

Ref: MPL / Sect1 / BSE & NSE / E-2 & E-3 / 2024

13<sup>th</sup> May 2024

The Manager,  
Listing Department,  
BSE Limited  
Corporate Relationship Department  
1<sup>st</sup> Floor, New Trading Ring  
Rotunda Building, P J Tower,  
Dalal Street, Fort,  
**Mumbai - 400 001**  
**Stock Code: 500268**

The Listing Department  
National Stock Exchange of India  
Limited  
Exchange Plaza, 5<sup>th</sup> Floor,  
Plot No. C/1, G Block,  
Bandra-Kurla Complex,  
Bandra (East)  
**Mumbai - 400 051**  
**Stock Code: MANALIPETC**

Dear Sir,

Sub: Outcome of Board Meeting held on 13<sup>th</sup> May 2024.

The Board at its meeting held today approved the following:

**1. Audited Financial Results**

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed the (Standalone and Consolidated) Audited Financial Results of the Company for the quarter and year ended 31<sup>st</sup> March 2024. The Reports of the Auditors and the declaration regarding unmodified opinion are also enclosed.

The above are also available on the Company's website [www.manalipetro.com](http://www.manalipetro.com)

**2. Recommendation of Dividend**

Board has recommended a dividend of Rs. 0.75 per equity share of Rs. 5/- each, fully paid-up, [15%], subject to the approval of the Members at the ensuing Annual General Meeting [AGM] in compliance with Companies (Declaration and Payment of Dividend) Rules, 2014.

The date of payment of the dividend will be informed in due course, upon finalization of the date of the AGM.

**3. Change in Director/KMP:**

a. Appointment of Mr. G R Sridhar (DIN: 10596912) as Additional Director & Whole Time Director (Operations):

Mr. G R Sridhar (DIN: 10596912) has been appointed as an Additional Director & Whole Time Director (Operations) of the Company with immediate effect i.e., 13<sup>th</sup> May 2024 for a period of three years. Approval of the members will be obtained in compliance with Regulation 17(1)(c) of the SEBI Listing Regulations, 2015.

In accordance with the requirements specified by the Stock Exchanges, this is to confirm that Mr. G R Sridhar is not debarred from holding the office of directors by virtue of any SEBI order or any other such authority.



**Factories :**

Plant - 1 : Ponneri High Road, Manali, Chennai - 600 068

Plant - 2 : Sathangadu Village, Manali, Chennai - 600 068

Phone : 044 - 2594 1025 Fax : 044 - 2594 1199

E-mail: [companysecretary@manalipetro.com](mailto:companysecretary@manalipetro.com)



- b. Appointment of Mrs. K Lalitha as Chief Financial Officer of the Company:  
Mrs. K Lalitha, DGM – Finance has been appointed as Chief Financial Officer and Key Managerial personnel of the Company in compliance with Section 203 of the Companies Act, 2013 with immediate effect i.e., 13<sup>th</sup> May 2024.
- c. Re-designation and appointment of Mr. R Chandrasekar as Managing Director:  
Mr. R Chandrasekar (DIN: 06374821), Whole Time Director & CFO has been re-designated and appointed as Managing Director of the Company with immediate effect i.e., 13<sup>th</sup> May 2024 for a period of three years. Approval of the members will be obtained in compliance with Regulation 17(1)(c) of the SEBI Listing Regulations, 2015. He will continue to be a Key Managerial personnel of the Company  
Pursuant to the above, Mr. Chandrasekar is ceased to be a Chief Financial Officer of the Company with immediate effect i.e., 13<sup>th</sup> May 2024.

**4. Proposal for Postal Ballot:**

To seek the approval of the Members of the Company through postal ballot process for the following:

- Appointment of Mr. G R Sridhar (DIN: 10596912) as a Director & Whole Time Director (Operations) of the Company under Section 160, 196, 197 and 203 of the Companies Act, 2013, to comply with the stipulations under Regulation 17(1C) of the SEBI Listing Regulations, 2015.
- Re-designation and Appointment of Mr. R Chandrasekar (DIN: 06374821) as Managing Director of the Company
- Payment of remuneration to Non-Executive Directors for the Financial Year 2023-24.

**5. Setting up of additional Manufacturing facilities at Western Part of India**

Declaration of unmodified opinion and large corporate borrowers are provided in Annexure B and Annexure C respectively.

The disclosures required to be given pursuant to SEBI circular SEBI/HO/CFD/CFD-PoD 1/P/CIR/2023/123 dated 13<sup>th</sup> July 2023 are mentioned in Annexure A.

The meeting of Board of Directors commenced at 2.30 P.M. and concluded at 06:00 P.M.

We request you to kindly take the above on record.

Thanking you,

Yours faithfully,

**For Manali Petrochemicals Limited**



R Swaminathan  
Company Secretary

Encl.: As above

**Factories :**

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ISO 14001:2015

**Disclosures required to be given pursuant to SEBI circular SEBI/HO/CFD/CFD-PoD 1/P/CIR/2023/123 dated 13th July 2023.**

