



Regency Ceramics Limited

REF/RCL/SEC/2020

Date : 13th November , 2020

1. National Stock Exchange of India Ltd
Exchange Plaza, Bandra Kurla
Complex, Bandra (E),
MUMBAI - 400051
2. Corporate Relationship Department
BSE Limited
25th Floor, Phiroze Jeejeebhoy Towers
Dalal Street, MUMBAI- 400 001

Dear Sir/Madam,

Sub: Outcome of Board meeting held on 13.11.2020
Ref: BSE Scrip Code 515018, NSE: REGENCERAM

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With reference to the subject cited above, this is to inform the Exchange that the meeting of the Board of Directors of Regency Ceramics Limited held on Friday, 13th November 2020 at 2.00 p.m. at the registered office of the company the following were considered and approved:

1. Un-audited Financial Results for the quarter/half year ended 30th September, 2020 reviewed by the Audit Committee and the Limited Review of the same has been carried out by the Statutory Auditors of the company. A Copy of the Un-Audited Financial Results along with the Limited Review Report on the Un-Audited Financial Results is enclosed as per Regulations 33 & 30(4) of the SEBI (LODR) Regulations, 2015.

The meeting concluded at 3.30 p.m.

This is for the information and records of the Exchange, please.

Thanking you.

Yours faithfully,
For Regency Ceramics Limited


Authorized signatory

Encl: as above

CIN : L26914TG1983PLC004249
Registered Office : 89/A, Aishwarya, 1st Floor, Street No.8, Sagar Society, Road No.2, Banjara Hills,
Hyderabad - 500034. Telangana Website : regencytiles.comm
Email : rclcosec@gmail.com; Phone : 040-23319903.



Regency Ceramics Limited

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER 2020

(Rs. in lakhs except for share data)

S.No	Particulars	Quarter ended			Half Year Ended		Year ended
		30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
I	Revenue from Operations	0.00	0.00	0.00	0.00	0.00	0.00
II	Other Income	0.20	0.69	0.96	0.89	1.92	3.84
III	Total income (I + II)	0.20	0.69	0.96	0.89	1.92	3.84
IV	Expenses						
	(a) Cost of Materials consumed	0.00	0.00	0.00	0.00	0.00	0.00
	(b) Purchase of stock-in-trade	0.00	0.00	0.00	0.00	0.00	0.00
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	0.00	0.00	0.00	0.00	0.00	0.00
	(d) Employee benefits expense	0.00	0.00	1.93	0.00	1.93	1.93
	(e) Finance Cost	6.51	0.21	0.00	6.72	0.00	0.01
	(f) Depreciation and amortisation expense	108.39	108.38	112.13	216.77	224.27	448.55
	(g) Other expenses	34.90	0.27	19.54	35.17	21.62	64.41
	Total Expenses	149.80	108.86	133.60	258.66	247.82	514.90
V	Profit / (Loss) before Tax(III-IV)	(149.60)	(108.17)	(132.64)	(257.77)	(245.90)	(511.06)
VI	Exceptional Items(income)						371.49
VII	Tax expense	0.00	0.00	0.00	0.00	0.00	0.00
VIII	(Loss) / Profit for the period	(149.60)	(108.17)	(132.64)	(257.77)	(245.90)	(139.57)
IX	Other comprehensive income						
	Items that will not be re classified to profit or loss (net of taxes)	-	0.00	-	-	-	0.00
	Other comprehensive income	-	0.00	-	-	-	0.00
X	Total comprehensive income (VII + VIII)	(149.60)	(108.17)	(132.64)	(257.77)	(245.90)	(139.57)
XI	Paid-up equity share capital	2644.16	2644.16	2644.16	2644.16	2644.16	2644.16
	Face Value of Rs.Each	10.00	10.00	10.00	10.00	10.00	10.00
	Earning per Share after extraordinary items						
	Basic						
	Diluted	(0.57)	(0.41)	(0.50)	(0.98)	(0.93)	(0.53)



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Regency Ceramics Limited

CIN : L26914TG1983PLC004249

Regd. Office : 89/A, Aishwarya, 1st Floor, Street No.8, Sagar Society, Road No. 2, Banjara Hills, Hyderabad - 500 034, Telangana.

