

# Indokem Limited

(CIN NO.: L31300MH1964PLC013088)

Registered Office :  
"KHATAU HOUSE", Ground Floor,  
Mogul Lane, Mahim (West),  
Mumbai - 400 016.

Phone : 61236767  
Fax : 61236718  
Website : [www.indokem.co.in](http://www.indokem.co.in)

16<sup>th</sup> July, 2020

To,  
The Bombay Stock Exchange Limited,  
Corporate Relations Department  
1st Floor, New Trading Ring,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400 001

Scrip Code: 504092

Subject: Outcome of Board Meeting under Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Dear Sir/Madam,

We wish to inform you that pursuant to the applicable provisions of SEBI Listing Regulations the Board of Directors of the Company at its meeting held today i.e. 16<sup>th</sup> July, 2020 *inter alia*, considered and approved the following:

**1. Approval of the Standalone Audited Financial Results for the quarter and financial year ended 31<sup>st</sup> March, 2020:**

The Board considered and approved the Standalone Audited Financial Results for the quarter and year ended 31<sup>st</sup> March, 2020. A copy of the same is enclosed.

**2. Audit Report for the quarter and year ended 31<sup>st</sup> March, 2020:**

The Board considered and approved the Audit report prepared by CNK & Associates LLP, Statutory Auditors of the Company for the financial year ended 31<sup>st</sup> March, 2020 and declaration on unmodified opinion on Auditor's Report. A copy of the same is enclosed.



**3. Approval of Secretarial Audit Report and Secretarial Compliance Report:**

Approval of Secretarial Audit Report and Secretarial Compliance Report received from M/ s. Ragini Chokshi and Co., Company Secretaries for the financial year 2019-2020.

**4. Appointment of Secretarial Auditor as per Section 204 of Companies Act, 2013:**

The Board considered and approved appointment of Ragini Chokshi & Company, Practicing Company Secretaries as the Secretarial Auditor of the Company for the financial year 2020-2021.

Commencement of Board Meeting: 3:00 P.M.


Conclusion of Board Meeting: 4:30 P.M.

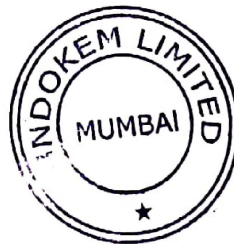
The above is for your information, reference and records please.

Thanking You.

Yours Sincerely,

For INDOKEM LIMITED

  
Mahendra K. Khatau  
Chairman and Managing Director  
DIN: 00062794



Encl: a/a

INDOKEM LIMITED

CIN NO. L11300MH1964PLC013088

Registered Office: Plot No. 410/411, Khelau House, Mogul Lane, Mahim, Mumbai 400 014.

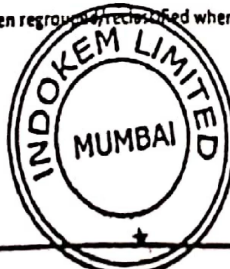
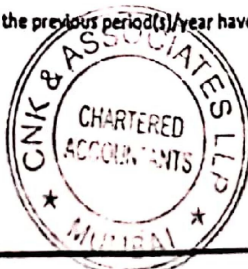
Tel No.: +91-22-81236767/81236711 Email: info@indokem.com Website: www.indokem.co.in

Statement of Audited Financial Results for the quarter and year ended March 31, 2020

