

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 Email : info@konarkgroup.co.in
CIN: L17200MH1984PLC033451

05th Sep, 2020

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. 05th Sep, 2020.

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. 30th May, 2020, *inter-alia* considered and approved the Standalone and Consolidated Audited Financial Results of the Company for the quarter and year ended on 31st March, 2020 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 Standalone and Consolidated Audited Financial Results for the quarter and year ended 31st March, 2020 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.

We would like to state that M/s. Pansari & Dalmia, statutory auditors of the Company, have issued audit reports with unmodified opinion in their Standalone and Consolidated Audit Reports.

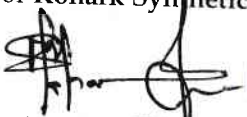
The meeting of the Board of Directors of the Company commenced at 9.30 pm and concluded at 10:45 p.m.

Kindly take the above in your records.

Thanking you,

Yours faithfully,

For Konark Synthetic Limited



Mehnuddin Khan

Company Secretary & Compliance Officer

Encl: A/a

P.L.PANSARI B.Com., L.L.B., (Gen), F.C.A.

N.S.DALMIA B.Com., F.C.A.

B - 910, Shree Nityanand CHS. Ltd., Swami Nityanand Road,
Andheri (East), Mumbai - 400 069, Contact No. : 7738845501.

E-mail : pansaridalmia@hotmail.com

PANSARI & DALMIA

CHARTERED ACCOUNTANTS

Auditor's Report On Consolidated Quarterly and Year to Date Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

Board of Directors of **Konark Synthetic Limited**

We have audited the Consolidated Financial Results of **Konark Synthetic Limited** ("the Company"), its subsidiary and an associate (the Company, its subsidiary and an associate constitute 'the Group') for the consolidated financial results for the quarter ended 31st March, 2020 and year to date financial results for the period from 1st April, 2019 to 31st March, 2020, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No.CIR/CFD/FAC/62/2016 dated 05th July, 2016. These Consolidated financial results have been prepared on the basis of the Consolidated financial statements for the year ended 31st March, 2020, which are the responsibility of the company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Companies (Indian Accounting Standard) Rules, 2015 in prescribed of Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the listing regulations. .

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion. .

In our opinion and to the best of our information and according to the explanations given to us these year to date consolidated financial results:

- (i) include the year to date financial results of the following entities:

Subsidiaries:

- (a) India Denim Limited;



Associates:

- (b) Konark Infratech Private Limited;
- (c) Konark Gujarat PV Private Limited (wholly owned subsidiary of Konark Infratech Private Limited);

And these financial statements have been audited by other auditors whose reports have been furnished to us which have been relied upon by us for the purpose of our audit of consolidated financial results and our audit report on the consolidated financial results is not modified in respect of the above matters.

- (ii) have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with the Circular in this regard; and
- (iii) Give a true and fair view of the consolidated net loss and other financial information for the year to date results for the period from 1st April, 2019 to 31st March, 2020.

Our audit report is not modified / qualified in respect of the above matter.

Place: Mumbai
Date: 05th Sep, 2020



For Pansari & Dalmia
Chartered Accountants
Registration No. 107370W

Naresh S Dalmia
Partner
Membership No. 035036

P.L.PANSARI B.Com., L.L.B., (Gen), F.C.A.

N.S.DALMIA B.Com., F.C.A.

B - 910, Shree Nityanand CHS. Ltd., Swami Nityanand Road,
Andheri (East), Mumbai - 400 069, Contact No. : 7738845501.

