

KOTHARI INDUSTRIAL CORPORATION LIMITED

CIN No.L24110TN1970PLC005865

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

Ph : +91 44 2833 4565 | Fax : +91 44 2833 4581

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



TO

BSE LIMITED

P.J.Towers Dalal Street

Mumbai-400001

Date: 14.11.2019

Scrip Code: 509732

Dear Sir/Madam,

Sub: Standalone and Consolidated Un-Audited Financial Results for the quarter and half-year ended 30th September, 2019

This is to inform you that a meeting of the Board of Directors of our Company was held today, 14th November, 2019 at the registered office of the Company which approved and took on record the Standalone & Consolidated Un-Audited Financial Results for the Quarter and Half-year ended 30th September, 2019.

In order to comply with the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing with this letter, Standalone & Consolidated Un-Audited Financial Results for the Quarter and Half-year ended 30th September, 2019 as per IND-AS Rules along with the "Limited Review Report" issued by the Statutory Auditors.

Start Time of the Board Meeting- 04.30 PM

End Time of the Board Meeting - 06.00 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 SIX MONTHS ENDED 30TH SEPTEMBER 2019**STANDALONE**

| PARTICULARS | Quarter Ended | | | Six Months Ended | | Year Ended |
|---|---------------|-------------|-------------|------------------|-------------|------------|
| | 30.09.2019 | 30.06.2019 | 30.09.2018 | 30.9.2019 | 30.9.2018 | 31.03.2019 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| Income from Operations | | | | | | |
| Gross Revenue from sale of products and services | 484.55 | 156.96 | 515.16 | 641.51 | 708.25 | 1601.42 |
| Other Operating revenue | 18.51 | 10.35 | 57.67 | 28.86 | 113.71 | 232.84 |
| REVENUE FROM OPERATIONS ((i)+(ii)) | 503.06 | 167.31 | 572.83 | 670.37 | 821.96 | 1,834.26 |
| OTHER INCOME | 20.97 | 19.66 | 27.90 | 40.63 | 47.80 | 92.67 |
| 1 TOTAL REVENUE | 524.03 | 186.97 | 600.73 | 711.00 | 869.76 | 1,926.93 |
| EXPENSES | | | | | | |
| a) Cost of Material consumed | - | - | - | - | - | - |
| b) Purchase of stock-in-trade | 478.66 | 140.16 | 493.41 | 618.82 | 621.36 | 1215.29 |
| c) Changes in inventories of finished goods, stock-in-trade, work-in-progress and Intermediates | (47.99) | (3.15) | (47.51) | (51.14) | (27.27) | 90.27 |
| d) Excise duty | - | - | - | - | - | - |
| e) Employee Benefits Expenses | 39.13 | 41.12 | 39.48 | 80.25 | 81.39 | 175.54 |
| f) Finance Costs | 0.19 | 0.33 | 2.08 | 0.52 | 2.16 | 0.56 |
| g) Depreciation and amortisation expense | 5.35 | 12.00 | 12.00 | 17.35 | 24.00 | 47.18 |
| h) Other expenses | 108.03 | 71.97 | 120.35 | 180.00 | 239.87 | 618.49 |
| 2 TOTAL EXPENSES | 583.37 | 262.43 | 619.81 | 845.80 | 941.51 | 2,147.33 |
| 3 PROFIT/ (LOSS) Before Exceptional and Tax (1-2) | (59.34) | (75.46) | (19.08) | (134.80) | (71.75) | (220.40) |
| 4 Exceptional Items:- | | | | | | |
| a) Profit on Sale of Asset | - | (704.54) | - | (704.54) | - | - |
| b) Compensation | - | 1,181.50 | - | 1,181.50 | - | - |
| c) Provision and Credit balances written back | - | - | - | - | - | (281.51) |
| 5 PROFIT/ (LOSS) Before tax (4-5) | (59.34) | (552.42) | (19.08) | (611.76) | (71.75) | 61.11 |
| Extraordinary Items | | | | | | |
| PROFIT/ (LOSS) Before Tax (7-8) | (59.34) | (552.42) | (19.08) | (611.76) | (71.75) | 61.11 |
| a) Current Tax | - | - | - | - | - | - |
| b) Deferred Tax | - | - | - | - | - | - |
| 6 TAX EXPENSE | - | - | - | - | - | - |
| 7 PROFIT/(LOSS) FOR THE PERIOD (5-6) | (59.34) | (552.42) | (19.08) | (611.76) | (71.75) | 61.11 |
| 8 OTHER COMPREHENSIVE INCOME | | | | | | |
| Items that will not be reclassified to profit or loss | - | - | - | - | - | 54.76 |
| 9 TOTAL COMPREHENSIVE INCOME (7+8) | (59.34) | (552.42) | (19.08) | (611.76) | (71.75) | 115.87 |
| 10 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 |
| 11 EARNING PER SHARE(of Re. 5/- each) (not annualised): | | | | | | |
| Basic & Diluted (Rs.) | (0.31) | (2.89) | (0.10) | (3.20) | (0.38) | 0.32 |



