

# KONARK SYNTHETIC LIMITED

Regd.Off.:Mittal Industrial Estate, Building No.7, Andheri-Kurla Road, Saki-Naka, Andheri (East), MUMBAI 400 059  
Tel : 4089 6300 \* Fax No.4089 6322 Web: [www.konarkgroup.co.in](http://www.konarkgroup.co.in) Email : [info@konarkgroup.co.in](mailto:info@konarkgroup.co.in)  
**CIN: L17200MH1984PLC033451**

11<sup>th</sup> June, 2018

To,  
The Manager - DCS  
**BSE Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400 001

Dear Sir,

**Scrip Code: 514128**

**Sub.: Outcome of Board Meeting held today i.e. 11<sup>th</sup> June, 2018.**

Pursuant to the provisions of Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company at its meeting held today i.e. 11<sup>th</sup> June, 2018, *inter-alia* considered and approved the Consolidated Audited Financial Results of the Company for the year ended on 31<sup>st</sup> March, 2018 in accordance with the provisions of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We hereby submit the following documents for your records:

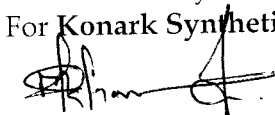
- Copy of the Consolidated Audited Financial Results for the year ended 31<sup>st</sup> March, 2018 along with Auditors' Report thereon, Statement of Assets and Liabilities and declaration pursuant to the second proviso to the Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The meeting of the Board of Directors of the Company commenced at 5.45 pm and concluded at 6.30 pm.

Kindly take the above in your records.

Thanking you,

Yours faithfully,  
For Konark Synthetic Limited



Mehnuddin Khan  
Company Secretary & Compliance Officer

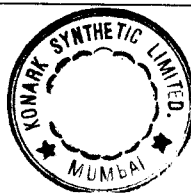


Encl: A/a

**Consolidated Audited Financial Results for the Year ended 31st March , 2018**

Rs. in Lacs(Except No.of shares &amp; EPS)

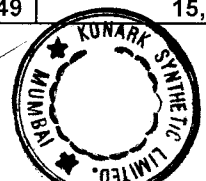
Sr. No.	Particulars	Consolidated	
		Year Ended	
		31.03.2018	31.03.2017
		Audited	Audited
	(a) Revenue from Oprations	10,843.22	14,289.96
	(b) Other Income	428.13	30.91
1	<b>Total Income (a+b)</b>	<b>11,271.35</b>	<b>14,320.87</b>
2	<b>Expenses</b>		
	(a) Cost of materials consumed	2,336.11	9,446.89
	(b) Purchase of stock in trade	6,281.91	743.95
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(828.73)	992.47
	(d) Employees benefit expenses	780.22	728.82
	(e) Finance Cost	1,059.50	1,290.58
	(f) Depreciation and amortisation expenses	904.14	952.09
	(g) Other expenses	1,228.60	1,117.68
	<b>Total expenses</b>	<b>11,761.76</b>	<b>15,272.49</b>
3	<b>Profit / (Loss) before exceptional and Extraordinary items and Tax(1-2)</b>	<b>(490.41)</b>	<b>(951.62)</b>
4	Exceptional items / Extraordinary items	(163.02)	338.55
5	<b>Profit / (Loss) before Tax(3-4)</b>	<b>(653.44)</b>	<b>(613.06)</b>
6	<b>Tax Expenses:</b>		
	(a) Current Tax	78.73	37.20
	(b) Deffered Tax	(90.07)	(44.85)
	(c)Short Provision for Taxation	2.82	17.37
7	<b>Net Profit / (Loss) for the period(5+6)</b>	<b>(644.91)</b>	<b>(622.77)</b>
8	Minority interest	187.10	40.60
9	<b>Net Profit/ (Loss) after taxes, minority interest and share of profit / (Loss) of associates (13+14+15)</b>	<b>(832.01)</b>	<b>(663.25)</b>
10	<b>Other Comprehensive Income</b>		
	(a) Items that will not be reclassified to Profit & Loss	-	-
	i) Remeasurements of post-employment benefit plan	-	-
	ii) Changes in fair value of equity instruments designated through OCI	-	-
	iii) Tax relating to these items	-	-
	(b) Items that will be reclassified to Profit & Loss	-	-
	i) Changes in fair value of debt instruments	-	-
	ii) Tax relating to these items	-	-
11	<b>Total Comprehensive Income for the period</b>	<b>-</b>	<b>-</b>
12	Paid-up Equity Share Capital (Face Value of Rs. 10/- each )	580.80	580.80
13	Reserve & Surplus (excluding Revaluation Reserves )	719.15	1,216.79
14	<b>Earning Per Share (of Rs. 10/- each)</b>		
	(a) Basic (Rs.)	(14.33)	(11.42)
	(b) Diluted (Rs.)	(14.33)	(11.42)