Sr. No.	Particulars	Quarter ended			Year ended	
		March 31, 2020 (Refer Note 4)	December 31, 2019 (Unaudited)	March 31, 2019 (Refer Note 4)	March 31, 2020 (Audited)	March 31, 2019 (Audited)
1	<b>CONTINUING OPERATIONS</b>					
	<b>INCOME</b>					
a)	Income from operations	2,177	2,289	2,092	8,261	7,949
b)	Other Income	56	10	7	94	111
	<b>Total Income from operations</b>	<b>2,233</b>	<b>2,299</b>	<b>2,099</b>	<b>9,055</b>	<b>8,077</b>
2	<b>Expenses</b>					
a)	Cost of materials consumed	1,580	1,631	1,584	6,506	5,392
b)	Purchase of stock in trade	125	138	212	596	754
c)	Changes in Inventories of finished goods, work-in-process and stock in trade	3	15	(86)	31	47
d)	Employee benefits expense				815	827
e)	Finance cost	191	201	202	131	115
f)	Depreciation and amortisation expense	36	34	31	112	100
g)	Other Expenditure	28	29	23	112	100
	<b>Total expenses</b>	<b>184</b>	<b>194</b>	<b>193</b>	<b>813</b>	<b>873</b>
3	<b>Profit / (Loss) before tax (1) - (2)</b>	<b>2,147</b>	<b>2,242</b>	<b>2,159</b>	<b>9,004</b>	<b>8,171</b>
4	Tax expenses	86	57	(60)	51	(98)
5	<b>Profit / (Loss) from continued operations after tax (3) - (4)</b>	<b>86</b>	<b>57</b>	<b>(60)</b>	<b>51</b>	<b>(98)</b>
6	<b>DISCONTINUED OPERATIONS</b>					
	Profit / (Loss) from discontinued operations before tax	-	-	(6)	-	(18)
7	Current tax	-	-	-	-	-
8	<b>Profit / (Loss) from discontinued operations after tax (6) - (7)</b>	<b>-</b>	<b>-</b>	<b>(6)</b>	<b>-</b>	<b>(18)</b>
9	<b>Profit / (Loss) for the year (5) + (8)</b>	<b>86</b>	<b>57</b>	<b>(66)</b>	<b>51</b>	<b>(116)</b>
10	Other comprehensive Income/ (loss) net of tax items that will not be reclassified subsequently to profit and loss account	15	-	10	15	10
11	<b>Total comprehensive Income/ (loss) net of tax (9) + (10)</b>	<b>101</b>	<b>57</b>	<b>(56)</b>	<b>66</b>	<b>(106)</b>
12	Paid-up equity share capital (face value of Rs. 10/- each)	2,433	2,433	2,433	2,433	2,433
13	Reserves	-	-	-	470	404
14	<b>Earnings per share (EPS) (not annualised)</b>					
	<b>From Continuing Operations</b>					
(a)	Basic (In Rs.)	0.36	0.23	(0.25)	0.21	(0.40)
(b)	Diluted (In Rs.)	0.36	0.23	(0.25)	0.21	(0.40)
	<b>From Discontinued Operations</b>					
(a)	Basic (In Rs.)	-	0.00	(0.02)	-	(0.07)
(b)	Diluted (In Rs.)	-	0.00	(0.02)	-	(0.07)
	<b>Total Earnings per share</b>					
(a)	Basic (In Rs.)	0.36	0.23	(0.27)	0.21	(0.47)
(b)	Diluted (In Rs.)	0.36	0.23	(0.27)	0.21	(0.47)

NOTES:

- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on July 16, 2020.
- The Company operates in two segments, viz. textile dyes and chemicals and electrical capacitors. However the segment reporting for electrical capacitors is not disclosed separately, as the same does not qualify for separate disclosure as per Ind-AS 108 on operating segments.
- Due to the nationwide lockdown and restrictions imposed, all the manufacturing units and offices of the Company remained closed from 23rd March, 2020. The Company has resumed all its manufacturing units and branch offices and business activities are expected to be normalised in near future. In spite of uncertainty and dynamic business environment, the Company does not see any adverse impact on its operations based on the assessment done by the management.
- The figures for the quarter ended March 31, 2020 and quarter ended March 31, 2019 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the relevant financial year.
- The figures of the previous period(s)/year have been regrouped/reclassified wherever necessary.



For Indokem Limited  
 Mahendra K. Khatau  
 Chairman & Managing Director  
 DIN: 00062794

Place: Mumbai  
 Date: July 16, 2020

INDOKEM LIMITED

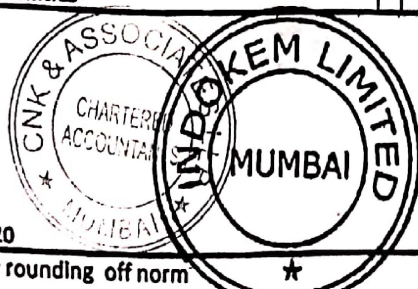
CIN NO.: L31300MH1964PLC013088


Registered Office: Plot No. 410/411, Khatau House, Mogul Lane, Mahim, Mumbai 400 016.

