

Khimji Kunverji & Co LLP

Chartered Accountants

Auditors' Report on Unaudited Financial Results of Century Enka Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of
Century Enka Limited

We have reviewed the accompanying statement of unaudited financial results of Century Enka Limited ("the Company") for the quarter ended June 30, 2019 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). Attention is drawn to the fact that the figures for the quarter ended March 31, 2019 as reported in this Statement are the balancing figures up to the end of third quarter of the previous financial year. The figures upto the end of third quarter of the previous financial year had only been reviewed and not subject to audit.

This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on July 29, 2019. Our responsibility is to issue a report on this statement based on our review.

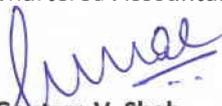
We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Independent Auditor of the Entity", issued by the Institute of Chartered Accountant of India (ICAI). This standard require that we plan and perform the review to obtain moderate assurance as to whether the financial results are 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 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of Matter

We draw attention to Note 3 of the Statement regarding the Company's appeal pending before CESTAT, Mumbai against the excise duty demand aggregating Rs.22,927 lakh plus interest thereon and penalty of Rs.22,927 lakh. Based on expert legal advice and merits of the case, no provision has been considered necessary by the Company. The final determination of the cash outflow, if any, would depend upon the final decision of the appropriate authorities in the future. Our conclusion is not modified in respect of this matter.

For Khimji Kunverji & Co LLP
(Formerly Khimji Kunverji & Co – 105146W)
Chartered Accountants


Gautam V. Shah
Partner

Membership No: 117348
UDIN: 19117348AAAABK3200

Mumbai
July 29, 2019





Statement of Unaudited Financial Results for the Quarter Ended 30th June, 2019

Rs. in Lacs

S.No.	Particulars	Three Months Ended			Year Ended
		30-Jun-19	31-Mar-19	30-Jun-18	31-Mar-19
		Unaudited	Audited (Refer Note 5)	Unaudited	Audited
I	Revenue From Operations	37,524	43,457	40,587	179,138
II	Other Income	514	492	335	2,163
III	Total Income (I+II)	38,038	43,949	40,922	181,301
IV	EXPENSES				
	Cost of materials consumed	24,628	27,794	25,731	116,757
	Purchases of Stock-in-Trade	-	465	-	484
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	(1,694)	723	(982)	(357)
	Employee benefits expense	2,390	2,511	2,260	9,445
	Power and Fuel	5,038	5,124	5,387	21,946
	Finance costs	74	87	81	346
	Depreciation and amortization expense	1,171	1,135	1,104	4,504
	Other expenses	3,530	4,407	3,690	15,812
	Total expenses (IV)	35,137	42,246	37,271	168,937
V	Profit before exceptional items and tax (III- IV)	2,901	1,703	3,651	12,364
VI	Exceptional Items Income/(Loss) (Refer Note 4)	-	-	-	(454)
VII	Profit before tax (V+VI)	2,901	1,703	3,651	11,910
VIII	Tax expense:				
	(i) Current tax	1,016	608	1,268	4,360
	(ii) (Excess)/Short Provision of Tax relating to earlier years	-	-	-	(84)
	(iii) Deferred tax Liability/ (Assets)	37	41	138	(24)
IX	Profit for the period (VII-VIII)	1,848	1,054	2,245	7,658
X	Other Comprehensive Income				
	(i) Items that will not be reclassified to profit or loss	(94)	(333)	(95)	(369)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(12)	49	(98)	(47)
	(i) Items that will be reclassified to profit or loss	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
XI	Total Comprehensive Income for the period (IX+X)	1,742	770	2,052	7,242
XII	Paid-up Equity Share Capital (Face value of Rs. 10 each)	2,185	2,185	2,185	2,185
XIII	Other Equity				93,302
XIV	Earnings per Share (of Rs. 10 each) (Not Annualised):				
	(1) Basic	8.46	4.82	10.27	35.05
	(2) Diluted	8.46	4.82	10.27	35.05



CENTURY ENKA LIMITED

Statement of Unaudited Financial Results for the Quarter Ended 30th June, 2019



NOTES :

- 1) The above results have been reviewed and recommended for approval by the Audit Committee to the Board of Directors and have been approved by the Board of Directors at its meeting held on 29th July, 2019. The Statutory Auditors have carried out limited review of the above financial results and their report contains emphasis with respect to matter disclosed in note 3 below.
- 2) The Company's business activity falls within a single operating segment i.e. "Synthetic Yarn".
- 3) Excise Department had issued an order dated 31st December 2013 denying the applicability of notification No. 6/2000 dated 1st March 2000 and raised a demand of Rs.22,927 lacs plus interest thereon and penalty equivalent to demand amount. The Company has filed an appeal before Appellate Tribunal (CESTAT), which has been admitted on pre-deposit of Rs.700 Lacs and granted stay against the recovery. The Company has been advised by legal experts that it has a fair chance of ultimately succeeding in the matter and accordingly no provision is required to be made in accounts.
- 4) Exceptional item represents Rs.454 Lacs towards write down in carrying value of Machinery not in use for the year ended 31st March, 2019.
- 5) The figures for previous three months ended 31st March, 2019 are arrived at as difference between audited figures in respect of the full financial year and published figures upto nine months of relevant financial year.
- 6) The figures for the previous periods have been regrouped or reclassified to conform current period classification, wherever necessary.

For and on behalf of Board of Directors

O. R. Chitlange

O. R. Chitlange
(Managing Director)

Place : Mumbai
Date : 29th July, 2019

Regd. office : Century Enka Limited, Plot No.72 & 72A, MIDC., Bhosari, Pune - 411026.

CIN : L24304PN1965PLC139075. Website : www.centuryenka.com



CENTURY ENKA LIMITED



Extract of Unaudited Financial Results for the Quarter Ended 30th June, 2019

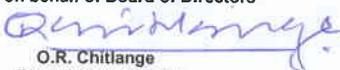
Rs. in Lacs

S. No.	Particulars	Three Months Ended		Year Ended	
		30-Jun-19	31-Mar-19	30-Jun-18	31-Mar-19
		Unaudited	Audited	Unaudited	Audited
1	Total Income from Operations	38,038	43,949	40,922	181,301
2	Net Profit for the period (Before Tax, Exceptional and/ or Extraordinary Items)	2,901	1,703	3,651	12,364
3	Net Profit before Tax (after Exceptional and/ or Extraordinary Items)	2,901	1,703	3,651	11,910
4	Net Profit after Tax (after Exceptional and/ or Extraordinary Items)	1,848	1,054	2,245	7,658
5	Total Comprehensive Income for the period [Comprising Profit for the period (after Tax) and Other Comprehensive Income (after Tax)]	1,742	770	2,052	7,242
6	Paid-up Equity Share Capital (Face value of Rs. 10 each)	2,185	2,185	2,185	2,185
7	Earnings Per Share (of Rs. 10/- each) :				
	- Basic	8.46	4.82	10.27	35.05
	- Diluted	8.46	4.82	10.27	35.05

Notes:

- The above results have been reviewed and recommended for approval by the Audit Committee to the Board of Directors and have been approved by the Board of Directors at its meeting held on 29th July, 2019.
- The above is an extract of the detailed format of Quarterly Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Quarterly Results are available on the Stock Exchange website (www.nseindia.com and www.bseindia.com) and on Company's website (www.centuryenka.com).

For and on behalf of Board of Directors


O.R. Chitlange
 (Managing Director)

Place : Mumbai
Date : 29th July, 2019

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