Reason for change viz. appointment, resignation, removal	Appointment of Mr. G R Sridhar [DIN: 10596912]	Appointment of Mrs. K Lalitha	Re-designation and appointment of Mr. R Chandrasekar [DIN: 06374821]
Date of appointment	13 <sup>th</sup> May 2024	13 <sup>th</sup> May 2024	13 <sup>th</sup> May 2024
Term of appointment	Appointment of Mr. G R Sridhar as Additional Director & Whole Time Director (Operations) for a period of three years with immediate effect i.e., 13-05-2024 subject to approval of shareholders of the Company.	Appointment of Mrs. K Lalitha as Chief Financial Officer of the Company with immediate effect i.e., 13-05-2024	Re-designation and appointment of Mr. R Chandrasekar as Managing Director for a period of three years with immediate effect i.e., 13-05-2024 subject to approval of shareholders of the Company.
Brief profile	Mr. G R Sridhar, aged 53 years is a qualified Chemical Engineer from Annamalai University joined the Company on 17 <sup>th</sup> January 2022 as General Manager (Operations). He has 33 years of experience and prior to joining MPL, he was associated with Ultramarine Pigments as AVP Operations. He has rich experience in production, maintenance, R&D, safety and environment.	Mrs. K Lalitha, aged 39 years is a qualified Cost & Management Accountant and associated with the Company from October 2006. Currently she is heading the finance function.	Mr. R Chandrasekar, 59 years, is a graduate in commerce and Chartered Accountant. He is a certified SAP Consultant and Lead Auditor for ISO 9001:2008. He has also completed the intermediate course of the ICSI and third stage of CIMA, London.  He has about 37 years of experience in Finance, Accounts, Audit, Taxation, Legal & Secretarial functions in diverse segments such as Engineering Consultancy, EPC & Construction, Manufacturing, Mining, etc. He has held various senior level positions in Finance as General Manager and Chief Financial Officer in major Indian Corporates. He was associated with a global group in the Middle East for more than a decade. He has also held directorship in Indian companies and prior to joining MPL on 03-11-2022 as WTD & CFO, he was WTD of SICAGEN India Limited, a listed entity, from September 2018.
Disclosure of relationships between director	Mr. G R Sridhar does not hold any shares in the Company nor has any inter-se relationship with other Directors.	Mrs. K Lalitha does not hold any shares in the Company nor has any inter-se relationship with other Directors.	Mr. R Chandrasekar does not hold any shares in the Company nor has any inter-se relationship with other Directors.



*[Handwritten signature]*

**Independent Auditor's Report**

**To the Board of Directors of  
The Manali Petrochemicals Limited  
Chennai.**

**Report on the audit of the Standalone Annual Financial Results**

**Opinion**

We have audited the accompanying standalone annual financial results of Manali Petrochemicals Limited ("the company") for the quarter and year ended 31<sup>st</sup> March 2024, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these standalone annual 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 and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and year ended 31<sup>st</sup> March 2024.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Annual 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 results under the provisions of the Companies Act, 2013 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 we have obtained is sufficient and appropriate to provide a basis for our opinion on the standalone annual financial results



### **Emphasis of Matter**

Without qualifying the audit opinion, attention is invited to

Note No.4 to the standalone annual financial results, which explains the period of lease relating to the leasehold land on which one of the manufacturing units of the Company (Unit-II) is operating has since expired on June 30, 2017, for which requests for renewal have been filed by the Company with Govt. of Tamil Nadu (the Lessor), and extension of lease is awaited. Pending renewal of lease, no adjustments have been made in the financial results for the year for any potential impact of non-renewal of land lease which is unascertainable at this point of time. Further the management is confident of obtaining the renewal of lease of land in the due course, relying on the same the implementation of Ind AS 116- Leases has been based on lease renewal period applied and current lease rent payments as per the latest demand.

Note No 5 to the standalone annual financial results, which explains the implications of floods (Cyclone Michaung) affecting the production plants. As per the claim filed by the Company, the damages to inventories and Property, Plant and Equipment are currently under assessment by the insurer, pending the same the inventories and the Property, Plant and Equipment are carried at book values and the costs incurred towards repairs for commencing the operations after the Cyclone is treated as insurance receivable. Thus, the overall implications that may arise on the eventual approval of Company's claim by the insurer is unascertainable at this point in time hence, no adjustments have been made in the financial results.

### **Management's and Board of Directors' Responsibilities for the Standalone Annual Financial Results**

These standalone annual financial results have been prepared on the basis of the standalone annual financial statements.

The Company's Board of Directors is responsible for the preparation of these standalone annual financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in 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. This responsibility also includes 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 design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the



accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone annual financial results, the Board of Directors is responsible for assessing the Company's ability 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 cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone annual 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 standalone annual financial results.

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 standalone 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 Company's ability 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 standalone annual financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance 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 Matter**

The standalone annual financial Results include the results for the quarter ended 31<sup>st</sup> March 2024 being the balancing figure 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 financial year which were subject to limited review by us.

**For Brahmayya& Co.,  
Chartered Accountants**

Firm Registration No. 000511S



**N Sri Krishna**

Partner

Membership No. 026575

UDIN: 24026575BKCTQ4675

Place : Chennai

Date : May 13, 2024

# MANALI PETROCHEMICALS LIMITED

Registered Office: SPIC HOUSE, 88, Mount Road, Guindy, Chennai - 600 032  
 Telefax: 044-2235 1098 E-mail: companysecretary@manalipetro.com Website: www.manalipetro.com  
 Corporate Identity Number : L24294TN1986PLC013087

