



SECY/S.E./L.A./2020-21/Q4

May 07, 2021

BSE Limited
Department of Corporate Services
Phiroze Jeejeebhoy Towers,
25th Floor, Dalal Street,
MUMBAI – 400 001.

SCRIP CODE : 506854

Dear Sirs,

Sub: Outcome of Board Meeting held on 07.05.2021.
Ref: Regulation 30 of SEBI (LODR) Regulations, 2015.
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We wish to inform that the Board of Directors of the Company at their meeting held today, *inter alia* considered and approved the Standalone Audited Financial Results for the quarter and year ended 31st March, 2021.

We are sending herewith the following as required under Regulation 33 of SEBI (LODR), 2015, read with listing requirements:

- (a) Statement of Standalone Audited Financial Results for the quarter and year ended 31st March, 2021 along with Auditors' Report thereon.
- (b) Declaration of CFO on unmodified opinion on Auditors' Report.

As required under Regulation 47 of SEBI (LODR) Regulations, 2013, the financial results will be published in the newspapers within the stipulated time as per prescribed format.

The meeting of the Board commenced early at 1.00 P.M and concluded at 2.30 P.M.

Thanking you,

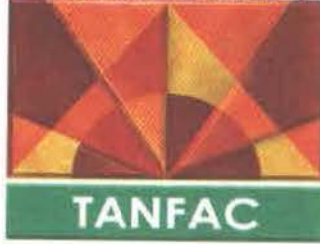
Yours faithfully,
For TANFAC INDUSTRIES LIMITED


(N.R. RAVICHANDRAN)
CHIEF FINANCIAL OFFICER

TANFAC INDUSTRIES LIMITED
(Joint Sector Company with TIDCO)

Regd. Office & Factory : 14, SIPCOT Industrial Complex, Cuddalore - 607 005, Tamil Nadu, INDIA
Tel : +91 - 4142 - 239001 - 5, Fax : +91 - 4142 - 239008,
Chennai Off : Oxford Centre, 1st Floor, 66, Sir C.P. Ramaswamy Road,
Alwarpet, Chennai - 600 018, Tamil Nadu, INDIA.
Tel : +91 - 44 - 2499 0451 / 0561 / 0464, Fax : +91 - 44 - 2499 3583
Web : www.tanfac.com
GST : 33AAACT2591A1ZU CIN: L24117TN1972PLC006271

ADITYA BIRLA



SECY/S.E./L.A./2019-20/Q4

May 7, 2021

BSE Limited
Department of Corporate Services
Phiroze Jeejeebhoy Towers,
25th Floor, Dalal Street,
MUMBAI – 400 001.

SCRIP CODE : 506854

Dear Sir,

Sub: Declaration in terms of Regulation 33(3)(d) of SEBI (LODR) Regulations, 2015 – reg.
-oOo-

In terms of Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended by the SEBI (LODR) (Amendment) Regulations, 2016, vide its Notification No. SEBI/LAD-NRO/GN/2016-17/--1 dated 25th May, 2016 and Circular No.CIR/CFD/CMD/56/2016 dated 25th May, 2016, we wish to confirm that the Statutory Auditors of our Company, viz M/s. Khimji Kunverji & Co., Chartered Accountants (Registration No 105146W) have issued an Audit Report with unmodified opinion on the Standalone Audited Financial Results of the Company for the quarter and year ended 31st March, 2021.

The above declaration is issued for your information and records.

Thanking you,

Yours faithfully,

for TANFAC INDUSTRIES LIMITED


(N.R RAVICHANDRAN)

CHIEF FINANCIAL OFFICER

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CIN: L24117TN1972PLC006271

Independent Auditors' Report

To the Board of Directors of
Tanfacs Industries Limited

Report on the Audit of the Annual Financial Results

Opinion

1. We have audited the accompanying Annual Financial Results of **Tanfacs Industries Limited** ("the Company") for the year ended March 31, 2021, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Annual Financial Results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit including other comprehensive income and other financial information for the year ended March 31, 2021.

