

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: 31.07.2020

Scrip Code: 509732

Dear Sir,

Sub: Standalone and Consolidated Audited Financial Results for the quarter and year ended 31st March, 2020

This is to inform you that at the meeting of the Board of Directors of our Company held today, i.e on 31st July, 2020 at the registered office of the Company, as recommended by the Audit committee, the Board approved and took on record the standalone and consolidated Audited Financial Results for the Quarter and year ended 31st March, 2020. 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 Standalone and Consolidated Audited Financial Results as set out in compliance with the INDAS for the quarter and year ended 31st March, 2020. A copy of the said results along with the report of the Auditors with unmodified opinion issued by the Statutory Auditor of the Company.

Start Time of the Board Meeting- 04.30 PM

End Time of the Board Meeting – 08.55 PM

Kindly take the same on your record & oblige.

Thanking You,

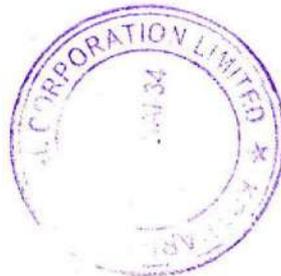
Yours Faithfully,

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)

AUDITED STATEMENT OF RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH 2020**STANDALONE**

PARTICULARS

Quarter Ended

Year Ended

31.03.2020

31.12.2019

31.03.2019

31.3.2020

31.03.2019

(Audited)

(unaudited)

(Audited)

(Audited)

(Audited)

Income from Operations

Gross Revenue from sale of products and services

Other Operating revenue

REVENUE FROM OPERATIONS ((i)+(ii))

OTHER INCOME

1 TOTAL REVENUE

EXPENSES

a) Cost of Material consumed

b) Purchase of stock-in-trade

c) Changes in inventories of finished goods, stock-in-trade, work-in-progress and Intermediates

d) Excise duty

e) Employee Benefits Expenses

f) Finance Costs

g) Depreciation and amortisation expense

h) Other expenses

2 TOTAL EXPENSES

3 PROFIT/ (LOSS) Before Exceptional and Tax (1-2)

4 Exceptional Items:-

a) Loss / (Profit) on Sale of Asset

b) Compensation

c) Provision and Credit balances written back

5 PROFIT/ (LOSS) Before tax (4-5)

Extraordinary Items

PROFIT/ (LOSS) Before Tax (7-8)

a) Current Tax

b) Deferred Tax

6 TAX EXPENSE

7 PROFIT/(LOSS) FOR THE PERIOD (5-6)

8 OTHER COMPREHENSIVE INCOME

Items that will not be reclassified to profit or loss

9 TOTAL COMPREHENSIVE INCOME (7+8)

10 PAID-UP EQUITY SHARE CAPITAL

(Face Value of the Share is of Rs. 5/- each)

11 EARNING PER SHARE(of Re. 5/- each) (not annualised):

Basic & Diluted (Rs.)

(0.29)

(0.19)

0.41

(3.69)

0.32



Note:

1. The above unaudited Standalone Financial results Segment Results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 31st July 2020.

2. The Company has two reportable segments of Fertilizer - (maunfacture, 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 of net worth, there is also significant mismatch between current liability and current assets therefore there is material uncertainty in fulfilling the gabs within reasonable time. Significant amount of moneys being made available from time to time by associate companies of 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. In view of the foregoing, the financials have been prepared on principles applicable to a Going Concern.

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. Exceptional Item Comprise of

- Profit on sale of part of Kothari land and Building for Rs. 674.51 Lakhs related to the sale of 2 floors of Kothari Properties.
- Compensation for the surrender of right over two floors in kothari Building Rs.1181.50 Lakhs based on Arbitration Award.

7. Although the Ground and First Floors of Kothari Building had been transferred to the new owners and let out by them to certain tenants, the company has been requested to raise the rental bills on the present tenants of the new owners and the rent so collected were made over to the present owners, based on an interim arrangement . The rent so collected and equal rent amount made over to the new owners have been reflected in the financial statement as contra which therefore has no impact on the financial results.

