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**PANSARI & DALMIA**

CHARTERED ACCOUNTANTS

Independent Auditors' Limited Review Report to the Board of Directors of **KONARK SYNTHETIC LIMITED** on unaudited financial results for the quarter ended 30<sup>th</sup> June, 2020.

1. We have reviewed the accompanying statement of unaudited Standalone financial results ("the Statement") of Konark Synthetic Limited ("the Company") for the quarter ended 30<sup>th</sup> June, 2020, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations").
2. 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 this statement based on our review.
3. 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 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 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,
4. 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 Indian Accounting Standards (IND AS) 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, read with circular issued from time to time, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Pansari & Dalmia  
Chartered Accountants  
Registration No. 107370W



*[Signature]*  
Naresh S Dalmia  
Partner

Membership No. 035036

Place: Mumbai

Date: 23<sup>rd</sup> Sep, 2020



**Independent Auditors' Limited Review Report to the Board of Directors of KONARK SYNTHETIC LIMITED on unaudited consolidated financial results for the quarter ended 30<sup>th</sup> June, 2020.**

1. We have reviewed the accompanying statement of unaudited Consolidated financial results ("the Statement") of Konark Synthetic Limited ('the Company') , its one subsidiary and one associate (together referred to as 'the group') for the quarter ended 30<sup>th</sup> June, 2020, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations").
2. 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 this statement based on our review.
3. 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 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 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,
4. Other matters:

We did not review the financial results of an associate whose net profit reflects profit of Rs. 7.25 Lacs & one Subsidiary whose net loss reflects loss of Rs. 63.33 Lacs included in the consolidated financial statements, (represents Group's share) for the quarter ended June 30, 2020 respectively. These financial statements have been reviewed by the respective Company's Statutory Auditors and furnished to us, and our opinion, in so far as it relates to the amount and disclosures included in respect of the said subsidiary and associate is based solely on these financial statements.





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5. 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 Indian Accounting Standards (IND AS) 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, read with circular issued from time to time, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Mumbai  
Date: 23<sup>rd</sup> Sep, 2020



For Pansari & Dalmia  
Chartered Accountants  
Registration No. 107370W

Naresh S Dalmia  
Partner  
Membership No. 035036



Sr. No.	Particulars	Quarter Ended			Year ended
		3 months ended	Preceding 3 months ended	Corresponding 3 months ended	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		30/06/2020	31/03/2020	30/06/2019	31/03/2020
I	Revenue from Operations	33.76	1,201.58	2,058.40	7,130.39
II	Other Income	21.94	17.46	15.88	66.13
III	<b>Total Income (I+II)</b>	<b>55.70</b>	<b>1,219.04</b>	<b>2,074.27</b>	<b>7,196.52</b>
IV	<b>EXPENSES :-</b>				
	Cost of material consumed	2.49	155.32	294.67	795.57
	Purchases of stock-in-trade	-	610.70	1,037.95	4,350.56
	Changes in inventories of finished goods ,stock -in- trade and work -in-progress	21.41	75.65	268.44	432.80
	Employees benefit expenses	12.02	205.44	193.15	779.34
	Finance cost	105.91	117.22	108.52	449.70
	Depreciation and amortisation expenses	42.19	44.57	69.78	254.61
	Impairment	-	-	-	241.37
	Other Expenses	25.84	145.20	199.44	686.13
	<b>Total Expenses (IV)</b>	<b>209.86</b>	<b>1,354.12</b>	<b>2,171.96</b>	<b>7,990.09</b>
V	Profit /Loss before exceptional items and tax (I-IV)	(154.17)	(135.08)	(97.69)	(793.57)
VI	Exceptional items / Extraordinary Items	-	(1,092.34)	-	(1,092.34)
VII	Profit/(loss) before tax (V-VI)	(154.17)	(1,227.42)	(97.69)	(1,885.91)
VIII	Tax expenses :				
	(a) Current tax	-	-	-	-
	(b) Deferred tax	-	(234.66)	-	(234.66)
IX	Profit / (Loss) for the period from continuing operations (VII-VIII)	(154.17)	(992.76)	(97.69)	(1,651.25)
X	Profit / (loss) from discontinued operations	-	-	-	-
XI	Tax expenses from discontinued operations	-	-	-	-
XII	Profit/(loss) from discontinued operations (X-XI)	-	-	-	-
XIII	Profit/(loss) for the period (IX+XII)	(154.17)	(992.76)	(97.69)	(1,651.25)
XIV	Other Comprehensive Income				
	(a) Items that will not be reclassified to Profit & Loss	0	0	0	0
	(i) Remeasurements of post-employment benefit plan	-	(3.12)	-	(3.12)
	(ii) Tax relating to these Items	0	0	0	0
	(c) Items that will be reclassified to Profit & Loss	0	0	0	0
XV	Total Comprehensive Income for the period	(154.17)	(995.88)	(97.69)	(1,654.37)
XVI	Paid up Equity Share Capital (Face Value of Rs.10/- per Equity Share)	580.80	580.80	580.80	580.80
XVII	Earning per equity share				
	(1) Basic	(2.65)	(17.09)	(1.68)	(28.43)
	(2) Diluted	(2.65)	(17.09)	(1.68)	(28.43)

## Notes:

1	The above unaudited financial results have been reviewed by the Audit committee and approved by the Board of Directors of the Company in their meetings held on 23.09.2020. The Statutory Auditors have carried out Limited Review of the same. The Statutory Auditors have expressed an unqualified opinion.
2	The Company has only one segment namely textile, hence no separate segmentwise disclosure has been made.
3	The above financial results have been prepared in accordance with Indian Accounting Standards("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under.
4	The figures of Quarter ended 31st March 2020 are the Balancing Figures Between Audited figures in respect of full financial year and published year- to - date figures upto third quarter of the year ended 31st December 2019.
5	The COVID 19 pandemic is an unprecedented situation and has affected all the major operations of the Company. The manufacturing facilities and operations of the Company were shut down during quarter ended 30th June, 2020 due to nationwide lockdown announced by the government. The company however has tried to carry out operations on a best effort basis keeping the current situation in view.
6	The Company has taken into consideration the impact of the known internal and external events arising from COVID - 19 pandemic while preparing the financial information. The Company will continue to closely monitor any material changes to future economic conditions and the consequent impact on its business, if any.
7	The figures of previous periods have been regrouped wherever considered necessary.

