CLARIANT CHEMICALS (INDIA) LTD.

Reliable Tech Park
Thane-Belapur Road, Airoli
Navi Mumbai 400 708
Maharashtra, India
Phone +91 (22) 7125 1000
CIN NO. L24110MH1956PLC010806



## August 14, 2020

To.

**Bombay Stock Exchange Limited** 

Corporate Relationship Department 1<sup>st</sup> Floor, New Trading Ring Rotunda Building, P. J. Towers Dalal Street, Mumbai - 400 001

Scrip: 506390

E-mail: corp.relations@bseindia.com

To,

The National Stock Exchange of India Limited

Listing Department, Exchange Plaza, 5<sup>th</sup> floor, Plot No. C/1, G Block, Bandra-Kurla Complex, Bandra (E),

Mumbai - 400 051 **Scrip: CLNINDIA** 

E-mail: cmlist@nse.co.in

## Sub.: Outcome of Board Meeting - August 14, 2020

Dear Sir,

We wish to inform you that the Board of Directors of the Company had at their meeting held on August 14, 2020, inter alia, approved the Un-Audited Financial Results along with the Limited Review Report for the 1<sup>st</sup> quarter ended June 30, 2020.

Pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, enclosing herewith Un-Audited Financial Results along with the Limited Review Report for the 1<sup>st</sup> Quarter ended June 30, 2020.

The Board meeting commenced at 01:00 p.m. and concluded at 03:30 p.m.

Kindly take the above information on record and acknowledge the receipt.

Thanking you, Yours faithfully, For Clariant Chemicals (India) Limited

#### Amee Joshi

Company Secretary

Encl.: As above

# **Price Waterhouse Chartered Accountants LLP**

## **Review Report**

To
The Board of Directors
Clariant Chemicals (India) Limited
Reliable Tech Park
Behind Reliable Plaza
Thane - Belapur Road, Airoli
Navi Mumbai – 400 708

- 1. We have reviewed the unaudited financial results of Clariant Chemicals (India) Limited (the "Company") for the quarter ended June 30, 2020 which are included in the accompanying "Statement of Unaudited Results for the Three Months Ended June 30, 2020" (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations, 2015"), which has been digitally signed by us for identification purposes. The 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 Statement based on our review.
- 2. 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 statement is free of material misstatement.
- 3. 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 Statement has not been prepared in all material respects in accordance with the applicable Accounting Standards prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Price Waterhouse Chartered Accountants LLP, Nesco IT Building III, 8th Floor, Nesco IT Park, Nesco Complex Gate No. 3 Western Express Highway, Goregaon East, Mumbai — 400 063

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# **Price Waterhouse Chartered Accountants LLP**

5. We draw your attention to Note 8 to the accompanying Statement, which describes the management's assessment of the impact of the outbreak of Coronavirus (Covid-19) on the business operations of the Company. In view of the uncertain economic environment, a definitive assessment of the impact on the subsequent periods is highly dependent upon circumstances as they evolve. Our opinion is not modified in respect of this matter.

For Price Waterhouse Chartered Accountants LLP Firm Registration Number: 012754N/N500016

Arvind Daga Partner

Membership Number: 108290

UDIN: 20108290AAAAAV6922

Place: Mumbai

Date: August 14, 2020

Clariant Chemicals (India) Limited
Corporate Identity Number: L24110MH1956PLC010806
Registered Office: Reliable Tech Park, Thane Belapur Road,
Airoli, Navi Mumbai - 400708
Tel: 022 7125 1000; Fax: 022 7125 1228
Website: www.clariant.com. Email: investor relations. India@

Website: www.clariant.com Email: investor.relations\_India@clariant.com



#### STATEMENT OF UNAUDITED RESULTS FOR THE THREE MONTHS ENDED JUNE 30, 2020

(Rs. in Lakhs)