8. The Company agreed to transfer balance two floors to a fiancial creditor in settlement of claim made by them are yet to be transferred to the Financial Creditor at their instance.

9. 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.

10. Figures for the 3 months ended 31.03.2020 and corresponding 3 months ended 31.03.2019 are the balancing figures between the audited figures in respect of the full financial year and the year to date figures upto the third quarter of the respective financial years.

11. There is no material impact on the Company's trading operation on Account of Covid-19.

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

13. 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 : 31.07.2020



Pradip D. Kothari
Stein Man

KOTHARI INDUSTRIAL CORPORATION LIMITED

Standalone Balance Sheet		Rs in Lakhs	
		31.03.2020	31.03.2019
Particulars		(Audited)	(Audited)
A	ASSETS		
	NON-CURRENT ASSETS		
1	(a) Property, Plant and Equipment	2,666.20	5,891.25
	(b) Intangible assets	0.65	1.09
	(c) Property held for sale	1517.38	
	(d) Deferred tax assets (net)	778.03	778.03
	(e) Financial Assets		
	(i) Investments	9.99	9.99
	(ii) Loans	95.27	329.84
	(iii) Others		
	(f) Other non-current assets	-	-
	Non-Current Assets	5067.52	7,010.20
2	CURRENT ASSETS		
	(a) Inventories	135.64	160.63
	(b) Financial Assets		
	(i) Investments	-	-
	(ii) Trade receivables	589.27	499.94
	(iii) Cash and cash equivalents	30.43	32.99
	(iv) Other Bank Balances	-	
	(v) Other financial assets	488.69	511.04
	(vi) Other		
	(c) Other current assets		
	Current Assets	1244.03	1,204.60
	TOTAL ASSETS	6,311.55	8,214.80
B	EQUITY AND LIABILITIES		
	EQUITY		
	(a) Equity Share Capital	955.54	955.54
	(b) Other Equity	(365.43)	354.16
	Equity	590.11	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	23.95	21.30
	(c) Deferred tax Liabilities (Net)	-	-
	(d) Other non-current liabilities		
	Non Current Liabilities	1318.65	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	730.36	1,138.82
	(iii) Other Financial liabilities	3,567.17	4,367.82
	(b) Other Current liabilities	-	-
	(c) Provisions	105.27	82.46
	(d) Current Tax Liabilities (Net)		
	Current Liabilities	4402.80	5,589.10
	TOTAL EQUITY AND LIABILITIES	6,311.55	8,214.80



KOTHARI INDUSTRIAL CORPORATION LIMITED
Standalone Cash Flow Statement for the year ended 31st March, 2020

Rs. In Lakhs

	For the year ended 31st March 2020		For the year ended 31st March 2019	
A) Cash flow from Operating Activities				
PROFIT/(LOSS) BEFORE TAX		(704.78)		61.11
ADJUSTMENTS FOR				
Miscellaneous Income			7.70	
Provision for Doubtful debts			(65.18)	
Compensation	(1,181.50)		-	
Profit on sale of Property	674.51		-	
Loss on Disposal of assets				
Depreciation and amortization expense	(19.62)		(47.18)	
Interest	(1.11)		(0.56)	
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		(527.72)		(105.22)
ADJUSTMENTS FOR		(177.06)		166.33
MOVEMENT IN WORKING CAPITAL;				
Inventories	24.98		95.59	
Trade Receivables	(89.33)		(68.91)	
Other Financial Assets	22.35		(132.48)	
Short Term Provisions	10.66		13.54	
Trade Payables	(408.46)		(146.43)	
Financial Liabilities	(1,982.17)		144.40	
NET CASH FLOW FROM OPERATING ACTIVITIES		(2,421.97)		(94.29)
		(2,599.03)		72.04
B) CASH FLOW FROM INVESTING ACTIVITIES				
Purchase / Sale of Property, Plant and equipments, Intangibles	2,363.00		(28.09)	
Purchase of Investments			(9.99)	
Net Advances Paid				
NET CASH FLOW FROM INVESTING ACTIVITIES(B)		2,363.00		(38.08)
B) CASH FLOW FROM FINANCING ACTIVITIES				
Long Term Borrowings	-		-	
Advances	234.58		(61.44)	
Interest Paid	(1.11)		(0.56)	
NET CASH FLOW FROM FINANCING ACTIVITIES(C)		233.47		(62.00)
NET INCREASE IN CASH AND CASH EQUIVALENTS(A+B+C)		(2.56)		(28.04)
CASH AND CASH EQUIVALENT OPENING BALANCE		32.99		61.03
EFFECT OF EXCHANGE DIFFERENCES ON RESTATEMENT OF FOREIGN CURRENCY CASH AND CASH EQUIVALENTS		-		-
CASH AND CASH EQUIVALENT CLOSING BALANCE		30.43		32.99
COMPONENTS OF CASH AND CASH EQUIVALENTS				
Cash on Hand		4.64		2.24
Balances on Current Accounts		25.79		30.75
Cheques on Hand				
TOTAL CASH AND CASH EQUIVALENTS		30.43		32.99



