



POLYCHEM LIMITED

CIN: L24100MH1955PLC009663

REGD. OFFICE: 7. JAMSHEDJI TATAROAD. CHURCHGATE RECLAMATION. MUMBAI-400 020
Ph: 022 - 2282 0048, E-mail: polychemltd@kilachand.com , Website: www.polychemltd.com

Date: 17.05.2023

To
Head Listing Compliance
Bombay Stock Exchange Ltd.
PhirozeJeejeebhoy Towers,
Dalal Street, Mumbai - 400 001

Company Code – 506605

Dear Sir/Ma'am,

Sub: Outcome of Board Meeting.

Re : Regulation 30 and 33 of SEBI (LODR) Regulations, 2015.

1. The Board of Directors of their Company at their meeting held today, have inter alia, approved the following:
 - a) Audited Standalone and Consolidated financial results of the Company for the quarter and year ended 31st March, 2023 along with Assets and Liabilities Statement and cash flow statement for the year ended 31st March, 2023 read with respective Independent Auditor's Report.
 - b) Payment of dividend of Rs. 20/- per share of Rs 10/- each i.e 200% on the Equity shares of the Company for the financial year ended 31st March, 2023, subject to the approval of shareholders at the ensuing Annual General Meeting.
 - c) Re-appointment of Mr. A. H. Mehta as Dy. Managing Director of the Company for a period of 3 years w. e. f. 5th June, 2023, subject to the approval of shareholders at the ensuing Annual General Meeting.

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: 2 :

2. Accordingly, please find enclosed the following:
- a) Audited Standalone and Consolidated financial results of the Company for the quarter and year ended 31st March, 2023 along with Assets and Liabilities Statement and cash flow statement for the year ended 31st March, 2023.
 - b) Independent Auditor's report in respect of the audited Standalone and Consolidated financial results of the company for the financial year ended 31st March, 2023.
 - c) Declaration under regulation 33(3)(d) of SEBI (LODR) Regulations, 2015 regarding unmodified opinion of Statutory Auditors in respect of standalone and consolidated financial results of the company for the quarter and year ended 31st March, 2023.

Meeting started at 11.45 a.m. and concluded at 3.55 p.m.

This is for your information and record.

Yours faithfully,
For **Polychem Limited**

(Deepali V Chauhan)
Company Secretary & Compliance Officer
Mem No. A38273

NAYAN PARIKH & CO.

(REGISTERED)

CHARTERED ACCOUNTANTS

OFFICE NO. 9, 2ND FLOOR, JAIN CHAMBERS, 577, S.V. ROAD, BANDRA (WEST), MUMBAI 400050, INDIA.

PHONE : (91-22) 2640 0358, 2640 0359

Independent Auditor's Report on Audit of Annual Standalone Financial Results and Review of Quarterly Standalone Financial Results of Polychem Limited pursuant to the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015

To
The Board of Directors
Polychem Limited
Mumbai

Opinion and Conclusion

We have (a) audited the Standalone Financial Results for the year ended March 31, 2023 and (b) reviewed the Standalone Financial Results for the quarter ended March 31, 2023 (refer "Other Matters" section below), which were subject to limited review by us, both included in the accompanying "Statement of Standalone Financial Results for the Quarter and Year Ended March 31, 2023" of **Polychem Limited** ("the Company"), ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

(a) Opinion on Annual Standalone Financial Results

In our opinion and to the best of our information and according to the explanations given to us, the Standalone Financial Results for the year ended March 31, 2023:

- (i) is presented in accordance with requirements of Regulation 33 of the Listing Regulations, and
- (ii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year then ended.

(b) Conclusion on Unaudited Standalone Financial Results for the quarter ended March 31, 2023

With respect to the Standalone Financial Results for the quarter ended March 31, 2023, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Standalone Financial Results for the quarter ended March 31, 2023, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.



