

**Admn. Office** : 8-2-334/18, 3rd Floor,  
Road No. 3, Banjara Hills,  
Hyderabad-500 034.  
Tel : 23545939, 23543580 Fax : 23544909  
CIN No. : L25209AP1984PLC005048



Date: 12-11-2020

To,  
**BSE LIMITED**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai- 400001.

Sub: Submission of Unaudited Financial Results of the Company u/r 33 of SEBI (LODR) Regulations, 2015 for the 2<sup>nd</sup> Quarter ended 30<sup>th</sup> September, 2020.

Reg: Salguti Industries Limited (Scrip Code: 526554)

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, The Board of Directors of the Company in their meeting held on Thursday, the 12<sup>th</sup> of November, 2020, inter-alia, have discussed and approved un-audited Financials Results and Limited Review Report of the Company for the 2<sup>nd</sup> Quarter ended 30<sup>th</sup> September, 2020.

The Board Meeting of the Board of Directors commenced at 02:30 P.M and concluded at 07: 30 P.M.

We request you to take note of the same.

Thanking You,

Yours Faithfully,

For **SALGUTI INDUSTRIES LIMITED**

**RAJITHA REDDY SALGUTI**

(DIN: 00051603)

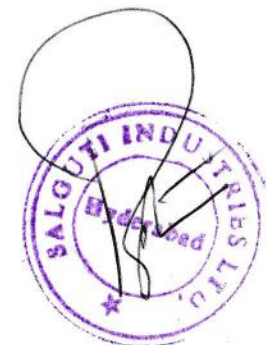
Whole-Time Director

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Unaudited Standalone Financial Results for the Half Year Ended September 30, 2020						
Particulars	(Rs. in Lakhs)					
	Quarter Ended			Half Year Ended		Year ended
	30.09.2020 (Unaudited)	30.06.2020 (Unaudited)	30.09.2019 (Unaudited)	30.09.2020 (Unaudited)	30.09.2019 (Unaudited)	31.03.2020 (Audited)
<b>Income</b>						
Revenue from operations						
Other income	2,162.06	1643.71	2058.13	3,805.77	4,255.96	8097.72
<b>Total Income</b>	<b>2,153.11</b>	<b>1,658.19</b>	<b>2,060.01</b>	<b>3,811.30</b>	<b>4,257.84</b>	<b>8,123.81</b>
<b>Expenses</b>						
Cost of materials consumed	1,673.33	1111.06	1767.72	2784.39	3471.61	6118.09
Change in Inventories of Finished Goods, Stock in trade and Work in Progress	(111.46)	199.19	(36.13)	87.73	(181.07)	-69.68
Employee benefit expense	136.63	133.38	84.57	270.01	194.49	599.32
Finance cost	117.93	89.03	48.88	206.96	146.99	437.23
Depreciation and amortisation expense	44.84	44.55	45.39	89.39	89.81	178.20
Other expenses	214.91	127.48	78.82	342.39	468.92	848.45
<b>Total Expenses</b>	<b>2,076.18</b>	<b>1,704.69</b>	<b>1,989.25</b>	<b>3,780.87</b>	<b>4,190.75</b>	<b>8,111.61</b>
<b>Profit/(loss) before tax and other comprehensive income</b>	<b>76.93</b>	<b>(46.50)</b>	<b>70.76</b>	<b>30.44</b>	<b>67.09</b>	<b>12.20</b>
<b>Tax expenses</b>						
Current tax	-	-	-	-	-	-
Deferred tax	(8.02)	(7.58)	63.32	(15.60)	55.16	67.57
<b>Net Profit/(loss) for the period</b>	<b>84.95</b>	<b>(38.92)</b>	<b>7.44</b>	<b>46.04</b>	<b>11.93</b>	<b>(55.37)</b>
<b>Other comprehensive income</b>						
A (i) Items that will not be reclassified to profit or loss in subsequent period	-	-	-	-	-	-
Re-measured gains on defined benefit plans	-	-	-	-	-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
B (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>84.95</b>	<b>(38.92)</b>	<b>7.44</b>	<b>46.04</b>	<b>11.93</b>	<b>(55.37)</b>
Paid up equity share capital - Face value of Rs.10 each	753.67	753.67	753.67	753.67	753.67	753.67
Other Equity						
<b>Earnings Per Share (EPS)</b> (EPS for the quarter is not annualised)						
-Basic (Amount in Rs.)	1.13	(0.05)	0.06	0.61	0.16	8.64
-Diluted (Amount in Rs.)	1.13	(0.05)	0.60	0.61	0.16	8.64

