

POLYCHEM LIMITED 

CIN: L24100MH1955PLC009663

REGD. OFFICE: 7. JAMSHEDJI TATAROAD. CHURCHGATE RECLAMATION. MUMBAI-400 020

Ph: 022 - 2282 0048, Fax: 022 - 2285 0606

E-mail: polychemltd@kilachand.com , Website: www.polychemltd.com

Date: 24.06.2021

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 in accordance with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

1. The Board of Directors of their Company at their meeting held today, have inter alia, approved the Audited Standalone and consolidated financial results of the Company for the quarter and year ended 31st March, 2021.
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, 2021.
 - b) Auditor's report in respect of the audited Standalone and Consolidated financial results of the company for the financial year ended 31st March, 2021.
 - c) Declaration under regulation 33(3)(d) of SEBI (LODR) Regulations, 2015 regarding unmodified opinion in respect of standalone and consolidated financial results of the company for the quarter and year ended 31st March, 2021.

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 Annual Standalone Financial Results of Polychem Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015

To
The Board of Directors
Polychem Limited
Mumbai

Opinion

We have audited the accompanying statement of standalone financial results of **Polychem Limited** ("the Company") for the quarter and the year ended March 31, 2021 ("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 amended ("Listing Regulations").

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

- (i) is presented in accordance with requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended in this regard; 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 other comprehensive income and other financial information of the Company for the quarter and the 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 ("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 ("ICAI") together with the ethical requirements that are relevant to our audit of the financial results 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.



Independent Auditor's Report (Continued)

Polychem Limited

Management's Responsibilities for the Standalone Financial Results

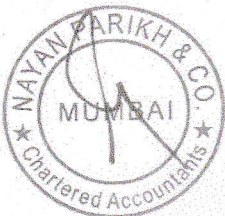
This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of standalone financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the standalone financial results that give a true and fair view of the net profit and other comprehensive income 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 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 financial reporting process of the Company.

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.



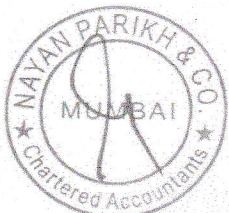
Independent Auditor's Report (Continued)

Polychem Limited

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. 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.
- 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 financial results represent 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



Independent Auditor's Report (Continued)

Polychem Limited

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.

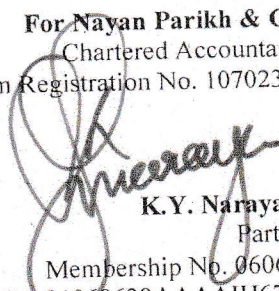
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

The 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 and the published unaudited year to date figures up to the third quarter of the current financial year.

Place: Mumbai
Dated this 24th Day of June, 2021



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

K.Y. Narayana
Partner
Membership No. 060639
UDIN: 21060639AAAAIH6762

POLYCHEM LIMITED
 CIN NO: L24100MH1955PLC009663
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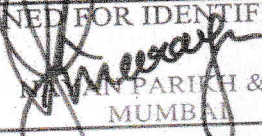
Statement of Audited Standalone Financial Results For The Quarter and Year Ended March 31, 2021						
(Rs. in Lakhs)						
Sr. No.	Particulars	Quarter ended on			Year ended on	
		31-Mar-21	31-Dec-20	31-Mar-20	31-Mar-21	31-Mar-20
		Audited	Unaudited	Audited	Audited	Audited
1	Revenue from Operations	390.65	285.88	510.64	1,070.78	2,240.92
(a)	Net Sales	8.53	7.85	17.63	23.06	59.89
(b)	Other Operating Income	13.34	46.53	7.90	129.83	75.36
2	Other Income					
3	Total Income (1+2)	412.52	340.26	536.17	1,223.67	2,376.17
4	Expenses	203.60	115.53	253.34	500.99	1,160.97
(a)	Cost of materials consumed	13.14	20.90	0.91	21.54	15.30
(b)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	47.92	35.73	66.13	143.24	284.72
(c)	Processing charges	71.05	71.77	80.37	281.50	289.80
(d)	Employee benefits expense	0.81	0.71	0.38	2.62	0.91
(e)	Finance Costs	14.07	13.78	13.00	51.28	51.01
(f)	Depreciation and amortisation expense	67.60	47.97	56.73	194.62	262.68
(g)	Other expenses					
	Total Expenses	418.19	306.39	470.86	1,195.79	2,065.29
5	Profit / (Loss) before Tax (3-4)	(5.67)	33.87	65.31	27.88	310.78
6	Tax expenses			18.50		70.00
	Current Tax (for the year)	-	0.33	-	0.20	-
	Current Tax (relating to prior years)	(2.57)	0.12	0.61	(1.57)	(0.16)
	Deferred Tax					240.94
7	Net Profit / (Loss) for the period after Tax (5-6)	(3.10)	33.42	46.20	29.25	240.94
8	Other Comprehensive Income (Net of taxes)					
	Items that will not be re-classified to Profit or Loss:					
	Remeasurements of post employment benefit	8.03	(1.46)	(4.66)	3.66	(6.33)
	Income tax relating to these items	(2.02)	0.37	1.17	(0.92)	1.59
9	Total Comprehensive Income for the period (7-8)	2.91	32.33	42.71	31.99	236.20
10	Paid-up Equity Share Capital (Face value Rs. 10/- per share)	40.40	40.40	40.40	40.40	40.40
11	Other Equity				1,958.10	1,976.62
12	Earning Per Share - (Basic and diluted) (Rs.)*	(0.77)	8.27	11.44	7.24	59.63