Basis for Opinion

2. We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Annual Financial Results section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our opinion on the Annual Financial Results.

Emphasis of Matter

3. Attention is invited to Note No. 5 to the Annual Financial Results regarding the uncertainties arising out of the outbreak of COVID-19 pandemic and the assessment made by the management on its operations and financial reporting for the year ended March 31, 2021; such an assessment and the outcome of the pandemic, as made by the management, is dependent on the circumstances as they evolve in the subsequent periods. Our report is not modified in respect of this matter.



Managements and Board of Directors Responsibilities for the Annual Financial Results

4. These Annual Financial Results have been prepared on the basis of the Annual Financial Statements.

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these annual financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Annual Financial Results, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Company's Management and the Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Annual Financial Results

5. Our objectives are to obtain reasonable assurance about whether the Annual Financial Results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Annual Financial Results. Our audit process in accordance with the SAs is narrated in Annexure 1 to this report.

Other Matter

6. The entire audit finalization process was carried from remote locations i.e. other than the office/plant of the Company where books of account and other records are kept, based on data/details or financial information provided to us through digital medium, owing to lockdown and restrictions on movements imposed by the Governments to restrict the spread of



Khimji Kunverji & Co LLP
Chartered Accountants

COVID19. Being constrained, we resorted to and relied upon the results of the related alternate audit procedures to obtain appropriate audit evidence for the significant matters in course of our audit. Our report is not modified in respect of this matter.

7. The Annual Financial Results include the results for the quarter ended March 31, 2021 being the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subjected to limited review by us.

For **Khimji Kunverji & Co LLP**
Chartered Accountants
Firm's Registration No: 105146W / W100621

**PRAVEEN
KUMAR DAGA**

Digitally signed by
PRAVEEN KUMAR DAGA
Date: 2021.05.07
13:12:40 +05'30'

Praveen Kumar Daga
Partner
Membership No: 143762

ICAI UDIN: 21143762AAAAZ2349

Place: Bengaluru
Date: May 7, 2021



Annexure 1 to the Independent Auditors' Report to the members of Tanfac Industries Limited

[referred to in para 5 titled 'Auditor's Responsibilities for the Audit of the Annual Financial Results']

As part of our audit in accordance with SAs we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, to design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



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LLPN- AAP-2267

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SN	Particulars	Quarter Ended			Year Ended	
		31-Mar-21	31-Dec-20	21-Mar-20	31-Mar-21	31-Mar-20
		Unaudited	Unaudited	Unaudited	Audited	Audited
	Revenue:					
I	a) Revenue from Operations	3,873.16	4,712.65	3,224.07	14,789.55	16,480.29
II	b) Other Income	103.97	18.55	9.65	136.63	116.41
III	Total Revenue (I + II)	3,977.13	4,731.20	3,233.72	14,926.18	16,596.70
	Expenses:					
IV	a) Cost of Raw Materials consumed	1,749.99	1,973.07	1,385.19	8,922.84	8,436.37
	b) Changes in inventories of Finished Goods, Work in progress and stock in trade	381.30	(104.48)	358.25	104.23	167.73
	c) Employee Benefits Expenses	236.31	288.95	320.03	1,140.96	1,207.05
	d) Finance Cost	13.67	28.70	17.47	51.70	84.51
	e) Depreciation and Amortization Expenses (Refer Note 6 below)	166.62	382.28	101.51	847.48	463.75
	f) Power and Fuel	206.76	252.60	217.53	964.72	1,559.71
	g) Other Expenses	1,152.19	488.54	572.53	2,362.24	2,513.28
	Total Expenses (IV)	3,968.84	3,310.26	2,972.51	12,420.17	14,434.40
V	Profit Before Exceptional and Extraordinary Items and Tax (II - IV)	8.29	1,420.94	261.21	2,506.01	2,162.30
VI	Exceptional Item	-	-	-	-	-
VII	Profit Before Tax (V - VI)	8.29	1,420.94	261.21	2,506.01	2,162.30
VIII	Tax Expense					
	i) Current Tax	19.61	248.22	21.68	455.97	377.28
	ii) Deferred Tax	37.96	(121.68)	(32.20)	(107.25)	(84.69)
	iii) MAT Credit Entitlement (Recognized) / Utilized	(38.93)	274.03	58.36	414.69	333.42
	iv) Tax Provision of prior year reversed	(4.81)	-	(151.14)	(4.81)	(151.14)
IX	Profit / (Loss) for the period (VII - VIII)	(5.54)	1,020.37	364.51	1,747.41	1,697.43
X	Other Comprehensive Income (OCI)					
A	(i) Items that will not be reclassified to Profit or Loss	71.72	-	14.16	80.41	33.86
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(23.98)	-	(6.30)	(23.98)	(2.85)
B	(i) Items that will be reclassified subsequently to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	Total of Other Comprehensive Income	47.74	-	13.86	56.43	31.01
XI	Total Comprehensive Income for the period (IX+X)	42.22	1,020.37	378.37	1,803.84	1,728.44
XII	Paid-up Equity Share Capital (Face value Rs. 10/-)	997.50	997.50	997.50	997.50	997.50
XIII	Other Equity				7,326.07	5,522.21
XIV	Earnings per share of face value of Rs. 10/- each (Not Annualized)					
	Basic (Rs)	(0.06)	10.23	3.65	17.52	17.02
	Diluted (Rs)	(0.06)	10.23	3.65	17.52	17.02