Statement of Standalone Financial Results for the Quarter and Year ended 31.03.2024							[Rs. in Lakh]
S. No	Particulars	Three Months ended			Year Ended		
		Audited #	Unaudited	Audited #	Audited		
		31-Mar-24	31-Dec-23	31-Mar-23	31-Mar-24	31-Mar-23	
1	Revenue from Operations	19,048	15,525	26,639	79,763	1,02,906	
2	Other Income	836	500	455	2,443	2,712	
3	<b>Total Income (1+2)</b>	<b>19,884</b>	<b>16,025</b>	<b>27,094</b>	<b>82,206</b>	<b>1,05,618</b>	
4	Expenses						
	Cost of materials consumed	14,183	12,072	18,166	60,407	76,379	
	Changes in inventories of finished goods and work-in- progress	(932)	(902)	2,729	(1,072)	(1,935)	
	Utility Expenses	2,492	2,426	2,506	10,376	11,316	
	Employee benefits expense	941	921	1,054	3,729	3,562	
	Finance costs	241	195	184	803	845	
	Depreciation and amortization expense	562	525	569	2,127	2,179	
	Other expenses	1,702	1,358	1,661	6,040	6,552	
	<b>Total Expenses</b>	<b>19,189</b>	<b>16,595</b>	<b>26,869</b>	<b>82,410</b>	<b>98,898</b>	
5	<b>Profit / (Loss) Before Exceptional items and Taxes (3-4)</b>	<b>695</b>	<b>(570)</b>	<b>225</b>	<b>(204)</b>	<b>6,720</b>	
6	Exceptional Items (Refer Note no. 6)	(554)	-	-	(554)	-	
7	<b>Profit / (Loss) Before Tax (5+6)</b>	<b>141</b>	<b>(570)</b>	<b>225</b>	<b>(758)</b>	<b>6,720</b>	
8	Tax Expense						
	Current tax	60	-	141	60	1,904	
	Short/(Excess) provision for tax relating to prior years	37	(23)	-	13	(170)	
	Deferred tax	247	(120)	(49)	94	(96)	
	<b>Net tax expense</b>	<b>344</b>	<b>(143)</b>	<b>92</b>	<b>167</b>	<b>1,638</b>	
9	<b>Profit / (Loss) for the period (7-8)</b>	<b>(203)</b>	<b>(427)</b>	<b>133</b>	<b>(925)</b>	<b>5,081</b>	
10	Other Comprehensive Income						
	<b>Items that will not be classified to profit or (loss)</b>						
	Changes in Fair Value of Equity Investments	1	1	1	3	1	
	Profit on sale of Investment	1	-	-	1	-	
	Remeasurement Cost of defined benefits	(6)	39	193	(34)	181	
	Income Tax relating to items that will not be re-classified to Profit or Loss	1	(10)	(49)	8	(46)	
11	<b>Total Comprehensive Income for the period (9+10)</b>	<b>(206)</b>	<b>(397)</b>	<b>277</b>	<b>(947)</b>	<b>5,217</b>	
12	Paid-up equity share capital (Face value of Rs.5/- each)	8,603	8,603	8,603	8,603	8,603	
13	Other Equity excluding Revaluation Reserves as at 31st March				88,628	90,867	
14	Earnings Per Share of Rs. 5/- each (Basic and Diluted) (Not annualised)	(0.12)	(0.25)	0.08	(0.54)	2.95	

# Refer note no.: 8





Notes:

## 1 Statement of Standalone Assets and Liabilities as at March 31, 2024

{Rs. In Lakh}

Particulars	As at	As at
	March 31, 2024	March 31, 2023
	Audited	
<b>A. ASSETS</b>		
<b>I Non Current Assets</b>		
a) Property, Plant and Equipment (refer note no 5)	21,445	20,009
b) Capital work-in-progress	1,705	2,261
c) Right of Use Assets	5,247	4,725
d) Investment Property	-	-
e) Financial Assets:		
i) Investments	40,213	39,853
ii) Other Financial Assets	676	637
f) Other Non-Current Assets	2,098	1,899
<b>TOTAL NON-CURRENT ASSETS</b>	<b>71,384</b>	<b>69,384</b>
<b>II Current Assets</b>		
a) Inventories (refer note no 5)	8,427	7,782
b) Financial Assets:		
i) Current Investments	2,517	-
ii) Trade Receivables	7,228	10,743
iii) Cash and Cash Equivalents	20,311	26,970
iv) Bank balances other than ii) above	5,857	660
v) Loans	30	33
vi) Other Financial Assets (refer note no 5)	610	215
c) Other Current Assets	1,272	1,431
d) Investments held for sale	-	46
<b>TOTAL CURRENT ASSETS</b>	<b>46,252</b>	<b>47,880</b>
<b>TOTAL ASSETS</b>	<b>1,17,636</b>	<b>1,17,264</b>
<b>B. EQUITY AND LIABILITIES</b>		
<b>I Equity</b>		
a) Equity Share Capital	8,603	8,603
b) Other Equity	88,628	90,867
<b>TOTAL-EQUITY</b>	<b>97,231</b>	<b>99,470</b>
<b>II Liabilities</b>		
<b>II. A Non-Current Liabilities</b>		
a) Financial Liabilities		
i) Long-Term Lease Liabilities	6,896	6,441
ii) Other Financial Liabilities	69	69
b) Provisions	352	510
c) Deferred Tax Liabilities (net)	141	47
d) Other Non-Current Liabilities	289	321
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>7,747</b>	<b>7,388</b>
<b>II. B Current Liabilities</b>		
a) Financial Liabilities		
i) Borrowings	2,229	660
ii) Short-Term Lease Liabilities	399	358
iii) Trade Payables		
1 Total outstanding dues to Micro Enterprises and Small Enterprises	197	235
2 Total outstanding dues to creditors other than Micro Enterprises and Small Enterprises	3,803	3,731
iv) Other Financial Liabilities	1,743	1,008
b) Other Current Liabilities	2,133	2,391
c) Provisions	2,154	2,023
<b>TOTAL CURRENT LIABILITIES</b>	<b>12,658</b>	<b>10,406</b>
<b>TOTAL LIABILITIES</b>	<b>20,405</b>	<b>17,794</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,17,636</b>	<b>1,17,264</b>



Particulars	For the year ended March 31, 2024	For the period ended March 31, 2023
	Audited	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before Tax	(758)	6,720
Adjustments for		
Depreciation	2,127	2,179
Provisions no longer required written back	(238)	(388)
Dividend income - Mutual Funds	(17)	-
Finance costs	803	845
Remeasurement Cost of net defined benefits	(34)	181
Interest income	(2,032)	(2,138)
Provision for doubtful debts	2	-
Profit on sale of investment	(1)	-
Net unrealised exchange (gain) / loss	3	2
Loss on sale / write-off of assets	8	-
<b>Operating Profit</b>	<b>(137)</b>	<b>7,401</b>
<b>Changes in Working Capital</b>		
<b>Adjustments for (increase) / decrease in operating assets</b>		
Inventories	(645)	(870)
Trade Receivables	3,512	2,614
Other Financial Assets	(432)	(38)
Other Current Assets	159	(570)
Other Non-Current Assets	95	152
<b>Adjustments for increase / (decrease) in operating liabilities</b>		
Trade payables	31	(1,590)
Other financial liabilities	735	603
Other Current liabilities	(45)	(1,170)
Short-term provisions	131	(1)
Lease Liabilities	(487)	(1)
Other Non Financial Liabilities	(32)	(32)
Long-term provisions	(158)	51
Net income tax paid	(435)	(2,129)
<b>Net cash from / (used in) Operating activities [A]</b>	<b>2,293</b>	<b>4,421</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Capital expenditure on Property, Plant & Equipments, including capital advances	(2,450)	(4,346)
Investments in Equity shares	(312)	(28,853)
Investments in Mutual Funds (Current Investment)	(2,500)	
Interest income	2,032	2,138
Bank balances not considered as cash and cash equivalents	(5,196)	(136)
<b>Net cash from / (used in) Investing activities [B]</b>	<b>(8,426)</b>	<b>(31,197)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
(Repayment) / Proceeds from Short-term borrowings	1,569	(986)
Interest paid	(803)	(845)
Dividend paid	(1,291)	(4,301)
<b>Net cash from / (used in) Financing Activities [C]</b>	<b>(525)</b>	<b>(6,132)</b>
<b>Net (decrease) / increase in cash and cash equivalents = (A+B+C)</b>	<b>(6,658)</b>	<b>(32,908)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>26,969</b>	<b>59,877</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>20,311</b>	<b>26,969</b>