## Statement of Assets and Liabilities

Rs. In Lacs

Particulars	Consolidated	
	As at 31.03.2018	As at 31.03.2017
	Audited	Audited
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
(a) Property, Plant and Equipment	8,594.56	5,134.08
(b) Capital Work-in-Progress		
(c) Deffered Tax Assets	235.25	203.20
(d) Intangible assets	1.38	15.66
(e) Financial Assets		
(i) Investments	238.07	2.83
(ii) Others	82.00	94.59
(f) Other Non-Current Assets	1,567.02	1,744.10
<b>Current assets</b>		
(a) Inventories	3,060.59	3,091.78
(b) Financial Assets		
(i) Investments	317.56	-
(ii) Trade Receivables	4,395.05	4,295.21
(iii) Cash and Cash Equivalentents	21.63	61.87
(iv) Bank Balances Other than (iii) above	81.52	133.53
(v) Loans	1,529.63	428.39
(vi) Others	9.43	347.00
(c) Current Tax Assets (Net)	66.83	37.40
(d) Other Current Assets	288.98	337.09
<b>TOTAL</b>	<b>20,489.49</b>	<b>15,926.73</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity Share capital	580.80	580.80
(b) Other Equity	1,669.72	1,216.79
	-	
<b>Liabilities</b>		
<b>Non Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	10,397.30	6,554.59
(b) Provisions	52.86	55.09
(c) Deferred Tax liabilities (Net)	281.37	333.41
<b>Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	4,011.11	5,147.34
(ii) Trade Payables		
Micro, Small and Medium Enterprises		
Others	554.46	602.18
(iii) Other Financial Liabilities	1,737.64	591.54
(b) Other Current Liabilities	1,148.17	836.33
(c) Provisions	56.07	8.65
<b>TOTAL</b>	<b>20,489.49</b>	<b>15,926.73</b>



## Segment wise Revenue, Results and Capital Employed

(Rs. In Lacs)

Particulars	Consolidated	
	Year Ended 31.03.2018 (Audited)	Year Ended 31.03.2017 (Audited)
<b>1. Segment Revenue</b>		
a) Textiles		
b) Energy	9,523.25	12,892.24
<b>Total</b>	<b>1,319.96</b>	<b>1,397.72</b>
Less: Inter Segment Revenue	-	-
<b>Net Sales/Income From Operations</b>	<b>10,843.22</b>	<b>14,289.96</b>
<b>2. Segment Results</b>		
a) Textiles		
b) Energy	(604.44)	(524.25)
<b>Total</b>	<b>745.39</b>	<b>832.31</b>
Less: Finance Cost	140.96	308.06
Add Unallocable Revenue	1,059.50	1,290.57
<b>Profit/(Loss) Before Tax</b>	<b>428.13</b>	<b>30.91</b>
<b>3. Capital Employee (Segment Assets - Segment Liabilities)</b>		
a) Textiles		
b) Energy	1,505.33	1,797.59
<b>Total</b>	<b>745.18</b>	<b>-</b>
	<b>2,250.52</b>	<b>1,797.59</b>

**Notes:**

- 1 The above Audited Consolidated Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on 11th June, 2018.
- 2 The Consolidated Financial Statements have been prepared in accordance with the Indian Accounting Standards ("IND AS") as prescribed under section 133 of Companies Act, 2013 read with relevant rules issued as thereunder.
- 3 The Consolidated Financial Results include results of the subsidiaries i.e. India Denim Limited (India) in which the Company is holding 61.17% shareholding, Trade Bazaar Retail Private Limited (Ceased to be a Subsidiary w.e.f 05.07.2017) (India) in which the Company was holding 100% shareholding and associate i.e Konark Infratech Private Limited (India), in which Company is holding 26.92% shareholding. Trade Bazaar Retail Private Limited had two wholly owned subsidiaries namely Konark Natural Foods Private Limited (India) and Konark Wind Projects Private Limited (India)
- 4 The Company has sold its entire shareholding in Trade Bazaar Retail Private Limited, a wholly owned subsidiary on 5th July, 2017. Thus the Company's assets and liabilities are not considered for consolidation as on 31st March, 2018.
- 5 The previous year figures have been regrouped/rearranged wherever necessary to make them comparable.
- 6 Reconciliation of Net Profit as previously reported on account of transition from the previous GAAP to Ind AS for the year ended 31st March, 2017 :



*[Handwritten Signature]*

( Amount in INR Lacs )

