



KANORIA CHEMICALS & INDUSTRIES LIMITED

Registered Office :
KCI Plaza, 6th Floor
23C, Ashutosh Chowdhury Avenue
Kolkata-700 019
Tel : +91-33-4031-3200
CIN : L24110WB1960PLC024910
E-mail : calall@kanoriachem.com
Website : www.kanoriachem.com

KC-13/

28th May, 2021

Listing Department
National Stock Exchange of India Limited,
"Exchange Plaza", Plot No. C/1,
"G" Block, Bandra-Kurla Complex, Bandra (E),
Mumbai - 400 051

Symbol: KANORICHEM

BSE Limited,
1st Floor, New Trading Ring,
Rotunda Building, P.J. Towers,
Dalal Street, Fort,
Mumbai - 400 001

Code No. 50 6525

Dear Sir,

Sub: Outcome of the Board Meeting

This is to inform that the Board of Directors of the Company at its Meeting held today, the 28th May, 2021, inter alia, has considered and approved the Audited Financial Results (Standalone and Consolidated) of the Company for the year ended 31st March, 2021.

The Audited Financial Results (Standalone and Consolidated) of the Company for the year ended 31st March, 2021, alongwith separate Audit Reports on the above Financial Results are attached herewith.

Please note that pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we confirm that JKVS & CO., the Statutory Auditors of the Company, have issued Audit Reports with unmodified opinion on the above Financial Results.

The Board of Directors has not recommended any dividend for the year ended 31st March, 2021.

The Meeting commenced at 11.30 A.M. and concluded at 3'00 P.M

Thanking you,

Yours sincerely,
For Kanoria Chemicals & Industries Limited

N. K. Sethia
Company Secretary
Email: nksethia@kanoriachem.com
Mobile: 9830833287

Encl.: As above

Independent Auditor's Report on Audited Standalone Quarterly Financial Results and Year to Date Results of Kanoria Chemicals & Industries Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors
Kanoria Chemicals & Industries Limited

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying statement of standalone financial results ("the Statement") of M/S. KANORIA CHEMICALS & INDUSTRIES LIMITED (the "Company") for the quarter and year ended March 31, 2021, 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 (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- are presented in accordance with the requirements of Regulations 33 of the Listing Regulations in this regard; and
- give a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net loss (including other comprehensive income) and other financial information of the Company for the quarter and year ended March 31, 2021.

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 as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw our attention to Note 36 of the standalone financial statements, regarding revenue recognition for sale of Solar Power supplied to Discom based on the tariff declared by the Rajasthan Electricity Regulatory Commission vide order dated 5th March, 2019 pending execution of Power Purchase Agreement, the execution of which is sub-judice. The unbilled revenue towards this for the year is Rs. 23 millions and Rs.23.61 millions for the previous year and the corresponding receivables have been included in Trade Receivables. The Company is confident of recovery of the same in due course.

Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the standalone annual financial statements. The Company's Management and the Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net loss (including other comprehensive income) of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued there under 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;



Chartered Accountants

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 the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that gives a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Management and the Board of Directors are 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 to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 the Statement.

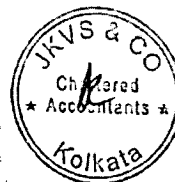
As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, 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 Management and 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 Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Results.

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.



JKVS & CO

Chartered Accountants

.....contd.

Other Matters

The Statement includes the results for the quarter ended March 31, 2021 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2021 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, as required under the Listing Regulations.

