

POLYCHEM LIMITED

REGD. OFFICE: 7, JAMSHEDJI TATA ROAD, CHURCHGATE RECLAMATION, MUMBAI-400 020.



HO: MD: 86/2019

May 11, 2019.

TELEPHONE : 91 22 2282 0048

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URL : <http://www.polychemltd.com>

EMAIL : polychemltd@kilachand.com

CIN : L24100MH1955PLC009663

Bombay Stock Exchange Ltd.
Jeejeebhoy Towers
Dalal Street, Fort,
Mumbai 4010 001.

Company Code – 506605

Dear Sirs,

Sub : Outcome of Board Meeting in accordance with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

1. The Board of Directors of their Company at their meeting held today, have inter alia, approved the following:
 - a) Audited Standalone Financial Results of the Company for the quarter and year ended 31st March, 2019.
 - b) Audited Consolidated Financial Results of Polychem Limited and its subsidiary, Gujarat Poly Electronics Limited for the year ended 31st March, 2019
 - c) Payment of dividend of Rs.2.50/- per share of Rs.10/- each i.e.25% (Previous Year – NIL) on the Equity Shares of the Company for the financial year ended 31st March, 2019, subject to the approval of shareholders at the ensuing 62nd AGM.
2. Accordingly, please find enclosed the following:
 - a) Audited Standalone financial results of the Company for the quarter and year ended 31st March, 2019 and Auditors Report on Annual Standalone Financial Results of Polychem Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.
 - b) Audited Consolidated Financial Results of Polychem Limited and its subsidiary, Gujarat Poly Electronics Limited for the year ended 31st March, 2019 and Auditors Report on Annual Consolidated Financial Results of Polychem Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.

This is for your information and record.

Yours faithfully,
For **Polychem Limited**

(A.H.Mehta)

(DIN 00005523)

Dy. Managing Director

Encl : as above

②

NAYAN PARIKH & CO.

(REGISTERED)

CHARTERED ACCOUNTANTS

OFFICE NO. 9, 2ND FLOOR, JAIN CHAMBERS, 577, S.V. ROAD, BANDRA (WEST), MUMBAI 400050, INDIA.

PHONE : (91-22) 2640 0358, 2640 0359

Auditor's Report on Annual Standalone Financial Results of Polychem Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015

To
The Board of Directors
Polychem Limited
Mumbai

1. We have audited the accompanying statement of financial results which includes standalone financial results of **Polychem Limited** ("the Company") for quarter and the year ended March 31, 2019 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR / CFD / FAC / 62 / 2016 dated July 5, 2016.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related standalone financial statements which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such financial statements. Attention is drawn to the fact that the figures for the quarter ended March 31, 2019 as reported in the statement are the balancing figures in respect of the year ended March 31, 2019 and the corresponding quarter ended in the previous year as reported in the statement are the balancing figures between the audited figures in respect of the full financial year and published year to date figures up to the end of the third quarter of the current and previous financial year respectively. The figures up to the end of the third quarter of the respective financial year are only reviewed and not subjected to audit. Our responsibility is to express an opinion on the statement based on our audit of such financial statements.
3. We conducted our audit in accordance with the auditing standards referred to in the Companies Act, 2013. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial results are free of material misstatement.

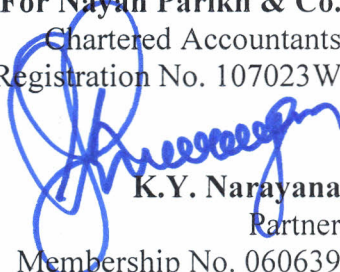


An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the standalone financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by the management. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

- 4. In our opinion and to the best of our information and according to the explanations given to us, the statement:
 - (i) is presented in accordance with requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR / CFD / FAC / 62 / 2016 dated July 5, 2016 in this regards; and
 - (ii) gives a true and fair view in conformity with the Ind AS and other accounting principles generally accepted in India of the net profit, total comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2019.

Mumbai
Dated: May 11, 2019



For Nayan Parikh & Co.
 Chartered Accountants
 Firm Registration No. 107023W

K.Y. Narayana
 Partner
 Membership No. 060639

NAYAN PARIKH & CO.

(REGISTERED)

CHARTERED ACCOUNTANTS

OFFICE NO. 9, 2ND FLOOR, JAIN CHAMBERS, 577, S.V. ROAD, BANDRA (WEST), MUMBAI 400050, INDIA.