					(Rs. in Lakhs)
	Particulars	3 months ended	3 months ended	Corresponding 3 months ended	Year ended
	T difficulties	30-06-2020	31-03-2020	30-06-2019	31-03-2020
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue (a) Revenue from operations (b) Other income Total revenue	12899 355 13254	16948 881 17829	20981 251 21232	75728 1750 77478
_		10204	17020	21202	77410
2	Expenses (a) Cost of materials consumed (b) Purchases of stock-in-trade (c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	6512 648 414	12329 1790 (3597)	10201 1821 689	39219 6926 967
	(d) Employee benefits expense	1495	1284	1691	6203
	(e) Finance costs	75	87	105	383
	(f) Depreciation and amortisation expense	950	992	969	3924
	(g) Other expenses	2752	3877	4701	16427
	Total expenses	12846	16762	20177	74049
3	Profit before tax from continuing operations	408	1067	1055	3429
4	Income Tax expense (a) Current tax (b) Deferred tax (c) Tax expense of prior years (Refer note 1) Total tax expense	105 35 - 140	354 125 543 1022	456 29 - 485	1369 (339) 543 1573
5	Net Profit for the period from continuing operations (after tax)	268	45	570	1856
6	Profit from discontinued operations before tax (Refer Note 3(a) and 3(b))	171	1724	788	3634
	Tax expense of discontinued operations	61	232	231	419
	Profit for the period from discontinued operations	110	1492	557	3215
7	Profit for the period from continuing and discontinued operations (after tax) (5 + 6 )	378	1537	1127	5071
8	Other comprehensive Income/ (Loss) (net of tax)				
	(Items that will not be reclassified to profit or loss)  From continuing operations  (a) Remeasurement of the defined benefit plans	(119)	(56)	(67)	(243)
	(b) Income tax relating to items that will not be reclassified to profit or loss	30	2	30	44
		(89)	(54)	(37)	(199)
	From discontinued operations				
	(a) Remeasurement of the defined benefit plans	(72)	(51)	(29)	(115)
	(b) Income tax relating to items that will not be reclassified to profit or loss	18	2	4	14
		(54)	(49)	(25)	(101)
		(143)	(103)	(62)	(300)
9	Total comprehensive Income for the period	235	1434	1065	4771
10	Paid up equity share capital (Face value of Rs.10 each)	2308	2308	2308	2308
11	Other equity (including reserves)				62832
12	Earnings per share (of Rs. 10 each) Continuing operations Basic and diluted (Rs.)	1.16	0.17	2.47	8.03
	Discontinued operations				
	Basic and diluted (Rs.)  Continuing and discontinued operations	0.48	6.45	2.41	13.93
	Basic and diluted (Rs.)	1.64	6.62	4.88	21.96

#### **Clariant Chemicals (India) Limited**

Corporate Identity Number: L24110MH1956PLC010806 Registered Office: Reliable Tech Park, Thane Belapur Road,