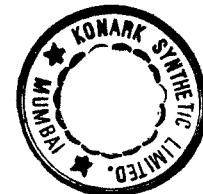
Particulars	Year ended 31st Mar, 2017
Net Profit as per previous GAAP	(663.25)
Fair Valuation of Financial Instruments	0
Fair Valuation of Financial guarantees	0
Interest expenses accounted using effective interest rate	0
Depreciation on property, plant and equipment measured at fair value	0
Acturial (gain)/ Loss on employee defined benefit fund recognised in	0
Effect of deferred tax on adjustments	0
Net Profit for the period as per Ind AS	(663.25)
Other Comprehensive Income	0
Total Comprehensive Income under Ind AS	0

- 7 Reconciliation of Total Equity as previously reported on account of transition from the previous GAAP to Ind AS for the year ended 31st March, 2017 :

( Amount in INR Lacs )

Particulars	Year ended 31st Mar, 2017
Total as per previous GAAP	580.8
Fair Valuation of Financial Liabilities	0
Effect of deferred tax on adjustments	0
Net Equity as per Ind AS	580.8

By order of the Board of Directors  
For Konark Synthetic Limited



  
Amitabh Kejriwal  
Managing Director

Place: Mumbai  
Date : 11.06.2018

**B. P. Kabra & Associates**  
CHARTERED ACCOUNTANTS

ROOM NO. 21, 1ST FLOOR, 66, CHANDANWADI, MARINE LINES, MUMBAI - 400 002.  
TEL. : 2200 0489 / 2200 0589 • E-MAIL : bpkassociates1@gmail.com



C.A. Bankat P. Kabra  
B.Com., F.C.A.

INDEPENDENT AUDITOR'S REPORT

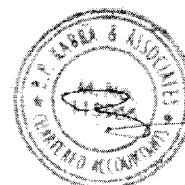
TO THE BOARD OF DIRECTORS OF

Konark Symthetic Limited

1. We have audited the accompanying Statement of Consolidated Financial Results of Konark Synthetic Limited ("the Company") and its subsidiaries (the Company and its subsidiaries together referred to as "the Group") for the quarter and year ended March 31, 2018 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016,
2. This Statement is the responsibility of the Company's Management and is approved by the Board of Directors. The Statement, as it relates to the quarter ended March 31, 2018, has been compiled from the related interim consolidated financial statements prepared in accordance with Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34) and as it relates to the year ended March 31, 2018, has been compiled from the related annual consolidated financial statements prepared in accordance with Indian Accounting Standards, prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audits of such interim consolidated financial statements and annual consolidated financial statements.
3. We conducted our audits in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal financial controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our audit opinion.



4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
- Includes the results of the subsidiaries and an associate as given in the Annexure to this report;
  - Is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAS/62/2016 dated July 5, 2016; and
  - Gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated loss and total comprehensive income for the period and other financial information of the Group for the quarter and year ended March 31, 2018.
5. The audited consolidated financial results for the year ended 31<sup>st</sup> March, 2017 (including unaudited standalone financial results for the quarter ended 31<sup>st</sup> March, 2017), was carried out and reported by Bhuwania & Agrawal Associates, vide their audit report dated 30/05/2017 whose report has been furnished to us by the management and which has been relied upon by us for the purpose of our audit of the consolidated financial results. Our audit report is not qualified in respect of this matter.

**For B.P.Kabra & Associates  
Chartered Accountants**



**(Bankat P Kabra )  
Proprietor**  
M. No. 115966  
FR. No. 124578W



Place: Mumbai  
Date: 11/06/2018

Annexure's to the Independent Auditor's Report

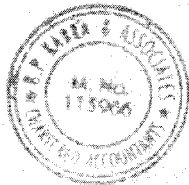
(Referred to In Paragraph 4(a) of the Independent Auditor's Report of Event Date

1 India Denim Limited

2 Trade Bazar Retail Private Limited ( Ceased to be Subsidiary from 05/7/2017)

3 Konark Infratech Private Limited

*BP*





# KONARK SYNTHETIC LIMITED

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CIN: L17200MH1984PLC033451


## DECLARATION ON CONSOLIDATED FINANCIAL RESULTS

*(Pursuant to the second proviso to Regulation 33(3)(d) of the Securities and Exchange Board of India  
(Listing Obligations and Disclosure Requirements) Regulations, 2015)*

The Board of Directors of the Company in its meeting held on 30<sup>th</sup> May 2018 has approved the Consolidated Financial Results for the year ended 31<sup>st</sup> March 2018 and we hereby declare that the Statutory Auditors of the Company, M/s. B. P. Kabra & Associates, Chartered Accountants, Mumbai (FRN: 124578W) have issued an Audit Report with unmodified opinion on the said results.

This declaration is issued in compliance with the provisions of second proviso to the Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended by the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2016 read with SEBI Circular No. CIR/CFD/CMD/50/2016 dated 27<sup>th</sup> May 2016.

For Konark Synthetic Limited

  
Amitabh Kejriwal  
Managing Director  
DIN: 00005864



Place: Mumbai  
Date: 11.06.2018