KOTHARI INDUSTRIAL CORPORATION LIMITED

(Rs.in lakhs)

Segment-wise Revenue, Results, Assets and Liabilities for the Quarter and Year ended 31st March 2020
STANDALONE

Sl. No.	PARTICULARS	Quarter Ended			Year Ended	
		31.03.2020 (Audited)	31.12.2019 (Unaudited)	31.03.2019 (Audited)	31.03.2020 (Audited)	31.03.2019 (Audited)
1	Segment Revenue (Net Sales/Income from Operations)					
	a. Fertilizer	291.75	622.93	197.78	1,556.19	1,601.42
	b. Rental from Property	41.50	124.40	61.47	194.76	232.84
	Total	333.25	747.33	259.25	1,750.95	1,834.26
	Less: Inter Segment revenue					
	Net Sales / Income from Operations	333.25	747.33	259.25	1,750.95	1,834.26
2	Segment Results (Profit before Tax and Interest)					
	a. Fertilizer	(106.75)	(42.29)	(279.29)	(348.42)	(534.84)
	b. Rental from Property	28.01	14.21	50.96	66.69	222.33
	Total Segment results	(78.74)	(28.08)	(228.33)	(281.73)	(312.51)
	Less:					
	(i) Unallocated Interest and finance Charges	0.44	0.15	0.20	1.11	0.56
	(ii) Other Unallocable expenditure net of unallocable income	22.89	(8.50)	307.07	(421.94)	374.18
	Profit before tax	(56.29)	(36.73)	78.54	(704.78)	61.11
3	Segment Assets					
	a. Fertilizer	605.40	767.29	580.48	605.40	580.48
	b. Rental from Property	149.94	158.20	113.08	149.94	113.08
	Unallocated	5,556.21	5,728.88	7,461.24	5,556.21	7,461.24
	Total Segment Assets	6,311.55	6,654.37	8,154.80	6,311.55	8,154.80
4	Segment Liability					
	a. Fertilizer	1,285.59	1,715.00	1,996.31	1,285.59	1,996.31
	b. Rental from Property	141.73	193.60	152.60	141.73	152.60
	Unallocated	4,294.12	4,084.57	4,696.19	4,294.12	4,696.19
	Total Segment Liabilities	5,721.44	5,993.17	6,845.10	5,721.44	6,845.10
5	Capital Employed (3-4) (Total Equity)	590.11	661.20	1,309.70	590.11	1,309.70





Arockiasamy & Raj
Chartered Accountants

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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

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

To

The Board of Directors of
KOTHARI INDUSTRIAL CORPORATION LIMITED

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date standalone financial results of KOTHARI INDUSTRIAL CORPORATION LIMITED (the "Company") for the quarter ended March 31, 2020 and for the year ended March 31, 2020 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard;
and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net loss and other comprehensive loss and other financial information of the Company for the quarter ended March 31, 2020 and for the year ended March 31, 2020.