For JKVS & CO.
Chartered Accountants
Firm Registration Number: 318086E



(AJAY KUMAR)
Partner

Membership No.: 068756
UDIN: 21068756AAAAAU1649

Place: Kolkata
Date: 28th day of May, 2021





KANORIA CHEMICALS & INDUSTRIES LIMITED
 "KCI Plaza", 6th Floor, 23C, Ashutosh Chowdhury Avenue, Kolkata-700 019
 Phone No. +91 33 4031 3200
 Website : www.kanoriachem.com
 CIN : L24110WB1960PLC024910

(INR in Lakhs)

STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2021

Particulars	Quarter ended			Year ended	
	(Audited)	(Unaudited)	(Audited)	(Audited)	
	31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
INCOME					
Revenue from Operations	14,961	12,451	9,232	38,795	35,974
Other Income	(255)	339	593	488	1,988
Total Income	14,706	12,790	9,825	39,283	37,962
EXPENSES					
Cost of Materials Consumed	10,698	8,015	7,004	25,759	26,531
Change in Inventories of Finished Goods and Work-in-Progress	30	(76)	(318)	1,355	(1,408)
Employee Benefit Expenses	731	761	807	2,910	3,033
Other Expenses	1,952	1,757	1,714	5,923	7,120
Expenses	13,411	10,457	9,207	35,947	35,276
Profit before Finance Costs, Depreciation & Amortisation, Exceptional Items and Tax	1,295	2,333	618	3,336	2,686
Finance Costs	273	318	381	1,247	1,214
Depreciation and Amortisation Expenses	511	562	563	2,214	2,115
Profit/(Loss) before Exceptional Items and Tax	511	1,453	(326)	(125)	(643)
Exceptional Item (refer note 2)	-	299	-	378	-
Profit/(Loss) before Tax	511	1,154	(326)	(503)	(643)
Tax Expenses:					
Current Tax	-	-	-	-	-
Deferred Tax	(93)	24	(82)	(136)	(561)
Profit/(Loss) for the Period	604	1,130	(244)	(367)	(82)
OTHER COMPREHENSIVE INCOME (OCI)					
A (i) Items that will not be reclassified to Profit or Loss	94	7	(66)	84	(81)
(ii) Income Tax relating to items that will not be reclassified to Profit or Loss	(30)	3	16	(19)	20
B (i) Items that will be reclassified to Profit or Loss	-	-	-	-	(91)
(ii) Income Tax relating to items that will be reclassified to Profit or Loss	-	-	-	-	10
Other Comprehensive Income for the Period (net of tax)	64	10	(50)	65	(142)
Total Comprehensive Income for the Period	668	1,140	(294)	(302)	(224)
Paid up Equity Share Capital (INR 5/- per Share)	2,185	2,185	2,185	2,185	2,185
Other Equity	-	-	-	59,187	59,489
Earnings per Share (INR) - Basic & Diluted	1.38	2.59	(0.56)	(0.84)	(0.19)

(INR in Lakhs)

SEGMENT WISE STANDALONE REVENUE, RESULTS, ASSETS AND LIABILITIES					
Particulars	Quarter ended			Year ended	
	(Audited)	(Unaudited)	(Audited)	(Audited)	
	31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
Segment Revenue					
Alco Chemicals	14,905	12,401	9,166	38,565	35,644
Solar Power	56	50	66	230	330
Revenue from operations	14,961	12,451	9,232	38,795	35,974
Segment Results					
Alco Chemicals	1,323	1,737	(162)	1,808	239
Solar Power	(61)	(73)	(47)	(249)	(182)
Total	1,262	1,664	(209)	1,559	57
Less :					
i) Finance Costs	273	318	381	1,247	1,214
ii) Exceptional items	-	299	-	378	-
iii) Other Un-allocable expenditure net off Un-allocable income	478	(107)	(264)	437	(514)
Profit/(loss) before Tax	511	1,154	(326)	(503)	(643)
Segment Assets					
Alco Chemicals	51,066	50,336	51,778	51,066	51,778
Solar Power	2,043	2,080	2,258	2,043	2,258
Un-allocated	33,784	34,120	35,567	33,784	35,567
Total Assets	86,893	86,536	89,603	86,893	89,603
Segment Liabilities					
Alco Chemicals	7,865	6,807	8,024	7,865	8,024
Solar Power	114	109	105	114	105
Un-allocated	17,542	18,916	19,800	17,542	19,800
Total Liabilities	25,521	25,832	27,929	25,521	27,929