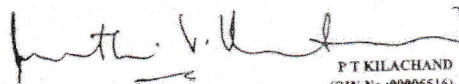
*EPS is not annualised for the Quarter ended March 31, 2021, Quarter December 31, 2020 and Quarter March 31, 2020.

Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on June 24, 2021.
- 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 Company has assessed the probable impact of COVID-19 pandemic. It has considered internal and external information available up to the date of approval of these financial results and expects that the carrying amounts of inventories, trade receivables and other assets are recoverable. However, the impact of COVID-19, including the current wave, may be different from that estimated as at the approval of these financial results. The company will continue to monitor any material changes to future economic condition.
- As per Ind As 108 - "Operating Segment information" has been provided under the Notes to Consolidated Financial Results.
- Figures of the previous periods have been regrouped wherever necessary. The figures for the quarter ended 31st March are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto 31st December.

Place: Mumbai
Date: 24th June, 2021

SIGNED FOR IDENTIFICATION
BY 
MANOJ PARIKH & CO.
MUMBAI


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

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

Statement of Audited Standalone Assets and Liabilities as at March 31, 2021

Particulars	(Rs. in Lakhs)	
	As At	
	31-Mar-21	31-Mar-20
	Audited	Audited
ASSETS		
Non-current assets		
Property, plant and equipment	69.52	80.58
Right - to - use Building	41.24	60.99
Other Intangible assets	3.45	0.78
Financial assets		
Investments	1,130.01	928.32
Loans	5.46	0.80
Other financial assets	13.69	11.87
Deferred tax assets (Net)	13.82	13.17
Other non-current assets	14.19	43.42
Total non-current assets	1,291.38	1,139.93
Current Assets		
Inventories	208.62	226.31
Financial Assets		
Trade receivables	282.80	406.98
Cash and cash equivalents	328.10	248.04
Bank balances other than cash and cash equivalents	32.05	208.90
Loans	3.33	8.77
Other financial assets	1.20	2.77
Current tax assets (Net)	2.54	15.68
Other current assets	70.54	37.56
Total current assets	929.18	1,155.01
Total assets	2,220.56	2,294.94
EQUITY AND LIABILITIES		
Equity		
Equity Share capital	40.40	40.40
Other Equity	1,958.10	1,976.62
Total equity	1,998.50	2,017.02
Liabilities		
Non-current liabilities		
Financial Liabilities		
Other financial liabilities	20.64	40.11
Total non-current liabilities	20.64	40.11
Current liabilities		
Financial Liabilities		
Trade payables		
Total outstanding dues of Micro & Small Enterprises	13.59	17.08
Other than Micro & Small Enterprises	62.58	65.39
Other financial liabilities	73.25	89.31
Other current liabilities	51.23	63.07
Provisions	0.77	1.27
Current Tax Liabilities (Net)	-	1.69
Total current liabilities	201.42	237.81
Total equity and liabilities	2,220.56	2,294.94

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 BY *[Signature]*
 N. S. K. K. & CO.
 MUMBAI.