PHONE : (91-22) 2640 0358, 2640 0359

Auditor's Report on Annual Consolidated Financial Results of Polychem Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors
Polychem Limited
Mumbai

1. We have audited the accompanying statement of financial results which includes consolidated financial results of **Polychem Limited** ("the Company") and its subsidiary (the Company and its subsidiary together referred to as "the Group") for the year ended March 31, 2019 ('the Statement), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with Circular No. CIR / CFD / FAC / 62 / 2016 dated July 5, 2016.
2. This Statement which is the responsibility of the Company's management and approved by the Board of Directors, has been compiled from the related consolidated financial statements which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such consolidated financial statements.
3. We conducted our audit in accordance with the auditing standards referred to in the Companies Act, 2013. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.



4. In our opinion and to the best of our information and according to the explanations given to us, and based on consideration of the report of other auditor on standalone financial statements and other financial information of subsidiary referred to in Para 5 below, Statement:
- (i) includes the standalone financial results of one subsidiary namely Gujarat Poly Electronics Limited
 - (ii) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular No. CIR / CFD / FAC / 62 / 2016 dated July 5, 2016 in this regards; and
 - (iii) gives a true and fair view in conformity with Ind AS and other accounting principles generally accepted in India of the consolidated net profit, consolidated total comprehensive income and other financial information of the Group for the year ended March 31, 2019.
5. We did not audit financial statements, as considered in the consolidated financial results, in respect of one subsidiary whose standalone financial statements reflect total assets of ₹ 978.86 lakhs as at March 31, 2019 and total revenues of ₹ 2,263.17 lakhs for the year ended on that date;. These financial statements and other financial information have been audited by other auditor whose report has been furnished to us by the Management of the Company and our conclusion on the Statement, to the extent they have been derived from such financial statements is based solely on the report of such other auditor.

For Nayan Parikh & Co.
Chartered Accountants
Firm Registration No. 107023W



K.Y. Narayana
K.Y. Narayana
Partner
Membership No. 060639

Mumbai
Dated: May 11, 2019

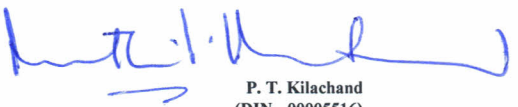
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Statement of Audited Standalone and Consolidated Financial Results For The Quarter and Year Ended March 31, 2019								
(Rs. in Lakhs)								
Sr. No.	Particulars	Standalone				Consolidated		
		Quarter ended on		Year ended on		Year ended on		
		31-Mar-19	31-Dec-18	31-Mar-18	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-18
		Audited	Unaudited	Audited	Audited	Audited	Audited	Audited
1	Revenue from Operations							
(a)	Net Sales	442.38	480.03	402.74	1,856.32	1,636.05	4,109.44	3,065.45
(b)	Other Operating Income	9.62	7.49	11.12	35.08	38.41	44.75	57.95
2	Other Income	22.77	26.71	18.24	87.90	84.21	57.37	33.87
3	Total Income (1+2)	474.77	514.23	432.10	1,979.30	1,758.67	4,211.56	3,157.27
4	Expenses							
(a)	Cost of materials consumed	244.89	311.04	263.97	1,183.18	1,029.29	1,188.25	1,036.46
(b)	Purchase of stock-in-trade	-	-	-	-	-	1,209.42	866.12
(c)	Changes in inventories of finished goods , work-in-progress and stock- in-trade	5.72	(7.81)	9.11	(20.32)	4.23	(3.12)	17.71
(d)	Excise duty	-	-	-	-	47.07	-	48.06
(e)	Processing charges	54.47	60.02	53.04	234.70	219.15	240.75	222.77
(f)	Employee benefits expense	60.45	67.68	58.77	254.72	217.84	522.13	449.19
(g)	Depreciation and amortisation expense	5.38	4.37	5.25	17.95	19.20	32.08	29.19
(h)	Other expenses	68.97	55.38	55.67	239.05	232.27	409.60	431.63
	Total Expenses	439.88	490.68	445.81	1,909.28	1,769.05	3,599.11	3,101.13
5	Profit / (Loss) before Tax (3-4)	34.89	23.55	(13.72)	70.02	(10.38)	612.45	56.14
6	Tax expenses							
	Current Tax (for the year)	2.50	-	-	2.50	-	2.50	-
	Current Tax (relating to prior years)	(3.00)	-	1.27	(3.00)	0.76	(3.00)	0.76
	Deferred Tax	1.71	(0.39)	(0.36)	0.93	2.71	0.93	2.71
7	Net Profit / (Loss) for the period after Tax (5-6)	33.68	23.94	(14.61)	69.59	(13.85)	612.02	52.67
8	Other Comprehensive Income							
	Items that will not be re-classified to Profit or Loss :							
	Remeasurements of post employment benefit	(1.65)	0.36	(4.67)	(3.11)	(1.72)	(5.12)	0.37
	Income tax relating to these items	0.81	0.13	0.96	0.81	(0.44)	0.81	(0.44)
9	Total Comprehensive Income for the period (7-8)	32.84	23.45	(10.91)	67.29	(16.01)	607.71	52.60
10	Profit / (Loss) attributable to:							
	Owners of the parent	-	-	-	-	-	362.45	22.93
	Non controlling interest	-	-	-	-	-	249.57	29.74
	Other Comprehensive Income attributable to:							
	Owners of the parent	-	-	-	-	-	(3.39)	(0.07)
	Non controlling interest	-	-	-	-	-	(0.93)	-
	Total Comprehensive Income attributable to:							
	Owners of the parent	-	-	-	-	-	359.07	22.86
	Non controlling interest	-	-	-	-	-	248.64	29.74
11	Paid-up Equity Share Capital (Face value Rs. 10/- per share)	40.40	40.40	40.40	40.40	40.40	40.40	40.40
12	Other Equity	-	-	-	1,752.60	1,685.31	2,185.81	1,827.67
13	Earning Per Share - (Basic, diluted and not annualised) (Rs.)	8.34	5.92	(3.62)	17.22	(3.43)	89.71	13.05