STATEMENT OF STANDALONE ASSETS AND LIABILITIES		
Particulars	Audited	
	As at 31.03.2021	As at 31.03.2020
ASSETS		
Non-Current Assets		
(a) Property, Plant and Equipment	40,438	42,134
(b) Capital Work-in-Progress	1,253	1,104
(c) Other Intangible Assets	6	27
(d) Financial Assets		
(i) Investments	14,257	14,719
(ii) Loans	13,402	13,479
(iii) Others	176	172
(e) Other Non-Current Assets	37	45
Total Non-Current Assets	69,569	71,680
Current Assets		
(a) Inventories	4,415	5,439
(b) Financial Assets		
(i) Investments	65	210
(ii) Trade Receivables	8,344	6,182
(iii) Cash and Cash Equivalents	100	788
(iv) Bank Balances other than (iii) above	149	1,011
(v) Loans	23	24
(vi) Others	1,677	1,309
(c) Current Tax Assets (Net)	1,749	1,768
(d) Other Current Assets	802	1,192
Total Current Assets	17,324	17,923
Total Assets	86,893	89,603
EQUITY AND LIABILITIES		
EQUITY		
Equity Share Capital	2,185	2,185
Other Equity	59,187	59,489
Total Equity	61,372	61,674
Liabilities		
Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	6,451	6,808
(b) Provisions	810	788
(c) Deferred Tax Liabilities (Net)	4,350	4,467
Total Non-Current Liabilities	11,611	12,063
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	5,071	6,761
(ii) Trade Payables		
Total outstanding dues of Micro and Small Enterprises	225	246
Total outstanding dues of Others	6,203	6,468
(iii) Other Financial Liabilities	1,831	1,935
(b) Other Current Liabilities	219	122
(c) Provisions	361	334
Total Current Liabilities	13,910	15,866
Total Liabilities	25,521	27,929
Total Equity and Liabilities	86,893	89,603

STATEMENT OF STANDALONE CASH FLOW		
Particulars	Audited	
	Year ended 31.03.2021	Year ended 31.03.2020
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before Exceptional Items and Tax	(125)	(643)
Adjustments for:		
Unrealized Debts and Claims Written Off	1	2
Provision for Bad & Doubtful Debts & Advances (Net)	(15)	20
Fair Value (Gain) on Foreign Exchange Forward Contracts	-	(69)
Finance Costs	1,247	1,214
Depreciation & Amortisation	2,214	2,115
(Profit)/Loss on Sale of Fixed Assets (Net)	3	32
(Gain)/Loss on Sale/Written off of Investments as FVTPL/FVTOCI (Net)	229	(99)
Interest Income	(677)	(920)
Fair Value (Gain)/Loss on Financial Instruments as FVTPL (Net)	176	143
Dividend Income	(3)	(2)
Guarantee Fee Income	(143)	(158)
Liabilities Written Back	(7)	(9)
Operating Profit before Working Capital Changes	2,900	1,626
Adjustments for:		
(Increase)/ Decrease in Trade and other Receivables (Net)	(1,969)	(349)
Inventories	1,023	(2,642)
Increase/ (Decrease) in Trade and other Payables (Net)	(106)	2,404
Cash Generated from Operations	1,848	1,039
Income Tax (Paid)/Refund (net)	20	169
Net Cash used in/from Operating Activities	1,868	1,208
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(698)	(2,735)
Sale of Fixed Assets	7	35
Loans & Advances to Subsidiaries (net)	69	(2,795)
Purchase of Investments	(51)	(1,828)
Sale of Investments	292	3,870
Fixed Deposits (net)	857	1,408
Interest received	272	485
Guarantee fee received	24	6
Dividend received	3	2
Net Cash used in/from Investing Activities	775	(1,552)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Borrowings (Net)	(2,059)	2,336
Dividend Paid (including Dividend Distribution Tax)	-	(395)
Finance Costs Paid	(1,272)	(1,325)
Net Cash used in/from Financing Activities	(3,331)	616
Net Increase/(Decrease) in Cash and Cash Equivalents	(688)	272
Cash and Cash Equivalents at the beginning of the year	788	516
Cash and Cash Equivalents at the end of the year	100	788

