

# 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

14<sup>th</sup> February, 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. 14<sup>th</sup> February, 2018.**

Pursuant to 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. 14<sup>th</sup> February, 2018, *inter-alia* considered and approved the following matters:

1. The Standalone Un-audited Financial Results of the Company for the quarter ended on 31<sup>st</sup> December, 2017 as per the provisions of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
2. Appointment of M/s. KRS AND CO., Practicing Company Secretaries, Mumbai as secretarial auditor of the Company for the financial year 2016 -17.

A copy of the Standalone Un-Audited Financial Results for the quarter ended 31<sup>st</sup> December, 2017 along-with Limited Review Report received from the Statutory Auditors of the Company on the said results are enclosed herewith for your record.

The meeting of the Board of Directors commenced at 7.30 p.m. and concluded at 9.10 p.m.

Kindly take the above in your record.

Thanking you,

Yours faithfully,

For Konark Synthetic Limited

  
Mehnuddin Khan

Company Secretary & Compliance Officer

Encl: A/a



### Standalone Un-audited Financial Results for the Quarter and Nine months ended 31st December, 2017

(Rupees in Lakh except for EPS)

Sr. No.	Particulars	Quarter Ended			Nine Months Ended	
		31/12/2017	30/09/2017	31/12/2016	31/12/2017	31/12/2016
		Un-audited	Un-audited	Un-audited	Un-audited	Un-audited
I	Revenue from Operations	2,125.99	1,700.27	2,768.10	6,910.89	8,588.05
II	Other Income	11.50	11.43	18.79	333.75	59.75
III	<b>Total Income (I+II)</b>	<b>2,137.49</b>	<b>1,711.70</b>	<b>2,786.89</b>	<b>7,244.64</b>	<b>8,647.80</b>
IV	<b>EXPENSES :-</b>					
	Cost of material consumed	240.92	630.25	2249.61	1,808.05	6296.11
	Purchases of stock-in-trade	1,369.67	608.06	20.46	3,867.14	577.99
	Changes in inventories of finished goods ,stock -in- trade and work -in-progress	19.42	(89.15)	61.25	(387.91)	515.08
	Employees benefit expenses	188.29	201.06	151.6	568.40	456.34
	Finance cost	120.50	91.80	118.99	317.33	351.94
	Depreciation and amortisation expenses	68.64	72.32	81.84	219.15	252.86
	Other Expenses	195.63	231.83	173.38	754.54	601.92
	<b>Total Expenses (IV)</b>	<b>2203.07</b>	<b>1,746.17</b>	<b>2857.13</b>	<b>7,146.70</b>	<b>9052.24</b>
V	Profit /Loss before exceptional items and tax (III-IV)	(65.58)	(34.47)	(70.24)	97.94	(404.44)
VI	Exceptional items / Extraordinary Items	-	-	-	-	(338.67)
VII	Profit/(loss) before tax (V-VI)	(65.58)	(34.47)	(70.24)	97.94	(65.77)
VIII	Tax expenses :					
	(a) Current tax	(13.71)	(6.81)	12.92	19.98	12.92
	(b) Deferred tax	-	-	-	-	-
IX	Profit / (Loss) for the period from continuing operations (VII-VIII)	(51.87)	(27.66)	(83.16)	77.96	(78.69)
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)	(51.87)	(27.66)	(83.16)	77.96	(78.69)
XIV	Other Comprehensive Income					
	(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	-	-	-	-	-
XV	Total Comprehensive Income for the period	-	-	-	-	-
XVI	Paid up Equity Share Capital (Face Value of Rs.10/- per Equity Share)	580.80	580.80	580.80	580.80	580.80
XVII	Earning per equity share					
	(1) Basic	(0.89)	(0.48)	(1.43)	1.34	(1.35)
	(2) Diluted	(0.89)	(0.48)	(1.43)	1.34	(1.35)

#### Notes:

- The above Un-audited Financial Results were reviewed by the Audit committee and approved by the Board of Directors of the Company in their meetings held on 14.02.2018. The Statutory Auditors have carried out Limited Review of the the above financial results for the quarter and nine months ended 31st December, 2017 in terms of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- The statement does not include results for the year ended 31st March, 2017 as the same is not mandatory to give in Ind AS as per SEBI circular dated 5th July, 2016.
- Other income in nine months ended on 31st December, 2017 includes an amount of Rs. 297.50 Lakhs received against surrender of leasehold rights.
- The Company has only one segment namely textile, hence no separate segmentwise disclosure has been made.
- The figures of previous periods have been regrouped wherever considered necessary.

*Kothmalkar*





- 6 These financial results have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. Ind AS has been made applicable with effect from 1st April, 2017 and comparative figures for the corresponding quarter of the previous year (transition date being 1st April, 2016) have accordingly been restated.
- 7 The Ind AS compliant financial results, pertaining to corresponding quarter ended on 31st December, 2016 and nine months ended on 31st December, 2016 have not been subject to limited review or audit. However, the management has exercised necessary due diligence to ensure that such financial results provide true and fair view of its affairs.
- 8 Reconciliation of Net Profit as previously reported on account of transition from the previous GAAP to Ind AS for the quarter and nine months ended 31st December, 2016 :

( Amount in INR Laacs )

Particulars	Quarter Ended 31st Dec, 2016	Nine Months ended 31st Dec, 2016
Net Profit as per previous GAAP	-83.16	(78.69)
Fair Valuation of Financial Instruments	-	-
Fair Valuation of Financial guarantees	-	-
Interest expenses accounted using effective interest rate	-	-
Depreciation on property, plant and equipment measured at fair value as deemed cost	-	-
Acturial (gain)/ Loss on employee defined benefit fund recognised in Other Comprehensive Income	-	-
Effect of deferred tax on adjustments	-	-
<b>Net Profit for the period as per Ind AS</b>	<b>(83.16)</b>	<b>(78.69)</b>
Other Comprehensive Income	-	-
<b>Total Comprehensive Income under Ind AS</b>	<b>(83.16)</b>	<b>(78.69)</b>

By order of the Board of Directors  
For Konark Synthetic Limited



*Prakashchand Dalmia*

Prakashchand Dalmia  
Chairman

DIN: 00005813

Place: Mumbai

Date : 14th February, 2018

SHRWANKUMAR & CO.  
Chartered Accountants

503/505, J. S. Seth Road, 1<sup>st</sup> Floor  
Chira Baazar, Mumbai - 400 002  
Phone: 2205 4634 /2206 3774

Independent Auditors' Limited Review Report to the Board of Directors of KONARK SYNTHETIC LIMITED on unaudited financial results for the quarter and nine months ended 31<sup>st</sup> December, 2017.

1. We have reviewed the accompanying statement of unaudited financial results of KONARK SYNTHETIC LIMITED ("the Company") for the quarter and nine months ended 31<sup>st</sup> December, 2017, attached herewith, being submitted by the Company pursuant to the requirement of regulation 33 of the SEBI (Listing obligation and disclosure requirements) Regulation, 2015 read with SEBI Circular No.CIR/CFD/FAC/62/2016 dated 05<sup>th</sup> July, 2016. 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 Engagements (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 Financial Statement is free of material misstatements. 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.
3. 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 result 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 obligation and disclosure requirements) Regulation, 2015 read with SEBI Circular No.CIR/CFD/FAC/62/2016 dated 05<sup>th</sup> July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Mumbai  
Date: 14<sup>th</sup> February, 2018



For Shrawankumar & Co.  
Chartered Accountants  
Registration No. 110221W

*SBhuwania*

Shubham Bhuwania  
Partner  
Membership No. 171789