

**Morganite Crucible (India) Limited**

CIN Number - L26920MH1986PLC038607

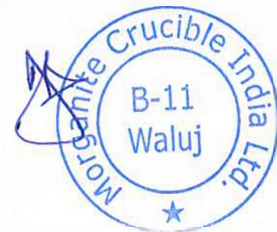
Registered Office: B-11, MIDC Industrial Area, Waluj, Aurangabad 431 136

Website : www.morganmms.com | Contact Details : +91 240 6652502, 6652520, 6652523

Statement of unaudited financial results for the quarter and nine months ended 31 December 2020

(Rs. In lakhs)

Particulars	Quarter ended	Quarter ended	Quarter ended	Nine months ended	Nine months ended	Year ended
	Dec 31, 2020	Sep 30, 2020	Dec 31, 2019	Dec 31, 2020	Dec 31, 2019	Mar 31, 2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Revenue from operations	3,259.11	2,414.98	3,585.72	7,221.86	9,803.00	12,855.36
2. Other income	190.60	127.23	215.08	408.12	492.57	664.30
3. Total Income (1+2)	3,449.71	2,542.21	3,800.80	7,629.98	10,295.57	13,519.66
4. Expenses						
(a) Cost of materials consumed	1,917.05	678.96	1,010.27	3,038.05	3,346.56	4,615.88
(b) Purchases of stock-in-trade	137.41	36.31	108.73	226.57	294.39	379.01
(c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	(659.64)	282.38	277.36	(165.87)	315.88	187.50
(d) Employee benefits expense	376.93	407.48	477.10	1,150.30	1,410.55	1,823.13
(e) Finance cost	-	-	0.17	-	0.60	0.74
(f) Depreciation and amortisation expense	142.73	142.81	141.57	426.92	399.51	534.43
(g) Other expenses	1,035.99	722.41	997.58	2,219.85	2,759.13	3,532.29
(h) Closure and Relocation expenses relating to Mehsana Plant (Refer note 7)	20.87	89.26	579.09	163.70	579.09	605.58
Total expenses	2,971.34	2,359.61	3,591.87	7,059.52	9,105.71	11,678.56
5. Profit/(Loss) before tax (3 - 4)	478.37	182.60	208.93	570.46	1,189.86	1,841.10
6. Exceptional Items (Refer note 8)	310.00	-	-	310.00	-	-
7. Profit after exceptional Items and before tax (5 - 6)	168.37	182.60	208.93	260.46	1,189.86	1,841.10
8. Tax expense						
- Current tax (Refer note 9)	247.64	45.10	83.61	268.30	354.84	550.79
- Short provision in respect of earlier years (Refer note 9 and 10)	538.49	-	-	538.49	-	-
- Deferred tax	(89.07)	2.43	(68.93)	(85.51)	(50.70)	(21.42)
Total Tax Expense	697.06	47.53	14.68	721.28	304.14	529.37
9. Profit/(Loss) for the period/year (7-8)	(528.69)	135.07	194.25	(460.82)	885.72	1,311.73
10. Other comprehensive loss/(gain) for the period/year - Items that will not be reclassified subsequently to profit or loss (net of tax)	50.21	(20.55)	4.77	47.73	19.21	44.23
11. Total comprehensive Income/(loss) for the period/year (9-10)	(578.90)	155.62	189.48	(508.55)	866.51	1,267.50
12. Paid-up equity share capital (Face value per share Rs.5)	280.00	280.00	280.00	280.00	280.00	280.00
13. Earnings Per Share (EPS) (Rs.) (Refer note 4)						
*(reinstated)			*		*	*
(a) Basic EPS	(9.44)	2.41	3.47	(8.23)	15.82	23.42
(b) Diluted EPS	(9.44)	2.41	3.47	(8.23)	15.82	23.42



