

**CLC Industries Limited**

(Formerly known as **Spentex Industries Limited**)

Regd. Off : A-60, OKHLA INDUSTRIAL AREA, PHASE - II, NEW DELHI - 110020.

CIN : L74899DL1991PLC138153; Email : secretarial@clcindia.com

**Standalone Statement of Unaudited financial results for the quarter and half year ended September 30,2018**

(all Amount in Lakhs of INR, unless otherwise stated)

S.No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		Unaudited			Unaudited		Audited
		30.09.2018	30.06.2018	30.09.2017	30.09.2018	30.09.2017	31.03.2018
	<b>Income</b>						
I	Revenue from operations	6,875.85	9,189.93	13,787.68	16,065.78	27,851.50	48,053.43
II	Other Income	134.56	165.66	23.27	300.22	110.06	1,217.44
III	<b>Total Income (I+II)</b>	<b>7,010.41</b>	<b>9,355.59</b>	<b>13,810.95</b>	<b>16,366.00</b>	<b>27,961.56</b>	<b>49,270.87</b>
	<b>Expenses</b>						
IV	Cost of raw material consumed	4,365.85	5,983.71	9,325.46	10,349.57	18,398.46	32,030.73
	Purchase of Stock in Trade	9.73	45.02	8.52	54.75	10.60	26.45
	Changes in inventories of finished goods, work-in-progress and Stock in Trade	368.27	316.32	(426.81)	684.58	489.57	2,246.97
	Excise Duty on sale	-	-	-	-	23.93	23.93
	Employee benefits expense	1,577.40	1,619.18	1,950.10	3,196.58	4,003.59	7,324.42
	Finance Costs	244.07	213.84	272.13	457.91	500.16	874.17
	Depreciation and amortization expense	257.27	251.61	285.40	508.88	547.88	1,055.46
	Other expenses	1,928.30	1,099.58	2,896.14	3,027.88	5,925.38	10,293.62
	<b>Total expenses (IV)</b>	<b>8,750.89</b>	<b>9,529.26</b>	<b>14,310.94</b>	<b>18,280.15</b>	<b>29,899.57</b>	<b>53,875.75</b>
V	<b>Profit/(Loss) before exceptional Items and Tax (III-IV)</b>	<b>(1,740.48)</b>	<b>(173.67)</b>	<b>(499.99)</b>	<b>(1,914.15)</b>	<b>(1,938.01)</b>	<b>(4,604.88)</b>
VI	Expenses of exceptional nature	-	-	-	-	-	12,203.82
VII	Income of exceptional nature	682.10	-	-	682.10	-	-
VII	<b>Profit/(loss) before,extraordinary, and tax (V-VI)</b>	<b>(1,058.38)</b>	<b>(173.67)</b>	<b>(499.99)</b>	<b>(1,232.05)</b>	<b>(1,938.01)</b>	<b>(16,808.70)</b>
VIII	<b>Tax Expenses</b>						
	(1) Current Tax	-	-	-	-	-	-
	(2) Mat Credit Entitlement Excess Provision Written Back	-	-	-	-	-	(44.13)
	(3) Deferred Tax	-	-	-	-	-	-
	Total Tax Expenses	-	-	-	-	-	-
IX	<b>Profit/Loss for the period (VII-VIII)</b>	<b>(1,058.38)</b>	<b>(173.67)</b>	<b>(499.99)</b>	<b>(1,232.05)</b>	<b>(1,938.01)</b>	<b>(16,808.70)</b>
X	<b>Other comprehensive income</b>						
A	Items that will be reclassified to profit or loss						
B	Items that will not be reclassified to profit or loss						
	Changes in fair value of FVTOCI equity instruments	0.01	0.01	(0.02)	0.02	(0.04)	(0.11)
	Actuarial (gain)/loss on remeasurement of defined benefit plan	58.11	58.11	30.92	116.22	61.84	238.02
	<b>Other comprehensive income for the period (net of tax)</b>	<b>58.12</b>	<b>58.12</b>	<b>30.90</b>	<b>116.24</b>	<b>61.80</b>	<b>237.91</b>
XI	<b>Total comprehensive income for the period (IX+X)</b>	<b>(1,116.50)</b>	<b>(231.79)</b>	<b>(530.89)</b>	<b>(1,348.29)</b>	<b>(1,999.81)</b>	<b>(17,046.61)</b>
	Paid up Equity Share Capital Face value of Rs. 10 each (No. in Lakhs)	897.72	897.72	897.72	897.72	897.72	897.72
	Earnings per share (of INR 10 each):						
	(a) Basic	(1.18)	(0.19)	(0.56)	(1.37)	(2.16)	(18.67)
	(a) Diluted	(1.18)	(0.19)	(0.56)	(1.37)	(2.16)	(18.67)

