



GUJARAT FLUORO CHEMICALS
VALUE THROUGH GREEN CHEMISTRY
CIN : L24304GJ2018PLC105479

Gujarat Fluorochemicals Limited
earlier known as Inox Fluorochemicals Limited

Vadodara Office: ABS Towers, 2nd floor, Old Padra road, Vadodara-390007, Gujarat, India | Tel: +91-265-6198111/2330057
Fax: +91-265-2310312 | www.gfl.co.in

GFL: BRD: 2021

09th February, 2021

The Secretary
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai 400 001
Scrip code: 542812

The Secretary
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex
Bandra (E), Mumbai 400 051
Scrip Code: FLUOROCHEM

Sub: Outcome of Board Meeting pursuant to Regulation 30, 33 and all other applicable Regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir/Madam,

We wish to inform you that the Board of Directors of the Company at its meeting held today i.e. 09th February, 2021 have approved and taken on record the following items:

1. **Standalone and Consolidated (Unaudited) Financial Results for Gujarat Fluorochemicals Limited for the quarter and nine months ended on 31st December, 2020.**

In this connection, we are enclosing herewith copy of Unaudited Standalone and Consolidated Financial Results of the Company along with the Limited Review Report issued by the Statutory Auditors of the Company for the quarter and nine months ended on 31st December, 2020.

The same is also available on the Company's website at www.gfl.co.in

The Board meeting commenced at 11:45 a.m. and concluded at 1:15 p.m.

We request you to please take the above on record.

Thanking You

Yours faithfully,

**For Gujarat Fluorochemicals Limited
(Earlier Known as Inox Fluorochemicals Limited)**


Bhavin Desai
Company Secretary



Regd. Office: Survey No. 16/3, 26, 27, Village Ranjitnagar, Taluka Ghoghamba, Distt. Panchmahal - 389380, Gujarat, India.
Tel: +91-2678-248152/153/107 | Fax: +91-2678-248153

Corporate Office: INOX Towers, Plot No. 17, Sector-16A, Noida-201301, Uttar Pradesh, India | Tel: +91-120-6149600 | Fax: +91-120-6149610

Independent Auditor's Review Report on Quarterly and Year to Date unaudited standalone Financial Results of Gujarat Fluorochemicals Limited (earlier known as Inox Fluorochemicals Limited) pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Gujarat Fluorochemicals Limited


We have reviewed the accompanying statement of unaudited standalone financial results of **Gujarat Fluorochemicals Limited** (the "Company") (earlier known as Inox Fluorochemicals Limited) for the quarter ended 31 December 2020 and year to date results for the period from 1 April 2020 to 31 December 2020 (the "Statement"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

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

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatements. A review is limited primarily to inquiries of the 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards i.e. Indian Accounting Standards ("Ind AS") issued under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices 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, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Patankar & Associates
Chartered Accountants
Firm Registration No. 107628W


S S Agrawal
Partner
Mem. No. 049051
Place: Pune
Date: 9 February 2021
UDIN: 21049051AAAAAE5673





GUJARAT FLUORO-CHEMICALS LIMITED

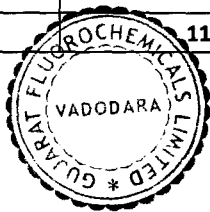
(earlier known as Inox Fluorochemicals Limited)

CIN : L24304GJ2018PLC105479, Website : www.gfl.co.in , email : contact@gfl.co.in
Registered Office: 16/3, 26 & 27, Village Ranjitnagar, Taluka Goghamba, District Panchmahals, Gujarat 389 380

