

Date: 3rd September, 2020

To,
Dept. of Corporate Services,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400 001
Company Code: 533161

To,
The Listing Department,
National Stock Exchange of India Limited,
Exchange Plaza, Bandra Kurla Complex,
Bandra (East), Mumbai 400051
Company Code: EMMBI

Sub: Un-audited Financial Statements for the Quarter ended 30th June, 2020

Dear Sir,

With reference to the above, at the meeting of Board of Directors of the Company held today, 3rd September, 2020, the Board has, inter-alia, considered and approved the Un-Audited Financial Results for the quarter ended 30th June, 2020. The said financial results were subject to limited review conducted by the statutory auditors of the Company.

Please find enclosed herewith the following:

1. Copy of Un-Audited Financial Statements for the Quarter ended 30th June, 2020;
2. Limited Review Report of Auditors of the company and
3. Disclosure on impact of Covid-19 pandemic as per SEBI Circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May, 2020.

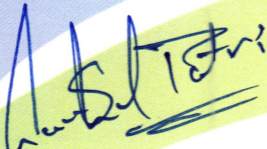
The meeting of the Board of Directors of the Company commenced at 11.30 am and concluded at 1.00 p.m.

We request you to take the above information on record.

Thanking you,

Yours faithfully,

For Emmbi Industries Limited



Kaushal Patvi
Company Secretary



Encl: As above



EMMBI INDUSTRIES LIMITED

Regd. Off.: 99/2/1 & 9, Madhuban Industrial Estate, Madhuban Dam Road, Rakholi Village, U. T. of Dadra & Nagar Haveli, Silvassa - 396230

CIN : L17120DN1994PLC000387

Tel : +91 22 6784 5555 , Fax : +91 22 6784 5506; Email : info@emmbi.com , Website : www.emmbi.com

Statement of Unaudited Financial Results For the Quarter Ended 30th June, 2020

Published pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015

PART-I		Rs. In Millions (Except per share data)			
Sr. No.	Particulars	QUARTER ENDED		YEAR ENDED	
		30.06.2020 (Unaudited)	31.03.2020 (Audited)	30.06.2019 (Unaudited)	31.03.2020 (Audited)
1	Income from Operations				
	Gross Value of Sales	574.87	846.62	734.99	3,331.40
	Less : GST Recovered	66.78	99.84	65.67	292.07
	(a) Net Sales/ Income from Operations	508.09	746.77	669.33	3,039.34
	(b) Other Income	0.25	0.74	0.31	1.61
	Total Income from Operations (a+b)	508.34	747.51	669.63	3,040.95
2	Expenses				
	(a) Cost of materials consumed	289.95	541.14	430.89	2,063.93
	(b) Purchase of Stock-in Trade	-	-	-	-
	(c) Changes in inventories of finished goods, and work-in-progress and stock in trade	7.28	(62.84)	(2.92)	(67.06)
	(e) Employee Benefit Expenses	39.24	47.88	34.64	168.54
	(f) Finance Cost	28.74	30.72	27.82	119.42
	(g) Depreciation & Amortisation Expenses	17.49	17.04	17.27	69.73
	(h) Other Expenses	112.59	134.93	114.52	499.74
	Total Expenses	495.29	708.87	622.22	2,854.31
3	Profit before Exceptional and Extra ordinary	13.05	38.64	47.41	186.64
4	Exceptional Items	-	-	-	-
5	Profit before Extra ordinary items and Tax (3-4)	13.05	38.64	47.41	186.64
6	Extra ordinary items	-	-	-	-
7	Net Profit from Ordinary Activities before Tax(5-6)	13.05	38.64	47.41	186.64
8	Tax Expenses				
	I. Current Tax	1.43	(2.59)	11.66	31.93
	II. Deferred Tax	1.04	3.79	1.41	8.44
9	Net Profit for the Period (7-8)	10.58	37.44	34.35	146.27
10	Other Comprehensive Income				
	Remeasurement of Defined Benefit Plans	(0.50)	(1.21)	(0.10)	(1.51)
	Income Tax	-	-	-	-
11	Total Comprehensive Income for the period (9+10)	10.08	36.23	34.25	144.76
12	Paid up Equity Share Capital (F. V. of Rs. 10/- Each)	176.90	176.90	176.90	176.90
13	Other Equity excluding Revaluation Reserve	-	-	-	1,106.81
14	Earnings per Share (of Rs. 10/- each) :				
	(a) Basic-Rs	0.60	2.12	1.94	8.27
	(b) Diluted-Rs	0.60	2.12	1.94	8.27

Notes :

- The Financial Results have been reviewed and recommended by Audit Committee and approved by the Board of Directors in its meeting held on 3rd September, 2020. The Statutory Auditors of the Company have carried out a "Limited Review" of the financial results for the Quarter ended 30th June, 2020.
- The figures for the quarter ended 31st March, 2020 are the balancing figures between audited figures in respect of the full financial year and the unaudited published year to date figures up to 3rd Quarter of the respective financial year.
- The entire operation of the Company relate to only one segment viz. Polymer based multiple products. Hence, as per the Management approach under Ind AS - 108, the company has a single operating segment.
- Figures for the Previous Period / Year have been re-grouped / re-worked / re-arranged wherever necessary, to make them comparable.



