

Date: June 30, 2020

To
BSE Limited
Compliance Department
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai - 400001.

Dear Sir/Madam,

Sub: Outcome of the Board Meeting held on June 30, 2020, pursuant to Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").

Ref: Security Code: 514418

Further to our letter dated June 23, 2020, we wish to inform you that the Board of Directors of the Company at its meeting held today has considered and approved the Audited Financial Results for the fourth quarter and year ended March 31, 2020.

A copy of the above Audited Financial Results as reviewed by the Audit Committee and the Audit Report with unmodified opinion, as received from the Statutory Auditors, viz; M/s. NGST and Associates is enclosed for your information and record. We confirm that the Auditors' Report is with unmodified opinion.

Further, we would also like to inform you that the Board of Directors has recommended a Final Dividend of Re. 1/- per Equity Share of the face value of Rs. 10/- each for the financial year ended March 31, 2020.

We shall inform you in due course the date on which the Company will hold its Annual General Meeting for the year ended March 31, 2020, the record dates and the date from which dividend, if approved by the shareholders, will be paid to the shareholders.

In accordance with the Circular Nos. SEBI/HO/CFD/CMD1/CIR/P/2020/48 dated March 26, 2020 and SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 granting relaxation from the provisions of Regulation 47 of the SEBI Regulations, the Financial Results of the Company will not be advertised in the newspapers. The Outcome of the Board Meeting with the Financial Results will be available on the Company's website.

The above meeting of the Board of Directors concluded at 2.35 p.m.

We request you to disseminate the above information on your website.

Thanking you,
Yours faithfully,
For Mangalam Organics Limited



Heena Tank
Company Secretary
Encl: As above

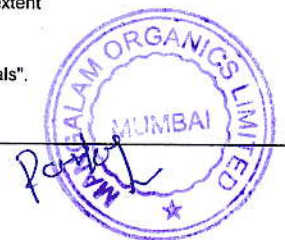


AUDITED FINANCIAL RESULTS FOR THE 4TH QUARTER AND YEAR ENDED ON 31st MARCH, 2020

Sr. No.		Quarter ended on			Year ended on	Year ended on
		31.03.2020 Un-Audited	31.12.2019 Un-Audited	31.03.2019 Un-Audited	31.03.2020 Audited	31.03.2019 Audited
1	Income					
	[a] Revenue from operations	8,192.45	8,054.36	10,639.51	37,452.44	42,462.48
	[b] Other Income	(86.72)	4.15	-	102.89	179.97
	Total Income [1a + 1b]	8,105.73	8,058.51	10,639.51	37,555.33	42,642.45
2	Expenses					
	[a] Cost of material consumed	3,017.59	4,235.10	6,610.74	20,970.42	24,936.70
	[b] Purchase of stock-in-trade	50.26	81.66	86.79	400.44	404.00
	[c] Change of inventories of finished goods, work in process and stock-in-trade	526.93	374.85	(326.90)	(468.36)	(829.33)
	[d] Employee benefit expenses	694.19	615.91	544.40	2,546.06	2,224.59
	[e] Finance cost	84.26	112.30	95.72	521.90	363.42
	[f] Depreciation and amortisation expenses	319.83	211.63	202.11	897.35	621.17
	[g] Other expenses	1,267.65	1,387.92	969.77	5,370.36	4,862.20
	Total Expenses (a)+(b)+(c)+(d)+(e)+(f)+(g)	5,960.71	7,019.37	8,182.63	30,238.17	32,582.75
3	Profit/(Loss) before exceptional Items / and tax (1-2)	2,145.02	1,039.14	2,456.88	7,317.16	10,059.70
4	Exceptional items	(513.95)	(512.00)	214.69	(1,025.95)	102.88
5	Profit / (loss) before tax (3-4)	1,631.07	527.14	2,671.57	6,291.21	10,162.58
6	Tax expenses					
	Current Tax	315.90	150.00	1,085.38	1,478.78	2,885.38
	Deffered tax (Income) / Expenses	30.62	-	11.45	18.76	11.45
7	Other comprehensive Income /Exp. (net of tax)	37.65	-	(26.24)	37.65	(26.24)
8	Total Comprehensive Income for the period (Net of Tax) (5-6+7)	1,246.90	377.14	1,548.50	4,756.02	7,239.51
9	Paid-up equity share capital [Face Value of each share Rs. 10/-]	856.44	856.44	856.44	856.44	856.44
10	Other Equity	-	-	-	15,933.44	11,278.04
11	Earnings Per Share in Rs. (nominal value of share of Rs. 10/- each) Basic & Diluted - Not annualised	14.56	4.40	18.08	55.53	84.05

