



SOUTHERN MAGNESIUM AND CHEMICALS LIMITED

Deccan Chambers, 5th Floor, 6-3-666/B, Somajiguda, Hyderabad-500 082
Phones: 23311789, 23312341, Fax: 040-23319871 E-Mail: southernmagnesium@gmail.com
CIN : L27109TG1985PLC005303

To
The Bombay Stock Exchange Limited,
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400 001

Date: 14.08.2019
Place: Hyderabad

SUB: Intimation to BSE about outcome of Board Meeting -Reg

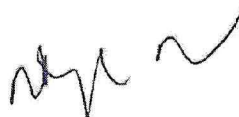
Dear Sir / Madam,

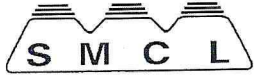
With reference to the above cited subject, Board of Directors of the company at their meeting held on Wednesday, 14th August 2019, inter-alia has transacted the following items of agenda:

1. To convene the 33rd Annual General Meeting of the company on Monday, 30th day of September, 2019 and fixed the book closure dates from 23.09.2019 to 30.09.2019 (both days inclusive) for the purposes of AGM.
2. Considered and approved draft notice of the ensuing Annual General Meeting along with draft Directors report as placed before the meeting.
3. Financial Results with Limited Review Report have been approved for quarter ended 30.06.2019.
4. Approved reappointment of following Independent Directors of the Company for the second term of Five (5) years subject to approval of members at the ensuing Annual General Meeting:
 - Mr. Surya Sessa Prakash Valluru (DIN: 02661625)
 - Mr. Eshwariah Kaparathi (DIN: 02728256)
 - Mr. G. Raghavendra Rao (DIN: 00470659)

This is for your information and record.

For Southern Magnesium and Chemicals Limited


N. Rajender Prasad
Joint Managing Director & CFO



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Un Audited Financial Results for the Quarter ended 30th June, 2019


(Rupees in lakhs)

S.NO	Particulars	For the Quarter ended		Year Ended	
		6/30/2019 Un Audited	3/31/2019 Audited	6/30/2018 Unaudited	3/31/2019 Audited
I	Revenue From Operations	13.23	82.68	1.15	441.90
II	Other Income	1.02	1.12	0.86	4.54
III	Total Income (I+II)	14.25	83.80	2.01	446.44
IV	EXPENSES				
	Cost of materials consumed	20.37	10.82	-	66.15
	Purchase of stock in trade	-	-	-	-
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	(15.34)	17.19	0.38	80.63
	Employee benefits expense	13.93	16.68	12.33	58.15
	Finance costs	1.85	0.55	3.23	7.99
	Depreciation and amortization expense	2.36	1.84	1.78	7.18
	Other expenses	8.99	29.78	4.09	57.51
	Total expenses (IV)	32.16	76.86	21.81	277.61
V	Profit/(loss) before exceptional items and tax (I-IV)	(17.91)	6.94	(19.80)	168.83
VI	Exceptional Items	-	-	-	-
VII	Profit/(loss) before tax (V-VI)	(17.91)	6.94	(19.80)	168.83
VIII	Tax expense:				
	(1) Current tax	-	(31.96)	-	(31.96)
	(2) Deferred tax	-	-	-	-
IX	Profit (Loss) for the period (VII-VIII)	(17.91)	(25.02)	(19.80)	136.87
X	Other Comprehensive Income				
	A (i) Items that will not be reclassified to profit or loss	-	-	-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-
	B (i) Items that will be reclassified to profit or loss	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
	Total Other Comprehensive income (net of taxes)	(17.91)	(25.02)	(19.80)	136.87
XI	Total Comprehensive Income for the period	(17.91)	(25.02)	(19.80)	136.87
XII	Earnings per equity share- Basic and Diluted	(0.60)	(0.83)	(0.66)	4.56
	Weighted Average number of equity shares in nos	3,000,000	3,000,000	3,000,000	3,000,000

Notes:

- The unaudited financial results of the Company have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- The above results for the quarter ended 30th June, 2019, were reviewed by Audit Committee and approved by the Board of Directors in their meeting held on 14th August, 2019. Results for the quarter ended 30th June, 2019 were subjected to 'Limited Review' by the Auditors.
- Effective 01st April 2019, the Company has adopted Ind AS 116 'Leases', using the modified retrospective approach. The adoption of the standard did not have any material impact to the financial results.
- The Company's business activity falls within a single business segment i.e Magnesium in terms of IND AS 108 on operating segments.
- The figures for the quarter ended 31st March, 2019 are the balancing figures between audited figures in respect of the full financial year and the year to date figures upto 31st December, 2018.
- Previous figures have been regrouped or rearranged wherever necessary to confirm current year classification.