**Notes:**

- 1 The above Standalone Financial Results of the Company for the the quarter and half year ended September 30, 2018. have been reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on November 14, 2018. The financial results are prepared in accordance with the Indian Accounting Standard (Ind AS) as prescribed under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules 2015 (as amended).
- 2 The format for the unaudited quarterly results as prescribed in SEBI's Circular No. CIR/CFD/CMD/15/2015 dated 30th November 2015 has been modified to comply with the requirements of SEBI's Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016, Ind AS and Schedule III to the Companies Act, 2013 applicable to the Company that is required to comply with Ind-AS.
- 3 The Statutory Auditors have carried out limited review of the Standalone Financial Results of the Company for the quarter and half year ended September 30, 2018.
- 4 In accordance with Ind AS 108 "Operating Segment" on Segment Reporting notified under the Companies (Accounting Standards) Rules, 2006 (as amended) in accordance with section 133 of the Companies Act, 2013, read with relevant rules issued thereunder, for standalone financials, the Company is in the business of Manufacture of Yarn and there is only single segment.

<b>Entity wise disclosure</b>	<b>Domestic</b>	<b>Overseas</b>
<b>Revenue from operations</b>	(Rs. In Lakhs)	(Rs. In Lakhs)
Quarter ended on September 30, 2018	5,665.56	1,210.29
Quarter ended on September 30, 2017	10,752.68	3,034.99

- 5 Expenses of exceptional nature comprise of provision for diminution in the value of investment in the subsidiary Amit Spinning Industries Limited (ASIL) Rs. 2044.70 lacs and write off of Rs. 7557.94 lakhs recoverable from the subsidiary ASIL. During the Financial Year 2017-18 ASIL moved to National Company Law Tribunal (NCLT) for resolution of its liabilities. Further, NCLT vide order dated 01.08.2017, has admitted the Company's petition and has appointed Resolution Professional for the Company. The same has been so accounted for keeping in view the ongoing proceedings of Amit Spinning Industries Limited ( ASIL) in National Company Law Tribunal (NCLT) under the Insolvency and Bankruptcy Code (IBC),2016. The company ASIL has filed its petition before NCLT and Resolution professional has been appointed as per IBC,2016 . keeping in view of above as per Ind AS 109 no adjustment was made for Corporate guarantee given by Spentex Industries Limited to ASIL. Further during the quarter the company written back interest liability on NCD and EARC.
- 6 There are delays/defaults in repayments of substantial to lenders, Company's current liabilities exceeded its current assets and net worth of the Company has also been eroded as at September 30, 2018. Majority of the Indian lenders have categorized the Company as Non Performing Asset (N PA) under RBI regulations Some of the lenders have filed application for recovery of its dues before Debt Recovery Tribunal (DRT). The Quarterly and six month ended results of the company has been prepared on going concern basis as the management believe that the accumulated losses would be wiped off and the profitability improved and the networth will turn positive once financial restructuring is carried out by the lenders and requisite working capital is raised. Company is in advanced stages of this financial resolution and is quite hopeful that within the current financial year, the same will be carried out.
- 7 The Company has not allotted shares against amount of Rs. 1,109.50 lakhs which was brought in by the promoters in more than one installments under restructuring scheme approved by the bankers of the company. Due to pending necessary approvals and directions for allotment of shares, the Company has not complied with the provisions of Section 42 and Acceptance of Deposit Rules of the Companies Act, 2013 .
- 8 The Company's accounts had become Non performing assets (NPA) with majority of the banks and due to this reason, the majority of lenders stopped charging interest from the company on their outstanding debts amount from the dates on which their accounts become NPA. In view of the above, the company has not charged to statement of profit and loss account interest expenses of Rs. 1,349.91 lakhs and related penal interest and other charges for the quarter, if any, in respect of delay in repayment of borrowings from the banks. Further, Liability for interest expenses of Rs. 16,316.39 lakhs till June 30, 2018 has not been accounted for.
- 9 During the quarter ended June 30, 2018 company has booked refund of Wheeling charges and wheeling Loss for the FY 2015-16 and 2016-17 amounting to Rs. 311.40 Lacs and power factor incentive of Rs. 761.27 Lacs based on petition filled before MERC ( Maharashtra Electricity Regulatory Commission) u/s 142 of the Electricity Act,2003 as well as u/s 86(1)(a), 86(1)(i) read with Section 42(2) and Section 23 of Electricity Act, 2003 and other relevant Rules and Regulations. Management is confident for recovery of the same.
- 10 Ind AS 115 Revenue from Contracts with Customers, mandatory for reporting periods beginning on or after April 1, 2018, replaces existing revenue recognition requirements. Under the modified retrospective approach there were no significant adjustments required to the retained earnings at April 1, 2018. Also, the application of Ind AS 115 did not have any significant impact on recognition and measurement of revenue and related items in the financial results.
- 11 The outstanding balance as on September 30, 2018 in respect of trade receivables, trade payables and loans & advances are subject to confirmation/reconciliation at the financial year end and consequential adjustment if any, from the respective parties. The management, however, does not expect any material variations.
- 12 Due to working capital crunch, Baramati plant was shut down during the FY 2017-18 . Management of the company is confident of restarting the unit within current financial year once financial restructuring is carried out by lenders and additional working capital is raised. this shut down is temporary in nature, hence no impairment testing was done.