Basis for Opinion on the Audited Standalone Financial Results for the year ended March 31, 2023

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 paragraph (a) of Auditor’s Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (“ICAI”) together with the ethical requirements that are relevant to our audit of the Standalone Financial Results for the year ended March 31, 2023 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 Code of Ethics issued by ICAI. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

Management’s Responsibilities for the Statement

This Statement which includes the Standalone Financial Results is the responsibility of the Company’s Management and approved by the Board of Directors for the issuance. The Standalone Financial Results for the year ended March 31, 2023 has been compiled from the related audited standalone financial statements. This responsibility includes the preparation and presentation of the Standalone Financial Results for the quarter and year ended March 31, 2023 that give a true and fair view of the net profit and other comprehensive income/(loss) and other financial information of the Company in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (“Ind AS”) prescribed under section 133 of the Act read with the 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 Statement 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 financial reporting process of the Company.



Auditor's Responsibilities

(a) Audit of the Standalone Financial Results for the year ended March 31, 2023

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results for the year ended March 31, 2023 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 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 Annual 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. However, Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of standalone financial statements on whether the company has adequate internal financial controls with reference to standalone 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.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 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 Company to cease to continue as a going concern.



- Evaluate the overall presentation, structure and content of the Annual Standalone Financial Results, including the disclosures, and whether the Annual Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company to express an opinion on the Annual 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.

(b) Review of the Standalone Financial Results for the quarter ended March 31, 2023

We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2023 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 ICAI. A review of interim financial information consists of making inquiries, primarily of the Company’s personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

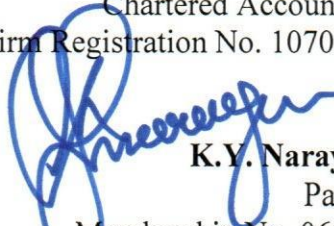
Other Matters

The Statement includes the results for the quarter ended March 31, 2023 being the balancing figures 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. Our report on the Statement is not modified in respect of this matter.

Place: Mumbai
Date: May 17, 2023



For Nayan Parikh & Co.
Chartered Accountants
Firm Registration No. 107023W


K.Y. Narayana
Partner
Membership No. 060639
UDIN:23060639BGRYUM7338

Statement of Standalone Financial Results For The Quarter and Year ended March 31, 2023

Sr. No.	Particulars	Quarter ended on		Year ended on		
		31-Mar-23	31-Dec-22	31-Mar-22	31-Mar-23	31-Mar-22
1	Revenue from Operations				Audited	Audited
(a)	Net Sales	665.62	806.69	718.01	3,372.80	1,995.87
(b)	Other Operating Income	37.24	40.77	17.46	149.08	46.60
2	Other Income (refer note no 3)	11.54	23.00	325.09	49.53	386.71
3	Total Income (1+2)	714.40	870.46	1,060.56	3,571.41	2,429.18
4	Expenses					
(a)	Cost of materials consumed	525.46	425.55	397.84	2,042.45	1,181.29
(b)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(190.72)	(21.93)	16.35	(210.99)	(32.61)
(c)	Processing charges	107.14	95.63	82.88	404.94	245.51
(d)	Employee benefits expense	101.32	89.08	80.86	358.73	304.02
(e)	Finance Costs	1.74	1.61	1.25	6.22	4.38
(f)	Depreciation and amortisation expense	20.71	14.00	12.05	54.79	47.26
(g)	Other expenses	85.25	72.98	125.86	455.21	366.04
5	Total Expenses	650.90	676.92	717.09	3,111.35	2,115.89
6	Profit before Tax (3-4)	63.50	193.54	343.47	460.06	313.29
7	Current Tax (for the year)	15.60	44.50	(8.51)	89.60	-
8	Deferred Tax	(2.42)	(0.03)	(8.51)	(1.68)	(10.04)
9	Net Profit for the period after Tax (5-6)	50.32	149.07	351.98	372.14	323.33
10	Other Comprehensive Income / (Loss)	(3.41)	(1.51)	(8.79)	(7.94)	(6.04)
11	Items that will not be re-classified to Profit or Loss: Remeasurments of post employment benefit	0.86	0.38	2.21	2.00	1.52
12	Income tax relating to these items	47.77	147.94	345.40	366.20	318.81
11	Total Comprehensive Income for the period (7-8)	40.40	40.40	40.40	40.40	40.40
11	Paid-up Equity Share Capital (Face value Rs. 10/- per share)	40.40	40.40	40.40	2,630.99	2,276.91
12	Other Equity	12.45	36.90	87.11	92.10	80.02
12	Earning Per Share - (Basic and diluted) (Rs.)*					

*EPS is not annualised for the Quarter ended March 31, 2023, Quarter ended December 31, 2022 and Quarter ended March 31, 2022.

Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on May 17, 2023.
- These results have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- The above financial results includes gain/(loss) on account of Fair value measurement of Investments classified respectively under Other Income/Other Expense.

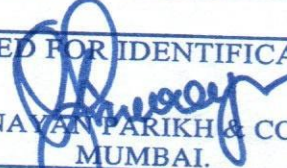
Particulars	Quarter ended on		Year ended on		
	31-Mar-23	31-Dec-22	31-Mar-22	31-Mar-23	31-Mar-22
Net gain/(loss) on account of Fair value measurement of Investments	6.48	19.75	3.89	36.40	51.37
4	A dividend of Rs 20/- per equity share i.e. 200% of the face value of Rs.10/- each (Previous Year - Rs. 3/4; e. 30% of the face value of Rs.10/- each) has been recommended by the Board of Directors which is subject to the approval of the shareholders.				
5	As the Company's business activity falls within a single business segment in terms of Ind AS 108 on Operating Segments, the financial statement are reflective of the information required by Ind AS 108.				
6	As per Ind AS 108 - "Operating Segment information" has been provided under the Notes to Consolidated Financial Results.				
7	The financial figures for the quarter ended March 31, 2023 and March 31, 2022 are the balancing figures between audited figures with respect to full financial year ended on March 31, 2023 and March 31, 2022 respectively and the published unaudited year to date figures upto the third quarter ended December 31, 2022 and December 31, 2021 respectively, which were subject to limited review.				

Place: Mumbai
 Date: May 17, 2023



P T KILACHAND
 (DIN No.:00005516)
 Managing Director

Statement of Standalone Assets and Liabilities as at March 31, 2023		
Particulars	(Rs. in Lakhs)	
	As At	
	31-Mar-23	31-Mar-22
	Audited	Audited
ASSETS		
Non-current assets		
Property, plant and equipment	147.29	52.01
Right - to - use asset	41.73	21.48
Other Intangible assets	8.61	1.52
Financial assets		
Investments	1,649.34	1,487.72
Loans	8.90	6.47
Other financial assets	15.87	12.32
Deferred tax assets (Net)	29.06	25.38
Other non-current assets	5.01	4.11
Total non-current assets	1,905.81	1,611.01
Current Assets		
Inventories	446.15	236.30
Financial Assets		
Trade receivables	323.47	614.04
Cash and cash equivalents	137.01	28.67
Bank balances other than cash and cash equivalents	90.31	88.05
Loans	4.20	5.16
Other financial assets	0.69	0.48
Current tax assets (Net)	22.53	1.53
Other current assets	96.19	89.48
Total current assets	1,120.55	1,063.71
Total assets	3,026.36	2,674.72
EQUITY AND LIABILITIES		
Equity		
Equity Share capital	40.40	40.40
Other Equity	2,630.99	2,276.91
Total equity	2,671.39	2,317.31
Liabilities		
Non-current liabilities		
Financial Liabilities		
Other financial liabilities	35.84	2.38
Total non-current liabilities	35.84	2.38
Current liabilities		
Financial Liabilities		
Trade payables		
Total outstanding dues of Micro & Small Enterprises	20.73	6.05
Other than Micro & Small Enterprises	109.88	148.11
Other financial liabilities	89.26	123.93
Other current liabilities	98.63	76.31
Provisions	0.63	0.63
Total current liabilities	319.13	355.03
Total equity and liabilities	3,026.36	2,674.72

SIGNED FOR IDENTIFICATION
BY

NAVAN PARIKH & CO.
MUMBAI.