Place : Hyderabad
 Date : 14-08-2019


 N. Rajender Prasad
 Joint Managing Director

Southern Magnesium and Chemicals Limited

CIN- L27109TG1985PLC005303

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BALANCE SHEET AS AT 30TH JUNE, 2019

Particulars	Note No.	As per IND AS As at 30-06-2019	As per IND AS As at 31-03-2019
ASSETS			
Non-current assets			
(a) Property, Plant and Equipment	2	61.20	42.12
b) Other Non Current Assets		1.16	1.16
		62.36	43.28
Current assets			
(a) Inventories	3	258.86	229.36
(b) Financial Assets			
(i) Trade receivables	4	7.70	26.10
(ii) Cash and cash equivalents	5	68.90	67.29
(iii) Others financial assets	6	3.06	2.15
(c) Other current assets	7	18.80	15.15
		357.33	340.05
Total Assets		419.69	383.33
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	8	300	300
(b) Other Equity	9	(39.21)	(21.30)
		260.79	278.70
Liabilities			
Non - current liabilities			
(a) Financial Liabilities			
(i) Borrowings	10	24.90	26.55
(b) Deferred tax liabilities		6.07	6.07
		30.97	32.62
Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	11	102.02	28.30
(ii) Trade payables	12		
Micro and small enterprises		-	-
Creditors other than micro and small enterprises		-	-
(iii) Other financial liabilities	13	19.18	17.93
(b) Other current liabilities	14	3.85	22.76

For Southern Magnesium & Chemicals Limited



Joint Managing Director

(c) Provisions	15	2.88	3.02
		127.93	72.00
Contingent Liabilities and Commitments			
Total Equity and Liabilites		419.69	383.33

For and on behalf of Board of Directors



N.Rajender Prasad
Joint Managing Director

Place : Hyderabad
Date : 14-08-2019



CHARTERED ACCOUNTANTS

VIJAYAWADA, HYDERABAD, VISAKHAPATNAM, GUNTUR, KAKINADA, TANUKU, ALSO AT CHENNAI, BANGALORE AND ADONI.

Limited Review Report – Financials Results

To the Board of Directors of Southern Magnesium and Chemicals Limited,

1. We have reviewed the accompanying Statement of Unaudited Financial Results of SOUTHERN MAGNESTUM AND CHEMICALS LIMITED ("the Company") for the quarter ended 30th June, 2019 (the "statement") being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.
This statement is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *Review of Interim Financial information performed by the Independent Auditor of the Entity*, issued by Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free from material misstatements. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Indian Accounting Standards (Ind AS) and other recognized accounting principles and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

for BRAHMAYYA & CO.
Chartered Accountants
Firm's Regn No. 000513S



K. Shrawan
(K.SHRAVAN)

Partner

Membership No. 215798

UDIN: 19215798AAAAABE6880

Place : Hyderabad
Date : 14.08.2019

DIRECTOR'S PROFILE

Profile/ Details of the Independent Directors re-appointed subject to ratification by members at ensuing Annual General Meeting

Name of the Director	Surya Sessa Prakash Valluru	Eshwariah Kaparthi	G. Raghavendra Rao
DIN	02661625	02728256	00470659
Date of Birth	12.05.1958	12.08.1954	22/04/1964
Age	61 Years	65 Years	55 Years
Address	H.No. 12-2-417/b/61/302, Maruthi Apts Jayanagar, Gudimalkapur, Hyderabad, Telangana – 500 028	1-5-767, New Maruthi Nagar, Kothapet, Saroornagar Rangareddi Hyderabad, Telangana - 500 035	Villa No 38, Villa Greens Rajendra Nagar Mandal, Gandipet Main Road ,C.B.I.T, Rangareddy, Telangana – 500 075
Reason for change	Existing tenure is due to complete on 13.08.2019 and as such reappointment is proposed subject to members approval	Existing tenure is due to complete on 13.08.2019 and as such reappointment is proposed subject to members approval	Existing tenure is due to complete on 13.08.2019 and as such reappointment is proposed subject to members approval
Date of Appointment and term of appointment	Date of re-appointment : 14.08.2019 Tenure: 5 years i.e 14.08.2019 to 13.08.2024	Date of re-appointment : 14.08.2019 Tenure: 5 years i.e 14.08.2019 to 13.08.2024	Date of re-appointment : 14.08.2019 Tenure: 5 years i.e 14.08.2019 to 13.08.2024
Expertise in specific functional areas	Been in the finance field for over 30 years	Experience in project finance	Entrepreneur with experience in setting up projects and in the machinery manufacturing business
Qualification	B.Com.,	M.Com.,	B.E. (Mechanical Engineer)
Shareholding in the company	Nil	Nil	Nil
Names of listed entities in which the person also holds the directorship and the membership of Committees of the board	Member – Nomination and remuneration committee, Audit Committee and Stake Holder Relationship Committee of the company	Member – Nomination and remuneration committee, Audit Committee and Stake Holder Relationship Committee of the company	Chairman – Nomination and remuneration committee, Audit Committee and Stake Holder Relationship Committee of the company
Disclosure of relationships between directors inter-se	NIL		

Note: Company specifically affirms that the Director being appointed is not debarred from holding the office of director by virtue of any SEBI order or any other such authority

For Southern Magnesium & Chemicals Limited


Joint Managing Director