

KOTHARI INDUSTRIAL CORPORATION LIMITED

CIN No.L24110TN1970PLC005865

"Kothari Buildings" No.114/117, Mahatma Gandhi Salai
Nungambakkam, Chennai - 600 034

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E-mail : enquiries@kotharis.in | www.kotharis.in



TO
BSE LIMITED
P.J.Towers Dalal Street
Mumbai-400001

Date: 13.02.2019

Scrip Code: 509732

Dear Sir,

Sub: Standalone Un-Audited Financial Results for the quarter and Nine Months ended 31st December, 2018

This is to inform you that at the meeting of the Board of Directors of our Company held today, i.e on 13th February, 2019 at the registered office of the Company, as recommended by the Audit committee, the Board approved and took on record the Un-Audited Financial Results for the Quarter and Nine Months ended 31st December, 2018. In order to comply with the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose a copy of the Un-Audited Financial Results as set out in compliance with the INDAS for the quarter and Nine Months ended 31st December, 2018, along with the "Limited Review Report" issued by the Statutory Auditor.

Start Time of the Board Meeting- 04.30 PM

End Time of the Board Meeting – 08.00 PM

Kindly take the same on your record & oblige.

Thanking You,

Yours Faithfully,

For Kothari Industrial Corporation Limited

Anil Kumar Padhiali

Anil Kumar Padhiali
Company Secretary cum Compliance Officer



**KOTHARI INDUSTRIAL CORPORATION LIMITED**

Regd. Office: Kothari Buildings, 114, Mahatma Gandhi Salai, Nungambakkam, Chennai - 600034

CIN No.L24110TN1970PLC005865

email Id: enquiries@kotharis.in

(Rs.in lakhs)

UNAUDITED STATEMENT OF RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER 2018

PARTICULARS	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Income from Operations						
Gross Revenue from sale of products and services	695.39	515.16	755.40	1403.64	1027.93	1444.82
Other Operating revenue	57.66	57.67	46.71	171.37	134.76	205.44
REVENUE FROM OPERATIONS ((i)+(ii))	753.05	572.83	802.11	1,575.01	1,162.69	1,650.26
OTHER INCOME	19.31	27.90	20.87	67.11	53.26	195.49
1 TOTAL REVENUE	772.36	600.73	822.98	1642.12	1215.95	1,845.75
EXPENSES						
a) Cost of Material consumed	-	-	-	-	18.29	19.54
b) Purchase of stock-in-trade	516.46	493.41	697.28	1137.82	910.09	1254.86
c) Changes in inventories of finished goods, stock-in-trade, work-in-progress and	37.70	(47.51)	(79.59)	10.43	(90.17)	(55.36)
d) Excise duty	-	-	-	-	0.07	0.07
e) Employee Benefits Expenses	39.63	39.48	43.88	121.02	110.11	171.26
f) Finance Costs	(1.80)	2.08	0.00	0.36	6.35	6.53
g) Depreciation and amortisation expense	10.00	12.00	102.50	34.00	307.50	48.20
h) Other expenses	116.05	120.35	136.58	355.92	302.02	543.26
2 TOTAL EXPENSES	718.04	619.81	900.65	1,659.55	1,564.26	1,988.36
3 PROFIT/ (LOSS) Before Exceptional and Tax (1-2)	54.32	(19.08)	(77.67)	(17.43)	(348.31)	(142.61)
4 Exceptional Items	-	-	-	-	-	110.85
5 PROFIT/ (LOSS) Before tax (3-4)	54.32	(19.08)	(77.67)	(17.43)	(348.31)	(253.46)
6 Extraordinary Items						
7 PROFIT/ (LOSS) Before Tax (5-6)	54.32	(19.08)	(77.67)	(17.43)	(348.31)	(253.46)
8 TAX EXPENSE	-	-	-	-	-	-
9 PROFIT/(LOSS) FOR THE PERIOD (7-8)	54.32	(19.08)	(77.67)	(17.43)	(348.31)	(253.46)
10 OTHER COMPREHENSIVE INCOME						
Items that will not be reclassified to profit or loss	-	-	-	-	-	0.83
11 TOTAL COMPREHENSIVE INCOME (9+10)	54.32	(19.08)	(77.67)	(17.43)	(348.31)	(252.63)
12 PAID-UP EQUITY SHARE CAPITAL (Face Value of the Share is of Rs. 5/- each)	955.54	955.54	955.54	955.54	955.54	955.54
13 EARNING PER SHARE(of Re. 5/- each) (not Basic & Diluted (Rs.))	0.28	(0.10)	(0.41)	(0.09)	(1.82)	(1.32)