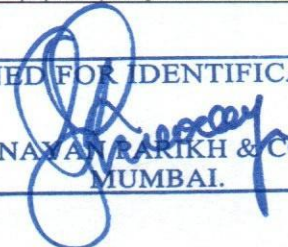
Place: Mumbai
Date: May 17, 2023



P T KILACHAND
(DIN No.:00005516)
Managing Director

Standalone Statement of cash flow for the year ended March 31, 2023		
Particulars	(Rs. In Lakhs)	
	Year Ended	
	31-Mar-23	31-Mar-22
	Audited	Audited
Cash flow from operating activities		
Net Profit before tax	460.06	313.29
Non-cash Adjustment to Profit Before Tax:		
Depreciation and amortization expense	54.79	47.26
Dividend Income	(0.98)	(0.77)
Gratuity & Compensated absences (unfunded)	11.83	10.95
Reversal of impairment of Investments	-	(315.59)
Interest Income	(5.82)	(6.56)
Provision for Bonus	-	(0.14)
Amount written off	0.01	1.57
Amount no longer payable written back	-	(1.10)
MTM (Gain)/loss on forward contracts	(0.81)	(0.45)
Finance Income (Including fair value changes in financial instruments)	(37.19)	(55.71)
Bad Debts	0.07	-
Profit on sale of Property, plant and equipment	(0.52)	(0.01)
Finance Cost on lease	6.22	4.38
Unrealised gain and loss on foreign exchange	(4.59)	(10.31)
	483.07	(13.19)
Working Capital Adjustments :		
Decrease/(Increase) in trade receivables	295.88	(321.62)
Increase in inventories	(209.86)	(27.68)
(Decrease)/Increase in trade payables	(23.55)	77.99
Decrease in other financial assets	1.21	-
(Increase)/Decrease in other non-current assets	(2.89)	11.21
Increase in other current assets	(6.71)	(19.92)
Increase in other current liabilities	2.56	9.17
Increase in other financial liabilities	17.45	51.89
Cash generated from operations	557.16	(232.15)
Direct taxes paid (net of refunds)	108.35	(0.87)
Net cash flow from/(used in) operating activities (A)	448.81	(231.28)
Cash flow from investing activities		
Payments for acquisition of property, plant and equipment	(170.04)	(8.42)
Payments for acquisition of intangible assets	(8.66)	-
Loans to employees and others	(1.48)	(2.83)
Proceeds from sale of property, plant and equipment	1.80	0.36
Movement in Fixed deposits	(7.00)	(55.00)
Investment in mutual funds & Shares	(200.00)	(118.36)
Proceeds on redemption of mutual funds	75.57	131.89
Interest received	5.60	7.28
Dividend received	0.98	0.77
Net cash flow used in investing activities (B)	(303.23)	(44.31)
Cash flows from financing activities		
Finance lease payments	(25.13)	(23.84)
Dividends Paid	(12.12)	-
Net cash flow used in financing activities (C)	(37.25)	(23.84)
Net increase/(decrease) in cash and cash equivalents (A+B+ C)	108.33	(299.43)
Cash and cash equivalents at the beginning of the year	28.67	328.10
Cash and cash equivalents at the end of the year	137.01	28.67
Reconciliation of cash and cash equivalents as per the cash flow statement :		
Cash and cash equivalents		
Balances with banks:		
On current accounts	128.01	18.90
Deposits with original maturity of less than 3 months	9.00	9.00
Cash on hand	-	0.77
Balance as per the cash flow statement	137.01	28.67

Note : Above statement has been prepared by using Indirect method as per Ind AS - 7 on Statement of Cash flows.

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 BY

 NAYAN PARIKH & CO.
 MUMBAI.

Place: Mumbai
 Date : May 17, 2023



P T KILACHAND
 (DIN No.:00005516)
 Managing Director

NAYAN PARIKH & CO.

(REGISTERED)

CHARTERED ACCOUNTANTS

OFFICE NO. 9, 2ND FLOOR, JAIN CHAMBERS, 577, S.V. ROAD, BANDRA (WEST), MUMBAI 400050, INDIA.

PHONE : (91-22) 2640 0358, 2640 0359

Independent Auditor's Report on Audit of Annual Consolidated Financial Results and Review of Quarterly Consolidated Financial Results of Polychem Limited pursuant to the Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors
Polychem Limited
Mumbai

Opinion and Conclusion

We have (a) audited the Consolidated Financial Results for the year ended March 31, 2023 and (b) reviewed the Consolidated Financial Results for the quarter ended March 31, 2023 (refer "Other Matters" section below), which were subject to limited review by us, both included in the accompanying "Statement of Consolidated Financial Results for the Quarter and Year Ended March 31, 2023" of **Polychem Limited** (hereinafter referred to as the "the Holding Company") and its subsidiary (Holding Company and its subsidiary together referred to as "the Group"), for the quarter and the year ended March 31, 2023 (hereinafter referred to as the "Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

(a) Opinion on Annual Consolidated Financial Results

In our opinion and to the best of our information and according to the explanations given to us, and based on consideration of the audit reports of other auditors on standalone financial statements / consolidated financial results and other financial information of subsidiaries referred to in Other Matters section below, the Consolidated Financial Results for the year ended March 31, 2023:

- (i) includes the annual standalone financial results of one subsidiary namely Gujarat Poly Electronics Limited:
 - (i) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations , and
 - (ii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated net profit and consolidated total comprehensive income and other financial information of the Group for the year ended March 31, 2023.



