



**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](mailto:polychemltd@kilachand.com) , Website: [www.polychemltd.com](http://www.polychemltd.com)

**Date: 26.05.2022**

**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 following:
  - a) Audited Standalone and Consolidated financial results of the Company for the quarter and year ended 31<sup>st</sup> March, 2022.
  - b) Payment of dividend of Rs. 3.00/- per share of Rs 10/- each i.e 30% on the Equity shares of the Company for the financial year ended 31<sup>st</sup> March, 2022, subject to the approval of shareholders at the ensuing 65<sup>th</sup> AGM.
  - c) Re-appointment of M/s Nayan Parikh & Co., Chartered Accountants (Firm Registration No. 107023W) as the Statutory Auditors of the Company for the second term of 5 years from the conclusion of 65th AGM to the conclusion of 70<sup>th</sup> AGM, subject to the approval of shareholders at the ensuing 65<sup>th</sup> AGM.

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: 2 :

2. Accordingly, please find enclosed the following:
- a) Audited Standalone and Consolidated financial results of the Company for the quarter and year ended 31<sup>st</sup> March, 2022.
  - b) Auditor's report in respect of the audited Standalone and Consolidated financial results of the company for the financial year ended 31<sup>st</sup> March, 2022.
  - 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 31<sup>st</sup> March, 2022.

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, 2<sup>ND</sup> 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**

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To  
The Board of Directors  
**Polychem Limited**  
Mumbai

### **Opinion**

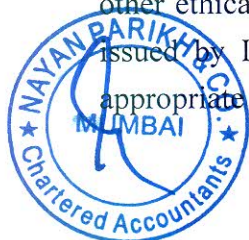
We have audited the accompanying statement of standalone financial results of **Polychem Limited** ("the Company") for the quarter and the year ended March 31, 2022 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the 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, 2022.

### **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 SAs 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.





### **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.

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 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.

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, 2022 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.

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



*K.Y. Narayana*  
**K.Y. Narayana**  
Partner  
Membership No. 060639  
UDIN: 22060639AJQMTG7796

Place: Mumbai  
Date : May 26, 2022



Statement of Audited Standalone Financial Results For The Quarter and Year Ended March 31, 2022

Sr. No.	Particulars	Quarter ended on		Year ended on	
		31-Dec-21		31-Mar-21	
		Unaudited	Audited	Audited	Audited
1	<b>Revenue from Operations</b>				
(a)	Net Sales	718.01	390.65	1,995.87	1,070.78
(b)	Other Operating Income	17.46	8.53	46.60	23.06
2	Other Income	325.09	13.34	386.71	129.83
3	<b>Total Income (1+2)</b>	<b>1,060.56</b>	<b>412.52</b>	<b>2,429.18</b>	<b>1,223.67</b>
4	<b>Expenses</b>				
(a)	Cost of materials consumed	397.84	203.60	1,181.29	500.99
(b)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	16.35	13.14	(32.61)	21.54
(c)	Processing charges	82.88	47.92	245.51	143.24
(d)	Employee benefits expense	80.86	71.05	304.02	281.50
(e)	Finance Costs	1.25	0.81	4.38	2.62
(f)	Depreciation and amortisation expense	12.05	14.07	47.26	51.28
(g)	Other expenses	125.86	109.75	366.04	194.62
	<b>Total Expenses</b>	<b>717.09</b>	<b>418.19</b>	<b>2,115.89</b>	<b>1,195.79</b>
5	Profit / (Loss) before Tax (3-4)	343.47	(5.67)	313.29	27.88
6	Tax expenses				
	Current Tax (for the year)	-	-	-	-
	Current Tax (relating to prior years)	-	-	-	0.20
	Deferred Tax	(8.51)	(2.57)	(10.04)	(1.57)
7	Net Profit / (Loss) for the period after Tax (5-6)	351.98	(3.10)	323.33	29.25
8	Other Comprehensive Income				
	Items that will not be re-classified to Profit or Loss :				
	Remeasurements of post employment benefit	(8.79)	8.03	(6.04)	3.66
	Income tax relating to these items	2.21	(2.02)	1.52	(0.92)
9	<b>Total Comprehensive Income for the period (7-8)</b>	<b>345.40</b>	<b>2.91</b>	<b>318.81</b>	<b>31.99</b>
10	Paid-up Equity Share Capital (Face value Rs. 10/- per share)	40.40	40.40	40.40	40.40
11	Other Equity			2,276.91	1,958.10
12	Earning Per Share - (Basic and diluted) (Rs.)*	87.11	(0.77)	80.02	7.24

