

CHEMFAB/SEC/2021-2022

July 30, 2021

The Manager,
Listing Department
The BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai- 400 001.

The Manager,
Listing Department
National Stock Exchange of India Limited
“Exchange Plaza”
Bandra - Kurla Complex, Bandra (E)
Mumbai - 400 051.

BSE – Security Code: 541269

NSE Symbol: CHEMFAB

Dear Sir/ Madam,

Sub: Un-Audited Standalone and Consolidated Financial Results for the quarter ended June 30, 2021

Ref: Reg. 33(3) of SEBI (LODR) Regulations, 2015, and SEBI CIR/CFD/CMD/56/2016 dated 27th May, 2016.

Pursuant to SEBI Circular No. CIR/CFD/CMD/56/2016 dated 27th May, 2016 dated May 27, 2016, We hereby confirm that M/s. Deloitte Haskins & Sells LLP, Statutory Auditors of the Company have issued Limited Review Report on the Un-Audited Standalone and Consolidated Financial Results of the company for the quarter ended June 30, 2021.

We herewith enclosed the Un-Audited Standalone and Consolidated Financial Results of the company for the quarter ended June 30, 2021 as recommended by the Audit Committee and approved by the Board of Directors.

The Board Meeting commenced at 3.15 P.M and Concluded at 4.45 P.M

Kindly take the above information on record.

Thanking You,

Yours faithfully,

For CHEMFAB ALKALIS LIMITED



Dr. V. Rajesh
Company Secretary



**INDEPENDENT AUDITOR'S REVIEW REPORT ON
REVIEW OF INTERIM STANDALONE FINANCIAL RESULTS**

TO THE BOARD OF DIRECTORS OF CHEMFAB ALKALIS LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **CHEMFAB ALKALIS LIMITED** ("the Company") for the quarter ended 30 June 2021 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, 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.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



P Usha Parvathy

Digitally signed by P Usha
Parvathy
Date: 2021.07.30 16:34:08
+05'30'

P Usha Parvathy
Partner
Membership No. 207704

Chennai, 30 July 2021
Unique Document Identification Number: 21207704AAAAABL9037

Chemfab Alkalis Limited
CIN:L24290TN2009PLC071563
 Regd. Office: Team House, Vandalur, Chennai 600 048.
 Phone No: +91 44 22750323 Fax No: +91 44 22750860

(Amount Rs. In Lakhs)

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30/06/2021

Sl. No.	Particulars	3 Months ended 30/06/2021	Preceding 3 Months ended 31/03/2021	Corresponding 3 months ended 30/06/2020 in the previous year	Previous Year ended 31/03/2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income				
	(a) Revenue from Operations	4,704.22	5,137.97	4,039.21	18,081.13
	(b) Other Income	179.13	56.59	28.05	138.35
	Total Income	4,883.35	5,194.56	4,067.26	18,219.48
2	Expenses				
	(a) Cost of Materials Consumed	724.48	760.25	522.28	2,534.59
	(b) Purchase of Stock in trade	148.73	615.06	276.54	1,814.41
	(c) Changes in Inventories of Finished goods and Work-in-Progress	(119.48)	28.40	(33.19)	(44.48)
	(d) Direct Manufacturing Expenses - Power, Fuel & Others	2,080.50	2,014.39	1,559.66	7,307.29
	(e) Employee Benefits Expense	452.66	511.29	451.53	1,834.55
	(f) Finance Cost	52.22	55.93	77.05	245.17
	(g) Depreciation and Amortisation Expense	529.87	507.29	513.43	2,022.02
	(h) Other Expenses	573.25	873.41	470.92	2,294.23
	Total Expenses	4,442.23	5,366.02	3,838.22	18,007.78
3	Profit/ (Loss) before Tax (1-2)	441.12	(171.46)	229.04	211.70
4	Tax Expense				
	- Current tax				
	Current Year	78.87	56.93	39.91	128.42
	Prior Years	-	-	-	-
	- Deferred tax	55.77	937.97	22.50	887.23
	Total Tax Expense	134.64	994.90	62.41	1,015.65
5	Net Profit/ (Loss) after Tax (3-4)	306.48	(1,166.36)	166.63	(803.95)
6	Other Comprehensive Income				
	(a) Items that will not be reclassified to the Statement of Profit and Loss				
	- Remeasurement of net defined benefit liability	18.34	85.35	0.70	73.34
	- Fair value gain/ (loss) on investments in equity instruments designated as at FVTOCI	1.06	0.24	(4.00)	1.68
	- Income tax relating to items that will not be reclassified to profit or loss	(5.34)	(24.86)	1.17	(21.36)
	(b) Items that will be reclassified to the Statement of Profit and Loss	-	-	-	-
	Total Other Comprehensive Income/ (Loss) Net of Tax	14.06	60.73	(2.13)	53.66
7	Total Comprehensive Income / (Loss) (5+6)	320.54	(1,105.63)	164.50	(750.29)
8	Paid-up Equity Share Capital (Face Value of Rs. 10 per share) (Refer note 2)	1,406.95	1,406.05	1,398.81	1,406.05
9	Reserves (Other Equity)				25,350.00
10	Earning per Share (Face Value of Rs. 10 per share)	(not annualised)	(not annualised)	(not annualised)	
	(a) Basic	2.18	(8.30)	1.19	(5.74)
	(b) Diluted	2.16	(8.30)	1.19	(5.74)



