



CHEMCON
Speciality Chemicals Limited



CIN : L24231GJ1988PLC011652

February 7, 2022

To,
BSE Limited
Listing Compliance & Legal Regulatory
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400 001

Stock Code: 543233

To,
National Stock Exchange of India Limited
Listing & Compliance
Exchange Plaza, Bandra-Kurla Complex,
Bandra East, Mumbai 400 051

Stock Symbol: CHEMCON

Subject: Outcome of Board Meeting held on 7th February, 2022

Dear Sir/Madam,

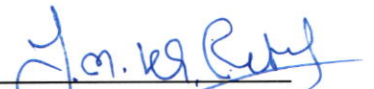
Pursuant to Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 ("Listing Regulations"), we hereby inform you that the Board of Directors of the Company at its Meeting held today i.e. 7th February, 2022 have, inter alia, approved the Unaudited Financial Results for the quarter and nine months ended 31st December, 2021.

We attach herewith a copy of the Unaudited Financial Results along with the Limited Review Report of the Auditors for the quarter and nine months ended 31st December, 2021.

The meeting of the Board of Directors commenced at 4.30 p.m. and concluded at 5:25 p.m.

Kindly take the same on record.

Thanking you,
Yours truly,
For Chemcon Speciality Chemicals Limited


Shahilkumar Kapatel
Company Secretary & Compliance Officer
Membership No.: A52211



INDEPENDENT AUDITORS' LIMITED REVIEW REPORT

To,
The Board of Directors

Chemcon Speciality Chemicals Limited

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **Chemcon Speciality Chemicals Limited** ("the Company") for the quarter and nine months ended December 31, 2021 (hereinafter referred to as "the Statement" and initialed for the purpose of identification), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. 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 Statement 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 provide 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 stated above, nothing has come to our attention, except as stated below, that causes us to believe that the accompanying Statement, prepared in accordance with the applicable Indian Accounting Standard (Ind AS) specified under section 133 of the Companies Act, 2013 read with relevant Rules and other recognized accounting practices and policies thereon, 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 Matter**
We draw attention to Note 6 in the financial results, which describes the matter related to order/directions received from Gujarat Pollution Control board (GPCB) for closure of Company's operations for the violations of the Hazardous & Other Waste (Management & Transboundary Movement) Rules- 2016, resultant closure of operations, subsequent temporary revocation of the above-referred order by GPCB for three months, application for permanent revocation and company's assessment of situation and action taken. Our opinion is not modified in respect of this matter.

For K. C. Mehta & Co.,
Chartered Accountants
Firm's Registration No. 106237W



Neela R. Shah

Partner

Membership No. 045027

UDIN: 22045027AASHPB3316

Place: Vadodara

Date: February 7, 2022





CHEMCON SPECIALITY CHEMICALS LIMITED

(An ISO 9001:2015 and ISO 14001:2015 Certified Company)

Regd. Office : Block Number 355, Manjusar Kunpad Road, Manjusar Village, Taluka Savli, Vadodara 391775, Gujarat.
Email : investor.relations@cscpl.com | Website : www.cscpl.com | Tel : +91 265 2981195 | CIN : L24231GJ1988PLC011652

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2021

(in ₹ lacs)

	Particulars	Quarter Ended			Nine Month Ended		Year Ended
		31-12-2021 (Unaudited)	30-09-2021 (Unaudited)	31-12-2020 (Unaudited)	31-12-2021 (Unaudited)	31-12-2020 (Unaudited)	31-03-2021 (Audited)
	Income						
I	Revenue From Operations	4,954.02	6,124.06	6,480.64	16,798.62	17,200.90	24,348.72
II	Other Income	233.11	225.06	121.51	650.53	150.94	463.53
III	Total income	5,187.14	6,349.12	6,602.15	17,449.15	17,351.84	24,812.25
	IV Expenses						
	Cost of Material Consumed	2,497.84	2,692.04	2,610.13	7,912.68	8,615.83	11,304.78
	Purchases of Stock-in-Trade	336.72	-	-	336.72	-	-
	Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	(934.22)	359.48	498.54	(548.11)	(455.62)	511.94
	Employee benefit expenses	495.08	476.44	463.74	1,398.48	1,156.95	1,588.97
	Finance Cost	10.50	15.38	63.44	48.58	293.55	363.31
	Depreciation and Amortisation expenses	155.10	150.32	141.31	457.39	412.33	607.62
	Other Expenses	825.75	702.40	624.08	2,283.93	1,853.24	2,830.05
	Total expenses (IV)	3,386.76	4,396.06	4,401.23	11,889.67	11,876.29	17,206.68
V	Profit / (Loss) Before Tax (III-IV)	1,800.37	1,953.06	2,200.91	5,559.48	5,475.56	7,605.57
VI	Tax Expense	451.74	496.12	553.30	1,412.65	1,386.06	1,965.75
	Current Tax						
	- Current tax	450.95	491.91	550.64	1,406.07	1,374.83	1,956.90
	- Taxes for earlier years	-	-	-	-	1.47	1.47
	Deferred Tax	0.80	4.22	2.66	6.58	9.76	7.38
VII	Net Profit / (Loss) for the period (V-VI)	1,348.63	1,456.94	1,647.61	4,146.83	4,089.50	5,639.82
VIII	Other Comprehensive Income						
	a) (i) Items that will not be reclassified to profit / loss	(0.95)	(0.22)	1.05	(2.61)	3.07	(5.23)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(1.27)	(0.29)	1.40	(3.49)	4.10	(6.98)
	b) (i) Items that will be reclassified to profit / Loss	0.32	0.07	(0.35)	0.88	(1.03)	1.76
IX	Total Comprehensive income for the period (VII+VIII)	1,347.68	1,456.72	1,648.66	4,144.22	4,092.57	5,634.59
X	Earning Per equity Share (FV Rs 10/- Per share) basic & Diluted (In Rs.)**	3.68	3.98	4.50	11.32	12.23	16.48
XI	Equity Share Capital	3,663.07	3,663.07	3,663.07	3,663.07	3,663.07	3,663.07
XII	Other Equity	-	-	-	-	-	31,706.26