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER, 2020

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter ended 31 December 2020 (Unaudited)	Preceding Quarter ended 30 September 2020 (Unaudited)	Corresponding Quarter ended 31 December 2019 (Unaudited)	Nine months ended 31 December 2020 (Unaudited)	Corresponding Nine months ended 31 December 2019 (Unaudited)	Year ended 31 March 2020 (Audited)
I	Revenue from operations	59,997	59,170	54,213	174,706	193,429	249,639
II	Other income (see note 4)	2,934	3,184	320	8,953	1,014	18,360
III	Total Income (I+II)	62,931	62,354	54,533	183,659	194,443	267,999
IV	Expenses						
	Cost of materials consumed	18,364	21,365	21,195	59,085	75,164	94,693
	Purchases of stock-in-trade	-	-	28	-	59	57
	Changes in inventories of finished goods, work-in-progress, stock-in-trade and by products	586	(2,268)	(4,238)	(1,092)	(6,907)	(7,471)
	Power and fuel	10,673	11,070	11,551	31,088	36,967	47,629
	Employee benefits expense	5,038	4,854	4,626	14,881	14,242	18,661
	Foreign exchange fluctuation (gain)/loss (net)	(957)	(680)	(738)	(2,348)	(2,791)	(3,767)
	Net (gain)/loss on fair value changes in investments classified at FVTPL	(1,409)	(787)	(748)	(3,412)	9	8,158
	Finance costs	2,679	2,753	2,686	8,700	6,876	10,138
	Depreciation and amortization expense	4,670	4,639	4,364	13,861	13,107	17,607
	Other expenses	11,826	9,714	11,002	30,107	34,591	47,388
	Total expenses (IV)	51,470	50,660	49,728	150,870	171,317	233,093
V	Profit before exceptional items and tax (III-IV)	11,461	11,694	4,805	32,789	23,126	34,906
VI	Exceptional items (see note 3)	-	-	-	-	(2,604)	(2,604)
VII	Profit before tax (V+VI)	11,461	11,694	4,805	32,789	20,522	32,302



VIII	Tax expense						
	(1) Current tax	1,202	3,662	854	7,904	7,416	13,922
	(2) Deferred tax	(572)	168	652	(501)	209	507
	Tax expense (see note 4)	630	3,830	1,506	7,403	7,625	14,429
IX	Profit before Tax pertaining to earlier periods and impact of net deferred tax liability remeasurement on account of change in tax rate (VII-VIII)	10,831	7,864	3,299	25,386	12,897	17,873
X	Tax pertaining to earlier periods and impact of net deferred tax liability remeasurement on account of change in tax rate (see note 4)	58,299	-	-	58,299	(3,242)	(1,122)
XI	Profit/(loss) for the period (IX-X)	(47,468)	7,864	3,299	(32,913)	16,139	18,995
XII	Other Comprehensive Income						
	A) Items that will not be reclassified to profit or loss						
	Remeasurement of the defined benefit plan	20	61	17	(24)	(115)	(107)
	Income tax on above	(11)	(21)	(6)	5	40	37
	B) Items that will be reclassified to profit or loss						
	Gains and (losses) on effective portion of hedging instruments in a cash flow hedge	5	21	(117)	19	(143)	(213)
	Income tax on above	1	(7)	41	(4)	50	74
	Total other comprehensive income (net of tax)	15	54	(65)	(4)	(168)	(209)
XIII	Total comprehensive income for the period (Comprising Profit/(loss) and Other Comprehensive Income for the period) (XI+XII)	(47,453)	7,918	3,234	(32,917)	15,971	18,786
XIV	Earnings Before Interest, Tax, Depreciation & Amortization (EBITDA)	14,467	15,115	10,787	42,985	42,104	52,449
XV	Paid-up equity share capital (face value of Re 1 each)	1,099	1,099	1,099	1,099	1,099	1,099
XVI	Other Equity (excluding revaluation reserves) as shown in the Audited Balance Sheet of the previous year						349,358
XVII	Basic and Diluted Earnings per equity share of Re. 1 each (in Rs.)	(43.21)*	7.16*	3.00*	(29.96)*	14.69*	17.29

(*) Not Annualised



Notes:

