

# SOUTHERN MAGNESIUM AND CHEMICALS LIMITED

Deccan Chambers, 5<sup>th</sup> Floor, 6-3-666/B, Somajiguda, Hyderabad-500 082  
Phones: 23311789, 23312341, Fax: 040-23319871 E-Mail: [southernmagnesium@gmail.com](mailto:southernmagnesium@gmail.com)  
CIN : L27109TG1985PLC005303

To  
The Bombay Stock Exchange Limited,  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai - 400 001

Date: 10.05.2019  
Place: Hyderabad

## **SUB: Intimation to BSE about outcome of Board Meeting -Reg**

Dear Sir / Madam,

With reference to the above cited subject, Board of Directors of the company at their meeting held on Friday, 10<sup>th</sup> May 2019, inter-alia has transacted the following item of agenda:

- Financial Results along with Audit Report have been approved for Quarter and financial year ended 31.03.2019.

**This is for your information and record.**

**For Southern Magnesium and Chemicals Limited**

**Mr. N. Rajender Prasad**  
**Joint Managing Director & CFO**



# **SOUTHERN MAGNESIUM AND CHEMICALS LIMITED**

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CIN : L27109TG1985PLC005303

Date: 10.05.2019

To  
Department of Corporate Services  
BSE Limited,  
14<sup>th</sup> Floor, PJ Towers,  
Dalal Street,  
Mumbai – 400 001

Dear Sir,

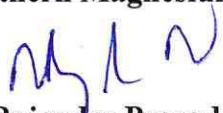
Sub: Declaration pursuant to Regulation 33 (3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended

Ref: Scrip code: 513498, Scrip ID: SOUTHMG

In terms of Regulation 33 (3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, we confirm that the Statutory Auditors, Brahmayya & co, have issued an Audit Report dated 10.05.2019 with unmodified opinion on the Audited financial results of the company for the quarter and year ended 31.03.2019.

Thanking You,  
Yours Faithfully,

**For Southern Magnesium and Chemicals Limited**

  
**Mr. N. Rajender Prasad**  
**Jt. Managing Director and CFO**

## SOUTHERN MAGNESIUM AND CHEMICALS LIMITED

CIN: L27109TG1985PLC005303

Regd. office : Deccan Chambers, 5th Floor, 6-3-666/B, Somajiguda, Hyderabad – 500 082

Audited Financial Results for the Quarter and the Year ended 31st March, 2019

(Rupees in lakhs)

S.NO	Particulars	For the Quarter ended			Year Ended	
		3/31/2019 Audited	12/31/2018 Unaudited	3/31/2018 Audited	3/31/2019 Audited	3/31/2018 Audited
I	Revenue From Operations	82.68	174.68	20.41	441.90	161.83
II	Other Income	1.12	5.11	0.85	4.54	3.62
III	Total Income (I+II)	83.80	179.79	21.26	446.44	165.45
IV	<b>EXPENSES</b>					
	Cost of materials consumed	10.82	42.92	11.02	66.15	77.99
	Purchase of stock in trade	-	-	-	-	-
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	17.19	14.22	(0.95)	80.63	50.00
	Employee benefits expense	16.68	13.24	13.30	58.15	51.01
	Finance costs	0.55	1.61	2.68	7.99	9.09
	Depreciation and amortization expense	1.84	1.78	1.80	7.18	4.57
	Other expenses	29.78	12.43	7.29	57.51	49.02
	Total expenses (IV)	76.86	86.20	35.14	277.61	241.68
V	Profit/(loss) before exceptional items and tax (I- IV)	6.94	93.59	(13.88)	168.83	(76.24)
VI	Exceptional Items	-	-	(33.30)	-	(33.30)
VII	Profit/(loss) before tax (V-VI)	6.94	93.59	(47.18)	168.83	(109.54)
VIII	Tax expense:					
	(1) Current tax	(31.96)	-	-	(31.96)	-
	(2) Deferred tax	-	-	(1.72)	-	(1.72)
IX	Profit (Loss) for the period (VII-VIII)	(25.02)	93.59	(45.46)	136.87	(107.82)
X	Other Comprehensive Income					
	A (i) Items that will not be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-
	B (i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	Total Other Comprehensive income (net of taxes)	-	-	-	-	-
XI	Total Comprehensive Income for the period	(25.02)	93.59	(45.46)	136.87	(107.82)
XII	Earnings per equity share- Basic and Diluted	(0.83)	3.12	(1.52)	4.56	(3.59)
	Weighted Average number of equity shares in nos	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000

**Notes:**

- The Audited financial results of the Company have been prepared in accordance with the Indian Accounting standards (IND AS) as prescribed under section 133 of the Companies Act 2013 read with the Companies (Indian Accounting Standard) Rules 2015 (as amended).
- The above results for the year ended / quarter ended 31st March, 2019, were reviewed by Audit Committee and approved by the Board of Directors in their meeting held on 10th May, 2019 .
- The Company's business activity falls within a single business segment i.e Magnesium in terms of IND AS 108 on operating segments.
- The figures for the last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the respective financial year.
- Previous figures have been regrouped or rearranged wherever necessary to confirm current year classification.