KOTHARI INDUSTRIAL CORPORATION LIMITED

| | | Rs in Lakhs | |
|--------------------------|--|-----------------|-----------------|
| Standalone Balance Sheet | | | |
| Particulars | | 30.09.2019 | 31.03.2019 |
| | | (Unaudited) | (Audited) |
| A | ASSETS | | |
| | NON-CURRENT ASSETS | | |
| 1 | (a) Property, Plant and Equipment | 4,215.80 | 5,891.25 |
| | (b) Captial work-in-progress | | |
| | (c) Intangible assets | 0.74 | 1.09 |
| | (d) Deferred tax assets (net) | 778.03 | 778.03 |
| | (e) Financial Assets | | |
| | (i) Investments | 9.99 | 9.99 |
| | (ii) Loans | 427.40 | 374.76 |
| | (iii) Others | - | - |
| | (f) Other non-current assets | - | - |
| | Non-Current Assets | 5431.96 | 7055.12 |
| 2 | CURRENT ASSETS | | |
| | (a) Inventories | 183.65 | 160.63 |
| | (b) Financial Assets | - | - |
| | (i) Investments | - | - |
| | (ii) Trade receivables | 656.71 | 499.94 |
| | (iii) Cash and cash equilants | 45.32 | 32.99 |
| | (iv) Other Bank Balances | - | - |
| | (v) Other financial assets | 415.91 | 406.12 |
| | (vi) Other | - | - |
| | (c) Other current assets | - | - |
| | Current Assets | 1301.59 | 1,099.68 |
| | TOTAL ASSETS | 6,733.55 | 8,154.80 |
| B | EQUITY AND LIABILITIES | | |
| | EQUITY | | |
| | (a) Equity Share Capital | 955.54 | 955.54 |
| | (b) Other Equity | (257.60) | 354.16 |
| | Equity | 697.94 | 1,309.70 |
| | LIABILITIES | | |
| 1 | NON-CURRENT LIABILITIES | | |
| | (a) Financial Liabilities | | |
| | (i) Borrowings | 1,294.70 | 1,294.70 |
| | (ii) Other Financial liabilities | - | - |
| | (b) Provisions | 21.30 | 21.30 |
| | (c) Deferred tax Liabilities (Net) | - | - |
| | (d) Other non-current liabilities | - | - |
| | Non Current Liabilities | 1316 | 1,316.00 |
| 2 | CURRENT LIABILITIES | | |
| | (a) Financial Liabilities | | |
| | (i) Borrowings | - | - |
| | (ii) Trade payables | - | - |
| | Total outstanding dues of micro enterprises and small enterprises | - | - |
| | Total outstanding dues of creditors other than micro enterprises and small enterprises | 983.88 | 1,138.82 |
| | (iii) Other Financial liabilities | 3,657.86 | 4,307.82 |
| | (b) Other Current liabilities | - | - |
| | (c) Provisions | 77.87 | 82.46 |
| | (d) Current Tax Liabilities (Net) | - | - |
| | Current Liabilities | 4719.61 | 5,529.10 |
| | TOTAL EQUITY AND LIABILITIES | 6,733.55 | 8,154.80 |



