

Regd. Office: Plot No. B- 87, MIDC Area,

Ambad Nashik- 422 010

CIN - L32109MH1982PLC028280

Phone: +91 253 2382238/67 Fax: +91 253 2382926 Email ID: secretarial@deltamagnets.com

Website: www.deltamagnets.com

Statement of Unaudited Standalone Financial Results for the Quarter & Half Year Ended September 30, 2020

(INR in lakhs unless specified)

Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
		Sept 30, 2020	June 30, 2020	Sept 30, 2019	Sept 30, 2020	Sept 30, 2019	March 31, 2020
I	Revenue from operations	1,854.58	512.14	2,180.92	2,366.72	4,622.56	9,083.77
II	Other income	15.12	16.18	21.42	31.30	39.08	80.68
III	<b>Total income (I + II)</b>	<b>1,869.70</b>	<b>528.32</b>	<b>2,202.34</b>	<b>2,398.02</b>	<b>4,661.64</b>	<b>9,164.45</b>
IV	<b>Expenses</b>						
	(a) Cost of raw materials consumed	658.53	192.52	536.88	851.05	1,183.71	2,723.44
	(b) Purchase of stock-in-trade	41.38	19.96	239.32	61.34	429.25	873.86
	(c) Changes in inventories of finished goods, work-in-progress & stock-in-trade	20.70	47.66	(43.85)	68.36	(44.74)	(89.20)
	(d) Cost of stores & spares consumed	164.50	41.22	192.81	205.72	403.72	770.54
	(e) Power and fuel	282.23	87.60	319.46	369.83	671.76	1,295.89
	(f) Employee benefits expense	561.49	343.35	681.83	904.84	1,395.00	2,754.65
	(g) Finance costs	167.69	141.07	150.59	308.76	301.57	611.31
	(h) Depreciation & amortisation expense	138.40	142.77	149.29	281.17	298.76	596.07
	(i) Other Expenses	181.26	89.35	284.86	270.61	518.89	979.70
	<b>Total Expenses (IV)</b>	<b>2,216.18</b>	<b>1,105.50</b>	<b>2,511.19</b>	<b>3,321.68</b>	<b>5,157.92</b>	<b>10,516.26</b>
V	<b>Profit / (loss) before exceptional items and tax (III - IV)</b>	<b>(346.48)</b>	<b>(577.18)</b>	<b>(308.85)</b>	<b>(923.66)</b>	<b>(496.28)</b>	<b>(1,351.81)</b>
VI	Exceptional items	-	-	-	-	-	-
VII	<b>Profit / (loss) before tax (V - VI)</b>	<b>(346.48)</b>	<b>(577.18)</b>	<b>(308.85)</b>	<b>(923.66)</b>	<b>(496.28)</b>	<b>(1,351.81)</b>
VIII	<b>Tax expense</b>						
	(a) Current tax	0.18	-	(7.63)	0.18	(7.63)	(0.71)
	(b) Deferred tax (including MAT credit entitlement)	(9.14)	(18.18)	35.85	(27.32)	37.59	7.67
	<b>Total tax expense</b>	<b>(8.96)</b>	<b>(18.18)</b>	<b>28.22</b>	<b>(27.14)</b>	<b>29.96</b>	<b>6.96</b>
IX	<b>Profit / (loss) for the period / year (VII - VIII)</b>	<b>(337.52)</b>	<b>(559.00)</b>	<b>(337.07)</b>	<b>(896.52)</b>	<b>(526.24)</b>	<b>(1,358.77)</b>
X	<b>Other comprehensive income for the period / year (net of taxes)</b>	<b>0.33</b>	<b>0.33</b>	<b>0.53</b>	<b>0.66</b>	<b>1.05</b>	<b>1.32</b>
XI	<b>Total comprehensive income for the period / year (IX + X)</b>	<b>(337.19)</b>	<b>(558.67)</b>	<b>(336.54)</b>	<b>(895.86)</b>	<b>(525.19)</b>	<b>(1,357.45)</b>
	<b>Paid up equity share capital (Face value of equity share INR 10/- each) (Refer note 7)</b>						
	Without effect of Business Combination of Ind AS 103	NA	NA	647.10	NA	647.10	NA
	With effect of Business Combination of Ind AS 103	1,085.11	1,085.11	1,085.11	1,085.11	1,085.11	1,085.11
	Other equity						1,712.33
	<b>Earnings per equity share of face value of INR 10 /- each (not annualised)</b>						
	Basic EPS (INR)	(3.11)	(5.15)	(3.11)	(8.26)	(4.85)	(12.52)
	Diluted EPS (INR)	(3.11)	(5.15)	(3.11)	(8.26)	(4.85)	(12.52)