(b) Conclusion on Unaudited Consolidated Financial Results for the quarter ended March 31, 2023

With respect to the Consolidated Financial Results for the quarter ended March 31, 2023, based on our review conducted and procedures performed as stated in paragraph (b) of Auditor's Responsibilities section below and based on the considerations of the review reports of the other auditors referred to in other matters section below, nothing has come to our attention that causes us to believe that the Consolidated Financial Results for the quarter ended March 31, 2023, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Basis for Opinion on the Audited Consolidated Financial Results for the year ended March 31, 2023

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 paragraph (a) of 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated financial Results for the year ended March 31, 2023 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 Code of Ethics issued by ICAI. We believe that the audit evidence obtained by us and other auditor in terms of their report referred to in "Other Matters" paragraph below, is sufficient and appropriate to provide a basis for our audit opinion.

Management's Responsibilities for the Statement

This Statement, which includes the Consolidated Financial Results is the responsibility of the Holding Company's Management and approved by the Board of Directors for the issuance. The Consolidated Financial Results for the year ended March 31, 2023, has been compiled from the related audited consolidated financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these Statement for the quarter and year ended March 31, 2023 that give a true and fair view of the consolidated net profit and consolidated other comprehensive income and other financial information of the Group, in accordance with the recognition and measurement principles laid down in 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 are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for



NAYAN PARIKH & CO.

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 respective 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 this Consolidated Financial Results 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 entity 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 responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Statement

(a) Audit of the Consolidated Financial Results for the year ended March 31, 2023

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results for the year ended March 31, 2023 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 this 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 Annual 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. However, under section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of consolidated financial statements on whether the company has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.



NAYAN PARIKH & CO.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Director's 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.
- Perform procedures in accordance with the circular issued by the SEBI under regulation 33(8) of Listing Regulations to the extent applicable.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results and other financial information of the Group, to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entity 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.

We communicate with those charged with governance of the Holding Company and subsidiary included in the Statement of which we are the independent auditor 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.

(b) Review of the Consolidated Financial Results for the quarter ended March 31, 2023.

We Conducted our review of the Consolidated Financial Results for the quarter ended March 31, 2023 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 ICAI. A review of interim financial information consists of making



NAYAN PARIKH & CO.

inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Other Matters

- (i) The consolidated financial results includes the audited standalone financial results of one subsidiary, whose standalone financial results reflect Group's share of total assets of Rs.1,902.72 lakhs as at March 31, 2023 and total revenue of Rs.550.78 lakhs and Rs. 2,040.88 lakhs, total net profit /(loss) after tax of Rs. 148.87 lakhs and Rs. 529.87 lakhs, total comprehensive income Rs 140.22 lakhs and Rs 517.68 lakhs, for the quarter ended March 31, 2023 and for the year ended March 31, 2023 respectively, and net cash outflow Rs. 5.55 lakh for the year ended March 31, 2023, as considered in the consolidated financial results and; whose standalone financial results have not been audited by us. These financial results and other financial information have been audited by its independent auditor whose report have been furnished to us by the Management of the Company and our opinion on the Statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on the report of such auditor and the procedures performed by us are as stated in paragraph above. Our opinion on the consolidated financial results is not modified in respect of above matters with respect to our reliance on the work done and the report of the other auditor.
- (ii) The Statement includes the results for the quarter ended March 31, 2023 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 Nayan Parikh & Co.

Chartered Accountants

Firm Registration No. 107023W



A handwritten signature in blue ink, appearing to read 'K.Y. Narayana', written over the circular stamp.