KOTHARI INDUSTRIAL CORPORATION LIMITED

Standalone Cash Flow Statement for the half year ended 30th September, 2019

Rs. In Lakhs

| | For the half year ended 30th September, 2019 | | For the half year ended 30th September, 2018 | |
|---|--|------------|--|---------|
| A) Cash flow from Operating Activities | | | | |
| PROFIT/(LOSS) BEFORE TAX | | (611.76) | | (71.75) |
| ADJUSTMENTS FOR | | | | |
| Miscellaneous Income | | | (7.15) | |
| Compensation | 1,181.50 | | - | |
| Profit on sale of Property | (704.5) | | - | |
| Infructuous Project Expenditure | - | | - | |
| Depreciation and amortization expense | 17.35 | | 24.00 | |
| Interest | 0.52 | | 2.16 | |
| | | 494.83 | | 19.01 |
| OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES | | (116.93) | | (52.74) |
| ADJUSTMENTS FOR | | | | |
| MOVEMENT IN WORKING CAPITAL; | | | | |
| Inventories | (23.02) | | (22.28) | |
| Trade Receivables | (156.77) | | (228.70) | |
| Other Financial Assets | (9.79) | | 44.43 | |
| Short Term Provisions | (4.59) | | - | |
| Trade Payables | (154.94) | | 262.81 | |
| Financial Liabilities | (649.96) | | (22.86) | |
| | | (999.07) | | 33.40 |
| NET CASH FLOW FROM OPERATING ACTIVITIES | | (1,116.00) | | (19.34) |
| B) CASH FLOW FROM INVESTING ACTIVITIES | | | | |
| Purchase / Sale of Property, Plant and equipments, Intangibles | 1,181.49 | | (17.58) | |
| Net Advances Paid | (52.64) | | (0.28) | |
| | | 1,128.85 | | (17.86) |
| NET CASH FLOW FROM INVESTING ACTIVITIES(B) | | | | |
| B) CASH FLOW FROM FINANCING ACTIVITIES | | | | |
| Long Term Borrowings | - | | 20.75 | |
| Interest Paid | (0.52) | | (2.16) | |
| | | (0.52) | | 18.59 |
| NET CASH FLOW FROM FINANCING ACTIVITIES(C) | | | | |
| NET INCREASE IN CASH AND CASH EQUIVALENTS(A+B+C) | | 12.33 | | (18.61) |
| CASH AND CASH EQUIVALENT OPENING BALANCE | | 32.99 | | 61.03 |
| EFFECT OF EXCHANGE DIFFERENCES ON RESTATEMENT OF FOREIGN CURRENCY CSH AND CASH EQUIVALENTS | | - | | - |
| CASH AND CASH EQUIVALENT CLOSING BALANCE | | 45.32 | | 42.42 |



Note:

1. The above unaudited Standalone Financial results Segment Results, Balance Sheet and Cash Flow Statement were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 14th November 2019.
 2. The Company has two reportable segments of Fertilizer manufacture, sale, Trade & Mixtures and Rental from Property.
 3. The financial statement has been presented on principles applicable to a going concern despite accumulated losses and consequent erosion in net worth, on the fact that significant amount of moneys being made available from time to time by associate companies of the Managing Director for working funds and settlement of old creditors and would continue to do so. Further, the business plan envisaged by management provides for large scale expansion with injection of finance.
 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 manufactured sold by the Company in the year 1986 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.
- In view of the above Note No.3,4 and 5, the Statutory Auditors have drawn attention in the above matters without qualifying their Limited Review report.
6. The Company agreed to transfer balance two floors to a financial creditor in settlement of claim made by them.
 7. With regard to various pending legal claims which are under adjudication / and /or negotiation, the management does not anticipate any significant cash outflow and any possible claim is not quantifiable at present and accordingly no provision has been made in the accounts.
 8. The figures of the previous periods have been regrouped reclassified wherever necessary.
 9. The financial results are available on the website of BSE Limited and on the company's website www.kotharis.in

For Kothari Industrial Corporation Limited

Place: Chennai 600034

Date : 14.11.2019



Radip D Kothari
Chairman

KOTHARI INDUSTRIAL CORPORATION LIMITED

| | | | | | | (Rs.in lakhs) | |
|--|--|---------------------------|---------------------------|---------------------------|--------------------------|--------------------------|-------------------------|
| Segment-wise Revenue, Results, Assets and Liabilities for the Quarter and Six Months ended 30TH September 2019 | | | | | | | |
| STANDALONE | | | | | | | |
| Sl. No. | PARTICULARS | Quarter Ended | | | Six Months Ended | | Year Ended |
| | | 30.09.2019 (Unaudited) | 30.06.2019 (Unaudited) | 30.09.2018 (Unaudited) | 30.9.2019 (Unaudited) | 30.9.2018 (Unaudited) | 31.03.2019 (Audited) |
| 1 | Segment Revenue (Net Sales/Income from Operations) | | | | | | |
| | a. Fertilizer | 484.55 | 156.96 | 515.16 | 641.51 | 708.25 | 1,601.42 |
| | b. Rental from Property | 18.51 | 10.35 | 57.67 | 28.86 | 113.71 | 232.84 |
| | Total | 503.06 | 167.31 | 572.83 | 670.37 | 821.96 | 1,834.26 |
| | Less: Inter Segment revenue | | | | | | |
| | Net Sales / Income from Operations | 503.06 | 167.31 | 572.83 | 670.37 | 821.96 | 1,834.26 |
| 2 | Segment Results (Profit before Tax and Interest) | | | | | | |
| | a. Fertilizer | (95.82) | (103.56) | (99.73) | (199.38) | (226.68) | (253.33) |
| | b. Rental from Property | 15.70 | 8.77 | 54.83 | 24.47 | 109.29 | 222.33 |
| | Total Segment results | (80.12) | (94.79) | (44.90) | (174.91) | (117.39) | (31.00) |
| | Less: | | | | | | |
| | (i) Unallocated Interest and finance Charges | 0.19 | 0.33 | 2.08 | 0.52 | 2.16 | 0.56 |
| | (ii) Other Unallocable expenditure net of unallocable Income | 20.97 | (457.30) | 27.90 | (436.33) | 47.80 | 92.67 |
| | Profit before tax | (59.34) | (552.42) | (19.08) | (611.76) | (71.75) | 61.11 |
| 3 | Segment Assets | | | | | | |
| | a. Fertilizer | 719.76 | 615.98 | 900.83 | 719.76 | 900.83 | 580.48 |
| | b. Rental from Property | 165.91 | 129.27 | 114.38 | 165.91 | 114.38 | 113.08 |
| | Unallocated | 5,847.88 | 5,796.43 | 7,255.92 | 5,847.88 | 7,255.92 | 7,461.24 |
| | Total Segment Assets | 6,733.55 | 6,541.68 | 8,271.13 | 6,733.55 | 8,271.13 | 8,154.80 |
| 4 | Segment Liability | | | | | | |
| | a. Fertilizer | 1,589.97 | 1,499.42 | 2,181.27 | 1,589.97 | 2,181.27 | 1,996.31 |
| | b. Rental from Property | 193.60 | 193.60 | 152.60 | 193.60 | 152.60 | 152.60 |
| | Unallocated | 4,252.04 | 4,091.38 | 4,815.19 | 4,252.04 | 4,815.19 | 4,696.19 |
| | Total Segment Liabilities | 6,035.61 | 5,784.40 | 7,149.06 | 6,035.61 | 7,149.06 | 6,845.10 |
| 5 | Capital Employed (3-4) (Total Equity) | 697.94 | 757.28 | 1,122.07 | 697.94 | 1,122.07 | 1,309.70 |