*[Handwritten Signature]*

## Notes

- 1 The above results for the quarter and half year ended September 30, 2020 which have been subjected to limited review by Statutory Auditors of the Company were reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on November 11, 2020, in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 2 The financial results of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) as notified by the Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standard) Rules 2015, as amended and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 3 In accordance with Ind AS 108 'Operating Segments', segment information has been given in the consolidated financial results of the Company and therefore, no separate disclosure on segment information is given in standalone financial results.
- 4 Due to COVID-19 pandemic and the consequent lock-down announced by the Government of India, the operations of the Company were suspended since the third week of March 2020. The Government has announced phased lifting of lock down. The general expectations are that normalcy could be gradually restored during the financial year ending March 31, 2021. The management has also evaluated the possible impact of this pandemic on the business operations and the financial position of the Company and based on its assessment of the current indicators of the future economic conditions, it believes that the financial results for the quarter and half year ended September 30, 2020 does not have any material adverse impact on the net worth of the Company. The management will continue to monitor material changes to its COVID-19 impact assessment, resulting from the future economic conditions and future uncertainty, if any.
- 5 Pursuant to the Scheme of Amalgamation Arrow Textiles Limited ("First Transferor Company") and MMG India Private Limited ("Second Transferor Company") with Delta Magnets Limited ("Transferee Company") and their respective shareholders ("the Scheme"), the Company had issued and allotted 4,380,106 Equity Shares of INR 10/- each to shareholders of Arrow Textiles Limited (First Transferor Company) on March 03, 2020. The Company had applied for listing of shares to the BSE Limited and National Stock Exchange of India Limited (the Stock Exchanges) and received the listing permission for 4,295,623 Equity Shares held in dematerialised mode on April 27, 2020. The Company has completed the dispatch of pending 84,483 Equity Shares which are held in physical mode and were pending for dispatch due to lockdown in the country because of COVID-19 Pandemic. Further the Company had applied for listing of shares to the Stock Exchanges and received the listing permission for 84,483 Equity Shares held in physical mode on September 11, 2020.

For Delta Manufacturing Limited  
(formerly known as Delta Magnets Limited)



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Jaydev Mody  
(Chairman)  
DIN : 00234797

Place: Mumbai  
Date: November 11, 2020

**Standalone Statement of Assets & Liabilities as at September 30, 2020**

(INR in lakhs unless specified)

SR. No.	Particulars	Sept 30, 2020 (Unaudited)	March 31, 2020 (Audited)
<b>I</b>	<b>ASSETS</b>		
<b>1</b>	<b>Non-current assets</b>		
	Property, plant and equipment	4,737.99	4,976.15
	Capital work-in-progress	12.81	-
	Intangible assets	12.43	15.98
	Financial assets		
	Investments	629.84	629.84
	Other financial assets	89.37	89.37
	Deferred tax assets (net)	0.40	-
	Non-current tax assets (net)	119.95	119.94
	Other non-current assets	11.39	23.87
	<b>Total non current assets</b>	<b>5,614.18</b>	<b>5,855.15</b>
<b>2</b>	<b>Current assets</b>		
	Inventories	1,483.37	1,638.99
	Financial assets		
	Investments	238.64	235.15
	Trade receivables	2,370.26	2,557.09
	Cash and cash equivalents	56.63	10.71
	Bank balances other than cash and cash equivalents	85.49	86.27
	Other financial assets	22.80	27.84
	Other current assets	563.59	619.86
	Assets classified as held for sale	236.41	236.41
	<b>Total current assets</b>	<b>5,057.19</b>	<b>5,412.32</b>
	<b>Total assets</b>	<b>10,671.37</b>	<b>11,267.47</b>
<b>II</b>	<b>EQUITY AN LIABILITIES</b>		
<b>1</b>	<b>Equity</b>		
	Equity share capital	1,085.11	1,085.11
	Other equity	816.47	1,712.33
	<b>Total equity</b>	<b>1,901.58</b>	<b>2,797.44</b>
<b>2</b>	<b>Liabilities</b>		
	<b>Non-current liabilities</b>		
	Financial liabilities		
	Borrowings	454.98	1,151.90
	Deferred tax liabilities (net)	-	26.92
	Provisions	100.92	108.57
	Other non current liabilities	34.04	59.37
	<b>Total non current liabilities</b>	<b>589.94</b>	<b>1,346.76</b>
<b>3</b>	<b>Current Liabilities</b>		
	Financial liabilities		
	Borrowings	4,502.28	4,573.43
	Trade payables		
	- total outstanding dues of micro enterprises and small enterprises;	217.50	150.40
	and	1,172.72	1,026.34
	- total outstanding dues of creditors other than micro enterprises and small enterprises		
	Other financial liabilities	1,633.87	702.67
	Provisions	135.73	124.94
	Other current liabilities	517.62	531.68
	Current income tax	0.13	13.81
	<b>Total current liabilities</b>	<b>8,179.85</b>	<b>7,123.27</b>
	<b>Total liabilities</b>	<b>8,769.79</b>	<b>8,470.03</b>
	<b>Total equity and liabilities</b>	<b>10,671.37</b>	<b>11,267.47</b>

