



JCT LIMITED

Corporate Office: 1001, 10th Floor, Vikram Towers, 16 Rajendra Place, New Delhi-110008

Phone: 46290000; Fax: 25812222

Website: www.jct.co.in

E-mail: jctdelhi@jctltd.com / jctsecretarial@jctltd.com

February 14, 2020.

**Department of Corporate Services
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai**

Sub: Outcome of the Board Meeting held on 14.02.2020.

Scrip Code: 500223

Dear Sir/ Madam,

In continuation of our letter dated 05.02.2020, we wish to inform you that the Board of Directors of the Company at its meeting held today, 14.02.2020, have approved the Un-Audited Financial Results of the Company along with Limited Review Report issued by the Statutory Auditor of the Company for the Quarter and Nine months ended 31st December, 2019.

This is for your information and record please.

Thanking You,

**Yours faithfully,
For JCT LIMITED**

**(SANDEEP SACHDEVA)
COMPANY SECRETARY**

Regd. Office: Village Chohal, Dist. Hoshiarpur (Punjab)

Navdeep Singh & Co.

Chartered Accountants

Deep Complex (First Floor)

89, Manshaia Colony

Patiala - 147001

Tel: +91-175-2302348

E-mail: canavdeep@gmail.com

INDEPENDENT AUDITOR'S REVIEW REPORT ON UNAUDITED QUARTER AND NINE MONTHS PERIOD ENDED DECEMBER 31st, 2019 FINANCIAL RESULTS OF JCT LIMITED PURSUANT TO THE REGULATION 33 OF THE SEBI (LISTING OBLIGATION AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015

To,
The Board of Directors of JCT Limited,

1. We have reviewed the accompanying **statement of unaudited financial results (the 'Statement') of JCT Limited (the "Company") for the quarter and nine months ended December 31, 2019**, This 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 the financial results 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 Statement is free of material misstatement. A review is limited primarily to inquiries, of Company personnel and analytical procedures applied to financial data and thus provides 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, with the exception of the matters described in the paragraph 'Emphasis of Matters' below, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Financial Results prepared in accordance with applicable accounting standards and other recognized accounting practices and the 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, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



4. Emphasis of Matters

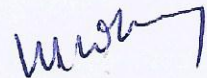
We draw attention to the following matters in the Notes to the Quarter and nine months ended 31st December, 2019 financial results:

- i. Note No. A.4: Restatement of comparative financial statements/results with respect to transactions related to settlement of the FCCBs.
- ii. Note No. A.5: Change in accounting policy for valuation of land from cost model to revaluation model.
- iii. Note No. A.6: Accumulated losses have resulted in erosion of substantial net worth of the Company. However, the financial results have been prepared on going concern basis on the grounds as disclosed in the said note.

Our conclusion is not modified in respect of the above matters.

For NAVDEEP SINGH & CO.

Chartered Accountants
Firm Regn. No. 008400N



(Navdeep Singh Choudhary)

Partner

M. No. 034979

UDIN No: **20034479 AAAAA M 5769**

Place: New Delhi

Dated: 14th February, 2020



JCT LIMITED

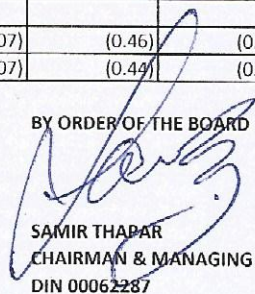
REGD. OFFICE : VILLAGE CHOHAL, DISTT. HOSHIARPUR (PUNJAB) - 146024
Phone: 91-11-46290000: Fax:25812222 Website: www.jct.co.in, email:jctsecretarial@jctltd.com
(CIN NO. L17117PB1946PLC004565)

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2019

(Rs. in Lakhs)


