

India Glycols Limited

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(Pursuant to clause 41 of Listing Agreement)

Part-I Statement of Unaudited Financial Results for the Quarter and Nine Months ended December 31, 2014 (Rs. in Lacs)

		Standalone					
Sl. No.	Particulars	Quarter ended			Nine Months ended		Year ended
		31.12.2014 (Unaudited)	30.09.2014 (Unaudited)	31.12.2013 (Unaudited)	31.12.2014 (Unaudited)	31.12.2013 (Unaudited)	31.03.2014 (Audited)
1	Gross sales/ income from operations	67,164	73,924	81,428	228,967	260,780	343,346
	Less: Excise Duty	13,478	9,704	12,078	38,902	42,272	56,482
	Income from operations						
	(a) Net sales/ income from operations (Net of excise duty)	53,686	64,220	69,350	190,065	218,508	286,864
	(b) Other operating income / (loss)	628	1,010	366	2,547	1,009	1,636
	Total income from operations (net)	54,314	65,230	69,716	192,612	219,517	288,500
2	Expenses						
	(a) Cost of materials consumed	38,474	39,108	39,644	109,552	119,488	154,327
	(b) Purchases of stock-in-trade	1,302	8,852	14,381	28,591	37,816	51,031
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(5,247)	(3,453)	(4,733)	(6,274)	(5,232)	(5,654)
	(d) Employee benefits expense	2,257	1,974	1,981	6,238	5,831	7,952
	(e) Depreciation and amortisation expense	2,208	2,213	2,066	6,631	6,159	8,284
	(f) Power and fuel	7,893	9,266	8,819	25,014	25,442	34,618
	(g) Others	6,521	6,408	7,424	18,718	18,492	25,289
	Total Expenses	53,408	64,368	69,582	188,470	207,996	275,847
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	906	862	134	4,142	11,521	12,653
4	Other Income / (Loss)	813	1,789	384	3,778	2,683	2,894
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	1,719	2,651	518	7,920	14,204	15,547
6	Finance costs (net)	3,999	3,970	3,363	12,330	9,811	13,353
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(2,280)	(1,319)	(2,845)	(4,410)	4,393	2,194
8	Exceptional Items [(Income)/ Loss]	4,313	1,550	477	4,857	15,425	19,173
9	Profit / (Loss) from ordinary activities before Tax (7-8)	(6,593)	(2,869)	(3,322)	(9,267)	(11,032)	(16,979)
10	Tax expenses (Net) (Refer Note 1)	(2,509)	(951)	(1,174)	(3,396)	(3,634)	(5,025)
11	Net Profit / (Loss) from Ordinary Activities after tax (9-10)	(4,084)	(1,918)	(2,148)	(5,871)	(7,398)	(11,954)
12	Extraordinary items	-	-	-	-	-	-
13	Net Profit / (loss) for the period (11-12)	(4,084)	(1,918)	(2,148)	(5,871)	(7,398)	(11,954)
14	Paid-up Equity Share Capital (Face value - Rs. 10/- per share)	3,096	3,096	3,096	3,096	3,096	3,096
15	Reserves excluding revaluation reserves (as per balance sheet of previous accounting year)						49,737
16	Basic / Diluted EPS after exceptional items for the period - not annualised (in Rs.)	(13.19)	(6.19)	(6.94)	(18.96)	(23.89)	(38.61)

PART II - Select Information for the Quarter and Nine Months ended December 31, 2014

A		PARTICULARS OF SHAREHOLDING					
1	Aggregate of Public Share holding						
	- Number of Shares	12054175	12054175	12053175	12054175	12053175	12053175
	- Percentage of Share holding	38.93%	38.93%	38.93%	38.93%	38.93%	38.93%
2	Promoters and promoter group shareholding						
a)	Pledged / Encumbered						
	- Number of shares	160000	160000	160000	160000	160000	160000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.85%	0.85%	0.85%	0.85%	0.85%	0.85%
	- Percentage of shares (as a % of the total share capital of the company)	0.52%	0.52%	0.52%	0.52%	0.52%	0.52%
b)	Non encumbered shares						
	- Number of shares	18747325	18747325	18748325	18747325	18748325	18748325
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	99.15%	99.15%	99.15%	99.15%	99.15%	99.15%
	- Percentage of shares (as a % of the total share capital of the company)	60.55%	60.55%	60.55%	60.55%	60.55%	60.55%
B		INVESTORS COMPLAINTS					
		Quarter ended 31.12.2014					
Pending at the beginning of the quarter		-					
Received during the quarter		4					
Disposed of during the quarter		4					
Remaining unresolved at the end of the quarter		-					