1. The above results were reviewed by the Audit Committee and were thereafter approved by the Board of Directors at its meeting held on 9th February, 2021. The same have been subjected to Limited Review by the Statutory Auditors and they have issued unmodified review report.
2. During the preceding year, as per the Scheme of Arrangement between GFL Limited ("the demerged company") and Gujarat Fluorochemicals Limited ("the Company"), the Chemical Business Undertaking of the demerged company was transferred and vested with the Company. Accordingly, all the assets and liabilities pertaining to the Chemical Business Undertaking, as defined in the Scheme, stand transferred and vested into the Company from the Appointed Date i.e. 1st April 2019. Certain assets, particularly the immovable properties, are in the process of being registered in the name of the Company. Further, in respect of the secured loans transferred to the Company, the process of transfer of charges is in progress.
3. The 'exceptional item' for the preceding year represents expenses in connection with the said demerger scheme.
4. The Company had filed applications under Vivad se Vishwas Scheme in order to settle various income-tax matters for the assessment years 2007-08 to 2013-14 which are being contested by the Income-tax Department before Hon'ble Supreme Court. The Income-tax Department has now processed the applications filed by the Company and accordingly the Company is required to pay 50% of disputed income-tax aggregating to Rs. 2,944 lakhs in respect of these years. The total impact of the settlement of Rs. 68,974 lakhs (mainly on account of reduction in MAT credit entitlement) is recognized and included in 'tax pertaining to earlier periods' during the quarter and nine months ended 31st December 2020 in the above results.

Consequent to settlement of above income-tax matters and reversal of MAT credits, the Company now proposes to exercise the option under section 115BAA of the Income-tax Act, 1961 from the current financial year ending 31st March 2021 and thus, applicable tax rate for the Company will be 25.17% as against the earlier rate of 34.94%. Accordingly, the net deferred tax liability as on 1st April 2020 is also re-measured and the reduction of Rs. 10,675 lakhs in the deferred tax liability is recognized during the quarter ended 31st December 2020.

Further, the provision for income tax and deferred tax for the nine months ended 31 December 2020 is also computed @ 25.17% and the aggregate charge of income-tax & deferred tax of Rs. 630 lakhs for the quarter ended 31 December 2020 is net of Rs. 1893 lakhs being the reduction in the amount of income-tax and deferred tax charged earlier for the six months ended 30 September 2020.

In the preceding year, after recording the assets and liabilities, acquired on demerger, at book values, the Company had reassessed and recomputed the deferred tax assets/liabilities which resulted in increase in deferred tax liability by Rs. 2,591 lakhs, on account of non-availability of benefits u/s 80IA of the Income-tax Act to the Company in respect of the demerged captive power plants, which was charged to the statement of profit and loss and included in 'tax pertaining to earlier periods'. Further, on receipt of ITAT orders during the preceding year, the Company was entitled to net incremental tax benefit of Rs. 3,713 lakhs for earlier periods in respect of the demerged Chemical Business Undertaking vested with the Company which was also included in the 'tax pertaining to earlier periods' in the above results. Interest of Rs. 11,969 lakhs on the resulting income-tax refunds was included in 'Other Income' during the year ended 31st March 2020.

5. In view of the COVID-19 pandemic and consequential declaration of lockdown by the Government of India, the manufacturing facilities of the Company at Ranjitnagar and Dahej, Gujarat were closed down only for a few days and with the subsequent easing of the lockdown guidelines, the operations of the Company are now fully stabilized. On the basis of assessment of the current situation carried out by the Company, the COVID-19 pandemic has no material impact on its operations. Given the continuing uncertainties of the COVID- 19 pandemic, its actual impact may be different from that estimated as on the date of approval of these financial statements, which will require the impact assessment on the Company's operations to be continuously monitored.



6. The Code on Social Security 2020 has been notified in the Official Gazette on 29 September 2020, which could impact the contributions by the Company towards certain employment benefits. However, the date from which the Code will come into effect has not been notified. The Company will assess and give appropriate impact in the financial statements in the period in which the Code comes into effect.
7. The Company has a single operating segment viz. 'Chemicals'.

Place: New Delhi
Date: 9th February, 2021

On behalf of the Board of Directors
For Gujarat Fluorochemicals Limited



A handwritten signature in black ink, appearing to read "Vivek Jain".