K.Y. Narayana

Partner

Membership No. 060639

UDIN: 23060639BGRYUN2152

Place: Mumbai

Date: May 17, 2023

Statement of Consolidated Financial Results For The Quarter and Year ended March 31, 2023

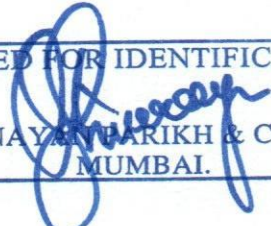
		(Rs. in Lakhs)				
Sr. No.	Particulars	Quarter ended on			Year ended on	
		31-Mar-23	31-Dec-22	31-Mar-22	31-Mar-23	31-Mar-22
		Refer Note No.6	Unaudited	Refer Note No.6	Audited	Audited
1	Revenue from Operations					
(a)	Net Sales	1,073.42	1,195.99	1,092.13	4,969.14	3,523.74
(b)	Other Operating Income	40.05	42.18	19.51	155.07	54.55
2	Other Income (refer note no.4)	172.32	38.39	5.99	560.63	81.57
3	Total Income (1+2)	1,285.79	1,276.56	1,117.63	5,684.84	3,659.86
4	Expenses					
(a)	Cost of materials consumed	523.46	428.85	399.43	2,044.12	1,183.74
(b)	Purchase of stock-in-trade	280.10	237.95	225.73	1,023.12	989.97
(c)	Changes in inventories of finished goods , work-in-progress and stock- in-trade	(199.68)	(16.18)	22.17	(216.79)	(92.47)
(d)	Processing charges	107.14	95.63	82.88	404.94	245.51
(e)	Employee benefits expense	184.70	157.89	166.25	662.21	607.87
(f)	Finance Costs	2.17	1.99	1.50	7.77	5.52
(g)	Depreciation and amortisation expense	26.46	19.39	17.28	76.67	68.36
(h)	Other expenses	131.93	118.13	138.69	629.97	574.28
	Total Expenses	1,056.29	1,043.65	1,053.93	4,632.01	3,582.78
5	Profit before Tax (3-4)	229.50	232.91	63.70	1,052.83	77.08
6	Tax expenses					
	Current Tax (for the year)	15.60	44.50	-	89.60	-
	Deferred Tax	(2.41)	(0.04)	(8.51)	(1.68)	(10.04)
7	Net Profit for the period after Tax (5-6)	216.31	188.45	72.21	964.91	87.12
8	Other Comprehensive Income/(Loss)					
	Items that will not be re-classified to Profit or Loss :					
	Re-measurements of the defined benefit plans	(12.07)	(2.68)	(18.18)	(20.13)	(10.75)
	Income tax relating to items that will not be reclassified to profit or loss	0.86	0.38	2.21	2.00	1.52
	Total Other Comprehensive Income / (Loss) (after Tax)	(11.21)	(2.30)	(15.97)	(18.13)	(9.23)
9	Total Comprehensive Income for the period (7-8)	205.11	186.15	56.24	946.78	77.89
10	Profit attributable to:					
	Owners of the parent	149.49	154.95	55.75	722.79	50.62
	Non controlling interest	66.83	33.50	16.46	242.12	36.50
	Other Comprehensive Income/(Loss) attributable to:					
	Owners of the parent	(7.23)	(1.22)	(11.65)	(12.52)	(7.06)
	Non controlling interest	(3.98)	(1.08)	(4.32)	(5.61)	(2.17)
	Total Comprehensive Income attributable to:					
	Owners of the parent	142.26	153.74	44.10	710.27	43.56
	Non controlling interest	62.84	32.41	12.14	236.51	34.33
11	Paid-up Equity Share Capital (Face value Rs. 10/- per share)	40.40	40.40	40.40	40.40	40.40
12	Other Equity				3,448.62	2,750.48
13	Earning Per Share - (Basic and diluted) (Rs.)*	37.00	38.35	13.80	178.89	12.53

*EPS is not annualised for the Quarter ended March 31, 2023, Quarter ended December 31, 2022 and Quarter ended March 31, 2022.