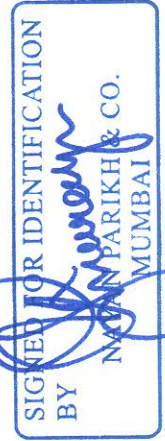
\*EPS is not annualised for the Quarter ended March 31, 2022, Quarter December 31, 2021 and Quarter March 31, 2021.

**Notes :**

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on May 26, 2022.
- These results have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- A dividend of Rs. 3/- per equity share (Previous Year - Rs. NIL/-) (30 % of the face value of Rs. 10/- each) has been recommended by the Board of Directors which is subject to the approval of the shareholders.
- 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 rearranged and/or 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.

*T.R. Kilachand*

T R KILACHAND  
(DIN No.:00006659)  
Chairman

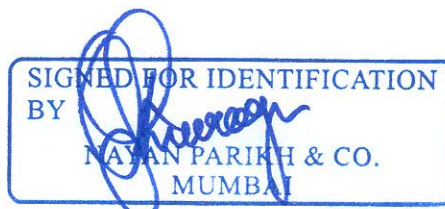


Place: Mumbai  
Date : May 26, 2022

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

<b>Statement of Audited Standalone Assets and Liabilities as at March 31, 2022</b>		
(Rs. in Lakhs)		
<b>Particulars</b>	<b>As At</b>	
	<b>31-Mar-22</b>	<b>31-Mar-21</b>
	<b>Audited</b>	<b>Audited</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	52.01	69.52
Right - to - use Building	21.48	41.24
Other Intangible assets	1.52	3.45
<b>Financial assets</b>		
Investments	1,487.72	1,130.01
Loans	6.47	5.46
Other financial assets	12.32	13.69
Deferred tax assets (Net)	25.38	13.82
Other non-current assets	4.11	14.19
<b>Total non-current assets</b>	<b>1,611.01</b>	<b>1,291.38</b>
<b>Current Assets</b>		
Inventories	236.30	208.62
<b>Financial Assets</b>		
Trade receivables	614.04	282.80
Cash and cash equivalents	28.67	328.10
Bank balances other than cash and cash equivalents	88.05	32.05
Loans	5.16	3.33
Other financial assets	0.48	1.20
Current tax assets (Net)	1.53	2.54
Other current assets	89.48	70.54
<b>Total current assets</b>	<b>1,063.71</b>	<b>929.18</b>
<b>Total assets</b>	<b>2,674.72</b>	<b>2,220.56</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity Share capital	40.40	40.40
Other Equity	2,276.91	1,958.10
<b>Total equity</b>	<b>2,317.31</b>	<b>1,998.50</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
<b>Financial Liabilities</b>		
Other financial liabilities	2.38	20.64
<b>Total non-current liabilities</b>	<b>2.38</b>	<b>20.64</b>
<b>Current liabilities</b>		
<b>Financial Liabilities</b>		
<b>Trade payables</b>		
Total outstanding dues of Micro & Small Enterprises	6.05	13.59
Other than Micro & Small Enterprises	148.11	62.58
Other financial liabilities	123.93	73.25
Other current liabilities	76.31	51.23
Provisions	0.63	0.77
Current Tax Liabilities (Net)	-	-
<b>Total current liabilities</b>	<b>355.03</b>	<b>201.42</b>
<b>Total equity and liabilities</b>	<b>2,674.72</b>	<b>2,220.56</b>