E-mail : pansaridalmia@hotmail.com

PANSARI & DALMIA

CHARTERED ACCOUNTANTS

Auditor's Report On Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

Board of Directors of **Konark Synthetic Limited**

We have audited the financial results of **Konark Synthetic Limited** ("the Company") for the quarter ended 31st March, 2020 and the year to date results for the period 1st April, 2019 to 31st March, 2020, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No.CIR/CFD/FAC/62/2016 dated 05th July, 2016. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Companies (Indian Accounting Standard) Rules, 2015 as per Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the listing regulations.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

- (i) have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with the Circular in this regard; and
- (ii) Gives a true and fair view in conformity with the aforesaid Indian Accounting



PANSARI & DALMIA
CHARTERED ACCOUNTANTS

- (iii) Standards and other accounting principles generally accepted in India of the net loss and total comprehensive income and other financial information of the Company for the year ended 31st March, 2020.

Our audit report is not modified / qualified in respect of the above matter.

Place: Mumbai
Date: 05th Sep, 2020



For Pansari & Dalmia
Chartered Accountants
Registration No. 107370W

A handwritten signature in blue ink, appearing to read "Naresh S Dalmia".

Naresh S Dalmia
Partner
Membership No. 035036

KONARK SYNTHETIC LIMITED

CIN : L17200MH1984PLC033451

Regd. Office : Mittal Industrial Estate, Building No.7, Andheri Kurla Road, Sakinaka, Andheri (East), Mumbai - 400059

Tel No.: 022-4089 6300, Fax No.: 022-4089 6322, Email: info@konarkgroup.co.in, website: www.konarkgroup.in

Standalone Financial Results for the Quarter and Year Ended 31st March, 2020

(Rupees in Lakh except for EPS)

Sr. No.	Particulars	Standalone				
		Quarter Ended			Year Ended	
		31/03/2020	31/12/2019	31/03/2019	31/03/2020	31/03/2019
		Audited	Un-audited	Audited	Audited	Audited
I	Revenue from Operations	1,201.58	1,856.40	1,654.15	7,130.39	7,762.53
II	Other Income	17.46	16.81	4.85	66.13	116.52
III	Total Income (I+II)	1,219.04	1,873.21	1,658.99	7,196.52	7,879.05
IV	EXPENSES :-					
	Cost of material consumed	155.32	144.57	291.85	795.57	1,373.25
	Purchases of stock-in-trade	610.70	1,348.49	1402.43	4350.56	4,444.47
	Changes in inventories of finished goods ,stock -in- trade and work -in-progress	75.65	20.08	(547.61)	432.80	(150.12)
	Employees benefit expenses	205.44	188.17	236.28	779.34	818.40
	Finance cost	117.22	112.55	108.48	449.70	403.98
	Depreciation and amortisation expenses	44.57	69.83	56.57	254.61	262.17
	Impairment	-	241.37	12.25	241.37	12.25
	Other Expenses	145.20	166.54	191.29	686.13	886.35
	Total Expenses (IV)	1,354.12	2,291.60	1751.54	7990.09	8050.75
V	Profit /Loss before exceptional items and tax (III-IV)	(135.08)	(418.39)	(92.55)	(793.57)	(171.70)
VI	Share in Profit/(Loss) in Equity Accounted Investments(Net of Tax)					
VII	Exceptional items / Extraordinary Items	(1,092.34)	-	-	(1092.34)	
VIII	Profit/(loss) before tax (V-VI-VII)	(1,227.42)	(418.39)	(92.55)	(1,885.91)	(171.70)
IX	Tax expenses :					
	(a) Current tax	-	-	-		
	(b) Deferred tax	(234.66)	-	(21.94)	(234.66)	(21.94)
	(c) Short Provision for taxation					
X	Profit / (Loss) for the period from continuing operations (VIII-IX)	(992.76)	(418.39)	(70.61)	(1,651.25)	(149.77)
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)	(992.76)	(418.39)	(70.61)	(1,651.25)	(149.77)
	Minority Interest					
	Net Profit/ (Loss) after taxes, minority interest and share of profit / (Loss) of associates	(992.76)	(418.39)	(70.61)	(1,651.25)	(149.77)
XV	Other Comprehensive Income					
	(a) Items that will not be reclassified to Profit & Loss					
	i) Remeasurements of post-employment benefit plan	(3.12)		(1.53)	(3.12)	(1.53)
	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					
XVI	Total Comprehensive Income for the period	(995.88)	(418.39)	(72.14)	(1,654.37)	(151.30)
XVII	Paid up Equity Share Capital (Face Value of Rs.10/- per Equity Share)	580.80	580.80	580.80	580.80	580.80
XVIII	Earning per equity share					
	(1) Basic	(17.09)	(7.20)	(1.22)	(28.43)	(2.58)
	(2) Diluted	(17.09)	(7.20)	(1.22)	(28.43)	(2.58)