*[Signature]*



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**Standalone Cash Flow Statement for the Quarter & Half Year Ended September 30, 2020**

(INR in lakhs unless specified)

Particulars	Unaudited	
	Sept 30, 2020	Sept 30, 2019
<b>Cash flow from operating activities</b>		
Profit / (loss) before tax	(923.66)	(496.28)
Adjustments for:		
Depreciation and amortization expenses	281.17	298.76
Finance cost	308.76	301.57
Interest income	(6.44)	(8.64)
Provision for doubtful debts	9.48	0.53
Sundry balances written back / (written off)	(1.67)	(0.00)
Provision for employee benefits	34.51	48.86
Unrealised foreign exchange translation (gain)/loss	(3.08)	5.55
Profit on mutual fund	(3.49)	(13.04)
<b>Operating profit / (loss) before working capital changes</b>	<b>(304.42)</b>	<b>137.31</b>
<b>Changes in working capital</b>		
Increase / (decrease) in inventories	155.61	(157.47)
Increase / (decrease) in trade receivables	158.10	(105.76)
Increase / (decrease) in other current assets	51.16	(79.53)
Increase / (decrease) in other non - current assets	(0.21)	-
Increase / (decrease) in other non - current financial assets	(0.00)	(0.05)
Increase / (decrease) in other current financial assets	(0.40)	0.00
Decrease/ (increase) in other non - current liabilities	(4.17)	(4.17)
Decrease/ (increase) in other current liabilities	(4.81)	(107.78)
Decrease/ (increase) in other current financial liabilities	(29.43)	74.54
Decrease/ (increase) in trade payable	223.33	37.22
Decrease/ (increase) in provisions	(30.70)	(49.12)
<b>Cash generated from / (used in) operations</b>	<b>214.06</b>	<b>(254.81)</b>
Income tax paid	(13.87)	(1.16)
<b>Net cash flows generated from / (used in) operating activities (A)</b>	<b>200.19</b>	<b>(255.97)</b>
<b>Cash flow from Investing activities</b>		
Net proceeds from sale of property, plant and equipment & intangible assets	(42.27)	(77.60)
Net proceeds from sale of Investments	(0.00)	355.00
Bank balances other than cash and cash equivalent	0.78	(6.58)
Interest received	11.88	6.92
<b>Net cash flow generated from / (used in) investing activities (B)</b>	<b>(29.61)</b>	<b>277.74</b>
<b>Cash flow from Financing activities</b>		
Proceeds from non - current borrowings (net)	119.39	21.63
Proceeds from current borrowings (net)	(71.15)	2.70
Repayment of lease liability	(10.30)	(10.34)
Dividend paid	-	(0.24)
Interest paid	(162.60)	(170.69)
<b>Net cash flow generated from / (used in) financing activities (C)</b>	<b>(124.66)</b>	<b>(156.94)</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>45.92</b>	<b>(135.17)</b>
Cash and cash equivalents at the beginning of the year / period	10.71	178.98
<b>Cash and cash equivalents at the end of the period</b>	<b>56.63</b>	<b>43.81</b>
<b>Cash and cash equivalents comprises of</b>		
<b>Balances with banks</b>		
On current accounts	53.87	33.83
Fixed deposits with maturity of less than 3 months	-	7.37
Cash on hand	2.76	2.61
<b>Total cash and cash equivalents at end of the period</b>	<b>56.63</b>	<b>43.81</b>




# M H S & Associates

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Tel. No.: +91-8080221221, +91-9930221221; Email: mayur.shah.ca@gmail.com

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

**To the Board of Directors of Delta Manufacturing Limited**

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of Delta Manufacturing Limited ('the Company') for the quarter ended 30 September 2020 and year to date results for the period 1 April 2020 to 30 September 2020, being submitted by the Company pursuant to the requirements 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.
2. The 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, Interim Financial Reporting ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements 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. 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. 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 the Standards on Auditing specified under section 143(10) of the Act, 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 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 Ind AS 34, prescribed under Section 133 of the Act, and as per the presentation requirements of the SEBI Circular, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements 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.