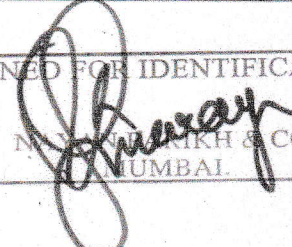
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Place: Mumbai
 Date : 24th June, 2021

P. T. Kilachand
 (DIN - 00005516)
 Managing Director


POLYCHEM LIMITED
CIN NO: L24100MH1955PLC009663
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Audited Standalone Statement of cash flow for the year ended March 31, 2021		
Particulars	(Rs. In Lakhs)	
	Year Ended March 31	
	2021	2020
	Audited	Audited
Cash flow from operating activities		
Profit before income tax	27.88	310.78
Non-cash Adjustment to Profit Before Tax:		
Depreciation and amortization expense	51.28	51.01
Dividend Income	(0.70)	(0.45)
Gratuity & Leave Encashment Provision	(1.23)	8.00
Interest Income	(20.06)	(18.86)
Provision for Bonus	(0.50)	7.44
Amount written off	1.84	0.41
Amount no longer payable written back	(0.05)	-
Lease Income	(2.04)	-
MTM (Gain)/loss on forward contracts	(0.82)	7.07
Change in fair value of financial assets at fair value through profit or loss	(101.58)	(47.76)
Bad Debts	0.20	0.07
Profit on sale of Property, plant and equipment	(0.06)	-
Loss on fire	5.19	-
Finance Cost on lease	2.62	0.91
Unrealised gain and loss on foreign exchange	(0.41)	(15.68)
	(38.45)	302.94
Change in operating assets and liabilities :		
Decrease/(increase) in trade receivables	122.50	(22.96)
Decrease/(increase) in inventories	12.50	6.20
Increase/(decrease) in trade payables	(6.25)	(10.51)
Increase/(decrease) in other financial assets	-	3.94
Decrease/(increase) in other non-current assets	28.18	7.59
Decrease/(increase) in other current assets	(32.98)	42.45
Increase/(decrease) in other current liabilities	(6.94)	(18.85)
Increase/(decrease) in other financial liabilities	(15.45)	30.32
Cash generated from operations	63.12	341.12
Direct taxes paid (net of refunds)	(12.26)	60.47
Net cash flow from/(used in) operating activities (A)	75.39	280.65
Cash flow from investing activities		
Payments for acquisition of property, plant and equipment	(18.67)	(15.52)
Payments for acquisition of intangible assets	(4.50)	(0.34)
Loans & advances repaid by Subsidiaries	-	80.00
Inter corporate deposit given	-	6.35
Loans to employees and others	0.78	(5.17)
Proceeds from sale of property, plant and equipment	0.11	-
Movement in Fixed deposits	180.33	(135.02)
Investment in mutual funds & Shares	(100.12)	(21.20)
Interest received	21.63	16.88
Dividend received	0.70	0.45
Net cash flow from/(used in) investing activities (B)	80.27	(73.57)

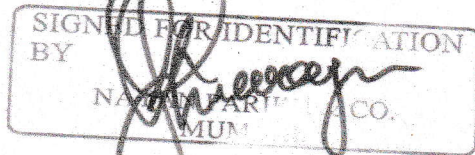
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BY 
N. S. NIKH & CO.
MUMBAI

Cash flows from financing activities		
Finance lease payments	(20.61)	(21.53)
Dividends Paid	(54.98)	(12.18)
Net cash flow from/(used in) in financing activities (C)	(75.59)	(33.71)
Net increase/(decrease) in cash and cash equivalents (A+B+ C)	80.06	173.36
Cash and cash equivalents at the beginning of the year	248.04	74.68
Cash and cash equivalents at the end of the year	328.10	248.04
Reconciliation of cash and cash equivalents as per the cash flow statement :		
Cash and cash equivalents		
Balances with banks:		
On current accounts	189.33	118.96
Deposits with original maturity of less than 3 months	138.00	128.00
Cash on hand	0.77	1.08
Balance as per the cash flow statement	328.10	248.04
Note :Above statement has been prepared by using Indirect method as per Ind AS - 7 on Statement of Cash flows.		

Place: Mumbai
Date : 24th June, 2021



P. T. Kilachand
(DIN - 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 of Polychem Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors
Polychem Limited
Mumbai

Opinion

We have audited the accompanying Statement of consolidated financial results 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, 2021 ("Statement"), 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, and based on consideration of the report of other auditor on standalone financial results and other financial information of the subsidiary, the aforesaid Statement:

- (i) includes the annual standalone financial result of one subsidiary namely Gujarat Poly Electronics Limited;
- (ii) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (iii) 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 other comprehensive income and other financial information of the Group for the 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 ("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 ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical



Independent Auditor's Report (Continued)

Polychem Limited

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 opinion.