(Rs.in lakhs)

Segment-wise Revenue, Results, Assets and Liabilities for the Quarter and Nine Months ended 31st December 2018

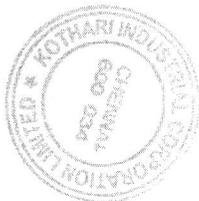
Sl. No.	PARTICULARS	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue (Net Sales/Income from Operations)						
	a. Fertilizer	695.39	515.16	755.40	1,403.64	1,027.93	1,444.82
	b. Rental from Property	57.66	57.67	46.71	171.37	134.76	205.44
	Total	753.05	572.83	802.11	1,575.01	1,162.69	1,650.26
	Less: Inter Segment revenue						
	Net Sales / Income from Operations	753.05	572.83	802.11	1,575.01	1,162.69	1,650.26
2	Segment Results (Profit before Tax and Interest)						
	a. Fertilizer	(21.61)	(99.73)	(100.95)	(255.55)	(417.73)	(247.44)
	b. Rental from Property	54.82	54.83	44.15	171.37	129.03	196.00
	Total Segment results	33.21	(44.90)	(56.80)	(84.18)	(288.70)	(51.44)
	(i) Finance Costs	(1.80)	2.08	-	0.36	6.35	6.53
	(ii) Unallocated Corporate Expense Net of Unallocated Income	19.31	27.90	20.87	67.11	53.26	195.49
	Profit before tax	54.32	(19.08)	(77.67)	(17.43)	(348.31)	(253.46)
3	Segment Assets						
	a. Fertilizer	858.35	900.83	770.55	858.35	770.55	702.03
	b. Rental from Property	161.57	114.38	50.66	161.57	50.66	64.55
	Unallocated	7,456.55	7,255.92	7,240.61	7,456.55	7,240.61	7,322.75
	Total Segment Assets	8,476.47	8,271.13	8,061.82	8,476.47	8,061.82	8,089.33
4	Segment Liability						
	a. Fertilizer	1,919.03	2,181.27	1,132.70	1,919.03	1,132.70	1,914.57
	b. Rental from Property	152.60	152.60	137.52	152.60	137.52	137.52
	Unallocated	5,228.47	4,815.19	5,693.45	5,228.47	5,693.45	4,843.42
	Total Segment Liabilities	7,300.10	7,149.06	6,963.67	7,300.10	6,963.67	6,895.51
5	Capital Employed (3-4) (Total Equity)	1,176.37	1,122.07	1,098.15	1,176.37	1,098.15	1,193.82



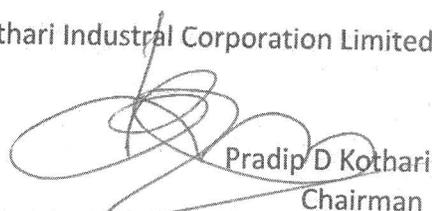
Note:

1. The above unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 13.02.2019.
 2. The Company has two reportable segments of Fertilizer manufacture, sale, Trade & Mixtures and Rental from Property.
 3. In terms of the Joint Compromise Agreement dated 03.08.2018 entered into between the Company and Bekae Properties Pvt. Ltd., (assignee of HDFC Bank Ltd), which has been recorded before National Company Law Tribunal (NCLT), Chennai Bench, two floors i.e., Fourth and Fifth floor at Kothari Buildings, has to be transferred in the name of Bekae Properties Pvt. Ltd. (as assignee of HDFC Bank Ltd) along with the undivided share of land of 3 grounds out of 6.33 grounds of land owned by the company on the front side of Kothari Buildings and in terms of the sale Agreement dated 18.02.2015 entered into between the Company and M/s. Gemini Iron and Steel Private Limited or its nominees, two floors i.e., Ground floor and first Floor at Kothari buildings has to be transferred in the name of Gemini Iron and Steel Private Limited. along with the balance undivided share of land of 3.33 grounds out 6.33 grounds of land owned by the company on the front side of Kothari Buildings, subject to the approval of the shareholders at the ensuing Extra-ordinary General Meeting of the Company.
 4. The proceedings initiated by the Collector of Nilgiris for repossession of certain plots of land in Coonoor earmarked for public use has been challenged by the company on a Writ Petition filed before Madras High Court and the matter is pending adjudication.
 5. Pursuant to an arbitration award dated 30.9.2017 relating to additional electricity dues of Caustic Soda plant sold by the Company in the year 1986 is amounting to Rs. 2.31 Crores together with interest at 6% p.a. The Company has challenged the award before the Madras High Court which is pending adjudication.
 6. Trade Receivables include Rs.59.40 lakhs from erstwhile dealers in Andhra Pradesh and Karnataka, where the company has temporarily suspended trading operations. The company is reasonably confident of recovering all the above dues in the near future when the company's operation in the two states are resumed.
- The Statutory Auditors have drawn attention to Note. 3,4,5 & 6 of above in their Limited Review report without qualifying their report.
7. The figures of the previous periods have been regrouped reclassified wherever necessary.
 8. The financial results are available on the website of BSE Limited and on the company's website www.kotharis.in

For and on behalf of the Board



For Kothari Industrial Corporation Limited


Pradip D Kothari
Chairman

Place: Chennai 600034

Date : 13.02.2019



Arockiasamy & Raj

Chartered Accountants

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Limited Review Report

To
The Board of Directors of Kothari Industrial Corporation Limited

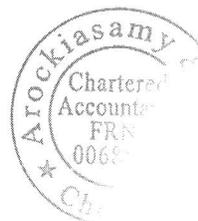
We have reviewed the accompanying statement of unaudited financial results of **Kothari Industrial Corporation Limited** for the quarter ended 31st December 2018 being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 (SEBI Regulations).

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 these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review Financial Statements* 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of 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.

Without modifying opinion on the financial results, we bring attention to the following facts:

1. In terms of the Joint Compromise Agreement dated 03.08.2018 entered into between the company and Bekae Properties Pvt. Ltd., (assignee of HDFC Bank Ltd), which has been recorded before National Company Law Tribunal(NCLT), Chennai Bench, two floors i.e., Fourth and Fifth floor at Kothari buildings has to be transferred in the name of Bekae Properties Pvt. Ltd. (as assignee of HDFC Bank Ltd) along with the undivided share of land of 3 grounds out of 6.33 grounds of land owned by the company on the front side of Kothari Buildings and in terms





Arockiasamy & Raj

Chartered Accountants

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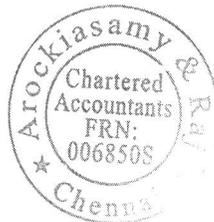
of the Sale Agreement dated 18.02.2015 entered into between the company and M/s. Gemini Iron and Steel Private Limited or its nominees, two floors i.e., Ground Floor and First Floor at Kothari buildings has to be transferred in the name of Gemini Iron and Steel Private Limited or its nominees along with the balance undivided share of land of 3.33 grounds out of 6.33 grounds of land owned by the company on the front side of Kothari Buildings, subject to the approval of the shareholders at the ensuing Extra-ordinary General Meeting of the company. (Refer Note No. 3).

2. No provision has been created in the books against loss that may arise due to the claim raised by the Government against the Coonoor property. (Refer Note No. 4).
3. Arbitration Award, against the Company regarding additional electricity dues of erstwhile Costic Soda plant, is challenged by the Company before Madras High Court and is pending Adjudication. (Refer Note No.5).
4. No Provision has been made against the Sundry debtors of Rs. 59.40 lacs relating to the sales discontinued areas. (Refer Note No.6).

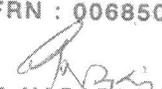
Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards i.e., Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013, read with relevant rules issued thereunder 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 and SEBI circular dated 5th July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Chennai

DATE 13.2.2019



For AROCKIASAMY & RAJ
CHARTERED ACCOUNTANTS
FRN : 0068508


A. NAGARAJAN
Partner

M.No: 020680