Arockiasamy & Raj

Chartered Accountants

New No. 8/2, Old No. 19,
First Floor, 2nd Cross Street,
Kalaimagal Nagar First Main Road,
Ekkatuthangal, Chennai – 600 032
Phone : 044-48501179
Cell :+91 9444035374, 9996266255
E-mail : anaga_in@yahoo.co.uk
auditqueries@gmail.com

UDIN: 19239962AAAAEM5182

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

**To The Board of Directors
KOTHARI INDUSTRIAL CORPORATION LIMITED**

1. We have reviewed the accompanying statement of unaudited standalone financial results of KOTHARI INDUSTRIAL CORPORATION LIMITED (the "Company") for the quarter ended September 30, 2019 and year to date from April 01, 2019 to September 30, 2019 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"). Attention is drawn to the fact that the statement of cash flows for the corresponding period from April 01, 2018 to September 30, 2018, as reported in these unaudited standalone financial results have been approved by the Board of Directors of the Company, but have not been subjected to review.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been 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 there under 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 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.





Arockiasamy & Raj

Chartered Accountants

New No. 8/2, Old No. 19,
First Floor, 2nd Cross Street,
Kalaimagal Nagar First Main Road,
Ekkatuthangal, Chennai – 600 032
Phone : 044-48501179
Cell :+91 9444035374, 9996266255
E-mail : anaga_in@yahoo.co.uk
auditqueries@gmail.com

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

1. The financial statement has been presented on principles applicable to a going concern despite accumulated losses and consequent erosion in net worth, on the fact that significant amount of moneys being made available from time to time by associate companies of the Managing Director for working funds and settlement of old creditors and would continue to do so. Further, the business plan envisaged by management provides for large scale expansion with injection of finance.
2. No provision has been created in the books against loss that may arise due to the claim raised by Government against Coonoor Property (Refer Note No.4)
3. Arbitration Award against the Company regarding additional electricity dues of erstwhile Caustic Soda Plant which is challenged by the company before Madras High Court and pending Adjudication (Refer Note No.5)
4. 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 the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there under and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. The comparative Ind AS financial information of the Company for the corresponding quarter and period ended September 30, 2018 included in these standalone Ind AS financial results, were reviewed by us and the Ind AS financial statements of the Company for the year ended March 31, 2019, were audited by us and expressed an unmodified opinion on such financial information on November 14, 2018 and May 30, 2019 respectively.

Place: Chennai
Date: 14-11-2019



For AROCKIASAMY & RAJ
CHARTERED ACCOUNTANTS
FRN : 006850S
R. Balaji
R. BALAJI
Partner
M.No: 239962

