



PUNJAB CHEMICALS

AND CROP PROTECTION LTD.

Corporate Office :

Oberoi Chambers II, 4th / 5th Floor, 645 / 646, New Link Road, Andheri (W), Mumbai-400053. INDIA.

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Date: 9th November, 2020

The Manager
Department of Corporate Services
Bombay Stock Exchange Limited
1st Floor, New Trading Wing, P.J Towers
Dalal Street Fort
MUMBAI-400 001
Scrip Code: 506618
Tel No.: 022-22728073

By E-filing

The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex, Bandra
(East)
MUMBAI-400 051
Scrip Symbol: PUNJABCHEM
Tel No.: 022-26598235/26598458

Sub: **Outcome of Board Meeting- Regulation 30 & 33 of SEBI (LODR) Regulations, 2015.**

Dear Sirs

Pursuant to Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform that the Board of Directors of the Company in their meeting held today i.e Monday, the 9th November, 2020, inter-alia, has considered and approved the following:

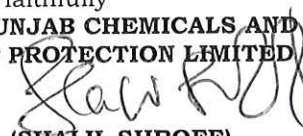
- a) Unaudited Standalone and Consolidated financial results for the quarter and half year ended 30th September, 2020 along with limited review reports issued by M/s. B S R & Co. LLP, Chartered Accountants, Statutory Auditor of the Company.
- b) Re-appointment of Shri Avtar Singh (DIN: 00063569) as the Whole Time Director of the Company for a period of three years from 14th November, 2020 and payment of remuneration, on recommendation of Nomination & Remueration Committee, subject to the approval of the Members.
- c) Re-appointment of Shri Shalil Shroff (DIN: 00015621) as the Managing Director of the Company for a period of three years from 15th January, 2021 and payment of remuneration, on recommendation of Nomination & Remueration Committee, subject to the approval of the Members.
- d) The calendar of events and Notice for convening the Postal Ballot to seek the approval of the members of the Company by way of Special Resolution for matters mentioned at point b) and c) above and to take necessary actions to adhere to all legal, regulatory and statutory compliances.

The Board Meeting commenced at 1 pm and concluded at 5.00 p.m.

Kindly take the same on your record and inform all your constituents accordingly.

Thanking you,

Yours faithfully
For **PUNJAB CHEMICALS AND
CROP PROTECTION LIMITED**


(SHALIL SHROFF)
MANAGING DIRECTOR



Statement of Unaudited Standalone Financial Results for the quarter and half year ended 30 September 2020

(Rs in Lakhs)

Particulars	Standalone					
	Quarter Ended			Half Year Ended		Year Ended
	30.09.2020 (Unaudited)	30.06.2020 (Unaudited)	30.09.2019 (Unaudited)	30.09.2020 (Unaudited)	30.09.2019 (Unaudited)	31.03.2020 (Audited)
1 Revenue from operations	16,335	13,101	12,168	29,436	28,924	54,750
2 Other income	6	58	142	64	272	1,924
3 Total income (1+2)	16,341	13,159	12,310	29,500	29,196	56,674
4 Expenses:						
(a) Cost of materials consumed	9,763	5,786	7,382	15,549	16,714	31,993
(b) Purchases of stock in trade	94	68	182	162	309	445
(c) Changes in inventories of finished goods, work in progress and stock in trade	(79)	1,583	(856)	1,504	94	77
(d) Employee benefits expense	1,591	1,615	1,709	3,206	3,396	6,870
(e) Finance costs	341	399	392	740	919	1,794
(f) Depreciation and amortization expense	345	376	402	721	798	1,535
(g) Other expenses	2,750	1,938	2,582	4,688	5,729	11,249
Total expenses	14,805	11,765	11,793	26,570	27,959	53,963
5 Profit before exceptional items and tax (3-4)	1,536	1,394	517	2,930	1,237	2,711
6 Exceptional items						
- Loss on fire (net of insurance claim) (also refer note no. iii)	-	-	-	-	-	-
7 Profit before tax (5+6)	1,536	1,394	517	2,930	1,237	2,711
8 Tax expense						
- Current tax	464	362	90	826	349	1,238
- Deferred tax	(63)	9	5	(54)	20	(105)
Total tax expense	401	371	95	772	369	1,133
9 Profit for the period (7-8)	1,135	1,023	422	2,158	868	1,578
10 Other comprehensive income/(expense)						
(A) (i) Item that will not be reclassified to profit or loss	(9)	(9)	(11)	(18)	(21)	(35)
(ii) Income tax relating to items that will not be reclassified to profit or loss	3	2	1	5	5	9
(B) (i) Item that will be reclassified to profit or loss	-	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
11 Total comprehensive income for the period (9+10)	1,129	1,016	412	2,145	852	1,552
12 Earnings per equity share:						
- Basic and diluted (of Rs. 10 each) (not annualized)	9.26	8.34	3.44	17.60	7.08	12.87
13 Paid up equity share capital (Face value of share - Rs.10 each)	1,226	1,226	1,226	1,226	1,226	1,226
14 Reserve (excluding revaluation reserve)						10,224
See accompanying notes to the unaudited standalone financial results						