Place: Mumbai  
Date : May 26, 2022

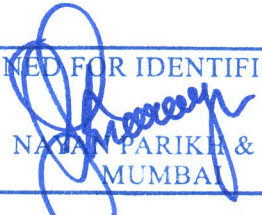


  
**T R KILACHAND**  
(DIN No.:00006659)  
Chairman



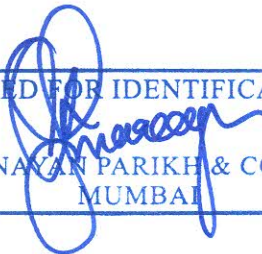
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<b>Audited Standalone Statement of cash flow for the year ended March 31, 2022</b>		
<b>Particulars</b>	<b>(Rs. In Lakhs)</b>	
	<b>Year Ended March 31</b>	
	<b>2022</b>	<b>2021</b>
	<b>Audited</b>	<b>Audited</b>
<b>Cash flow from operating activities</b>		
<b>Profit before income tax</b>	<b>313.29</b>	<b>27.88</b>
<b>Non-cash Adjustment to Profit Before Tax:</b>		
Depreciation and amortization expense	47.26	51.28
Dividend Income	(0.77)	(0.70)
Gratuity & Leave Encashment Provision	10.95	(1.23)
Reversal of impairment of Investments	(315.59)	-
Interest Income	(6.56)	(20.06)
Lease Income	-	(2.04)
Provision for Bonus	(0.14)	(0.50)
Amount written off	1.57	1.84
Amount no longer payable written back	(1.10)	(0.05)
MTM (Gain)/loss on forward contracts	(0.45)	(0.82)
Finance Income (Including fair value changes in financial instruments)	(55.71)	(101.58)
Bad Debts	-	0.20
Profit on sale of Property, plant and equipment	(0.01)	(0.06)
Loss on fire	-	5.19
Finance Cost on lease	4.38	2.62
Unrealised gain and loss on foreign exchange	(10.31)	(0.41)
	<b>(13.19)</b>	<b>(38.45)</b>
<b>Change in operating assets and liabilities :</b>		
Decrease/(increase) in trade receivables	(321.62)	122.50
Decrease/(increase) in inventories	(27.68)	12.50
Increase/(decrease) in trade payables	77.99	-6.25
Decrease/(increase) in other non-current assets	11.21	28.18
Decrease/(increase) in other current assets	(19.92)	-32.98
Increase/(decrease) in other current liabilities	9.17	-6.94
Increase/(decrease) in other financial liabilities	51.89	-15.45
<b>Cash generated from operations</b>	<b>(232.15)</b>	<b>63.12</b>
Direct taxes paid (net of refunds)	(0.87)	(12.26)
<b>Net cash flow from/(used in) operating activities (A)</b>	<b>(231.28)</b>	<b>75.39</b>
<b>Cash flow from investing activities</b>		
Payments for acquisition of property, plant and equipment	(8.42)	-18.67
Payments for acquisition of intangible assets	-	-4.50
Loans to employees and others	(2.83)	0.78
Proceeds from sale of property, plant and equipment	0.36	0.11
Movement in Fixed deposits	(55.00)	180.33
Investment in mutual funds & Shares	(118.36)	-100.12
Proceeds on redemption of mutual funds	131.89	-
Interest received	7.28	21.63
Dividend received	0.77	0.70
<b>Net cash flow from/(used in) investing activities (B)</b>	<b>(44.31)</b>	<b>80.27</b>

SIGNED FOR IDENTIFICATION  
 BY   
 NAYAN PARIKH & CO.  
 MUMBAI



<b>Cash flows from financing activities</b>		
Finance lease payments	(23.84)	(20.61)
Dividends Paid	-	(54.98)
<b>Net cash flow from/(used in) in financing activities (C)</b>	<b>(23.84)</b>	<b>(75.59)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+ C)</b>	<b>(299.43)</b>	<b>80.06</b>
Cash and cash equivalents at the beginning of the year	328.10	248.04
<b>Cash and cash equivalents at the end of the year</b>	<b>28.67</b>	<b>328.10</b>
<b>Reconciliation of cash and cash equivalents as per the cash flow statement :</b>		
Cash and cash equivalents		
Balances with banks:		
On current accounts	18.90	189.33
Deposits with original maturity of less than 3 months	9.00	138.00
Cash on hand	0.77	0.77
<b>Balance as per the cash flow statement</b>	<b>28.67</b>	<b>328.10</b>
Note :Above statement has been prepared by using Indirect method as per Ind AS - 7 on Statement of Cash flows.		

