

## Statement of Unaudited Financial Results for the Quarter &amp; Nine Months Ended 31st December, 2019



Rs. in Lacs

S.No.	Particulars	Three Months Ended			Nine Month Ended		Year Ended
		31-Dec-19	30-Sep-19	31-Dec-18	31-Dec-19	31-Dec-18	31-Mar-19
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I	Revenue From Operations	36,956	33,441	47,186	107,921	135,681	179,138
II	Other Income	679	1,473	917	2,666	1,671	2,163
III	<b>Total Income (I+II)</b>	<b>37,635</b>	<b>34,914</b>	<b>48,103</b>	<b>110,587</b>	<b>137,352</b>	<b>181,301</b>
IV	<b>EXPENSES</b>						
	Cost of materials consumed	19,788	23,018	32,857	67,409	88,980	116,757
	Purchases of Stock-in-Trade	831	271	-	1,127	2	484
	Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	3,627	(2,833)	(1,267)	(900)	(1,080)	(357)
	Employee benefits expense	2,471	2,461	2,343	7,322	6,934	9,445
	Power and Fuel	4,646	4,935	5,687	14,619	16,822	21,946
	Finance costs	62	68	84	204	259	346
	Depreciation and amortization expense	1,127	1,146	1,138	3,444	3,369	4,504
	Other expenses	3,693	4,323	3,834	11,546	11,405	15,812
	<b>Total expenses (IV)</b>	<b>36,245</b>	<b>33,389</b>	<b>44,676</b>	<b>104,771</b>	<b>126,691</b>	<b>168,937</b>
V	<b>Profit before exceptional items and tax (III- IV)</b>	<b>1,390</b>	<b>1,525</b>	<b>3,427</b>	<b>5,816</b>	<b>10,661</b>	<b>12,364</b>
VI	Exceptional Items Income/(Loss) (Refer Note 4)	-	-	(454)	-	(454)	(454)
VII	<b>Profit before tax (V+VI)</b>	<b>1,390</b>	<b>1,525</b>	<b>2,973</b>	<b>5,816</b>	<b>10,207</b>	<b>11,910</b>
VIII	Tax expense (Refer Note 5):						
	(i) Current tax	245	158	1,212	1,419	3,752	4,360
	(ii) (Excess)/Short Provision of Tax relating to earlier years	-	(4)	(84)	(4)	(84)	(84)
	(iii) Deferred tax Liability/ (Assets)	228	(3,229)	(191)	(2,964)	(65)	(24)
IX	<b>Profit for the period (VII-VIII)</b>	<b>917</b>	<b>4,600</b>	<b>2,036</b>	<b>7,365</b>	<b>6,604</b>	<b>7,658</b>
X	Other Comprehensive Income						
	(i) Items that will not be reclassified to profit or loss	242	(226)	345	(78)	(36)	(369)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(38)	28	(25)	(22)	(96)	(47)
	(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	<b>Total Comprehensive Income for the period (IX+X)</b>	<b>1,121</b>	<b>4,402</b>	<b>2,356</b>	<b>7,265</b>	<b>6,472</b>	<b>7,242</b>
XII	Paid-up Equity Share Capital (Face value of Rs. 10 each)	2,185	2,185	2,185	2,185	2,185	2,185
XIII	Other Equity						93,302
XIV	Earnings per Share (of Rs. 10 each) (Not Annualised):						
	(1) Basic	4.20	21.05	9.31	33.71	30.22	35.05
	(2) Diluted	4.20	21.05	9.31	33.71	30.22	35.05

*Amindanga*



# CENTURY ENKA LIMITED



## Statement of Unaudited Financial Results for the Quarter & Nine Months Ended 31st December, 2019

### NOTES :

- 1) The above results have been reviewed and recommended for approval by the Audit Committee to the Board of Directors and have been approved by the Board of Directors at its meeting held on 5th February, 2020. The Statutory Auditors have carried out limited review of the above financial results and their report contains emphasis with respect to matter disclosed in note 3 below.
- 2) The Company's business activity falls within a single operating segment i.e. "Synthetic Yarn".
- 3) 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 had filed an appeal before the Appellate Tribunal (CESTAT), which had been admitted on pre-deposit of Rs.700 Lacs and granted stay against the recovery.  
In the current quarter, the Company had received CESTAT order dated 20th December 2019. CESTAT in its order, upheld the denial of aforesaid notification and remanded back the matter to Central Excise Department to redetermine the assessable value after deducting admissible deduction and compute the quantum of duty short paid after considering admissible CENVAT/MODVAT credit and for imposition of equal amount of penalty consequent to redetermination of duty demand and applicable interest.  
The Company is in the process of filing an appeal against the order of CESTAT in the Supreme Court. 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 the accounts.
- 4) Exceptional item represents Rs.454 Lacs towards write down in carrying value of Machinery not in use for the quarter and nine months ended 31st December, 2018 and year ended 31st March, 2019.
- 5) The Government of India, on 20th September, 2019 vide the Taxation Laws (Amendment) Ordinance 2019, inserted a new section 115BAA in the Income Tax Act, 1961 which provides an option to the Company for paying income tax at reduced rates subject to compliance of the conditions stipulated therein. The Company has opted for the said section and accordingly computed tax expenses. The Company has also re-measured its Deferred Tax Liability resulting in reduction by Rs.3,120 Lacs in three months ended 30th September, 2019 and nine months ended 31st December, 2019
- 6) The Company has adopted Ind AS 116 'Leases' with the date of initial application being 1st April, 2019. Ind AS 116 replaces Ind AS 17 – Leases and related interpretation and guidance. Accordingly, the company has reclassified lease hold land and assets under finance lease aggregating to Rs. 798 Lacs from Property, Plant and Equipment to Right-of-use Assets.
- 7) The figures for the previous periods have been regrouped or reclassified to conform current period classification, wherever necessary.