NOTES:

- 1 The above Statement of Standalone unaudited financial results were reviewed and recommended by the Audit Committee at its meeting held on 30 July 2021 and approved by the Board of Directors of the Company at their meeting held on that date.
- 2 During the quarter ended 30 June 2021, the Company has allotted 9,000 Equity shares of Rs. 10 each upon exercise of Employee stock options by the eligible employees under Employee's Stock Option Scheme "CAESOS 2015". Consequently, the paid up share capital of the Company has increased from Rs. 1,406.05 Lakhs to Rs. 1,406.95 Lakhs during the quarter ended 30 June 2021.

Pursuant to the Chemfab Alkalis Employee Stock Option Scheme 2020 (CASEOS - 2020) the Nomination and Remuneration Committee of the Company has granted 322,000 options to its eligible employees, during the previous year ended 31 March 2021.
- 3 The Company has identified its reportable segments in accordance with Ind AS 108 - Operating Segments. Accordingly, two reportable segments i.e. Chemicals and Related Products and PVC - O Pipes have been identified, the details of which are given below:

(Amount Rs. In Lakhs)

Sl. No.	Particulars	3 Months ended 30/06/2021	Preceding 3 Months ended 31/03/2021	Corresponding 3 months ended 30/06/2020 in the previous year	Previous Year ended 31/03/2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Segment Revenue				
I	a) Chemicals and related Products	3,795.34	3,732.44	2,940.43	13,411.73
	b) PVC-O Pipes	908.88	1,407.44	1,098.78	4,671.31
		4,704.22	5,139.88	4,039.21	18,083.04
	Less: Inter Segment Revenue	-	(1.91)	-	(1.91)
	Net Segment Revenue	4,704.22	5,137.97	4,039.21	18,081.13
	Segment Result before tax				
II	a) Chemicals and related Products	261.50	(269.67)	102.51	5.51
	b) PVC-O Pipes	52.71	97.55	175.53	313.01
	Total	314.21	(172.12)	278.04	318.52
	Less: Inter Segment Result	-	-	-	-
	Less: Finance Cost	(52.22)	(55.93)	(77.05)	(245.17)
Add: Other Income	179.13	56.59	28.05	138.35	
	Total Profit / (Loss) Before Tax	441.12	(171.46)	229.04	211.70
	Segment Assets:				
III	a) Chemicals and related Products	18,231.67	17,872.84	19,345.23	17,872.84
	b) PVC-O Pipes	7,898.47	8,138.85	8,347.03	8,138.85
	Total Segment Assets	26,130.14	26,011.69	27,692.26	26,011.69
	Add: Unallocable assets	6,421.92	7,497.05	7,662.99	7,497.05
	Total Assets	32,552.06	33,508.74	35,355.25	33,508.74
	Segment Liabilities:				
IV	a) Chemicals and related Products	2,529.74	2,622.95	3,269.51	2,622.95
	b) PVC-O Pipes	498.64	928.85	713.85	928.85
	Total Segment Liabilities	3,028.38	3,551.80	3,983.36	3,551.80
	Add: Unallocable liabilities	2,418.82	3,200.89	3,613.18	3,200.89
	Total Liabilities	5,447.20	6,752.69	7,596.54	6,752.69

- 4 The Board of Directors of the Company at their meeting held on 31 March 2021, subject to the approval of the shareholders, have authorised sale of the Ongole Plant and directed the management to assess the market value and identify prospective buyers. Accordingly the assets of Ongole Plant has been considered as "Asset Held for Sale" and the Company has assessed and concluded that no further adjustments are required to the carrying value as at 30 June 2021.
- 5 During the year ended 31 March 2020, the Company had incorporated a wholly owned subsidiary, Chemfab Alkalis Karaikal Limited (CAKL) which is yet to commence operations.
- 6 The Company has taken into account potential impacts of COVID-19 in the preparation of the standalone unaudited financial results. Based on the information currently available, there is no material impact on carrying amounts of assets held for sale, inventories, trade and other receivables, investments and other financial assets though management continues to monitor changes in future economic conditions.
- 7 There are no material adjustments made in the results for the quarter ended 30 June 2021 which pertain to earlier periods.
- 8 Previous period figures have been regrouped to conform to current period presentation.