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Punjab Chemicals and Crop Protection Limited
Statement of Standalone Assets and Liabilities

(Rs in Lakhs)

Particulars	As at 30.09.2020 (Unaudited)	As at 31.03.2020 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	15,704	15,865
Right of use assets	595	667
Capital work-in-progress	2,340	1,428
Other intangible assets	179	230
Intangible assets under development	57	68
Financial assets		
- Investments	118	118
- Trade receivables	-	-
- Loans	278	280
- Other financial assets	82	37
Deferred tax assets (net)	211	153
Income tax assets (net)	649	649
Other non-current assets	616	317
Total non-current assets	20,829	19,812
Current assets		
Inventories	8,006	8,648
Financial assets		
- Trade receivables	6,356	4,766
- Cash and cash equivalents	848	262
- Other bank balances	335	162
- Loans	2,085	2,186
- Other financial assets	2,488	3,987
	1,732	1,256
Other current assets	21,850	21,267
Total current assets	21,850	21,267
Assets held for sale	-	265
Total assets	42,679	41,344
EQUITY AND LIABILITIES		
Equity		
Equity share capital	1,226	1,226
Other equity	12,183	10,224
Total equity	13,409	11,450
Liabilities		
Non-current liabilities		
Financial liabilities		
- Borrowings	4,060	4,005
- Other financial liabilities	-	531
Provisions	2,324	2,324
Other non-current liabilities	35	28
Total non-current liabilities	6,419	6,888
Current liabilities		
Financial liabilities		
- Borrowings	1,723	4,805
- Trade payables		
i) Total outstanding dues of micro enterprises and small enterprises	353	386
ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	10,069	8,491
- Other financial liabilities	4,989	6,644
Other current liabilities	3,027	764
Provisions	808	879
Current tax liabilities (net)	1,882	1,037
Total current liabilities	22,851	23,006
Total liabilities	29,270	29,894
Total equity and liabilities	42,679	41,344




Punjab Chemicals and Crop Protection Limited
Statement of Standalone Cash Flow

(Rs in Lakhs)

	Half year ended 30.09.2020 (Unaudited)	Half year ended 30.09.2019 (Unaudited)
A. Cash flow from operating activities		
Profit before tax	2,930	1,237
Adjustments for:		
Depreciation and amortization expense	721	798
Liability no longer required written back	(1)	-
Reversal of impairment loss on doubtful advances	(18)	-
Interest income	(17)	(22)
Amortization of government grants	(1)	(9)
Finance cost	740	919
Unrealized foreign exchange (gain) / loss (net)	(29)	(5)
Advances written off	-	2
Property, plant and equipment written off	-	5
(Gain) on sale of property, plant and equipment (net)	(23)	(12)
Expected credit loss on trade receivable	4	42
Rental income	(1)	(228)
Operating cash flow before working capital changes	4,305	2,727
Changes in working capital:		
(Increase) / decrease in trade receivables	(1,568)	2,152
Decrease / (increase) in inventories	642	(1,804)
(Increase) in other current and non-current assets	(476)	(485)
(Increase) in current and non-current other financial assets	(393)	(56)
Decrease in current and non-current loans	130	10
Increase in trade payables and other liabilities	1,568	1,377
(Decrease) in other current financial liabilities	(48)	(56)
(Decrease) / increase in long-term and short-term provisions	(89)	157
Cash generated from operating activities	4,071	4,022
Income tax paid (net)	(58)	(65)
Net cash generated from operating activities (A)	4,013	3,957
B. Cash flow from investing activities		
Acquisition of property, plant and equipment (including capital advances)	(1,216)	(1,379)
Proceeds from sale of property, plant and equipment	304	50
Proceeds from sale of investment property	1,782	-
Proceeds from insurance claim	115	-
Movement in other bank balances	(173)	5
(Increase) in deposits with original maturity of more than 12 months	(45)	-
Interest received	8	12
Rental income	1	228
Net cash flows (used in) investing activities (B)	776	(1,084)
C. Cash flow from financing activities		
Proceeds from non-current borrowings	28	34
Repayments of non-current borrowings	(269)	(50)
Payment of lease liabilities	(76)	(76)
Repayment / proceeds of current borrowings (net)	(3,082)	(2,050)
Payment of dividend (including corporate dividend tax)	-	(222)
Finance cost paid	(654)	(760)
Net cash flows (used in) financing activities (C)	(4,053)	(3,124)
Net increase in cash and cash equivalents (A+B+C)	736	(251)
Cash and cash equivalents at the beginning of the period	112	73
Cash and cash equivalents at the end of the period	848	(178)
Notes :		
1. Cash and cash equivalents include :		
Balances with banks		
- In current accounts	652	435
- Deposits with original maturity of less than three months	182	271
Cash on hand	14	17
Cash credit from banks (secured)	-	(808)
Book overdraft	-	(93)
	848	(178)