**Delta Manufacturing Limited**

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

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5. We draw attention to Note 4 to the accompanying Statement with respect to uncertainties relating to COVID-19 pandemic outbreak and management's evaluation of its impact on the operations of the Company and on the accompanying Statement, the extent of which is significantly dependent upon future developments. Our opinion is not modified in respect of this matter.

**For M H S & Associates**

**Chartered Accountants**

**ICAI Firm Registration No. 141079W**

*Mayur H. Shah*

**(Mayur H. Shah)**

**Partner**

**Membership No. 147928**



**UDIN: 20147928AAAACW5726**

**Place: Mumbai**

**Date: 11 November, 2020**

**DELTA MANUFACTURING LIMITED**  
(Formerly known as Delta Magnets Limited)

Regd. Office: Plot No. B- 87, MIDC Area,

Ambad Nashik- 422 010

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Website: www.deltamagnets.com

**Statement of Consolidated Unaudited Financial Results for the Quarter & Half Year Ended September 30, 2020**

(INR in lakhs unless specified)

Sr. No.	Particulars	Quarter Ended			Half year Ended		Year Ended
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
		Sept 30, 2020	June 30, 2020	Sept 30, 2019	Sept 30, 2020	Sept 30, 2019	March 31, 2020
I	Revenue from operations	2,557.52	1,205.19	2,885.51	3,762.71	6,087.84	12,402.17
II	Other income	18.28	17.75	19.87	36.03	39.20	90.66
III	<b>Total income (I + II)</b>	<b>2,575.81</b>	<b>1,222.94</b>	<b>2,905.38</b>	<b>3,798.74</b>	<b>6,127.04</b>	<b>12,492.83</b>
IV	<b>Expenses</b>						
	(a) Cost of raw materials consumed	658.53	192.52	536.89	851.05	1,183.71	2,723.44
	(b) Purchase of stock-in-trade	555.10	438.39	662.48	993.49	1,396.82	2,970.05
	(c) Changes in inventories of finished goods, WIP & stock-in-trade	(67.86)	1.99	(93.18)	(65.87)	(176.49)	(205.62)
	(d) Cost of stores & spares consumed	167.28	47.57	205.21	214.85	424.87	806.50
	(e) Power and fuel	289.46	94.65	323.65	384.11	685.17	1,325.71
	(f) Employee benefits expense	740.28	519.05	853.84	1,259.33	1,744.43	3,486.23
	(g) Finance costs	174.14	148.78	126.94	322.92	282.64	611.64
	(h) Depreciation & amortisation expense	158.10	163.13	193.70	321.23	349.31	664.72
	(i) Other Expenses	252.47	154.80	367.09	407.27	675.23	1,312.51
	<b>Total Expenses (IV)</b>	<b>2,927.51</b>	<b>1,760.88</b>	<b>3,176.62</b>	<b>4,688.38</b>	<b>6,565.69</b>	<b>13,695.18</b>
V	<b>Profit / (loss) before exceptional items and tax (III - IV)</b>	<b>(351.70)</b>	<b>(537.94)</b>	<b>(271.24)</b>	<b>(889.64)</b>	<b>(438.65)</b>	<b>(1,202.35)</b>
VI	Exceptional items	-	-	-	-	-	-
VII	<b>Profit / (loss) before tax (V - VI)</b>	<b>(351.70)</b>	<b>(537.94)</b>	<b>(271.24)</b>	<b>(889.64)</b>	<b>(438.65)</b>	<b>(1,202.35)</b>
VIII	<b>Tax expense</b>						
	(a) Current tax	0.24	6.39	(1.22)	6.63	(1.22)	10.50
	(b) Deferred tax (including MAT credit entitlement)	(9.17)	(19.92)	40.50	(29.09)	42.37	17.89
	<b>Total tax expense</b>	<b>(8.93)</b>	<b>(13.53)</b>	<b>39.28</b>	<b>(22.46)</b>	<b>41.15</b>	<b>28.39</b>
IX	<b>Profit / (loss) for the period / year (VII - VIII)</b>	<b>(342.77)</b>	<b>(524.41)</b>	<b>(310.52)</b>	<b>(867.18)</b>	<b>(479.80)</b>	<b>(1,230.74)</b>
X	<b>Other comprehensive income period / year (net of taxes)</b>	<b>16.28</b>	<b>6.21</b>	<b>29.12</b>	<b>22.49</b>	<b>22.13</b>	<b>109.45</b>
XI	<b>Total comprehensive income period / year (IX + X)</b>	<b>(326.49)</b>	<b>(518.20)</b>	<b>(281.40)</b>	<b>(844.69)</b>	<b>(457.67)</b>	<b>(1,121.29)</b>
	Paid up equity share capital (Face value of equity share INR 10/- each)						
	Without effect of Business Combination of Ind AS 103	NA	NA	647.10	NA	647.10	NA
	With effect of Business Combination of Ind AS 103	1,085.11	1,085.11	1,085.11	1,085.11	1,085.11	1,085.11
	Other equity						3,189.32
	<b>Earnings per equity share of face value of INR 10/- each (not annualised)</b>						
	Basic EPS (INR)	(3.16)	(4.83)	(2.86)	(7.99)	(4.42)	(11.34)
	Diluted EPS (INR)	(3.16)	(4.83)	(2.86)	(7.99)	(4.42)	(11.34)



