by the Board:

- a. Current financial year's profits and retained earnings
- b. Availability of cash and liquid investments to pay dividend
- c. Deleveraging plans of the Company
- d. Capital expenditures and organic/ inorganic expansions plans of the Company
- e. Contingency plans as and when, if need be.
- f. Company's future prospects including its continued ability to sustain the bottom line.
- g. External factors like uncertain business conditions & change in regulatory environment in the country of egress.



A handwritten signature in blue ink, consisting of a series of loops and a long horizontal stroke, positioned to the right of the stamp.

3. Circumstances under which the shareholders of the Company may or may not expect dividend:

Generally, it would be the Company's policy to pay dividend in the manner specified in Para-1 above. However, the Board may not approve a dividend in situations such as:

- a. When the Company does not have any profits
- b. When there are prolonged strikes or lockouts, natural perils, regulatory actions, major accidents or other events significantly impacting production volumes
- c. When prices of the company's products have fallen sharply, impacting future profits in substantial manner
- d. When Company's cash flow is jeopardized for any reason, impairing its ability to pay the dividend

4. How the retained earnings shall be utilized:

The retained earnings may be utilized towards capital expenditure, organic growth, expansions, acquisitions or for business purposes (including working capital) as contained in its Memorandum & Articles of Association; or shall be periodically distributed to the equity shareholders in the form of dividend and bonus shares as well. Bonus shares would be issued once the free reserve level reaches to 50 times of the subscribed and paid-up capital of the Company.

5. Review of Policy

This policy will be reviewed periodically by the Board and if revised, the Company will announce such changes.

This Policy will come into effect from the Financial Year 2019-20.

Place: Sri Ganganagar
Date : 6th February, 2020

