



**STATEMENT OF UNAUDITED FINANCIAL RESULTS  
FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2018**

₹ in lacs

Particulars	Quarter ended Sept 30, 2018	Quarter ended June 30, 2018	Quarter ended Sept 30, 2017	Six months ended Sept 30, 2018	Six months ended Sept 30, 2017	Year ended March 31, 2018
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>I. Revenue from operations:</b>						
(a) Sale of products (Net) (Ref note 7 and 8)	11,333.46	12,467.49	15,064.38	23,800.95	23,989.20	58,717.02
(b) Other operating revenues	17.92	4.60	0.30	22.52	2.96	7.62
	<b>11,351.38</b>	<b>12,472.09</b>	<b>15,064.68</b>	<b>23,823.47</b>	<b>23,992.16</b>	<b>58,724.64</b>
<b>II. Other income (Net) (Ref note 9)</b>	<b>85.08</b>	<b>54.85</b>	<b>106.20</b>	<b>139.93</b>	<b>266.55</b>	<b>874.14</b>
<b>III. Total Revenue (I+II)</b>	<b>11,436.46</b>	<b>12,526.94</b>	<b>15,170.88</b>	<b>23,963.40</b>	<b>24,258.71</b>	<b>59,598.78</b>
<b>IV. Expenses:</b>						
(a) Cost of materials consumed	10,000.59	12,764.85	10,367.72	22,765.44	18,047.33	41,236.44
(b) Changes in inventories of finished goods	(315.06)	(3,380.96)	1,569.47	(3,696.02)	(937.78)	247.85
(c) Excise duty on sale of products (Ref note 8)	-	-	-	-	1,095.38	1,095.38
(d) Employees benefits expenses	436.65	466.13	402.97	902.78	831.45	1,864.14
(e) Finance costs (Net)	335.67	311.81	464.04	647.48	675.70	970.73
(f) Depreciation and amortisation expenses	50.16	48.23	45.76	98.39	91.06	185.83
(g) Other expenses	1,104.83	1,158.03	216.34	2,262.86	1,468.03	5,046.32
<b>Total expenses (IV)</b>	<b>11,612.84</b>	<b>11,368.09</b>	<b>13,066.30</b>	<b>22,980.93</b>	<b>21,271.17</b>	<b>50,646.69</b>
<b>V. Profit/(Loss) before tax (III-IV)</b>	<b>(176.38)</b>	<b>1,158.85</b>	<b>2,104.58</b>	<b>982.47</b>	<b>2,987.54</b>	<b>8,952.09</b>
<b>VI. Tax expense:</b>						
(a) Current tax (Refer note 10)	(132.55)	427.36	732.31	294.81	1,059.40	3,586.81
(b) Deferred tax	83.03	(13.32)	(4.16)	69.71	(23.04)	(19.57)
<b>VII. Profit/(Loss) for the period (V-VI)</b>	<b>(126.86)</b>	<b>744.81</b>	<b>1,376.43</b>	<b>617.95</b>	<b>1,951.18</b>	<b>5,384.85</b>
<b>VIII. Other comprehensive income/(loss):</b>						
(i) Items that will not be reclassified to profit and loss:						
(a) Remeasurements of the defined benefit plans	(4.62)	(4.63)	(10.66)	(9.25)	(25.20)	(18.50)
(b) Equity instruments through other comprehensive income	22.39	(2.19)	(10.06)	20.20	18.50	19.80
(ii) Tax relating to items that will not be reclassified to profit and loss	1.61	1.62	3.69	3.23	8.72	6.41
<b>IX. Total comprehensive income / (loss) for the period (VII+VIII)</b>	<b>(107.48)</b>	<b>739.61</b>	<b>1,359.40</b>	<b>632.13</b>	<b>1,953.20</b>	<b>5,392.56</b>
<b>X. Paid-up equity share capital (face value ₹10)</b>	<b>915.11</b>	<b>915.11</b>	<b>915.11</b>	<b>915.11</b>	<b>915.11</b>	<b>915.11</b>
<b>XI. Earnings per equity share (in ₹) items (Basic and diluted)</b>	<b>(1.39)</b>	<b>8.14</b>	<b>15.04</b>	<b>6.75</b>	<b>21.32</b>	<b>58.84</b>
*(not annualised)	*	*	*	*	*	