** EPS for the Quarter and Nine Month ended are not annualised.

By order of the Board
For Chemcon Speciality Chemicals Limited


 Kamal Kumar Rajendra Aggarwal
 Chairman & Managing Director
 DIN: 00139199

Place : Vadodara
Date : February 7, 2022





CHEMCON SPECIALITY CHEMICALS LIMITED

(An ISO 9001:2015 and ISO 14001:2015 Certified Company)

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Notes :

- 1 These unaudited Financial results have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Companies Act, 2013 and read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 2 The above unaudited financial results have been reviewed by Audit Committee and the Board of Directors have approved the above results at their meeting held on February 7, 2022 and have been subject to a limited review by the statutory auditors of the Company.
- 3 The Company is in the business of manufacturing of Specialty Chemicals for Pharmaceutical and Oilfield Chemicals (Completion Fluids) industries. There is only one reportable segment in accordance with Ind AS 108 - Operating Segments.
- 4 The Company has offered through the Initial Public Offer (IPO) 93,52,941 Equity Shares having face value of Rs. 10/- each at an issue price of Rs. 340/- per Equity Share, comprising offer for sale of 45,00,000 equity shares by Selling Shareholders and fresh issue of 48,52,941 equity shares. These equity shares were allotted on September 29, 2020 and were listed on October 1, 2020 on BSE Limited and National Stock Exchange of India Limited.
- 5 The utilisation of the net IPO proceeds is summarised below:

Particulars	Original Cost (as per Prospectus)	Revised Cost	(in ₹ lacs)	
			Utilisation upto 31-12-2021	Unutilised amounts as on 31-12-2021
Capital expenditure towards expansion of Manufacturing Facility	4,103.33	4,103.33	4,103.33	-
Incremental working capital requirement	9,000.00	9,000.00	4,000.00	5,000.00
General corporate purposes*	1,875.50	1,931.60	1,433.60	498.00
Total	14,978.83	15,034.93	9,536.93	5,498.00

* The revision in General corporate purposes expenses is on account of reduction in offer expenses on actual booking as compared to estimated.
IPO Proceeds which were unutilised as at December 31, 2021 were temporarily invested in deposits with scheduled commercial bank.

- 6 Pursuant to the issuance of notice dated September 9, 2021 by Gujarat Pollution Control Board (GPCB) directing closure of operations of manufacturing plant situated at Manjusar, Vadodara under Environmental (Protection) Act for the violations of the Hazardous & Other Waste (Management & Transboundary Movement) Rules- 2016 with immediate effect, the operations of the company were closed from September 11, 2021 to October 22, 2021. Subsequently, upon application for revocation made by the Company along with submission of an undertaking to comply the environmental laws and bank guarantee of Rs. 10 lakhs, GPCB, vide its revocation order dated October 22, 2021, granted temporary revocation of closure directions issued to the company for three months subject to compliance of conditions as stated in the said order. The Company also paid an Interim Damage Compensation of Rs. 50 lakhs to GPCB, recognised and disclosed under "Other Expenses" for nine months ended December 31, 2021.
A. The Company has made representation with the GPCB for a permanent revocation of the closure order vide application dated December 6, 2021 and is performing all the necessary acts, deeds and formalities in that direction. The management is confident to obtain permanent revocation of closure order in due course. Therefore, the financial results for the quarter and period ended December 31, 2021 are prepared on going concern basis.
B. The management does not anticipate any further demand from GPCB for additional compensation.
- 7 Covid-19 pandemic has caused disruption to businesses and economic activity which has been reflected in recent fluctuations in markets across the globe. The Company has considered relevant internal and external sources of information and its impact on the recoverability of financial and non-financial assets while preparation of these financial results. The Company will continue to closely monitor any material changes to future economic conditions.
- 8 The above Financial Results of the Company are available on the Company's website www.cscpl.com and also on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com), where the shares of the Company are listed.

Place : VADODARA
Date : February 7, 2022



By order of the Board
For Chemcon Speciality Chemicals Limited

Kamalkumar Rajendra Aggarwal
Chairman & Managing Director
DIN: 00139199