NOTES :

- The above audited Financial Results were reviewed by the Audit Committee and thereafter were approved by the Board of Directors of the Company at its meeting held on 30th June, 2020. The statutory auditors have carried out audit of the above financial results.
- The financial results of the Company have been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 (IND-AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- The segment-wise reporting as defined in Ind-AS-108 is not applicable since the Company has only one reportable segment " Chemicals".
- Corresponding figures of the previous period have been re-grouped / re-arranged wherever necessary to make them comparable.



- 5] The Board of Directors recommended final dividend of Rs 1.00 for the financial year 2019-20. The payment is subject to approval of the share holders in the ensuing Annual General Meeting.
- 6] The operations of the Company were impacted, due to shutdown of the plant and offices at various locations following lockdown imposed by the government authorities to contain spread of COVID-19 pandemic. The Company has resumed operations in a phased manner in the month of April 2020 as per the directives from the respective government authorities. The Company has evaluated the impact of this pandemic on its business operations and financial position and made an assessment of its liquidity position for the foreseeable future and of the recoverability and carrying values of its assets as at the balance sheet date, and has concluded that there are no adjustments required in the financial statements for the year ended March 31, 2020. However, the impact assessment of COVID-19 is a continuous process given the uncertainty associated with its nature and duration.
- 7] Exceptional item represents amounts paid/ adjusted towards settlement of indirect tax cases opted under Sabka Vishwas (Legacy Dispute Resolution Scheme), 2019 ("SVLDRS"). The Company has obtained discharge certificates for full and final settlement under SVLDRS.

Place : Mumbai
Date : 30th June, 2020

For Mangalam Organics Limited

Pannkaj Dujodwala
Pannkaj Dujodwala
Managing Director (DIN 00546353)



STATEMENT OF ASSETS & LIABILITIES		(Rs. In Lakhs)	
Particulars	As on 31st March-2020	As on 31st March-2019	
ASSETS			
(1) <u>Non-current assets</u>			
(a) Property, Plant and Equipment	10,182.53	5,089.24	
(b) Capital work-in-progress	345.30	405.12	
(c) Financial Assets	-	-	
(i) Investments	0.25	0.25	
(ii) Loans	257.26	177.09	
(iii) Other financial assets	15.87	14.37	
	10,801.21	5,686.07	
(2) <u>Current assets</u>			
(a) Inventories	6,471.29	6,640.46	
(b) Financial Assets			
(i) Investments	-	-	
(ii) Trade receivables	3,131.72	3,724.66	
(iii) Cash and cash equivalents	64.74	253.04	
(iv) Bank balances & other than (iii) above	4.35	0.51	
(v) Other financial assets	55.69	286.43	
(vi) Current Tax assets (net)	102.71	-	
(c) Other current assets	857.29	2,700.64	
	10,687.79	13,605.74	
Total Assets	21,489.00	19,291.81	
EQUITY AND LIABILITIES			
(1) <u>Equity</u>			
(a) Equity Share capital	856.44	856.44	
(b) Other Equity	15,933.45	11,278.05	
	16,789.89	12,134.49	
<u>Liabilities</u>			
(2) <u>Non-current liabilities</u>			
(a) Financial Liabilities			
(i) Borrowings	881.55	628.45	
(b) Provisions	261.73	216.71	
(c) Deferred tax liabilities (net)	303.85	277.51	
	1,447.13	1,122.67	
(3) <u>Current liabilities</u>			
(a) Financial Liabilities			
(i) Borrowings	859.97	4,330.90	
(ii) Trade payables	1,139.19	1,314.76	
(iii) Other financial liability	281.33	28.91	
(b) Other current liabilities	923.52	224.66	
(c) Provisions	47.97	11.89	
(d) Current tax liabilities (net)	-	123.53	
	3,251.98	6,034.65	
Total Equity and Liabilities	21,489.00	19,291.81	