**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 SIX MONTHS ENDED 30TH SEPTEMBER 2019**CONSOLIDATION**

| PARTICULARS | Quarter Ended | | | Six Months Ended | | Year Ended |
|---|----------------|-----------------|----------------|------------------|----------------|-----------------|
| | 30.09.2019 | 30.06.2019 | 30.09.2018 | 30.9.2019 | 30.9.2018 | 31.03.2019 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| Income from Operations | | | | | | |
| Gross Revenue from sale of products and services | 484.55 | 156.96 | 515.16 | 641.51 | 708.25 | 1601.42 |
| Other Operating revenue | 18.51 | 10.35 | 57.67 | 28.86 | 113.71 | 232.84 |
| REVENUE FROM OPERATIONS ((i)+(ii)) | 503.06 | 167.31 | 572.83 | 670.37 | 821.96 | 1,834.26 |
| OTHER INCOME | 20.97 | 19.66 | 27.90 | 40.63 | 47.80 | 92.67 |
| 1 TOTAL REVENUE | 524.03 | 186.97 | 600.73 | 711.00 | 869.76 | 1,926.93 |
| EXPENSES | | | | | | |
| a) Cost of Material consumed | - | - | - | - | - | 9.37 |
| b) Purchase of stock-in-trade | 478.66 | 140.16 | 493.41 | 618.82 | 621.36 | 1215.29 |
| c) Changes in inventories of finished goods, stock-in-trade, work-in-progress and Intermediates | -47.99 | (3.15) | (47.51) | (51.14) | (27.27) | 78.05 |
| d) Excise duty | - | - | - | - | - | - |
| e) Employee Benefits Expenses | 39.13 | 41.12 | 39.48 | 80.25 | 81.39 | 175.54 |
| f) Finance Costs | 0.20 | 0.33 | 2.08 | 0.53 | 2.16 | 0.56 |
| g) Depreciation and amortisation expense | 5.35 | 12.00 | 12.00 | 17.35 | 24.00 | 47.19 |
| h) Other expenses | 108.03 | 71.97 | 120.35 | 180.00 | 239.87 | 621.33 |
| 2 TOTAL EXPENSES | 583.38 | 262.43 | 619.81 | 845.81 | 941.51 | 2,147.33 |
| 3 PROFIT/ (LOSS) Before Exceptional and Tax (1-2) | (59.35) | (75.46) | (19.08) | (134.81) | (71.75) | (220.40) |
| 4 Exceptional Items:- | | | | | | |
| a) Profit on Sale of Asset | - | (704.54) | - | (704.54) | - | - |
| b) Compensation | - | 1,181.50 | - | 1,181.50 | - | - |
| c) Provision and Credit balances written back | - | - | - | - | - | (281.51) |
| 5 PROFIT/ (LOSS) Before tax (4-5) | (59.35) | (552.42) | (19.08) | (611.77) | (71.75) | 61.11 |
| Extraordinary Items | | | | | | |
| PROFIT/ (LOSS) Before Tax (7-8) | (59.35) | (552.42) | (19.08) | (611.77) | (71.75) | 61.11 |
| a) Current Tax | | | | | | - |
| b) Deferred Tax | | | | | | - |
| 6 TAX EXPENSE | - | - | - | - | - | - |
| 7 PROFIT/(LOSS) FOR THE PERIOD (5-6) | (59.35) | (552.42) | (19.08) | (611.77) | (71.75) | 61.11 |
| 8 OTHER COMPREHENSIVE INCOME | | | | | | |
| Items that will not be reclassified to profit or loss | | | | | | |
| (ii) Income tax relating to items that will not be reclassified to Profit or loss | - | - | - | - | - | 54.76 |
| B (i) Items that will be reclassified to profit or loss | | | | | | - |
| (ii) Income tax relating to items that will be reclassified to Profit or loss | | | | | | - |
| 9 TOTAL COMPREHENSIVE INCOME (7+8) | (59.35) | (552.42) | (19.08) | (611.77) | (71.75) | 115.87 |
| 10 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 |
| RESERVE EXCLUDING REVALUATION RESERVES | | | | | | |
| 11 EARNING PER SHARE (of Re. 5/- each) (not annualised): | | | | | | |
| Basic & Diluted (Rs.) | (0.31) | (2.89) | (0.10) | (3.20) | (0.38) | 0.32 |