Notes:

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 7th May 2021.
- The company operates in a single segment i.e. Chemicals in India and all other activities evolve around the same. Hence, there is no reportable primary/secondary segment in accordance with the requirements of Ind AS 106, 'Operating Segments'.
- Figures of the last quarter are the balancing figures between audited figures in respect of the full financial year and published year to date reviewed figures upto the 3rd quarter of the relevant financial year.
- The Government of India, on 20th September, 2019 vide the Taxation Laws (Amendment) Ordinance 2019, inserted a new section 115BAA in the Income Tax Act, 1961 which provides an option to the Company for paying income tax at reduced rates subject to compliance of the conditions stipulated therein. The Company has chosen not to opt for the reduce rate of tax in September, 2019 and continue with the existing rate of Tax.
- Though the spread of COVID-19 pandemic partially impacted operations and financial results of the Company, the Company continue to take various precautionary measures to protect from COVID-19, strictly adhering to the guidelines issued by the Central and State Governments from time to time. As part of its Business Continuity Plan (BCP), the Company has assessed the impact of pandemic on its financial results based on internal and external information available up to the date of approval of the financial results, and believes that there is no material impact or adjustments required in the financial result for the period ending 31st March 2021. As the situation is continuously evolving, the company will continue to monitor future events for any material change in the economic conditions.
- During the quarter, the company's plant was shut down from 4th February 2021 to 26th March 2021 for installation of new equipment. The new equipment has been successfully installed and capitalized in the books during the quarter. The installation of new equipment does not asperant in any manner, the installed capacity of the plant.
- The Company had reassessed the useful life of some of its main assets during the previous quarter ending 31st December 2020. Based on the assessment, the Company had made additional depreciation provision of Rs. 84.83 lakhs during the quarter and Rs. 336.37 lakhs during the year ended 31st March 2021.

B Statement of Assets and Liabilities as on 31st March 2021 is given below:

S.No	Particulars	Rs in Lakhs	
		Year Ended 31-03-2021 Audited	Year Ended 31-03-2020 Audited
ASSETS			
1) Non-Current Assets			
	a) Property, Plant and Equipment	4,006.72	3,295.84
	b) Capital Work in Progress	289.80	627.43
	c) Financial Assets		
	i) Investments	132.05	98.25
	ii) Other Financial Assets	6.54	4.72
	b) Other Non-Current Assets	84.75	95.25
	Sub total- Non Current Assets	4,510.86	4,121.49
2) Current Assets			
	a) Investments	2,470.46	1,898.68
	b) Financial Assets		
	i) Investments	2,136.97	-
	ii) Trade Receivables	1,801.26	1,794.33
	iii) Cash & Cash Equivalents	238.12	0.06
	iv) Bank balances other than (ii) above	397.01	2.75
	v) Loans & Advances	0.94	0.75
	c) Other Current Assets	862.15	1,201.87
	Sub total- Current Assets	7,506.91	4,798.44
	TOTAL ASSETS	12,026.77	8,929.93
EQUITY & LIABILITIES			
Equity			
	a) Equity Share Capital	997.50	997.50
	b) Other Equity	7,328.07	5,522.21
	Sub total- Shareholders' Funds	8,325.57	6,519.71
Liabilities			
1) Non-Current Liabilities			
	a) Provisions	43.58	57.51
	b) Deferred Tax Liability (Net)	393.54	478.83
	Sub total- Non Current liabilities	437.12	536.34
2) Current Liabilities			
	a) Financial Liabilities		
	i) Borrowings	-	39.58
	ii) Trade Payables		
	- Outstanding Dues of Creditors other than Micro and Small	134.45	224.98
	- Due to Others	2,496.80	844.87
	iii) Other Financial liabilities		
	b) Other Current Liabilities	237.96	179.25
	c) Provisions	396.87	567.20
	Sub total- Current Liabilities	3,269.08	1,855.88
	TOTAL EQUITY AND LIABILITIES	12,026.77	8,929.93

Date: 7th May 2021

K. SENDIL NAATHAN
MANAGING DIRECTOR



S.No	Particulars	Year Ended		Year Ended	
		31st March 2021		31st March 2020	
A.	CASH FLOW FROM OPERATING ACTIVITIES				
	Net Profit before Tax including Other Comprehensive Income	2,586.42		2,196.16	
	Adjustments for:				
	Depreciation & Amortisation of Expenses	847.48		463.75	
	Finance Cost	51.70		84.51	
	Provision for Liabilities no longer required written back	(8.95)		(26.88)	
	Loss / (Profit) on Sale of Fixed Assets	(0.24)		(0.00)	
	Interest & Dividend Income	(10.88)		(12.72)	
	Provision for Inventories	17.17		8.10	
	Operating Profit before Working Capital changes		3,484.70		2,713.12
	Adjustments for:				
	Trade and Other Receivables	490.13		982.86	
	Inventories	(788.95)		1,321.98	
	Trade Payable and Provisions	854.46	555.64	(2,366.72)	(61.88)
Cash Generated From / (Used in) Operations		4,040.34		2,651.24	
Direct Taxes (Payment) / Refund (net)	(319.48)	(319.48)	(469.88)	(469.88)	
Net Cash Generated From / (Used in) Operating Activities		3,720.86		2,181.36	
B.	CASH FLOW FROM INVESTING ACTIVITIES				
	Purchase of Property Plant & Equipment	(873.85)		(1,046.23)	
	Sale of Fixed Assets	8.55		0.06	
	Investment in Bank Deposits / Mutual Funds	(2,531.23)		91.71	
	Interest and Dividend Income	5.01		8.36	
Net Cash flow From / (Used in) Investing Activities		(3,391.52)		(946.10)	
C.	CASH FLOW FROM FINANCING ACTIVITIES				
	Short term loan availed	(39.58)		(580.73)	
	Amortized Cost on Redeemable NC Preference Shares	-		(59.47)	
	Finance Cost	(51.70)		(84.51)	
	Dividend Distribution Tax	-		(11.31)	
Net Cash flow From / (Used in) financing Activities		(91.28)		(1,236.02)	
Net Increase / (Decrease) in Cash and Cash Equivalents		238.06		(0.76)	
Cash & Cash Equivalents at the Beginning of the period	0.06		0.83		
Cash & Cash Equivalents at the End of the period	238.12		0.07		
		238.06		(0.76)	

10 Figures for the previous period / year have been rearranged / reclassified wherever necessary, to correspond with current period / year presentation.



K. SENDHIL NAATHAN
MANAGING DIRECTOR

Date : 7th May 2021