*[Handwritten Signature]*

**Notes**

- 1 The above results for the quarter and half year ended September 30, 2020 which have been subjected to limited review by Statutory Auditors of the Company were reviewed and recommended by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on November 11, 2020, in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 2 The consolidated financial results of the Group have been prepared in accordance with Indian Accounting Standards (Ind AS) as notified by the Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standard) Rules 2015, as amended and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 3 The consolidated unaudited financial results of the Company and its subsidiaries (the 'Group') have been prepared in accordance with Ind AS 110 consolidated financial statements.
- 4 Due to COVID-19 pandemic and the consequent lock down announced by the Government of India, the operations of the Group were suspended since the third week of March 2020. The Government has announced phased lifting of lock down. The general expectations are that normalcy could be gradually restored during the financial year ending March 31, 2021. The management has also evaluated the possible impact of this pandemic on the business operations and the financial position of the Group and based on its initial assessment of the current indicators of the future economic conditions, it believes that the financial results for the quarter and half year ended September 30, 2020 does not have any material adverse impact on the net worth of the Group. The management will continue to monitor material changes to its COVID-19 impact assessment, resulting from the future economic conditions and future uncertainty, if any.
- 5 4. Pursuant to the Scheme of Amalgamation Arrow Textiles Limited ("First Transferor Company") and MMG India Private Limited ("Second Transferor Company") with Delta Magnets Limited ("Transferee Company") and their respective shareholders ("the Scheme"), the Company had issued and allotted 4,380,106 Equity Shares of INR 10/- each to shareholders of Arrow Textiles Limited (First Transferor Company) on March 03, 2020. The Company had applied for listing of shares to the BSE Limited and National Stock Exchange of India Limited (the Stock Exchanges) and received the listing permission for 4,295,623 Equity Shares held in dematerialised mode on April 27, 2020. The Company has completed the dispatch of pending 84,483 Equity Shares which are held in physical mode and were pending for dispatch due to lockdown in the country because of COVID-19 Pandemic. Further the Company had applied for listing of shares to the Stock Exchanges and received the listing permission for 84,483 Equity Shares held in physical mode on September 11, 2020.
- 6 The Company has been following the practice of publishing Consolidated Financial Results. The Standalone and Consolidated Financial Results are available on Company's website i.e. [www.deltamagnets.com](http://www.deltamagnets.com) and also on the website of the Stock Exchanges, where shares of the Company are listed i.e. [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com).

For Delta Manufacturing Limited  
(formerly known as Delta Magnets Limited)



A handwritten signature in black ink.