Board of Directors' Responsibilities for the Consolidated Financial Results

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of consolidated financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the consolidated financial results 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 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 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 the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, 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.



Independent Auditor's Report (Continued)

Polychem Limited

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

Our objectives are to obtain reasonable assurance about whether the consolidated 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 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 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. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report the complete set of consolidated financial statements on whether the group has adequate internal financial controls with reference to consolidated 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 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 consolidated 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



Independent Auditor's Report (Continued)

Polychem Limited

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 consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results and other financial information of the Group to express an opinion on the consolidated financial results. 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 consolidated financial results, which have been audited by other auditor, such other auditor remain responsible for the direction, supervision and performance of the audit carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the consolidated financial results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated 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 consolidated financial results.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results 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 issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.



Independent Auditor's Report (Continued)

Polychem Limited

Other Matters

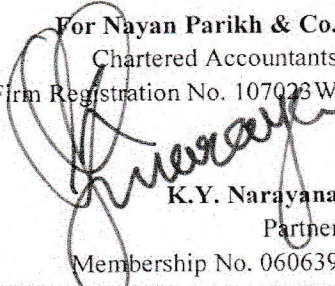
The consolidated financial results includes the audited standalone financial results of one subsidiary, whose standalone financial results reflect Group's share of total assets of Rs.1219.98 lakhs, total revenue of Rs. 1379.76 lakhs, Group's share of total net profit/(loss) after tax of Rs. 99.04 lakhs, total other comprehensive income Rs 105.28 lakhs and net cash inflow Rs.62.33 lakh for the year ended March 31, 2021, 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 respective independent auditor whose reports 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 matter with respect to our reliance on the work done and the report of the other auditor and the standalone financial statements and other financial information certified by the Management of the Holding Company.

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 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.



Place: Mumbai
Dated this 24th Day of June, 2021

For Nayan Parikh & Co.
Chartered Accountants
Firm Registration No. 107033W

K.Y. Narayana
Partner
Membership No. 060639
UDIN:21060639AAAAIF4338

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

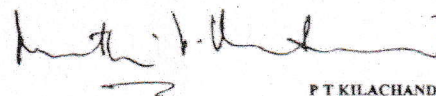
Statement of Audited Consolidated Financial Results For The Quarter and Year Ended March 31, 2021						
(Rs. in Lakhs)						
Sr. No.	Particulars	Quarter ended on			Year ended on	
		31-Mar-21	31-Dec-20	31-Mar-20	31-Mar-21	31-Mar-20
		Audited	Unaudited	Audited	Audited	Audited
1	Revenue from Operations					
(a)	Net Sales	894.78	681.92	858.28	2,431.60	3,600.47
(b)	Other Operating Income	11.14	9.72	17.24	31.07	63.14
2	Other Income	16.95	49.15	40.44	142.97	111.61
3	Total Income (1+2)	922.87	740.79	915.96	2,605.64	3,775.22
4	Expenses					
(a)	Cost of materials consumed	204.19	116.00	253.98	503.18	1,163.82
(b)	Purchase of stock-in-trade	328.02	241.65	186.09	880.29	763.63
(c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	7.11	28.00	26.23	(13.51)	56.33
(d)	Processing charges	47.92	35.73	66.14	143.24	284.72
(e)	Employee benefits expense	134.93	139.96	149.17	550.42	583.15
(f)	Finance Costs	1.12	0.89	0.62	3.39	1.32
(g)	Depreciation and amortisation expense	19.78	19.51	17.33	73.39	70.17
(h)	Other expenses	102.02	82.73	128.66	338.31	419.63
	Total Expenses	845.09	664.47	828.22	2,478.71	3,342.77
5	Profit / (Loss) before Tax (3-4)	77.78	76.32	87.74	126.93	432.45
6	Tax expenses					
	Current Tax (for the year)	-	-	18.50	-	70.00
	Current Tax (relating to prior years)	-	0.33	-	0.20	-
	Deferred Tax	(2.57)	0.12	0.61	(1.57)	(0.16)
7	Net Profit / (Loss) for the period after Tax (5-6)	80.35	75.87	68.63	128.30	362.61
8	Other Comprehensive Income					
	Items that will not be re-classified to Profit or Loss :					
	Re-measurements of the defined benefit plans (net of tax)	16.06	(2.06)	(7.43)	9.91	(10.37)
	Income tax relating to items that will not be reclassified to profit or loss	(2.02)	0.37	1.17	(0.92)	1.59
	Total Other Comprehensive Income / (Loss) (after Tax)	14.04	(1.69)	(6.26)	8.99	(8.78)
9	Total Comprehensive Income for the period (7-8)	94.39	74.18	62.37	137.29	353.83
10	Profit / (Loss) attributable to:					
	Owners of the parent	41.95	56.34	58.31	82.73	306.63
	Non controlling interest	38.40	19.53	10.32	45.57	55.98
	Other Comprehensive Income attributable to:					
	Owners of the parent	10.36	(0.87)	(4.98)	6.12	(6.92)
	Non controlling interest	3.69	(0.82)	(1.28)	2.87	(1.86)
	Total Comprehensive Income attributable to:					
	Owners of the parent	52.30	55.47	53.33	88.85	299.71
	Non controlling interest	42.09	18.71	9.04	48.44	54.12
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	-	-	-	2,511.70	2,473.36
13	Earning Per Share - (Basic and diluted) (Rs.)*	10.38	13.94	14.43	20.48	75.89

