

**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, 2019 pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015****To The Board of Directors of  
The Ganges Manufacturing Company Limited**

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, 2019 ("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 ("the Regulation"), as amended. The figures for net cash flows for the corresponding period from 1<sup>st</sup> April, 2018 to 30<sup>th</sup> September, 2018 as reported in the Statement have been approved by the Board of Directors of the Company, but have not been reviewed by us.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors in their meeting held on 13<sup>th</sup> November, 2019 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 there under 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 Performed 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 accompanying Statement, prepared in accordance with the applicable Indian Accounting Standards as prescribed under Section 133 of the Companies Act 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation, including the manner in which it is to be disclosed, or that it contains any material mis-statement.

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



**Pinaki Sarkar  
Partner  
Membership no.051449  
UDIN: 19051449 AAAA 05753**

**Place: Kolkata  
Date: 13.11.2019**



**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, 2019**

Rs. In lakhs

Particulars	Quarter Ended			Half year ended		Year Ended
	30/09/2019	30/06/2019	30/09/2018	30/09/2019	30/09/2018	31/03/2019
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
<b>1. Income</b>						
(a) Revenue from operations	10,700.90	7,973.33	10,988.84	18,674.23	17,621.99	33,472.22
(b) Other Income	144.57	104.43	245.84	249.00	283.46	704.86
<b>Total Revenue</b>	<b>10,845.47</b>	<b>8,077.76</b>	<b>11,234.68</b>	<b>18,923.23</b>	<b>17,905.45</b>	<b>34,177.08</b>
<b>2. Expenses</b>						
(a) Cost of Materials Consumed	5,928.28	5,348.36	5,482.49	11,276.64	9,633.86	21,762.25
(b) Purchase of Traded Goods	0.00	0.00	0.00	0.00	11.84	11.84
(c) Change in Inventories of Finished Goods, Work-In-Progress and Stock-in-Trade	1,356.47	(53.96)	2,195.44	1,302.51	1,800.79	(281.77)
(d) Employee Benefits Expenses	1,908.11	1,714.30	1,737.04	3,622.41	3,545.86	6,966.88
(e) Finance Costs	16.00	20.88	20.97	36.88	41.61	323.92
(f) Depreciation and Amortisation Expense	115.49	113.11	75.70	228.60	151.39	378.98
(g) Other Expenses	820.10	792.35	1,248.53	1,612.45	2,094.21	3,580.51
<b>Total Expenses</b>	<b>10,144.45</b>	<b>7,935.04</b>	<b>10,760.17</b>	<b>18,079.49</b>	<b>17,279.56</b>	<b>32,742.61</b>
<b>3. Profit/(Loss) before Exceptional Items and tax (1-2)</b>	<b>701.02</b>	<b>142.72</b>	<b>474.51</b>	<b>843.74</b>	<b>625.89</b>	<b>1,434.47</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>701.02</b>	<b>142.72</b>	<b>474.51</b>	<b>843.74</b>	<b>625.89</b>	<b>1,434.47</b>
<b>6. Tax Expenses</b>						
(a) Current Tax	249.03	60.80	0.00	309.83	0.00	438.21
(b) Deferred Tax Expense/(Credit)	(4.06)	(10.93)	0.00	(14.99)	0.00	73.15
(c) Income Tax for earlier year	4.95	0.00	0.00	4.95	0.00	0.41
<b>Total tax expenses</b>	<b>249.92</b>	<b>49.87</b>	<b>0.00</b>	<b>299.79</b>	<b>0.00</b>	<b>511.77</b>
<b>7. Profit/(Loss) for the period (5-6)</b>	<b>451.10</b>	<b>92.85</b>	<b>474.51</b>	<b>543.95</b>	<b>625.89</b>	<b>922.70</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>451.10</b>	<b>92.85</b>	<b>474.51</b>	<b>543.95</b>	<b>625.89</b>	<b>922.70</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	12.33	2.54	12.97	14.87	17.10	25.22
(b) Diluted	12.33	2.54	12.97	14.87	17.10	25.22



**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 13th November, 2019.
3. Provision for Gratuity as required under Ind AS 19 will be made at the end of the year.
4. Provision for Income Tax including deferred tax was made at the end of the year 31st March 2018, but no provision was made for Quarter and Half year ended 30th September, 2018.
5. The previous period figures have been regrouped/re-classified to make them comparable to the current period presentation.

