

INDEPENDENT AUDITOR'S LIMITED REVIEW REPORT ON UNAUDITED QUARTERLY FINANCIAL RESULTS OF NITCO LIMITED

TO THE BOARD OF DIRECTORS OF NITCO LIMITED

1. We have reviewed the accompanying Statement of unaudited standalone financial results of NITCO Limited ("the Company") for the quarter ended September 30, 2018 and year to date from April 1, 2018 to September 30, 2018 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'). This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditors of the Entity issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statements are free of material misstatement. A review is limited primarily to enquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the applicable Indian Accounting Standards specified under section 133 of the Companies Act, 2013, and other recognized accounting practices and principles generally accepted in India, has not disclosed information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Nayak & Rane**
Chartered Accountants
Firm Registration No. 117249W


(Kishore K Rane)
Partner
M.No. 100788



Place: Mumbai
Date: October 30, 2018

NITCO LIMITED

Registered office: Plot No.3, Nitco House, Kanjur Village Road, Kanjurmarg (East), Mumbai - 400042.
Tel.No.: 022 67521555/, Fax: 022 67521500, email: investor@nitco.in, Website: www.nitco.in, CIN : L26920MH1966PLC016547

STATEMENT OF UNAUDITED FINANCIAL RESULT FOR THE QUARTER & SIX MONTHS ENDED 30TH SEPTEMBER, 2018

		(Rs. in Lakh except earnings per share)					
		Quarter ended		Six months ended		Year ended	
		30.09.2018 (Unaudited)	30.06.2018 (Unaudited)	30.09.2017 (Unaudited)	30.09.2018 (Unaudited)	30.09.2017 (Unaudited)	31.03.2018 (Audited)
1	Income from Operation						
(a)	Revenue from operations	13,191.38	12,279.64	13,356.97	25,471.02	30,914.73	60,572.57
(b)	Other Income	35.55	26.82	4.81	62.37	35.19	125.24
	Total Income from operation (Net)	13,226.93	12,306.46	13,361.78	25,533.39	30,949.92	60,697.81
2	Expenses:						
(a)	Cost of materials consumed	3,690.62	3,122.98	2,998.51	6,813.60	7,867.86	12,949.88
(b)	Purchase of Stock in trade	5,500.34	5,433.59	5,313.99	10,933.93	11,679.37	23,470.10
(c)	Changes in inventories of finished goods, Stock in trade and work-in-progress	(926.55)	(924.99)	164.88	(1,851.54)	523.86	2,349.15
(d)	Excise Duty	-	-	-	-	699.14	699.14
(e)	Employee benefits expense	2,067.20	1,957.90	1,914.35	4,025.10	3,944.76	7,844.03
(f)	Power & fuel expense	1,065.07	1,263.60	952.27	2,328.67	1,994.97	4,582.96
(g)	Finance cost	529.62	480.20	57.90	1,009.82	100.27	845.50
(h)	Depreciation and amortization expense	786.28	771.28	948.42	1,557.56	1,883.08	7,245.87
(i)	Other expenses	1,806.52	1,680.25	1,924.74	3,486.77	4,100.65	8,275.15
	Total Expenses	14,519.10	13,784.81	14,275.06	28,303.91	32,793.96	68,261.78
3	Profit / (Loss) before tax	(1,292.17)	(1,478.35)	(913.28)	(2,770.52)	(1,844.04)	(7,563.97)
	Exceptional items	-	-	-	-	-	(24,786.41)
4	Profit / (Loss) from ordinary activities before tax (7 ± 8)	(1,292.17)	(1,478.35)	(913.28)	(2,770.52)	(1,844.04)	17,222.44
5	Tax expense	-	-	-	-	-	(2,034.84)
6	Net Profit / (Loss) after tax	(1,292.17)	(1,478.35)	(913.28)	(2,770.52)	(1,844.04)	19,257.28
	Other Comprehensive Income	(61.15)	96.68	9.16	35.53	4.98	(20.49)
	A. Items that will not be reclassified to profit or loss	-	-	-	-	-	-
	(i) Remeasurements of post-employment benefit obligations	(61.15)	96.68	9.16	35.53	4.98	(20.49)
	(ii) Tax relating to items that will not be reclassified to profit or loss	(1,353.32)	(1,381.67)	(904.12)	(2,734.99)	(1,839.06)	19,236.79
7	Total other comprehensive expense/ (income), net of income tax	(1,353.32)	(1,381.67)	(904.12)	(2,734.99)	(1,839.06)	19,236.79
	Total Comprehensive Income	7,185.90	7,185.90	5,469.93	7,185.90	5,469.93	7,185.90
8	Paid-up equity share capital (Face Value Rs. 10 per share)						
9	Earnings per share (before extraordinary items) [of Rs. 10/- each]						
(a)	(not annualised):						
(b)	Basic	(1.88)	(1.92)	(1.65)	(3.81)	(3.36)	34.43
	Diluted	(1.88)	(1.92)	(1.65)	(3.81)	(3.36)	34.43