*EPS is not annualised for the quarter ended March 31, 2021, Quarter December 31, 2020 and Quarter March 31, 2020.

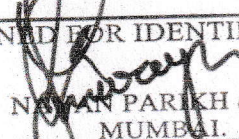
Notes :

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on June 24, 2021.
- 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 Company has assessed the probable impact of COVID-19 pandemic. It has considered internal and external information available up to the date of approval of these financial results and expects that the carrying amounts of inventories, trade receivables and other assets are recoverable. However, the impact of COVID-19, including the current wave, may be different from that estimated as at the approval of these financial results. The company will continue to monitor any material changes to future economic condition.

Place: Mumbai
Date : June 24, 2021



P T KILACHAND
(DIN - 00005516)
Managing Director

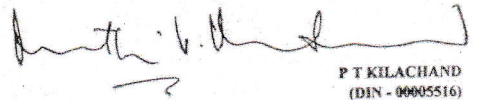
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- 4 Segment information
Segment information for primary segment reporting (by business segments).
The Group has three business segments:
(i) Property Development
(ii) Specialty Chemicals
(iii) Manufacturing and trading in Capacitors

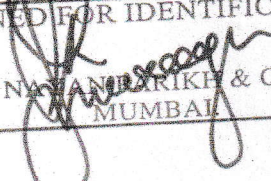
Statement of Audited Segment Information for the Year Ended March 31, 2021						(Rs. in Lakhs)
Sr. No.	Particulars	Quarter ended on			Year ended on	
		31-Mar-21 Audited	31-Dec-20 Unaudited	31-Mar-20 Audited	31-Mar-21 Audited	31-Mar-20 Audited
1	Segment Revenue (net sale/income from each segment)					
	(a) Property Development	-	-	-	1,070.79	2,240.92
	(b) Specialty Chemicals	390.66	285.88	510.64	1,360.82	1,359.55
	(c) Manufacturing and trading in Capacitors	504.13	396.04	347.63	174.03	174.75
	(d) Unallocated	28.08	58.87	57.69	-	-
	Total	922.87	740.79	915.96	2,605.64	3,775.22
	Less: Inter Segment Revenue	-	-	-	-	-
	Revenue from operations	922.87	740.79	915.96	2,605.64	3,775.22
2	Segment Results Profit/Loss before tax and interest from each segment					
	(a) Property Development	-	-	-	214.03	580.05
	(b) Specialty Chemicals	67.35	57.98	144.02	98.65	122.63
	(c) Manufacturing and trading in Capacitors	83.08	42.46	22.42	-	-
	(d) Unallocated	-	-	-	-	-
	Total	150.43	100.44	166.44	312.68	702.68
	Less:					
	(i) Other Un-allocable Expenditure (net off)	72.65	24.12	78.70	185.75	270.23
	Total Profit Before Tax	77.78	76.32	87.74	126.93	432.45
3	Segment Asset (Segment assets - Segment liabilities)					
	(a) Property Development	164.31	164.21	162.77	164.31	162.77
	(b) Specialty Chemicals	545.62	490.23	717.58	545.62	717.58
	(c) Manufacturing and trading in Capacitors	1,219.60	1,151.93	1,058.21	1,219.60	1,058.21
	(d) Unallocated	1,394.47	1,417.12	1,297.95	1,394.47	1,297.95
	Total	3,324.00	3,223.48	3,236.51	3,324.00	3,236.51
4	Segment Liabilities					
	(a) Property Development	-	-	-	155.62	192.58
	(b) Specialty Chemicals	155.62	119.55	192.58	513.07	456.57
	(c) Manufacturing and trading in Capacitors	513.07	535.57	456.57	66.45	85.28
	(d) Unallocated	66.45	73.86	85.28	36.76	(11.68)
	(e) NCI	36.76	(5.34)	(11.68)	-	-
	Total	771.90	723.65	722.75	771.90	722.75

