

Regency Ceramics Limited

CIN : L26914TG1983PLC004249

Registered office : Plot No.89/A, Aishwarya, 1st Floor, Street No.8, Sagar Society,
Road No.2, Banjara Hills, Hyderabad - 500 034.

Phone: 040-23319902 E-Mail ID : rlcosec@gmail.com

REF:RCL/SEC/2019

Date: 13th November, 2019

- | | |
|--|---|
| 1. National Stock Exchange of India Ltd
Exchange Plaza,
Bandra Kurla Complex,
Bandra (E), MUMBAI - 400051. | 2. Corporate Relationship Department
BSE Limited, 25 th Floor
Phiroze Jeejeebhoy Towers
Dalal Street, MUMBAI- 400 001. |
|--|---|

Dear Sir / Madam,

Sub : Outcome of Board meeting held on 13.11.2019

Ref : BSE Scrip Code 515018, NSE: REGENCERAM

*** _ _ _ _ _

With reference to the above subject cited, this is to inform the Exchanges that the meeting of the Board of Directors of Regency Ceramics Limited held on Wednesday, 13th November, 2019 at 2:00 p.m. at the registered office of the company the following were considered and approved:

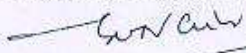
1. Un-Audited financial results along with Limited Review Report for the quarter and half year ended 30.09.2019. (Enclosed)

The meeting concluded at 3.00 p.m.

This is for the information and records of the Exchange, please.

Thanking you.

Yours faithfully,
For Regency Ceramics Limited


Dr G N Naidu
Chairman and Managing Director
DIN: 00105597



Encl: as above

Regency Ceramics Limited

CIN : 26914TG1983PLC004249

Regd Off: Plot No.89/A, 1st Floor, Street No.8, Sagar Society, Road No.2
Banjara Hills, Hyderabad - 500034 Telangana
Phone : 040-23319902, E mail ID: rclcosec@gmail.com

UN AUDITED FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED 30TH SEPTEMBER 2019

(Rs. in lakhs except for share data)							
S.No	Particulars	Quarter ended			* Half Year Ended		Year ended
		30-09-2019	30-06-2019	30-09-2018	30-09-2019	30-09-2018	31-03-2019
		(Un Audited)			(Un Audited)		(Audited)
I	Revenue from Operations	0.00	0.00	0.00	0.00	0.00	0.00
II	Other Income	0.96	0.96	0.75	1.92	5.64	91.26
III	Total income (I + II)	0.96	0.96	0.75	1.92	5.64	91.26
IV	Expenses						
	(a) Cost of Materials consumed	0.00	0.00	0.00	0.00	0.00	0.00
	(b) Purchase of stock-in-trade	0.00	0.00	0.00	0.00	0.00	0.00
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	0.00	0.00	0.00	0.00	0.00	0.00
	(d) Employee benefits expense	1.93	0	10.75	1.93	28.92	43.51
	(e) Finance Cost	0.00	0	4.16	0.00	4.41	9.37
	(f) Depreciation and amortisation expense	112.13	112.14	113.98	224.27	227.96	455.93
	(g) Other expenses	19.54	2.08	7.53	21.62	24.09	99.83
	Total Expenses	133.60	114.22	136.42	247.82	285.38	608.64
V	Loss before Tax (III-IV)	(132.64)	(113.26)	(135.67)	(245.90)	(279.74)	(517.38)
VI	Exceptional Items	0.00	0.00	0.00	0.00	0.00	0.00
VII	Tax expense	0.00	0.00	0.00	0.00	0.00	0.00
VIII	(Loss) / Profit for the period	(132.64)	(113.26)	(135.67)	(245.90)	(279.74)	(517.38)
IX	Other comprehensive income						
	Items that will not be re classified to profit or loss-(net of taxes)	0.00	0.00	0.00	0.00	0.00	0.00
	Other comprehensive income	0.00	0.00	0.00	0.00	0.00	0.00
X	Total comprehensive income (VII + VIII)	(132.64)	(113.26)	(135.67)	(245.90)	(279.74)	(517.38)
XI	Paid-up equity share capital	2644.16	2644.16	2644.16	2644.16	2644.16	2644.16
	Face Value of Rs. Each	10.00	10.00	10.00	10.00	10.00	10.00
	Earning Per Share after extraordinary items						
	Basic	(0.05)	(0.04)	(0.05)	(0.09)	(0.11)	(0.20)
	Diluted	(0.05)	(0.04)	(0.05)	(0.09)	(0.11)	(0.20)



Standalone Statement of Assets and Liabilities

(Rs. In Lakhs)