Sanjay



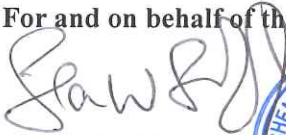
PUNJAB CHEMICALS AND CROP PROTECTION LIMITED

Notes:

- i) The above Unaudited Standalone Financial Results as reviewed by the Audit Committee and have been approved at the meeting of the Board of Directors held on 9th November 2020 and have been subjected to Limited Review by the Statutory Auditors. The review report of the Statutory Auditors is being filed with the BSE and National Stock Exchange. For more details, visit the Investor section of our website at www.punjabchemicals.com and Financial Results at Corporate section of www.bseindia.com and www.nseindia.com.
- ii) The Company is engaged in the single operating segment "Performance Chemicals".
- iii) The Company has received interim payment of Rs. 545 lakhs from the Insurance Company with respect to the claim filed in the previous year. The final claim is under process and there is no dispute made by the Insurance Company. We expect to realize the claim in due course.
- iv) The Company has considered the possible effects of COVID 19 on the carrying value of financial and non-financial assets including liquidity. The business of the Company has been classified as 'essential commodity and despite the COVID lockdown our production facilities have been operating after taking the necessary precautions. We have been able to maintain sales and do not expect any material impact on our supply chain. Basis the liquidity position as at 30 September 2020 and the expected cash generation from operations, we do not envisage any impact on our financing and debt arrangements at this point in time.
- v) During the previous quarter, the Company and the Managing Director along with Director (Operation and Business Development) have received a show cause notice from an Adjudicating Officer of the Securities and Exchange Board of India (SEBI) with respect to allegations pertaining to non-disclosure of certain information to the Stock Exchange under Regulation 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015.
- The Company has obtained necessary legal advice and is taking appropriate steps for the same in due course.
- vi) On 29 June 2020, the Board of Directors had recommended a final dividend of Rs. 1.50 per equity share (face value of Rs. 10 per equity share) for the financial year ended 31 March 2020, which has been approved by the shareholders in the Annual General Meeting held on 25 September 2020. Accordingly, Rs. 184 lakhs was appropriated as distribution to equity shareholders during the quarter ended 30 September 2020.

Place: Mumbai
Date: 9 November 2020

For and on behalf of the Board of Directors


Shalil Shroff
Managing director
(DIN: 00015621)



B S R & Co. LLP

Chartered Accountants

Unit No. A505A,
5th Floor, Elante Offices,
Plot No.178-178A, Industrial Area,
Phase -1, Chandigarh-160002

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Limited review report on unaudited quarterly standalone financial results and standalone year-to-date results under Regulation 33 of the Listing Regulations for companies

To

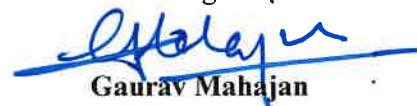
Board of Directors of Punjab Chemicals and Crop Protection Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Punjab Chemicals and Crop Protection Limited ("the Company") for the quarter ended 30 September 2020 and year to date for the period from 1 April 2020 to 30 September 2020 ("the Statement").
2. This Statement, which is the responsibility of the Company's management and approved by the 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, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report 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. 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.
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 applicable accounting standards and other recognised accounting practices and 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 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Co. LLP