Vivek Jain
(Managing Director)

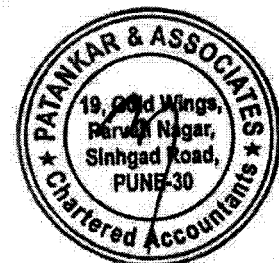
Independent Auditor's Review Report on Quarterly and Year to Date Unaudited Consolidated Financial Results of Gujarat Fluorochemicals Limited (earlier known as Inox Fluorochemicals Limited) pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Gujarat Fluorochemicals Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of **Gujarat Fluorochemicals Limited** (the "Parent") (earlier known as Inox Fluorochemicals Limited), its subsidiaries (the Parent and its subsidiaries together referred to as the "Group") and its share of the net loss after tax and total comprehensive loss of its jointly controlled entity for the quarter ended 31 December 2020 and year to date results for the period from 1 April 2020 to 31 December 2020 (the "Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement which is the responsibility of the Parent's management and approved by the Parent's Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in the Indian Accounting Standard 34 on 'Interim Financial Reporting' (Ind AS 34), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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 the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons 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 Standards on Auditing 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of Gujarat Fluorochemicals Limited and of the following entities:
 - a) Subsidiaries: Gujarat Fluorochemicals Americas LLC, Gujarat Fluorochemicals GmbH, Gujarat Fluorochemicals Singapore Pte. Limited, GFL GM Fluorspar SA
 - b) Joint Venture: Swarnim Gujarat Fluorspar Private Limited



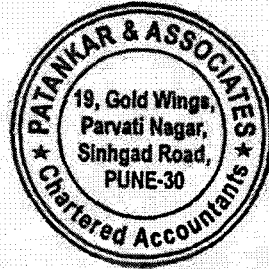
Independent Auditor's Review Report on Quarterly and Year to Date Unaudited Consolidated Financial Results of Gujarat Fluorochemicals Limited (earlier known as Inox Fluorochemicals Limited) pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) - continued

5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. The consolidated unaudited financial results also include the Group's share of net loss after tax and total comprehensive loss of Rs. 0.09 lakhs for the quarter ended 31 December 2020 and Rs. 0.57 Lakhs from the period 1 April 2020 to 31 December 2020, as considered in the consolidated unaudited financial results, in respect of the joint venture, based on its interim financial results which have not been reviewed by its auditor. According to the information and explanations given to us by the management, these interim financial results are not material to the Group. Our conclusion on the Statement is not modified in respect of the above matter.

For Patankar & Associates
Chartered Accountants
Firm Registration No. 107628W



S S Agrawal
Partner
Mem. No. 049051
Place: Pune
Date: 9 February 2021
UDIN: 21049051AAAAAF8415





GUJARAT FLUORO CHEMICALS LIMITED

(earlier known as Inox Fluorochemicals Limited)

CIN : L24304GJ2018PLC105479, Website : www.gfl.co.in , email : contact@gfl.co.in
Registered Office: 16/3, 26 & 27, Village Ranjitnagar, Taluka Goghamba, District Panchmahals, Gujarat 389 380

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2020

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter ended 31 December 2020 (Unaudited)	Preceding Quarter ended 30 September 2020 (Unaudited)	Corresponding Quarter ended 31 December 2019 (Unaudited)	Nine months ended 31 December 2020 (Unaudited)	Corresponding Nine months ended 31 December 2019 (Unaudited)	Year ended 31 March 2020 (Audited)
I	Revenue from operations	63,416	61,731	57,117	181,024	197,366	260,637
II	Other income (see note 4)	2,924	3,171	406	8,917	1,101	18,379
III	Total Income (I+II)	66,340	64,902	57,523	189,941	198,467	279,016
IV	Expenses						
	Cost of materials consumed	19,114	21,809	21,804	61,109	75,482	95,389
	Purchases of stock-in-trade	-	-	28	-	57	57
	Changes in inventories of finished goods, work-in-progress, stock-in-trade and by products	1,703	(2,340)	(5,512)	(2,995)	(12,941)	(10,339)
	Material Extraction and Processing Cost	810	988	966	2,691	3,097	3,893
	Power and fuel	10,768	11,198	11,679	31,431	37,355	48,128
	Employee benefits expense	5,537	5,348	5,084	16,336	15,587	20,488
	Foreign exchange fluctuation (gain)/loss (net)	(1,479)	(1,410)	(916)	(4,177)	(2,837)	(3,249)
	Net (gain)/loss on fair value changes in investments classified at FVTPL	(1,409)	(787)	(748)	(3,412)	9	8,158
	Finance costs	2,763	2,853	2,773	8,962	7,180	10,479
	Depreciation and amortization expense	5,154	5,082	4,790	15,210	14,314	19,241
	Other expenses	12,713	10,432	11,817	32,357	37,216	50,958
	Total expenses (IV)	55,674	53,173	51,765	157,512	174,519	243,203
V	Share of profit/(loss) of joint venture	(1)	*	*	(1)	*	*
VI	Profit before exceptional items and tax (III-IV+V)	10,665	11,729	5,758	32,428	23,948	35,813
VII	Exceptional items (see note 3)	-	-	-	-	(2,604)	(2,604)
VIII	Profit before tax (VI+VII)	10,665	11,729	5,758	32,428	21,344	33,209