KOTHARI INDUSTRIAL CORPORATION LIMITED

| | | Rs in Lakhs | |
|----------------------------|--|-----------------|-----------------|
| Consolidated Balance Sheet | | | |
| Particulars | | 30.09.2019 | 31.03.2019 |
| | | (Unaudited) | (Audited) |
| A | ASSETS | | |
| | NON-CURRENT ASSETS | | |
| 1 | (a) Property, Plant and Equipment | 4,215.80 | 5,891.25 |
| | (b) Captial work-in-progress | | |
| | (c) Intangible assets | 0.74 | 1.09 |
| | (d) Deferred tax assets (net) | 778.03 | 778.03 |
| | (e) Miscellaneous expenditure | 0.17 | 0.17 |
| | (f) Financial Assets | | |
| | (i) Investments | - | - |
| | (ii) Loans and Advances | 427.40 | 374.76 |
| | (iii) Others | - | - |
| | (g) Other non-current assets | - | - |
| | Non-Current Assets | 5422.14 | 7045.3 |
| 2 | CURRENT ASSETS | | |
| | (a) Inventories | 195.86 | 172.84 |
| | (b) Financial Assets | | |
| | (i) Investments | - | - |
| | (ii) Trade receivables | 656.70 | 499.94 |
| | (iii) Cash and cash equilants | 45.41 | 43.09 |
| | (iv) Other Bank Balances | - | - |
| | (v) Other financial assets | 415.91 | 406.01 |
| | (vi) Other | - | - |
| | (c) Other current assets | - | - |
| | Current Assets | 1313.88 | 1,121.88 |
| | TOTAL ASSETS | 6,736.02 | 8,167.18 |
| B | EQUITY AND LIABILITIES | | |
| | EQUITY | | |
| | (a) Equity Share Capital | 955.54 | 955.54 |
| | (b) Other Equity | (257.62) | 354.16 |
| | (c) Minority Interest | - | - |
| | Equity | 697.92 | 1,309.70 |
| | LIABILITIES | | |
| 1 | NON-CURRENT LIABILITIES | | |
| | (a) Financial Liabilities | | |
| | (i) Borrowings | 1,294.70 | 1,294.70 |
| | (ii) Other Financial liabilities | - | - |
| | (b) Provisions | 21.30 | 21.30 |
| | (c) Deferred tax Liabilities (Net) | - | - |
| | (d) Other non-current liabilities | - | - |
| | Non Current Liabilities | 1316 | 1316 |
| 2 | CURRENT LIABILITIES | | |
| | (a) Financial Liabilities | | |
| | (i) Borrowings | - | - |
| | (ii) Trade payables | | |
| | Total outstanding dues of micro enterprises and small enterprises | - | - |
| | Total outstanding dues of creditors other than micro enterprises and small enterprises | 983.88 | 1,138.82 |
| | (iii) Other Financial liabilities | 3,647.97 | 4,307.82 |
| | (b) Other Current liabilities | 12.38 | 12.38 |
| | (c) Provisions | 77.87 | 82.46 |
| | (d) Current Tax Liabilities (Net) | - | - |
| | Current Liabilities | 4722.10 | 5541.48 |
| | TOTAL EQUITY AND LIABILITIES | 6,736.02 | 8,167.18 |



KOTHARI INDUSTRIAL CORPORATION LIMITED

Consolidated Cash Flow Statement for the Half Year ended 30th September, 2019

Rs. In Lakhs

| | For the half year ended 30th September, 2019 | | For the half year ended 30th September, 2018 | |
|---|---|------------|---|---------|
| A) Cash flow from Operating Activities | | | | |
| PROFIT/(LOSS) BEFORE TAX | | (611.77) | | (71.75) |
| ADJUSTMENTS FOR | | | | |
| Miscellaneous Income | | | (7.15) | |
| Compensation | 1,181.50 | | - | |
| Profit on sale of Property | (704.5) | | - | |
| Infructuous Project Expenditure | | | - | |
| Depreciation and amortization expense | 17.35 | | 24.00 | |
| Interest | 0.52 | | 2.16 | |
| | | 494.83 | | 19.01 |
| OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES | | (116.94) | | (52.74) |
| ADJUSTMENTS FOR | | | | |
| MOVEMENT IN WORKING CAPITAL; | | | | |
| Inventories | (23.02) | | (22.28) | |
| Trade Receivables | (156.77) | | (228.70) | |
| Other Financial Assets | (9.90) | | 44.43 | |
| Short Term Provisions | (4.59) | | - | |
| Trade Payables | (154.94) | | 262.81 | |
| Financial Liabilities | (659.85) | | (22.86) | |
| | | (1,009.07) | | 33.40 |
| NET CASH FLOW FROM OPERATING ACTIVITIES | | (1,126.01) | | (19.34) |
| B) CASH FLOW FROM INVESTING ACTIVITIES | | | | |
| Purchase / Sale of Property, Plant and equipments, Intangibles | 1,181.49 | | (17.58) | |
| Net Advances Paid | (52.64) | | (0.28) | |
| | | 1,128.85 | | (17.86) |
| NET CASH FLOW FROM INVESTING ACTIVITIES(B) | | | | |
| B) CASH FLOW FROM FINANCING ACTIVITIES | | | | |
| Long Term Borrowings | - | | 20.75 | |
| Interest Paid | (0.52) | | (2.16) | |
| NET CASH FLOW FROM FINANCING ACTIVITIES(C) | | (0.52) | | 18.59 |
| NET INCREASE IN CASH AND CASH EQUIVALENTS(A+B+C) | | 2.32 | | (18.61) |
| CASH AND CASH EQUIVALENT OPENING BALANCE | | 43.09 | | 61.03 |
| EFFECT OF EXCHANGE DIFFERENCES ON RESTATEMENT OF FOREIGN CURRENCY CSH AND CASH EQUIVALENTS | | - | | - |
| CASH AND CASH EQUIVALENT CLOSING BALANCE | | 45.41 | | 42.42 |



Note:

1. The above unaudited Consolidated Financial results Segment Results, Balance Sheet and Cash Flow Statement were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 14th November 2019. A Limited Review of the Standalone Financial Results has been carried out by the statutory auditors while those of the subsidiary company has been carried out by the auditors of the subsidiary.

