

POLYGENTA TECHNOLOGIES LIMITED

Registered Office :- Kaledonia (HDIL) Building, Unit No.1B, 5th floor, Sahar Road, Off Western Express Highway, Andheri (East), Mumbai, 400 069

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CIN: L17120MH1981PLC025388

Unaudited Financial Results for the Quarter ended 30th June 2018

		Rs. in Lacs (Except per share data)			
Sr.No.	Particulars	Quarter Ended			Year Ended
		30-Jun-18	31-Mar-18	30-Jun-17	31-Mar-18
		Unaudited	Audited	Unaudited	Audited
1	Income :				
	a) Revenue from operations	1,908.58	1,702.40	1,708.66	6,193.47
	b) Other Income	20.90	29.23	80.05	182.18
	Total Revenue	1,929.48	1,731.63	1,788.70	6,375.65
2	Expenses :				
	a) Cost of materials consumed	1,411.55	1,237.76	1,574.44	4,931.33
	b) Change in Inventories of Finished goods/Work in Progress	(142.39)	265.71	(394.43)	(77.22)
	c) Excise Duty	-	-	184.49	184.49
	d) Manufacturing and Operating Costs	466.86	397.81	475.72	1,542.36
	e) Employee benefits expense	360.16	314.56	370.19	1,430.29
	f) Finance Costs	37.66	41.75	39.32	152.43
	g) Depreciation & Amortization expense	372.61	369.60	374.99	1,510.13
	h) Other expenses	251.62	112.86	178.27	575.84
	Total Expenses	2,757.87	2,740.04	2,802.98	10,249.65
3	Profit/ (Loss) before exceptional items (1-2)	(828.38)	(1,008.41)	(1,014.28)	(3,874.00)
4	Exceptional items Income / (Expenses) :				
	Impairment in Respect of Capital Work In Progress	-	(1,629.36)	-	(1,629.36)
5	Profit/(Loss) Before Tax (3+4)	(828.38)	(2,637.77)	(1,014.28)	(5,503.36)
6	Tax Expense	-	-	-	-
7	Net Profit/(Loss) for the period (5-6)	(828.38)	(2,637.77)	(1,014.28)	(5,503.36)
8	Other Comprehensive Income:				
	a) Items that will not be reclassified to profit or loss	4.21	15.31	-	15.31
	b) Tax impact relating to items that will not be reclassified to profit or loss	-	-	-	-
9	Total Comprehensive Income for the period (7+8)	(824.17)	(2,622.47)	(1,014.28)	(5,488.05)
10	Paid-up Equity Share Capital (Face Value of Rs.10 per share)	1,562.07	1,562.07	1,562.07	1,562.07
11	Earnings per Share (EPS)				
	a) Basic & Diluted EPS Before Exceptional Items (Rs)	(0.53)	(0.65)	(0.65)	(2.48)
	b) Basic & Diluted EPS After Exceptional Items (Rs)	(0.53)	(1.69)	(0.65)	(3.52)



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Notes:

- 1 The above financial results have been taken on record by the Audit Committee and subsequently adopted by the Board of Directors in its meeting held on 10th August, 2018. The Statutory Auditors have carried out Limited Review of the same in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 2 The Company is engaged in the business of manufacturing and selling polyester filament yarn (PFY). All of the Company's operations are based in India and are subject to the same risks and returns. Therefore, no separate segment disclosure is provided in terms of Ind AS -108, i.e. Operating Segment.
- 3 Due to sub-optimal capacity of the Plant as compared to Industry Standards, the Company continues to incur losses. The Company is evaluating various alternatives to increase the capacity. The Company has entered in to a contract for setting up facility for production of Fully Drawn Yarn (FDY), a product with better margin. FDY project is expected to start commercial operations from April-2019.

The Promoters of the Company viz. PerPETual Global Technologies Limited ('PGTL') has always been extremely supportive of the Company's project. With such support continuing, the Company is confident that it will be able to expand its position in the market as a unique supplier of high quality yarns and textiles made from 100% post-consumer PET bottles, being recognised as a preferred supplier by many of the world's largest apparel brands.