1. The above financial results were reviewed by the audit committee and thereafter taken on record by the Board of Directors at their Meeting held on 30th October 2018 and have undergone "Limited Review" by the statutory auditors of the Company.

2. The above results have been prepared in accordance with the principles and procedures of the Indian Accounting Standards ("Ind AS") as specified under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.

3. Power and fuel expenses are net as under:

Particulars	Quarter ended			Six months ended		Year ended	
	30.09.2018 (Unaudited)	30.06.2018 (Unaudited)	30.09.2017 (Unaudited)	30.09.2018 (Unaudited)	30.09.2017 (Unaudited)	31.03.2018 (Audited)	
Sale of Power generated through Windmill	276.51	287.92	228.55	564.43	490.57	569.33	

4. Consequent to introduction of Goods and Service Tax (GST) with effect from 1st July 2017, Central Excise, Value Added Tax(VAT) have been subsumed into GST. In accordance with the Indian Accounting Standard -18 on Revenue and Schedule III of The Companies Act 2013, unlike Excise Duty, levies of GST, VAT etc are not the part of Revenue. Accordingly, the figures for period upto June 2017 are not strictly relatable to those thereafter. The following additional information is being provided to facilitate such understanding.

(Rs. in Lakh)

Particulars	Quarter ended			Six months ended		Year ended	
	30.09.2018 (Unaudited)	30.06.2018 (Unaudited)	30.09.2017 (Unaudited)	30.09.2018 (Unaudited)	30.09.2017 (Unaudited)	31.03.2018 (Audited)	
Revenue from operations	13,191.38	12,279.64	13,356.97	25,471.02	30,914.73	60,572.57	
Less : Excise Duty	-	-	-	-	1,532.31	1,532.31	
Revenue from operations excluding excise duty on sales	13,191.38	12,279.64	13,356.97	25,471.02	29,382.42	59,040.26	

5. Subsequent to current quarter, New Vardhman Vitrified Pvt Ltd , a joint venture and subsidiary of NITCO Limited having its manufacturing unit in Gujarat has suspended its production. NITCO Limited has made necessary alternate arrangement of sourcing of the products being manufactured at New Vardhman Vitrified Pvt Ltd.

6. The previous quarter/ year figures are regrouped/ restated/ reclassified/ rearranged, wherever necessary, to make them comparable.

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER & SIX MONTHS ENDED 30TH SEPTEMBER, 2018