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KONARK SYNTHETIC LIMITED

CIN : L17200MH1984PLC033451

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Consolidated Financial Results for the Quarter and Year Ended 31st March, 2020

(Rupees in Lakh except for EPS)

Sr. No.	Particulars	Consolidated				
		Quarter Ended			Year Ended	
		31/03/2020	31/12/2019	31/03/2019	31/03/2020	31/03/2019
		Audited	Un-audited	Audited	Audited	Audited
I	Revenue from Operations					
II	Other Income	1,201.58	1,856.40	1,654.15	7,130.39	7,762.53
III		17.99	16.81	5.07	66.66	116.75
IV	Total Income (I+II)	1,219.57	1,873.21	1,659.22	7,197.05	7,879.28
	EXPENSES :-					
	Cost of material consumed					
	Purchases of stock-in-trade	155.32	144.57	291.85	795.57	1,373.25
		610.70	1,348.49	1,402.43	4,350.56	4,444.47
	Changes in inventories of finished goods ,stock -in- trade and work -in-progress					
	Employees benefit expenses	395.92	20.08	(325.67)	753.06	71.82
	Finance cost	206.19	189.07	241.42	782.79	823.54
	Depreciation and amortisation expenses	117.22	112.55	108.48	449.70	403.98
	Impairment	101.48	126.74	113.64	482.25	490.44
	Other Expenses	-	241.37	12.25	241.37	12.25
	Total Expenses (IV)	227.33	1,150.62	222.37	1,760.41	923.92
V	Profit /Loss before exceptional items and tax (III-IV)	1,814.17	3,333.49	2066.77	9,615.72	8,543.67
VI	Share in Profit/(Loss) in Equity Accounted Investments(Net of Tax)	(594.60)	(1,460.28)	(407.55)	(2,418.68)	(664.40)
VII	Exceptional items / Extraordinary Items	4.42	3.10	4.85	19.04	25.71
VIII	Profit/(loss) before tax (V-VI-VII)	(243.46)	-	-	(243.46)	-
IX	Tax expenses :	(833.65)	(1,457.18)	(402.71)	(2,643.09)	(638.69)
	(a) Current tax					
	(b) Deferred tax	-	-	-	-	-
	(c) Short Provision for taxation	(234.66)	-	(21.94)	(234.66)	(21.94)
X	Profit / (Loss) for the period from continuing operations (VIII-IX)	(598.98)	(1,457.18)	(380.77)	(2,408.43)	(616.75)
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)	(598.98)	(1,457.18)	(380.77)	(2,408.43)	(616.75)
	Minority Interest					
	Net Profit/ (Loss) after taxes, minority interest and share of profit / (Loss) of associates	(598.98)	(1,457.18)	(380.77)	(2,408.43)	(616.75)
XV	Other Comprehensive Income					
	(a) Items that will not be reclassified to Profit & Loss					
	i) Remeasurements of post-employment benefit plan	(3.12)	-	-	(3.12)	(1.53)
	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					
XVI	Total Comprehensive Income for the period	(602.10)	(1,457.18)	(380.77)	(2,411.55)	(618.28)
XVII	Paid up Equity Share Capital (Face Value of Rs.10/- per Equity Share)	580.80	580.80	580.80	580.80	580.80
XVIII	Earning per equity share					
	(1) Basic	(10.31)	(25.09)	(6.56)	(41.47)	(10.62)
	(2) Diluted	(10.31)	(25.09)	(6.56)	(41.47)	(10.65)