Notes :

- 1 The audited accounts of the Company were approved by the Board of Directors at its meeting held on 28th May, 2021 after review by the Audit Committee at its meeting held on 28th May, 2021.
- 2 Exceptional Items include:
 - i) Rs. 299 lakhs towards the demand for escalation in Operation & Maintenance charges pertaining to the financial years 2013-14 to 2019-20, raised during the quarter ended 31st December, 2020 by the concerned service provider of Jawahar Lal Nehru Pharma City, Visakhapatnam where one of the Company's Alco Chemicals manufacturing unit is situated.
 - ii) Rs. 79 lakhs towards write down of Solar Renewable Energy Certificates (RECs) recognized during previous year to zero value based on the reduction in floor price of REC from Rs. 1000 to 0 (zero) by Central Electricity Regulatory Commission (CERC) vide its order dated 17th June 2020.
Additionally, as the RECs generated during the year has also been recognized at zero value based on aforesaid order, there has been an adverse impact of Rs. 17 lakhs and Rs. 73 lakhs in the quarter and year ended 31st March 2021 respectively on Revenue from Operations, Profit, Segment Revenue and Result of Solar Power Segment.
- 3 The company, based on the internal and external sources of information and application of reasonable estimates, has carried out an assessment of possible impact of COVID-19 on various elements of its financial statements and it does not foresee any significant incremental risk to the recoverability of its assets or generation of revenue in the foreseeable future. Since the situation is continuously evolving, the eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these financial statements. Management will continue to monitor any material changes arising due to the impact of this pandemic on financial and operational performance of the Company and take necessary measures to address the situation.
- 4 Export Import Bank of India (Exim Bank) has approved and implemented a resolution plan for restructuring of loan granted to Kanoria Africa Textiles Plc, Ethiopia (KAT), a subsidiary of the Company, in May 2021. As per the terms of the resolution plan, the Company's Loan of Rs. 633.61 million to the said subsidiary has been converted into Equity Shares of KAT and balance loan including interest receivable aggregating Rs. 364.95 million has been subordinated which is receivable after the Exim Bank's loan is fully repaid in September, 2028, unless prepaid earlier/approved otherwise.
- 5 The figures for the quarter ended 31st March, 2021 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.
- 6 Previous year figures have been regrouped/rearranged, wherever necessary.

Place : Kolkata
Date : 28th May, 2021

**RAJYA
VARDHAN
KANORIA**

Digitally signed by RAJYA VARDHAN KANORIA
DN: cn=RAJYA VARDHAN KANORIA,
ou=Personal,
pseudoym=bc1a294d13ec7682e29531e23a0
d31ba62025005a314baac51a3483c6b449bbe,
postalCode=110007, st=DELHI,
serialNumber=8b3cc68f7bb2d1a57e12793b
89d904415d6acd70014ac6b354b022814e2a2
c, cn=RAJYA VARDHAN KANORIA
Date: 2021.05.28 13:14:26 +05'30'

R. V. Kanoria
Chairman & Managing Director
(DIN:00003792)

Independent Auditor's Report on the Quarterly and Year to Date Consolidated Financial Results of Kanoria Chemicals & Industries Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors of
Kanoria Chemicals & Industries Limited

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying statement of consolidated financial results ("Statement") of M/S Kanoria Chemicals & Industries Limited ("Holding Company") and its subsidiaries (the Company and its subsidiaries together referred to as "the Group"), for the quarter ended March 31, 2021 and for the year ended March 31, 2021, 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 the reports of the other auditors on separate audited financial statements of the subsidiaries, the Statement:

- i. includes the results of the following entities:

Sl. No.	Name of the Companies	Country of Incorporation	Relationship
1.	Kanoria Africa Textiles PLC	Ethiopia	Subsidiary Company
2.	APAG Holding AG	Switzerland	Subsidiary Company
3.	APAG Elektronik AG	Switzerland	Step Down Subsidiary
4.	APAG Elektronik s.r.o.	Czech Republic	Step Down Subsidiary
5.	CoSyst Control Systems GmbH	Germany	Step Down Subsidiary
6.	APAG Elektronik LLC	United States	Step Down Subsidiary
7.	APAG Elektronik Corp	Canada	Step Down Subsidiary

- ii. are presented in accordance with the requirements of Regulations 33 of the Listing Regulations in this regard; and
iii. gives a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of the consolidated net profit (including other comprehensive income) and other financial information of the Group for the quarter ended March 31, 2021 and for the year ended March 31, 2021.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs), as 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 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 Act and the Rules there under, 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.