  
 SIGNED FOR IDENTIFICATION  
 BY  
 NAYAN PARIKH & CO.  
 MUMBAI

# NAYAN PARIKH & CO.

(REGISTERED)

CHARTERED ACCOUNTANTS

OFFICE NO. 9, 2<sup>ND</sup> 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**

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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, 2022("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 subsidiary, the aforesaid Statement:

- (i) includes the annual standalone financial results 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, 2022.

### **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 SAs 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 there under, and we have fulfilled our other





ethical responsibilities in accordance with these requirements and the Code of Ethics issued by ICAI. We believe that the audit evidence obtained by us and other auditor in terms of their report referred to in “Other Matters” paragraph below, is sufficient and appropriate to provide a basis for our 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 these Statement 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.

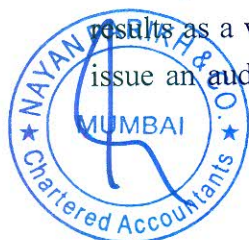
The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection 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 Statement 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.

### **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 on the complete set of consolidated financial statements on whether the company has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.
- 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 auditor's report. However, future events or conditions may cause the Group, as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, 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 entity 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 audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entity 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.

#### **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.1294.26 lakhs, total revenue of Rs. 1546.89 lakhs, Group's share of total net profit /(loss) after tax of Rs. 163.24 lakhs, total comprehensive income Rs 158.52 lakhs and net cash outflow Rs.36.97. lakh for the year ended March 31, 2022, 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 matters 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, 2022 being the balancing figure between the audited figures in respect of the full financial year and the





NAYAN PARIKH & CO.

published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

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



*K. Y. Narayana*  
**K. Y. Narayana**  
Partner  
Membership No. 060639  
UDIN: 22060639AJQNAN1249

Place: Mumbai  
Date: May 26, 2022

**Statement of Audited Consolidated Financial Results For The Quarter and Year Ended March 31, 2022**

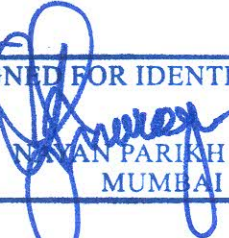
(Rs. in Lakhs)


Sr. No.	Particulars	Quarter ended on			Year ended on	
		31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
		Audited	Unaudited	Audited	Audited	Audited
1	<b>Revenue from Operations</b>					
(a)	Net Sales	1,092.13	865.04	894.78	3,523.74	2,431.60
(b)	Other Operating Income	19.51	10.91	11.14	54.55	31.07
2	Other Income	5.99	15.22	16.95	81.57	142.97
3	<b>Total Income (1+2)</b>	<b>1,117.63</b>	<b>891.17</b>	<b>922.87</b>	<b>3,659.86</b>	<b>2,605.64</b>
4	<b>Expenses</b>					
(a)	Cost of materials consumed	399.43	301.73	204.19	1,183.74	503.18
(b)	Purchase of stock-in-trade	225.73	309.34	328.02	989.97	880.29
(c)	Changes in inventories of finished goods , work-in-progress and stock- in-trade	22.17	(85.33)	7.11	(92.47)	(13.51)
(d)	Processing charges	82.88	59.19	47.92	245.51	143.24
(e)	Employee benefits expense	166.25	144.07	134.93	607.87	550.42
(f)	Finance Costs	1.50	1.43	1.12	5.52	3.39
(g)	Depreciation and amortisation expense	17.28	17.43	19.78	68.36	73.39
(h)	Other expenses	138.69	136.02	102.02	574.28	338.31
	<b>Total Expenses</b>	<b>1,053.93</b>	<b>883.88</b>	<b>845.09</b>	<b>3,582.78</b>	<b>2,478.71</b>
5	Profit / (Loss) before Tax (3-4)	63.70	7.29	77.78	77.08	126.93
6	Tax expenses					
	Current Tax (for the year)	-	-	-	-	-
	Current Tax (relating to prior years)	-	-	-	-	0.20
	Deferred Tax	(8.51)	(0.64)	(2.57)	(10.04)	(1.57)
7	Net Profit / (Loss) for the period after Tax (5-6)	72.21	7.93	80.35	87.12	128.30
8	Other Comprehensive Income					
	Items that will not be re-classified to Profit or Loss :					
	Re-measurements of the defined benefit plans	(18.18)	2.48	16.06	(10.75)	9.91
	Income tax relating to items that will not be reclassified to profit or loss	2.21	(0.22)	(2.02)	1.52	(0.92)
	Total Other Comprehensive Income / (Loss) (after Tax)	(15.97)	2.26	14.04	(9.23)	8.99
9	<b>Total Comprehensive Income for the period (7-8)</b>	<b>56.24</b>	<b>10.19</b>	<b>94.39</b>	<b>77.89</b>	<b>137.29</b>
10	<b>Profit / (Loss) attributable to:</b>					
	Owners of the parent	55.75	(17.67)	41.95	50.62	82.73
	Non controlling interest	16.46	25.60	38.40	36.50	45.57
	<b>Other Comprehensive Income attributable to:</b>					
	Owners of the parent	(11.65)	1.54	10.36	(7.06)	6.12
	Non controlling interest	(4.32)	0.72	3.69	(2.17)	2.87
	<b>Total Comprehensive Income attributable to:</b>					
	Owners of the parent	44.10	(16.13)	52.30	43.56	88.85
	Non controlling interest	12.14	26.32	42.09	34.33	48.44
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	-	-	-	2,750.48	2,511.70
13	Earning Per Share - (Basic and diluted) (Rs.)*	13.80	(4.37)	10.38	12.53	20.48

