

**CORPORATE OFFICE :**  
1st floor, 137 Hubtown Solaris,  
N.S. Phadke Road, Opp. Teli Gali,  
Near Andheri East West Flyover Bridge.  
Andheri East. Mumbai - 400069 (INDIA).  
CIN No. L24232MP1989PLC005390  
Tel. : 91-22-6863 4200 / 6863 4206  
Fax : (91) 022-2206 3929  
E-mail : poltd@panchsheelorganics.in  
Website : <http://www.panchsheelorganics.com>



**Panchsheel  
Organics  
Limited**  
MFGRS. OF: BULK DRUGS  
& FORMULATIONS

Date: May 30, 2023

To,

**BSE Limited,**  
P. J. Tower, Dalal Street,  
Fort, Mumbai - 400 001.

Dear Sir,

**Scrip Code: 531726**

**Sub: Outcome of Board Meeting dated 30 May 2023.**

In accordance with the provisions of Regulation 30, 33 and all other applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform you that the Board of Directors of the Company at its Meeting held today has inter alia considered and approved the following matter:-

1. Approved the Standalone Audited Financial Results along with the Auditor Report and Statement of Asset and Liabilities and Cash Flow Statement for the Quarter and year ended 31<sup>st</sup> March, 2023 as Annexure A.
2. A declaration in respect of Audit Reports with Unmodified Opinion is attached as Annexure B.
3. Recommended a Final Dividend of Re. 0.80 per share on face value of Re. 10 per share for the financial year 2022-23, subject to the approval of the Shareholders at the ensuing Annual General Meeting of the Company.
4. Approved the Related party Transaction Limit up to 120 cr. with various related parties as mentioned in postal ballot notice.;
5. Conduct the postal ballot to obtain Shareholders' approval for abovementioned agenda no. 4 and approved the Postal Ballot Notice and calendar of events;
6. Appointed M/s. GMS & CO., Practicing Company Secretaries as Scrutinizer to conduct Postal ballot (E-voting process) in true and fair manner.

The meeting of the Board of Directors of the Company commenced at 05.00 p.m. and concluded at 7.30 p.m.

Kindly take the same on record.

Thanking you,

Yours faithfully,

For Panchsheel Organics Limited

Mahendra A. Turakhia  
Managing Director  
DIN: 00006222



**INDEPENDENT AUDITOR'S REPORT**

**TO THE BOARD OF DIRECTORS OF PANCHSHEEL ORGANICS LIMITED**

**Report on the Audit of the Standalone Financial Results**

**Opinion**

We have audited the accompanying standalone quarterly financial results of Panchsheel Organics Limited ("the Company") for the quarter ended March 31, 2023 and the year to date results for the period from April 01, 2022 to March 31, 2023, 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 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 Indian Accounting Standard, prescribed under Section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended March 31, 2023 as well as the year to date results for the period from April 01, 2022 to March 31, 2023.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of 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 ("the ICAI") together with the ethical requirements that are relevant to our audit of the Statement under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Management's Responsibilities for the Standalone Financial Results**

These quarterly financial results as well as year to date standalone financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these 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 Standard 34, 'Interim Financial Reporting' 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 financial results, 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 standalone 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 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- 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 standalone 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 financial results, including the disclosures, and whether the standalone 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**

Attention is drawn to the fact that the figures for the quarter ended March 31, 2023 as reported in these standalone financial results are the balancing figures between audited figures in respect of the year ended on March 31, 2023 and the published year to date figures up to the end of the third quarter of the financial year. Also, the figures up to the end of the third quarter had only been reviewed and were not subjected to audit.

For Jayesh R Shah & Co.