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BALANCE SHEET AS AT MARCH 31, 2020

(Amount in INR Lakhs)

Particulars	Standalone		Consolidated	
	31-Mar-2020	31-Mar-2019	31-Mar-2020	31-Mar-2019
ASSETS				
Non-Current Assets				
(a) Property, Plant and Equipment	1,330.91	2,195.46	3,035.619	4,127.81
(b) Capital Work-in-Progress	456.26	438.77	456.256	438.77
(c) Deffered Tax Assets	-	-	203.199	203.20
(c) Intangible assets	1.12	1.12	1.124	1.12
(d) Financial Assets	-	-	-	-
(i) Investments	2.83	851.71	394.990	375.95
(ii) Others	64.83	61.63	72.967	69.76
(e) Other Non-Current Assets	-	-	-	97.15
Current assets	1,855.96	3,548.70	4,164.15	5,313.77
(a) Inventories	1,640.98	2,123.02	2,208.476	3,010.79
(b) Financial Assets	-	-	-	-
(i) Investments	-	-	-	-
(ii) Trade Receivables	3,340.35	2,871.31	4,710.802	4,282.47
(iii) Cash and Cash Equivalents	1,533.84	68.42	1,534.303	68.70
(iv) Bank Balances Other than (iii) above	37.39	50.22	37.386	50.22
(v) Loans	623.00	566.78	566.031	509.81
(vi) Others	-	-	-	-
(c) Current Tax Assets (Net)	79.07	65.65	83.138	67.38
(d) Non Current Assets classified as held for sale	425.03	-	425.027	-
(e) Other Current Assets	82.71	192.01	244.562	1,308.91
TOTAL	7,762.36	5,937.41	9,809.726	9,298.29
	9,618.32	9,486.10	13,973.880	14,612.06
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share capital	580.80	580.80	580.800	580.80
(b) Other Equity	472.57	2,128.93	(2,321.447)	90.92
	1,053.37	2,709.73	(1,740.647)	671.72
Liabilities				
Non Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	1,117.60	1,059.15	4,965.278	4,906.83
(b) Provisions	61.93	52.58	61.933	52.58
(c) Deferred Tax liabilities (Net)	24.76	259.43	24.765	259.43
	1,204.29	1,371.16	5,051.976	5,218.84
Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	3,831.02	3,510.05	5,942.771	5,603.23
(ii) Trade Payables	-	-	-	-
Micro, Small and Medium Enterprises	20.57	9.62	20.574	9.62
Others	1,467.65	1,413.23	1,633.700	1,617.76
(iii) Other Financial Liabilities	126.24	155.24	1,131.327	1,160.89
(b) Other Current Liabilities	1,912.69	314.68	1,931.700	327.61
(c) Provisions	2.48	2.39	2.479	2.39
	7,360.65	5,405.22	10,662.552	8,721.51
TOTAL	9,618.32	9,486.10	13,973.880	14,612.06