**Statement of Assets and Liabilities**

₹ in lacs

Particulars	As at	
	Sept 30, 2018	March 31, 2018
	Unaudited	Audited
<b>I. ASSETS</b>		
<b>(1) Non-current assets</b>		
(a) Property, plant and equipment	2,744.18	2,384.82
(b) Capital work in progress	-	364.40
(c) Intangible assets	13.54	16.54
(d) Financial assets		
(i) Investments	226.87	206.67
(ii) Others	72.22	72.07
(e) Income tax assets (net)	1,140.11	1,126.88
(f) Other non-current assets	402.89	409.16
	4,599.81	4,580.54
<b>(2) Current assets</b>		
(a) Inventories	12,931.95	9,342.81
(b) Financial assets		
(i) Trade receivables	5,847.79	5,620.96
(ii) Cash and cash equivalents	45.77	4,710.27
(iii) Bank balances other than (ii) above	1,125.30	9,487.81
(iv) Others	478.88	130.56
(c) Current tax assets (net)	10.92	10.92
(d) Other current assets	1,893.78	1,664.80
	22,334.39	30,968.13
<b>TOTAL ASSETS</b>	<b>26,934.20</b>	<b>35,548.67</b>
<b>II. EQUITY AND LIABILITIES</b>		
<b>(1) Equity</b>		
(a) Equity share capital	915.11	915.11
(b) Other equity	11,153.35	11,624.43
	12,068.46	12,539.54
<b>(2) Non-current liabilities</b>		
(a) Deferred tax liabilities (net)	408.60	342.12
	408.60	342.12
<b>(3) Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	2,029.32	19,487.65
(ii) Trade payables	10,562.58	1,412.63
(iii) Others	403.49	391.07
(b) Other current liabilities	1,135.96	1,338.25
(c) Provisions	325.79	37.41
	14,457.14	22,667.01
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>26,934.20</b>	<b>35,548.67</b>

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NOTES:

- 1) The above unaudited financial results have been reviewed by the audit committee at their meeting held on Oct 4, 2018 and approved by the Board of Directors at their meeting held on Oct 5, 2018.
- 2) The statutory auditors of the Company have conducted a limited review of the above unaudited financial results for the quarter ended Sept 30, 2018.
- 3) Due to the absence of viable export and domestic orders, the Plants of the Company were shut down during the quarter as under:  
i) Goa plant : 42 days, ii) Bilaspur plant : 92 days, and ii) Paradeep plant : 19 days.
- 4) 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.
- 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) Effective April 1, 2018, the Company has adopted Ind AS 115 "Revenue from Contracts with Customers" using the cumulative effect method. The standard is applied retrospectively only to contracts that are not completed as at the date of initial application and the comparative information is not restated in the financial results. The adoption of the standard did not have any material impact to the financial results of the Company.
- 8) In accordance with the requirements of Ind AS, revenue for the period from April 1, 2018 to September 30, 2018 is net of Goods and Services Tax ('GST'). However, revenue for the period from April 1, 2017 to Jun 30, 2017 is inclusive of excise duty and that for the period from July 1, 2017 to March 31, 2018 is net of GST.
- 9) Other income for quarter ended Sept 30, 2017 includes foreign exchange loss of Rs 26.29 lacs.
- 10) Current tax expense for the year ended March 31, 2018 includes tax for earlier years amounting to ₹ 444.51 lacs.
- 11) The wholly owned subsidiary of the Company Viz., GCL Global Resources SGP Pte Limited, Singapore, was liquidated on March 9, 2018. During the previous year ended 31 March 2018, the Company received full and final payment of Rs 1,273.03 lacs from the liquidator. Accordingly, Other Income for the previous year ended March 31, 2018 included foreign exchange gain of ₹ 146.35 lacs arising on account of liquidation of investments of the wholly owned subsidiary.
- 12) The Hon'ble Supreme Court of India vide order dt. 26.07.2018 has banned the import of Petroleum Coke if used as fuel but allowed the import of Petroleum coke when used as Feedstock or in the manufacturing process on actual user basis only for the Cement, Lime Kiln, Calcium Carbide and Gasification Industries. Consequently, the Ministry of Commerce & Industry vide Notification No. 25/2015-2020 dated 17th August 2018, has amended the import policy prohibiting the import of Petroleum Coke into India if used as a fuel.

The Company uses Petroleum Coke only as "Feedstock" for producing Calcined Petroleum Coke but as the Supreme Court order does not cover the Calcination Industry as those permissible to import, this will impact the ability of the Company to import Petroleum Coke which is essential for the production of the Calcined Petroleum Coke.

In view of the above, the Company has filed an application with the Hon'ble Supreme Court of India representing that being an indispensable subset, the Calcination Industry should be considered along with that of the Aluminum Industry for allowing the import and use of the petroleum coke in the manufacturing process as feedstock and has sought the necessary clarification on the order dated 26.07.2018. The Hon'ble Supreme Court of India, vide Order dated 23.08.2018 has allowed the impleadment application filed by the Company and listed application for hearing on 09.10.2018 along with the Steel and Aluminum Industry.

The Company is confident that they have a good case on merits duly supported by a legal opinion. Further, the Board of Directors in their meeting held on October 5, 2018 have reviewed the Company's cash flow projections and concluded that the Company will be able to meet its obligations as they fall due for the next 12 months. The Company has also continuously been exploring avenues to derisk the Company through diversification. Hence, the financial results have been prepared on going concern basis.

SHRINIVAS V. DEMPO  
CHAIRMAN  
DIN : 00043413

Panaji, Goa: Oct 5, 2018