Chartered Accountants

Firm's Registration No. 101248W/W-100022



Gaurav Mahajan

Partner

Membership No. 507857

ICAI UDIN: 20507857AAAADO7123

Place: Chandigarh

Date: 09 November 2020

Statement of Unaudited Consolidated Financial Results for the quarter and half year ended 30 September 2020

(Rs in Lakhs)

Particulars	Consolidated					
	Quarter Ended			Half Year Ended		Year Ended
	30.09.2020 (Unaudited)	30.06.2020 (Unaudited)	30.09.2019 (Unaudited)	30.09.2020 (Unaudited)	30.09.2019 (Unaudited)	31.03.2020 (Audited)
1 Revenue from operations	16,400	13,217	12160	29,617	29,095	54,956
2 Other income	60	93	142	153	272	1,313
3 Total income (1+2)	16,460	13,310	12,302	29,770	29,367	56,269
4 Expenses:						
(a) Cost of materials consumed	9,763	5,786	7449	15,549	16,781	31,993
(b) Purchases of stock in trade	94	68	182	162	309	445
(c) Changes in inventories of finished goods, stock in trade and work in progress	(79)	1,583	(923)	1,504	27	77
(d) Employee benefits expense	1,591	1,615	1709	3,206	3,396	6,870
(e) Finance costs	402	440	394	842	928	1,814
(f) Depreciation and amortization expense	345	376	402	721	798	1,535
(g) Other expenses	2,765	1,952	2635	4,717	5,779	11,327
Total expenses	14,881	11,820	11,848	26,701	28,018	54,061
5 Profit before exceptional items and tax (3-4)	1,579	1,490	454	3,069	1,349	2,208
6 Exceptional items						
- Loss on fire (net of insurance claim) (also refer note no. iii)	-	-	-	-	-	-
7 Profit before tax (5+6)	1,579	1,490	454	3,069	1,349	2,208
8 Tax expense						
- Current tax	464	362	91	826	350	1,238
- Deferred tax	(63)	9	4	(54)	19	(105)
Total tax expense	401	371	95	772	369	1,133
9 Profit for the period (7-8)	1,178	1,119	359	2,297	980	1,075
10 Other comprehensive income/(expense)						
(A) (i) Item that will not be reclassified to profit or loss	(9)	(9)	(11)	(18)	(21)	(35)
(ii) Income tax relating to items that will not be reclassified to profit or loss	3	2	1	5	5	9
(B) (i) Item that will be reclassified to profit or loss	(51)	(60)	103	(111)	45	(138)
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
11 Total comprehensive income for the period (9+10)	1,121	1,052	452	2,173	1,009	911
12 Earnings per equity share:						
- Basic and diluted (of Rs. 10 each) (not annualized)	9.61	9.13	2.93	18.74	7.99	8.77
13 Paid up equity share capital (Face value of share - Rs.10 each)	1,226	1,226	1,226	1,226	1,226	1,226
14 Reserves (excluding revaluation reserve)						8,549
See accompanying notes to the unaudited consolidated financial results						



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Punjab Chemicals and Crop Protection Limited
Statement of Consolidated Assets and Liabilities

(Rs in Lakhs)

	As at 30.09.2020 (Unaudited)	As at 31.03.2020 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	15,704	15,865
Right of use assets	595	667
Capital work-in-progress	2,340	1,428
Other intangible assets	179	230
Intangible assets under development	57	68
Financial assets		
- Investments	118	118
- Trade receivables	-	-
- Loans	278	280
- Other financial assets	82	37
Deferred tax assets (net)	211	153
Income tax assets (net)	649	649
Other non-current assets	616	317
Total non-current assets	20,829	19,812
Current assets		
Inventories	8,006	8,648
Financial assets		
- Trade receivables	6,358	4,766
- Cash and cash equivalents	898	323
- Other bank balances	335	162
- Loans	124	171
- Other financial assets	2,488	3,987
Other current assets	1,736	1,259
Total current assets	19,945	19,316
Assets held for sale	-	265
Total Assets	40,774	39,393
EQUITY AND LIABILITIES		
Equity		
Equity share capital	1,226	1,226
Other equity	10,537	8,549
Total equity	11,763	9,775
Liabilities		
Non-current liabilities		
Financial liabilities		
- Borrowings	4,060	4,005
- Other financial liabilities	-	531
Provisions	2,324	2,324
Other non-current liabilities	35	28
Total non-current liabilities	6,419	6,888
Current liabilities		
Financial liabilities		
- Borrowings	1,723	4,805
- Trade payables		
i) Total outstanding dues of micro enterprises and small enterprises	353	386
ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	10,147	8,558
- Other financial liabilities	4,580	6,301
Other current liabilities	3,099	764
Provisions	808	879
Current tax liabilities (net)	1,882	1,037
Total current liabilities	22,592	22,730
Total liabilities	29,011	29,618
Total equity and liabilities	40,774	39,393