Airoli, Navi Mumbai - 400708

Tel: 022 7125 1000: Fax: 022 7125 1228

Website: www.clariant.com Email: investor.relations India@clariant.com

# CLARIANT

#### Notes:

- The Company has availed amnesty scheme announced by various State and Central Government in respect of outstanding indirect tax litigations. Accordingly, result for year ended March 31, 2020 includes charge of Rs. 967.44 Lakhs (including interest and penalty) under Other expenses. In case of direct taxes, the Company is also in the process of availing Vivad se Vishwas scheme for which provision of Rs. 543 lakhs has been created in quarter ended March 31, 2020 and for the year ended March 31, 2020.
- Results and other income for the quarter ended March 31, 2020 and the year ended March 31, 2020 includes income of Rs. 146 lakhs from sale of commercial properties and freehold land.
- 3) (a) During the previous year, the Board of Directors at their meeting held on December 19, 2019 had approved the sale of Business Unit Masterbatches to Polyone Polymers India Private Limited for a consideration of Rs. 42,600 lakhs subject to working capital adjustments. The sale was concluded on July 1, 2020 and the Company received the consideration of Rs. 42,119 Lakhs subject to working capital adjustments. Accordingly, as per Ind AS 105 on Non-Current Assets held for sale and discontinued operations, Masterbatch business operations have continued to been disclosed as discontinued operations. Discontinued operations are excluded from the results of continuing operations and are presented as a single amount as profit or loss before tax from discontinued operations in the statement of profit and loss.
  - (b) During the previous year, the Board of Directors at their meeting held on November 6, 2019 had approved the sale of Business Unit Additives to Clariant India Limited for a consideration of Rs. 1,684 lakhs subject to working capital adjustments. The business was transferred withe effect from January 1, 2020. After giving effect of working capital adjustments, revised consideration stood at Rs. 1,377 Lakhs. Accordingly, as per Ind AS 105 on Non-Current Assets held for sale and discontinued operations, Additives business operations have been disclosed as discontinued operations in the respective quarters of the previous year/the previous year results. Discontinued operations are excluded from the results of continuing operations and are presented as a single amount as profit or loss before tax from discontinued operations in the statement of profit and loss.

Both the above discontinued operations pertain to Plastics and Coatings segment.

The financial information relating to discontinued operations is given below:

(Rs.in Lakhs)

Particulars	Quarter ended			Year ended
Faiticulais	30-06-2020	31-03-2020	30-06-2019	31-03-2020
a. Total Income	4257	7574	8609	33610
b. Total Expenses	4086	5850	7821	29976
c. Profit before tax (a-b)	171	1724	789	3634
d. Tax expense	61	232	231	419
e. Profit from discontinued operations (c-d)	110	1492	558	3215

- 4) Mr. Sanjay Ghadge (DIN 08455742), Director Finance & Chief Financial Officer of the Company had, vide his letter dated December 31, 2019, tendered his resignation from the post of Chief Financial Officer of the Company effective from January 1, 2020. He acts as a Non-Executive Director of the Company effective from January 1, 2020. Mr. Ashish Agarwal, Head Taxation has been appointed as Interim Chief Financial Officer with effect from 17th June 2020.
- 5) This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 6) (a) The Board of Directors at its meeting held on July 11, 2020 have declared Interim dividend of Rs.140 per equity share for financial year ended March 31, 2021.
  - (b) The Board of Directors at its meeting held on June 17, 2020 have recommended the payment of final dividend of Rs.11 per equity share for financial year ended March 31, 2020.
- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on August 14, 2020. In terms of SEBI Circular CIR/CFD/CMD56/2016 dated May 27, 2016, the Company hereby declares that the Auditors have issued Limited Review Report with unmodified opinion on quarterly unaudited financial results for the quarter ended June 30, 2020.
- 8) Following the COVID-19, a Company wide lockdown was announced on March 16, 2020. However, limited production activities were undertaken in line with Government approvals, to meet demand for essentials needed for the fight against the pandemic.
  - Post lifting of the lockdowns, both partial and complete, the Company has been running production capacities sub-normally bearing in mind safety of its workforce and demand for its products. Production, dispatches, sales and account receivables have been affected but is improving.

An assessment conducted on the recoverability of the carrying value of assets such as property, plant and equipment, inventory, trade receivable, investment and other current assets as at Balance Sheet date concludes that there is no material impact of COVID-19 thereon. Further, an assessment of the Company's capital, financial resources, liquidity positions, ability to service debt and other financing arrangements for the next one year, indicates financial stability.

An evaluation of impact of COVID-19 on internal financial controls over financial reporting concluded that there is no impact of COVID-19 thereon.

While, the Company does not expect any material impact to arise due to pandemic, the actual impact may differ from that estimated as at the date of approval of these financial results. The Company will continue to closely monitor any material change in future economic conditions due to COVID-19.