Emphasis of Matter

We draw our attention to Note 35 of the consolidated financial statements, regarding revenue recognition for sale of Solar Power supplied to Discom based on the tariff declared by the Rajasthan Electricity Regulatory Commission vide order dated 5th March, 2019 pending execution of Power Purchase Agreement, the execution of which is sub-judice. The unbilled revenue towards this for the year is Rs. 23 millions and Rs.23.61 millions of the previous year and the corresponding receivables have been included in Trade Receivables. The Company is confident of recovery of the same in due course.

Our opinion is not modified in respect of this matter.



Management's Responsibilities for the Consolidated Financial Results

The Statement, which includes the Consolidated financial results has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit (including other comprehensive income) and other financial information of the Group in accordance with the applicable accounting standards prescribed under section 133 of the Act read with relevant rules issued there under 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 are 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 the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement 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 Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies included in the Group are 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 are also 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 Statement as a whole is 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 the Statement.

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 Statement, 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 Statement 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 Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial statements of the entities within the Group of which we are the independent auditors and whose financial information we have audited to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Statement of which we are the independent auditors. For the other entities included in the Statement, 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.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the consolidated financial statements

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement 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 No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, as amended, to the extent applicable.

Other Matters

- a. The accompanying Statement includes the audited financial statements and other financial information, in respect of APAG Holding AG and Kanoria Africa Textiles PLC, the foreign subsidiaries of Holding Company whose financial statements and other financial information reflect total assets of Rs73,809lakhs at March 31, 2021, and total revenues of Rs.23,860lakhs and Rs.70,691 lakhs, total net profit after tax of Rs.1,460 lakhs and Rs.1,966 lakhs, total comprehensive income of Rs.1,460 lakhs and Rs.1,966 lakhs, for the quarter and the year ended on that date respectively and net cash inflows of Rs.261 lakhs for the year ended March 31, 2021, as considered in the Statement which have been audited by their respective independent auditors.

The independent auditor's report on the financial statements of these entities have been furnished to us by the Management and our opinion on the Statement in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of such auditors and the procedures performed by us as stated in paragraph above.

Both the subsidiaries are located outside India whose financial statements and other financial information 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 and audited by us.

Our opinion on the Statement 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 and the Financial Statements certified by the Management.



JKVS & CO

Chartered Accountants

.....contd.

- b. This Statement includes the results for the quarter ended March 31, 2021 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2021 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subject to limited review by us, as required under the Listing Regulations.

For JKVS & CO
Chartered Accountants
Firm Registration No. 318086E



(AJAY KUMAR)
Partner
Membership No.: 068756
UDIN: 21068756AAAAAW5834

Place: Kolkata
Date: 28th day of May, 2021





KANORIA CHEMICALS & INDUSTRIES LIMITED
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 Phone No. +91 33 4031 3200
 Website : www.kanoriachem.com
 CIN : L24110WB1960PLC024910

(INR in Lakhs)

STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2021

Particulars	Quarter ended			Year ended	
	(Audited)	(Unaudited)	(Audited)	(Audited)	
	31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
INCOME					
Revenue from Operations	38,821	32,645	26,509	109,486	100,470
Other Income	(27)	515	(130)	1,194	2,182
Total Income	38,794	33,160	26,379	110,680	102,652
EXPENSES					
Cost of Materials Consumed	26,225	20,459	17,332	71,062	69,187
Change in Inventories of Finished Goods and Work-in-Progress	375	46	(444)	1,482	(1,104)
Employee Benefit Expenses	4,622	4,347	4,061	16,079	15,906
Other Expenses	3,783	3,290	3,838	11,499	13,668
Expenses	35,005	28,142	24,787	100,122	97,657
Profit before Finance Costs, Depreciation & Amortisation, Exceptional Items and Tax	3,789	5,018	1,592	10,558	4,995
Finance Costs	782	643	1,040	3,233	3,672
Depreciation and Amortisation Expenses	1,414	1,460	1,480	5,804	5,606
Profit/(Loss) before Exceptional Items and Tax	1,593	2,915	(928)	1,521	(4,283)
Exceptional Item (refer Note 2)	-	299	-	378	-
Profit/(Loss) before Tax	1,593	2,616	(928)	1,143	(4,283)
Tax Expenses:					
Current Tax	6	4	39	19	52
Deferred Tax	(477)	29	(38)	(471)	(1,165)
Tax for earlier years	-	-	(1)	(4)	(15)
Profit/(Loss) for the Period	2,064	2,583	(928)	1,599	(3,155)
OTHER COMPREHENSIVE INCOME (OCI)					
A (i) Items that will not be reclassified to Profit or Loss	94	7	(66)	84	(81)
(ii) Income Tax relating to items that will not be reclassified to Profit or Loss	(30)	3	16	(19)	20
B (i) Items that will be reclassified to Profit or Loss	-	-	-	-	(91)
(ii) Income Tax relating to items that will be reclassified to Profit or Loss	-	-	-	-	10
Other Comprehensive Income for the Period (net of tax)	64	10	(50)	65	(142)
Total Comprehensive Income for the Period	2,128	2,593	(978)	1,664	(3,297)
Profit/(Loss) attributable to					
Owners of the Company	1,993	2,331	(798)	1,452	(2,579)
Non-Controlling Interest	71	252	(130)	147	(576)
Other Comprehensive Income attributable to					
Owners of the Company	64	10	(50)	65	(142)
Non-Controlling Interest	-	-	-	-	-
Total Comprehensive Income attributable to					
Owners of the Company	2,057	2,341	(848)	1,517	(2,721)
Non-Controlling Interest	71	252	(130)	147	(576)
Paid up Equity Share Capital (INR 5/- per Share)	2,185	2,185	2,185	2,185	2,185
Other Equity	-	-	-	56,541	54,667
Earnings per Share (INR) - Basic & Diluted	4.56	5.33	(1.83)	3.32	(5.90)

(INR in Lakhs)

SEGMENT WISE CONSOLIDATED REVENUE, RESULTS, ASSETS AND LIABILITIES

Particulars	Quarter ended			Year ended	
	(Audited)	(Unaudited)	(Audited)	(Audited)	
	31.03.2021	31.12.2020	31.03.2020	31.03.2021	31.03.2020
Segment Revenue					
Alco Chemicals	14,905	12,401	9,166	38,565	35,644
Solar Power	56	50	66	230	330
Electronic Automotive	19,689	15,655	13,798	56,937	51,597
Textile	4,171	4,539	3,479	13,754	12,899
Revenue from operations	38,821	32,645	26,509	109,486	100,470
Segment Results					
Alco Chemicals	1,323	1,737	(162)	1,808	239
Solar Power	(61)	(73)	(47)	(249)	(182)
Electronic Automotive	558	750	(311)	1,009	(2,279)
Textile	1,033	1,037	367	2,623	1,096
Total	2,853	3,451	(153)	5,191	(1,126)
Less :					
i) Finance Costs	782	643	1,040	3,233	3,672
ii) Exceptional items	-	299	-	378	-
iii) Other Un-allocable expenditure net off					
Un-allocable income	478	(107)	(265)	437	(515)
Profit/(Loss) before Tax	1,593	2,616	(928)	1,143	(4,283)
Segment Assets					
Alco Chemicals	51,066	50,336	51,778	51,066	51,778
Solar Power	2,043	2,080	2,258	2,043	2,258
Electronic Automotive	39,835	37,224	36,883	39,835	36,883
Textile	33,974	33,638	34,876	33,974	34,876
Un-allocated	9,272	9,620	11,584	9,272	11,584
Total Assets	136,190	132,898	137,379	136,190	137,379
Segment Liabilities					
Alco Chemicals	7,865	6,807	8,024	7,865	8,024
Solar Power	114	109	105	114	105
Electronic Automotive	12,118	7,617	8,979	12,118	8,979
Textile	2,443	2,713	2,967	2,443	2,967
Un-allocated	54,110	57,839	59,253	54,110	59,253
Total Liabilities	76,650	75,085	79,328	76,650	79,328