For and on behalf of the Board,
For Emmbi Industries Limited

Makrand Appalwar
Makrand Appalwar
(Managing Director)

Place : Silvassa, DNH
Date : 3rd September, 2020

R. DALIYA & ASSOCIATES

Chartered Accountants

127, Linkway Estate, Link Road, Malad (West), Mumbai - 400064
Phone: 28787880. Fax: 28744913, Email:rsdaliya@gmail.com

Independent Auditor's Limited 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

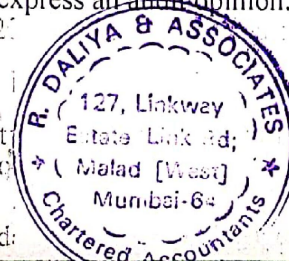
To,
The Board of Directors,
Emmbi Industries Limited.,
Silvassa.

We have reviewed the accompanying statement of Unaudited Standalone Financial Results of EMMBI INDUSTRIES LIMITED ("the Company") for the Quarter ended 30th June, 2020 ("the statement") attached herewith, being submitted by the company to the stock exchanges viz. BSE and NSE pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement which is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) 34 on 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India.

Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review 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 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.



....2

....2....

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..

For R DALIYA & ASSOCIATES
Chartered Accountants
(ICAI FRN : 102060W)



Place : Mumbai
Date : 03.09.2020

K. Daliya

K. Daliya
Partner
(Membership No. 166874)
UDIN : 20166874AAAAAP3612

Date: 3rd September, 2020

To, Dept. of Corporate Services, BSE Limited, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001 Company Code: 533161	To, The Listing Department, National Stock Exchange of India Limited, Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai 400051 Company Code: EMMBI
--	--

Sub: Disclosure on impact of Covid-19 pandemic as per SEBI Circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May, 2020

Dear Sir,

In view of the SEBI Circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated 20th May, 2020 on the advisory on disclosure of material impact of COVID-19 pandemic on the listed entity we wish to inform you the following: This situation is as of 1st September, 2020. Though the report is presented along with quarterly results in order to keep the Stakeholders most updated with the impact of Covid-19 situation the operational information up to the latest has been incorporated.

Sr. No.	Particulars	Details of Disclosure
1.	Impact of COVID-19 pandemic on business	The Covid-19 pandemic unfortunately set back the companies operations, resulting in a negative Q-o-Q growth, the first time in it's history. As a resultant of the stringent lock-downs, and other measures both the volumes and the resulting value were lower by around 25% and 21% respectively. The reduction in volume was on account of reduced operating days, in the initial period, and the return of migrant labourers at the end of the quarter.
2.	Ability to maintain operations including the factories/ units/ office spaces functioning and closed down	We made a Special Covid -19 Response Plan, where we divided the complete management into three teams – the First responsible for 'Business Protection, and Sales Augmentation'. The Second to address Covid-19 related issues and the third to increase 'Operational Efficiency' in manufacturing processes. All the three teams did excellent jobs and we could hit a better Sales and Production numbers for the month of May 2020. The month of June was reasonable stable for the first two weeks until the Local Govt. has decided to send back migrant labourers home through special schemes (Until the end of June there was no recorded Covid-19 positive cases in the factory). Multiple Special trains carried around 35,000 labourers from the Silvassa Region to various States of India. Emmbi also lost around 600+ of its workforce.
3.	Schedule, if any, for restarting the operations	Manufacturing at Silvassa Units has begun as indicated above. As per the Maharashtra Unlock 4.0 Guidelines the Mumbai office of the Company is opened with 30% of the Mumbai office strength All the required measures have been taken to ensure the health, safety and security of all the employees.