- The figures of three months ended March 31, 2020 are the balancing amounts between the audited figures for the financial year ended on March 31, 2020 and unaudited year-to-date figures for the nine months ended on December 31, 2019. Also, the figures for each of the quarter upto the end of third quarter (ending on December 31, 2019) had been subjected to limited review.
- 10) The figures for the previous periods have been regrouped/recasted wherever necessary, to conform to the current period's classification.

The statutory auditor has digitally signed the statement for identification purposes only and this statement should be read in conjunction with review report dated August 14, 2020.

Place : Mumbai Date : August 14, 2020

www.clariant.com

Adnan Ahmad Vice-Chairman & Managing Director DIN: 00046742



Airoli, Navi Mumbai - 400708

Tel: 022 7125 1000; Fax: 022 7125 1228

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#### SEGMENT WISE REVENUE, RESULTS, SEGMENT ASSETS, SEGMENT LIABLITIES AND CAPITAL EMPLOYED FOR THREE MONTHS ENDED JUNE 30, 2020

(Rs. in Lakhs)

Communitor   Com						(Rs. in Lakhs)
Particulars						
Particulars   30-06-2020   31-03-2020   30-06-2019   31-03-2020   (Unaudited)   (Unaudited)   (Unaudited)   (Audited)   (Audited)   (Audited)   (Audited)   (Inaudited)   (Inaudited)	l					
Communited   Com	l					
1. Segment revenue		Particulars	30-06-2020	31-03-2020	30-06-2019	31-03-2020
Plastics and Coatings (continuing)   11671   15737   18981   6968   Specialty Chemicals   1228   1211   2000   604     Total revenue from operations   12899   16948   20981   7572     2. Segment results   Plastics and Coatings (continuing)   320   986   1576   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   3	_		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Specialty Chemicals	1.	Segment revenue				
Total revenue from operations   12899   16948   20981   7572		Plastics and Coatings (continuing)	11671	15737	18981	69687
2. Segment results		Specialty Chemicals	1228	1211	2000	6041
Plastics and Coatings (continuing)   320   986   1576   368   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   369   368   369   369   368   369   369   368   369   369   368   369   369   369   368   369   369   369   368   369   369   369   369   369   369   369   368   369   36		Total revenue from operations	12899	16948	20981	75728
Plastics and Coatings (continuing)   320   986   1576   368   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   368   369   369   368   369   369   368   369   369   368   369   369   368   369   369   369   368   369   369   369   368   369   369   369   369   369   369   369   368   369   36	<b> </b> 2.	Seament results				
Specialty Chemicals		_	320	986	1576	3685
Total Segment results		3 ( 3,				771
(2) Other unallocable expenditure net of unallocable income       (27)       (7)       676       64         Profit before tax (continuing)       408       1067       1055       342         Profit before tax (discontinued) operations)       171       1724       788       363         Profit before tax (continuing and discontinued operations)       579       2791       1843       706         3. Segment assets       Plastics and Coatings (continuing)       51897       55959       61476       5595         Specialty Chemicals       412       500       760       50         Unallocable       16456       18447       14458       1844         Total       68765       74906       76694       7490         4. Segment liabilities       15042       20162       22818       2016         Specialty Chemicals       64       336       662       33         Unallocable       3424       3247       4935       324         Total       18530       23745       28415       2374         5. Capital employed       18530       35797       38658       3579         Specialty Chemicals       348       164       98       16         Unallocable       1			456	1147	1836	4456
(2) Other unallocable expenditure net of unallocable income       (27)       (7)       676       64         Profit before tax (continuing)       408       1067       1055       342         Profit before tax (discontinued) operations)       171       1724       788       363         Profit before tax (continuing and discontinued operations)       579       2791       1843       706         3. Segment assets       Plastics and Coatings (continuing)       51897       55959       61476       5595         Specialty Chemicals       412       500       760       50         Unallocable       16456       18447       14458       1844         Total       68765       74906       76694       7490         4. Segment liabilities       15042       20162       22818       2016         Specialty Chemicals       64       336       662       33         Unallocable       3424       3247       4935       324         Total       18530       23745       28415       2374         5. Capital employed       18530       35797       38658       3579         Specialty Chemicals       348       164       98       16         Unallocable       1		less: (1) Finance costs	75	87	105	383