**Notes :**

- The Unaudited Standalone Financial Results for the quarter ended Septmeber 30, 2020 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 12, 2020 and have been subjected to Limited Review by the Statutory Auditors of the Company. The Consolidated Financial Results are prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013.
- Previous period figures have been regrouped, re-arranged and re-classified wherever necessary to conform to current period's classification.
- The Company is engaged in the Business of International Wholesale Trading and Distribution of Pharmaceuticals, Food Products and Builders' Hardware, with products sourced globally through contract manufacturing sites under Balaxi brands. Currently, these operations fall under one reportable segment of International Wholesale Trading.
- The Company has decided to exercise the option permitted under section 115BAA of Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Act, 2019 w.e.f April 01,2020 onwards



  
**SALGUTI**  
 Industries Ltd.  
 Adding Value

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**Statement of standalone unaudited Financial Results for the Half Year Ended September 30, 2020**

Statement of UnAudited Assets and Liabilities		
Particulars	(Rs. in Lakhs)	
	As at	As at
	30.09.2020 (Unaudited)	31.03.2020 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	846.60	926.88
Financial Assets	-	-
- Investments	-	-
Loans	288.31	297.07
Other financial assets	-	-
Deferred tax assets, net	-	-
Non-current Tax Assets (Net)	22.02	22.02
Other non-current assets	-	-
Income Tax Assets	-	-
<b>Total of Non-current assets</b>	<b>1,156.93</b>	<b>1,245.97</b>
<b>Current assets</b>	-	-
<b>Inventory</b>	1,899.77	1,865.40
Financial Assets	-	-
Investments		
Trade receivables	2,186.51	2,416.67
- Cash and cash equivalents	1.71	15.83
Other bank balances		
Loans		
Other financial assets	834.73	655.50
Current Tax Assets (Net)	76.86	62.73
<b>Total of current assets</b>	<b>4,999.58</b>	<b>5,016.12</b>
<b>Total of Assets</b>	<b>6,156.51</b>	<b>6,262.09</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	753.67	753.67
Reserve and Surplus	197.32	151.28
<b>Total of Equity</b>	<b>950.99</b>	<b>904.95</b>
Non-controlling interest	-	-
<b>Total of Equity</b>	<b>950.99</b>	<b>904.95</b>
<b>Liabilities</b>		

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<b>Non-current liabilities</b>		
Financial liabilities		
Borrowings	2,143.57	1,968.26
Trade payables		
Other financial liabilities	-	-
Provisions	11.35	1.40
Deferred tax liabilities (net)	47.70	63.30
Other non-current liabilities	-	-
<b>Total of Non-current liabilities</b>	<b>2,202.62</b>	<b>2,032.96</b>
<b>Current liabilities</b>		
Financial liabilities		
Borrowings	1,661.87	1,754.03
- Trade payables	1,216.29	1,487.48
- Other financial liabilities		
Other current liabilities	124.73	82.67
Liabilities for Current Tax		
Current tax liabilities (Net)	-	-
<b>Total of Current liabilities</b>	<b>3,002.89</b>	<b>3,324.18</b>
<b>Total of Equity and Liabilities</b>	<b>6,156.51</b>	<b>6,262.09</b>
	0.00	(0.00)