Tel No.: +91-22-61236767/61236711 Email: iksecretarial@gmail.com

Website: www.Indokem.co.in

Particulars	As at March 31, 2020 Rs. In lakhs	As at March 31, 2019 Rs. In lakhs
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	2,567	2,577
Capital work-in-progress	79	44
Intangible assets	89	95
Financial assets		
Investments	1	1
Loans	-	14
Other financial assets	35	50
Income tax assets (net)	27	30
Other non-current assets	230	239
<b>Total Non-current Assets</b>	<b>3,028</b>	<b>3,050</b>
<b>Current Assets</b>		
Inventories	1,127	982
Financial assets		
Investments	-	-
Trade and other receivables	2,081	1,960
Cash and cash equivalents	41	50
Bank balance other than cash and cash equivalents	5	5
Loans	1	2
Other financial assets	33	34
Other current assets	98	144
<b>Total Current Assets</b>	<b>3,386</b>	<b>3,177</b>
<b>Total Assets</b>	<b>6,414</b>	<b>6,227</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	2,433	2,433
Other equity	470	404
<b>Total Equity</b>	<b>2,903</b>	<b>2,837</b>
<b>LIABILITIES</b>		
<b>Non-current Liabilities</b>		
Financial liabilities		
Borrowings	803	818
Other financial liabilities	221	210
Employee benefit obligations	127	140
<b>Total Non-current Liabilities</b>	<b>1,151</b>	<b>1,168</b>
<b>Current Liabilities</b>		
Financial liabilities		
Trade payables	1,877	1,837
Other financial liabilities	56	62
Employee benefit obligations	65	55
Other current liabilities	362	268
<b>Total Current Liabilities</b>	<b>2,360</b>	<b>2,222</b>
<b>Total Liabilities</b>	<b>3,511</b>	<b>3,390</b>
<b>Total Equity and Liabilities</b>	<b>6,414</b>	<b>6,227</b>



For Indokem Limited  
  
 Mahendra K. Khatau  
 Chairman & Managing Director  
 DIN: 00062794

Place: Mumbai  
 Date: July 16, 2020

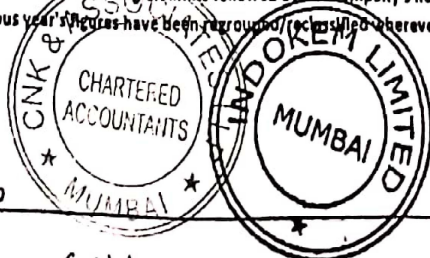
\* Amount is below rounding off norm \*

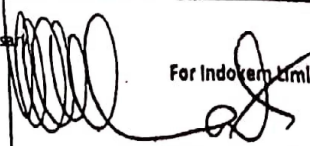
**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2020**

Sr. No	Particulars	Year ended March 31, 2020 (Rs. in lakhs)	Year ended March 31, 2019 (Rs. in lakhs)
I.	<b>CASH FLOW FROM CONTINUING OPERATIONS</b>		
A.	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
	Profit/ (loss) before tax		
	Adjustments for :	52	(74)
	Depreciation		
	Finance costs	113	100
	Interest income	132	116
	Allowances for credit losses (written back)	(3)	(1)
	Bad debts w/off	(5)	30
	Adjustment on account of OG	8	0
	Sundry balances written off/written back	15	10
	(Gain)/ loss on sale/ scrapping of asset *	20	(2)
	Provisions written back	0	0
	Operating profit before working capital changes	0	(77)
	Changes in working capital:	332	75
	(Increase)/ decrease in inventories		
	(Increase)/ decrease in trade receivables	(145)	(151)
	(Increase)/ decrease in loans and advances	(124)	463
	(Increase)/ decrease in other financial assets	1	2
	(Increase)/ decrease in other assets	(4)	3
	Increase/ (decrease) in trade payables	54	(12)
	Increase/ (decrease) in other financial liabilities	40	(372)
	Increase/ (decrease) in other current liabilities	13	5
	Increase/ (decrease) in employee benefit obligations	93	38
	Cash generated from operations	(3)	11
	Income taxes refunded/ (paid), net	257	62
	Net cash (used in)/ generated from operating activities	4	(4)
B.	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>	261	68
	Expenditure on property, plant and equipment and capital advances	(133)	(169)
	Proceeds from sale of plant and equipment	0	0
	Proceeds from sale of non-current investments	0	0
	Purchase of current investments (units of mutual funds)	0	(160)
	Sale of current investments (units of mutual funds)	0	160
	Loan received back	14	0
	Redemption/ (investments in fixed deposits) *	(0)	0
	Interest received	3	4
	Net cash (used in)/ generated from investing activities	(116)	(165)
C.	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	Proceeds from loans taken from banks and financial institutions	161	607
	Repayment of loans taken from banks and financial institutions	(195)	(185)
	Unsecured loans taken from directors	155	125
	Unsecured loans repaid to directors	(141)	(306)
	Finance costs paid	(134)	(113)
	Net cash (used in)/ generated from financing activities	(154)	128
	<b>NET CASH (USED IN)/ GENERATED FROM CONTINUING OPERATIONS</b>	(9)	21
II.	<b>CASH FLOW FROM DISCONTINUING OPERATIONS</b>		
A.	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
	Profit/ (loss) before tax	0	(18)
	Changes in working capital:		
	Net cash (used in)/ generated from operating activities	0	(18)
B.	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>	0	0
	Net cash (used in) / generated from investing activities	0	0
C.	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>	0	0
	Net cash (used in)/ generated from financing activities	0	0
	<b>NET CASH (USED IN)/GENERATED FROM DISCONTINUING OPERATIONS</b>	0	(18)
	<b>INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(9)	3
	Cash and cash equivalents at the beginning of the year	80	47
	Cash and cash equivalents at the end of the year	41	60

\* Amount is below the rounding off limits followed by the Company's norms.