Particulars	As at 30.09.2019 (Unaudited)	As at 31.03.2019 (Audited)
B. ASSETS		
1. Non-current assets		
(a) Fixed assets	3515.86	3740.13
(b) Capital work-in-progress	-	-
(c) Non-current investments	1.15	1.80
(d) Long-term loans and advances	17.05	17.05
Sub-total - Non-current assets	3534.06	3758.98
2. Current assets		
(a) Inventories	664.00	664.00
(b) Financial Assets		
Trade receivables	797.42	798.24
Cash and cash equivalents	345.07	44.97
Other Financial Assets	1928.29	1928.29
(c) Other current assets	2001.92	2001.92
Sub-total - Current assets	5736.70	5437.42
TOTAL - ASSETS	9270.76	9196.40
A. EQUITY AND LIABILITIES		
1. Shareholders' funds		
(a) Share capital	2644.16	2644.16
(b) Reserves and surplus	(9149.93)	(8904.02)
(c) Money received against share warrants	-	-
Sub-total - Shareholders' funds	(6505.77)	(6259.86)
2. Share application money pending allotment	-	-
3. Minority interest *	-	-
4. Non-current liabilities		
(a) Financial Liabilities-Borrowings	4165.68	3833.02
(b) provisions	158.33	161.52
Sub-total - Non-current liabilities	4324.01	3994.54
5. Current liabilities		
(a) Financial Liabilities- Borrowings	2254.15	2254.15
(b) Trade payables		
Micro and small enterprises	151.34	156.34
Creditors other than micro and small enterprises	2539.86	2538.00
(c) Other financial liabilities	4038.03	4038.03
(d) Other current liabilities	2469.14	2475.20
Sub-total - Current liabilities	11452.52	11461.72
TOTAL - EQUITY AND LIABILITIES	9270.76	9196.40

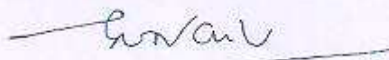


Handwritten signature/initials

Notes:

- 1 These financial result+A18s have been prepared in accordance with Indian Accounting Standards(Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and items of SEBI(Listing Obligations and Disclosure Requirements) Regulations,2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016.
- 2 The above results have been audited by the audit committee and approved by the board at their meeting held on 13th November, 2019. The statutory auditors of the company have carried out limited review of the results for the period ended September 30, 2019.
- 3 The above results were prepared without considering the effect of the loss / damage to Buildings, Plant & Machinery and other assets of the company.
- 4 The unprecedented industrial violence on 27.01.12 resulted in deaths of personnel and destruction of buildings and equipment in the factory. Consequent to this, a lock-out was declared at the factory from 31.01.2012. The Salary, Wages and other benefits to factory employees were not considered as provisional liability and not taken in the books under "No Work - No Pay" principle pending orders / judgment of the Industrial Tribunal.
- 5 Gratuity Provision as per Ind AS-19 and Leave Encashment were not provided in the books due to loss of employee records in the factory during the incident.
- 6 The condition of the fixed assets, raw materials, stores, spares and its present realisable value could not be estimated and not insured.
- 7 Depreciation on fixed assets calculated as per provisions of Companies Act, 2013 has been provided in the normal course due to efflux of time without considering the effect of loss / damage.
- 8 The lenders of the company had taken symbolic possession of the properties in exercise of powers conferred under section 13(4) of the SARFAESI Act and filed an application under section 19 of the Recovery of Debts due to Banks and Financial Institutions Act, 1993 in the Debts Recovery Tribunal, Hyderabad for recovery of their dues. Four banks sanctioned revised OTS package for settlement of their dues and the company paid entire OTS amount. Satisfaction of charges were filed with ROC in respect of one lender. While company is awaiting revised OTS sanction from another Bank based on the decision taken by consortium, the bank filed the petition before the Hon'ble NCLT, Hyderabad bench under section 7 of the Insolvency and Bankruptcy Code, 2016. The company contesting the same. In view of the above, the Long Term Borrowings are considered as current maturities of long term borrowings and shown under Other Current Liabilities. Hypthecation/Hire purchase loans are repayable within one year and shown under Other Current Liabilities.
- 9 The interest on Term Loans and working capital loans was not provided in respect of four banks where the company paid the entire OTS amount and obtained No Dues Certificate. The Interest on Term Loans amounting to Rs.95.53 lakhs for the second quarter 2019-20 and Rs.2161.42 Lakhs upto 30.09.2019 debited by Corporation bank in the current year was not provided in the books as the company is disputing the same.
- 10 The Liability provision for Interest and Penalties payable on account of Statutory Dues were not provided in the books expecting waiver in the current situation.
- 11 The claim made in respect of loss/damage to its properties during the incident on 27.01.2012 was not settled by the Insurance company on reinstatement/replacement basis and as such, the company invoked arbitration clause as the policy terms. And the matter is in progress.
- 12 Segment reporting is not applicable, since the entire operations of the company related to one segment. i.e. Manufacturing of Ceramic Tiles in terms of Ind AS 108 on operating segments.
- 13 Previous period/year figures have been regrouped or rearranged wherever necessary to confirm to current year classification.