Sr. No.	Particulars	Quarter ended			Nine Months ended		Year ended
		December 31, 2019 (Unaudited)	September 30, 2019 (Unaudited)	December 31, 2018 (Unaudited)	December 31, 2019 (Unaudited)	December 31, 2018 (Unaudited)	March 31, 2019 (Audited)
1	Income						
	a) Revenue from operations	17,605	17,657	18,861	54,106	58,197	80,033
	b) Other Income	260	548	199	1,489	476	689
	Total Income (a + b)	17,865	18,205	19,060	55,595	58,673	80,722
2	Expenses						
	a) Cost of materials consumed	9,504	9,114	11,836	30,115	35,457	47,451
	b) Other manufacturing expenses	3,345	4,023	3,687	11,428	11,201	15,259
	a) Excise duty on sales	-	-	-	-	-	-
	c) Changes in inventories of finished goods and stock-in-process	1,175	1,569	(1,208)	2,048	(1,894)	(1,079)
	d) Employee benefits expense	2,776	2,752	2,954	8,424	8,607	11,322
	e) Finance costs	1,146	1,117	915	3,456	2,718	4,014
	f) Depreciation and amortisation expense	379	373	449	1,147	1,887	2,256
	g) Other expenses	887	1,129	960	2,812	2,768	3,837
	Total Expenses (a to g)	19,212	20,077	19,593	59,430	60,744	83,060
3	(Loss) before tax (1-2)	(1,347)	(1,872)	(533)	(3,835)	(2,071)	(2,338)
4	Tax expense						
	- Current tax	-	-	-	-	-	-
	- Current tax related to earlier years	-	-	-	-	-	(1)
5	(Loss) after tax (3-4)	(1,347)	(1,872)	(533)	(3,835)	(2,071)	(2,337)
6	Other Comprehensive Income/(Loss)						
	Items that will not be reclassified as profit or loss						
	- Re-measurements of the net defined benefit plans	36	36	118	108	354	154
	Items that will be reclassified subsequently to profit or loss						
	- Fair value of investments through OCI						3
	- Fair value of assets through OCI		1,421		1,421		(2475)
	Other Comprehensive Income/(Loss) for the period /year	36	1,457	118	1,529	354	(2318)
7	Total Comprehensive (Loss) for the period /year (5+6)	(1,311)	(415)	(415)	(2,306)	(1,717)	(4,655)
8	Paid up Equity Share Capital Rs. 2.50/- each	20,961	20,961	14,953	20,961	14,953	20,961
5	Earning per share of Rs. 2.50/- each (Not annualised)						
	(1) Basic (in Rs.)	(0.16)	(0.30)	(0.07)	(0.46)	(0.29)	(0.38)
	(2) Diluted (in Rs.)	(0.15)	(0.28)	(0.07)	(0.44)	(0.29)	(0.36)