Phone : 040-23319902, Email : info@regencytiles.com Website : www.regencytiles.com

Factory : Yanam-533 464

Standalone Statement of Assets and Liabilities

Particulars	As at	As at
	30.09.2020	31.03.2020
	(Unaudited)	(Audited)
A. ASSETS		
1. Non-current assets		
(a) Fixed assets	3074.81	3291.58
(b) Non-current investments	1.02	0.84
(c) Long-term loans and advances	17.05	17.05
Sub-total - Non-current assets	3092.88	3309.47
2. Current assets		
(a) Inventories	664.00	664.00
(b) Financial Assets		
Trade receivables	797.44	797.44
Cash and cash equivalents	10.22	9.83
Other Financial Assets	1968.81	1969.35
(c) Other current assets	1875.12	1875.10
(d) Current Tax Assets(Net)	27.35	27.35
Sub-total - Current assets	5342.94	5343.07
TOTAL - ASSETS	8435.82	8652.54
B.EQUITY AND LIABILITIES		
1. Shareholders' funds		
(a) Equity Share capital	2644.16	2644.16
(b) Other Equity	(9301.36)	(9043.59)
Total equity	(6657.20)	(6399.43)
2. Non-current liabilities		
(a) Financial Liabilities-Borrowings	5206.66	5156.30
(b) Provisions	158.34	158.33
Sub-total - Non-current liabilities	5365.00	5314.63
3. Current liabilities		
(a) Financial Liabilities- Borrowings	2254.15	2254.15
(b) Trade payables		
Micro and small enterprises	146.84	146.84
Creditors other than micro and small enterpr	2349.78	2355.66
(c) Other financial liabilities	3795.86	3796.06
(d) Other current liabilities	1181.38	1184.63
Sub-total - Current liabilities	9728.02	9737.34
TOTAL - EQUITY AND LIABILITIES	8435.82	8652.54

Notes:

- These financial results have been prepared in accordance with Indian Accounting Standards(Ind AS) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and items of SEBI(Listing Obligations and Disclosure Requirments) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016.
- The above results have been reviewed by the audit committee and approved by the board at their meetings held on 13 November, 2020. The statutory auditors of the company have carried out limited review of the these results for the period ended September 30, 2020.
- The above results were prepared without considering the effect of the loss / damage to Buildings, Plant & Machinery and other assets of the company.
- The unprecedented industrial violence on 27.01.2012 resulted in deaths of personnel and destruction of buildings and equipment in the factory. Consequent to this, a lock-out was declared at the factory from 31.01.2012. After series of negotiations with the workers union, Memorandum of settlement was arrived on 24.10.2019 at Puducherry under Section 12 (3) of the Industrial Disputes Act, 1947 before the Commissioner of Labour -cum- Cheif Conciliation Officer, U T of Puducherry between the company and the Regency Ceramics Staff and Workers Union. As per the MOU, the management has agreed to provide house sites at Yanam to all the displaced workers of the company in three categories as proposed by the union. In this connection, two stretches of land owned by ancillary units to the extent of about 25.35 Acres was registered on 18.10.2019 in favour of the union through settlement deeds. The conversion of agricultural land in to residential plots, development of land, laying of roads, allotment of plots, etc is in progress and after the actual allotment of plots to each individual, necessary entries will be made in the books of accounts.