By order of the Board of Directors  
For Konark Synthetic Limited



*Amitabh Kejriwal*  
Managing Director  
DIN: 00005864

Place: Mumbai

Date : 23rd September 2020



Sr. No.	Particulars	Quarter Ended			Year ended
		3 months ended (Unaudited)	Preceding 3 months ended (Audited)	Corresponding 3 months ended(Unaudited)	Previous Year ended (Audited)
		30/06/2020	31/03/2020	30/06/2019	31/03/2020
I	Revenue from Operations	33.76	1,201.58	2,058.40	7,130.39
II	Other Income	21.94	17.99	15.88	66.66
III	Total Income (I+II)	55.70	1,219.57	2,074.27	7,197.05
IV	EXPENSES :-				
	Cost of material consumed	2.49	155.32	294.67	795.57
	Purchases of stock-in-trade	-	610.70	1,037.95	4,350.56
	Changes in inventories of finished goods ,stock -in- trade and work -in-progress	21.41	395.92	268.44	753.06
	Employees benefit expenses	12.77	206.19	194.05	782.79
	Finance cost	105.91	117.22	108.52	449.70
	Depreciation and amortisation expenses	99.10	101.48	126.69	482.25
	Impairment	-	-	-	241.37
	Other Expenses	31.51	227.33	205.54	1,760.41
	<b>Total Expenses (IV)</b>	<b>273.20</b>	<b>1,814.17</b>	<b>2,235.87</b>	<b>9,615.72</b>
V	Profit /Loss before exceptional items and tax (I-IV)	(217.50)	(594.60)	(161.60)	(2,418.68)
VI	Share in Profit/(Loss) in Equity Accounted Investments (Net of Tax)	7.25	4.42	19.06	19.04
VII	Exceptional items / Extraordinary Items	-	(243.46)	-	(243.46)
VIII	Profit/(loss) before tax (V-VI-VII)	(210.25)	(833.65)	(142.53)	(2,643.09)
IX	Tax expenses :				
	(a) Current tax	-	-	-	-
	(b) Deferred tax	-	(234.66)	-	(234.66)
X	Profit / (Loss) for the period from continuing operations (VIII-IX)	(210.25)	(598.98)	(142.53)	(2,408.43)
XI	Profit / (loss) from discontinued operations	-	-	-	-
XII	Tax expenses from discontinued operations	-	-	-	-
XIII	Profit/(loss) from discontinued operations (XI-XII)	-	-	-	-
XIV	Profit/(loss) for the period (X+XIII)	(210.25)	(598.98)	(142.53)	(2,408.43)
XV	Other Comprehensive Income				
	(a i) Items that will not be reclassified to Profit & Loss	-	-	-	-
	i) Remeasurements of post-employment benefit plan	-	(3.12)	-	(3.12)
	ii) Changes in fair value of equity instruments designated through OCI	-	-	-	-
	iii) Tax relating to these items	-	-	-	-
	(a ii) Income Tax relating to Items that will not be reclassified to Profit & Loss	-	-	-	-
	(b) Items that will be reclassified to Profit & Loss	-	-	-	-
XVI	Total Comprehensive Income for the period	(210.25)	(602.10)	(142.53)	(2,411.55)
XVII	Paid up Equity Share Capital (Face Value of Rs.10/- per Equity Share)	580.80	580.80	580.80	580.80
XVIII	Earning per equity share				
	(1) Basic	(3.62)	(10.31)	(2.45)	(41.47)
	(2) Diluted	(3.62)	(10.31)	(2.45)	(41.47)

**Notes:**

1	The above unaudited financial results have been reviewed by the Audit committee and approved by the Board of Directors of the Company in their meetings held on 23.09.2020. The Statutory Auditors have carried out Limited Review of the same. The Statutory Auditors have expressed an unqualified opinion.
2	The Company has only one segment namely textile, hence no separate segmentwise disclosure has been made.
3	The above financial results have been prepared in accordance with Indian Accounting Standards("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued ther under.
4	The Consolidated Financial Results include results of a subsidiary i.e. India Denim Limited (India) in which the Company is holding 61.17% shareholding and an associate i.e Konark Infratech Private Limited (India), in which Company is holding 26.92% shareholding.
5	The Company has taken into consideration the impact of the known internal and external events arising from COVID - 19 pandemic while preparing the financial information. The Company will continue to closely monitor any material changes to future economic conditions and the consequent impact on its business, if any.
6	The figures of Quarter ended 31st March 2019 are the Balancing Figures Between Audited figures in respect of full financial year and published year- to - date figures upto third quarter of the year ended 31st December 2018.
7	The figures of previous periods have been regrouped wherever considered necessary.

By order of the Board of Directors  
For Konark Synthetic Limited



Amitabh Kejriwal  
Managing Director  
DIN: 00005864

Place: Mumbai  
Date : 23rd September, 2020