

CENTURY ENKA LIMITED

Phone : +91-22-4321 5300 / 2202 7375
Fax : +91-22-4321 5353 / 2287 3952
E-mail : admin@centuryenka.com
Website : www.centuryenka.com



MUMBAI OFFICE :
INDUSTRY HOUSE, 3RD FLOOR,
159, CHURCHGATE RECLAMATION
MUMBAI - 400 020.

10th May, 2017

The Manager
The National Stock Exchange of India Ltd.
Listing Department, Exchange Plaza, 5th Floor
Plot No. C/1, G-Block
Bandra Kurla Complex
Bandra (East)
Mumbai - 400 051.

Dear Sir

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, enclosed herewith please find a Statement of Audited Annual Accounts of the Company for the financial year ended 31st March, 2017 and for the quarter ended on that date, approved by the Board of Directors at its Meeting held today i.e. 10th May, 2017. This is for your kind information and record.

We shall appreciate if you kindly display a copy of the Financial Results of the Company on your Notice Board and Website for information of your members.

The Meeting commenced at 12.30 P.M. and concluded at 2.20 P.M.

Thanking you

Yours faithfully
For CENTURY ENKA LIMITED

(C.B. Gagrani)
Company Secretary

Encl: as above

Regd. Off. : Plot No.72 & 72-A, MIDC, Bhosari, Pune - 411 026.
Factory : Bhosari, Pune - 411 026.
Tel. : +91-20-6612 7300, 2712 0423 • Fax : +91-20-2712 0113
CIN : L24304PN1965PLC139075

ISO 9001

BUREAU VERITAS

Certification

Excluding Design



CENTURY ENKA LIMITED

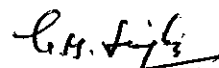
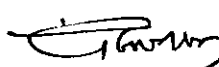
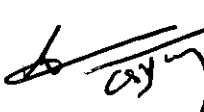
Phone : +91-22-4321 5300 / 2202 7375
 Fax : +91-22-4321 5353 / 2287 3952
 E-mail : admin@centuryenka.com
 Website : www.centuryenka.com



MUMBAI OFFICE :
 INDUSTRY HOUSE, 3RD FLOOR,
 159, CHURCHGATE RECLAMATION
 MUMBAI - 400 020.

FORM A

Format of covering letter of the annual audit report to be filed with the Stock Exchange

1.	Name of the Company	Century Enka Limited
2.	Annual financial statements for the year ended	31st March, 2017
3.	Type of Audit observation	Un-Modified / Emphasis of Matter: One matter of emphasis.
4.	Frequency of observation	Continuing, was also included in the previous year's Audit Report
5.	To be signed by- • Whole Time Director • CFO • Auditors of the Company • Audit Committee Chairman	 (G.M. Singhvi)  (K. G. Ladsaria)  (Gautam V Shah) Partner Membership No.F-117348 Khimji Kunverji & Co. Chartered Accountants Firm Regn.No.105146W  (S.K. Jain)

Regd. Off. : Plot No.72 & 72-A, MIDC, Bhosari, Pune - 411 026.
 Factory : Bhosari, Pune - 411 026.
 Tel. : +91-20-6612 7300, 2712 0423 • Fax : +91-20-2712 0113
 CIN : L24304PN1965PLC139075





Auditors' Report on Quarterly Financial Results and Year to Date Financial Results of Century Enka Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of
Century Enka Limited

We have audited the accompanying financial results of Century Enka Limited ('the Company') for the quarter ended 31 March 2017 and the year to date results for the period from 1 April 2016 to 31 March 2017 ('the 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. Attention is drawn to the fact that the figures for the quarter ended 31 March 2017 and the corresponding quarter ended in the previous year as reported in these financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of the third quarter of the current and previous financial year respectively. Also, the figures up to the end of the third quarter of the respective financial year had only been reviewed and not subjected to an audit.

These quarterly financial results as well as the year to date financial results have been prepared on the basis of the reviewed financial results up to the end of the third quarter and audited annual financial statements respectively, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial results based on our audit of such financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

Based on our audit conducted as above, in our opinion and to the best of our information and according to the explanations given to us, these quarterly financial results as well as the year to date results:

- (a) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated 5 July 2016 in this regard; and
- (b) give a true and fair view of the financial performance including other comprehensive income and other financial information for the quarter ended 31 March 2017 as well as the year to date results for the period 1 April 2016 to 31 March 2017.



Auditors' Report on Quarterly Financial Results and Year to Date Financial Results of Century Enka Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Continued)

Emphasis of Matter

We draw your attention to Note 4 to the financial results regarding the Company's appeal pending before CESTAT, Mumbai against the excise duty demand aggregating Rs. 22,927 lakh plus interest thereon and penalty of Rs. 22,927 lakh. Based on expert legal advice and merits of the case, no provision has been considered necessary by the Company. The final determination of the cash outflow, if any, would depend upon the final decision of the appropriate authorities in the future. Our opinion is not modified in respect of this matter.