For REGENCY CERAMICS LIMITED



Dr. G.N.Naidu
Chairman and Managing Director

Place : Hyderabad
Date : 13.11.2019

REGENCY CERAMICS LIMITED

CASH FLOW STATEMENT

		(Rs.in Lakhs)		
	PARTICULARS	Half Year Ended		Year Ended
		30.09.2019	30.09.2018	2018-19
A.	CASH FLOW FROM OPERATING ACTIVITIES			
	Net Loss before Tax	(245.90)	(279.74)	(517.38)
	Adjustments for:			
	Depreciation	224.27	227.96	455.93
	Interest(net)	0.00	4.41	9.26
	Fair value loss	0.65	0.77	56.04
	Excess Provision /balances return back			(83.92)
	Profit on sale of Fixed Assets(Net)	0.00	(1.50)	(1.50)
	Operating Loss before working capital changes	(20.98)	(48.10)	(81.57)
	Adjustments for:			
	Trade and other receivables	0.81	0.11	6.43
	Trade payables	(12.40)	12.63	(43.63)
	Cash generated from operations	(32.57)	(35.36)	(118.77)
B	CASH FLOW FROM INVESTING ACTIVITIES			
	Sale of Fixed Assets	0.00	1.50	1.50
	Net Cash Used in investing activities	0.00	1.50	1.50
C	CASH FLOW FROM FINANCING ACTIVITIES			
	Loans from Directors	332.67	38.27	133.30
	Repayment of loans from Institutions and others	0.00	0.00	(6.78)
	Interest paid	0.00	(4.41)	(9.26)
	Net Cash used in Financing Activites	332.67	33.86	117.26
	Net Increase/(decrease) in cash and cash equivalents(A+B+C)	300.10	0.00	(0.01)
	Cash and Cash equivalents as at 01.04.2019 (Opening Balance)	44.97	44.96	44.96
	Cash and Cash equivalents as at 30.09.2019 (Closing Balance)	345.07	44.96	44.97



Handwritten signature

**Limited Review Report –Financial Results**

To the Board of Directors of REGENCY CERAMICS LIMITED,

We have reviewed the accompanying statement of unaudited standalone financial results of REGENCY CERAMICS LIMITED ("the Company") for the quarter ended 30th September, 2019 and year-to-date results for the period from 1st April, 2019 to 30th September, 2019 ("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, as amended (the "Listing Regulations").

This statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *Review of Interim Financial Information performed by the Independent Auditor of the Entity*, issued by Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free from material misstatements. 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.

1. Manufacturing operations of the company were stopped due to riots, strike and malicious damage at factory since 27.01.2012. The condition of the fixed assets, raw materials, stores and spares and its present realizable value could not be estimated, not insured and disclosed at book value after providing depreciation on Fixed Assets on account of efflux of time.
2. During the period from 01.04.2012 to 30.09.2019, the company has provided the provisional liability towards salary, wages and other benefits to its factory employee's upto 30.09.2012. Further, the company has not provided for its liability towards Gratuity and leave encashment in accordance to Ind AS-19 "Employee Benefits". The company could not compute the liability in the absence of complete records.
3. There are no confirmatory letters in respect of Debtors, Creditors, loans and advances and other current assets.
4. The company did not provide the interest on secured loans in respect of four lenders where the account were settled under OTS. An amount of Rs.95.53 Lakhs for the current quarter and Rs.2161.42 Lakhs up to 30.09.2019 debited by one bank was not provided in the books as the company is disputing the same.





K.S. Rao & Co.

CHARTERED ACCOUNTANTS

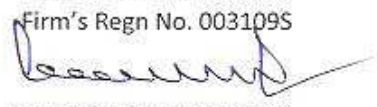
5. The company has not provided the liability towards interest and penalties payable on account of statutory dues and we were informed by the company that the statutory authorities shall waive the same in view of the unprecedented incident.

Based on our review conducted as above, we are **unable to comment on the financial statements due to non-availability of information/damages suffered by the Company due to fire and violence by the workers at the manufacturing facility situated at Yanam.**

Place : Hyderabad
Date : 13.11.2019



for K S RAO & CO.
Chartered Accountants
Firm's Regn No. 003109S


(V VENKATESWARA RAO)
Partner

Membership No. 219209

UDIN: 19 219209 AAAA CS3675