- 5 Figures of the previous periods have been regrouped wherever necessary. The figures for the quarter ended 31st March are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto 31st December.

Place: Mumbai
Date: June 24, 2021



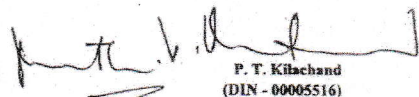
P T KILACHAND
(DIN - 00005516)
Managing Director


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MUMBAI

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

Statement of Audited Consolidated Assets and Liabilities as at March 31, 2021		
Particulars	(Rs. in Lakhs)	
	As At	
	31-Mar-21	31-Mar-20
	Audited	Audited
ASSETS		
Non-current assets		
Property, plant and equipment	245.17	268.96
Right - to - use Building	52.30	76.08
Other Intangible assets	12.26	10.72
Financial assets		
Investments	1,013.35	811.66
Loans	5.46	0.80
Other financial assets	22.10	20.28
Deferred tax assets (Net)	13.82	13.17
Other non-current assets	14.35	43.58
Total non-current assets	1,378.81	1,245.25
Current Assets		
Inventories	448.89	431.69
Financial Assets		
Trade receivables	722.81	770.53
Cash and cash equivalents	395.60	285.21
Bank balances other than cash and cash equivalents	244.57	389.42
Loans	16.74	18.95
Other financial assets	6.40	5.48
Current tax assets (Net)	2.54	15.68
Other current assets	76.25	42.91
Total current assets	1,913.80	1,959.87
Assets held for sale	31.39	31.39
Total assets	3,324.00	3,236.51
EQUITY AND LIABILITIES		
Equity		
Equity Share capital	40.40	40.40
Other Equity	2,511.70	2,473.36
Amount attributable to Owners of Polychem Limited	2,552.10	2,513.76
Non Controlling Interest	36.76	(11.68)
Total equity	2,588.86	2,502.08
Liabilities		
Non-current liabilities		
Financial Liabilities		
Other financial liabilities	25.78	45.44
Provisions	26.51	27.04
Total non-current liabilities	52.29	72.48
Current liabilities		
Financial Liabilities		
Trade payables		
Total outstanding dues of Micro & Small Enterprises	13.60	-
Total outstanding dues of Creditors other than Micro & Small Enterprises	139.74	110.08
Other financial liabilities	391.95	411.66
Other current liabilities	115.27	117.70
Provisions	22.29	20.82
Current Tax Liabilities (Net)	-	1.69
Total current liabilities	682.85	661.95
Total equity and liabilities	3,324.00	3,236.51

Place: Mumbai
 Date : June 24, 2021

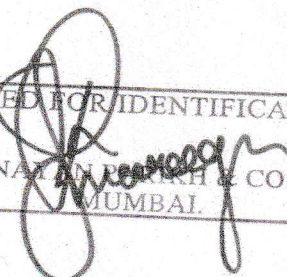

 P. T. Kilachand
 (DIN - 00005516)
 Managing Director

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 MUMBAI.

POLYCHEM LIMITED
CIN NO: L24100MH1955PLC009663
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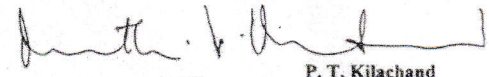
Audited Consolidated Statement of cash flow for the year ended March 31, 2021