Other Matter

The comparative financial information of the Company for the year ended 31 March 2016 and the transition date opening Balance Sheet as at 1 April 2015 included in these Ind AS financial statements, are based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by Price Waterhouse, Chartered Accountants (predecessor auditor) for the year ended 31 March 2016 and for the year ended 31 March 2015, whose reports dated 4 May 2016 and 5 May 2015, respectively, expressed an unmodified opinion on those financial statements, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been audited by us. Our opinion is not modified in respect of this matter.

For Khimji Kunverji & Co.

Chartered Accountants

Firm's Registration No: 105146W



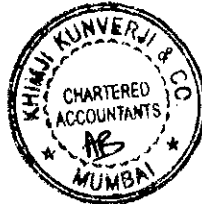
Gautam V. Shah

Partner

Membership No: 117348

Mumbai

10 May 2017



CENTURY ENKA LIMITED
Statement of Audited results for the quarter and year ended 31st March, 2017

Rs. in Lacs

S.No.	Particulars	Three Months Ended			Year Ended	
		31-03-2017	31-12-2016	31-03-2016	31-03-2017	31-03-2016
		Audited (Refer Note 10)	Unaudited	Audited (Refer Note 10)	Audited	Audited
I	Revenue From Operations	40,295	31,861	31,596	1,33,922	1,28,734
II	Other Income	349	673	217	1,549	431
III	Total Income (I+II)	40,644	32,534	31,813	1,35,471	1,29,165
IV	EXPENSES					
	Cost of materials consumed	21,414	17,166	14,292	69,359	63,514
	Purchases of Stock-in-Trade	313	-	1	455	12
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	(1,290)	(2,134)	2,178	(4,174)	5,150
	Employee benefits expense	2,042	1,867	1,829	7,792	7,282
	Power and Fuel	4,696	4,700	3,407	17,313	16,076
	Finance costs	150	70	239	562	956
	Depreciation and amortization expense	1,148	1,036	1,113	4,237	4,094
	Excise Duty	4,544	3,745	3,285	15,391	13,886
	Other expenses	3,119	2,051	2,388	9,599	8,621
	Total expenses (IV)	36,136	28,501	28,732	1,20,534	1,19,591
V	Profit before exceptional items and tax (III- IV)	4,508	4,033	3,081	14,937	9,574
VI	Exceptional Items (Note 5)	958	-	-	958	754
VII	Profit before tax (V-VI)	3,550	4,033	3,081	13,979	8,820
VIII	Tax expense:					
	(1) Current tax	1,592	1,405	943	5,198	2,875
	(2) (Excess)/Short Provision of Tax relating to earlier years	-	-	-	-	(69)
	(3) Deferred tax liability / (asset)	(372)	12	162	(316)	104
IX	Profit for the period (VII-VIII)	2,330	2,616	1,976	9,097	5,910
X	Other Comprehensive Income (Net of Tax)					
	A (i) Items that will not be reclassified to profit or loss	191	(661)	(195)	475	(180)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	25	(16)	26	34	(8)
	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	-	-	-	-	-
XI	Total Comprehensive Income for the period (IX+X) (Comprising Profit and Other Comprehensive Income for the period)	2,546	1,939	1,807	9,606	5,722
XII	Paid-up Equity Share Capital (Face value of Rs. 10 each)	-	-	-	2,185	2,185
XIII	Other Equity	-	-	-	83,251	75,617
XIIIV	Earnings per Share (of Rs. 10 each):					
	(1) Basic	10.66	11.97	9.04	41.63	27.05
	(2) Diluted	10.66	11.97	9.04	41.63	27.05

02



NOTES :

