



GOA CARBON LIMITED

Registered Office: Dempo House, Campal, Panaji, Goa 403 001
Corporate Identity Number – L23109GA1967PLC000076
Website: www.goacarbon.com



STATEMENT OF UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2020

₹ in lacs

Particulars	Quarter ended Sept 30, 2020	Quarter ended June 30, 2020	Quarter ended Sept 30, 2019	Six months ended Sept 30, 2020	Six months ended Sept 30, 2019	Year ended March 31, 2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I. Revenue from operations:						
(a) Sale of products (net)	8,792.70	5,562.30	10,146.02	14,355.00	24,032.15	41,641.85
(b) Other operating revenues	5.70	1.09	2.97	6.79	7.53	19.58
	8,798.40	5,563.39	10,148.99	14,361.79	24,039.68	41,661.43
II. Other income (net) (refer note no. 7)	32.93	19.33	27.69	52.26	173.37	245.31
III. Total revenue (I+II)	8,831.33	5,582.72	10,176.68	14,414.05	24,213.05	41,906.74
IV. Expenses:						
(a) Cost of materials consumed	5,653.86	6,510.77	9,087.63	12,164.63	19,242.97	30,703.71
(b) Changes in inventories of finished goods	1,847.94	(2,079.42)	(466.66)	(231.48)	1,702.14	4,831.42
(c) Employee benefits expense	449.19	455.93	473.73	905.12	925.17	1,823.54
(d) Finance costs	237.21	241.10	382.36	478.31	827.49	1,376.67
(e) Depreciation and amortisation expenses	54.31	53.74	55.57	108.05	109.74	218.69
(f) Other expenses	1,088.79	905.23	2,019.25	1,994.02	3,365.69	5,790.44
Total expenses (IV)	9,331.30	6,087.35	11,551.88	15,418.65	26,173.20	44,744.47
V. Loss before tax (III-IV)	(499.97)	(504.63)	(1,375.20)	(1,004.60)	(1,960.15)	(2,837.73)
VI. Tax expense:						
(a) Current tax (refer note no. 8)	-	-	-	-	-	11.59
(b) Deferred tax	2.70	2.71	2.11	5.41	(81.04)	(74.43)
VII. Loss for the period (V-VI)	(502.67)	(507.34)	(1,377.31)	(1,010.01)	(1,879.11)	(2,774.89)
VIII. Other comprehensive income:						
(i) Items that will not be reclassified to profit and loss:						
(a) Remeasurements of the defined benefit plans	(7.74)	(7.75)	(6.04)	(15.49)	(12.07)	(30.98)
(b) Equity instruments through other comprehensive income	1.52	20.57	(2.53)	22.09	25.69	(55.95)
(ii) Tax relating to items that will not be reclassified to profit and loss	2.70	2.71	2.11	5.41	4.22	10.83
IX. Total comprehensive loss for the period (VII+VIII)	(506.19)	(491.81)	(1,383.77)	(998.00)	(1,861.27)	(2,850.99)
X. Paid-up equity share capital (face value ₹10)	915.11	915.11	915.11	915.11	915.11	915.11
XI. Loss per equity share (in ₹) items (Basic and diluted)	(5.49)	(5.54)	(15.05)	(11.04)	(20.53)	(30.32)
* (not annualised)	*	*	*	*	*	*

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Statement of Assets and Liabilities

₹ in lacs

Particulars	As at	
	30.09.2020	31.03.2020
	Unaudited	Audited
I. ASSETS		
(1) Non-current assets		
(a) Property, plant and equipment	2,515.91	2,616.43
(b) Capital work in progress	18.00	18.00
(c) Intangible assets	4.13	8.00
(d) Financial assets		
(i) Investments	262.47	240.38
(ii) Loans	73.64	72.42
(e) Non-current tax assets (net) (refer note no. 5)	1,256.80	1,253.20
(f) Other non-current assets	633.02	462.33
	4,763.97	4,670.76
(2) Current assets		
(a) Inventories	6,807.80	9,725.31
(b) Financial assets		
(i) Trade receivables	4,513.42	2,165.06
(ii) Cash and cash equivalents	8.92	683.07
(iii) Bank balances other than (ii) above	1,000.77	1,929.91
(iv) Others	4.26	476.03
(c) Other current assets	837.31	1,556.53
	13,172.48	16,535.91
TOTAL ASSETS	17,936.45	21,206.67
II. EQUITY AND LIABILITIES		
(1) Equity		
(a) Equity share capital	915.11	915.11
(b) Other equity	5,994.74	6,992.74
	6,909.85	7,907.85
(2) Current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,499.90	368.82
(ii) Trade payables		
(A) total outstanding dues of micro enterprises and small enterprises; and	-	61.78
(B) total outstanding dues of creditors other than micro enterprises and small enterprises.	8,216.63	11,813.74
(iii) Others	571.87	315.55
(b) Other current liabilities	700.51	702.74
(c) Provisions	37.69	36.19
	11,026.60	13,298.82
TOTAL EQUITY AND LIABILITIES	17,936.45	21,206.67