Chartered Accountants

Firm Regn. No. 104182W

Jayesh Shah

Proprietor

M. No. 033864

Place: Mumbai

Date: 30th May, 2023

UDIN: 23033864BGYCSL9101



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

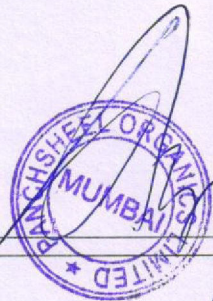
STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023

(Rs. in lakhs)

Sr. No.	Particulars	Three Months Ended			For the Year ended	For the Year ended
		31/03/2023	31/12/2022	31/03/2022	31/03/2023	31/03/2022
		(Audited)	(Unaudited)	(Audited) (Refer Note 4)	(Audited)	(Audited)
<b>1</b>	<b>Income from operations</b>					
	(a) Revenue from operations (Including excise duty)	2,952.79	2,796.19	2,290.97	10,317.88	6,903.36
	(b) Other income	117.19	0.54	5.02	118.27	8.94
	<b>Total income from Operations</b>	<b>3,069.98</b>	<b>2,796.73</b>	<b>2,295.99</b>	<b>10,436.14</b>	<b>6,912.30</b>
<b>2</b>	<b>Expenses:</b>					
	(a) Cost of materials consumed	1,586.82	1,395.65	1,332.02	5,527.90	4,073.61
	(b) Purchase of stock in Trade	305.85	372.40	115.04	1,130.12	177.15
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	184.42	(41.11)	(138.97)	(126.62)	(355.45)
	(d) Employee benefits expenses	152.37	164.28	122.33	589.78	491.53
	(e) Finance costs	23.02	18.06	7.63	54.65	28.89
	(f) Depreciation and amortisation expense	63.77	30.69	36.79	157.98	124.54
	(g) Power and fuel	17.15	42.75	15.79	122.18	88.75
	(i) Other expenses	310.86	289.69	408.01	1,073.22	1,145.45
	<b>Total Expenses</b>	<b>2,644.27</b>	<b>2,272.41</b>	<b>1,898.63</b>	<b>8,529.22</b>	<b>5,772.47</b>
<b>3</b>	<b>Profit /(Loss) from continuing operation before tax (1-2)</b>	<b>425.70</b>	<b>524.32</b>	<b>397.35</b>	<b>1,906.92</b>	<b>1,139.83</b>
<b>4</b>	<b>Tax expense</b>					
	Current Tax	138.60	131.96	113.34	511.40	319.90
	Excess or short income tax provision	-	-	(13.73)	-	(13.73)
	Deferred Tax	(11.46)	-	(3.60)	(11.46)	(2.16)
<b>5</b>	<b>Net Profit /(Loss) for the period (3-4)</b>	<b>298.57</b>	<b>392.36</b>	<b>301.34</b>	<b>1,406.99</b>	<b>835.82</b>
<b>6</b>	<b>Other comprehensive income</b>					
	Items that will not be reclassified to profit or loss	(0.66)	4.02	3.54	11.41	16.09
	Income tax relating to items that will not be reclassified to profit or loss	0.17	(1.01)	(0.57)	(2.87)	(4.05)
<b>7</b>	<b>Total comprehensive income for the period (5-6)</b>	<b>298.08</b>	<b>395.37</b>	<b>304.31</b>	<b>1,415.53</b>	<b>847.86</b>
<b>8</b>	<b>Paid-up equity share capital (Face value Rs. 10 per share)</b>	<b>1,178.18</b>	<b>1,178.18</b>	<b>1,003.08</b>	<b>1,178.18</b>	<b>1,003.08</b>
<b>9</b>	<b>Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year</b>	<b>8,428.14</b>	<b>3,737.93</b>	<b>3,737.93</b>	<b>8,428.14</b>	<b>3,737.93</b>
<b>10</b>	<b>Earnings Per share (In Rupees)</b>	<b>Rs.</b>	<b>Rs.</b>	<b>Rs.</b>	<b>Rs.</b>	<b>Rs.</b>
	(of Rs.10/- each) (not annualised)					
	(a) Basic	2.53	3.33	3.00	12.78	8.33
	(b) Diluted	2.27	2.98	3.00	11.94	8.33