net of unallocable income		* *	'`		100	000
Profit before tax (discontinued)         171         1724         788         363           Profit before tax (continuing and discontinued operations)         579         2791         1843         706           3. Segment assets         Plastics and Coatings (continuing)         51897         55959         61476         5595           Specialty Chemicals         412         500         760         50           Unallocable         16456         18447         14458         1844           Total         68765         74906         76694         7490           4. Segment liabilities         Plastics and Coatings (continuing)         15042         20162         22818         2016           Specialty Chemicals         64         336         662         33           Unallocable         3424         3247         4935         324           Total         18530         23745         28415         2374           5. Capital employed         18530         35797         38658         3579           Specialty Chemicals         348         164         98         16           Unallocable         13032         15200         9523         1520		•	(27)	(7)	676	644
Profit before tax (continuing and discontinued operations)         579         2791         1843         706           3. Segment assets		Profit before tax (continuing)	408	1067	1055	3429
Profit before tax (continuing and discontinued operations)         579         2791         1843         706           3. Segment assets		Profit before tax (discontinued)	171	1724	788	3634
operations)         579         2791         1843         706           3. Segment assets         Plastics and Coatings (continuing)         51897         55959         61476         5595           Specialty Chemicals         412         500         760         50           Unallocable         16456         18447         14458         1844           Total         68765         74906         76694         7490           4. Segment liabilities         Plastics and Coatings (continuing)         15042         20162         22818         2016           Specialty Chemicals         64         336         662         33           Unallocable         3424         3247         4935         324           Total         18530         23745         28415         2374           5. Capital employed         Plastics and Coatings (continuing)         36855         35797         38658         3579           Specialty Chemicals         348         164         98         16           Unallocable         13032         15200         9523         1520		·				
Plastics and Coatings (continuing)         51897         55959         61476         55959           Specialty Chemicals         412         500         760         50           Unallocable         16456         18447         14458         1844           Total         68765         74906         76694         7490           4. Segment liabilities         Plastics and Coatings (continuing)         15042         20162         22818         2016           Specialty Chemicals         64         336         662         33           Unallocable         3424         3247         4935         324           Total         18530         23745         28415         2374           5. Capital employed         18530         23745         28415         2374           5. Capital photospace         348         164         98         16           Unallocable         13032         15200         9523         1520		, -	579	2791	1843	7063
Plastics and Coatings (continuing)         51897         55959         61476         55959           Specialty Chemicals         412         500         760         50           Unallocable         16456         18447         14458         1844           Total         68765         74906         76694         7490           4. Segment liabilities         Plastics and Coatings (continuing)         15042         20162         22818         2016           Specialty Chemicals         64         336         662         33           Unallocable         3424         3247         4935         324           Total         18530         23745         28415         2374           5. Capital employed         18530         23745         28415         2374           5. Capital photospace         348         164         98         16           Unallocable         13032         15200         9523         1520	<b> </b> 3.	Segment assets				
Unallocable       16456       18447       14458       1844         Total       68765       74906       76694       7490         4. Segment liabilities       Plastics and Coatings (continuing)       15042       20162       22818       2016         Specialty Chemicals       64       336       662       33         Unallocable       3424       3247       4935       324         Total       18530       23745       28415       2374         5. Capital employed       Plastics and Coatings (continuing)       36855       35797       38658       3579         Specialty Chemicals       348       164       98       16         Unallocable       13032       15200       9523       1520		· ·	51897	55959	61476	55959