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Punjab Chemicals and Crop Protection Limited
Statement of Consolidated Cash Flow

(Rs in Lakhs)

	Half year ended 30.09.2020 (Unaudited)	Half year ended 30.09.2019 (Unaudited)
A. Cash flow from operating activities	3,068	1,349
Profit before tax		
Adjustments for:		
Depreciation and amortization expense	721	798
Liability no longer required written back	(1)	-
Reversal of impairment loss on doubtful advances	(18)	-
Interest income	(17)	(22)
Amortisation of government grants	(1)	(9)
Finance cost	842	928
Unrealised foreign exchange (gain) / loss (net)	(29)	(5)
Advances written off	-	2
Property, plant and equipment written off	-	5
(Gain) on sale of property, plant and equipment (net)	(23)	(12)
Expected credit loss on trade receivable	4	35
Rental income	(1)	(228)
	<u>4,545</u>	<u>2,841</u>
Operating cash flow before working capital changes		
Changes in working capital:		
(Increase) / decrease in trade receivables	(1,570)	2,236
Decrease / (increase) in inventories	642	(1,804)
(Increase) in other current and non-current assets	(477)	(483)
(Increase) in current and non-current other financial assets	(395)	(56)
Decrease / (increase) in current and non-current loans	75	(38)
Increase in trade payables and other liabilities	1,648	1,361
(Decrease) in other current financial liabilities	(110)	(25)
(Decrease) / increase in long-term and short-term provisions	(89)	157
	<u>4,269</u>	<u>4,189</u>
Cash generated from operating activities	<u>(58)</u>	<u>(65)</u>
Income tax paid (net)	<u>4,211</u>	<u>4,124</u>
Net cash generated from operating activities (A)		
B. Cash flow from investing activities	(1,211)	(1,379)
Acquisition of property, plant and equipment (including capital advances)	303	50
Proceeds from sale of property, plant and equipment	1,782	-
Proceeds from sale of investment property	115	-
Proceeds from insurance claim	(173)	5
Movement in other bank balances	(45)	-
(Increase) in deposits with original maturity of more than 12 months	8	12
Interest received	1	228
Rental income	780	(1,084)
Net cash flows (used in) investing activities (B)		
C. Cash flow from financing activities	28	34
Proceeds from non-current borrowings	(269)	(50)
Repayments of non-current borrowings	(76)	(76)
Repayment of lease liabilities	(3,082)	(2,050)
Repayment / proceeds of current borrowings (net)	-	(222)
Payment of dividend (including corporate dividend tax)	(756)	(769)
Finance cost paid	<u>(4,155)</u>	<u>(3,133)</u>
Net cash flows (used in) financing activities (C)		
Net increase in cash and cash equivalents (A+B+C)	836	(93)
Effect of exchange (loss) / gain on cash and cash equivalents	(111)	45
Cash and cash equivalents at the beginning	173	90
Cash and cash equivalents at the end	<u>898</u>	<u>42</u>
Notes :		
1. Cash and cash equivalents include :		
Balances with banks		
- In current accounts	702	655
- Deposits with original maturity of less than three months	182	271
Cash on hand	14	17
Cash credit from banks (secured)	-	(808)
Book overdraft	-	(93)
	<u>898</u>	<u>42</u>



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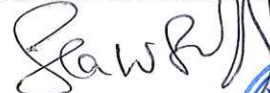
PUNJAB CHEMICALS AND CROP PROTECTION LIMITED

Notes:

- i) The above Unaudited Consolidated Financial Results as reviewed by the Audit Committee and have been approved at the meeting of the Board of Directors held on 9 November 2020 and have been subjected to Limited Review by the Statutory Auditors. The review report of the Statutory Auditors is being filed with the BSE and National Stock Exchange. For more details, visit the Investor section of our website at www.punjabchemicals.com and Financial Results at Corporate section of www.bseindia.com and www.nseindia.com.
- ii) The Company is engaged in the single operating segment "Performance Chemicals".
- iii) The Company has received interim payment of Rs. 545 lakhs from the Insurance Company with respect to the claim filed in the previous year. The final claim is under process and there is no dispute made by the Insurance Company. We expect to realize the claim in due course.
- iv) The Company has considered the possible effects of COVID 19 on the carrying value of financial and non-financial assets including liquidity. The business of the Company has been classified as 'essential commodity and despite the COVID lockdown our production facilities have been operating after taking the necessary precautions. We have been able to maintain sales and do not expect any material impact on our supply chain. Basis the liquidity position as at 30 September 2020 and the expected cash generation from operations, we do not envisage any impact on our financing and debt arrangements at this point in time.
- v) During the previous quarter, the Company and the Managing Director along with Director (Operation and Business Development) have received a show cause notice from an Adjudicating Officer of the Securities and Exchange Board of India (SEBI) with respect to allegations pertaining to non-disclosure of certain information to the Stock Exchange under Regulation 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015.

The Company has obtained necessary legal advice and is taking appropriate steps for the same in due course.
- vi) On 29 June 2020, the Board of Directors had recommended a final dividend of Rs. 1.50 per equity share (face value of Rs. 10 per equity share) for the financial year ended 31 March 2020, which has been approved by the shareholders in the Annual General Meeting held on 25 September 2020. Accordingly, Rs. 184 lakhs was appropriated as distribution to equity shareholders during the quarter ended 30 September 2020.

For and on behalf of the Board of Directors



Shalil Shroff
Managing director
(DIN: 00015621)



Place: Mumbai
Date: 9 November 2020

B S R & Co. LLP

Chartered Accountants

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Limited review report on unaudited quarterly consolidated financial results and consolidated year-to-date results under Regulation 33 of the Listing Regulations

To

Board of Directors of Punjab Chemicals and Crop Protection Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Punjab Chemicals and Crop Protection Limited (“the Parent”) and its subsidiary (the Parent and its subsidiary together referred to as “the Group”) for the quarter ended 30 September 2020 and year to date results for the period from 1 April 2020 to 30 September 2020 (“the Statement”), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (‘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 “*Interim Financial Reporting*” (“Ind AS 34”), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. 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 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 circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of a subsidiary, SD Agchem (Europe) NV.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the 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 Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. We did not review the interim financial information of one subsidiary included in the Statement, whose interim financial information reflects total assets (before consolidated adjustments) of Rs. 57 lakhs as at 30 September 2020 and total revenues (before consolidated adjustments) of Rs. 1,052 lakhs and Rs. 395 lakhs, total net profit after tax (before consolidated adjustments) of Rs. 125 lakhs and Rs. 37 lakhs and total comprehensive income (before consolidated adjustments) of Rs. 125 lakhs and Rs 37 lakhs for the quarter ended 30 September 2020 and for the period from 1 April 2020 to 30 September 2020, respectively, and cash flows (net) (before consolidated adjustments) of Rs 10 lakhs for the period from 1 April 2020 to 30 September 2020, as considered in the consolidated unaudited financial results. This interim financial information has been reviewed by other auditor whose report has been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the reports of the other auditor and the procedures performed by us as stated in paragraph 3 above.

The aforesaid subsidiary is located outside India whose financial information has been prepared in accordance with accounting principles generally accepted in its respective country and which has been audited by other auditor under generally accepted auditing standards applicable in its respective country. The Parent's management has converted the financial information of the subsidiary located outside India from accounting principles generally accepted in its respective country to accounting principles generally accepted in India. We have reviewed the conversion adjustments made by the Parent's management. Our opinion in so far as it relates to the balances and affair of the subsidiary located outside India is based on the report of other auditor and the procedures performed by us as stated in paragraph 3 above.

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

For B S R & Co. LLP
Chartered Accountants
Firm's Registration No. 101248W/W-100022



Gaurav Mahajan

Partner

Membership No. 507857

ICAI UDIN: 20507857AAAADP2579

Place: Chandigarh

Date: 09 November 2020