

GANESHA ECOSPHERE LIMITED

CIN: L51109UP1987PLC009090

Regd. Office: Raipur (Rania), Kalpi Road, Distt. Kanpur Dehat (U.P.) - 209304

E-mail: secretarial@ganeshaecosphere.com, Website: www.ganeshaecosphere.com

Tel. No. 0512-2154183, 2555505-06, +91 9198708383, Fax No. 0512-2555293

Statement of Unaudited Standalone Financial Results for the quarter ended June 30, 2021

(₹ in Lakh)

Particulars	Quarter ended			Financial Year ended	
	June 30, 2021	March 31, 2021	June 30, 2020	March 31, 2021	
	(Unaudited)	(Audited) (Refer note 5)	(Unaudited)	(Audited)	
I Revenue from operations	19,860.50	24,923.52	6,933.90	75,113.56	
II Other income	292.52	105.76	402.01	1,077.21	
III Total income (I+II)	20,153.02	25,029.28	7,335.91	76,190.77	
IV EXPENSES					
Cost of materials consumed	14,447.38	15,262.66	5,512.25	46,035.61	
Purchases of stock-in-trade	798.65	810.22	154.54	1,876.54	
Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	(3,067.47)	(453.02)	(1,166.58)	(359.37)	
Employee benefits expense	1,270.60	1,501.15	747.25	4,800.95	
Finance costs	302.98	220.94	206.30	870.83	
Depreciation and amortization expense	707.74	711.22	656.69	2,716.18	
Power & fuel	1,874.72	2,199.98	949.29	6,860.62	
Other expenses	2,236.25	2,289.07	1,074.93	7,427.72	
Total expenses (IV)	18,570.85	22,542.22	8,134.67	70,229.08	
V Profit/ (Loss) before exceptional items and tax (III-IV)	1,582.17	2,487.06	(798.76)	5,961.69	
VI Exceptional Items (refer Note 6)					
- Loss by Fire (net of tax)	2,513.22	-	-	-	
VII Profit/ (Loss) before tax (V-VI)	(931.05)	2,487.06	(798.76)	5,961.69	
VIII Tax expense:					
(1) Current tax (including MAT Credit)	-	585.00	-	1,253.26	
(2) Deferred tax	228.60	54.75	(195.53)	189.79	
IX Profit/ (Loss) for the period (VII-VIII)	(1,159.65)	1,847.31	(603.23)	4,518.64	
X Other Comprehensive Income					
A (i) Items that will not be reclassified to profit or loss					
Re-measurement gain/ (loss) on defined benefit obligations	10.70	30.99	3.94	42.82	
(ii) Income tax relating to Items that will not be reclassified to profit or loss	(2.69)	(7.80)	(0.99)	(10.78)	
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	-	-	-	-	
XI Total Comprehensive Income for the period (IX + X) (Comprising Profit and Other Comprehensive Income for the period)	(1,151.64)	1,870.50	(600.28)	4,550.68	
XII Paid-up equity share capital (Face value of Rs 10/- each)	2,182.94	2,182.94	2,182.94	2,182.94	
XIII Other Equity (excluding Revaluation Reserves)	-	-	-	49,699.66	
XIV Earnings per equity share (not annualized*)					
(1.a) Basic (in ₹) after exceptional item	(5.31)*	8.46*	(2.76)*	20.70	



Basic (in ₹) before exceptional item	6.20	8.46*	(2.76)*	20.70
(2.a) Diluted (in ₹) after exceptional item	(5.31)*	8.46*	(2.76)*	20.70
(2.b) Diluted (in ₹) before exceptional item	6.20	8.46*	(2.76)*	20.70

Notes:

- The above standalone financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015, as amended, prescribed under Section 133 of the Companies Act, 2013, read with the relevant rules issued thereunder.
- The above unaudited standalone financial results, after review by the Audit Committee, have been approved and taken on record by the Board of Directors at its meeting held on August 6, 2021.
- The Statutory Auditors have carried out limited review of the above standalone financial results for the quarter ended June 30, 2021 as required under Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.
- The Company is engaged in the manufacturing of the products of same type/ class and as such there are no reportable segments as per Ind-AS 108: 'Operating Segments', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder.
- Figures for the quarter ended March 31, 2021 are the balancing figures between audited figures in respect of full financial year and the unaudited published year to date figures upto December 31, 2020, which were subjected to limited review.
- There was a fire incident in company's Polyester Staple Fibre manufacturing unit situated at Raipur (Rania), District Kanpur Dehat on June 04, 2021. The fire resulted into major damages to the building, plant & machinery as well as inventories. The Company, based on internal evaluation, has recognized a loss of Rs. 3,358.48 Lakh and also recognized deferred tax asset of Rs 845.26 Lakh in respect of this loss. The net impact of Rs. 2,513.22 Lakh has been disclosed as 'Exceptional Item' in this standalone financial results.
The assets, damaged by fire, are fully insured and insurance company is in the process of estimating and finalizing the claim amount. Management is quite confident of recovering the amount of loss from the insurance company, however, pending the determination of insurance claim amount, the Company has not recognized the same as income in the books of accounts. The same will be recognized as income in the period in which the insurance claim amount is reasonably ascertained.
- In view of the loss in the quarter ended June 30, 2021, there is no current tax liability. The Company has, however, made deferred tax asset on such loss considering such loss will be set off against profits to be earned in coming quarters.
- The Company has completed the acquisition of Ganesha Overseas Private Limited in Nepal, subsequent to the end of the quarter, at a consideration of Rs. 1.83 Crore. Post- acquisition, it has now become a wholly owned subsidiary of the Company.
- Pursuant to nationwide lockdown imposed by the Government of India, the Company's manufacturing facilities and operations were shut down for some period during the quarter ended June 30, 2020. During the quarter ended June 30, 2021, the operations of the Company were also moderately affected due to impact of the second wave of COVID-19 pandemic. The Company has considered the possible effects that may result from the COVID-19 pandemic in the preparation of these unaudited standalone financial results, including but not limited to the assessment of liquidity position and recoverability of carrying value of its assets comprising of property, plant and equipment, intangible assets, investments, inventories and trade receivables. Given the uncertainties associated with the nature, condition and duration of COVID-19, the Company will closely monitor any material changes arising out of the future economic conditions and its impact on the business of the Company.
- Previous periods figures have been regrouped/ reclassified where considered necessary to conform to current period's classification/ disclosure.

Date: 06.08.2021

Place: Kanpur



For Ganesha Ecosphere Limited

(Shyam Sunder Sharma)

Chairman

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

**Review Report to
The Board of Directors of
Ganesha Ecosphere Limited**

We have reviewed the accompanying statement of unaudited standalone financial results of **Ganesha Ecosphere Limited** ("the Company") for the quarter ended June 30, 2021 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

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 Indian Accounting Standard 34 ("Ind AS 34") "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder, and as per the presentation requirements of the SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, and other accounting principles generally accepted in India. Our responsibility is to issue a report 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 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 of interim financial information consists of making inquiries, primarily of persons 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.

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 aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, 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 6 of the Statement, which describes the effects of a fire in one of the Company's production facilities. Our conclusion on the Statement is not modified in respect of this matter.

