

Limited Review Report

To the Board of Directors of Panchsheel Organics Limited

I have reviewed the accompanying statement of Unaudited Standalone Ind-AS Financial Results of M/s. Panchsheel Organics Limited ("the Company") for the quarter and half year ended 30th September, 2022, together with the notes thereon attached herewith ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016.

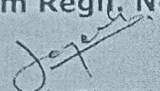
This statement which is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34) prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

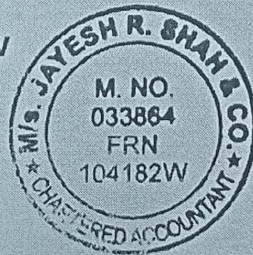
I conducted my review in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that I plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement.

A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an Audit. I have not performed an audit and accordingly I do not express an audit opinion.

Based on my review conducted as above, nothing has come to my attention that causes me to believe that the accompanying statement of Audited standalone Ind-AS financial results prepared in accordance with applicable Indian Accounting Standards, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under or by the Institute of Chartered Accountants of India and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 05, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Jayesh R Shah & Co.
Chartered Accountants
Firm Regn. No.104182W


Jayesh Shah
Proprietor
Membership No.033864



Place: Mumbai
Date: 14th November, 2022
UDIN: 22033864BDBIER2451

PANCHSHEEL ORGANICS LIMITED

Regd. Office : B-6-B7, SECTOR C, SANWER ROAD, INDS. ESTATE, INDORE, M.P. 452015

CIN NO : L24232MP1989PLC005390, Website: www.panchsheelorganics.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2022

(Rs. in Lakhs)

Sr No	Particulars	Three Months Ended			Year to date figures		For the Year Ended
		30-09-2022	30-06-2022	30-09-2021	30-09-2022	30-09-2021	31-03-2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income From Operations						
	(a) Revenue from Operations	2,433.26	2,135.65	1,498.96	4,568.91	3,052.13	6,903.36
	(b) Other Income	0.28	0.26	2.04	0.54	3.29	8.94
	Total Income from Operations	2,433.54	2,135.91	1,501.00	4,569.45	3,055.42	6,912.30
2	Expenditure						
	(a) Cost of Material Consumed	1,343.76	1,201.66	1,003.01	2,545.43	1,856.82	4,073.61
	(b) Purchase of Stock-in-trade	305.77	146.09	6.25	451.86	20.37	177.15
	(c) Changes In Inventories of Finished Goods, Work-in-Progress and Stock-in-trade	(176.11)	(93.82)	(225.08)	(269.93)	(158.32)	(355.45)
	(d) Employee Benefits expenses	140.76	132.37	124.70	273.13	240.70	491.53
	(e) Finance Costs	8.67	4.90	8.31	13.57	15.66	28.89
	(f) Depreciation and amortisation Expenses	31.16	32.36	29.34	63.52	60.00	124.54
	(g) Power and Fuel	30.14	32.14	24.72	62.28	47.08	86.75
	(h) Other expenditures	258.40	214.28	304.91	472.68	512.46	1,145.45
	Total Expenses	1,942.55	1,669.98	1,276.16	3,612.54	2,594.77	5,772.47
3	Profit / Loss from Operations before Tax (1-2)	490.99	465.93	224.84	956.91	460.65	1,139.83
4	Tax Expense:						
	Current Tax	123.57	117.27	62.55	240.84	128.16	319.90
	Excess or short income tax provision				-	-	(13.73)
	Deferred Tax			0.48	-	1.04	(2.16)
5	Profit/ (Loss) for the period from continuing operations	367.42	348.66	161.81	716.07	331.45	835.82
6	Other Comprehensive Income						
	Item that will not be reclassified to Profit or Loss	4.02	4.02	4.19	8.05	8.37	16.09
	Income Tax relating to items that will not be reclassified to Profit or Loss	(1.01)	(1.01)	(1.16)	(2.03)	(2.32)	(4.05)
7	Total Comprehensive Income for the period	370.43	351.67	164.84	722.09	337.51	847.86
8	Paid-up equity share capital (Face value Rs. 10/- per share)	1,178.18	1,003.08	1,003.08	1,178.18	1,003.08	1,003.08
9	Earnings Per Share (In Rupees)						
	(of Rs 10/- each) (Not annualized)						
	(a) Basic	3.52	3.48	1.61	6.99	3.30	8.33
	(b) Diluted	3.41	3.48	1.61	6.88	3.30	8.33