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

- (i) 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 (Refer Note No.3).
- (ii) 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).



- (iii) 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).

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net loss and other comprehensive loss of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.



As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



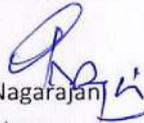
Other Matter

The comparative Ind AS financial information of the Company for the corresponding quarter and year ended March 31, 2019, included in these standalone financial results, were audited by us and expressed an unmodified opinion on those financial information on May 30,2019.

The Statement includes the results for the quarter ended March 31, 2020 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations



For Arockiasamy & Raj
Chartered Accountants
Firm Regn No. 006850S


A. Nagarajan

Partner

M.no:020680

UDIN: 20020680AAAAKP1863

Place : Chennai

Date : 31-07-2020



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)

AUDITED STATEMENT OF RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH 2020

PARTICULARS	CONSOLIDATED				
	Quarter Ended			Year Ended	
	31.03.2020 (Audited)	31.12.2019 (unaudited)	31.03.2019 (Audited)	31.3.2020 (Audited)	31.03.2019 (Audited)
Income from Operations					
Gross Revenue from sale of products and services	304.27	622.93	197.78	1568.71	1601.42
Other Operating revenue	41.50	124.40	61.47	194.76	232.84
REVENUE FROM OPERATIONS ((i)+(ii))	345.77	747.33	259.25	1,763.47	1,834.26
OTHER INCOME	22.89	21.53	25.56	85.05	92.67
1 TOTAL REVENUE	368.66	768.86	284.81	1,848.52	1,926.93
EXPENSES					
a) Cost of Material consumed	-	-	9.37	-	9.37
b) Purchase of stock-in-trade	243.27	463.8	77.47	1325.89	1215.29
c) Changes in inventories of finished goods, stock-in-trade, work-in-progress and Intermediates	8.26	51.97	67.63	9.09	78.05
d) Excise duty	-	-	-	-	-
e) Employee Benefits Expenses	45.15	40.14	54.52	165.54	175.54
f) Finance Costs	0.44	0.15	0.20	1.11	0.56
g) Depreciation and amortisation expense	1.29	1.00	13.18	19.64	47.19
h) Other expenses	126.44	218.52	265.41	524.94	621.33
2 TOTAL EXPENSES	424.85	775.58	487.78	2,046.21	2,147.33
3 PROFIT/ (LOSS) Before Exceptional and Tax (1-2)	(56.19)	(6.72)	(202.97)	(197.69)	(220.40)
4 Exceptional Items:-					
a) Profit / (Loss) on Sale of Asset	-	(30.03)	-	674.51	-
b) Compensation	-	-	-	(1,181.50)	-
c) Provision and Credit balances written back	-	-	281.51	-	281.51
5 PROFIT/ (LOSS) Before tax (4-5)	(56.19)	(36.75)	78.54	(704.68)	61.11
Extraordinary Items	-	-	-	-	-
PROFIT/ (LOSS) Before Tax (7-8)	(56.19)	(36.75)	78.54	(704.68)	61.11
a) Current Tax	0.03	-	-	0.03	-
b) Deferred Tax	-	-	-	-	-
6 TAX EXPENSE	0.03	-	-	0.03	-
7 PROFIT/(LOSS) FOR THE PERIOD (5-6)	(56.22)	(36.75)	78.54	(704.71)	61.11
8 OTHER COMPREHENSIVE INCOME					
Items that will not be reclassified to profit or loss	(14.81)	-	54.76	(14.81)	54.76
9 TOTAL COMPREHENSIVE INCOME (7+8)	(71.03)	(36.75)	133.30	(719.52)	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
11 EARNING PER SHARE(of Re. 5/- each) (not annualised):					
Basic & Diluted (Rs.)	(0.29)	(0.19)	0.41	(3.69)	0.32



Note:

1. The above unaudited Consolidated Financial results Segment Results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 31st July 2020.
2. The Company has two reportable segments of Fertilizer - (maunufacture, 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 of net worth, there is also significant mismatch between current liability and current assets therefore there is material uncertainty in fulfilling the gabs within reasonable time. Significant amount of moneys being made available from time to time by associate companies of 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. In view of the foregoing, the financials have been prepared on principles applicable to a Going Concern.
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. Exceptional Item Comprise of
 - a) Profit on sale of part of Kothari land and Building for Rs. 674.51 Lakhs related to the sale of 2 floors of Kothari Properties.
 - b) Compensation for the surrender of right over two floors in kothari Building Rs.1181.50 Lakhs based on Arbitration Award.
7. Although the Ground and First Floors of Kothari Building had been transferred to the new owners and let out by them to certain tenants, the company has been requested to raise the rental bills on the present tenants of the new owners and the rent so collected were made over to the present owners, based on an interim arrangement. The rent so collected and equal rent amount made over to the new owners have been reflected in the financial statement as contra which therefore has no impact on the financial results.
8. The Company agreed to transfer balance two floors to a fiancial creditor in settlement of claim made by them are yet to be transferred to the Financial Creditor at their instance.
9. 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.
10. Figures for the 3 months ended 31.03.2020 and corresponding 3 months ended 31.03.2019 are the balancing figures between the audited figures in respect of the full financial year and the year to date figures upto the third quarter of the respective financial years.
11. There is no material impact on the Company's trading operation on Account of Covid-19.
12. The figures of the previous periods have been regrouped reclassified wherever necessary.
13. 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



Pradip D Kothari
Chairman

Place: Chennai 600034

Date : 31.07.2020

KOTHARI INDUSTRIAL CORPORATION LIMITED

		Rs in Lakhs	
Consolidated Balance Sheet			
Particulars		31.03.2020	31.03.2019
		(Audited)	(Audited)
A	ASSETS		
	NON-CURRENT ASSETS		
1	(a) Property, Plant and Equipment	2,666.20	5,891.25
	(b) Intangible assets	0.65	1.09
	(c) Property held for sale	1,517.38	
	(d) Deferred tax assets (net)	778.03	778.03
	(e) Miscellaneous Expenditure	0.13	0.17
	(e) Financial Assets		
	(i) Investments	-	
	(ii) Loans	95.27	329.84
	(iii) Others	-	
	(f) Other non-current assets	-	-
	Non-Current Assets	5057.66	7000.38
2	CURRENT ASSETS		
	(a) Inventories	135.64	172.84
	(b) Financial Assets	-	-
	(i) Investments	-	
	(ii) Trade receivables	589.27	499.94
	(iii) Cash and cash equivalents	33.82	43.09
	(iv) Other Bank Balances	-	
	(v) Other financial assets	488.79	510.93
	(vi) Other		
	(c) Other current assets		
	Current Assets	1247.52	1,226.80
	TOTAL ASSETS	6,305.18	8,227.18
B	EQUITY AND LIABILITIES		
	EQUITY		
	(a) Equity Share Capital	955.54	955.54
	(b) Other Equity	(365.36)	354.16
	(c) Minority Interest	-	-
	Equity	590.18	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	23.95	21.30
	(c) Deferred tax Liabilities (Net)	-	-
	(d) Other non-current liabilities		
	Non Current Liabilities	1318.65	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	730.36	1,138.82
	(iii) Other Financial liabilities	3,557.37	4,367.82
	(b) Other Current liabilities	3.33	12.38
	(c) Provisions	105.29	82.46
	(d) Current Tax Liabilities (Net)		
	Current Liabilities	4396.35	5,601.48
	TOTAL EQUITY AND LIABILITIES	6,305.18	8,227.18