For Narendra Singhania & Co.
Chartered Accountants
Firm Registration No. 009781N


Narendra Singhania
Partner
Membership No.: 087931



Place: New Delhi
Date: August 06, 2021

UDIN: 21087931AAAADW9259

GANESHA ECOSPHERE LIMITED
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Statement of Unaudited Consolidated Financial Results for the quarter ended June 30, 2021

(₹ in Lakh)

Particulars	Quarter ended			Financial Year ended
	June 30, 2021	March 31, 2021	June 30, 2020	March 31, 2021
	(Unaudited)	(Audited) (Refer note 5)	(Unaudited)	(Audited)
I Revenue from operations	19,838.15	24,923.52	6,933.90	75,113.56
II Other income	192.37	52.20	379.79	943.01
III Total income (I+II)	20,030.52	24,975.72	7,313.69	76,056.57
IV EXPENSES				
Cost of materials consumed	14,447.38	15,262.66	5,512.25	46,035.61
Purchases of stock-in-trade	798.65	810.22	154.54	1,876.54
Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	(3,067.47)	(453.02)	(1,166.58)	(359.37)
Employee benefits expense	1,270.60	1,501.15	747.25	4,800.95
Finance costs	303.04	231.38	206.33	881.28
Depreciation and amortization expense	707.74	711.22	656.69	2,716.18
Power & fuel	1,874.72	2,200.38	949.37	6,861.02
Other expenses	2,237.81	2,291.64	1,075.49	7,449.17
Total expenses (IV)	18,572.47	22,555.63	8,135.34	70,261.38
V Profit/ (Loss) before exceptional items and tax (III-IV)	1,458.05	2,420.09	(821.65)	5,795.19
VI Exceptional Items (refer Note 6)				
- Loss by Fire (net of tax)	2,513.22	-	-	-
VII Profit/ (Loss) before tax (V-VI)	(1,055.17)	2,420.09	(821.65)	5,795.19
VIII Tax expense:				
(1) Current tax (including MAT Credit)	-	585.00	-	1,253.26
(2) Deferred tax	228.60	54.75	(195.53)	189.79
IX Profit/ (Loss) for the period (VII-VIII)	(1,283.77)	1,780.34	(626.12)	4,352.14
X Other Comprehensive Income				
A (i) Items that will not be reclassified to profit or loss				
Re-measurement gain/ (loss) on defined benefit obligations	10.70	30.99	3.94	42.82
(ii) Income tax relating to Items that will not be reclassified to profit or loss	(2.69)	(7.80)	(0.99)	(10.78)
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	-	-	-	-
XI Total Comprehensive Income for the period (IX + X) (Comprising Profit and Other Comprehensive Income for the period)	(1,275.76)	1,803.53	(623.17)	4,384.18
XII Paid-up equity share capital (Face value of Rs 10/- each)	2,182.94	2,182.94	2,182.94	2,182.94
XIII Other Equity (excluding Revaluation Reserves)	-	-	-	49,512.93
XIV Earnings per equity share (not annualized*)				
(1.a) Basic (in ₹) after exceptional item	(5.88)*	8.16*	(2.87)*	19.94



(1.b) Basic (in ₹) before exceptional item	5.63	8.16*	(2.87)*	19.94
(2.a) Diluted (in ₹) after exceptional item	(5.88)*	8.16*	(2.87)*	19.94
(2.b) Diluted (in ₹) before exceptional item	5.63	8.16*	(2.87)*	19.94

Notes:

- The above consolidated financial results have been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015, prescribed under Section 133 of the Companies Act, 2013, read with the relevant rules issued thereunder.
- The above unaudited consolidated financial results, after review by the Audit Committee, have been approved and taken on record by the Board of Directors at its meeting held on August 6, 2021.
- The Statutory Auditors have carried out limited review of the above consolidated financial results for the quarter ended June 30, 2021 as required under Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.
- The Group is engaged in the manufacturing of the products of same type/ class and as such there are no reportable segments as per Ind-AS 108: 'Operating Segments', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder.
- Figures for the quarter ended March 31, 2021 represent the difference between the audited figures in respect of full financial year and the unaudited published year to date figures upto December 31, 2020, which were subjected to limited review.
- There was a fire incident in holding company's Polyester Staple Fibre manufacturing unit situated at Raipur (Rania), District Kanpur Dehat on June 04, 2021. The fire resulted into major damages to the building, plant & machinery as well as inventories. The Group, based on internal evaluation, has recognized a loss of Rs. 3,358.48 Lakh and also recognized deferred tax asset of Rs 845.26 Lakh in respect of this loss. The net impact of Rs. 2,513.22 Lakh has been disclosed as 'Exceptional Item' in this consolidated financial results. The assets, damaged by fire, are fully insured and insurance company is in the process of estimating and finalizing the claim amount. Management is quite confident of recovering the amount of loss from the insurance company, however, pending the determination of insurance claim amount, the Group has not recognized the same as income in the books of accounts. The same will be recognized as income in the period in which the insurance claim amount is reasonably ascertained.
- In view of the loss in the quarter ended June 30, 2021, there is no current tax liability. The Group has, however, made deferred tax asset on such loss considering such loss will be set off against profits to be earned in coming quarters.
- Pursuant to nationwide lockdown imposed by the Government of India, the Group's manufacturing facilities and operations were shut down for some period during the quarter ended June 30, 2020. During the quarter ended June 30, 2021, the operations of the Group were also moderately affected due to impact of the second wave of COVID-19 pandemic. The Group has considered the possible effects that may result from the COVID-19 pandemic in the preparation of these unaudited consolidated financial results, including but not limited to the assessment of liquidity position and recoverability of carrying value of its assets comprising of property, plant and equipment, intangible assets, investments, inventories and trade receivables. Given the uncertainties associated with the nature, condition and duration of COVID-19, the Group will closely monitor any material changes arising out of the future economic conditions and its impact on the business of the Group.
- Previous periods figures have been regrouped/ reclassified where considered necessary to conform to current period's classification/ disclosure.

Date: 06.08.2021

Place: Kanpur



For Ganesha Ecosphere Limited

(Shyam Sunder Sharma)
Chairman

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

**Review Report to
The Board of Directors of
Ganesha Ecosphere Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results of **Ganesha Ecosphere Limited** ('the Parent') and its subsidiary (the Parent and its subsidiary together referred to as 'the Group') for the quarter ended June 30, 2021 ("the Statement") attached herewith, being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including relevant circulars issued by the SEBI from time to time ("the Listing Regulations").
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 ("Ind AS 34") "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder, and as per the presentation requirements of the SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, 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 Engagement (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 of interim financial information consists of making inquiries, primarily of persons 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.

We also performed procedures in accordance with the SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the SEBI under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:

S. No.	Company Name	Nature
1.	Ganesha Ecosphere Limited	Parent Company
2.	Ganesha Ecopet Private Limited	Wholly owned subsidiary of Ganesha Ecosphere Limited (incorporated on November 19, 2019)
3.	Ganesha Ecotech Private Limited	Wholly owned subsidiary of Ganesha Ecosphere Limited (incorporated on November 17, 2020)

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and upon consideration of the review report of other auditor referred to in paragraph 6 below, 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 Standards ('Ind AS')



specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

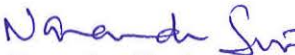
Emphasis of Matter

6. We draw attention to Note 6 of the Statement, which describes the effects of a fire in one of the Company's production facilities. Our conclusion on the Statement is not modified in respect of this matter.

Other Matter

7. We did not review the interim financial results of two subsidiaries included in the Statement, whose interim financial results (before eliminating inter-company transactions) reflect total revenue of Rs. Nil, total net loss after tax of Rs. 1.62 lakh, total comprehensive loss of Rs. 1.62 lakh, for the quarter ended June 30, 2021, as considered in the Statement. These interim financial results have been reviewed by other auditors whose review reports have been furnished to us by the Management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the review reports of such other auditors and the procedures performed by us as stated in paragraph 3 above. Our conclusion on the Statement is not modified in respect of this matter with respect to our reliance on the work done and the reports of the other auditors.

For Narendra Singhania & Co.
Chartered Accountants
Firm Registration No. 009781N


Narendra Singhania
Partner
Membership No.: 087931



Place: New Delhi
Date: August 06, 2021

UDIN: 21087931AAAADX5385