\*EPS is not annualised for the Quarter ended March 31, 2022, Quarter December 31, 2021 and Quarter March 31, 2021.

**Notes :**

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on May 26, 2022.
- These results have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- A dividend of Rs.3/- per equity share (Previous Year - Rs. NIL/-) (30% of the face value of Rs.10/- each) has been recommended by the Board of Directors which is subject to the approval of the shareholders.

SIGNED FOR IDENTIFICATION  
BY   
N. N. PARIKH & CO.  
MUMBAI

For POLYCHEM LIMITED  
  
(T. R. KILACHAND)  
Chairman  
DIN : 00006659

- 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, 2022						
Sr. No.	Particulars	Quarter ended on			Year ended on	
		31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
		Audited	Unaudited	Audited	Audited	Audited
1	<b>Segment Revenue</b> (net sale/income from each segment)					
	(a) Property Development	-	-	-	-	-
	(b) Specialty Chemicals	718.01	450.20	390.66	1,995.87	1,070.79
	(c) Manufacturing and trading in Capacitors	374.12	414.84	504.13	1,527.87	1,360.82
	(d) Unallocated	25.50	26.13	28.08	136.12	174.03
	<b>Total</b>	1,117.62	891.17	922.87	3,659.86	2,605.64
	Less: Inter Segment Revenue	-	-	-	-	-
	<b>Revenue from operations</b>	1,117.63	891.17	922.87	3,659.86	2,605.64
2	<b>Segment Results</b> Profit/Loss before tax and interest from each segment					
	(a) Property Development	-	-	-	-	-
	(b) Specialty Chemicals	114.24	26.35	67.35	259.09	214.03
	(c) Manufacturing and trading in Capacitors	35.77	55.64	83.08	79.34	98.65
	(d) Unallocated	-	-	-	-	-
	<b>Total</b>	150.01	81.99	150.43	338.43	312.68
	Less:					
	(i) Other Un-allocable Expenditure (net off)	86.32	74.70	72.65	261.34	185.75
	<b>Total Profit Before Tax</b>	63.70	7.29	77.78	77.08	126.93
3	<b>Segment Asset</b> (Segment assets - Segment liabilities)					
	(a) Property Development	164.98	164.98	164.31	164.98	164.31
	(b) Specialty Chemicals	812.99	620.15	545.62	812.99	545.62
	(c) Manufacturing and trading in Capacitors	1,210.74	1,267.26	1,219.60	1,210.74	1,219.60
	(d) Unallocated	1,146.46	1,320.53	1,394.47	1,146.46	1,394.47
	<b>Total</b>	3,335.17	3,372.92	3,324.00	3,335.17	3,324.00
4	<b>Segment Liabilities</b>					
	(a) Property Development	-	-	-	-	-
	(b) Specialty Chemicals	265.14	185.73	155.62	265.14	155.62
	(c) Manufacturing and trading in Capacitors	115.97	512.49	513.07	115.97	513.07
	(d) Unallocated	92.10	64.19	66.45	92.10	66.45
	(e) NCI	71.09	58.96	36.76	71.09	36.76
	<b>Total</b>	544.29	821.37	771.90	544.29	771.90