**Components of Cash & Cash Equivalents:**

Cash on hand	1	1
Balances in Fixed deposit original maturity period less than 3 months	20,310	26,901
Balance(s) In EEFC accounts	-	67
<b>Total Cash and Cash Equivalents</b>	<b>20,311</b>	<b>26,969</b>



Notes to Standalone Financial Results:

3 **Review and approval of the financial results:**

The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on May 13, 2024 and have been audited by the Statutory Auditors of the Company.

4 **Leasehold Land:**

The period of lease relating to the leasehold land expired on June 30, 2017 for which request for renewal for a further period of 30 years has been filed by the Company with Government of Tamil Nadu, which is under process. Pending renewal, lease rent has been paid till 30th June 2024 and has been accepted by the Government. Further, during the previous quarter, the Company received a notice of Rs. 388 lakhs as arrears of lease rent computed from beginning of lease viz., 01.07.1987 upto 30.06.2023, for which the payment has been made after adjusting the previous remittances. The Management is confident that renewal of the lease will be granted as requested as the land has been put to use for the specific purpose for which it has been allotted and hence no adjustments for impact of non-renewal, (which however is unascertainable at this point in time), are necessary in the financial results.

The company has adopted Ind AS 116 "Leases" with effective from 01.04.2021 considering that the lease would be renewed and lease rent obligations as per the demand notice received in financial year 2021-22. Accordingly, the Right of Use Asset value and corresponding lease liability based on the revisions as per demand notice have been recognised in the financial year 2021-22. Accordingly, the company has reassessed the lease liability obligations as per the latest demand notice and additional lease liability of Rs. 431 lakhs and Right of Use Asset of Rs. 431 lakhs has been recognised in the financial results. Adjustments, if any necessitated by the actual terms of the renewal would be made in due course, on receipt of the same from the Government.

The Auditors have included an Emphasis of Matter para on the same in their Audit Report.

- 5 The manufacturing plants of the company have been affected by the floods (Cyclone Michaung) in the month of December 2023 caused temporary disruptions to the plant operations including certain damages. The company resumed plant operations in a phased manner during December 2023 and entire plant operations started in January 2024 after carrying out repairs. The company has assessed the damages to the PPE and Inventories for which claims have been lodged with the insurer which is currently under evaluation. Pending determination of the eventual damage as adjusted for salvages, the PPE and Inventories are continued to be carried at book values and further the repairs incurred amounting to Rs. 349 lakh is carried as Insurance receivable (net of interim claim received amount Rs. 300 lakhs), in view of which the impact on the financial results is unascertainable, accordingly no adjustments have been made in the financial results in this regard.

The Auditors have included an Emphasis of Matter para on the same in their Audit Report.

6 **Exceptional Items:**

During the current financial year, the company has provided for the Unspent Corporate Social Responsibility (CSR) obligations for the earlier years amounting to Rs. 554 lakh (already funded to the designated bank account as per CSR Rules) and the same has been shown as exceptional items for the current year.

7 **Segment reporting:**

The Company is exclusively engaged in the business of Manufacture and sale of Petrochemical products primarily in India. As per Ind AS 108 "Operating Segments" specified under Section 133 of the Companies Act, 2013, there are no reportable operational or geographical segments applicable to the Company.

- 8 The figures for quarters ended 31st March are the balancing figures between audited annual figures of the full financial year and the published year-to-date figures up to the third quarter of the respective financial years.

9 **Dividend:**

The Board of Directors has recommended a final dividend of Re. 0.75 (15%) per share on 17,19,99,229 equity shares of Rs. 5/- each for the financial year 2023-24, subject to approval of Members at the Annual General Meeting.

- 10 Previous period / year figures have been regrouped, wherever necessary.

Place: Chennai  
Date: May 13, 2024



For Manali Petrochemicals Limited

R Chandrasekar  
Managing Director  
DIN 06374821



**Independent Auditor's Report**

To the Board of Directors of  
The Manali Petrochemicals Limited  
Chennai.

**Report on the Audit of the Consolidated Annual Financial Results**

**Opinion**

We have audited the accompanying consolidated annual financial results of Manali Petrochemicals Limited (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), for the quarter and year ended 31<sup>st</sup> March 2024, attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate audited financial statements of the subsidiaries, the aforesaid consolidated annual financial results:

- i. include the annual financial results of the following subsidiaries;

Name of the Entity	% of Holding	Relationship
AMCHEM Speciality Chemicals Private Limited, Singapore	100%	Wholly Owned Subsidiary
Notedome Limited, UK	100%	Step Down Subsidiary
Penn-White Limited ,UK	100%	Step Down Subsidiary
Penn Globe Limited ,UK*	100%	Step Down Subsidiary
Manali Speciality Private Limited, India (w.e.f 23.06.2023)	100%	Wholly Owned Subsidiary
Notedome Europe GmbH, Germany (w.e.f 11.07.2023)	100%	Step Down Subsidiary
Pennwhite India Private Limited, India	100%	Step Down Subsidiary

\*As at 31.03.2024, under strike off through voluntary liquidation and dissolved on 23<sup>rd</sup> April 2024

- ii. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- iii. give a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Group for the quarter and year ended 31<sup>st</sup> March 2024.



### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("Act"). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Results* section of our report. We are independent of the Group, 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 Companies Act, 2013 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 and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion on the consolidated annual financial results.

### **Emphasis of Matter**

Without qualifying the audit opinion, attention is invited to

- i. Note No.5 to the consolidated annual financial results, which explains the period of lease relating to the leasehold land on which one of the manufacturing units of the Holding Company (Unit-II) is operating has since expired on June 30, 2017, for which requests for renewal have been filed by the holding company with Govt. of Tamil Nadu (the Lessor), and extension of lease is awaited. Pending renewal of lease, no adjustments have been made in the Group's financial results for the year for any potential impact of non-renewal of land lease which is unascertainable at this point of time. Further the management is confident of obtaining the renewal of lease of land in the due course, relying on the same the implementation of Ind AS 116- Leases has been based on lease renewal period applied and current lease rent payments as per the latest demand
- ii. Note No 6 to the consolidated annual financial results, which explains the implications of floods (Cyclone Michaung) affecting the holding company's production plants. As per the claim filed by the Management the damages to inventories and Property, Plant and Equipment are currently under assessment by the insurer, pending the same the inventories and the Property, Plant and Equipment are carried at book values and the costs incurred towards repairs for commencing the operations after the Cyclone is treated as insurance receivable. Thus, the overall implications that may arise on the eventual approval of holding company's claim by the insurer is unascertainable at this point in time hence, no adjustments have been made in the financial results.

### **Management's and Board of Directors' Responsibilities for the Consolidated Financial Results**

These Consolidated annual financial results have been prepared on the basis of the consolidated annual audited financial statements. The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial results that give a true and fair



view of the net profit and other comprehensive income and other financial information of the Group in accordance with 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 respective Board of Directors of the companies included in the Group is responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group 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 consolidated financial results 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 consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group is responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so. The respective Board of Directors of the companies included in the Group is responsible for overseeing the financial reporting process of the Group.

#### **Auditor's Responsibilities for the Audit of the Consolidated Financial Results**

Our objectives are to obtain reasonable assurance about whether the consolidated 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results. 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 consolidated 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 Group 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 consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of Holding Company of which we are the independent auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company of which we are the independent auditors 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

**Other Matter**

- 1) The consolidated Financial Results include the audited Financial Results of three subsidiaries located outside India and one subsidiary incorporated in India, whose Financial Statements reflect Group's share of total assets of Rs.66,643 Lakhs as at 31<sup>st</sup> March 2024, Group's share of total revenue of and Rs.32,212 Lakhs, Group's share of total net profit after tax of Rs. 10,469 Lakhs, Groups Share of total comprehensive income of Rs 10,469 Lakhs and Group's share of net cash flows of Rs.3,357 Lakhs for the year ended 31<sup>st</sup> March 2024, as considered in the consolidated financial results, which have been audited by their respective independent auditors. The independent auditors' reports on financial statements of these entities have been furnished to us by the management and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

The financial statements and other financial information of these three foreign subsidiaries have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Holding Company's management has converted the financial statements of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's management. Our opinion in so far as it relates to the balances and affairs of such subsidiaries located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Holding Company are audited by us.

Our opinion on the consolidated financial results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

The consolidated annual financial results include the financial results of three subsidiaries which have not been reviewed/audited by their auditors, whose financial information/results reflect Group's share of total assets of Rs. 20 Lakhs as at 31<sup>st</sup> March 2024, total revenue of Rs. nil Lakhs, total net loss after tax of Rs. 3 Lakhs and total comprehensive loss of Rs. 3 Lakhs and Group's share of net cash flows of Rs.21 Lakhs for the year ended 31<sup>st</sup> March 2024, as considered in the consolidated annual financial results.



- 2) The Consolidated Financial Results include the results for the quarter ended 31<sup>st</sup> March 2024 being the balancing figure 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.

**For Brahmayya & Co.,**

**Chartered Accountants**

Firm Registration No. 000511S



**N Sri Krishna**

Partner

Membership No. 026575

UDIN : 24026575 BKCTP7876

Place : Chennai

Date : May 13, 2024

# MANALI PETROCHEMICALS LIMITED

Registered Office: SPIC HOUSE, 88, Mount Road, Guindy, Chennai - 600 032

Telefax: 044-2235 1098 E-mail: Parent Companysecretary@manalipetro.com Website: www.manalipetro.com