Jaydev Mody  
(Chairman)  
DIN : 00234797

Place: Mumbai  
Date: November 11, 2020



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Website: www.deltamagnets.com

**Consolidated Statement of Assets & Liabilities as at September 30, 2020**

(INR in lakhs unless specified)

SR. No.	Particulars	September 30, 2020 (Unaudited)	March 31, 2020 (Audited)
I	<b>ASSETS</b>		
1	<b>Non-current assets</b>		
	Property, plant and equipment	5,718.80	5,973.81
	Capital work-in-progress	12.81	-
	Goodwill on cosolidation	372.57	372.57
	Intangible assets	18.01	22.67
	Financial assets		
	Other financial assets	89.37	89.37
	Non-current tax assets (net)	119.95	119.94
	Other non-current assets	11.39	23.87
	<b>Total non current assets</b>	<b>6,342.90</b>	<b>6,602.23</b>
2	<b>Current assets</b>		
	Inventories	2,216.11	2,237.49
	Financial assets		
	Investments	238.63	235.15
	Trade receivables	2,883.71	3,329.74
	Cash and cash equivalents	359.12	254.66
	Bank balances other than cash and cash equivalents	85.49	86.27
	Other financial assets	22.80	27.84
	Other current assets	641.51	688.81
	Assets classified as held for sale	236.41	236.41
	<b>Total current assets</b>	<b>6,683.78</b>	<b>7,096.37</b>
	<b>Total assets</b>	<b>13,026.68</b>	<b>13,698.60</b>
II	<b>EQUITY AN LIABILITIES</b>		
1	<b>Equity</b>		
	Equity share capital	1,085.11	1,085.11
	Other equity	2,344.62	3,189.32
	<b>Total equity</b>	<b>3,429.73</b>	<b>4,274.43</b>
2	<b>Liabilities</b>		
	<b>Non-current liabilities</b>		
	Financial liabilities		
	Borrowings	454.98	1,151.90
	Deferred tax liabilities (net)	22.93	51.52
	Provisions	100.92	108.57
	Other non current liabilities	148.69	193.33
	<b>Total non current liabilities</b>	<b>727.52</b>	<b>1,505.32</b>
3	<b>Current Liabilities</b>		
	Financial liabilities		
	Borrowings	4,502.28	4,573.43
	Trade payables		
	- total outstanding dues of micro enterprises and small enterprises; and	217.50	150.40
	- total outstanding dues of creditors other than micro enterprises and small enterprises	1,651.80	1,639.80
	Other financial liabilities	1,995.78	1,055.82
	Provisions	135.73	124.94
	Other current liabilities	350.78	349.26
	Current income tax	15.56	25.20
	<b>Total current liabilities</b>	<b>8,869.43</b>	<b>7,918.85</b>
	<b>Total liabilities</b>	<b>9,596.95</b>	<b>9,424.17</b>
	<b>Total equity and liabilities</b>	<b>13,026.68</b>	<b>13,698.60</b>



*[Handwritten Signature]*

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Consolidated Cash Flow Statement for the quarter and half year ended September 30, 2020

(INR in lakhs unless specified)

Particulars	Unaudited	
	September 30, 2020	September 30, 2019
<b>Cash flow from operating activities</b>		
Profit / (loss) before tax	(889.64)	(438.65)
Adjustments for:		
Depreciation and amortization expenses	321.23	349.31
Finance cost	322.92	282.64
Interest income	(6.49)	(8.75)
Provision for doubtful debts	10.96	1.98
Sundry balances written back / (written off)	(13.22)	(0.00)
Profit on sale of mutual fund	(3.49)	(13.04)
Provision for employee benefits	34.51	48.86
Unrealised foreign exchange translation (gain)/loss	5.65	5.55
Foreign currency translation reserve	25.27	27.41
<b>Operating profit / (loss) before working capital changes</b>	<b>(192.30)</b>	<b>255.31</b>
<b>Changes in working capital</b>		
Increase / (decrease) in inventories	21.38	(272.83)
Increase / (decrease) in trade receivables	433.12	(7.94)
Increase / (decrease) in other current assets	45.08	(76.25)
Increase / (decrease) in other non - current assets	(0.21)	(1.00)
Increase / (decrease) in other non - current financial assets	(0.00)	(0.05)
Increase / (decrease) in other current financial assets	(0.40)	0.00
Decrease/ (increase) in other non - current liabilities	(4.17)	(4.17)
Decrease/ (increase) in other current liabilities	(5.55)	(163.99)
Decrease/ (increase) in other current financial liabilities	(29.54)	34.05
Decrease/ (increase) in trade payable	88.89	138.67
Decrease/ (increase) in provisions	(30.70)	(49.12)
<b>Cash generated from / (used in) operations</b>	<b>325.60</b>	<b>(147.32)</b>
Income tax paid	(15.78)	(8.21)
<b>Net cash flows generated from / (used in) operating activities (A)</b>	<b>309.82</b>	<b>(155.53)</b>
<b>Cash flow from Investing activities</b>		
Payment for property, plant and equipment and intangible assets (net)	(68.18)	(199.71)
Proceeds from sale of investment	-	355.00
Bank balances other than cash and cash equivalent	0.78	(6.58)
Interest received	11.94	7.03
<b>Net cash flow generated from / (used in) investing activities (B)</b>	<b>(55.46)</b>	<b>155.74</b>
<b>Cash flow from Financing activities</b>		
Proceeds from non - current borrowings (net)	128.27	0.88
Proceeds from current borrowings (net)	(71.15)	2.70
Repayment of lease liability	(34.41)	(21.41)
Dividend paid	-	(0.24)
Interest paid	(172.61)	(148.58)
<b>Net cash flow generated from / (used in) financing activities (C)</b>	<b>(149.90)</b>	<b>(166.65)</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>104.46</b>	<b>(166.44)</b>
Cash and cash equivalents at the beginning of the year / period	254.66	450.61
<b>Cash and cash equivalents at the end of the period</b>	<b>359.12</b>	<b>284.17</b>
<b>Cash and cash equivalents comprises of</b>		
<b>Balances with banks</b>		
On current accounts	355.46	273.40
Fixed deposits with maturity of less than 3 months	-	7.37
Cash on hand	3.66	3.40
<b>Total cash and cash equivalents at end of the period</b>	<b>359.12</b>	<b>284.17</b>