5 Figures of the previous periods have been rearranged and/or 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 : May 26, 2022

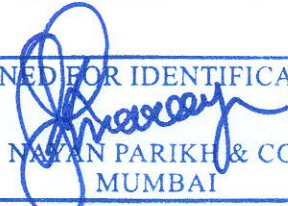
SIGNED FOR IDENTIFICATION  
BY  
*[Signature]*  
TAMAN PARIKH & CO.  
MUMBAI

T R KILACHAND  
(DIN No.:00006659)  
Chairman



Statement of Audited Consolidated Assets and Liabilities as at March 31, 2022		
(Rs. in Lakhs)		
Particulars	As At	
	31-Mar-22	31-Mar-21
	Audited	Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	216.87	245.17
Right - to - use asset	28.58	52.30
Other Intangible assets	11.49	12.26
<b>Financial assets</b>		
Investments	937.50	1,013.35
Loans	6.47	5.46
Other financial assets	21.97	22.10
Deferred tax assets (Net)	25.38	13.82
Other non-current assets	4.32	14.35
<b>Total non-current assets</b>	<b>1,252.58</b>	<b>1,378.81</b>
<b>Current Assets</b>		
Inventories	536.25	448.89
<b>Financial Assets</b>		
Trade receivables	978.77	722.81
Cash and cash equivalents	59.21	395.60
Bank balances other than cash and cash equivalents	343.57	244.57
Loans	14.07	16.74
Other financial assets	5.71	6.40
Current tax assets (Net)	1.53	2.54
Other current assets	112.09	76.25
<b>Total current assets</b>	<b>2,051.20</b>	<b>1,913.80</b>
<b>Assets held for sale</b>	<b>31.39</b>	<b>31.39</b>
<b>Total assets</b>	<b>3,335.17</b>	<b>3,324.00</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity Share capital	40.40	40.40
Other Equity	2,750.48	2,511.70
Amount attributable to Owners of Polychem Limited	2,790.88	2,552.10
Non Controlling Interest	71.09	36.76
<b>Total equity</b>	<b>2,861.97</b>	<b>2,588.86</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
<b>Financial Liabilities</b>		
Other financial liabilities	3.45	25.78
Provisions	26.84	26.51
<b>Total non-current liabilities</b>	<b>30.29</b>	<b>52.29</b>
<b>Current liabilities</b>		
<b>Financial Liabilities</b>		
Trade payables		
Total outstanding dues of Micro & Small Enterprises	9.13	13.60
Total outstanding dues of Creditors other than Micro & Small Enterprises	148.61	139.74
Other financial liabilities	140.40	421.09
Other current liabilities	114.18	86.13
Provisions	30.59	22.29
Current Tax Liabilities (Net)	-	-
<b>Total current liabilities</b>	<b>442.91</b>	<b>682.85</b>
<b>Total equity and liabilities</b>	<b>3,335.17</b>	<b>3,324.00</b>