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Place: Kolkata  
Date : 13/11/2019



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



**THE GANGES MANUFACTURING COMPANY LIMITED**

**STATEMENT OF UNAUDITED ASSETS AND LIABILITIES AS AT 30TH SEPTEMBER, 2019**

*Rupees in Lakhs*

Particulars	As at	As at
	30th Sept 2019	31st March 2019
	(Un-Audited)	(Audited)
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
a) Property , Plant & Equipment	2,492.59	2,526.16
b) Capital work-in-progress	50.94	103.85
c) Financial assets		
i) Investments	0.06	0.06
ii) Other financial assets	666.90	591.73
d) Non- Current Tax Assets (Net)	87.24	87.24
e) Other Non- current assets	86.75	69.80
<b>Total Non- Current Assets</b>	<b>3,384.48</b>	<b>3,378.84</b>
<b>Current Assets</b>		
a) Inventories	2,427.21	4,770.15
b) Financial assets		
i) Trade Receivables	3,575.27	1,677.98
ii) Cash and Cash Equivalents	82.29	83.04
iii) Other Bank Balances	3.03	51.22
iv) Other Financial Assets	11.57	13.48
c) Current Tax Assets (Net)	0.00	0.89
d) Other Current Assets	276.62	296.22
<b>Total Current Assets</b>	<b>6,375.99</b>	<b>6,892.98</b>
<b>Total Assets</b>	<b>9,760.47</b>	<b>10,271.82</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
a) Equity Share Capital	365.93	365.93
b) Other Equity	1,078.65	534.69
<b>Total Equity</b>	<b>1,444.58</b>	<b>900.62</b>
<b>LIABILITIES</b>		
<b>Non-Current Liabilities</b>		
a) Financial Liabilities		
i) Borrowings	25.05	57.19
ii) Other Financial liabilities	112.64	112.64
b) Provisions	2,220.69	2,220.69
c) Deferred Tax Liabilities (Net)	255.56	270.56
d) Other Non - Current Liabilities	53.78	19.35
<b>Total Non-Current Liabilities</b>	<b>2,667.72</b>	<b>2,680.43</b>
<b>Current Liabilities</b>		
a) Financial Liabilities		
i) Borrowings	777.12	989.11
ii) Trade Payables		
Total Outstanding dues of MSME	33.19	54.34
Total Outstanding dues of creditors other than MSME	1,612.49	2,372.79
ii) Other Financial Liabilities	3,002.69	3,085.91
b) Other Current Liabilities	138.51	188.62
c) Current tax liabilities (net)	84.17	0.00
<b>Total Current Liabilities</b>	<b>5,648.17</b>	<b>6,690.77</b>
<b>Total Liabilities</b>	<b>8,315.89</b>	<b>9,371.20</b>
<b>Total Equity and Liabilities</b>	<b>9,760.47</b>	<b>10,271.82</b>

Place : Kolkata  
Date: 13/11/2019



R.K. Poddar  
Chairman  
(DIN: 00240643)



**THE GANGES MANUFACTURING COMPANY LIMITED**  
**STATEMENT OF UNAUDITED CASH FLOW FOR THE HALF YEAR ENDED 30TH SEPTEMBER 2019**

	<i>For the half year ended 30th Sept 2019</i>	<i>Rupees in lakhs For the half year ended 30th Sept 2018</i>
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit/Loss Before Tax	843.74	625.89
<u>Adjustment for</u>		
- Depreciation and amortisation expenses	228.60	151.39
- Unrealised foreign exchange (gain)/loss	0.00	0.00
- Income from Deferred Government Grant	(15.92)	(11.41)
- (Profit)/Loss on Sale of property, plant and equipment (net)	0.00	0.00
- Interest Income	(227.02)	(192.86)
- Finance costs	36.88	41.61
	22.54	(11.27)
Operating profit before working capital changes	866.28	614.62
<u>Adjustment for</u>		
- (Increase)/decrease in inventories	2,342.94	936.16
- (Increase)/decrease in trade receivables	(1,897.29)	(728.39)
- (Increase)/decrease in other financial assets	(25.07)	(246.81)
- (Increase)/decrease in Other assets	3.54	(74.88)
- Increase/(decrease) in trade payables	(781.44)	(820.34)
- Increase/(decrease) in other financial liabilities	(83.22)	1,258.75
- Increase/(decrease) in provisions	0.00	(0.00)
- Increase/(decrease) in other liabilities	(66.64)	(247.40)
	(507.18)	77.09
Cash generated from operations	359.10	691.71
Direct Taxes Paid	(230.61)	(112.51)
<b>Net Cash from Operating Activities</b>	<b>128.49</b>	<b>579.20</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment (including changes in capital work-in-progress, capital advances/creditors)	(156.93)	(726.70)
Deferred Government Grant received	66.88	0.00
Sale of property, plant and equipment	14.80	1.93
Interest Received	227.02	192.86
<b>Net cash (used in) Investing Activities</b>	<b>151.77</b>	<b>(531.91)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from non-current borrowings (net)	(32.14)	46.34
(Repayment of)/proceeds from current borrowings (net)	(211.99)	0.00
Interest and other finance charges paid	(36.88)	(41.61)
<b>Net cash (used in)/from financing activities</b>	<b>(281.01)</b>	<b>4.73</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>(0.75)</b>	<b>52.01</b>
Cash and cash equivalents (opening balance)	83.04	98.50
Cash and cash equivalents (closing balance)	82.29	150.51


**Notes:**

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

Balances with banks		
- in current accounts	16.22	115.86
Cheques, Drafts on Hand	14.89	0.00
Cash on hand	51.18	34.65
Cash and cash equivalents (closing balance)	82.29	150.51

Place : Kolkata  
Date: 13/11/2019



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