CASH FLOW STATEMENT FOR THE YEAR ENDED March 31st, 2020

		Amt. in Rs.	
		As on 31st March-2020	As on 31st March-2019
A.	Cash flow from operating activities :		
	Net profit before tax	6,291.21	10,162.59
		-	-
	Adjustment For :		
	Depreciation	897.35	621.17
	Interest Income	(0.91)	(16.89)
	Dividend received	(0.04)	(0.04)
	Interest paid	521.90	363.41
	(Profit)/ Loss on sale of fixed assets & loss by fire	2.11	12.69
	Operating profit before working capital changes	7,711.62	11,142.93
	Adjustment For :		
	Trade & other receivables	2,581.53	(1,436.47)
	Inventories	169.16	(3,248.66)
	Trade and other payables	576.04	(497.21)
	Cash generated from operations	11,038.35	5,960.59
	Income tax paid	(1,705.03)	(3,041.00)
	Net cash generated from operating activities - I	9,333.32	2,919.59
B.	Cash flow from investing activities :		
	Payments for property, plant and equipment	(5,930.82)	(2,757.07)
	Interest income	0.91	16.89
	Dividend received	0.04	0.04
	Proceeds from property, plant and equipment	-	-
	Proceeds from sale of current investments	-	50.69
	Net cash (used) in investing activities - II	(5,929.87)	(2,689.45)
C	Cash flow from financing activities		
	(Repayment)/ Proceeds of/ from short term borrowings	(3,222.34)	442.96
	Utilised for buy-back of shares	-	(1,122.95)
	Dividend and dividend distribution tax paid	(100.61)	(103.25)
	(Repayment)/ proceed of/ from long term borrowings	253.10	551.58
	Interest paid	(521.90)	(363.42)
	Net cash generated in financing activities - III	(3,591.75)	(595.08)
	Net (decrease) in cash and cash equivalents	(188.30)	(364.93)
	Opening balance of cash & cash equivalents	253.04	617.97
	Closing balance of cash & cash equivalents	64.74	253.04

For Mangalam Organics Limited

Pannkaj Dujodwala
Pannkaj Dujodwala
Managing Director DIN 00546853

Place : Mumbai
Date : 30th June, 2020





INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Mangalam Organics Limited
Report on the Audit of Financial Results

Opinion

1. We have audited the annual financial results of Mangalam Organics Limited (hereinafter referred to as the 'Company') for the year ended March 31, 2020 and the statement of assets and liabilities and the statement of cash flows as at and for the year ended on that date, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial results:
 - I. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
 - II. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Company for the year ended March 31, 2020 and the statement of assets and liabilities and the statement of cash flows as at and for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the 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 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 obtained by us is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

4. We draw your attention to Note 6 to the financial results which explains the uncertainties and the management's assessment of the financial impact due to the lock-downs and other restrictions and conditions related to Covid-19 pandemic situation, for which a definitive assessment of the impact in the subsequent period is dependent upon circumstances as they evolve. Further, our attendance at the physical inventory verification done by the management was impracticable under the lock-down restrictions imposed by the governments and we have therefore, performed the related alternate audit procedures including relying on the work of other Chartered Accountants to obtain comfort over the existence and condition of inventory at year end. Our opinion is not modified in respect of this matter.

Board of Directors' Responsibilities for the Financial Results

5. These financial results have been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Company





and the statement of assets and liabilities and the statement of cash flows in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Board of Directors of the Company are responsible for 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the financial results by the Directors of the Company, as aforesaid.

6. In preparing the financial results, the Board of Directors of the Company are responsible for assessing the ability of the Company 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.
7. The Board of Directors of the Company are responsible for overseeing the financial reporting process of the Company.

Auditor's Responsibilities for the Audit of the Financial Results

8. Our objectives are to obtain reasonable assurance about whether the 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 financial results.
9. As part of an 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 results, whether due to fraud or error, 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 with reference to financial statements 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 the Board of Directors.
 - Conclude on the appropriateness of the Board of Directors 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 ability of the Company 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 results 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 results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.
10. We communicate with those charged with governance of the Company 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.

Other Matters

11. The Financial Results include the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which were subject to limited review by us.
12. The annual financial results dealt with by this report has been prepared for the express purpose of filing with the stock exchanges. These results are based on and should be read with the audited financial statements of the Company for the year ended March 31, 2020 on which we issued an unmodified audit opinion vide our report dated June 30, 2020.

Place: Mumbai
Date: June 30, 2020



For: NGST & Associates
Chartered Accountants
Firm Reg. No. – 135159W

Bhupendra

Bhupendra Gandhi
Partner

Membership No. 122296

UDIN - 20122296 AAAABD8282