Notes :

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on May 17, 2023.
- These results have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- A dividend of Rs.20/- per equity share i.e. 200 % of the face Value of Rs.10/- each (Previous Year - Rs. 3/- i.e. 30 % of the face value of Rs.10/- each) has been recommended by the Board of Directors which is subject to the approval of the shareholders.
- The above financial results includes gain/(loss) on account of Fair value measurement of Investments classified respectively under Other Income/Other Expense:

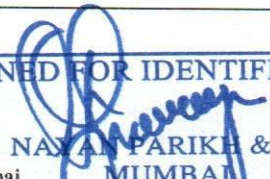
		(Rs. in Lakhs)				
Particulars	Quarter ended on			Year ended on		
	31-Mar-23	31-Dec-22	31-Mar-22	31-Mar-23	31-Mar-22	
	Refer Note No.6	Unaudited	Refer Note No.6	Audited	Audited	
Net gain/(loss) on account of Fair value measurement of Investments	17.18	26.81	3.89	54.60	51.37	

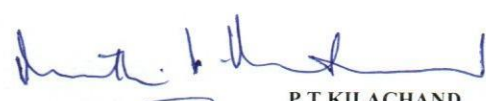
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 BY

 NAYAN VARIKH & CO.
 MUMBAI.

For POLYCHEM LIMITED

 P. T. KILACHAND
 Managing Director
 DIN : 00005618

Statement of Consolidated Assets and Liabilities as at March 31, 2023		
(Rs. in Lakhs)		
Particulars	As At	
	31-Mar-23 Audited	31-Mar-22 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	253.73	216.87
Right - to - use asset	82.81	28.58
Other Intangible assets	26.55	11.49
Financial assets		
Investments	1,902.30	937.50
Loans	8.90	6.47
Other financial assets	24.54	21.97
Deferred tax assets (Net)	29.06	25.38
Other non-current assets	5.23	4.32
Total non-current assets	2,333.12	1,252.58
Current Assets		
Inventories	750.58	536.25
Financial Assets		
Trade receivables	781.73	978.77
Cash and cash equivalents	161.99	59.21
Bank balances other than cash and cash equivalents	175.31	343.57
Loans	9.96	14.07
Other financial assets	3.39	5.71
Current tax assets (Net)	22.53	1.53
Other current assets	113.22	112.09
Total current assets	2,018.71	2,051.20
Assets held for sale	6.39	31.39
Total assets	4,358.22	3,335.17
EQUITY AND LIABILITIES		
Equity		
Equity Share capital	40.40	40.40
Other Equity	3,448.62	2,750.48
Amount attributable to Owners of Polychem Limited	3,489.02	2,790.88
Non Controlling Interest	307.61	71.09
Total equity	3,796.63	2,861.97
Liabilities		
Non-current liabilities		
Financial Liabilities		
Other financial liabilities	72.72	3.45
Provisions	24.16	26.84
Total non-current liabilities	96.88	30.29
Current liabilities		
Financial Liabilities		
Trade payables		
Total outstanding dues of Micro & Small Enterprises	31.58	9.13
Total outstanding dues of Creditors other than Micro & Small Enterprises	110.54	148.61
Other financial liabilities	104.42	140.40
Other current liabilities	196.55	114.18
Provisions	21.62	30.59
Current Tax Liabilities (Net)	-	-
Total current liabilities	464.71	442.91
Total equity and liabilities	4,358.22	3,335.17

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 BY

NAYAN PARIKH & CO.
MUMBAI
 Place: Mumbai
 Date : May 17, 2023

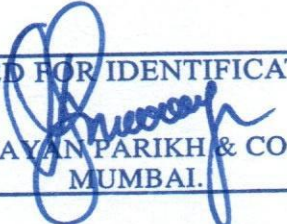

P T KILACHAND
 (DIN No.:00005516)
 Managing Director

POLYCHEM LIMITED
CIN NO:L24100MH1955PLC009663
Regd. Office - 7 J Tata Road,Churchgate Reclamation, Mumbai - 400020
Telephone: 91 22 22820048; Email :polychemltd@kilachand.com

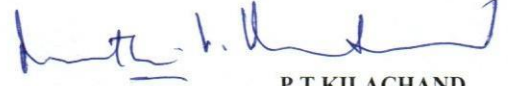
Consolidated Statement of cash flow for the year ended March 31, 2023