(INR in Lakhs)

STATEMENT OF CONSOLIDATED ASSETS AND LIABILITIES		
Particulars	Audited	
	As at 31.03.2021	As at 31.03.2020
ASSETS		
Non-Current Assets		
(a) Property, Plant and Equipment	82,589	85,535
(b) Capital Work-in-Progress	1,332	1,520
(c) Goodwill on Consolidation	3,433	3,436
(d) Other Intangible Assets	382	457
(e) Intangible Assets under Development	39	-
(f) Financial Assets		
(i) Investments	1,880	2,342
(ii) Loans	16	24
(iii) Others	284	273
(g) Other Non-Current Assets	311	390
Total Non-Current Assets	90,266	93,977
Current Assets		
(a) Inventories	16,671	18,132
(b) Financial Assets		
(i) Investments	65	210
(ii) Trade Receivables	20,319	14,393
(iii) Cash and Cash Equivalents	3,196	3,622
(iv) Bank Balances other than (iii) above	270	1,048
(v) Loans	23	24
(vi) Others	186	360
(c) Current Tax Assets (Net)	1,750	1,779
(d) Other Current Assets	3,444	3,834
Total Current Assets	45,924	43,402
Total Assets	136,190	137,379
EQUITY AND LIABILITIES		
EQUITY		
Equity Share Capital	2,185	2,185
Other Equity	56,541	54,667
Equity attributable to equity holders of the parent	58,726	56,852
Non Controlling Interest	814	1,199
Total Equity	59,540	58,051
Liabilities		
Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	34,512	33,783
(ii) Other Financial Liabilities	560	581
(b) Provisions	810	788
(c) Deferred Tax Liabilities (Net)	3,240	3,733
Total Non-Current Liabilities	39,122	38,885
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	11,835	15,557
(ii) Trade Payables		
Total outstanding dues of Micro and Small Enterprises	225	246
Total outstanding dues of others	15,235	15,701
(iii) Other Financial Liabilities	6,898	7,131
(b) Other Current Liabilities	2,829	1,310
(c) Provisions	506	498
Total Current Liabilities	37,528	40,443
Total Liabilities	76,650	79,328
Total Equity and Liabilities	136,190	137,379

(INR in Lakhs)

STATEMENT OF CONSOLIDATED CASH FLOW		
Particulars	Audited	
	Year ended 31.03.2021	Year ended 31.03.2020
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before Exceptional Items and Tax	1,521	(4,283)
Adjustments for:		
Unrealized Debts and Claims Written Off	25	38
Provision for Bad & Doubtful Debts & Advances (Net)	(11)	(67)
Fair Value (Gain) on Foreign Exchange Forward Contracts	-	(69)
Finance Costs	3,233	3,672
Depreciation & Amortisation	5,804	5,606
(Profit)/Loss on Sale of Fixed Assets (Net)	19	(30)
(Gain)/Loss on Sale/Written off of Investments as FVTPL/FVTOCI (Net)	229	(99)
Interest Income	(141)	(355)
Fair Value (Gain)/Loss on Financial Instruments as FVTPL (Net)	176	143
Dividend Income	(3)	(2)
Liabilities Written Back	(22)	(133)
Unrealised Foreign Exchange (Gain) (Net)	(625)	(2,503)
Operating Profit before Working Capital changes	10,205	1,918
Adjustments for:		
(Increase)/ Decrease in Trade and other Receivables (Net)	(5,622)	1,033
Inventories	1,460	901
Increase/ (Decrease) in Trade and other Payables (Net)	2,187	(824)
Cash Generated from Operations	8,230	3,028
Income Tax (Paid)/Refund (net)	16	77
Net Cash used in/from Operating Activities	8,246	3,105
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(2,764)	(4,714)
Sale of Fixed Assets	412	413
Purchase of Investments	(51)	(1,828)
Sale of Investments	292	3,869
Fixed Deposits (net)	774	1,567
Interest received	153	365
Dividend received	3	2
Net Cash used in/from Investing Activities	(1,181)	(326)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Borrowings (Net)	(4,945)	3,028
Dividend Paid (including Dividend Distribution Tax)	-	(395)
Finance Costs paid	(2,546)	(3,735)
Net Cash used in/from Financing Activities	(7,491)	(1,102)
Net Increase/(Decrease) in Cash and Cash Equivalents	(426)	1,677
Cash and Cash Equivalents at the beginning of the year	3,622	1,945
Cash and Cash Equivalents at the end of the year	3,196	3,622