For Chemfab Alkalis Limited



Suresh Krishnamurthi Rao
 Chairman

DIN No: 00127809

Place: Chennai
 Date: 30 July 2021

**INDEPENDENT AUDITOR'S REVIEW REPORT ON
REVIEW OF INTERIM CONSOLIDATED FINANCIAL RESULTS**

TO THE BOARD OF DIRECTORS OF CHEMFAB ALKALIS LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **CHEMFAB ALKALIS LIMITED** ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group"), for the Quarter ended 30 June 2021 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. The Statement includes the results of the following entities:

Name of the entity	Relationship
Chemfab Alkalys Limited	Parent Company
Chemfab Alkalys Karaikal Limited	Subsidiary Company

5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, 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.



For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

P Usha Parvathy

Digitally signed by P Usha
Parvathy
Date: 2021.07.30 16:37:35 +05'30'

P Usha Parvathy
Partner
Membership No. 207704

Chennai, 30 July 2021

Unique Document Identification Number: 21207704AAAABM4807

(Amount Rs. In Lakhs)

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30/06/2021

Sl. No.	Particulars	3 Months ended 30/06/2021	Preceding 3 Months ended 31/03/2021	Corresponding 3 months ended 30/06/2020 in the previous year	Previous Year ended 31/03/2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income				
	(a) Revenue from Operations	4,704.22	5,137.97	4,039.21	18,081.13
	(b) Other Income	179.52	58.02	28.83	141.54
	Total Income	4,883.74	5,195.99	4,068.04	18,222.67
2	Expenses				
	(a) Cost of Materials Consumed	724.48	760.25	522.28	2,534.59
	(b) Purchase of Stock in trade	148.73	615.06	276.54	1,814.41
	(c) Changes in Inventories of Finished goods and Work-in-Progress	(119.48)	28.40	(33.19)	(44.48)
	(d) Direct Manufacturing Expenses - Power, Fuel & Others	2,080.50	2,014.39	1,559.66	7,307.29
	(e) Employee Benefits Expense	452.66	511.29	451.53	1,834.55
	(f) Finance Cost	52.22	55.93	77.05	245.17
	(g) Depreciation and Amortisation Expense	529.87	507.29	513.43	2,022.02
	(h) Other Expenses	573.77	876.13	471.52	2,306.54
	Total Expenses	4,442.75	5,368.74	3,838.82	18,020.09
3	Profit / (Loss) before Tax (1-2)	440.99	(172.75)	229.22	202.58
4	Tax Expense				
	- Current tax				
	Current Year	78.93	57.01	39.91	128.50
	Prior Years	-	-	-	-
	- Deferred tax	55.77	937.97	22.50	887.23
	Total Tax Expense	134.70	994.98	62.41	1,015.73
5	Net Profit / (Loss) after Tax (3-4)	306.29	(1,167.73)	166.81	(813.15)
6	Other Comprehensive Income				
	(a) Items that will not be reclassified to the Statement of Profit and Loss				
	- Remeasurement of net defined benefit liability	18.34	85.35	0.70	73.34
	- Fair value gain/ (loss) on investments in equity instruments designated as at FVTOCI	1.06	0.24	(4.00)	1.68
	- Income tax relating to items that will not be reclassified to profit or loss	(5.34)	(24.86)	1.17	(21.36)
	(b) Items that will be reclassified to the Statement of Profit and Loss	-	-	-	-
	Total Other Comprehensive Income / (Loss) Net of Tax	14.06	60.73	(2.13)	53.66
7	Total Comprehensive Income / (Loss) (5+6)	320.35	(1,107.00)	164.68	(759.49)
8	Profit / (Loss) for the year Attributable to:				
	Owners of the Company	306.29	(1,167.73)	166.81	(813.15)
	Non-Controlling Interests	-	-	-	-
9	Other Comprehensive Income / (Loss) for the year Attributable to:				
	Owners of the Company	14.06	60.73	(2.13)	53.66
	Non-Controlling Interests	-	-	-	-
10	Total Comprehensive Income / (Loss) for the year Attributable to:				
	Owners of the Company	320.35	(1,107.00)	164.68	(759.49)
	Non-Controlling Interests	-	-	-	-
11	Paid-up Equity Share Capital (Face Value of Rs. 10 per share) (Refer Note 3)	1,406.95	1,406.05	1,398.81	1,406.05
12	Reserves (Other Equity)				25,326.47
13	Earning per Share (Face Value of Rs. 10 per share)	(not annualised)	(not annualised)	(not annualised)	
	(a) Basic	2.18	(8.31)	1.20	(5.81)
	(b) Diluted	2.16	(8.31)	1.19	(5.81)