2. The Company has two reportable segments of Fertilizer manufacture, sale, Trade & Mixtures and Rental from Property.

3. The financial statement has been presented on principles applicable to a going concern despite accumulated losses and consequent erosion in net worth, on the fact that significant amount of moneys being made available from time to time by associate companies of the Managing Director for working funds and settlement of old creditors and would continue to do so. Further, the business plan envisaged by management provides for large scale expansion with injection of finance.

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 manufactured sold by the Company in the year 1986 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.

In view of the above Note No.3,4 and 5, the Statutory Auditors have drawn attention in the above matters without qualifying their Limited Review report.

6. The Company agreed to transfer balance two floors to a financial creditor in settlement of claim made by them.

7. With regard to various pending legal claims which are under adjudication / and /or negotiation, the management does not anticipate any significant cash outflow and any possible claim is not quantifiable at present and accordingly no provision has been made in the accounts.

8. The figures of the previous periods have been regrouped reclassified wherever necessary.

9. The financial results are available on the website of BSE Limited and on the company's website www.kotharis.in

For Kothari Industrial Corporation Limited

Place: Chennai 600034

Date : 14.11.2019



Pradip D Kothari
Chairman

KOTHARI INDUSTRIAL CORPORATION LIMITED

(Rs.in lakhs)

Segment-wise Revenue, Results, Assets and Liabilities for the Quarter and Six Months ended 30TH September, 2019

CONSOLIDATION

| Sl. No. | PARTICULARS | Quarter Ended | | | Six Months Ended | | Year Ended |
|---------|--|---------------|-------------|-------------|------------------|-------------|------------|
| | | 30.09.2019 | 30.06.2019 | 30.09.2018 | 30.9.2019 | 30.9.2018 | 31.03.2019 |
| | | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| 1 | Segment Revenue (Net Sales/Income from Operations) | | | | | | |
| | a. Fertilizer | 484.55 | 156.96 | 515.16 | 641.51 | 708.25 | 1,601.42 |
| | b. Rental from Property | 18.51 | 10.35 | 57.67 | 28.86 | 113.71 | 232.84 |
| | Total | 503.06 | 167.31 | 572.83 | 670.37 | 821.96 | 1,834.26 |
| | Less: Inter Segment revenue | | | | | | |
| | Net Sales / Income from Operations | 503.06 | 167.31 | 572.83 | 670.37 | 821.96 | 1,834.26 |
| 2 | Segment Results (Profit before Tax and Interest) | | | | | | |
| | a. Fertilizer | (95.82) | (103.56) | (99.73) | (199.38) | (226.68) | (253.33) |
| | b. Rental from Property | 15.70 | 8.77 | 54.83 | 24.47 | 109.29 | 222.33 |
| | Total Segment results | (80.12) | (94.79) | (44.90) | (174.91) | (117.39) | (31.00) |
| | Less: | | | | | | |
| | (i) Unallocated Interest and finance Charges | 0.20 | 0.33 | 2.08 | 0.53 | 2.16 | 0.56 |
| | (ii) Other Unallocable expenditure net of unallocable Income | 20.97 | (457.30) | 27.90 | (436.33) | 47.80 | 92.67 |
| | Profit before tax | (59.35) | (552.42) | (19.08) | (611.77) | (71.75) | 61.11 |
| 3 | Segment Assets | | | | | | |
| | a. Fertilizer | 719.76 | 615.98 | 900.83 | 719.76 | 900.83 | 580.48 |
| | b. Rental from Property | 165.91 | 129.27 | 114.38 | 165.91 | 114.38 | 113.08 |
| | Unallocated | 5,850.35 | 5,798.91 | 7,255.92 | 5,850.35 | 7,255.92 | 7,473.62 |
| | Total Segment Assets | 6,736.02 | 6,544.16 | 8,271.13 | 6,736.02 | 8,271.13 | 8,167.18 |
| 4 | Segment Liability | | | | | | |
| | a. Fertilizer | 1,589.97 | 1,499.42 | 2,181.27 | 1,589.97 | 2,181.27 | 1,826.14 |
| | b. Rental from Property | 193.60 | 193.60 | 152.60 | 193.60 | 152.60 | 137.52 |
| | Unallocated | 4,254.53 | 4,093.86 | 4,815.19 | 4,254.53 | 4,815.19 | 4,893.82 |
| | Total Segment Liabilities | 6,038.10 | 5,786.88 | 7,149.06 | 6,038.10 | 7,149.06 | 6,857.48 |
| 5 | Capital Employed (3-4) (Total Equity) | 697.92 | 757.28 | 1,122.07 | 697.92 | 1,122.07 | 1,309.70 |





