

**Limited Review Report on Unaudited Financial Results of The Ganges Manufacturing Company Limited for the quarter and half year ended 30<sup>th</sup> September, 2020 pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 (as amended)**

**To**  
**The Board of Directors of**  
**The Ganges Manufacturing Company Limited**  
**Chatterjee International Centre**  
**33A, Jawahar Lal Nehru Road**  
**6<sup>th</sup> Floor, Flat No. A-1**  
**Kolkata 700 071**

We have reviewed the accompanying unaudited financial results of **M/s. The Ganges Manufacturing Company Limited** ("the Company") for the quarter and half year ended 30<sup>th</sup> September, 2020 together with notes thereon (herein after referred to as 'the Statement'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, ('the Listing Regulation').

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors in their meeting held on 12<sup>th</sup> November, 2020, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133, of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review of the statement in accordance with the Standard on Review Engagement (SRE) 2410 "Review of Interim Financial Information by the Independent Auditor of the Entity," specified under Section 143(10) of the Companies Act, 2013. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is 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 stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principle laid down in the applicable Indian Accounting Standards as specified under Section 133 of the Companies Act, 2013, as amended read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulation, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place of signature: Kolkata  
Date: 12.11.2020



For Khandelwal Ray & Co.  
Chartered Accountants  
Firm's Regd No.302035E

*[Handwritten Signature]*

Pinaki Sarkar  
Partner  
Membership no.051449

UDIN NO. 20051449A AAAA W9195

**THE GANGES MANUFACTURING COMPANY LIMITED**

**(CIN:L51909WB1916PLC002713)**

**33-A, JAWAHAR LAL NEHRU ROAD, KOLKATA - 700 071**

**Unaudited Financial Results for the Quarter and Half Year Ended 30th September,2020**

Rs. In lakhs

Particulars	Quarter Ended			Half year ended		Year Ended
	30-09-2020	30-06-2020	30-09-2019	30-09-2020	30-09-2019	31-03-2020
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1. Income</b>						
(a) Revenue from operations	8,647.00	4,058.23	10,700.90	12,705.23	18,674.23	34,741.90
(b) Other Income	294.59	261.39	144.57	555.98	249.00	678.28
<b>Total Revenue</b>	<b>8,941.59</b>	<b>4,319.62</b>	<b>10,845.47</b>	<b>13,261.21</b>	<b>18,923.23</b>	<b>35,420.18</b>
<b>2. Expenses</b>						
(a) Cost of Materials Consumed	5,791.08	2,416.34	5,928.28	8,207.42	11,276.64	22,538.78
(b) Purchase of Traded Goods	0.00	0.00	0.00	0.00	0.00	0.00
(c) Change in Inventories of Finished Goods, Work-In-Progress and Stock-in-Trade	(284.82)	215.21	1,356.47	(69.61)	1,302.51	481.25
(d) Employee Benefits Expenses	1,921.19	937.07	1,908.11	2,858.26	3,622.41	7,089.37
(e) Finance Costs	(4.25)	14.04	16.00	9.79	36.88	118.27
(f) Depreciation and Amortisation Expense	101.40	99.81	115.49	201.21	228.60	465.78
(g) Other Expenses	845.71	409.94	820.10	1,255.65	1,612.45	3,231.56
<b>Total Expenses</b>	<b>8,370.31</b>	<b>4,092.41</b>	<b>10,144.45</b>	<b>12,462.72</b>	<b>18,079.49</b>	<b>33,925.01</b>
<b>3. Profit/(Loss) before Exceptional Items and tax (1-2)</b>	<b>571.28</b>	<b>227.21</b>	<b>701.02</b>	<b>798.49</b>	<b>843.74</b>	<b>1,495.17</b>
<b>4. Exceptional Items</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>5. Profit/(Loss) before Tax (3-4)</b>	<b>571.28</b>	<b>227.21</b>	<b>701.02</b>	<b>798.49</b>	<b>843.74</b>	<b>1,495.17</b>
<b>6. Tax Expenses</b>						
(a) Current Tax	96.71	66.33	249.03	163.04	309.83	449.97
(b) Deferred Tax Expense/(Credit)	(8.14)	(61.22)	(4.06)	(69.36)	(14.99)	(59.53)
(c) Income Tax for earlier year	0.00	0.00	4.95	0.00	4.95	4.95
<b>Total tax expenses</b>	<b>88.57</b>	<b>5.11</b>	<b>249.92</b>	<b>93.68</b>	<b>299.79</b>	<b>395.39</b>
<b>7. Profit/(Loss) for the period (5-6)</b>	<b>482.71</b>	<b>222.10</b>	<b>451.10</b>	<b>704.81</b>	<b>543.95</b>	<b>1,099.78</b>
<b>8. Other comprehensive income (Net of tax)</b>						
(a) Items that will not be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00	0.00
(b) Items that will be reclassified to profit or loss	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total other comprehensive income (Net of tax)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>9. Total comprehensive income for the period (7+8)</b>	<b>482.71</b>	<b>222.10</b>	<b>451.10</b>	<b>704.81</b>	<b>543.95</b>	<b>1,099.78</b>
<b>10. Paid up Equity Share Capital ( Face value-Rs 10 each)</b>	<b>365.93</b>	<b>365.93</b>	<b>365.93</b>	<b>365.93</b>	<b>365.93</b>	<b>365.93</b>
<b>11. Earnings Per Share of Rs 10 each (EPS)</b>						
(a) Basic	13.19	6.07	12.33	19.26	14.87	30.05
(b) Diluted	13.19	6.07	12.33	19.26	14.87	30.05



