



Regency Ceramics Limited

REF:RCL/SEC/2018

Date: 14th November, 2018

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

Dear Sir / Madam,

Sub : Un-Audited financial results for the quarter ended 30th September 2018.
Ref : Regulation 33 of the SEBI (LODR) Regulations 2015.

The Board of Directors in its meeting held on Wednesday 14th November, 2018 at Regd office of the company, have inter alia considered:

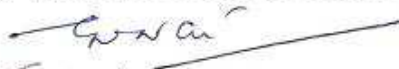
Un-audited Financial Results for the quarter/half year ended 30th September, 2018 reviewed by the Audit Committee and the Limited Review of the same has been carried out by the Statutory Auditors of the company. A Copy of the Un-Audited Financial Results along with the Limited Review Report on the Un-Audited Financial Results is enclosed as per Regulations 33 & 30(4) of the SEBI (LODR) Regulations, 2015.

The above is for your information and record.

Kindly acknowledge the receipt of the same.

Thanking you,

Yours faithfully
For REGENCY CERAMICS LIMITED


Authorized signatory

Encl : a/a

Regency Ceramics Limited

Regd Off:6-3-1090/A/7, IMS House, Somajiguda, Hyderabad - 500082

UN AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th September 2018

S.No	Particulars	Quarter ended			Half Year Ended		Year
		30/09/2018 (Un Audited)	30/06/2018 (Un Audited)	30/09/2017 (Un Audited)	30/09/2018 (Un Audited)	30/09/2017 (Un Audited)	31/03/2018 (Audited)
I	Revenue from Operations	0.00	0.00	0.00	0.00	0.00	0.00
II	Other Income	0.75	4.89	1.46	5.64	2.10	7.08
III	Total income (I + II)	0.75	4.89	1.46	5.64	2.10	7.08
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	10.75	18.17	43.35	28.92	50.29	81.13
	(e) Finance Cost	4.16	0.25	3.88	4.41	20.98	36.84
	(f) Depreciation and amortisation expense	113.98	113.98	117.41	227.96	234.82	468.67
	(g) Other expenses	7.53	16.56	19.23	24.09	33.65	118.72
	Total Expenses	136.42	148.96	183.87	285.38	339.74	705.36
V	Loss before Tax(III-IV)	(135.67)	(144.07)	(182.41)	(279.74)	(337.64)	(698.28)
VI	Exceptional Items	0.00	0.00	0.00	0.00	0.00	1031.40
VII	Tax expense	0.00	0.00	0.00	0.00	0.00	0.00
VIII	(Loss) / Profit for the period	(135.67)	(144.07)	(182.41)	(279.74)	(337.64)	333.12
IX	Other comprehensive income	0.00	0.00	0.00	0.00	0.00	0.00
	Items that will not be re classified to profit or loss-(net of						
	Other comprehensive income	0.00	0.00	0.00	0.00	0.00	0.00
X	Total comprehensive income (viii+ix)	0.00	0.00	0.00	0.00	0.00	0.00
XI	Paid-up equity share capital	(135.67)	(144.07)	(182.41)	(279.74)	(337.64)	333.12
	Basic and Diluted EPS after extraordinary items (Face value of Rs.10/- each)	2644.16 (0.05)	2644.16 (0.05)	2644.16 (0.07)	2644.16 (0.11)	2644.16 (0.13)	2644.16 0.13

for REGENCY CERAMICS LIMITED

G.N. NAIDU

Chairman and Managing Director

Regency Ceramics Limited

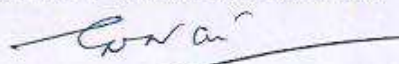
Regd Off: 6-3-1090/A/7, IMS House, Somajiguda, Hyderabad - 50008

Standalone Statement of Assets and Liabilities

(Rs. in lakhs)

Particulars	As at 30.09.2018 (Unaudited)	As at 31.03.2018 (Audited)
B. ASSETS		
1. Non-current assets		
(a) Fixed assets	3968.08	4196.05
(b) Capital work-in-progress	-	-
(c) Non-current investments	57.08	57.84
(d) Long-term loans and advances	17.05	17.05
Sub-total - Non-current assets	4042.21	4270.94
2. Current assets		
(a) Inventories	664.00	664.00
(b) Financial Assets		
Trade receivables	800.65	804.54
Cash and cash equivalents	44.96	44.96
Other Financial Assets	1928.07	1928.31
(c) Other current assets	2001.92	1997.90
Sub-total - Current assets	5439.60	5439.71
TOTAL - ASSETS	9481.81	9710.65
A. EQUITY AND LIABILITIES		
1. Shareholders' funds		
(a) Share capital	2644.16	2644.16
(b) Reserves and surplus	(8666.39)	(8386.64)
(c) Money received against share warrants	-	-
Sub-total - Shareholders' funds	(6022.23)	(5742.48)
2. Share application money pending allotment	-	-
3. Minority interest *	-	-
4. Non-current liabilities		
(a) Financial Liabilities-Borrowings	3737.97	3699.71
(b) provisions	167.29	169.99
Sub-total - Non-current liabilities	3905.26	3869.70
5. Current liabilities		
(a) Financial Liabilities- Borrowings	2254.15	2254.15
(b) Trade payables		
Micro and small enterprises	192.98	192.98
Creditors other than micro and small enterprises	2632.24	2610.56
(c) Other financial liabilities	4044.81	4044.81
(d) Other current liabilities	2474.60	2480.93
Sub-total - Current liabilities	11598.78	11583.43
TOTAL - EQUITY AND LIABILITIES	9481.81	9710.65

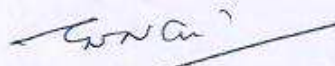
for REGENCY CERAMICS LIMITED


G.N. NAIDU
 Chairman and Managing Director

Notes:

1. These financial results 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 terms 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 November 14, 2018. The statutory auditors of the company have carried out limited review of the results for the period ended September 30, 2018.
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 AS-15 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. The company is awaiting revised OTS sanction from another Bank based on the decision taken by consortium. In view of the above, the Long Term Borrowings are considered as current maturities of long term borrowings and shown under Other Current Liabilities. Hypothecation/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.85.91 lakhs for the second quarter 2018-19 and Rs.1797.00 Lakhs upto 30.09.2018 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 settled by the Insurance company on depreciation method although the company is eligible for the claim under reinstatement/replacement method. Hence, the company rejected the claim amount under protest.
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 : 14.11.2018

**Limited Review Report – Financial Results**

To the Board of Directors of Regency Ceramics Limited,

We have reviewed the accompanying Statement of Unaudited Financial Results of **REGENCY CERAMICS LIMITED** ("the Company") for the quarter ended 30th September, 2018 and year to date from 1st April, 2018 to 30th September, 2018 (the "statement") being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This statement is the responsibility of the Company's Management and has been 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 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 30.09.2018, 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 AS-15 "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.





K.S. Rao & Co.

CHARTERED ACCOUNTANTS

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.85.91 Lakhs for the current quarter and Rs.1797 Lakhs up to 30.09.2018 debited by one bank was not provided in the books as the company is disputing the same.

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 : 14.11.2018



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

(V VENKATESWARA RAO)
Partner
Membership No. 219209