KOTHARI INDUSTRIAL CORPORATION LIMITED

Consolidated Cash Flow Statement for the year ended 31st March, 2020

Rs. In Lakhs

	For the year ended 31st March 2020		For the year ended 31st March 2019	
A) Cash flow from Operating Activities				
PROFIT/(LOSS) BEFORE TAX		(704.71)		61.11
ADJUSTMENTS FOR				
Miscellaneous Income			7.70	
Provision for Doubtful debts			(65.18)	
Compensation	(1,181.50)		-	
Profit on sale of Property	674.51		-	
Loss on Disposal of assets				
Depreciation and amortization expense	(19.65)		(47.18)	
Interest	(1.11)		(0.56)	
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES		(527.75)		(105.22)
ADJUSTMENTS FOR		(176.96)		166.33
MOVEMENT IN WORKING CAPITAL;				
Inventories	37.20		83.37	
Trade Receivables	(89.33)		(68.91)	
Other Financial Assets	22.14		(132.37)	
Short Term Provisions	10.68		13.54	
Trade Payables	(408.46)		(146.43)	
Financial Liabilities	(1,991.96)		144.40	
Other Current Liabilities	(9.05)		12.38	
NET CASH FLOW FROM OPERATING ACTIVITIES		(2,428.78)		(94.02)
		(2,605.74)		72.31
B) CASH FLOW FROM INVESTING ACTIVITIES				
Purchase / Sale of Property, Plant and equipments, Intangibles	2,363.00		(28.09)	
Miscellaneous Expenditure			(0.17)	
Purchase of Investments				
Net Advances Paid				
NET CASH FLOW FROM INVESTING ACTIVITIES(B)		2,363.00		(28.26)
B) CASH FLOW FROM FINANCING ACTIVITIES				
Long Term Borrowings	-		-	
Advances	234.58		(61.43)	
Interest Paid	(1.11)		(0.56)	
NET CASH FLOW FROM FINANCING ACTIVITIES(C)		233.47		(61.99)
NET INCREASE IN CASH AND CASH EQUIVALENTS(A+B+C)		(9.27)		(17.94)
CASH AND CASH EQUIVALENT OPENING BALANCE		43.09		61.03
EFFECT OF EXCHANGE DIFFERENCES ON RESTATEMENT OF FOREIGN CURRENCY CASH AND CASH EQUIVALENTS		-		-
CASH AND CASH EQUIVALENT CLOSING BALANCE		33.82		43.09
COMPONENTS OF CASH AND CASH EQUIVALENTS				
Cash on Hand		8.01		2.24
Balances on Current Accounts		25.81		40.85
Cheques on Hand				
TOTAL CASH AND CASH EQUIVALENTS		33.82		43.09



KOTHARI INDUSTRIAL CORPORATION LIMITED

(Rs.in lakhs)

Segment-wise Revenue, Results, Assets and Liabilities for the Quarter and Year ended 31st March 2020

Sl. No.	PARTICULARS	consolidated				
		Quarter Ended			Year Ended	
		31.03.2020 (Audited)	31.12.2019 (Unaudited)	31.03.2019 (Audited)	31.03.2020 (Audited)	31.03.2019 (Audited)
1	Segment Revenue (Net Sales/Income from Operations)					
	a. Fertilizer	291.75	622.93	197.78	1,556.19	1,601.42
	b. Rental from Property	41.50	124.40	61.47	194.76	232.84
	c. Others	12.52			12.52	
	Total	345.77	747.33	259.25	1,763.47	1,834.26
	Less: Inter Segment revenue					
	Net Sales / Income from Operations	345.77	747.33	259.25	1,763.47	1,834.26
2	Segment Results (Profit before Tax and Interest)					
	a. Fertilizer	(106.75)	(42.31)	(279.29)	(348.42)	(534.84)
	b. Rental from Property	28.01	14.21	50.96	66.69	222.33
	c. Others	0.10			0.10	
	Total Segment results	(78.64)	(28.10)	(228.33)	(281.63)	(312.51)
	Less:					
	(i) Unallocated Interest and finance Charges	0.44	0.15	0.20	1.11	0.56
	(ii) Other Unallocable expenditure net of unallocable Income	22.89	(8.50)	307.07	(421.94)	374.18
	Profit before tax	(56.19)	(36.75)	78.54	(704.68)	61.11
3	Segment Assets					
	a. Fertilizer	605.40	767.29	580.48	605.40	580.48
	b. Rental from Property	149.94	158.20	113.08	149.94	113.08
	Unallocated	5,549.84	5,731.33	7,533.62	5,549.84	7,533.62
	Total Segment Assets	6,305.18	6,656.82	8,227.18	6,305.18	8,227.18
4	Segment Liability					
	a. Fertilizer	1,285.59	1,715.00	1,996.31	1,285.59	1,996.31
	b. Rental from Property	141.73	193.60	152.60	141.73	152.60
	Unallocated	4,287.68	4,087.05	4,768.57	4,287.68	4,768.57
	Total Segment Liabilities	5,715.00	5,995.65	6,917.48	5,715.00	6,917.48
5	Capital Employed (3-4) (Total Equity)	590.18	661.17	1,309.70	590.18	1,309.70