Note : Previous year's figures have been regrouped/ reclassified wherever necessary.



  
 For Indokem Limited  
 Mahendra K. Khatau  
 Chairman & Managing Director  
 DIN: 00062794

Place: Mumbai  
 Date: July 16, 2020

C.N.K

**Independent Auditor's Report on Audited Quarterly and Annual Financial Results of the Indokem Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.**

To  
Board of Directors of  
Indokem Limited,

**Report on the audit of the Financial Results**

**1. Opinion**

We have audited the accompanying statement of financial results of Indokem Limited ("the Company") for the quarter and year ended March 31, 2020, ("the statement") attached herewith, being submitted by the Company pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, which has been initialed by us for identification purposes.

2. In our opinion and to the best of our information and according to the explanations given to us, these quarterly Ind AS financial results as well as the year-to-date results:

- I. are presented in accordance with the requirements of the Regulation read with the Circular, in this regard; and
- II. give a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit including other comprehensive income and other financial information for the quarter ended March 31, 2020 and for the year then ended

**3. Basis of Opinion**

We conducted our audit in accordance with the Standard on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those SAs are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Company, in accordance with Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial 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.

We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our audit opinion.

**4. Emphasis of Matter**

We draw attention to Note No. 3 of the statement, which describes the uncertainties and the impact of Covid-19 pandemic on the company's operations and results as assessed by the management.

Our Opinion is not modified in respect of the above matter.



**5. Management's Responsibilities for the Financial Results**

The statement has been prepared on the basis of the financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting 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. 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 financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

**6. Auditor's Responsibilities for the Audit of the Financial Results**

Our objectives are to obtain reasonable assurance about whether the 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 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 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 financial statements on whether the company has adequate internal financial control with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the financial results made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the board of Directors in terms of the requirement specified under Regulation 33 of 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 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 financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial result of the company to express an opinion on the financial results.

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





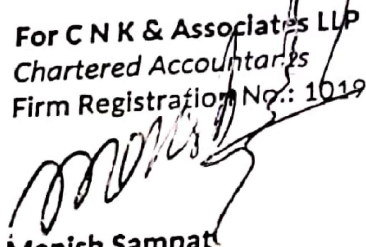
**CNK & Associates LLP**  
Chartered Accountants

Mistry Bhavan, 3rd Floor, Dinshaw Vachha Road, Churchgate, Mumbai - 400 020.  
Tel.: +91-22-6623 0600  
Narain Chambers, 5th Floor, M. G. Road, Vile Parle (E), Mumbai - 400 057.  
Tel.: +91-22-62507600

**7. Other matters**

- I. The Statement includes the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of full financial year ended March 31, 2020 and the published unaudited year to date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.
- II. Due to Covid 19 related lockdown, we were not able to attend the physical verification of inventory carried out by the management subsequent to the year end. Consequently, we have performed alternate procedures to audit the existence of inventory as per the guidance provided in SA 501 "Audit Evidence - Specific considerations for selected items" and have obtained sufficient appropriate audit evidence to issue our unmodified opinion on these financial statements.

For CNK & Associates LLP  
Chartered Accountants  
Firm Registration No.: 101961 W/W-100036

  
Manish Sampat  
Partner  
Membership No. 101684



UDIN: 20101684AARADL7592

Place: Mumbai  
Date: July 16, 2020

# Indokem Limited

(CIN NO.: L31300MH1964PLC013088)

Registered Office :  
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## Declaration of Unmodified Opinion of the Statutory Auditor on Audit Report of Standalone Audited Financial Results for the Financial Year ended 31<sup>st</sup> March 2020.

We, Mahendra K. Khatau, Chairman and Managing Director and Rupal B. Parikh, Chief Financial Officer of the Company, to the best of our knowledge and belief hereby declare, that the Company's Statutory Auditor, C N K & Associates LLP, Chartered Accountants, Mumbai (Firm Registration Number - 101961W/W100036), have submitted an Unmodified opinion on Audit Report of Standalone Audited Financial Results for the financial year ended 31<sup>st</sup> March, 2020.

We submit this declaration as required under the provisions of Regulation 33 (3) (d) of SEBI (Listing Obligations and Disclosure Requirements) 2015, as amended and circular No. CIR/CFD/CMD/56/2016 dated May 27, 2016 issued by SEBI.

For INDOKEM LIMITED

  
Mahendra K. Khatau  
Chairman and Managing Director  
(DIN: 00062794)



For INDOKEM LIMITED

  
Rupal B. Parikh  
Chief Financial Officer