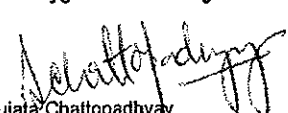
In its effort to support the Company, PGTL has waived interest on various ECB as under:-

Particulars of ECB	Interest waived from	Interest waived upto
Current ECB of Euro 10 Million	Beginning of the Disbursement	Upto 30Sep18
Previous ECB of USD 20 Million and Euro 4.5 Million	Beginning of the Disbursement	
Assigned ECBs of Euro 15 Million from Swedfund International Inc (Swedfund) and Finnish Fund for International Co-operation Limited	From 1Sep16	

Considering what is stated above, the accounts are prepared based on the Principle of a Going Concern.

- 4 Pre-GST, the company was eligible for Mega project refund scheme from Maharashtra state government, by way of refund of sales tax and electricity duty. Post- GST pending notification from state government for continuance of the schemes, the Company has not recognised the aforesaid benefit related to refund of GST (earlier VAT & CST).
- 5 Post the applicability of Goods and Service Tax (GST) with effect from 1st July, 2017, revenue from operations is disclosed net of GST, whereas Excise Duty formed part of other expenses in previous periods / year. Accordingly, the revenue from operations and other expenses for the quarter 30th June, 2018 are not comparable with the quarter ended 30th June, 2017.
- 6 Other Income for the corresponding previous year's quarter ended 30th June, 2017 includes interest Rs. 53.19 Lacs received during the said quarter on income tax refund pertaining to financial years 2002-03 to 2004-05.
- 7 As stated in the Directors Report from time to time, the Company and its parent company are in dispute regarding various matters and transactions with a former senior executive who was associated with the Company until September 2013. During the quarter ended 30 June 2018, comprehensive consent terms were filed in the Court with respect to all outstanding disputes between the parties. Accordingly, all disputes in relation to the former senior executive stand settled now. During the quarter, the other expenses have increased compared to the previous quarter, as the company has incurred legal expenses to arrive at the comprehensive consent terms.
- 8 The previous year's / period's figures have been re-grouped / re-arranged wherever necessary, to conform to the current period's presentation.
- 9 The figures for the quarter ended 31st March 2018 as reported in these financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date unaudited figures up to the end of the third quarter of the relevant financial year.

For Polygenta Technologies Limited


Sujata Chattopadhyay
Chairperson
DIN :2336683

Place : Mumbai
Date : 10th August, 2018



LIMITED REVIEW REPORT

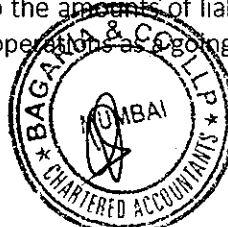
To the Board of Directors
Polygenta Technologies limited

1. We have reviewed the accompanying statement of unaudited financial results of Polygenta Technologies Limited ("the Company") for the quarter ended 30th June, 2018. The statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on this financial Statement based on our review.
2. We conducted our review of the Statement 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 financial statements 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.
3. 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 Indian Accounting Standards (Ind AS) 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 Circulars issued from time to time including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. **Emphasis of Matter:**

Without qualifying, we draw attention to note no. 3 of the attached statement regarding the financial results of the Company having been prepared on going concern basis which contemplates the realization of assets and satisfaction of liabilities in the normal course of business. The Company has been continuously incurring losses since last six years and its networth stands substantially eroded. These conditions indicate the existence of uncertainty that may cast doubt about the Company's ability to continue as a going concern.

As explained by the management, due to sub-optimal capacity of the Plant as compared to Industrial Standards, the Company continues to incur losses. However, the Company is evaluating various alternatives to increase the capacity. The Company has entered in to a contract for setting up facility for production of Fully Drawn Yarn, a product with better margin. Also, the Parent Company confirmed its intention to provide to the Company for the current financial year with the financial, technical and administrative support to the Company's operations and honor the commitments of the Company.

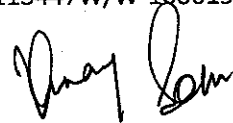
Accordingly, management believes that it is appropriate to prepare the financial results on going concern basis. Therefore, the financial results do not include any adjustments relating to the recoverability and classification of recorded assets and to the amounts of liabilities that might be necessary should the Company be unable to continue its operations as a going concern.



5. Other Matter

The comparative financial information of the Company for the corresponding quarter ended 30th June, 2017 were reviewed by predecessor auditor who expressed an unmodified conclusion / opinion on those financial result on September 1, 2017.

For Bagaria and Co. LLP
Chartered Accountants
ICAI Firm Registration No.
113447W/W-100019



Vinay Somani
Partner

Membership No. 143503



Mumbai
10th August, 2018.