POLYCHEM LIMITED
CIN NO:L24100MH1955PLC009663
Regd. Office - 7 J Tata Road, Mumbai - 400020
Telephone: 91 22 22820048; Email :polychemltd@kilachand.com
Website :www.polychemltd.com

Statement of Audited Standalone and Consolidated Assets and Liabilities as at March 31, 2019				
Particulars	(Rs. in Lakhs)			
	Standalone		Consolidated	
	As At		As At	
	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-18
	Audited	Audited	Audited	Audited
ASSETS				
Non-current assets				
Property, plant and equipment	95.92	52.71	264.37	220.43
Other Intangible assets	0.81	1.32	1.83	2.76
Intangible assets under development	-	-	8.28	-
Financial assets				
Investments	859.36	422.82	742.71	306.18
Loans	2.00	4.35	2.00	4.35
Other financial assets	11.87	11.87	16.72	16.72
Deferred tax assets (Net)	11.42	11.54	11.42	11.54
Other non-current assets	59.31	58.68	59.47	58.86
Total non-current assets	1,040.69	563.29	1,106.80	620.84
Current Assets				
Inventories	232.51	219.77	478.99	502.88
Financial Assets				
Trade receivables	368.42	324.26	853.40	727.64
Cash and cash equivalents	77.51	126.13	101.22	154.63
Bank balances other than cash and cash equivalents	70.31	160.26	70.83	160.78
Loans	88.75	450.02	13.62	11.56
Other financial assets	4.73	1.18	4.86	1.35
Current tax assets (Net)	16.36	16.53	16.36	16.53
Other current assets	80.00	47.00	84.05	49.96
Total current assets	938.59	1,345.16	1,623.33	1,625.33
Assets held for sale	-	-	31.39	-
Total assets	1,979.28	1,908.45	2,761.52	2,246.17
EQUITY AND LIABILITIES				
Equity				
Equity Share capital	40.40	40.40	40.40	40.40
Other Equity	1,752.60	1,685.31	2,185.83	1,827.67
Non Controlling Interest	-	-	(65.80)	(315.37)
Total equity	1,793.00	1,725.71	2,160.43	1,552.70
Liabilities				
Non-current liabilities				
Provisions	-	-	22.68	19.00
Total non-current liabilities	-	-	22.68	19.00
Current liabilities				
Financial Liabilities				
Trade payables				
Total outstanding dues of Micro & Small Enterprises	48.51	-	48.51	-
Other than Micro & Small Enterprises	88.52	132.38	98.59	227.07
Other financial liabilities	7.86	14.89	321.06	328.12
Other current liabilities	40.06	34.76	88.80	103.79
Provisions	1.33	0.70	21.45	15.49
Total current liabilities	186.28	182.74	578.41	674.47
Total equity and liabilities	1,979.28	1,908.45	2,761.52	2,246.17