Arockiasamy & Raj

Chartered Accountants

New No. 8/2, Old No. 19,
First Floor, 2nd Cross Street,
Kalaimagal Nagar First Main Road.
Ekkatuthangal, Chennai – 600 032
Phone : 044-48501179
Cell : +91 9444035374, 9996266255
E-mail : anaga_in@yahoo.co.uk
auditqueries@gmail.com

UDIN: 19239962AAAAEN6146

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

**To The Board of Directors
KOTHARI INDUSTRIAL CORPORATION LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of KOTHARI INDUSTRIAL CORPORATION LIMITED (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), and its share of the net profit after tax and total comprehensive income of its associates and joint ventures for the quarter ended September 30, 2019 and year to date from April 1, 2019 to September 30, 2019 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations"). Attention is drawn to the fact that the consolidated figures for the corresponding quarter and half year ended September 30, 2018 and the consolidated statement of cash flows for the corresponding period from April 1, 2018 to September 30, 2018, as reported in these unaudited consolidated financial results have been approved by the Holding Company's Board of Directors but have not been subjected to review.

2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been 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 there under and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.





Arockiasamy & Raj

Chartered Accountants

New No. 8/2, Old No. 19,
First Floor, 2nd Cross Street,
Kalaimagal Nagar First Main Road.
Ekkatuthangal, Chennai – 600 032
Phone : 044-48501179
Cell :+91 9444035374, 9996266255
E-mail : anaga_in@yahoo.co.uk
auditqueries@gmail.com

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 of interim financial information consists of making inquiries, primarily of persons responsible for financial 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 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. We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

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

1. The financial statement has been presented on principles applicable to a going concern despite accumulated losses and consequent erosion in net worth, on the fact that significant amount of moneys being made available from time to time by associate companies of the Managing Director for working funds and settlement of old creditors and would continue to do so. Further, the business plan envisaged by management provides for large scale expansion with injection of finance.
 2. No provision has been created in the books against loss that may arise due to the claim raised by Government against Coonoor Property (Refer Note No.4)
 3. Arbitration Award against the Company regarding additional electricity dues of erstwhile Caustic Soda Plant which is challenged by the company before Madras High Court and pending Adjudication (Refer Note No.5)
4. The Statement includes the results of the entities as mentioned in Annexure 1.





Arockiasamy & Raj

Chartered Accountants

New No. 8/2, Old No. 19,
First Floor, 2nd Cross Street,
Kalaimagal Nagar First Main Road.
Ekkatuthangal, Chennai – 600 032
Phone : 044-48501179
Cell :+91 9444035374, 9996266255
E-mail : anaga_in@yahoo.co.uk
auditqueries@gmail.com

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review report of other auditor, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued there under and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. We did not review the interim financial results and other financial information of subsidiaries, whose interim financial results reflect total assets of Rs.22.37 lacs as at September 30, 2019, total revenues of Rs. Nil and Rs.0.01lacs total net profit after tax of Rs.0.01lacs and Rs. Nil, total comprehensive income of Rs. Nil and Rs. Nil for the quarter ended September 30, 2019 and for the period from April 1, 2019 to September 30, 2019, respectively, and net cash outflow of Rs.10.01lacs for the period from April 1, 2019 to September 30, 2019, included in the consolidated unaudited financial results, as considered in the consolidated unaudited financial results. This interim financial result has been reviewed by other auditor, whose report has been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries is based solely on the report of the other auditor and procedures performed by us as stated in Paragraph 3 above. Our conclusion on the Statement is not modified in respect of the above matter.

7. The Ind AS consolidated financial statements of the Group for the year ended March 31, 2019, were audited by us and expressed an unmodified opinion on May 30, 2019.

Place : Chennai
Date : 14-11-2019



For AROCKIASAMY & RAJ
CHARTERED ACCOUNTANTS
FRN : 006850S

R. Balaji
R. BALAJI
Partner
M.No: 239962



Arockiasamy & Raj

Chartered Accountants

New No. 8/2, Old No. 19,
First Floor, 2nd Cross Street,
Kalaimagal Nagar First Main Road.
Ekkatuthangal, Chennai – 600 032
Phone : 044-48501179
Cell :+91 9444035374, 9996266255
E-mail : anaga_in@yahoo.co.uk
auditqueries@gmail.com

Annexure-1

List of Subsidiary

| S.No | Name |
|------|--------------------------------------|
| 1 | Kothari Marine International Limited |