Corporate Identity Number : L24294TN1986PLC013087

Statement of Consolidated Financial Results for the Quarter and Year ended 31.03.2024						[Rs. in Lakh]
S. No	Particulars	Three Months ended			Year ended	
		Audited #	Unaudited	Audited #	Audited	
		31-Mar-24	31-Dec-23	31-Mar-23	31-Mar-24	31-Mar-23
1	Revenue from Operations	25,628	20,475	33,352	1,03,235	1,17,709
2	Other Income	635	772	525	2,916	2,806
3	<b>Total Income (1+2)</b>	<b>26,263</b>	<b>21,247</b>	<b>33,877</b>	<b>1,06,151</b>	<b>1,20,515</b>
4	Expenses					
	Cost of materials consumed	17,164	14,644	23,687	72,263	87,072
	Changes in inventories of finished goods and work-in- progress	(717)	(1,005)	1,392	(813)	(3,155)
	Utility Expenses	2,572	2,469	2,568	10,579	11,528
	Employee benefits expense	2,142	1,842	1,893	7,742	6,022
	Finance costs	299	226	240	960	922
	Depreciation and amortization expense	713	609	651	2,532	2,317
	Other expenses	2,736	2,009	3,205	8,999	8,812
	<b>Total Expenses</b>	<b>24,909</b>	<b>20,794</b>	<b>33,636</b>	<b>1,02,262</b>	<b>1,13,518</b>
5	<b>Profit/(Loss) Before Exceptional items and Tax (3-4)</b>	<b>1,354</b>	<b>453</b>	<b>241</b>	<b>3,889</b>	<b>6,997</b>
6	Exceptional Items (Refer Note no. 7)	(554)	-	-	(554)	-
7	<b>Profit/(Loss) Before Tax (5+6)</b>	<b>800</b>	<b>453</b>	<b>241</b>	<b>3,335</b>	<b>6,997</b>
8	Tax Expense					
	Current tax	387	302	339	1,307	2,199
	Excess provision for tax relating to prior years written back	36	(23)	(9)	13	(180)
	Deferred tax	247	(120)	(43)	94	(90)
	<b>Net tax expense</b>	<b>670</b>	<b>159</b>	<b>287</b>	<b>1,414</b>	<b>1,929</b>
9	<b>Profit/(Loss) for the period (7-8)</b>	<b>130</b>	<b>294</b>	<b>(46)</b>	<b>1,921</b>	<b>5,068</b>
10	Other Comprehensive Income					
	<b>Items that will not be re-classified to profit or (loss)</b>					
	Changes in Fair Value of Equity Investments	1	1	1	3	1
	Profit on sale of Investment	1	-	-	1	-
	Remeasurement Cost of defined benefits	(5)	39	193	(34)	181
	Income Tax relating to items that will not be re-classified to Profit or Loss	1	(10)	(49)	8	(46)
	<b>Items that will be re-classified to profit or (loss)</b>					
	Changes in Foreign Currency Translation	168	644	172	1,125	491
11	<b>Total Comprehensive Income for the period (9+10)</b>	<b>296</b>	<b>968</b>	<b>271</b>	<b>3,024</b>	<b>5,694</b>
12	Paid-up equity share capital (Face value of Rs.5/- each)	8,603	8,603	8,603	8,603	8,603
13	Other Equity excluding Revaluation Reserves as at 31st March				97,567	95,834
14	Earnings Per Share of Rs. 5/- each (Basic and Diluted, Not annualised)	0.08	0.17	(0.03)	1.12	2.95

# Refer note no.: 10





Notes:

1 Statement of Consolidated Assets and Liabilities for the Period ended March 31, 2024

[Rs. In Lakh]

Particulars	As at	As at
	March 31, 2024	March 31, 2023
	Audited	
<b>A. ASSETS</b>		
<b>I Non Current Assets</b>		
a) Property, Plant and Equipment (Refer Note no. 6)	22,821	21,458
b) Capital work-in-progress	1,705	2,261
c) Right of Use Assets	5,921	5,581
d) Investment Property	-	-
e) Goodwill on Consolidation (Refer Note no. 12)	27,109	28,141
f) Financial Assets:		
i) Investments	361	1
ii) Other Financial Assets	676	637
g) Other non-current assets	2,098	1,899
<b>TOTAL NON-CURRENT ASSETS</b>	<b>60,691</b>	<b>59,978</b>
<b>II Current Assets</b>		
a) Inventories (Refer Note no. 6)	10,844	10,878
b) Financial Assets:		
i) Current Investments	2,517	-
ii) Trade Receivables	12,102	15,932
iii) Cash and Cash equivalents	36,385	37,807
iv) Bank balances other than ii) above	5,857	661
v) Loans	31	39
vi) Other Financial Assets (Refer Note no. 6)	665	242
c) Other Current assets	1,745	1,835
d) Investments held for sale	-	46
<b>TOTAL CURRENT ASSETS</b>	<b>70,146</b>	<b>67,440</b>
<b>TOTAL ASSETS</b>	<b>1,30,837</b>	<b>1,27,418</b>

<b>B. EQUITY AND LIABILITIES</b>		
<b>I Equity</b>		
a) Equity share capital	8,603	8,603
b) Other Equity	97,567	95,834
<b>TOTAL-EQUITY</b>	<b>1,06,170</b>	<b>1,04,437</b>
<b>II Liabilities</b>		
<b>II. A Non-Current Liabilities</b>		
a) Financial Liabilities		
i) Long-Term Lease Liabilities	7,479	7,305
ii) Other Financial Liabilities	69	69
b) Provisions	352	509
c) Deferred Tax Liabilities (net)	206	112
d) Other non-current Liabilities	289	321
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>8,395</b>	<b>8,316</b>
<b>II. B Current Liabilities</b>		
a) Financial Liabilities		
i) Borrowings	2,229	660
ii) Short-Term Lease Liabilities	597	358
iii) Trade Payables		
1 Total outstanding dues of Micro Enterprises and Small Enterprises	197	235
2 Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises	5,827	5,889
iii) Other financial liabilities	1,743	2,484
b) Other current liabilities	2,266	2,932
c) Provisions	2,193	2,060
d) Current Tax Liabilities (Net)	1,220	47
<b>TOTAL CURRENT LIABILITIES</b>	<b>16,272</b>	<b>14,665</b>
<b>TOTAL LIABILITIES</b>	<b>24,667</b>	<b>22,981</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,30,837</b>	<b>1,27,418</b>



## 2 Consolidated Statement of Cash Flow for the Period ended March 31, 2024

[Rs. In Lakh]