For and on behalf of Board of Directors

N.Rajender Prasad

Joint Managing Director

Place : Hyderabad

Date : 10-05-2019

For Southern Magnesium &amp; Chemicals Limited

Joint Managing Director



**Southern Magnesium and Chemicals Limited**

CIN- L27109TG1985PLC005303

Regd. office : Deccan Chambers, 5th Floor, 6-3-666/B, Somajiguda, Hyderabad – 500 082 .

**BALANCE SHEET AS AT 31ST MARCH, 2019**

Rs.in lakhs

Particulars	Note No.	As per IND AS	
		As at 31-03-2019	As at 31-03-2018
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, Plant and Equipment	2	42.12	49.08
b) Other Non Current Assets		1.16	1.18
		<b>43.28</b>	<b>50.26</b>
<b>Current assets</b>			
(a) Inventories	3	229.36	227.15
(b) Financial Assets			
(i) Trade receivables	4	26.10	21.60
(ii) Cash and cash equivalents	5	67.29	47.05
(iii) Others financial assets	6	2.15	5.07
(c) Other current assets	7	15.15	3.86
		<b>340.05</b>	<b>304.74</b>
<b>Total Assets</b>		<b>383.33</b>	<b>354.99</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity Share capital	8	300	300
(b) Other Equity	9	(21.30)	(158.14)
		<b>278.70</b>	<b>141.86</b>
<b>Liabilities</b>			
<b>Non - current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	10	26.55	29.80
(b) Deferred tax liabilities		6.07	6.07
		<b>32.62</b>	<b>35.87</b>
<b>Current liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	11	28.30	110.48
(ii) Trade payables	12		
Micro and small enterprises		-	-
Creditors other than micro and small enterprises		-	9.76
(iii) Other financial liabilities	13	17.93	9.23
(b) Other current liabilities	14	22.76	47.55
(c) Provisions	15	3.02	0.24
		<b>72.00</b>	<b>177.26</b>
Contingent Liabilities and Commitments			
<b>Total Equity and Liabilities</b>		<b>383.33</b>	<b>354.99</b>

For and on behalf of Board of Directors



N.Rajender Prasad  
Joint Managing Director

Place : Hyderabad

Date : 10-05-2019



**Auditor's Report on Quarterly Financial Results and Year to Date Financial Results of Southern Magnesium and Chemicals Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015**

To  
Board of Directors of **SOUTHERN MAGNESIUM AND CHEMICALS LIMITED.**

We have audited the accompanying financial results of **SOUTHERN MAGNESIUM AND CHEMICALS LIMITED** ("Company") for the quarter ended 31<sup>st</sup> March, 2019 and the year to date financial results for the period from 1<sup>st</sup> April, 2018 to 31<sup>st</sup> March, 2019 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July 2016.

These quarterly financial results as well as the year to date financial results have been prepared on the reviewed financial results up to the end of the third quarter and audited annual Ind AS financial statements respectively, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such Ind AS financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). 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 our audit provides a reasonable basis for our opinion.

Based on our audit conducted as above, in our opinion and to the best of our information and according to the explanation given to us these quarterly financial results as well as the year to date financial results:

- i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5<sup>th</sup> July 2016. in this regard; and





*Brahmayya & Co.,*

CHARTERED ACCOUNTANTS

VIJAYAWADA, HYDERABAD, VISAKHAPATNAM, GUNTUR, KAKINADA, TANUKU, ALSO AT CHENNAI, BANGALORE AND ADONI.

- ii) give a true and fair view of the net profit, other comprehensive income and other financial information for the quarter ended 31st March, 2019 as well as the year to date financial results for the period from 1st April, 2018 to 31st March, 2019.

The statement includes the result for the quarter ended 31<sup>st</sup> March 2019 and the corresponding quarter ended in the previous year as reported in these financial results are the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the end of the third quarter of the current and previous financial year respectively.

for **BRAHMAYYA & CO.**  
Chartered Accountants  
Firm's Regn No. 000513S



*K. Shrawan*  
**(K.SHRAVAN)**  
Partner  
Membership No. 215798

Place : Hyderabad  
Date : 10.05.2019