

Independent Auditor's Report on Quarterly Standalone Financial Results and Standalone Year to Date Results of The Ganges Manufacturing Company Limited Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To The Board of Directors of The Ganges Manufacturing Company Limited

We have audited the standalone financial results ('the Statement') of **The Ganges Manufacturing Company Limited** for the quarter and year ended 31st March, 2018, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular dated 5th July, 2016. Attention is drawn to the fact that the figures for the quarter ended 31st March, 2018 and the corresponding quarter ended in the previous year as reported in the Statement are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the current and previous financial year respectively. Also, the figures up to the end of the third quarter has only been reviewed and not subjected to audit.

The Statement has been prepared on the basis of annual audited financial statements and reviewed quarterly financial results upto the end of third quarter which are the responsibility of the Company's management. Our responsibility is to express an opinion on the Statement based on our audit of such standalone financial statements, which have been prepared by the management in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with rules issued there under, other accounting principles generally accepted in India and in compliance with requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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 Statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting amounts disclosed in the statement. An audit also includes assessing the accounting principles used and significant estimates made by the management. We believe that audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

The financial results for the quarter and year ended 31st March, 2017 reported under previous GAAP, included in the Statement, are based on the previously issued results of the Company, prepared in accordance with the Accounting Standards as per Section 133 of the Act, read with Rule 7 of the Companies (Accounts) rules, 2014. These results were audited by predecessor auditor, who vide their report dated 16th May, 2017 expressed an unmodified opinion. Management has adjusted these results for the differences in the accounting principles adopted by the Company on transition to the Indian Accounting Standards (Ind AS) and presented reconciliation for the same, which has been approved by the Company's Board of Directors and audited by us.



KHANDELWAL RAY & CO.
CHARTERED ACCOUNTANTS


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In our opinion and to the best of our information and according to the explanations given to us the Statement:

- (i) Are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Requirements, 2015 read with SEBI circular dated 5th July, 2016 in this regard; and
- (ii) Give a true and fair view of the financial performance including other comprehensive income and other financial information for the quarter ended 31st March, 2018 and for the year ended 31st March, 2018.

Place of signature: Kolkata
Date: 30.05.2018

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


(T. K. Ray)
M. NO. 053181

Partner



THE GANGES MANUFACTURING COMPANY LIMITED
33-A, JAWAHAR LAL NEHRU ROAD, KOLKATA - 700 071

Statement of Standalone Audited Financial Results for the Quarter and Year Ended 31st March, 2018

Rs. In lakhs

Particulars	Quarter Ended			Year Ended	
	March 31, 2018 (Audited)	December 31, 2017 (Unaudited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)
1. Income					
(a) Revenue from operations	7,997.29	5,713.26	6,994.20	28,286.40	34,106.29
(b) Other Income	135.38	49.19	167.23	286.16	425.05
Total Revenue	8,132.67	5,762.45	7,161.43	28,572.56	34,531.34
2. Expenses					
(a) Cost of Materials Consumed	3,725.80	3,820.20	3,163.36	16,674.49	22,445.70
(b) Purchase of Traded Goods	959.62	-	-	959.62	-
(c) Change in Inventories of Finished Goods, Work-In-Progress and Stock-in-Trade	95.44	(1,002.97)	1,325.63	(350.15)	611.56
(d) Employee Benefits Expenses	1,697.03	1,880.35	1,813.06	6,899.71	7,620.93
(e) Finance Costs	18.17	11.65	10.35	50.61	41.37
(f) Depreciation and Amortisation Expense	71.18	62.55	61.93	258.83	242.96
(g) Other Expenses	1,374.73	802.86	860.23	3,335.36	3,074.45
Total Expenses	7,941.97	5,574.64	7,234.56	27,828.47	34,036.97
3. Profit/(Loss) before Exceptional Items and tax (1-2)	190.70	187.81	(73.13)	744.09	494.37
4. Exceptional Items	-	-	-	-	-
5. Profit/(Loss) before Tax (3-4)	190.70	187.81	(73.13)	744.09	494.37
6. Tax Expenses					
(a) Current Tax	257.53	-	193.86	257.53	193.86
(b) Deferred Tax Expense/(Credit)	(11.87)	-	(30.75)	(11.87)	(30.75)
(c) Income Tax for earlier year	2.35	-	0.62	2.35	0.62
Total tax expenses	248.01	-	163.73	248.01	163.73
7. Profit/(Loss) for the period (5-6)	(57.31)	187.81	(236.86)	496.08	330.64
8. Other comprehensive income (Net of tax)					
(a) Items that will not be reclassified to profit or loss	-	-	-	-	-
(b) Items that will be reclassified to profit or loss	-	-	-	-	-
Total other comprehensive income (Net of tax)	-	-	-	-	-
9. Total comprehensive income for the period (7+8)	(57.31)	187.81	(236.86)	496.08	330.64
10. Paid up Equity Share Capital (Face value-Rs 10 each)	365.93	365.93	365.93	365.93	365.93
11. Earnings Per Share of Rs 10 each (EPS)					
(a) Basic	(1.57)	5.13	(6.47)	13.56	9.04
(b) Diluted	(1.57)	5.13	(6.47)	13.56	9.04



Notes:

1. The Company has adopted Indian Accounting Standards (Ind AS), prescribed under Section 133 of the Companies Act, 2013 read with the relevent rules issued thereunder, w.e.f. 1st April, 2017 and accordingly these financial results have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accountings Standards) (amendment) Rules, 2016. The financial results, presented in accordance with Ind AS 101- First-time Adoption of Indian Accounting Standards, have been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34-Interim Financial Reporting. The figures for the quarter and year ended 31st March, 2017 presented here are also Ind AS compliant.
 2. As the Company's business activity falls within a single significant primary business segment i.e. Jute Goods, no separate segment information is disclosed.
 3. Consequent to introduction of Goods and Service Tax (GST) with effect from 1st July, 2017, Jute manufacturing cess, Value Added Tax (VAT), etc. have been replaced by GST. In accordance with Indian Accounting Standard- 18 on Revenue and IND AS compliant Schedule III of the Companies Act, 2013, GST is not included in the Revenue from operations for applicable periods. Accordingly, Revenue from operations and Other Expenses for the quarter and year ended 31st March, 2018 are not comparable with previous periods. However, there is no impact of the same in the reported profits for the respective periods.
 4. The reconciliation of Net Profit as reported under previous Generally Accepted Accounting Principles (Previous GAAP) and Total Comprehensive Income as per Ind AS for the corresponding quarter and year ended 31st March, 2017 is given below:
- | Particulars | (Rs in Lakhs) | (Rs in Lakhs) |
|--|--|--------------------------|
| | Quarter ended
31/03/2017 | Year ended
31/03/2017 |
| | Net Profit for the period as reported under previous GAAP (Indian GAAP) | (226.13) |
| Add/(Less) Adjustments: | | |
| Deffered Tax Expense/ (Credit) | 10.73 | 10.73 |
| Net Profit for the period as reported under Ind AS | (236.86) | 330.64 |
| Other Comprehensive Income (net of tax) | - | - |
| Total Comprehensive Income as reported under Ind AS | (236.86) | 330.64 |
5. The above audited financial results after review of the Audit Committee were approved by the Board of Directors at their respective meeting held on 30th May, 2018
 6. Figures for the three months ended 31st March, 2018 and 31st, March, 2017 are the balancing figures between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the respective financial years.
 7. The previous period figures have been regrouped/re-classified to make them comparable to the current period presentation.

Place: Kolkata
Date : 30.05.2018



For & On behalf of the Board

R K Poddar

R K Poddar
Chairman

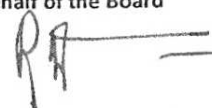


THE GANGES MANUFACTURING COMPANY LIMITED
AUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST MARCH, 2018

Particulars	As at 31st March 2018	As at 31st March 2017
ASSETS		
Non-Current Assets		
a) Property , Plant & Equipment	1,537.76	1,343.98
b) Capital work-in-progress	320.46	82.11
c) Financial assets		
i) Investments	0.06	0.06
ii) Other financial assets	281.04	23.67
d) Non- Current Tax Assets (Net)	83.14	70.49
e) Other Non- current assets	92.56	96.43
Total Non- Current Assets	2,315.02	1,616.74
Current Assets		
a) Inventories	5,043.57	2,334.93
b) Financial assets		
i) Trade Receivables	3,314.18	1,387.17
ii) Cash and Cash Equivalents	98.50	171.73
iii) Other Financial Assets	5.45	21.27
c) Current Tax Assets (Net)	4.51	31.41
d) Other Current Assets	234.55	201.36
Total Current Assets	8,700.76	4,147.87
Total Assets	11,015.78	5,764.61
EQUITY AND LIABILITIES		
Equity		
a) Equity Share Capital	365.93	365.93
b) Other Equity	(388.01)	(884.09)
Total Equity	(22.08)	(518.16)
LIABILITIES		
Non-Current Liabilities		
a) Financial Liabilities		
i) Borrowings	65.18	0.00
ii) Other Financial liabilities	2.26	2.26
b) Provisions	2,220.69	2,220.69
c) Deferred Tax Liabilities (Net)	197.41	209.28
d) Other Non - Current Liabilities	31.43	54.27
Total Non-Current Liabilities	2,516.97	2,486.50
Current Liabilities		
a) Financial Liabilities		
i) Trade Payables	4,859.24	574.77
ii) Other Financial Liabilities	3,242.02	2,923.13
b) Other Current Liabilities	419.63	298.37
Total Current Liabilities	8,520.89	3,796.27
Total Liabilities	11,037.86	6,282.77
Total Equity and Liabilities	11,015.78	5,764.61

Place: Kolkata
Date : 30.05.2018

For & On behalf of the Board



R K Poddar
Chairman







Dated: 30.05.2018

FORM A

(For audit report with unmodified opinion)

[Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

1.	Name of the Company	The Ganges Manufacturing Company Limited
2.	Annual financial statements for the year ended	31 st March, 2018
3.	Type of audit observation	Un-modified
4.	Frequency of observation	Not Applicable
5.	To be signed by :	
	➤ Chairman	 _____ (Ravindra Kumar Poddar) Chairman
	➤ Managing Director/CFO	 _____ (Sanjay Kumar Osatwal) Managing Director Chief Financial Officer
	➤ Auditor of the Company	 _____ (D. K. Ray) Partner Membership No.- 053181 Khandelwal Ray & Co. Chartered Accountants Registration No.-302035E
	➤ Audit Committee Chairman	 _____ (Dilip Datta) Chairman of the Audit Committee