Arockiasamy & Raj
Chartered Accountants

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

To

The Board of Directors of
KOTHARI INDUSTRIAL CORPORATION LIMITED

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying statement of quarterly and year to date consolidated financial results of KOTHARI INDUSTRIAL CORPORATION LIMITED ("Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its associates and joint ventures for the quarter ended March 31, 2020 and for the year ended March 31, 2020 ("Statement"), attached here with, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"). Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended March 31, 2019, as reported in these consolidated financial results have been approved by the Holding Company's Board of Directors but have not been subjected to audit.

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on separate audited financial statements / financial information of the subsidiaries, associates and joint ventures, the Statement:

- i. Includes the results of the entities as mentioned in Annexure - 1;
- ii. are presented in accordance with the requirements of the Listing Regulations in this regard; and
- iii. gives a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of the consolidated net Loss and other comprehensive loss and other financial information of the Group for the quarter ended March 31, 2020 and for the year ended March 31, 2020.

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

- (i) 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 (Refer Note No.3).



- (ii) 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).
- (iii) 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).

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group, its associates and joint ventures in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Consolidated Financial Results

The Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the net loss and other comprehensive loss and other financial information of the Group including its associates and joint ventures in accordance with the applicable accounting standards prescribed under section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associates and joint ventures and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for assessing the ability of the Group and of its associates and joint ventures to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates and joint ventures are also responsible for overseeing the financial reporting process of the Group and of its associates and joint ventures.



Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates and joint ventures to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associates and joint ventures to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group and its associates and joint ventures of which we are the independent auditors and whose financial information we have audited, to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Statement of which we are the independent auditors. For the other entities included in the Statement, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.



We communicate with those charged with governance of the Holding Company and such other entities included in the Statement of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

Other Matter

The accompanying Statement includes the audited financial statements and other financial information, in respect of:

- A subsidiary, whose financial statements include total assets of Rs.13.34 lacs as at March 31, 2020, total revenues of Rs. 12.52 lacs and Rs.12.52 lacs, total net profit after tax of Rs.0.10 lacs and Rs.0.07 lacs, total comprehensive income of Rs. 0.10 and Rs.0.07 lacs for the quarter ended March 31, 2020, as considered in the Statement which have been audited by their respective independent auditors.

The independent auditor's report on the financial statements /financial information of these entities have been furnished to us by the Management and our opinion on the Statement in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, joint ventures and associates is based solely on the reports of such auditors and the procedures performed by us as stated in paragraph above.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors. The comparative Ind AS financial information of the Group, its associates and joint ventures for the corresponding quarter and for the year ended March 31, 2019, included in these consolidated financial results, were audited by who expressed an unmodified opinion on those consolidated financial information on May 30, 2019.

The Statement includes the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.



For Arockiasamy & Raj
Chartered Accountants
Firm Regn No. 006850S


A. Nagarajan

Partner

M.no:020680

UDIN: 20020680AAAAKQ6168

Place : Chennai

Date : 31-07-2020



Arockiasamy & Raj

Chartered Accountants

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Annexure-I

List of Subsidiary

S.No	Name
1	Kothari Marine International Limited