Segment wise Revenue, Results and Capital Employed

Segment Revenue (Net of excise duty)						
- Industrial Chemicals	43,950	58,338	62,504	167,719	196,828	258,658
- Ethyl Alcohol (Potable)	6,557	4,398	5,456	16,254	17,622	22,793
- Others	3,179	1,484	1,390	6,092	4,058	5,413
Total	53,686	64,220	69,350	190,065	218,508	286,864
Segment Results (Profit / (Loss) before Interest and Tax)						
- Industrial Chemicals	(434)	3,876	1,072	7,904	8,110	1,917
- Ethyl Alcohol (Potable)	(92)	138	(166)	554	1,085	1,769
- Others	358	251	171	790	565	818
Total	(168)	4,265	1,077	9,248	9,760	4,504
Less :						
- Interest (Net)	3,999	3,970	3,363	12,330	9,811	13,353
- Unallocated corporate expenses net of unallocable income	2,426	3,164	1,036	6,185	10,981	8,130
Profit / (Loss) before tax	(6,593)	(2,869)	(3,322)	(9,267)	(11,032)	(16,979)
Capital Employed (Segment assets- Segment liabilities)						
- Industrial Chemicals	186,790	162,051	171,515	186,790	171,515	160,483
- Ethyl Alcohol (Potable)	12,495	13,565	12,311	12,495	12,311	13,631
- Others	20,590	20,839	19,040	20,590	19,040	20,565
Total	219,875	196,455	202,866	219,875	202,866	194,679

Notes:

- Tax expenses includes deferred tax reversal of Rs.2,509 Lacs and Rs. 3,396 Lacs for the quarter and nine months ended December 31, 2014 respectively.
- The Kashipur plant was under shut down for approximately 20 days during October 2014 for silver catalyst change. Due to this, production for the quarter was effected.
- Exceptional items during the quarter ended December 31, 2014 represents exchange rate differences on payment, settlement as well as reinstatement of short term foreign currency borrowings and other monetary assets/ liabilities amounting to Rs. 1,832 lacs and loss on sale of spent silver catalyst amounting to Rs. 2,481 lacs.
- In line with consistent practice followed in the quarterly results, Exchange Differences, arising due to change in exchange rates during the quarter, on account of Foreign Exchange contracts pertaining to certain trade receivables on account of exports will be recognised at the year end. Gain/losses, if any, being notional do not effect the cash flow of the Company and actual gain/loss in this respect is ascertainable only on the final settlement of such contracts.
- Company has investment of Rs. 5,428 Lacs in equity shares and 10% cumulative redeemable preference share capital, loans amounting to Rs. 1,937 Lacs (including interest accrued) and advances amounting to Rs. 8,414 Lacs in a subsidiary company, Shakumbari Sugar and Allied Industries Limited (SSAIL), where net worth as per the audited accounts for the year ended March 31, 2013 had been fully eroded and has also been declared sick industrial undertaking as per the provision of Sick Industrial Companies Act, 1985. Considering the intrinsic value of the investee assets, long term nature of investment and direction issued by the Hon'ble Board for Industrial and Financial Reconstruction for preparation of revival scheme by the operating agency as appointed, which has been filed with BIFR on January 11, 2014, no provision at this stage is considered necessary by the management against investments made in above stated subsidiary. On this auditors' has drawn attention. (Also refer note 6 below).
- Company received a letter from National Stock Exchange of India Limited (NSE) dated October 30, 2014, wherein, Company has been advised to restate its financial statements w.r.t. qualification raised by statutory auditors on investments and loans to SSAIL, pertaining to financial year 2012-13. The Company has written letter to NSE for granting an opportunity of representing the case in person and has accordingly not made any adjustments with respect to the same.
- Short Term loans and advances includes Rs. 14,650 Lacs given to IGL Finance Ltd. (IGLFI), 100% subsidiary of the company. IGLFI in turn had invested funds for short term in commodity financing contracts offered by National Spot Exchange Ltd. (NSEL). NSEL has defaulted in settling the contracts on due dates. However, considering the present state of affairs, action taken by the Govt. and other authorities, the management is confident of recovery of dues from NSEL over a period of time. Accordingly, against total exposure in IGLFI of Rs. 14,775 Lacs (including Investment in capital of Rs.125 Lacs), no provision has been considered necessary at this stage by the company and shown as good and fully recoverable. On this auditors' has drawn attention.
- During the quarter ended June 30, 2014, capacity utilisation was affected at Kashipur Plant for more than a week, due to outbreak of fire in the cooling tower. Due to this, production was also effected during the quarter and half year ended September 30, 2014. An insurance claim has been filed for reinstatement of asset as well as for losses incurred due to business interruption and the same is being evaluated by the insurance company. Based on assessment made by the management and experts, the Company has accounted for business interruption loss amounting to Nil and Rs. 1,904 Lacs during the quarter and nine months ended December 31, 2014 respectively. The same has been included under the head " Other Income".
- The useful life of Fixed Assets has been revised in accordance with Schedule II of Companies Act, 2013 effective April 1, 2014. Due to above, Depreciation for the quarter and nine months ended December 31, 2014 is lower by Rs. 59 Lacs and Rs. 117 Lacs respectively, due to change in useful life of Fixed Assets. Further, based on transitional provision provided in Note 7(b) of Schedule II, an amount of Rs. 477 Lacs on account of assets whose useful life is already exhausted as on April 1, 2014, net of deferred tax of Rs. 246 Lacs thereon, have been adjusted to opening balance of General Reserve during the nine months ended December 31, 2014.
- On realisability of overdue receivable from an overseas party, amounting to Rs. 5,018 Lacs, auditors' have drawn attention. The Company is following up with the party for early settlement.
- Previous quarters / year figures have been regrouped / reclassified wherever considered necessary.
- The above results were reviewed by the Audit committee and have been approved by the Board of Directors in its meeting held on February 14, 2015.

For INDIA GLYCOLS LIMITED

Place : Noida
Date : February 14, 2015.

Sd/-
U. S. BHARTIA
Chairman and Managing Director