- 5 Gratuity Provision as per Ind AS-19 and Leave Encashment were not provided in the books due to loss of employee records in the factory during the incident .
- 6 The condition of the fixed assets, raw materials, stores, spares and its present realisable value could not be estimated and not insured.
- 7 Depreciation on fixed assets calculated as per provisions of Companies Act, 2013 has been provided in the normal course due to efflux of time without considering the effect of loss / damage.
- 8 The lenders of the company earlier initiated action under section 13(4) of the SARFAESI Act and also filed an application under section 19 of the Recovery of Debts due to Banks and Financial Institutions Act, 1993 in the Debts Recovery Tribunal, Hyderabad for recovery of their dues. Subsequently, All the five banks sanctioned revised OTS package for settlement of their dues and the company paid entire OTS amount. Thereafter, three banks filed satisfaction of Memo in the DRT and one bank filed Satisfaction of charges with ROC. One bank filed the petition before the Hon'ble NCLT, Hyderabad bench under section 7 of the Insolvency and Bankruptcy Code, 2016 and later on, withdrawn the same. The formalities in respect of other banks for complete closure of the account balances is in progress and as such, the Long Term Borrowings are considered as current maturities of long term borrowings and shown under Other Current Liabilities.
- 9 The company has not paid the Annual Listing Fee to both BSE and NSE from the Financial years 2013-14 to 2020-21 and requested the stock Exchanges from time to time for waiver of the same due to the devastating incident occurred in the factory and that the factory is under Lock-out since then. Even after regular communication with the stock exchanges, there was no correspondence on the same and accordingly the Company did not provide for the liability in the books of accounts in the respective financial years. However, during the year, the company received Notices from both the stock exchanges for payment of Annual Listing Fees alongwith interest and penalty. The company paid an amount of Rs. 40.59 Lakhs as Listing Fees alongwith interest during the current quarter.
- 10 The company has not paid the Custodian Fee in full to both CDSL and NSDL, Depository Participants of the company for the Financial years 2013-14 till 2020-21 and requested the DPs from time to time for waiver of the same due to the devastating incident occurred in the factory and that the factory is under Lock-out since then. As there was no production and no operations, the company was hopeful of getting waiver from the DPs and accordingly, did not provide for the liability in the books of accounts in the respective financial years.
- 11 The company has recorded a Net Loss of Rs.257.77 lakhs during the first six months of the financial year 2020-21 and has accumulated Loss of Rs.(9301.36 lakhs) as on 31.09.2020 resulting in erosion of the networth. Further, there were no cash flows from the existing business activities. the company is in the process of settlement of dues with financial institutions and agitating workers. The company is also hopeful of receiving insurance claim on reinstatement values basis for refurbishing the plant and to recommence the plant operations. in view of the above, the financial statements have been prepared by the company on a "going concern" basis.
- 12 The interest on Term Loans and working capital loans was not provided in the books as the company paid the entire OTS amount and is in the process of obtaining clear No Dues Certificate from the lenders.
- 13 The Liability provision for Interest and Penalties payable on account of Statutory Dues were not provided in the books expecting waiver in the current situation.
- 14 The claim made in respect of loss/damage to its properties during the incident on 27.01.2012 was not settled by the Insurance company on reinstatement/ replacement basis and as such, the company invoked arbitration clause as per the policy terms. The matter is in progress.
- 15 There are no employees on payroll as on 30.09.2020 and for day to day operations, the company is availing services from outside.
- 16 Segment reporting is not applicable since the entire operations of the company are related to one segment. i.e. Manufacturing of Ceramic Tiles in terms of Ind AS 108 on operating segments.
- 17 Previous period/year figures have been regrouped or rearranged wherever necessary to confirm to current year classification.