Particulars	For the year ended	For the year ended
	March 31, 2024	March 31, 2023
	Audited	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before Tax	3,335	6,997
Adjustments for		
Depreciation	2,532	2,317
Provisions no longer required written back	(238)	(388)
Dividend income - Mutual Funds	(17)	-
Finance costs	960	922
Remeasurement Cost of net defined employee benefits	(34)	181
Interest income	(2,413)	(2,138)
Provision for doubtful debts	165	27
Profit on sale of investments	(1)	-
Net unrealised exchange (gain) / loss	254	58
Loss on sale / write-off of assets	225	1
<b>Operating Profit</b>	<b>4,767</b>	<b>7,977</b>
<b>Changes in Working Capital</b>		
<b>Adjustments for (increase) / decrease in operating assets</b>		
Inventories	34	359
Trade Receivables	3,665	2,612
Other Financial Assets	(454)	(685)
Other Current Assets	90	5,364
Other Non-Current Assets	(122)	902
<b>Adjustments for increase / (decrease) in operating liabilities</b>		
Trade payables	(100)	(6,166)
Other financial liabilities	690	2,506
Other Current liabilities	(919)	(730)
Short-term provisions	133	37
Lease Liabilities	(570)	404
Other Non Financial Liabilities	63	(897)
Long-term provisions	81	50
Net income tax paid	(1,058)	(2,546)
<b>Net cash from / (used in) Operating activities [A]</b>	<b>6,299</b>	<b>9,187</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Capital expenditure on Property, Plant & Equipments, including capital advances	(2,571)	(4,453)
Net proceeds from Investments in Equity shares	(311)	(35)
Investments in Mutual Funds	(2,500)	-
Interest income	2,413	2,138
Cash paid to acquire subsidiary	-	(24,179)
Bank balances not considered as cash and cash equivalents	(5,196)	(136)
<b>Net cash from / (used in) Investing activities [B]</b>	<b>(8,164)</b>	<b>(26,665)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
(Repayment) / Proceeds from Short-term borrowings	1,569	(1,207)
Interest paid	(960)	(922)
Dividend paid	(1,291)	(4,301)
<b>Net cash from / (used in) Financing Activities [C]</b>	<b>(682)</b>	<b>(6,430)</b>
<b>Net (decrease) / increase in cash and cash equivalents = (A+B+C)</b>	<b>(2,547)</b>	<b>(23,908)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>37,807</b>	<b>61,224</b>
Effect of Changes in Foreign Currency Translation (FCTR)	1,125	491
<b>Cash and cash equivalents at the end of the period</b>	<b>36,385</b>	<b>37,807</b>

Components of Cash &amp; Cash Equivalents:

Cash on hand	1	1
Balance(s) In current accounts (including debit balance(s) in cash credit)	5,905	2,526
Balance(s) In EEFC accounts	-	67
Balances in Fixed deposit original maturity period less than 3 months	30,479	35,213
<b>Total Cash and Cash Equivalents</b>	<b>36,385</b>	<b>37,807</b>

For  
Identification  
Only

B. RAHMAYYA & CO.  
CHARTERED ACCOUNTANTS



Notes to Consolidated Financial Results:

3 These consolidated annual financial results relate to Manali Petrochemicals Limited (the ' Holding Company') and its subsidiaries / step-down subsidiaries, 1.) AMCHEM Speciality Chemicals Private Limited, Singapore, 2.) Notedome Limited, UK, 3.) Notedome Europe GmbH, Germany, 4.) Penn Globe Limited, UK, 5.) Penn White Limited, UK, 6.) Penn White India, India and 7.) Manali Speciality Private Limited, India.

4 **Review and Approval of the annual financial results:**

The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on May 13, 2024, respectively and have been Audited by the Statutory Auditors of the Company.

5 **Leasehold Land:**

The period of lease relating to the leasehold land expired on June 30, 2017 for which request for renewal for a further period of 30 years has been filed by the Holding Company with Government of Tamil Nadu, which is under process. Pending renewal, lease rent has been paid till 30th June 2024 and has been accepted by the Government. Further, during the previous quarter, the holding Company received a notice of Rs. 388 lakhs as arrears of lease rent computed from beginning of lease viz., 01.07.1987 upto 30.06.2023, for which the payment has been made after adjusting the previous remittances. The Management is confident that renewal of the lease will be granted as requested as the land has been put to use for the specific purpose for which it has been allotted and hence no adjustments for impact of non-renewal, (which however is unascertainable at this point in time), are necessary in the financial results.

The Holding company has adopted Ind AS 116 "Leases" with effective from 01.04.2021 considering that the lease would be renewed and lease rent obligations as per the demand notice received in financial year 2021-22. Accordingly, the Right of Use Asset value and corresponding lease liability based on the revisions as per demand notice have been recognised in the financial year 2021-22. Accordingly, the holding company has reassessed the lease liability obligations as per the latest demand notice and additional lease liability of Rs. 431 lakhs and Right of Use Asset of Rs. 431 lakhs has been recognised in the financial results. Adjustments, if any necessitated by the actual terms of the renewal would be made in due course, on receipt of the same from the Government.

The Auditors have included an Emphasis of Matter para on the same in their Audit Report.

6 The manufacturing plants of the holding company have been affected by the floods (Cyclone Michaung) in the month of December 2023 caused temporary disruptions to the plant operations including certain damages. The holding company resumed plant operations in a phased manner during December 2023 and entire plant operations started in January 2024 after carrying out repairs. The holding company has assessed the damages to the Property, Plant & Equipment (PPE) and Inventories for which claims have been lodged with the insurer which is currently under evaluation. Pending determination of the eventual damage as adjusted for salvages, the PPE and Inventories are continued to be carried at book values and further the repairs incurred amounting to Rs. 349 lakh is carried as Insurance receivable (net of interim claim received amount Rs. 300 lakhs), in view of which the impact on the financial results is unascertainable, accordingly no adjustments have been made in the financial results in this regard.

The Auditors have included an Emphasis of Matter para on the same in their Audit Report.

7 **Exceptional Items:**

During the current financial year, the company has provided for the Unspent Corporate Social Responsibility (CSR) obligations for the earlier years amounting to Rs. 554 lakh (already funded to the designated bank account as per CSR Rules) and the same has been shown as exceptional items for the current



8 **Segment reporting:**

Manufacture of petrochemicals is the only operating segment as defined in Ind AS 108: Operating Segments. And hence there is no separate segment reporting is applicable. However, entity wide disclosure of Revenue from External Customers is provided (in Rs. Lakhs):

Geographical Area	Quarter Ended			Year ended	Year Ended
	31-Mar-24	31-Dec-23	31-Mar-23	31-Mar-24	31-Mar-23
India	15,319	15,418	26,471	79,613	1,02,855
European Union and UK	10,205	4,953	6,778	23,208	14,452
Rest of the World	104	104	103	414	403

9 **Update on Subsidiaries:****a) Penn Globe Limited, UK:**

During the Previous Financial Year, Manali Petrochemicals Limited, the Holding company, through its subsidiary AMCHEM Speciality Chemicals Private Limited, Singapore had acquired 100% Equity of Penn Globe Limited, UK along with its two wholly owned subsidiary companies viz., Penn White Limited, UK and Pennwhite Print Solutions Limited, UK. Thus, Penn Globe Limited, UK along with its two wholly owned subsidiary companies have become wholly owned step-down subsidiaries of Manali Petrochemicals Limited w.e.f 30th November 2022. Consequently, financial results of these subsidiary companies are considered in the consolidated financial results w.e.f 01.12.2022.