Place: Mumbai
Date : May 11, 2019


P. T. Kilachand
(DIN - 00005516)
Managing Director

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Statement of Audited Segment Information for the Year Ended March 31, 2019

		(Rs. in Lakhs)	
Sr. No.	Particulars	Year ended on	
		31-Mar-19	31-Mar-18
		Audited	Audited
1	Segment Revenue (net sale/income from each segment)		
	(a) Property Development	-	-
	(b) Specialty Chemicals	1,856.32	1,636.05
	(c) Manufacturing and trading in Capacitors	2,253.12	1,428.41
	(d) Unallocated	102.12	92.81
	Total	4,211.56	3,157.27
	Less: Inter Segment Revenue	-	-
	Revenue from operations	4,211.56	3,157.27
2	Segment Results Profit/Loss before tax and interest from each segment		
	(a) Property Development	-	-
	(b) Speciality Chemicals	265.38	189.15
	(c) Manufacturing and trading in Capacitors	542.43	66.53
	(d) Unallocated	-	-
	Total	807.81	255.68
	Less:		
	(i) Other Un-allocable Expenditure (net off)	195.36	199.54
	Total Profit Before Tax	612.45	56.14
3	Segment Asset (Segment assets - Segment liabilities)		
	(a) Property Development	159.34	158.80
	(b) Speciality Chemicals	608.91	562.09
	(c) Manufacturing and trading in Capacitors	978.86	896.82
	(d) Unallocated	1,014.41	628.46
	Total	2,761.52	2,246.17
	Segment Liabilities		
	(a) Property Development	-	-
	(b) Speciality Chemicals	141.65	138.23
	(c) Manufacturing and trading in Capacitors	414.84	510.79
	(d) Unallocated	44.60	44.45
	Total	601.09	693.47

Segment information

Segment information for primary segment reporting (by business segments).

The Company has two business segments:

- (i) Property Development
- (ii) Specialty Chemicals
- (iii) Manufacturing and trading in Capacitors

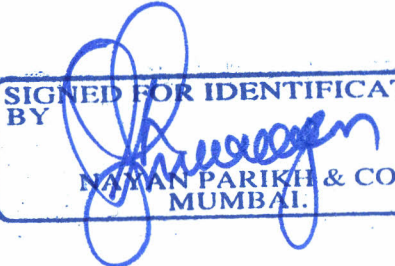
Notes :

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on May 11, 2019.
- 2 A dividend of Rs.2.50/- per equity share (Previous Year - Rs.2.50/-) (25% of the face value of Rs.10/- each) has been recommended by the Board of Directors which is subject to the approval of the shareholders.
- 3 These results have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 4 Figures of the quarter ended March 31, 2019 are the balancing figures between audited figures in respect of the full financial year and the published year to date unaudited figures upto the third quarter of year ended March 31, 2019.
- 5 Revenue from operations for the quarter and period ended March 31, 2019 are shown net of Goods and Service Tax (GST). Net sales for the corresponding period ended is shown inclusive of excise duty and includes excise duty upto June 30, 2017. For comparison purpose revenue excluding excise duty is given below:

Sr. No.	Particulars	Quarter ended on			Year ended on		Year ended on	
		31-Mar-19	31-Dec-18	31-Mar-18	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-18
		Audited	Unaudited	Audited	Audited	Audited	Audited	Audited
(a)	Total Revenue from operations	442.38	480.03	402.74	1,856.32	1,636.05	4,109.44	3,065.45
(b)	Excise duty on sales (included in other expenses)	-	-	-	-	47.07	-	48.06
(c)	Total Revenue from operations excluding Excise duty on Sales	442.38	480.03	402.74	1,856.32	1,588.98	4,109.44	3,017.39

- 6 Previous quarter's/year's figures have been regrouped wherever necessary to confirm to those of current quarter's/year's classification.

Place: Mumbai
Date : May 11, 2019

SIGNED FOR IDENTIFICATION
BY

NAYAN PARIKH & CO
MUMBAI.



P T KILACHAND
(DIN - 00005516)
Managing Director