- 13 The company has applied to Securities & Exchange Board of India (SEBI) seeking exemption for maintaining at least 15% of the amount of its debenture maturing during the financial year 2017-18 vide circular no 04/2013 dated 11-Feb-2013 issued by Ministry of Corporate Affairs, which is still awaited.
- 14 Previous period figures have been regrouped / rearranged wherever necessary, to make them comparable.

For & on behalf of the Board of Directors

**CLC Industries Limited**

(Formerly known as Spentex Industries Limited)

Sd/-

**Mukund Choudhary**

Managing Director

Place : New Delhi

Date : November 14, 2018

## CLC Industries Limited

(Formerly known as Spentex Industries Limited)

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CIN : L74899DL1991PLC138153; Email : secretarial@clcindia.com

### Standalone Statement of Assets and Liabilities

(all Amount in Lakhs of INR, unless otherwise stated)

	Particulars	As at September 30,2018	As at March 31,2018
	<b>ASSETS</b>		
1	<b>Non-current assets</b>		
	(a) Property, plant and equipment	15,717.79	16,275.64
	(b) Capital work-in-progress	-	0.04
	(d) Financial Assets		-
	(i) Investments	0.50	0.51
	(ii) Loans	532.82	956.84
	(iii) Others	165.76	199.25
	(e) Deferred tax assets (net)	-	-
	<b>Total Non current assets (A)</b>	<b>16,416.87</b>	<b>17,432.28</b>
2	<b>Current assets</b>		
	(a) Inventories	1,371.84	2,355.44
	(b) <b>Financial Assets</b>		
	(i) Trade receivables	1,217.69	958.84
	(ii) Cash and cash equivalents	332.34	197.36
	(iii) Bank balances other than (ii) above	7.12	7.12
	(iv) Loans	66.90	58.07
	(v) Others	2,616.71	1,607.15
	(c) Current Tax Assets (Net)	89.32	74.66
	(d) Other current assets	1,658.22	2,563.39
	<b>Total current assets (B)</b>	<b>7,360.14</b>	<b>7,822.03</b>
	Non-current assets classified as held for sale	27.32	102.86
	<b>Total current assets (C)</b>	<b>27.32</b>	<b>102.86</b>
	<b>Total (A+B+C)</b>	<b>23,804.33</b>	<b>25,357.18</b>
	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
	(a) Equity Share capital	8,977.20	8,977.20
	(b) Other Equity	(54,059.64)	(52,711.38)
	<b>Total Equity (A)</b>	<b>(45,082.44)</b>	<b>(43,734.17)</b>
	<b>LIABILITIES</b>		
1	<b>Non-current liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	2,905.00	3,117.00
	(ii) Other financial liabilities	-	66.87
	(b) Provisions	1,342.91	1,267.21
	<b>Total Non-current liabilities (B)</b>	<b>4,247.91</b>	<b>4,451.08</b>
2	<b>Current liabilities</b>		
	(a) Financial Liabilities		
	(i) Borrowings	29,949.90	30,082.35
	(ii) Trade Payables	5,941.35	6,226.48
	(iii) Other financial liabilities	25,239.05	25,696.88
	(b) Other current liabilities	2,828.96	2,134.50
	(c) Provisions	679.60	500.05
	<b>Total Current liabilities (C)</b>	<b>64,638.86</b>	<b>64,640.27</b>
	<b>Total Equity and Liabilities (A+B+C)</b>	<b>23,804.33</b>	<b>25,357.18</b>