NOTES:

- 1 The Statement of Consolidated unaudited financial results comprises of the financial results of Chemfab Alkalis Limited (CAL) ("the Parent Company") and Chemfab Alkalis Karaikal Limited (CAKL) ("the Subsidiary") (together referred to as "the Group"). These financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Parent Company at their meeting held on 30 July 2021.
- 2 During the year ended 31 March 2020, the Parent Company had incorporated a wholly owned subsidiary, Chemfab Alkalis Karaikal Limited (CAKL) which is yet to commence operations.
- 3 During the quarter ended 30 June 2021, the Parent Company has allotted 9,000 Equity shares of Rs. 10 each upon exercise of Employee stock options by the eligible employees under Employee's Stock Option Scheme "CAEOS 2015". Consequently, the paid up share capital of the Parent Company has increased from Rs. 1,406.05 Lakhs to Rs. 1,406.95 Lakhs during the quarter ended 30 June 2021.

Pursuant to the Chemfab Alkalis Employee Stock Option Scheme 2020 (CASEOS - 2020) the Nomination and Remuneration Committee of the Parent Company has granted 322,000 options to its eligible employees, during the previous year ended 31 March 2021.
- 4 The Group has identified its reportable segments in accordance with Ind AS 108 - Operating Segments. Accordingly, two reportable segments i.e. Chemicals and Related Products and PVC - O Pipes have been identified, the details of which are given below:

(Amount Rs. In Lakhs)

Sl. No.	Particulars	3 Months ended 30/06/2021	Preceding 3 Months ended 31/03/2021	Corresponding 3 months ended 30/06/2020 in the previous year	Previous Year ended 31/03/2021
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Segment Revenue				
I	a) Chemicals and related Products	3,795.34	3,732.44	2,940.43	13,411.73
	b) PVC-O Pipes	908.88	1,407.44	1,098.78	4,671.31
		4,704.22	5,139.88	4,039.21	18,083.04
	Less: Inter Segment Revenue	-	(1.91)	-	(1.91)
	Net Segment Revenue	4,704.22	5,137.97	4,039.21	18,081.13
	Segment Result before tax				
II	a) Chemicals and related Products	260.98	(272.39)	101.91	(6.80)
	b) PVC-O Pipes	52.71	97.55	175.53	313.01
		313.69	(174.84)	277.44	306.21
	Less: Inter Segment Result	-	-	-	-
	Less: Finance Cost	(52.22)	(55.93)	(77.05)	(245.17)
	Add: Other Income	179.52	58.02	28.83	141.54
	Total Profit / (Loss) Before Tax	440.99	(172.75)	229.22	202.58
	Segment Assets:				
III	a) Chemicals and related Products	18,967.78	18,604.78	19,271.22	18,604.78
	b) PVC-O Pipes	7,898.47	8,138.85	8,347.03	8,138.85
		26,866.25	26,743.63	27,618.25	26,743.63
	Add: Unallocable assets	5,665.61	6,748.84	7,725.50	6,748.84
	Total Assets	32,531.86	33,492.47	35,343.75	33,492.47
	Segment Liabilities:				
IV	a) Chemicals and related Products	2,533.12	2,630.13	3,272.15	2,630.13
	b) PVC-O Pipes	498.64	928.85	713.85	928.85
		3,031.76	3,558.98	3,986.00	3,558.98
	Add: Unallocable liabilities	2,418.96	3,200.97	3,613.18	3,200.97
	Total Liabilities	5,450.72	6,759.95	7,599.18	6,759.95

- 5 The Board of Directors of the Parent Company at their meeting held on 31 March 2021, subject to the approval of the shareholders of the Parent Company, have authorised sale of the Ongole Plant and directed the management to assess the market value and identify prospective buyers. Accordingly the assets of Ongole Plant has been considered as "Asset Held for Sale" and the Parent Company has assessed and concluded that no further adjustments are required to the carrying value as at 30 June 2021.
- 6 The Group has taken into account potential impacts of COVID-19 in the preparation of the consolidated unaudited financial results. Based on the information currently available, there is no material impact on carrying amounts of assets held for sale, inventories, trade and other receivables, investments and other financial assets though management continues to monitor changes in future economic conditions.
- 7 There are no material adjustments made in the results for the quarter ended 30 June 2021 which pertain to earlier periods.
- 8 Previous period figures have been regrouped to conform to current period presentation.

For Chemfab Alkalis Limited



Suresh Krishnamurthi Rao
 Chairman

DIN No: 00127809

Place: Chennai
 Date: 30 July 2021