Place : Mumbai  
Date : 5th February, 2020



For and on behalf of Board of Directors

*O. R. Chitlange*  
**O. R. Chitlange**  
(Managing Director)

Regd. office : Century Enka Limited, Plot No.72 & 72A, MIDC., Bhosari, Pune - 411026.

CIN : L24304PN1965PLC139075. Website : www.centuryenka.com

**CENTURY ENKA LIMITED**



**Extract of Unaudited Financial Results for the Quarter and Nine Months Ended 31st December, 2019**

Rs. in Lacs

S. No.	Particulars	Three Months Ended	Nine Months Ended	Three Months Ended
		31-Dec-19	31-Dec-19	31-Dec-18
		Unaudited	Unaudited	Unaudited
1	Total Income from Operations	37,635	110,587	48,103
2	Net Profit for the period (Before Tax, Exceptional and/ or Extraordinary Items)	1,390	5,816	3,427
3	Net Profit before Tax (after Exceptional and/ or Extraordinary Items)	1,390	5,816	2,973
4	Net Profit after Tax (after Exceptional and/ or Extraordinary Items)	917	7,365	2,036
5	Total Comprehensive Income for the period [Comprising Profit for the period (after Tax) and Other Comprehensive Income (after Tax)]	1,121	7,265	2,356
6	Paid-up Equity Share Capital (Face value of Rs. 10 each)	2,185	2,185	2,185
7	Earnings Per Share (of Rs. 10/- each) :			
	- Basic	4.20	33.71	9.31
	- Diluted	4.20	33.71	9.31

**Notes:**

- The above results have been reviewed and recommended for approval by the Audit Committee to the Board of Directors and have been approved by the Board of Directors at its meeting held on 5th February, 2020.
- The Government of India, on 20th September, 2019 vide the Taxation Laws (Amendment) Ordinance 2019, inserted a new section 115BAA in the Income Tax Act, 1961 which provides an option to the Company for paying income tax at reduced rates subject to compliance of the conditions stipulated therein. The Company has opted for the said section and accordingly computed tax expenses. The Company has also re-measured its Deferred Tax Liability resulting in reduction by Rs.3,120 Lacs in three months ended 30th September, 2019 and nine months ended 31st December, 2019
- The above is an extract of the detailed format of Quarterly Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Quarterly Results are available on the Stock Exchange website (www.nseindia.com and www.bseindia.com) and on Company's website (www.centuryenka.com).



For and on behalf of Board of Directors

*O.R. Chitlange*  
O.R. Chitlange  
(Managing Director)

Place : Mumbai  
Date : 5th February, 2020

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

# Khimji Kunverji & Co LLP

Chartered Accountants

## Limited Review Report

To  
Board of Directors of  
**Century Enka Limited**

We have reviewed the accompanying statement of unaudited financial results of Century Enka Limited ("the Company") for the quarter ended December 31, 2019 and for the year-to-date period from April 01, 2019 to December 31, 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.

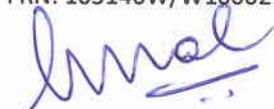
This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on February 05, 2020. Our responsibility is to issue a report on this statement based on our review.

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 the Institute of Chartered Accountant of India (ICAI). This standard require that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to inquiries 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

We draw attention to Note 3 of the financial results regarding the CESTAT order dated December 20, 2019 relating to the excise duty demand aggregating Rs.22,927 lakh plus interest thereon and penalty equivalent to demand amount. CESTAT in its order, upheld the denial of applicability of notification No. 6/2000 dated 1st March 2000 and remanded back the matter to Central Excise Department to redetermine the assessable value and applicable interest and penalty. Based on expert legal advice and merits of the case, no provision has been considered necessary by the Company. Our conclusion is not modified in respect of this matter.

**For Khimji Kunverji & Co LLP**  
(Formerly Khimji Kunverji & Co)  
Chartered Accountants  
FRN: 105146W/W100621



Gautam V Shah  
Partner (F-117348)

ICAI UDIN: 20117348AAAAAC7987

Place: Mumbai

Date: February 05, 2020

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