STATEMENT OF ASSETS AND LIABILITIES

Particulars	As at 30/09/2022 (Unaudited)	AS AT 31/03/2022 (Audited)
ASSETS		
1. Non-Current Assets		
(a) Property, Plant and Equipment		
(b) Capital Work-In-Progress	655.21	713.66
(c) Intangible Assets	197.65	171.15
(d) Financial Assets		
i. Investments		
ii. Loans	0.06	0.06
ii. Other Financial Assets		
(e) Deferred Tax Assets (Net)	55.84	50.70
(f) Other Non-Current Assets	25.32	27.34
Total Non-Current Assets	-	351.18
2. Current Assets	934.08	1,314.09
(a) Inventories		
(b) Financial Assets	3,080.31	2,525.68
i. Trade receivables		
ii. Cash and cash equivalents	3,360.53	3,251.83
iii. Bank balances other than (ii) above	43.63	197.26
iv. Loans	3,940.78	8.71
v. Other financial assets	8.14	17.47
(c) Other current assets	114.05	75.94
Total Current Assets	10,547.44	6,076.89
Total Assets	11,481.52	7,390.98
EQUITY AND LIABILITIES		
1. Equity		
(a) Equity share capital	1,178.18	1,003.08
(b) Equity share Warrants	636.45	
(c) Other equity	7,391.47	3,737.93
Total Equity	9,206.10	4,741.01
2. Liabilities		
Non-Current Liabilities		
(a) Financial liabilities		
i. Borrowings	112.20	99.25
ii. Trade payables		193.49
(b) Provisions		
(c) Employee benefit obligations	116.78	111.30
(d) Other non-current liabilities	88.40	
Total Non-Current Liabilities	317.38	404.04
Current Liabilities		
(a) Financial liabilities		
i. Borrowings	(377.50)	312.09
ii. Trade payables		
a. Total outstanding dues of micro enterprises and small enterprises	4.91	64.39
b. Total outstanding dues of creditors other than (a) above	2,180.27	1,617.49
iii. Other financial liabilities	43.23	55.68
(b) Employee benefit obligations	44.30	52.36
(c) Income tax liabilities	47.57	125.85
(d) Other current liabilities	15.26	18.07
Total Current Liabilities	1,958.04	2,245.93
Total Equity & Liabilities	11,481.52	7,390.98



CASH FLOW STATEMENT

		(Rs. in lakhs)	
		Period ended Sept 30, 2022 (Unaudited)	Period ended Sept 30, 2021 (Unaudited)
A.	CASH FLOW FROM OPERATING ACTIVITIES		
	Profit before tax	956.91	460.65
	Adjustments for:		
	Depreciation and amortisation	63.52	60.00
	Interest income	(0.54)	(3.29)
	Interest and finance charges	13.57	15.66
	Loss on sale of Property, Plant and Equipments	-	-
	Operating profit before working capital changes	1,033.46	533.02
	Adjustments for:		
	Increase / (Decrease) in trade payables	503.32	497.34
	Increase / (Decrease) in other financial liabilities	(12.45)	(38.90)
	Increase / (Decrease) in employee benefit obligation	5.47	3.13
	Increase / (Decrease) in other current liabilities	(2.81)	4.72
	Increase / (Decrease) in other non current liabilities	(105.09)	-
	(Increase) / Decrease in trade receivables	(108.70)	(209.65)
	(Increase) / Decrease in inventories	(554.64)	(274.62)
	(Increase) / Decrease in loans	9.33	(0.66)
	(Increase) / Decrease in other current assets	(38.11)	(11.76)
	(Increase) / Decrease in non current loans	-	-
	(Increase) / Decrease in other bank balances	(3,932.06)	(36.34)
	(Increase) / Decrease in other non-current assets	351.18	-
	Cash generated from operations	(2,851.10)	466.28
	Taxes paid (net of refunds)	(319.12)	(68.12)
	Net cash generated from operating activities	(3,170.22)	398.16
B.	CASH FLOW FROM INVESTING ACTIVITIES		
	Purchase of tangible/intangible assets	(31.57)	(40.21)
	Sale proceeds of property plant and equipments	-	-
	Interest received	0.54	3.29
	Movement in term deposit with bank (net)	(5.15)	118.91
	Net cash (used in) investing activities	(36.18)	81.99
C.	CASH FLOW FROM FINANCING ACTIVITIES		
	Proceeds from issues of equity shares including securities premium and warrants	3,843.31	-
	Proceeds / Repayment of borrowings (non current)	12.95	24.37
	Proceeds / Repayment of borrowings (current)	(689.59)	(518.85)
	Interest paid	(13.57)	(15.66)
	Dividend paid (Incl. Dividend Distribution Tax)	(100.32)	-
	Net cash (used in) financing activities	3,052.78	(510.14)
	Net increase in cash and cash equivalents (A+B+C)	(153.62)	(29.99)
	Cash and cash equivalents at the beginning of the year	197.26	433.97
	Cash and cash equivalents at the end of the year	43.64	403.98
	Cash and cash equivalents comprise:		
	Cash on hand	48.64	15.61
	Balances with banks	(5.00)	388.37
	Total	43.64	403.98

Note: The above cash flow statement has been prepared under "Indirect Method" specified in Ind AS 7 on "Cash Flow Statements".

- The financial results for the quarter and six months ended September 30, 2022 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 14, 2022.
- The Company operates in one reportable segment viz. "Manufacturing and Trading of Bulk Drug and Intermediate", in accordance with Ind AS 108 - "Operating Segments".
- The Indian Parliament has approved the code on social security, 2020 ('Code') which may likely impact the contributions made by the company towards Provident Fund and Gratuity. The Company will assess the impact and its evaluation once the corresponding rules are notified and will give appropriate impact in the financial statements in the period in which the code becomes effective and the related rules are notified.
- The company has issued 1750950 equity shares of Rs 10 each at Rs. 183.15 on September 8, 2022 on preferential basis.
- The company has issued 1390000 warrants at Rs. 183.15 per warrant on September 8, 2022 on preferential basis and collected Rs. 636.45 lakhs at 25% per warrant. Receipt in excess of 25% is accounted as non current liability.
- The directors recommend dividend of Rs. 0.80 per share

For, Panchsheel Organics Limited

Mahendra Turakhia
Chairman & Managing Director
DIN: 00006222



Place: Mumbai
Date: November 14, 2022