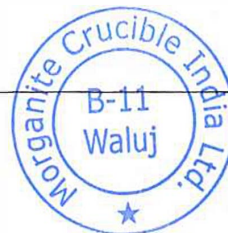
**Notes**

1. The above results for the quarter and nine months ended 31 December 2020 have been reviewed by the Audit Committee and thereafter approved by the Board of Directors at their respective meetings held on 10 February 2021. These financial results have been prepared in accordance with the recognition and measurement principles laid down in the Companies (Indian Accounting Standards) Rules, 2015 specified under section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.
2. The Statutory Auditors of the Company have conducted limited review of the financial results of the Company for the quarter and nine months ended 31 December 2020.
3. The Board of Directors at their meeting held on 16 June 2020 had recommended payment of final dividend of Rs. 16 per equity share (i.e. 160% on face value of Rs. 10 each) for the financial year ended 31 March 2020, which was approved by the Shareholders at the Annual General Meeting held on 06 August 2020 and paid in the month of September 2020.
4. In the Annual General Meeting of shareholders of the Company held on 06 August 2020, shareholders had approved sub-dividing the face value of equity shares of Rs. 10/- each to Rs. 5/- each, pursuant to the provisions of the Companies Act, 2013. After the sub-division of equity shares, the authorised share capital and paid up share capital of the Company stands sub-divided to 1,09,00,000 equity shares of Rs. 5 each aggregating to Rs. 545 lakhs and 56,00,000 equity shares of Rs. 5 each aggregating Rs. 280 lakhs, respectively. The record date was 1 September 2020 after which the sub-division of share capital was effective. Hence the effect has been given to Earnings Per Share in the financial results for the quarter ended 30 September 2020 and the earlier periods reported.
5. The comparative financial information included in the above Statement except for the results of Quarter ended September 2020 have been reviewed/audited by the predecessor auditor.
6. The Company recognizes its sale of crucibles activity as its only primary business segment since its operations predominantly consist of manufacture and sale of crucibles to its customers. The 'Chief Operating Decision Maker' monitors the operating results of the Company's business as single segment. Accordingly in context of Ind AS 108 "Operating Segments" the principle business of the Company constitute a single reportable segment.
7. During the previous financial year 2019- 20, subsequent to the receipt of the approval from Board of Directors on 17 October 2019 and Shareholders on 2 December 2019, the Company had shut down the operations of Mehsana Plant with effect from 1 February 2020 in a phased manner. The management incurred expenditure of Rs 605.58 lakhs during the financial year 2019-20. Further, during the nine months ended 31 December 2020 the Company has incurred an additional expense of Rs. 163.70 lakhs (for the quarter ended 31 December 2020 Rs 20.87 lakhs; for the quarter and nine months ended 31 December 2019 Rs 579.09 lakhs) which mainly includes charges for assets transportation and their restoration at Aurangabad. The management is in process of identification of potential buyer in purchasing the land and building of Mehsana Plant. The Board of Directors in their meeting held on 10 February 2021 recommended to sale-out Mehsana land & building subject to approval of members by way of special resolution and execution of requisite agreements with the regulatory authority.
8. During the current quarter ended 31 December 2020 the Company has initiated the discussions with the workers for the proposed voluntary retirement scheme (VRS) and the Company has considered a provision of Rs 310 lakhs as exceptional item in the financial results. The Board of Directors in their meeting held on 10 February 2021 has approved the Voluntary Retirement Scheme-2021 ("Scheme").
9. During the previous financial year 2016-17, the management had applied for Advance Pricing Agreement ("APA") for the period of nine years i.e. From FY 2012-13 to FY 2020-21. Subsequently, the Management has submitted application to Principal Chief Commissioner of Income Tax (International taxation) on 31 July 2020 for withdrawal of APA for the rollback periods (i.e. from FY 2012-13 to FY 2015-16 (four years)) to avail the benefit of Vivad se Vishwas Scheme ("the VsV") which was announced by the Government of India in 2020 budget. During the current period the Company has assessed and provided for additional tax liability of Rs 331.89 lakhs (which includes Rs 305.87 lakhs for short provision in respect of earlier years) based on the in-principle approval received from the APA commissioner.
10. Union Budget, 2020 announced Vivad se Vishwas Scheme ("the VsV"), to provide for dispute resolution in respect of pending income tax litigation. Management has filed the application for the VsV scheme for the financial years 2011-12 and 2012-13 for the unit located at Aurangabad. The Company has received the acknowledgement for the acceptance of VsV application in the month of December 2020. During the current quarter ended 31 December 2020, the Company has accounted the provision for tax towards VsV scheme amounting to Rs 232.62 lakhs as short provision in respect of earlier years.
11. The Company's operations and financial results for the period have been impacted due to the lockdown by the central and state government authorities to contain the spread of COVID-19 outbreak. The operations gradually resumed with requisite precautions during the period. The Company has assessed the impact of pandemic on its financial results/position based on the internal and external information available up to the date of approval of these financial results and expects to recover the carrying value of its assets. However, the actual impact may be different from that estimated as at the date of approval of these financial results.
12. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the rules are yet to be framed. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective and the related rules are published.
13. The Financial Results have been made available to the Stock Exchange where the Company's securities are listed and are posted on the Company's website ([www.morganmms.com](http://www.morganmms.com)).

For MORGANITE CRUCIBLE (INDIA) LIMITED

  
Vikas Kadlag  
(Managing Director)  
DIN: 05122774

Place: Aurangabad, India  
Date: February 10, 2021



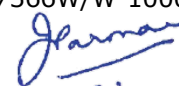
**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF MORGANITE CRUCIBLE (INDIA) LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **Morganite Crucible (India) Limited** ("the Company"), for the quarter and nine months ended December 31, 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.
2. This Statement, which 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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 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.
3. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's 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 specified under section 143(10) of the Companies Act, 2013 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.
4. Based on our review conducted as stated in paragraph 3 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 aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. The comparative financial information of the Company for the quarter and nine months ended December 31, 2019 and for the year ended March 31, 2020 prepared in accordance with Ind AS included in this Statement have been reviewed / audited by the predecessor auditor. The report of the predecessor auditor on these comparative financial information dated February 05, 2020 and June 16, 2020 expressed an unmodified conclusion / opinion.  
Our conclusion on the Statement is not modified in respect of this matter.

**For Deloitte Haskins & Sells LLP**

Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)



**Jayesh Parmar**  
(Partner)

(Membership No. 106388)

UDIN: 21106388AAAAAT5509

Mumbai, February 10, 2021