Segment Information

(INR in lakhs unless specified)

Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
		Sept 30, 2020	June 30, 2020	Sept 30, 2019	Sept 30, 2020	Sept 30, 2019	March 31, 2020
1	<b>Segment Revenue</b>						
	Hard ferrites	397.62	91.48	606.65	489.10	1,247.76	2,266.97
	Soft ferrites	489.90	113.58	711.23	603.48	1,423.77	3,032.94
	Textile	967.07	307.08	1,105.44	1,274.15	2,354.49	4,569.19
	MagDev*	716.16	697.22	731.13	1,413.38	1,528.99	3,398.61
	<b>Total</b>	<b>2,570.75</b>	<b>1,209.36</b>	<b>3,154.45</b>	<b>3,780.11</b>	<b>6,555.01</b>	<b>13,267.72</b>
	Less : Inter Segment Revenue	(13.23)	(4.17)	(268.94)	(17.40)	(467.17)	(865.55)
	<b>Revenue from operations</b>	<b>2,557.52</b>	<b>1,205.19</b>	<b>2,885.51</b>	<b>3,762.71</b>	<b>6,087.84</b>	<b>12,402.17</b>
2	<b>Segment Results</b>						
	Hard ferrites	(79.49)	(113.41)	7.72	(192.90)	35.82	(237.77)
	Soft ferrites	(82.38)	(95.56)	(127.10)	(177.94)	(215.38)	(464.29)
	Textile	(31.44)	(242.88)	(59.74)	(274.32)	(53.08)	(115.42)
	MagDev*	(6.30)	41.06	17.66	34.76	20.88	140.94
	<b>Total</b>	<b>(199.61)</b>	<b>(410.79)</b>	<b>(161.46)</b>	<b>(610.40)</b>	<b>(211.76)</b>	<b>(676.54)</b>
	Unallocable expenses (net)	(0.74)	(0.04)	2.71	(0.78)	(16.55)	(19.92)
	Other income (net)	21.31	21.59	19.87	42.90	39.20	98.27
	Finance costs	174.14	148.78	126.94	322.92	282.64	644.00
	<b>Profit before tax</b>	<b>(351.70)</b>	<b>(537.94)</b>	<b>(271.24)</b>	<b>(889.64)</b>	<b>(438.65)</b>	<b>(1,202.35)</b>
3	<b>Capital Employed</b>						
	<b>Segment Assets</b>						
	Hard ferrites	3,332.90	3,322.23	4,128.05	3,332.90	4,128.05	3,994.37
	Soft ferrites	3,397.99	3,374.54	3,705.17	3,397.99	3,705.17	3,098.89
	Textile	3,399.75	3,287.32	3,583.10	3,399.75	3,583.10	3,633.48
	MagDev*	2,776.49	2,759.62	2,451.09	2,776.49	2,451.09	2,851.91
	Unallocable Assets (Net)	119.55	120.03	93.63	119.55	93.63	119.95
	<b>Total Assets</b>	<b>13,026.68</b>	<b>12,863.74</b>	<b>13,961.04</b>	<b>13,026.68</b>	<b>13,961.04</b>	<b>13,698.60</b>
	<b>Segment Liabilities</b>						
	Hard ferrites	2,636.89	2,499.36	2,552.52	2,636.89	2,552.52	2,575.18
	Soft ferrites	4,794.43	4,579.84	4,704.77	4,794.43	4,704.77	4,598.16
	Textile	1,044.61	877.02	694.87	1,044.61	694.87	944.57
	MagDev*	1,082.93	1,087.97	981.44	1,082.93	981.44	1,229.54
	Unallocable Liabilities (Net)	38.09	63.32	78.60	38.09	78.60	76.72
	<b>Total Liabilities</b>	<b>9,596.94</b>	<b>9,107.51</b>	<b>9,012.20</b>	<b>9,596.94</b>	<b>9,012.20</b>	<b>9,424.17</b>
*MagDev Limited (Group) (suppliers of permanent magnets and ferrite cores and processing & supply of ceramic powder).							
<b>Business Segments:</b>							
Based on the "management approach" as defined in Ind AS 108 - Operating Segments, the Chief Operating Decision Maker (CODM) evaluates the Company's performance and allocates resources based on an analysis of various performance indicators by business segments. Accordingly, information has been presented along with Business Segments. The Accounting principles used in the preparation of the financial statements are consistently applied to record revenue and expenditure in individual segments.							