- 1) The above results have been reviewed and recommended for adoption by the Audit Committee to the Board of Directors and have been approved by the Board of Directors at its meeting held on 10th May, 2017. The Statutory Auditors have carried out audit of the above financial results and their audit report contains emphasis with respect to matter disclosed in note 4 below.
- 2) The Board of Directors have recommended dividend @ Rs. 7.00 Per equity share for the year ended 31st March, 2017 at their meeting held on 10th May, 2017 (Previous year Rs. 7.50 per equity share)
- 3) The Company's business activity falls within a single operating segment i.e. "Synthetic Yarn".
- 4) Excise Department had issued an order dated 31st December 2013 denying the applicability of notification No. 6/2000 dated 1st March 2000 and raised a demand of Rs.22,927 lacs plus interest thereon and penalty equivalent to demand amount. The Company has filed an appeal before Appellate Tribunal (CESTAT), which has been admitted on pre-deposit of Rs.700 Lacs and granted stay against the recovery. The Company has been advised by legal experts that it has a fair chance of ultimately succeeding in the matter and accordingly no provision is required to be made in accounts.
- 5) Exceptional item for the quarter and year ended 31st March, 2017 represents impairment provision of Rs. 958 Lacs on some Polyester Spinning machines at Bharuch plant as per valuation report and for the year ended 31st March, 2016 represents write down of Rs. 754 Lacs of Continuous Polyester Polymerisation Unit (CPU) at Bharuch Plant due to suspension of continuous Polyester operations in November 2013.
- 6) The Company has adopted Indian Accounting Standards (Ind AS) notified by Ministry of Corporate Affairs from 1st April, 2016. The figures for the quarter and year ended 31st March, 2016 are also in compliance with Ind AS.
- 7) Consequent to transition to Ind AS, in accordance with para 32 of Ind AS 101 - First time adoption of Ind AS, reconciliation between net profit under 'Previous Indian GAAP' and as per Ind AS for the quarter and year ended 31st March, 2016 are as follows:

S. No.	Particulars	31-03-2016	
		Quarter Ended	Year Ended
	Net profit for the period under previous Indian GAAP	1,953	5,946
(a)	Actuarial (Gain)/Loss on defined benefit Plans recognised in Other Comprehensive Income	75	(24)
(b)	Depreciation on redesignation of asset held for disposal as Property, Plant and Equipments	(70)	(70)
(c)	Others	30	39
(d)	Deferred tax on above adjustments (net)	(12)	19
	Net Profit for the period under Ind AS	1,976	5,910

- 8) Consequent to transition to Ind AS, in accordance with para 32 of Ind AS 101 - First time adoption of Ind AS, reconciliation between equity under 'Previous Indian GAAP' and as per Ind AS for year ended 31st March, 2016 is as follows:

S. No.	Particulars	Year Ended
		31-03-2016
	Equity as on 31st March, 2016 under previous Indian GAAP	75,588
(a)	Provision of Proposed Dividend for the year 2015-16 (Including Dividend Distribution tax)	1,972
(b)	Fair Valuation of Financial Assets	699
(c)	Depreciation on redesignation of Asset held for disposal as PPE	(347)
(d)	Others	(4)
(e)	Deferred tax on above adjustments (net)	(106)
	Equity as on 31st March, 2016 under Ind AS	77,802

2x



S.No.	Particulars	As at 31-03-2017 (Audited)	As at 31-03-2016 (Audited)
(A)	ASSETS		
	Non-current assets		
	Property, Plant and Equipment	56,877	60,151
	Capital work-in-progress	366	189
	Other Intangible Assets	4	-
	Intangible Assets Under Development	241	-
	Financial assets		
	Investments	2,025	1,509
	Loans	184	191
	Other non current assets	938	925
	Total Non Current Assets	60,635	62,965
	Current assets		
	Inventories	23,081	14,664
	Financial assets		
	Investments	7,778	6,468
	Trade Receivables	18,879	15,577
	Cash and Cash Equivalents	275	475
	Bank balances other than above	156	145
	Loans	6	6
	Current tax Assets	311	838
	Other current assets	825	453
	Total Current Assets	51,311	38,626
	TOTAL ASSETS	1,11,946	1,01,591
(B)	EQUITY AND LIABILITIES		
	Equity		
	Equity Share Capital	2,185	2,185
	Other Equity	83,251	75,617
	Total Equity	85,436	77,802
	Non-current liabilities		
	Financial liabilities		
	Borrowings	3,708	5,144
	Others	233	248
	Provisions	1,256	1,302
	Deferred tax liabilities (Net)	10,158	10,473
	Other Non Current Liability	322	-
	Total Non-Current Liabilities	15,677	17,167
	Current liabilities		
	Financial liabilities		
	Borrowings	109	390
	Trade payables	6,827	3,197
	Others #	2,406	1,919
	Other current liabilities	960	586
	Provisions	176	160
	Current tax liabilities (Net)	355	370
	Total Current Liabilities	10,833	6,622
	TOTAL EQUITY AND LIABILITIES	1,11,946	1,01,591

Includes Current Maturity of Long term Debts of Rs. 1436 lacs (As at 31.03.2016 Rs. 1436 lacs).

- 10) The figures for three months ended 31st March, 2017 and 31st March, 2016, are arrived at as difference between audited figures in respect of the full financial year and published figures upto nine months of relevant financial year.
- 11) The figures for the previous period have been regrouped or reclassified to conform current period classification, wherever necessary.

For Century Enka Limited

Place : Mumbai
Date : 10th May, 2017

(Signature)
(Director)

Regd. office : Century Enka Limited, Plot No.72 & 72A, MIDC., Bhosari, Pune -411026.
CIN : L24304PN1965PLC139075. Website : www.centuryenka.com