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STATEMENT OF CASH FLOWS

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₹ in lacs

	Particulars	Six months ended	Six months ended	Year ended
		Sept 30, 2020	Sept 30, 2019	March 31, 2020
		Unaudited	Unaudited	Audited
A.	CASH FLOWS FROM OPERATING ACTIVITIES			
	Loss before tax	(1,004.60)	(1,960.15)	(2,837.73)
	Adjustments for:			
	Depreciation and amortisation expenses	108.05	109.74	218.69
	Finance cost	478.31	827.49	1,376.67
	Assets written off	-	-	4.51
	Bad debts written off	0.05	6.24	15.48
	Interest income	(29.97)	(119.88)	(183.52)
	Provision for doubtful debts made/(written back)	2.38	(21.28)	(36.72)
	Sundry credit balances written back	(0.68)	(7.63)	(20.35)
	Net gain on disposal of property, plant and equipment	-	(3.98)	(3.98)
	Exchange (Gain)/ loss - (net)	(127.18)	199.78	481.96
	Dividend income	-	(0.74)	(0.74)
		430.96	989.74	1,852.00
	Operating loss before working capital changes	(573.64)	(970.41)	(985.73)
	Changes in working capital			
	<i>Adjustments for (increase) / decrease in operating assets:</i>			
	Loans	(1.22)	(1.13)	(0.08)
	Other non-current assets	1.55	(3.27)	(3.43)
	Inventories	2,917.51	4,773.82	6,916.10
	Trade receivables	(2,350.79)	3,037.78	4,054.47
	Other current financial assets	471.77	4.77	(444.35)
	Other current assets	703.73	897.58	1,559.33
	<i>Adjustments for increase / (decrease) in operating liabilities:</i>			
	Trade payables	(3,531.02)	(6,815.25)	(10,014.08)
	Other current financial liabilities	266.89	(630.88)	(569.55)
	Other current liabilities	(2.23)	23.02	(152.88)
	Provisions	1.50	1.50	3.15
		(1,522.31)	1,287.94	1,348.68
	Cash generated from operating activities	(2,095.95)	317.53	362.95
	Income tax paid (net of refunds, if any)	(3.60)	(9.70)	(17.76)
	Net cash from / (used in) operating activities (A)	(2,099.55)	307.83	345.19
B.	CASH FLOW FROM INVESTING ACTIVITIES			
	Acquisition of property, plant and equipment, intangibles and capital work-in-progress	(175.91)	(146.26)	(186.80)
	Proceeds from sale of property, plant and equipments	-	7.81	13.86
	Margin money and bank deposits realised	923.57	1,642.91	1,467.92
	Interest received	29.97	107.65	183.52
	Dividend received	-	0.74	0.74
	Net cash from investing activities (B)	777.63	1,612.85	1,479.24
C.	CASH FLOW FROM FINANCING ACTIVITIES			
	Interest paid	(483.31)	(878.49)	(1,511.48)
	Net cash used in financing activities (C)	(483.31)	(878.49)	(1,511.48)
	NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A + B + C)	(1,805.23)	1,042.19	312.95
	CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	314.25	1.30	1.30
	Effect of exchange differences on restatement of foreign currency cash and cash	-	(0.01)	-
	CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD *	(1,490.98)	1,043.48	314.25

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STATEMENT OF CASH FLOWS (CONTINUED)

Reconciliation of Cash and cash equivalents with the Balance Sheet:

₹ in lacs

Particulars	As at Sept 30, 2020	As at Sept 30, 2019	As at March 31, 2020
Cash and cash equivalent as per balance sheet	1,009.69	2,811.11	2,612.98
Less: Bank balances not considered as Cash and cash equivalents :			
Earmarked unpaid dividend account	(44.20)	(50.25)	(49.77)
Margin money deposits and security against borrowings (including interest accrued thereon)	(956.57)	(1,717.38)	(1,880.14)
Less: Bank overdraft balances, being part of cash management policy	(1,499.90)	-	(368.82)
Cash and cash equivalent as per statement of cash flows	(1,490.98)	1,043.48	314.25

* Comprises of	Six months ended Sept 30, 2020	Six months ended Sept 30, 2019	Year ended March 31, 2020
Cash on hand	0.19	0.75	0.69
Balances with banks in current accounts	8.73	92.58	35.78
Deposits with original maturity less than 3 months (including interest accrued thereon)	-	950.15	646.60
Cash credit, repayable on demand used for cash management purpose	(1,499.90)	-	(368.82)
Total	(1,490.98)	1,043.48	314.25

Reconciliation of liabilities arising from financing activities as required under amendment to IND AS 7:

Particulars			
Short-term borrowings as at beginning of the period	368.82	43.22	43.22
Less: Cash credit as at beginning of the period	(368.82)	(43.22)	(43.22)
Add: Cash inflows/ (outflows) [proceeds / (repayment) of current borrowings from Banks (net)]	-	-	-
Add: Cash credit as at end of the period	1,499.90	-	368.82
Short-term borrowings as at end of the period	1,499.90	-	368.82

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NOTES:

- 1) The above financial results have been reviewed by the audit committee at their meeting held on Oct 13, 2020 and approved by the Board of Directors at their meeting held on Oct 14, 2020.
- 2) The statutory auditors of the Company have conducted a limited review of the above unaudited financial results for the quarter and half year ended Sept 30, 2020. An unqualified report has been issued by them thereon.
- 3) The Company's operation and its results fluctuate from period to period on account of :
 - a) the delivery schedule of the customers which vary from time to time;
 - b) the inability of the Company to always increase selling prices in line with cost of imported raw material, the FOB price of which varies substantially from time to time; and
 - c) exchange fluctuations arising because of the Company's dependence on imports of raw materials.
- 4) The Pandemic "COVID-19" spread has severely impacted business around the world including India. There has been severe disruption in regular business operations due to emergency measures taken by the Government. The Company has done a detailed assessment of the impact on the going concern, liquidity position and carrying value of assets like trade receivables, property, plant and equipment and other financial assets. Based on this assessment, there are no adjustments required. Further apart from collections from sales, the Company also has fund-based facilities with Banks. Due to this, management believes that the Company has the ability to meet all its liability obligations as and when they fall due. The management has taken into consideration all the known impacts of COVID-19 while preparation of these financial results and the Company will continue to monitor any material changes in future economic conditions.
- 5) The Company's appeal to the High Court of Bombay at Goa against the order of the Income Tax Appellate Tribunal which had confirmed the disallowance of the deduction under section 80HHC of the Income Tax Act, 1961 for Assessment Years 1993-94 to 2004-05 was allowed by the High Court vide its order dated October 21, 2010. The income tax department has filed a Special Leave petition before the Honourable Supreme Court. The petition has been admitted and is pending for hearing. The amount of disputed tax and interest paid on this account is ₹ 901 lacs.
- 6) The Company operates only in one segment i.e. manufacture and sale of Calcined Petroleum Coke.
- 7) Other income for the quarter ended Sept 30, 2019 is net of foreign exchange loss of ₹ 37.26 lacs.
- 8) Current tax expense for the year ended March 31, 2020 includes tax for earlier years ₹ 11.59 lacs.
- 9) Due to the absence of viable export and domestic orders, the plants of the Company were shut down during the quarter ended Sept 30, 2020 as under:
 - i) Goa Plant - 36 days ii) Bilaspur Plant - 69 days iii) Paradeep Plant - 28 days.

For GOA CARBON LIMITED

SHRINIVAS V. DEMPO
CHAIRMAN
DIN : 00043413

Panaji, Goa: Oct 14, 2020