

17/01/2019

To,
The Listing Department
Bombay Stock Exchange Ltd.
Phiroze Jeejeebhay Towers,
Dalal Street, Mumbai-400001

Sub: Outcome of the Board Meeting held on Thursday, January 17, 2019

This is to inform you that the Board of Directors at its meeting held today, i.e. on Thursday January 17, 2019 which commenced at 2.30 p.m. and concluded at 2.50 p.m. have approved the Unaudited Financial Results for the Third Quarter and Nine months ended on December 31, 2018.

The copy of the Unaudited Financial Result and Limited Review Report are enclosed herewith for your record.

Kindly make a note of the same.

Thanking you.

Yours faithfully,
For Mangalam Organics Limited



Compliance officer

Encl. : as above



INDEPENDENT AUDITOR'S REVIEW REPORT

**The Board of Directors,
Mangalam Organics Limited**

We have reviewed the accompanying statement of unaudited financial results of **M/s. Mangalam Organics Limited** ("the company") for the quarter and period ended on 31st December 2018 ("the statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

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

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by Independent Auditor of the Entity' issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel & analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, **except that:**

- a) **Compliance of the Ind-AS -19 on Employee Benefits will be done at the year end.**
- b) **Compliance of the Ind-AS -37 regarding disclosure on Provisions, Contingent Liabilities and Contingent Assets will be done at the year end.**

Nothing has come to our notice that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the applicable Indian Accounting Standards as prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Place: Mumbai
Date: January 17, 2019**



**For: NGST & Associates
Chartered Accountants
Firm Reg. No. – 135159W**

Bhupendra
**(Bhupendra Gandhi)
(Partner)
(Membership No. 122296)**

UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED ON 31st DECEMBER, 2018

Sr. No.		Quarter ended on			Nine months ended on		Rs. In Lacs
		31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	Year ended on
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
1	Income						
	[a] Revenue from operations	12,143.39	10,908.62	7,836.15	31,822.97	18,781.35	24,423.74
	[b] Other Income	26.32	126.84	25.73	179.97	75.91	124.67
	Total Income [1a + 1b]	12,169.71	11,035.46	7,861.88	32,002.94	18,857.26	24,548.41
2	Expenses						
	[a] Cost of material consumed	5,350.81	6,947.26	4,446.90	18,325.96	12,370.28	16,849.45
	[b] Purchase of stock-in-trade	120.90	120.15	73.27	317.21	167.10	241.64
	[c] Change of inventories of finished goods, work in process and stock-in-trade	(294.73)	107.25	1,268.58	(502.43)	777.45	51.91
	[d] Excise duty	-	-	-	-	340.92	340.92
	[e] Employee benefit expenses	852.47	456.83	349.24	1,680.19	881.04	1,248.07
	[f] Finance cost	129.35	84.20	40.38	267.70	225.90	256.27
	[g] Depreciation and amortisation expenses	140.01	141.75	174.01	419.06	367.65	550.28
	[h] Other expenses	1,684.17	1,269.10	1,006.52	3,892.43	2,455.68	3,170.98
	Total Expenses (a)+(b)+(c)+(d)+(e)+(f)+(g)+(h)	7,982.98	9,126.54	7,358.90	24,400.12	17,586.02	22,709.52
3	Profit /(Loss) before exceptional Items / and tax (1-2)	4,186.73	1,908.92	502.98	7,602.82	1,271.24	1,838.89
4	Exceptional items	(560.18)	448.37	-	(111.82)	-	-
5	Profit / (loss) before tax (3-4)	3,626.55	2,357.29	502.98	7,491.00	1,271.24	1,838.89
6	Tax expenses						
	Current Tax	1,000.00	500.00	440.00	1,800.00	440.00	700.00
	Deffered tax (Income) / Expenses	-	-	(318.72)	-	(318.72)	(306.67)
7	Other comprehensive Income (net of tax)	-	-	(0.78)	-	(0.78)	(13.23)
8	Total Comprehensive Income for the period (Net of Tax) (5- 6+7)	2,626.55	1,857.29	380.92	5,691.00	1,149.18	1,432.33
9	Paid-up equity share capital [Face Value of each share Rs.10/-]	856.44	856.44	905.27	856.44	905.27	905.27
10	Other Equity	-	-	-	-	-	5,215.91
11	Earnings Per Share in Rs. (nominal value of share of Rs. 10/- each) Basic & Diluted - Not annualised	30.67	21.69	4.21	66.45	12.69	15.82



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NOTES :

- 1] The above un-audited Financial Results were reviewed by the Audit Committee and thereafter were approved by the Board of Directors of the Company at its meeting held on 17th January, 2019. The statutory auditors have carried out the limited review of above financial results.
- 2] Post applicability of Goods and Service Tax (GST) w.e.f. 1st July 2017, revenue from operations are disclosed net of GST. Accordingly the revenue from operations from 1st July 2017 are reported net of GST and hence are not comparable with revenue figures reported prior to 1st July, 2017 which were reported inclusive of Excise Duty.
- 3] The financial results of the Company have been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 (IND-AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 4] The segment-wise reporting as defined in Ind-AS-108 is not applicable since the Company has only one reportable segment " Chemicals".
- 5] Corresponding figures of the previous period have been re-grouped / re-arranged wherever necessary to make them comparable.

The Company has received Rs.466.44 lakh towards insurance claim on account of Loss of Profit and shown under Exceptional Item.

- 6] Insurance Claim receivable of Rs. 817.11 Lakh has been written off and shown under Exceptional Loss. Company is contemplating suitable legal action against Insurance company for this short claim received and it will be treated as exceptional gain as and when received from Insurance Company.

A minor fire broke out in one of the sales depot of the company located in UP on 6th December 2018. The fire was soon brought under control and there was no loss to life or limb. Further it is not likely to have any impact on operations of the Company, since it is just Sales Depot. Impact on profitability of the above is Rs.209.51 lakh and shown as exceptional loss in profit and Loss Account. Company is taking required steps to file this claim with the insurance Company and it will be treated as exceptional gain as and when received.

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For Mangalam Organics Limited

Pannkaj Dujodwala
Pannkaj Dujodwala

Managing Director (DIN 00546353)

Place : Mumbai
Date : 17th January, 2019