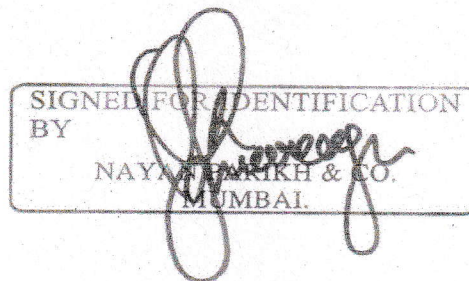
Particulars	(Rs. In Lakhs)	
	Year Ended	
	As at Mar 31,	
	2021	2020
Cash flow from operating activities		
Profit before income tax	126.93	432.45
Profit before income tax	126.93	432.45
Non-cash Adjustment to Profit Before Tax:		
Depreciation and amortization expense	73.39	70.17
Dividend Income	(0.70)	(0.45)
Gratuity & Leave Encashment Provision	(1.23)	8.00
Interest Income	(30.01)	(25.26)
Lease Income	(2.73)	-
Loss by fire	5.19	-
Provision for Bonus	(0.50)	7.44
Amount no longer payable written back	(0.32)	(0.54)
Amount written off	2.10	1.96
Allowance for bad & doubtful debts	(2.21)	(28.80)
MTM (Gain)/loss on forward contracts	(0.82)	7.07
Gain/Loss on disposal of property, plant and equipment	(0.06)	-
Change in fair value of financial assets at fair value through profit or loss	(101.58)	(47.76)
Bad Debts	0.20	0.07
Finance Cost on Lease	3.39	1.20
Unrealised gain and loss on foreign exchange	(7.78)	(18.34)
Interest and finance charges	-	0.12
	63.27	407.33
Change in operating assets and liabilities :		
Decrease/(increase) in trade receivables	48.49	125.74
Decrease/(increase) in inventories	(22.39)	47.30
Increase/(decrease) in trade payables	50.90	10.28
Increase/(decrease) in other financial assets	(2.49)	(2.20)
Decrease/(increase) in other non-current assets	28.18	7.59
Decrease/(increase) in other current assets	(33.34)	41.13
Increase/(decrease) in provisions	1.44	3.79
Increase/(decrease) in Loans	(3.23)	(5.31)
Increase/(decrease) in other current liabilities	8.72	3.01
Increase/(decrease) in other financial liabilities	(15.45)	10.30
Cash generated from operations	124.10	648.95
Direct taxes paid (net of refunds)	(12.26)	60.47
Net cash flow from/(used in) operating activities (A)	136.36	588.48


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 MUMBAI.

Cash flow from investing activities		
Payments for acquisition of property, plant and equipment	(21.33)	(49.46)
Payments for acquisition of intangible assets	(4.50)	(0.34)
Inter corporate deposit given	-	6.35
Loans to employees and others	0.78	(5.17)
Proceeds from sale of property, plant and equipment	0.54	-
Movement in Fixed deposits	148.33	(315.02)
Investment in mutual funds & shares	(100.12)	(21.20)
Interest received	31.57	23.28
Dividend received	0.70	0.45
Net cash flow from/(used in) investing activities (B)	55.97	(361.11)
Cash flows from financing activities		
Finance lease payments	(26.92)	(28.26)
Interest and finance charges	-	(0.12)
Dividends Paid	(54.98)	(12.18)
Net cash flow from/(used in) in financing activities (C)	(81.90)	(40.56)
Net increase/(decrease) in cash and cash equivalents (A+B+ C)	110.39	186.82
Cash and cash equivalents at the beginning of the year	285.21	98.39
Cash and cash equivalents at the end of the year	395.60	285.21
Reconciliation of cash and cash equivalents as per the cash flow statement :		
Cash and cash equivalents		
Balances with banks:		
On current accounts	254.48	154.92
Deposits with original maturity of less than 3 months	138.00	128.00
Cheques/drafts on hand	2.16	-
Cash on hand	0.97	2.29
Balance as per the cash flow statement :	395.60	285.21
Note : Above statement has been prepared by using Indirect method as per Ind AS - 7 on Statement of Cash flows		

Place: Mumbai
Date : June 24, 2021


P. T. Kilachand
(DIN - 00005516)
Managing Director





POLYCHEM LIMITED

CIN: L24100MH1955PLC009663

REGD. OFFICE: 7. JAMSHEDJI TATAROAD. CHURCHGATE RECLAMATION. MUMBAI-400 020

Ph: 022 - 2282 0048, Fax: 022 - 2285 0606

E-mail: polychemltd@kilachand.com , Website: www.polychemltd.com

Date: 24.06.2021

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 Auditor 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, 2021.

This is for your information and record.

Yours faithfully,

For **Polychem Limited**

(Deepali V Chauhan)

Company Secretary & Compliance Officer

Mem No. A38273