For REGENCY CERAMICS LIMITED

Dr. G.N.Naidu

Chairman and Managing Director

cc : Hyderabad

te : 13.11.2020

Regency Ceramics Limited

CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 30 SEPTEMBER, 2020

	PARTICULARS	2020-21 (In.Lakhs)	2019-20 (In.Lakhs)
A.	CASH FLOW FROM OPERATING ACTIVITIES		
	Net Loss before Tax	-(257.77)	(139.57)
	Adjustments for:		
	Depreciation	216.77	448.55
	Interest(net)	6.72	0.00
	Fair value loss/(profit)	(0.19)	0.96
	Term Loan Written Back	0.00	(371.49)
	Operating Loss before working capital changes	(34.47)	(61.55)
	Adjustments for:		
	Trade and other receivables	0.52	0.48
	Trade payables	(9.31)	(2.05)
	Cash generated from operations	(43.26)	(63.12)
B	CASH FLOW FROM INVESTING ACTIVITIES		
	Sale of Fixed Assets	0.00	0.00
	Net Cash Used in investing activities	0.00	0.00
C	CASH FLOW FROM FINANCING ACTIVITIES		
	Loans from Directors	50.36	1178.06
	Repayment of loans from Institutions and others	0.00	(1115.00)
	Interest paid	(6.72)	0.00
	Net Cash used in Financing Activites	43.64	63.06
	Net Increase/(decrease) in cash and cash equivalents(A+B+C)	0.38	(0.06)
	Cash and Cash equivalents at the beginning of the period	9.83	9.90
	Cash and Cash equivalents at the end of the period	10.22	9.83



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Independent Auditor's Review Report on Quarterly and Year to Date Unaudited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, as amended

To the Board of Directors of **REGENCY CERAMICS LIMITED.**

We have reviewed the accompanying statement of unaudited financial results of REGENCY CERAMICS LIMITED ("the Company") for the quarter ended 30th September, 2020 and year-to-date results for the period from 1st April, 2020 to 30th September, 2020 (the "Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

This Statement is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting", 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. Our responsibility is to express a conclusion 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, issued by Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free from material misstatement. A review of interim financial information consists of making inquiries, primarily of personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

1. Manufacturing operations of the company were stopped due to riots, strike and malicious damage at factory since 27.01.2012. The condition of the fixed assets, raw materials, stores and spares and its present realizable value could not be estimated, not insured and disclosed at book value after providing depreciation on Fixed Assets on account of efflux of time.
2. During the period from 01.04.2012 to 30.09.2020, the company has provided the provisional liability towards salary, wages and other benefits to its factory employee's upto 30.09.2012. Further, the company has not provided for its liability towards Gratuity and leave encashment in accordance to Ind AS-19 "Employee Benefits". The company could not compute the liability in the absence of complete records.
3. There are no confirmatory letters in respect of Debtors, Creditors, loans and advances and other current assets.
4. The lenders of the company earlier initiated action under section 13(4) of the SARFAESI Act and also filed an application under section 19 of the Recovery of Debts due to Banks and Financial Institutions Act, 1993 in the Debts Recovery Tribunal, Hyderabad for recovery of their dues. Subsequently, All the five banks sanctioned revised OTS package for settlement of their dues and the company paid entire OTS amount. Thereafter, three banks filed satisfaction of Memo in the DRT and one bank filed Satisfaction of charges with ROC. One bank filed the petition before the Hon'ble NCLT, Hyderabad bench under section 7 of the Insolvency and Bankruptcy Code, 2016 and





K.S. Rao & Co.

CHARTERED ACCOUNTANTS

later on, withdrawn the same. The formalities in respect of other banks for complete closure of the account balances is in progress and as such, the Long Term Borrowings are considered as current maturities of long term borrowings and shown under Other Current Liabilities.

5. The Company did not provide interest on Unsecured loans received from Directors and Body Corporates. Also, Interest was not provided in respect of overdue amount payable to Micro, Small and Medium Enterprises suppliers for a period exceeding 45 days.
6. The company has not provided the liability towards interest and penalties payable on account of statutory dues. The company is of the opinion that the statutory authorities shall waive the same in view of the unprecedented incident.

Based on our review conducted as above, we are unable to comment on the financial statements due to non-availability of information/damages suffered by the Company due to fire and violence by the workers at the manufacturing facility situated at Yanam.

Place : Hyderabad
Date : 13.11.2020



for K S RAO & CO.
Chartered Accountants
Firm's Regn No. 0031095

(Signature)
(V VENKATESWARA RAO)
Partner

Membership No. 219209

UDIN: 20219209ABAAD 2313