*[Handwritten Signature]*

# M H S & Associates

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

**To the Board of Directors of Delta Manufacturing Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of Delta Manufacturing Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group') (refer Annexure 1 for the list of subsidiaries included in the Statement) for the quarter ended 30 September 2020 and consolidated year to date results for the period 1 April 2020 to 30 September 2020, being submitted by the Holding Company pursuant to the requirements 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.
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. 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 the Standards on Auditing specified under section 143(10) of the Act, 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 CIR/CFD/CMD1/44/2019 dated 29 March 2019 issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.
3. Based on our review conducted and procedures performed as stated in paragraph 3 above and upon consideration of the review reports of other auditors 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 Ind AS 34, prescribed under Section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements 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.
4. We draw attention to Note 4 to the accompanying Statement with respect to uncertainties relating to COVID-19 pandemic outbreak and management's evaluation of its impact on the operations of the Group and on the accompanying Statement, the extent of which is significantly dependent upon future developments. Our opinion is not modified in respect of this matter.



**Delta Manufacturing Limited**

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

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5. We did not review the interim consolidated financial results of 1 subsidiary included in the Statement, whose interim financial results reflects total assets of Rs.3119.07 lakhs as at 30 September 2020, and total revenues of Rs.716.17 lakhs and Rs.1413.38 lakhs, net profit / (loss) after tax of (Rs.6.60) lakhs and Rs.27.51 lakhs, total comprehensive income of Rs.15.08 lakhs and Rs.53.40 lakhs for the quarter and six month period ended 30 September 2020 respectively, cash flow (net) of ₹58.54 lakhs for the period ended 30 September 2020 as considered in the Statement. These interim consolidated financial results have been reviewed by other independent firm of chartered accountants, whose review report 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 this subsidiary, is based solely on the review report of such other independent firm of chartered accountants and the procedures performed by us, as stated in paragraph 3 above. Further, of this subsidiary, is located outside India, whose interim consolidated financial results have been prepared in accordance with the accounting principles generally accepted in its country. The Holding Company's management has converted financial results of such a subsidiary from accounting principles generally accepted in their respective country to accounting principles generally accepted in India. Our conclusion, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based on the review report of the other independent firm of chartered accountants and the conversion adjustments prepared by the management of the Holding Company and reviewed by other independent firm of chartered accountants. Our conclusion is not modified in respect of these matters.

For M H S & Associates

Chartered Accountants

ICAI Firm Registration No. 141079W

*Mayur H. Shah*

(Mayur H. Shah)

Partner

Membership No. 147928



UDIN: 20147928AAAACX7511

Place: Mumbai

Date: 11 November, 2020

**Delta Manufacturing Limited**

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

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**Annexure 1**

**List of entities included in the Statement**

<b>Sr. No.</b>	<b>Particulars</b>
	<b>Subsidiaries (including step down subsidiary)</b>
1	Magdev Limited, UK
2	Pilamec Limited, UK

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