**Notes:**

1. As the Company's business activity falls within a single significant primary business segment i.e. Jute Goods, no separate segment information is disclosed.
2. The above unaudited financial results after review of the Audit Committee were approved by the Board of Directors at their meeting held on 12th November, 2020.
3. The Statutory Auditors of the Company have carried out a limited review of the above unaudited financial results for the quarter and half year ended 30th September, 2020 in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
4. The COVID-19 pandemic outbreak and measures to curtail it has caused significant disturbances and slowdown of economic activities. Consequently, the Company's manufacturing operations had to be scaled down during the quarter ended 30<sup>th</sup> June 2020. Following the resumption of operations during the later part of the first quarter, the Company has operated at normal capacity in quarter ended 30<sup>th</sup> September, 2020. The Company has considered the possible impacts of known events arising from the still unfolding COVID-19 pandemic in preparation of the financial results. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to the future economic conditions.
5. After the preparation of audited accounts for the financial year 2019-20, the Company has opted to apply concessional rate of taxation as per the provisions of Section 115BAA of the Income Tax Act, 1961 for financial year 2019-20 also before approval of these results. Accordingly, the provision for Income Tax and Deferred Tax balances have been recorded/re-measured for the current financial year using the new tax rate and the resultant impact is recognised in the above financial results. However, the change in provision for taxation for the financial year 2019-20 due to exercising the option shall be recognised in accounts after filing of the Income tax return.
6. Provision for Gratuity on actuarial basis as required under Ind AS 19 will be made at the end of the year.
7. The previous period figures have been regrouped/re-classified to make them comparable to the current period presentation.

Place: Kolkata  
Date : 12/11/2020

  
R. K. Poddar  
Chairman  
(DIN: 00240643)



THE GANGES MANUFACTURING COMPANY LIMITED


STATEMENT OF UNAUDITED ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER, 2020

Rupees in Lakhs

Particulars	As at 30th Sept 2020 (Un-Audited)	As at 31st March 2020 (Audited)
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
a) Property , Plant & Equipment	2,267.22	2,388.76
b) Capital work-in-progress	56.30	41.24
c) Financial assets		
i) Investments	0.06	0.06
ii) Other financial assets	362.57	355.00
d) Non- Current Tax Assets (Net)	93.25	87.24
e) Other Non- current assets	63.85	70.20
<b>Total Non- Current Assets</b>	<b>2,843.25</b>	<b>2,942.50</b>
<b>Current Assets</b>		
a) Inventories	4,222.26	5,220.82
b) Financial assets		
i) Trade Receivables	521.37	2,063.37
ii) Cash and Cash Equivalents	100.61	92.43
iii) Other Bank Balances	335.14	331.29
iv) Other Financial Assets	9,445.99	8,470.92
c) Current Tax Assets (Net)	1.15	6.00
d) Other Current Assets	444.74	409.83
<b>Total Current Assets</b>	<b>15,071.26</b>	<b>16,594.66</b>
<b>Total Assets</b>	<b>17,914.51</b>	<b>19,537.16</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
a) Equity Share Capital	365.93	365.93
b) Other Equity	2,339.28	1,634.47
<b>Total Equity</b>	<b>2,705.21</b>	<b>2,000.40</b>
<b>LIABILITIES</b>		
<b>Non-Current Liabilities</b>		
a) Other Financial Liabilities	107.64	107.64
b) Provisions	2,220.69	2,220.69
c) Deferred Tax Liabilities (Net)	141.66	211.03
d) Other Non - Current Liabilities	53.94	53.92
<b>Total Non-Current Liabilities</b>	<b>2,523.93</b>	<b>2,593.28</b>
<b>Current Liabilities</b>		
a) Financial Liabilities		
i) Borrowings	106.85	1,304.01
ii) Trade Payables		
Total Outstanding dues of MSME	88.62	33.76
Total Outstanding dues of creditors other than MSME	6,678.36	7,805.08
iii) Other Financial Liabilities	3,237.83	2,821.98
b) Other Current Liabilities	2,573.71	2,978.65
<b>Total Current Liabilities</b>	<b>12,685.37</b>	<b>14,943.48</b>
<b>Total Liabilities</b>	<b>15,209.30</b>	<b>17,536.76</b>
<b>Total Equity and Liabilities</b>	<b>17,914.51</b>	<b>19,537.16</b>