Notes :

- 1 The audited accounts of the Company were approved by the Board of Directors at its meeting held on 28th May, 2021 after review by the Audit Committee at its meeting held on 28th May, 2021.
- 2 Exceptional Items include:
 - i) Rs. 299 lakhs towards the demand for escalation in Operation & Maintenance charges pertaining to the financial years 2013-14 to 2019-20, raised during the quarter ended 31st December, 2020 by the concerned service provider of Jawahar Lal Nehru Pharma City, Visakhapatnam where one of the Company's Alco Chemicals manufacturing unit is situated.
 - iii) Rs. 79 lakhs towards write down of Solar Renewable Energy Certificates (RECs) recognized during previous year to zero value based on the reduction in floor price of REC from Rs. 1000 to 0 (zero) by Central Electricity Regulatory Commission (CERC) vide its order dated 17th June 2020.Additionally, as the RECs generated during the year has also been recognized at zero value based on aforesaid order, there has been an adverse impact of Rs. 17 lakhs and Rs. 73 lakhs in the quarter and year ended 31st March 2021 respectively on Revenue from Operations, Profit, Segment Revenue and Result of Solar Power Segment.
- 3 The Group, based on the internal and external sources of information and application of reasonable estimates, has carried out an assessment of possible impact of COVID-19 on various elements of its financial statements and it does not foresee any significant incremental risk to the recoverability of its assets or generation of revenue in the foreseeable future. Since the situation is continuously evolving, the eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these financial statements. Management will continue to monitor any material changes arising due to the impact of this pandemic on financial and operational performance of the Company and take necessary measures to address the situation.
- 4 Export Import Bank of India (Exim Bank) has approved and implemented a resolution plan for restructuring of loan granted to Kanoria Africa Textiles Plc, Ethiopia (KAT), a subsidiary of the Company, in May 2021. As per the terms of the resolution plan, the Company's Loan of Rs. 633.61 million to the said subsidiary has been converted into Equity Shares of KAT and balance loan including interest receivable aggregating Rs. 364.95 million has been subordinated which is receivable after the Exim Bank's loan is fully repaid in September, 2028, unless prepaid earlier/approved otherwise.
- 5 The figures for the quarter ended 31st March, 2021 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.
- 6 Previous year figures have been regrouped/rearranged, wherever necessary.

Place : Kolkata
Date : 28th May, 2021

**RAJYA
VARDHAN
KANORIA**

Digitally signed by RAJYA VARDHAN
KANORIA
DN: c=IN, o=Personal,
pseudoym=bc1a254d3e17682e29551e23
d5571ea02001005a3114ea1151a1c00449
bb, postalCode=110057, st=DELHI,
serialNumber=es3acc687fb2d1a57e12793
9895964415504c170014e0514400228e
2a2c, cn=RAJYA VARDHAN KANORIA
Date: 2021.05.28 13:16:09 +05'30'

R.V. Kanoria
Chairman & Managing Director
(DIN:00003792)