(Rs. in Lakh)								
Sr. No.	Particulars	Quarter ended			Six months ended		Year ended	
		30.09.2018 (Unaudited)	30.06.2018 (Unaudited)	30.09.2017 (Unaudited)	30.09.2018 (Unaudited)	30.09.2017 (Unaudited)	31.03.2018 (Audited)	
1	Segment Revenue							
	- Tiles and other related products	13,178.33	12,266.59	13,344.26	25,444.93	29,205.49	57,573.51	
	- Real estate	13.05	13.05	12.71	26.09	1,744.43	2,999.06	
	Total Revenue	13,191.38	12,279.64	13,356.97	25,471.02	30,949.92	60,572.57	
2	Segment results							
	- Tiles and other related products	(770.84)	(999.49)	(844.19)	(1,770.33)	(1,900.72)	(7,234.68)	
	- Real estate	8.29	1.34	(11.19)	9.63	156.95	516.21	
	Total Segment Profit Before Finance Cost and Tax	(762.55)	(998.15)	(855.38)	(1,760.70)	(1,743.77)	(6,718.47)	
	Finance cost	529.62	480.20	57.90	1,009.82	100.27	845.30	
	Exceptional items	-	-	-	-	-	(24,786.41)	
	Profit Before Tax	(1,292.17)	(1,478.35)	(913.28)	(2,770.52)	(1,844.04)	17,222.44	
	Segment Assets & Liabilities			Quarter Ended	Six months ended		Year ended	
		30.09.2018 (Unaudited)	30.06.2018 (Unaudited)	30.09.2017 (Unaudited)	30.09.2018 (Unaudited)	30.09.2017 (Unaudited)	31.03.2018 (Audited)	
	Tiles and other related products	83,628.86	83,263.77	91,659.94	83,628.86	91,659.94	84,258.91	
	Real Estate	26,399.11	26,412.57	35,450.12	26,399.11	35,450.12	26,909.38	
	Other Un-allocable Assets	13,080.54	13,721.15	7,857.88	13,080.54	7,857.88	13,892.00	
	Total Segment Assets	123,108.51	123,397.49	134,967.94	123,108.51	134,967.94	125,060.29	
	Segment Liabilities							
	Tiles and other related products	19,285.09	18,605.27	18,575.36	19,285.09	18,575.36	19,035.82	
	Real Estate	161.79	122.11	82.31	161.79	82.31	156.93	
	Other Un-allocable Liabilities	4,108.91	4,046.02	1,368.10	4,108.91	1,368.10	4,252.76	
	Total Segment Liabilities	23,555.79	22,773.40	20,025.77	23,555.79	20,025.77	23,445.51	

STATEMENT OF ASSETS AND LIABILITIES

(Rs. in Lakh)

	Particulars	As at 30.09.2018 (Unaudited)	As at 31.03.2018 (Audited)
A	Assets		
1	Non-current assets		
	(a) Property, plant & equipment	45,307.86	46,429.21
	(b) Capital work-in-progress	444.40	326.56
	(c) Intangible assets	6.72	9.41
	(d) Financial assets		
	(1) Investment in subsidiaries	2,735.36	2,735.36
	(2) Other Financial assets	2,246.51	2,248.25
	(g) Other non-current assets	3,046.88	2,933.72
	Sub-total - Non-current assets	53,787.73	54,682.51
2	Current assets		
	(a) Inventories	16,677.94	14,427.88
	(b) Inventories Real Estate	15,575.65	15,575.65
	(c) Financial assets		
	(1) Current investments	-	-
	(2) Trade receivables	15,733.78	18,118.89
	(3) Cash and cash equivalents	1,641.80	1,279.60
	(4) Other Bank balances	3,585.49	4,851.01
	(5) Loans	9,001.19	9,042.42
	(6) Other Financial assets	1,471.73	1,448.40
	(d) Other current assets	5,633.21	5,633.92
	Sub-total - Current assets	69,320.79	70,377.77
	Total - Assets	123,108.52	125,060.28
B	Equity and liabilities		
1	Equity		
	(a) Equity Share capital	7,185.90	7,185.90
	(b) Share Warrants	1,750.00	1,750.00
	(c) Other equity	4,730.11	7,465.10
	Sub-total-Equity	13,666.01	16,401.00
2	Non-current liabilities		
	(a) Financial liabilities		
	(1) Borrowings	77,885.01	81,397.79
	(b) Provisions	182.07	189.96
	(c) Deferred tax liabilities (Net)	-	-
	(d) Other non-current liabilities	-	-
	Sub-total-Non-current liabilities	78,067.08	81,587.75
3	Current liabilities		
	(a) Financial liabilities		
	(1) Short-term borrowings	-	-
	(2) Trade payables	15,454.37	15,101.45
	(3) Other financial liabilities	8,818.99	4,471.65
	(b) Other current liabilities	6,760.22	7,178.50
	(c) Provisions	341.85	319.93
	Sub-total-Current liabilities	31,375.43	27,071.53
	Total-Equity and liabilities	123,108.52	125,060.28

Place : Mumbai
Date: 30th October 2018

Vivek Talwar
Chairman & Managing Director