Place: Mumbai  
 Date : May 26, 2022

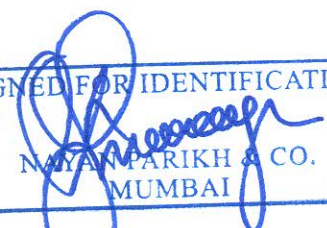
SIGNED FOR IDENTIFICATION  
 BY   
 NAYAN PARIKH & CO.  
 MUMBAI

  
 T R KILACHAND  
 (DIN No.:00006659)  
 Chairman

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

**Audited Consolidated Statement of cash flow for the year ended March 31, 2022**

Particulars	(Rs. In Lakhs)	
	Year Ended	
	As at Mar 31,	
	2022	2021
<b>Cash flow from operating activities</b>		
Profit before income tax	77.08	126.93
	-	-
<b>Profit before income tax</b>	<b>77.08</b>	<b>126.93</b>
<b>Non-cash Adjustment to Profit Before Tax:</b>		
Depreciation and amortization expense	68.36	73.39
Dividend Income	(0.77)	(0.70)
Gratuity & Leave Encashment Provision	10.95	(1.23)
Interest Income	(6.56)	(30.01)
Lease Income	0.00	(2.73)
Loss by fire	-	5.19
Provision for Bonus	(0.14)	(0.50)
Amount no longer payable written back	(1.13)	(0.32)
Amount written off	(0.79)	2.10
Allowance for bad & doubtful debts	(0.04)	(2.21)
MTM (Gain)/loss on forward contracts	(0.45)	(0.82)
Gain/Loss on disposal of property,plant and equipment	(0.01)	(0.06)
Change in fair value of financial assets at fair value through profit or loss	(55.71)	(101.58)
Bad Debts	-	0.20
Finance Cost on Lease	5.52	3.39
Unrealised gain and loss on foreign exchange	(16.69)	(7.78)
	<b>79.62</b>	<b>63.27</b>
<b>Change in operating assets and liabilities :</b>		
Decrease/(increase) in trade receivables	(247.51)	48.49
Decrease/(increase) in inventories	(90.52)	(22.39)
Increase/(decrease) in trade payables	4.59	50.90
Increase/(decrease) in other financial assets	(1.26)	(2.49)
Decrease/(increase) in other non-current assets	11.15	28.18
Decrease/(increase) in other current assets	(36.82)	(33.34)
Increase/(decrease) in provisions	20.11	1.44
Increase/(decrease) in Loans	4.50	(3.23)
Increase/(decrease) in other current liabilities	(15.11)	8.72
Increase/(decrease) in other financial liabilities	50.67	(15.45)
<b>Cash generated from operations</b>	<b>(220.58)</b>	<b>124.10</b>
Direct taxes paid (net of refunds)	(0.87)	(12.26)
<b>Net cash flow from/(used in) operating activities (A)</b>	<b>(219.71)</b>	<b>136.36</b>

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 BY   
 NAYAN PARIKH & CO.  
 MUMBAI

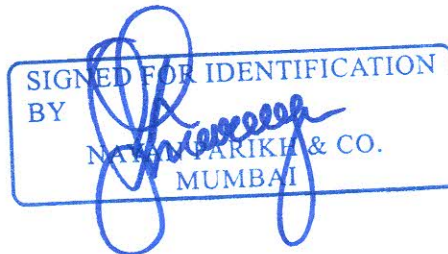
*F.R. Kulkarni*



<b>Cash flow from investing activities</b>		
Payments for acquisition of property, plant and equipment	(8.42)	(21.33)
Payments for acquisition of intangible assets	-	(4.50)
Loans to employees and others	(2.83)	0.78
Proceeds from sale of property, plant and equipment	0.36	0.54
Movement in Fixed deposits	(98.00)	148.33
Investment in mutual funds & shares	(118.36)	(100.12)
Proceeds from sale of shares	131.89	-
Interest received	7.28	31.57
Dividend received	0.75	0.70
<b>Net cash flow from/(used in) investing activities (B)</b>	<b>(87.32)</b>	<b>55.97</b>
<b>Cash flows from financing activities</b>		
Finance lease payments	(29.36)	(26.92)
Dividends Paid	-	(54.98)
<b>Net cash flow from/(used in) in financing activities (C)</b>	<b>(29.36)</b>	<b>(81.90)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+ C)</b>	<b>(336.39)</b>	<b>110.39</b>
Cash and cash equivalents at the beginning of the year	395.60	285.21
<b>Cash and cash equivalents at the end of the year</b>	<b>59.21</b>	<b>395.60</b>
<b>Reconciliation of cash and cash equivalents as per the cash flow statement :</b>		
Cash and cash equivalents		
Balances with banks:		
On current accounts	49.24	254.48
Deposits with original maturity of less than 3 months	9.00	138.00
Cheques/drafts on hand	-	2.16
Cash on hand	0.97	0.97
<b>Balance as per the cash flow statement :</b>	<b>59.21</b>	<b>395.60</b>

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

Place: Mumbai  
Date : May 26, 2022



*T.R. Kilachand*  
T R KILACHAND  
(DIN No.:00006659)  
Chairman



**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](mailto:polychemltd@kilachand.com) , Website: [www.polychemltd.com](http://www.polychemltd.com)

**Date: 26.05.2022**

**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 31<sup>st</sup> March, 2022.

This is for your information and record.

Yours faithfully,  
For **Polychem Limited**

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