IX	Tax expense						
	(1) Current tax	1,356	3,834	951	8,378	7,881	14,594
	(2) Deferred tax	(880)	(19)	889	(1,072)	341	814
	Tax expense (see note 4)	476	3,815	1,840	7,306	8,222	15,408
X	Profit before Tax pertaining to earlier periods and impact of net deferred tax liability remeasurement on account of change in tax rate (VIII-IX)	10,189	7,914	3,918	25,122	13,122	17,801
XI	Tax pertaining to earlier periods and impact of net deferred tax liability remeasurement on account of change in tax rate (see note 4)	58,299	(1)	(1)	58,298	(3,250)	(1,130)
XII	Profit/(Loss) for the period (X-XI)	(48,110)	7,915	3,919	(33,176)	16,372	18,931
XIII	Other comprehensive income						
	A) Items that will not be reclassified to profit or loss						
	Remeasurement of the defined benefit plan	20	61	17	(24)	(115)	(107)
	Income tax on above	(10)	(22)	(6)	5	40	37
	B) Items that will be reclassified to profit or loss						
	(a) Exchange differences in translating the financial statements of foreign operations	(41)	(254)	186	(322)	327	1,063
	(b) Gains and (losses) on effective portion of hedging instruments in a cash flow hedge	5	21	(117)	19	(117)	(213)
	Income tax on above	1	(7)	41	(4)	50	75
	Total other comprehensive income (net of tax)	(25)	(201)	121	(326)	185	855
XIV	Total comprehensive income for the period (Comprising Profit/(Loss) and Other Comprehensive Income for the period) (XII+XIII)	(48,135)	7,714	4,040	(33,502)	16,557	19,786
	Profit/(Loss) for the period attributable to:						
	- Owners of the Company	(48,043)	7,906	4,057	(33,151)	16,781	19,632
	- Non-controlling interests	(67)	9	(138)	(25)	(409)	(701)
	Other comprehensive income for the period attributable to:						
	- Owners of the Company	(12)	(196)	132	(288)	199	908
	- Non-controlling interests	(13)	(5)	(11)	(38)	(14)	(53)
	Total comprehensive income for the period attributable to:						



	- Owners of the Company	(48,055)	7,710	4,189	(33,439)	16,980	20,540
	- Non-controlling interests	(80)	4	(149)	(63)	(423)	(754)
XV	Earnings Before Interest, Tax, Depreciation & Amortization (EBITDA)	14,249	15,706	12,167	44,271	44,350	55,312
XVI	Paid-up equity share capital (face value of Re 1 each)	1,099	1,099	1,099	1,099	1,099	1,099
XVII	Other Equity (excluding revaluation reserves) as shown in the audited Balance Sheet of previous year						370,462
XVIII	Basic and Diluted Earnings per equity share of Re. 1 each (in Rs.)	(43.80)**	7.21**	3.57**	(30.20)**	14.90**	17.23

(*) amount is less than Rs. 1 Lakh

(**) Not Annualised



Notes:

1. The above results were reviewed by the Audit Committee and were thereafter approved by the Board of Directors at its meeting held on 9th February, 2021. The same have been subjected to Limited Review by the Statutory Auditors and they have issued unmodified review report.
2. During the preceding year, as per the Scheme of Arrangement between GFL Limited ("the demerged company") and Gujarat Fluorochemicals Limited ("the Company"), the Chemical Business Undertaking of the demerged company was transferred and vested with the Company. Accordingly, all the assets and liabilities pertaining to the Chemical Business Undertaking, as defined in the Scheme, stand transferred and vested into the Company from the Appointed Date i.e. 1st April 2019. Certain assets, particularly the immovable properties, are in the process of being registered in the name of the Company. Further, in respect of the secured loans transferred to the Company, the process of transfer of charges is in progress.
3. The 'exceptional item' for the preceding year represents expenses in connection with the said demerger scheme.
4. The Company had filed applications under Vivad se Vishwas Scheme in order to settle various income-tax matters for the assessment years 2007-08 to 2013-14 which are being contested by the Income-tax Department before Hon'ble Supreme Court. The Income-tax Department has now processed the applications filed by the Company and accordingly the Company is required to pay 50% of disputed income-tax aggregating to Rs. 2,944 lakhs in respect of these years. The total impact of the settlement of Rs. 68,974 lakhs (mainly on account of reduction in MAT credit entitlement) is recognized and included in 'tax pertaining to earlier periods' during the quarter and nine months ended 31st December 2020 in the above results.

Consequent to settlement of above income-tax matters and reversal of MAT credits, the Company now proposes to exercise the option under section 115BAA of the Income-tax Act, 1961 from the current financial year ending 31st March 2021 and thus, applicable tax rate for the Company will be 25.17% as against the earlier rate of 34.94%. Accordingly, the net deferred tax liability as on 1st April 2020 is also re-measured and the reduction of Rs. 10,675 lakhs in the deferred tax liability is recognized during the quarter ended 31st December 2020.

Further, the provision for income tax and deferred tax for the nine months ended 31st December 2020 is also computed @ 25.17% and the aggregate charge of income-tax & deferred tax of Rs. 476 lakhs for the quarter ended 31st December 2020 is net of Rs. 1893 lakhs being the reduction in the amount of income-tax and deferred tax charged earlier for the six months ended 30th September 2020.

In the preceding year, after recording the assets and liabilities, acquired on demerger, at book values, the Company had reassessed and recomputed the deferred tax assets/liabilities which resulted in increase in deferred tax liability by Rs. 2,591 lakhs, on account of non-availability of benefits u/s 80IA of the Income-tax Act to the Company in respect of the demerged captive power plants, which was charged to the statement of profit and loss and included in 'tax pertaining to earlier periods'. Further, on receipt of ITAT orders during the preceding year, the Company was entitled to net incremental tax benefit of Rs. 3,713 lakhs for earlier periods in respect of the demerged Chemical Business Undertaking vested with the Company which was also included in the 'tax pertaining to earlier periods' in the above results. Interest of Rs. 11,969 lakhs on the resulting income-tax refunds was included in 'Other Income' during the year ended 31st March 2020.

5. In view of the COVID-19 pandemic and consequential declaration of lockdown by the Government of India, the manufacturing facilities of the Company at Ranjitnagar and Dahej, Gujarat were closed down only for a few days and with the subsequent easing of the lockdown guidelines, the operations of the Company are now fully stabilized. On the basis of assessment of the current situation carried out by the Company, the COVID-19 pandemic has no material impact on its operations. Given the continuing uncertainties of the COVID- 19 pandemic, its actual impact may be different from that estimated as on the date of approval of these financial statements, which will require the impact assessment on the Company's operations to be continuously monitored.



6. The Code on Social Security 2020 has been notified in the Official Gazette on 29th September 2020, which could impact the contributions by the Group towards certain employment benefits. However, the date from which the Code will come into effect has not been notified. The Group will assess and give appropriate impact in the financial statements in the period in which the Code comes into effect.
7. The Group has a single operating segment viz. 'Chemicals'.

Place: New Delhi
Date: 9th February, 2021

On behalf of the Board of Directors
For Gujarat Fluorochemicals Limited



Vivek Jain
Managing Director