BY ORDER OF THE BOARD


SAMIR THAPAR
CHAIRMAN & MANAGING DIRECTOR
DIN 00062287

Place: New Delhi
Date :February 14, 2020



(Rs. in lakhs)							
UNAUDITED SEGMENT WISE REVENUE, RESULTS AND ASSETS & LIABILITIES							
Sl.No.	PARTICULARS	Quarter ended			Nine Months ended		Year ended
		December 31, 2019	September 30, 2019	December 31, 2018	December 31, 2019	December 31, 2018	March 31, 2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Segment Revenue						
(a)	Textiles	10,072	9,671	10,867	30,594	34,192	46,619
(b)	Nylon Filament Yarn	7,533	7,986	7,994	23,512	24,005	33,414
(c)	Unallocated	-	-	-	-	-	-
	Total	17,605	17,657	18,861	54,106	58,197	80,033
	Less : Inter Segment Revenue	-	-	8	-	-	-
	Total Income from Operations	17,605	17,657	18,861	54,106	58,197	80,033
2	Segment Results (Profit(+)/ Loss(-) before tax and Finance Costs						
(a)	Textiles	(437)	(1,136)	307	-1,630	625	935
(b)	Nylon Filament Yarn	35	(68)	99	295	43	850
(c)	Unallocated	-	-	-	-	-	-
	Total	(402)	(1,204)	406	(1,335)	668	1,785
	Less: (i) Finance costs	1,146	1,117	915	3,456	2,718	4,014
	(ii) Other Un-allocable (Income)/Expenditure net off	(201)	(449)	24	(956)	21	108
	(iii) Exceptional Item	-	-	-	-	-	-
	(Loss) before Tax	(1,347)	(1,872)	(533)	(3,835)	(2,071)	(2,337)
3	Segment informations						
	Segment Assets						
(a)	Textiles	59,331	60,328	38603	59,331	38603	62,121
(b)	Nylon Filament Yarn	16,661	17,329	17458	16,661	17458	17,364
(c)	Unallocated	1,910	2,056	2,207	1,910	2,207	2,043
	Total segment assets	77,902	79,713	58,268	77,902	58,268	81,528
	Segment liabilities						
(a)	Textiles	32,342	32,220	31,705	32,342	31,705	33,079
(b)	Nylon Filament Yarn	14,690	15,152	14,934	14,690	14,934	14,833
(c)	Unallocated	3,273	3,433	7,397	3,273	7,397	3,710
	Total segment liabilities	50,305	50,805	54,036	50,305	54,036	51,622
Notes:							
A.1	The Audit Committee has reviewed and recommended the above results, and subsequently the Board of Directors have approved the same, in their respective meetings held on February,14, 2020.						
A.2	These financial results have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendments thereafter.						
A.3	The Company has adopted Ind AS 116 "Leases" effective April 01, 2019 and applied the same to its Leases using the modified retrospective approach, with the cumulative effect of initially applying the Ind AS, recognised on the date of the initial application i.e. April 01, 2019. Accordingly, the Company has not restated comparative information, instead, the cumulative effect of initially applying this Ind AS has been recognised as an adjustment to the opening balance of retained earnings as on April 01, 2019. This has resulted in recognition of Right-of-Use Assets of Rs. 292 lakhs, lease liability of Rs. 300 lakhs and opening adjustment to retained earnings of Rs. 8 lakhs as at April 01, 2019. The effect of this adoption is not material on the loss and earnings per share for the quarter and nine months ended December 31, 2019.						
A.4	The Company in the year 2018-19, settled the dues of Foreign Currency Convertible Bonds Holders (FCCBs) at Rs. 103.68 crores (by payment of Rs. 4,000 lakhs and issue of 240300606 equity shares at Rs. 2.50 each at premium of Rs. 0.15 each) and as the liability held in the accounts towards these dues was Rs. 6,874 lakhs, the same resulted in loss of Rs. 3,494 lakhs, which was accounted for in the accounts as interest expense. The Company during the nine month period ended December 31, 2019, has realised that due to oversight, it has misinterpreted the facts in its judgement for the treatment of the said transaction in the accounts in 2018-19, as the loss of Rs. 3,494 lakhs on the final settlement of FCCBs, should have been adjusted with the Capital Reserve instead of recognising as interest. The Capital Reserve was created in the year 2013-14, at the time of partial settlement of FCCBs. Accordingly, the Company during the nine month period ended December 31, 2019 had made the necessary adjustment in the accounts retrospectively and restated the comparative figures / financials of the earlier period / year in accordance with the 'Ind AS 8 - Accounting, Policies, Changes in Accounting Estimates and Errors'. (The same has resulted in net impact of increase in Retained Earnings by Rs. 592 lakhs with the corresponding decrease in Other Current liabilities.)						
A.5	During the nine month period ended December 31, 2019, the Company to ensure the most relevant and fair information in its financial statements / results had chosen to present its land under property, plant and equipment at its fair / market value, which hitherto was presented at cost / carrying value. Accordingly, the Company has changed its accounting policy of valuation of land from Cost Model to Revaluation Model as per the Ind AS 16 - Property, Plant and Equipment, and accordingly based on the valuation report of an independent valuer, the Company has measured / recognised the land of its Textile Division at its fair value retrospectively, from the beginning of the earliest comparative period i.e. from April 01, 2018 onwards, and restated the comparative figures of the earlier period / year accordingly, in accordance with the 'Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors'. The said change in the accounting policy has resulted in increase of Rs. 25,776 lakhs in Other Equity and Property, Plant and Equipment as at the beginning of the earlier year of 2018-19 and decrease of Rs. 2,475 lakhs in the other Comprehensive Income for the year 2018-19 and increase of Rs. 23,301 lakhs in Other Equity and Property, Plant and Equipment as at the end of the earlier year i.e. as at March 31, 2019. Further to ensure the measurement / recognition of entire class of the property, plant and equipment at the same model, the Company has started the process of the revaluation of its land at other divisions/units and the necessary impact of the same will be taken in the period / year, the said exercise is completed.						
A.6	Accumulated losses have resulted in erosion of substantial net worth of the Company. However, the financial statements have been prepared on a going basis on the strength of continued support from the promoters, bankers/ other lenders. Further, the Company is in the process of disposing off some of its non-core fixed assets to reduce its debts and improve its liquidity. Subsequent to the nine month period ended December 31 2019, the company has received token money from a party for sale of its Sriganganagar unit. The terms are under finalisation and thereafter necessary approvals will be sought. The management, considering the future plans for operation and support of the promoters, lenders, business associates and workmen, is hopeful of improved profitability leading to further improvement in its financial position.						
A.7	The figures of the previous period have been regrouped/reclassified, wherever necessary, to confirm to current period's classification.						
Place: New Delhi Date :February 14, 2020		BY THE ORDER OF BOARD  SAMIR THAPAR CHAIRMAN & MANAGING DIRECTOR DIN 00062287					