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SALGUTI INDUSTRIES LIMITED

Statement of Cash flow for the period ended 30st September 2020		
Particulars	Year Ended 30.09.2020 (₹)	Year Ended 31.03.2020 (₹)
<b>A. Cash flow from operating activities</b>		
Profit / (Loss) before tax	3,044,275	1,219,193
<b>operating activities.</b>		
Depreciation on property, plant and equipment	8,938,864	17,819,996
(Gain)/loss on sale of property, plant and equipment	-	-
Excess Loss	-	-
Interest income	(552,411)	(2,466,327)
Unamortised Expenses Written Off	-	-
Finance costs (including fair value change in financial instruments)	20,695,656	43,723,385
Share of profit of an associate or a joint venture	-	-
<b>Operating Profit before working capital changes</b>	<b>32,126,384</b>	<b>60,296,246</b>
<b>Working capital adjustments</b>		
Decrease/ (increase) in Trade and Other Advances	-	-
Decrease/ (increase) in Inventory	(3,436,577)	(14,423,595)
Increase/ (decrease) in Trade Payables	(27,118,872)	43,758,024
(Increase) / decrease in Trade Receivables	23,016,124	(30,871,571)
Increase/ (decrease) in Short Term Loans and Advances	-	-
Decrease/ (increase) in Balances with Revenue Authorities	-	-
Decrease/ (increase) in Current assets	(17,923,183)	(2,819,400)
Decrease/ (increase) in other Non-Current assets	0	0
Decrease/ (increase) in Current Tax Assets	(1,413,486)	(3,144,166)
(Decrease)/ increase in Current Tax liabilities	-	-
Decrease/ (increase) in Short Term Provisions	994,996	59,835
Increase/ (decrease) Other Current Liabilities	4,206,632	(13,739,892)
Increase/ (decrease) in Short term borrowings	(9,216,008)	(4,807,642)
Sub Total	<b>1,236,010</b>	<b>34,307,840</b>
Income tax paid	-	-
<b>Net cash flows from operating activities (A)</b>	<b>1,236,010</b>	<b>34,307,840</b>
<b>B. Cash flow from Investing activities</b>		
Payment for purchase and construction of property, plant and equipment	(911,549)	(7,335,294)
Proceeds from sale of property, plant and equipment	-	-
Proceeds from sale of financial instruments	-	-
Interest received	552,411	2,466,327
Refund/ (Investment) in bank deposits for more than 3 months	-	-
Loans given	876,188	(1,469,780)
Repayment of loans given	-	-
<b>Net cash flows from / (used in) investing activities (B)</b>	<b>517,050</b>	<b>(6,338,746)</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from issue of share capital	-	-
Proceeds from long term loans and borrowings	17,531,122	16,870,306
Interest payment	(20,695,656)	(43,723,385)
<b>Net Cash flows from / (used in) Financing activities (C)</b>	<b>(3,164,535)</b>	<b>(26,853,079)</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>(1,411,475)</b>	<b>1,116,015</b>
Opening Balance of Cash	1,582,777	466,762
Closing Balance	<b>171,302</b>	<b>1,582,777</b>
<b>Components of Cash and Cash Equivalents</b>		
Cash on Hand	81,781	1,462,067
Balances with bank in current account	89,521	120,711
<b>Balance at the end of the year</b>	<b>171,302</b>	<b>1,582,777</b>

Summary of significant Accounting Policies

The accompanying notes are an integral part of the financial statements  
As per our report of even date attached

For P C N & Associates  
Chartered Accountants  
Firm Registration Number : 016016S

M Naveen  
Partner  
Membership No. 237316  
UDIN: 20237316AAAAEK4609

Place: Hyderabad

For and behalf of the Board of Directors  
Salguti Industries Limited





**P C N & ASSOCIATES**

CHARTERED ACCOUNTANTS

Plot No. 12, "N Heights"

Ground Floor, Software Layout Unit

Cyberabad, Hyderabad - 500 081.

Tel. : (91-40) 2311 9499

E-mail : pcnassociates@yahoo.com

**Independent Auditor's Review Report on Standalone Unaudited quarterly and year to date financial results of the Company for the Quarter and half year ended 30<sup>th</sup> September, 2020, Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

To

The Board of Directors,  
SALGUTI INDUSTRIES LIMITED.

**Limited Review Report for the quarter ended and half year ended 30<sup>th</sup> September 2020.**

1. We have reviewed the accompanying statement of unaudited standalone financial results ('the statement') of **SALGUTI INDUSTRIES LIMITED** (the 'Company') for the quarter ended and half year ended 30<sup>th</sup> September, 2020. This statement which is the responsibility of the Company's management and approved by the Board of Directors of the company at their meeting held on 12<sup>th</sup> November, 2020, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim financial reporting" ("Ind AS 34") prescribed under Section 133 of the companies Act, 2013 and other Accounting Principles generally accepted in India and which has been initiated by us for identification purposes. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* issued by the 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 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.





**P C N & ASSOCIATES**  
CHARTERED ACCOUNTANTS  
Plot No. 12, "N Heights"  
Ground Floor, Software Layout Unit  
Cyberabad, Hyderabad - 500 081.

Tel. : (91-40) 2311 9499  
E-mail : pcnassociates@yahoo.com

3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued there under 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, read with SEBI Circular No. CIR/CFD/FAC/ 62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For P C N & Associates,  
Chartered Accountants  
Firm Registration No. 016016S

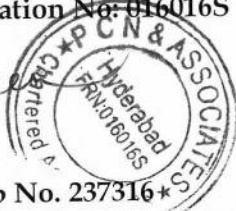
*M. Naveen*

M Naveen

Partner

Membership No. 237316\*

UDIN: 20237316AAAAGH3936



Place: Hyderabad

Date: 12-11-2020