As part of MPL Group's restructuring plan, the entire shares of Penn White Limited, UK (PWL) held by Penn Globe Limited, UK (PGL) has been transferred to AMCHEM Specialty Chemicals Private Limited, Singapore (AMCHEM, SG) effective 17th January 2024. Consequently, PWL has become a direct subsidiary of AMCHEM, SG. Further, on 29th January 2024 a voluntary strike-off application was filed by Penn Globe Limited, UK with Competent Authorities seeking their approval and it was dissolved on 23.04.2024. This business restructuring plan does not have any impact on the group financial position.

**b) Notedome Europe GmbH:**

Further to the investment made during previous quarter (EUR 15,000 - Equivalent INR 13.80 Lakhs), during the quarter ended 31.12.2023, Notedome Limited has invested EUR 10,000 (Equivalent INR 9.20 Lakhs) in its wholly owned Subsidiary Notedome Europe GmbH which was incorporated on 11.07.2023 in Germany and is yet to commence its business.

**c) Manali Speciality Private Limited:**

During the quarter ended 30.09.2023, the Holding company made an equity investment of Rs. 1 lakh in its wholly owned Subsidiary Manali Speciality Private Limited which was incorporated on 23.06.2023 in the state of Tamil Nadu and is yet to commence its business.

**d) PennWhite India Private Limited:**

During the quarter ended 31.03.2024, PennWhite India Private Limited, a step down subsidiary of Penn White Limited, UK was incorporated on 08.02.2024 in the state of Tamil Nadu and is yet to commence its business.

**e) Dissolution of Subsidiaries:****(i) AMCHEM Speciality Chemicals UK Limited (AMCHEM UK):**

During the Previous Financial Year, AMCHEM Speciality Chemicals UK Limited had filed an application for strike-off with statutory authorities in the UK. Consequently, the net assets of AMCHEM UK have been transferred to AMCHEM Speciality Chemicals Private Limited, Singapore (AMCHEM SG). Pursuant to this, the entire shares of Notedome Limited, UK have been transferred to AMCHEM SG and it has become became a direct subsidiary of AMCHEM SG. AMCHEM Speciality Chemicals UK Limited was dissolved on 19.09.2023.

**(ii) Pennwhite Print Solutions Limited (PPSL):**

As part of Group's restructuring plan, the trade assets and liabilities of Pennwhite Print Solutions Limited (PPSL) as at 31.03.2023 were transferred to Penn-White Limited (PWL) and the directors of Pennwhite Print Solutions have made application on 07.07.2023 for voluntary strike-off of the subsidiary with statutory authorities in UK and subsequently the company is dissolved on 03.10.2023. This business restructuring plan does not have any impact on the group financial position.



Notes to Consolidated Financial Results:

- 10 The figures for quarter ended 31st March are the balancing figures between audited annual figures of the full financial year and the published year-to-date figures up to the third quarter of the respective financial years.
- 11 **Dividend:**  
The Board of Directors has recommended a final dividend of Re. 0.75 (15%) per share on 17,19,99,229 equity shares of Rs. 5/- each for the financial year 2023-24, subject to approval of Members at the Annual General Meeting.
- 12 **Goodwill:**  
During the Previous Financial Year, the Parent Company acquired Penn Globe Limited, UK through its subsidiary AMCHEM Speciality Chemicals Private Limited, Singapore for an aggregate of GBP 24.98 million (includes Net cash consideration of GBP 20.56 million, Performance linked Consideration of GBP 1.50 million and adjustment of loans of GBP 2.92 million). As per the Share Purchase Agreement, performance linked consideration is to be determined based on subsequent performance, accordingly the same has been determined during the quarter ended 30.09.2023 at GBP 67,330 (Rs. 68 Lakhs as against GBP set apart as consideration based on performance) as the performance linked consideration. Hence the corresponding adjustments resulting from the reduction in the purchase consideration have been made to the carrying value of Goodwill in the Consolidated financial results during the year.
- 13 Previous period / year figures have been regrouped, wherever necessary.

Place: Chennai  
Date: May 13, 2024



For Manali Petrochemicals Limited

*R. Chandrasekar*

**R Chandrasekar**  
Managing Director  
DIN 06374821






**DECLARATION**

Pursuant to second proviso to Regulation 33(3)(d) of the SEBI Listing Regulations, 2015, we hereby declare and confirm that M/s. Brahmayya & Co, Chartered Accountants have issued an unmodified audit report on the Standalone and Consolidated Financial Results for the financial year ended 31<sup>st</sup> March 2024.

Kindly take this communication on record.

**For Manali Petrochemicals Limited**

Place: Chennai  
Date: 13.05.2024

  
R Chandrasekar  
Managing Director



**Factories :**

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Plant - 2 : Sathangadu Village, Manali, Chennai - 600 068

Phone : 044 - 2594 1025 Fax : 044 - 2594 1199

E-mail: [companysecretary@manalipetro.com](mailto:companysecretary@manalipetro.com)




**Large Corporate - Disclosure.**

We hereby confirm that we are not a Large Corporate as per the applicability criteria given under the SEBI operational circular SEBI/HO/DDHS/P/CIR/2021/613 dated August 10, 2021 (Chapter XII - Fund raising by issuance of debt securities by large corporate).

**For Manali Petrochemicals Limited**



R Swaminathan  
Company Secretary



K Lalitha  
Chief Financial Officer



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