4.	Steps taken to ensure smooth functioning of operations	Operation “Dronacharya”: The surplus labour that was made available in the market, were looked at as an opportunity by Emmbi. We decided to use this opportunity and quickly expanded the ambit of our Skill Upgradation Centre, “Gurukul”. We initiated a program where the workmen were admitted at the lowest level that on minimum wages, monitoring and assessing them on weekly basis on the various skill levels – this was complimented by giving them a Special incentive. This novel scheme helped us in creating a talent pool of 150+ qualified workforce with an operating efficiency equivalent to 70% of a fully trained worker. Kalyani Brigade: As we have seen the manpower was depleting during the month of May 2020 some very out of the box thinking was required. We connected 60 Local village women and gave a special training to them. The biggest challenge was how to use the factory infrastructure without compromising the safety of workers (we are recruiting women – and calling it workmen). We did a novel idea, we split the team into two shifts of 7 hrs each, so the total operating time was around 14 hrs in front of the normal Single shift operating of 8 to 10 hours. This also gave us a stable non migrant and enthusiastic work force of about 60 local women for our future operations. An extensive protocol has been put in place for the health and safety of all the Workers and Staff members has been continuing and necessary amendments as per the instructions of local government and various practices developed with experience was put into action. Until now 5 Employees of the Manufacturing Unit were tested Covid positive, and been isolated, treated and since recovered. On the day of writing this report there are zero Covid-19 infected cases of employee in Factory and Head Office.
5.	Estimation of the future impact of Covid-19 on the operations	Manpower: With the implementation of “Kalyani Brigade” and Operation Dronacharya we have already started to rebuild the lost manpower strength. In order to quicken the process of rebuilding the lost manpower we have also conducted an extensive operation. Human Capital management department has played excellent role and did a Job of bringing back around 400 + people from various states such as Bengal, Uttar Pradesh, Bihar and Jharkhand. We have almost reached a “Pre Covid-Level” as of 1st September 2020. As all the workmen coming from various areas might have been exposed to possible infection hence 100% of them has been voluntarily Covid tested and Quarantined in

		companies rented Quarantine Centre. We do not expect any manpower shortage in the period after considering the present situation will remain unchanged.
6.	Details of impact of Covid-19 on listed entity- (Capital and financial resources, profitability, liquidity position, ability to serve debt and other financial arrangements, Assets, internal financial reporting and control, supply chain, demand for its products/ services)	Steps taken by company to Fight Covid-19 pandemic was extremely successful and companies Sales. Finance and Manufacturing has been reasonably stable. 1) Supply Side Management: We have ensured that for all the critical and non-critical items minimum 3 suppliers are maintained, and a special focus is given in ensuring geographic separation to all supply sources. This will spread the Risk of common failure from all the suppliers at the same time. We are also maintaining slightly higher stock than our normal inventory level to avoid any stock out condition. Kindly note that Emmbi continues its policy of non-speculative operations & we always do the procurement of inputs on the receipt of confirmed sales order. 2) Demand Side Management: In order to maintain and create new demand we have started various Short Term and Long Term, Marketing and Sales initiatives, Like reaching out to every customer and explaining them about the various products of Emmbi which they are not presently using. The product fungibility of companies manufacturing is coming very handy during this situation. While we see substantial weakness in the domestic packing business, the material can be transferred to the International market and companies operation can be maintained in steady form Presently we are having an order book of around 12 to 16 weeks of Exports and around 1 week for the Domestic Packaging which is around 50% of the Regular Time Order Book, While the Demand in the B2C Rural Agri distribution is Stable and on expected lines. 3) Manufacturing Side Management: Considering the present worker situation and Strong Order Book we are sure that we will see slight increase in the volume Q-O-Q for the Q-2 of FY 2020-21.

		The largest problem which we faced in last quarter has been sorted by various initiatives and projects during the last 90 days. Presently all other parameters of the Manufacturing are under control. 4) Liquidity Management: The Company was remarkably successful in maintaining its Debtor realization. There have been no delays in the realization from the exports. Also note that entire Export debts are insured by party wise insurance by ECGC. Domestic Debtors are reflecting delay in paying as many of our buyer companies are situated in the Red Zones and the work pattern is sluggish. Despite this no client has crossed an excess of 30 days beyond the regular payment cycle. Delays are more operational in nature, and does not pose a financial risk. Other financial arrangements, assets, internal financial reporting and control, supply chain, demand for Company's products/services: 1. None of the assets of the Company have been impacted or impaired due to COVID-19. 2. The Company has efficient systems in place for Internal Financial reporting and control. Even during the period of lockdown with work from home, all reporting systems worked seamlessly without any disruption. 3. The supply chain was the cause for concern during the initial lockdown period, however, gradually this issue has been sorted out. We expect normal operations from September, 2020 onwards and going forward the company is confident of coming back to normal shortly. 4. The Company's export order book remains robust and demand for the Company's products has not slackened leading us to believe that the company is far better placed to serve its Global customers.
7.	Existing contracts/agreements where nonfulfillment of the obligation by any party will have significant impact on the listed entity's business.	The Company does not oversee any such nonfulfillment of contractual obligations by any party except nominal overdues and delays in sales. Entire Export of the company is backed by the ECGC buyer wise insurance.



		All the Indian B2B customers are well reputed and primarily blue-chip companies. Entire retail/ B2C business of the company is on a Cash and Carry and is continuing with great zeal considering the strong monsoon followed by strong rural demand. The Company is in the position to honour all its existing agreements with its vendors and customers.
--	--	--

The Company will continue to closely monitor the future economic and health conditions and any material changes will be reported accordingly.

We request you to take the above information on record.

Thanking you,

Yours faithfully,

For Emmbi Industries Limited



Kaushal Patvi
Company Secretary