STATEMENT OF ASSETS AND LIABILITIES

Particulars	As at 31/03/2023	As at 31/03/2022
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>1. Non-Current Assets</b>		
(a) Property, Plant & Equipment	769.18	713.66
(b) Capital Work-In-Progress	353.02	171.15
(c) Financial Assets		
i. Non current investments	0.06	0.06
ii. Loans	-	-
iii. Other financial assets	3,211.91	50.70
(d) Deferred Tax Assets (Net)	35.93	27.34
(e) Income Tax Assets	-	-
(f) Other Non-Current Assets	280.56	351.18
<b>Total Non-Current Assets</b>	<b>4,650.67</b>	<b>1,314.09</b>
<b>2. Current Assets</b>		
(a) Inventories	3,244.24	2,525.68
(b) Financial Assets		
i. Trade receivables	3,879.00	3,251.83
ii. Cash and cash equivalents	346.44	197.26
iii. Bank balances other than (ii) above	24.43	8.71
iv. Loans	21.88	17.47
(c) Other current assets	101.68	75.94
<b>Total Current Assets</b>	<b>7,617.67</b>	<b>6,076.89</b>
<b>Total Assets</b>	<b>12,268.34</b>	<b>7,390.98</b>
<b>EQUITY AND LIABILITIES</b>		
<b>1. Equity</b>		
(a) Equity share capital	1,178.18	1,003.08
(b) Other Equity	8,428.14	3,737.93
<b>Total equity</b>	<b>9,606.31</b>	<b>4,741.01</b>
<b>2. Liabilities</b>		
<b>Non-Current Liabilities</b>		
(a) Financial liabilities		
i) Borrowings	54.02	99.25
ii) Trade payables	56.67	193.49
(b) Deferred tax liabilities (net)	-	-
Government grants	-	-
(c) Employee Benefit Obligations	122.16	111.30
(d) Other non-current liabilities	60.93	-
<b>Total Non-Current Liabilities</b>	<b>293.77</b>	<b>404.04</b>
<b>Current Liabilities</b>		
(a) Financial liabilities		
i) Borrowings	503.94	312.09
ii) Trade payables		
a. Total outstanding dues of micro enterprises and small enterprises	-	64.39
b. Total outstanding dues of creditors other than (a) above	1,588.17	1,617.49
iii) Other financial liabilities	93.66	55.68
Income tax liabilities (Net)	71.78	125.85
(b) Government Grants	-	-
(c) Employee Benefit Obligations	52.43	52.36
(c) Other current liabilities	58.26	18.07
<b>Total Current Liabilities</b>	<b>2,368.26</b>	<b>2,245.93</b>
<b>Total Equity &amp; Liabilities</b>	<b>12,268.34</b>	<b>7,390.98</b>



## CASH FLOW STATEMENT

(Rs. in lakhs)