Place : Kolkata  
Date: 12/11/2020



  
**R. K. Poddar**  
 Chairman  
 (DIN: 00240643)



**THE GANGES MANUFACTURING COMPANY LIMITED**  
**STATEMENT OF UNAUDITED CASH FLOW FOR THE HALF YEAR ENDED 30TH SEPTEMBER 2020**

*Rupees in lakhs*

For the half year ended  
30th Sept 2020

For the half year ended  
30th Sept 2019

**A. CASH FLOW FROM OPERATING ACTIVITIES**

Net Profit/Loss Before Tax	798.49	843.74
<u>Adjustment for</u>		
- Depreciation and amortisation expenses	201.21	228.60
- Income from Deferred Government Grant	(8.66)	(15.92)
- Interest Income	(522.70)	(227.02)
- Finance costs	9.79 (320.36)	36.88 22.54
Operating profit before working capital changes	478.13	866.28
<u>Adjustment for</u>		
- (Increase)/decrease in inventories	998.56	2,342.94
- (Increase)/decrease in trade receivables	1,542.00	(1,897.29)
- (Increase)/decrease in other financial assets	(986.49)	(25.07)
- (Increase)/decrease in Other assets	(28.57)	3.54
- Increase/(decrease) in trade payables	(1,071.87)	(781.44)
- Increase/(decrease) in other financial liabilities	415.85	(83.22)
- Increase/(decrease) in provisions	0.00	0.00
- Increase/(decrease) in other liabilities	(396.28) 473.20	(66.64) (507.18)
Cash generated from operations	951.33	359.10
Direct Taxes Paid	(164.19)	(230.61)
<b>Net Cash from Operating Activities</b>	<b>787.14</b>	<b>128.49</b>

**B. CASH FLOW FROM INVESTING ACTIVITIES**

Purchase of property, plant and equipment (including changes in capital work-in-progress, capital advances/creditors)	(94.71)	(156.93)
Deferred Government Grant received	0.00	66.88
Sale of property, plant and equipment	0.00	14.80
Interest Received	522.70	227.02
<b>Net cash (used in) Investing Activities</b>	<b>427.99</b>	<b>151.77</b>

**C. CASH FLOW FROM FINANCING ACTIVITIES**

Proceeds from non-current borrowings (net)	0.00	(32.14)
(Repayment of)/proceeds from current borrowings (net)	(1,197.16)	(211.99)
Interest and other finance charges paid	(9.79)	(36.88)
<b>Net cash (used in)/from financing activities</b>	<b>(1,206.95)</b>	<b>(281.01)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>8.18</b>	<b>(0.75)</b>
Cash and cash equivalents (opening balance)	92.43	83.04
Cash and cash equivalents (closing balance)	100.61	82.29

**Notes:**

1. Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts :

Balances with banks		
- in current accounts	22.75	16.22
Cheques, Drafts on Hand	15.61	14.89
Cash on hand	62.25	51.18
Cash and cash equivalents (closing balance)	100.61	82.29

Place : Kolkata  
Date: 12/11/2020



*R. K. Poddar*

**R. K. Poddar**  
**Chairman**  
**(DIN: 00240643)**