Total         68765         74906         76694         7490           4. Segment liabilities         Plastics and Coatings (continuing)         15042         20162         22818         2016           Specialty Chemicals         64         336         662         33           Unallocable         3424         3247         4935         324           Total         18530         23745         28415         2374           5. Capital employed         Plastics and Coatings (continuing)         36855         35797         38658         3579           Specialty Chemicals         348         164         98         16           Unallocable         13032         15200         9523         1520		Specialty Chemicals	412	500	760	500
4. Segment liabilities     Plastics and Coatings (continuing)     Specialty Chemicals     Unallocable     Total     Plastics and Coatings (continuing)     3424     3247     4935     324     Total     18530     23745     28415     2374  5. Capital employed     Plastics and Coatings (continuing)     Specialty Chemicals     Unallocable     13032     15200     9523     1520		Unallocable	16456	18447	14458	18447
Plastics and Coatings (continuing)       15042       20162       22818       20162         Specialty Chemicals       64       336       662       33         Unallocable       3424       3247       4935       324         Total       18530       23745       28415       2374         5. Capital employed       Plastics and Coatings (continuing)       36855       35797       38658       3579         Specialty Chemicals       348       164       98       16         Unallocable       13032       15200       9523       1520		Total	68765	74906	76694	74906
Plastics and Coatings (continuing)       15042       20162       22818       20162         Specialty Chemicals       64       336       662       33         Unallocable       3424       3247       4935       324         Total       18530       23745       28415       2374         5. Capital employed       Plastics and Coatings (continuing)       36855       35797       38658       3579         Specialty Chemicals       348       164       98       16         Unallocable       13032       15200       9523       1520	4.	Segment liabilities				
Unallocable         3424         3247         4935         324           Total         18530         23745         28415         2374           5. Capital employed         Plastics and Coatings (continuing)         36855         35797         38658         3579           Specialty Chemicals         348         164         98         16           Unallocable         13032         15200         9523         1520		•	15042	20162	22818	20162
Total         18530         23745         28415         2374           5. Capital employed         86855         35797         38658         35798           Plastics and Coatings (continuing)         36855         35797         38658         35798           Specialty Chemicals         348         164         98         16           Unallocable         13032         15200         9523         15200		Specialty Chemicals	64	336	662	336
5. Capital employed       36855       35797       38658       35797         Plastics and Coatings (continuing)       348       164       98       16         Unallocable       13032       15200       9523       15200		Unallocable	3424	3247	4935	3247
Plastics and Coatings (continuing)         36855         35797         38658         3579           Specialty Chemicals         348         164         98         16           Unallocable         13032         15200         9523         1520		Total	18530	23745	28415	23745
Specialty Chemicals         348         164         98         16           Unallocable         13032         15200         9523         1520	5.	Capital employed				
Unallocable 13032 15200 9523 1520	l	Plastics and Coatings (continuing)	36855	35797	38658	35797
1000 3020 1020	l	Specialty Chemicals	348	164	98	164
<b>Total 50235</b> 51161 48279 5116	l	Unallocable	13032	15200	9523	15200
	l	Total	50235	51161	48279	51161

Information related to discontinued operations as stated in note 3(a) and 3(b) to the financial results :

Particulars	3 months ended 30-06-2020 (Unaudited)	3 months ended 31-03-2020 (Unaudited)	Corresponding 3 months ended 30-06-2019 (Unaudited)	Year ended 31-03-2020 (Audited)
Segment revenue	4,243	6,704	8,600	32,723
Segment results	171	1,724	788	3,634
Segment assets	18,479	19,440	19,622	19,440
Segment liabilities	3,320	5,461	5,157	5,461
Capital employed	15,159	13,979	14,465	13,979

The statutory auditor has digitally signed the statement for identification purposes only and this statement should be read in conjunction with review report dated August 14, 2020.

Place : Mumbai Date: August 14, 2020 www.clariant.com