	Period ended March 31, 2023	Period ended March 31, 2022
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	1,906.93	1,139.83
<b>Adjustments for:</b>		
Depreciation and amortisation	157.98	124.54
Interest income	(118.00)	(7.81)
Interest and finance charges	54.65	28.89
<b>Operating profit before working capital changes</b>	<b>2,001.57</b>	<b>1,285.45</b>
<b>Adjustments for:</b>		
Increase / (Decrease) in trade payables, current	(93.75)	525.35
Increase / (Decrease) in trade payables, non current	(136.82)	172.32
Increase / (Decrease) in other financial liabilities, current	(2.48)	4.76
Increase / (Decrease) in other financial liabilities, non current	-	-
Increase / (Decrease) in employee benefit obligation, current	11.49	18.05
Increase / (Decrease) in employee benefit obligation, non current	10.86	2.75
Increase / (Decrease) in other current liabilities	40.20	11.50
Increase / (Decrease) in other non current liabilities	60.93	-
(Increase) / Decrease in trade receivables, current	(627.17)	(1,353.96)
(Increase) / Decrease in inventories	(718.56)	(646.63)
(Increase) / Decrease in loans, current	(4.40)	(14.75)
(Increase) / Decrease in loans, non current	70.63	55.80
(Increase) / Decrease in other bank balances	(15.72)	2.36
(Increase) / Decrease in other current assets	(25.74)	(1.01)
(Increase) / Decrease in non current investments	-	-
(Increase) / Decrease in non current loans	-	-
(Increase) / Decrease in other non-current financial assets	(1.35)	0.28
(Increase) / Decrease in other financial assets	-	-
(Increase) / Decrease in other non-current assets	-	-
<b>Cash generated from operations</b>	<b>569.70</b>	<b>62.27</b>
Taxes paid (net of refunds)	(565.47)	(236.90)
<b>Net cash generated from operating activities</b>	<b>4.23</b>	<b>(174.63)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of tangible/intangible assets	(395.37)	(153.07)
Interest received	118.00	7.81
Movement in term deposit with bank (net)	(3,159.87)	143.25
<b>Net cash (used in) investing activities</b>	<b>(3,437.24)</b>	<b>(2.01)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Issue of shares	3,206.86	-
Issue of Share warrants	636.45	-
Repayment of borrowings (non current)	(45.23)	(3.59)
Repayment of borrowings (current)	191.85	38.93
Interest paid	(54.65)	(28.89)
Dividend paid (Incl. Dividend Distribution Tax)	(353.07)	(66.52)
<b>Net cash (used in) financing activities</b>	<b>3,582.20</b>	<b>(60.07)</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>149.18</b>	<b>(236.71)</b>
Cash and cash equivalents at the beginning of the year	197.26	433.97
<b>Cash and cash equivalents at the end of the year</b>	<b>346.44</b>	<b>197.26</b>
<b>Cash and cash equivalents comprise:</b>		
Cash on hand	15.40	18.23
Balances with banks	320.92	168.91
Demand deposits (less than 3 months maturity)	10.12	10.12
<b>Total</b>	<b>346.44</b>	<b>197.26</b>

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 year ended March 31, 2023 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 30, 2023
- 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 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 figures for the last quarter are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the respective financial year.
- Figures for the corresponding previous periods have been regrouped/ rearranged, wherever necessary, to conform to the classification of the current period.
- Directors of the Company propose dividend @ 8% amounting to Rs. 94.25 Lakhs as at March 31, 2023.



For Panchsheel Organics Limited

Mahendra Tyarkhia  
Chairman & Managing Director

DIN: 00008222

Place: Mumbai  
Date: 30/05/2023

**CORPORATE OFFICE :**  
1st floor, 137 Hubtown Solaris,  
N.S. Phadke Road, Opp. Teli Gali,  
Near Andheri East West Flyover Bridge.  
Andheri East. Mumbai - 400069 (INDIA).  
CIN No. L24232MP1989PLC005390  
Tel. : 91-22-6863 4200 / 6863 4206  
Fax : (91) 022-2206 3929  
E-mail : poltd@panchsheelorganics.in  
Website : <http://www.panchsheelorganics.com>



**Panchsheel  
Organics  
Limited**

**MFGRS. OF: BULK DRUGS  
& FORMULATIONS**

Date: 30<sup>th</sup> May 2023

To,  
The Listing Compliance  
BSE LIMITED  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai- 400001

BSE Scrip Code: 531726

**Subject: Declaration pursuant to Regulation 33(3)(d) of the Securities and Exchange Board of India  
(LODR) Regulations, 2015**

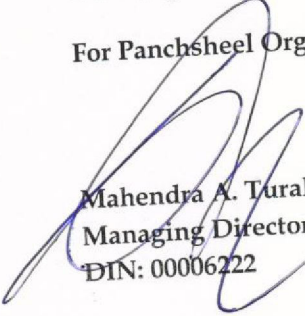
Dear Sir/Madam,

This is hereby declared and confirmed that the Auditors' Report given by the Statutory Auditors of the Company on the Audited financial statements (Standalone) of the Company for the quarter and financial year ended on 31 March, 2023 is with Unmodified Opinion.

Kindly take same on your records.

Thanking You.

For Panchsheel Organics Limited

  
Mahendra A. Turakhia  
Managing Director  
DIN: 00006222