Konark Synthetic Limited

CIN:L17200MH1984PLC033451

Cash Flow Statement For The Year Ended 31st March, 2020

Particulars	(Amount in Rs)		
	Standalone	Consolidated	
	31st March, 2020	31st March, 2019	31st March, 2020
Cash flow from operating activity			
Net Profit before tax & Extra Ordinary Items	(793.57)	(173.24)	(2,399.63)
Adjustment for :			
Depreciation	254.61	262.17	482.25
Interest paid	449.70	403.98	449.70
Prior Period Adjustments	1.99	(9.95)	-
Provision for Impairment	241.37	12.25	241.37
(Profit)/Loss on Sale of Fixed Assets	-	(35.84)	12.25
Interest Income (considered Separately)	(64.65)	(58.65)	(35.84)
Operating Profit before working capital changes	89.44	400.74	(1,290.97)
WORKING CAPITAL CHANGES			
(Increase)/Decrease in Sundry debtors	(469.05)	(76.60)	(428.33)
(Increase)/Decrease in Loans & Advances	(297.59)	(59.92)	(297.59)
(Increase)/Decrease in Inventories	482.05	(172.14)	802.32
Increase/(Decrease) in Trade Payable(Incl Work'g Cap.Fin)	157.69	551.85	1,159.88
Cash Generated From operations	(126.89)	243.18	1,236.28
Direct Tax Paid	(37.45)	643.92	(54.68)
	(13.42)	(20.51)	(15.76)
Cash Flow Before Prior Period & Extra Ordinary Items	(50.87)	623.40	(70.44)
Prior Period & Extra Ordinary Items	(1.99)	-	(0.81)
Net Cash Flow From Operating Activities	(52.86)	623.40	(71.26)
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of Fixed Assets	(146.11)	(38.57)	(146.11)
Interest Income	64.65	58.65	64.65
Diffrence Due to consolidation of Associate Concern (KIPL)	-	-	-
Advance Received against Sale of Land and Building	1,586.24	-	1,586.24
Sale of fixed assets	70.95	37.14	70.95
Net Cash Outflow for investing Activities	1,575.73	57.22	1,575.73
Cash flow after investing activities	1,522.87	680.62	1,504.48
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from Long term borrowing (Net of Repayments)	58.45	(63.19)	58.45
Proceeds from Short term borrowing (Net of Repayments)	320.97	(183.49)	339.54
Interest paid	(449.70)	(403.98)	(449.70)
Net Cash Flow from financing activity	(70.28)	(650.66)	(51.71)
Cash flow after financing activity	1,452.59	29.96	1,452.77
Opening Balance:			
Cash & Cash Equivalent (Opening Balance)	118.63	88.67	118.92
Cash & cash equivalent(Closing balance)	1,571.23	118.63	1,571.69
Increase in cash & cash equivalent	1,452.59	29.96	1,452.77
			15.76



(Handwritten Signature)

Notes:


- 1 The above Audited Financial Results were reviewed by the Audit committee and approved by the Board of Directors of the Company in their meetings held on 05/09/2020.
- 2 The Auditors have Expressed an Unmodified Opinion in their Standalone and Consolidated Results.
- 3 The Company has only one segment namely textile, hence no separate segmentwise disclosure has been made.
- 4 Effective 01 April 2019, the Company adopted Ind AS 116 "Leases" and applied the standard to all lease contracts existing on 01 April, 2019 using the modified retrospective method on the date of initial application. Consequently, the Company recorded the lease liability and right of use assets at the present value of the lease payments discounted at the incremental borrowings as on date of initial application. Comparatives as at and for the year ended 31 March, 2019 have not been retrospectively adjusted and therefore will continue to be reported under the accounting policies included as part of our Annual Report for year ended 31 March, 2019. Ind AS 116 will result in an increase in cash inflows from operating activities and increase in cash outflows from financing activities on account of lease payments.

Amount to Increase/(Decrease) in net profit	Year Ended 31.03.2020 Comparable basis	Changes due to Ind As 116 Increase /(Decrease)	Year Ended 31.03.2020 as reported
Other Expenses			
Finance Cost	717.06	(30.93)	686.13
Depreciation and Amortisation Expenses	437.95	11.75	449.70
Profit/(Loss) Before Tax	228.35	26.26	254.61
	(1,878.83)	7.08	(1,885.91)

- 5 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 notified by the ministry of corporate affairs under the Companies (Indian Accounting Standards) Rules, 2015 (as amended).
- 6 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.
- 7 The standalone and consolidated figures for the quarter ended 31st March, 2020 and 31st March, 2019 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto 31st December, 2019 and 31st December, 2018 respectively.

Place: Mumbai
Date : 05th September, 2020




Amitabh Kejriwal
Managing Director
DIN: 00005864