Particulars	(Rs. In Lakhs)	
	Year Ended	
	31-Mar-23	31-Mar-22
Cash flow from operating activities		
Profit before tax	1,052.83	77.08
Non-cash Adjustment to Profit Before Tax:		
Depreciation and amortization expense	76.67	68.36
Dividend Income	(0.98)	(0.77)
Gratuity & Compensated absences (unfunded)	(0.35)	10.95
Interest Income	(17.56)	(6.56)
Provision for Bonus	-	(0.14)
Amount no longer payable written back	(0.10)	(1.13)
Amount written off	0.01	(0.79)
Allowance for bad & doubtful debts	(6.03)	(0.04)
MTM (Gain)/loss on forward contracts	(0.81)	(0.45)
Gain on disposal of property,plant and equipment (Net)	(475.39)	(0.01)
Finance Income (Including fair value changes in financial instruments)	(55.39)	(55.71)
Bad Debts	0.07	-
Finance Cost on Lease	7.77	5.52
Unrealised gain and loss on foreign exchange	(9.62)	(16.69)
	571.13	79.62
Working Capital Adjustments :		
Decrease/(Increase) in trade receivables	213.46	(247.51)
Increase in inventories	(214.33)	(90.52)
(Decrease)/Increase in trade payables	(15.67)	4.59
Decrease/(Increase) in other financial assets	10.24	(1.26)
(Increase)/Decrease in other non-current assets	(3.91)	11.15
Increase in other current assets	(1.12)	(36.82)
Increase in provisions	17.58	20.11
Increase in Loans	3.16	4.50
Increase/(Decrease) in other current liabilities	38.24	(15.11)
Increase in other financial liabilities	17.43	50.67
Cash generated from operations	636.21	(220.58)
Direct taxes paid (net of refunds)	108.35	(0.87)
Net cash flow from/(used in) operating activities (A)	527.86	(219.71)
Cash flow from investing activities		
Payments for acquisition of property, plant and equipment	(170.04)	(8.42)
Payments for acquisition of intangible assets	(8.66)	-
Loans to employees and others	(1.48)	(2.83)
Proceeds from sale of property, plant and equipment	564.33	0.36
Movement in Fixed deposits	158.00	(98.00)
Investment in mutual funds & shares	(1,016.73)	(118.36)
Proceeds from sale of Investments	75.57	131.89
Interest received	17.35	7.28
Dividend received	0.98	0.75
Net cash flow used in investing activities (B)	(380.68)	(87.32)

Cash flows from financing activities		
Finance lease payments	(32.29)	(29.36)
Dividends Paid	(12.12)	-
Net cash flow used in financing activities (C)	(44.41)	(29.36)
Net increase/(decrease) in cash and cash equivalents (A+B+ C)	102.78	(336.39)
Cash and cash equivalents at the beginning of the year	59.21	395.60
Cash and cash equivalents at the end of the year	161.99	59.21
Reconciliation of cash and cash equivalents as per the cash flow statement :		
Cash and cash equivalents		
Balances with banks:		
On current accounts	152.99	49.24
Deposits with original maturity of less than 3 months	9.00	9.00
Cash on hand	-	0.97
Balance as per the cash flow statement :	161.99	59.21
Note : Above statement has been prepared by using Indirect method as per Ind AS - 7 on Statement of Cash flows		

SIGNED FOR IDENTIFICATION
BY

NAYAN PARIKH & CO.
MUMBAI.

Place: Mumbai
Date : May 17, 2023



P T KILACHAND
(DIN No.:00005516)
Managing Director

POLYCHEM LIMITED 

CIN: L24100MH1955PLC009663

REGD. OFFICE: 7. JAMSHEDJI TATAROAD. CHURCHGATE RECLAMATION. MUMBAI-400 020
Ph: 022 - 2282 0048, E-mail: polychemltd@kilachand.com , Website: www.polychemltd.com

Date: 17.05.2023

To
Head Listing Compliance
Bombay Stock Exchange Ltd.
PhirozeJeejeebhoy Towers,
Dalal Street, Mumbai - 400 001

Company Code – 506605

Dear Sir/Ma'am,

Sub: Declaration for Audit Reports with unmodified opinion(s).

In terms of second proviso to Regulation 33 (3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, it is declared that the Statutory Auditor, M/s Nayan Parikh & Co. has expressed an unmodified opinion(s) on the audited standalone and consolidated financial results of the Company for the quarter and year ended 31st March, 2023.

This is for your information and record.

Yours faithfully,
For **Polychem Limited**

(Deepali V Chauhan)
Company Secretary & Compliance Officer
Mem No. A38273