



Limited Review Report on Quarterly Financial Results of Sanginita Chemicals Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015

To,
The Board of Directors,
Sanginita Chemicals Limited
Gandhinagar

We have reviewed the accompanying statement of unaudited financial results of **M/s Sanginita Chemicals Limited** ("The Company") for the quarter and half year ended on September 30, 2019 ("The statement") attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 5th July, 2016 as amended by SEBI Circular No. CIR/CFD/CMD1/44/2019 dated 29th March, 2019.

This statement is the responsibility of the company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the IND AS 34, "Interim Financial Reporting" prescribed under section 133 of the companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus



provide 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 of unaudited financial results prepared in accordance With applicable Indian accounting standards ("IND AS") specified under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognized 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.



Place: Ahmedabad
Date: 12th December, 2019
UDIN: 19047390AAAACK5172

For Devpura Navlakha & Co.
Chartered Accountants
FRN:121975W

(Ashwini Devpura)

Partner

(Membership No.: 047390)

SANGINITA CHEMICALS LIMITED

(CIN:L24100GJ2005PLC047292)

Registered Office:

301, 3rd Floor, ShalinComplex, Sector 11,
Gandhinagar -382 011 (Gujarat)

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER/HALF YEAR ENDED ON 30TH SEPTEMBER, 2019

(Amount in Lakhs)

Particulars	Quarter ended on			Cumulative up to		Year ended on 31-03-2019 (Audited)
	30-09-2019 Unaudited	30-06-2019 Unaudited	30-09-2018 Unaudited	30-09-2019 Unaudited	30-09-2018 Unaudited	
I Revenue from Operation	3714.48	4038.86	4969.24	7753.34	10627.63	18759.30
II Other Income	4.15	3.91	3.76	8.06	10.36	15.41
III Total Income (I + II)	3718.63	4042.77	4973.00	7761.40	10637.99	18774.71
IV Expenses						
Cost of Materials consumed	3048.70	3292.62	3756.40	6341.34	9928.69	17514.70
Purchase of stock-in-trade	-	-	-	-	-	-
Changes in inventories of finished goods, Stock-in-trade and work-in progress	267.35	465.19	822.94	732.54	74.51	(5.44)
Employee benefits expense	12.83	11.79	12.39	24.63	24.41	50.75
Finance Costs	81.12	82.76	83.88	163.87	168.52	318.72
Depreciation and amortisation expense	17.77	15.91	16.10	33.68	30.81	65.18
Other Expenses	73.04	60.22	79.35	133.25	144.26	284.54
Total Expenses (IV)	3500.81	3928.49	4771.06	7429.31	10371.20	18228.45
V Profit/(loss) before exceptional items and tax (III- IV)	217.82	114.28	201.94	332.09	266.79	546.26
VI Exceptional Items	-	-	-	-	-	-
VII Profit / (Loss) before tax (V-VI)	217.82	114.28	201.94	332.09	266.79	546.26
VIII Tax expense:						
(1) Current Tax	61.84	31.19	58.66	93.03	75.25	154.34
(2) Deferred Tax	(1.20)	0.60	(0.71)	(0.60)	(1.22)	(2.40)
(3) MAT credit	-	-	-	-	-	-
IX Profit (Loss) for the period from continuing operations (VII-VIII)	157.18	82.48	143.99	239.66	192.76	394.32
X Profit/(loss) from discontinued operations	-	-	-	-	-	-
XI Tax expense of discontinued operations	-	-	-	-	-	-
XII Profit/(loss) from Discontinued operations (after tax) (X-XI)	-	-	-	-	-	-



XIII	Profit/(loss) for the period (IX+XII)	157.18	82.48	143.99	239.66	192.76	394.32
XIV	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	-	-	-	-	-	-
XV	Total Comprehensive Income for the period (XIII+XIV)(Comprising Profit (Loss) and Other Comprehensive Income for the period)	157.18	82.48	143.99	239.66	192.76	394.32
XVI	Earnings per equity share (for continuing operation):						
	(1) Basic &	0.91	0.48	0.83	1.39	1.12	2.28
	(2) Diluted	0.91	0.48	0.83	1.39	1.12	2.28
XVII	Earnings per equity share (for discontinued operation):						
	(1) Basic &	-	-	-	-	-	-
	(2) Diluted	-	-	-	-	-	-
XVIII	Earnings per equity share (for discontinued & continuing operations)						
	(1) Basic &	0.91	0.48	0.83	1.39	1.12	2.28
	(2) Diluted	0.91	0.48	0.83	1.39	1.12	2.28
XIX	Paid-up equity shares capital (Face Value Rs. 10/- each)	1726.77	1726.77	1726.77	1726.77	1726.77	1726.77
XX	Reserves excluding Revaluation Reserves as per Balance sheet of Previous accounting year	-	-	-	-	-	1797.63



SANGINITA CHEMICALS LIMITED

(CIN: L24100GJ2005PLC047292)

CASH FLOW STATEMENT FOR THE HALF YEAR ENDED ON 30TH SEPTEMBER, 2019

(Amount in Lakhs)

Sr. No.	Particulars	Half year ended 30.09.2019	Year ended 31.03.2019
1	<u>Cash Flow From Operating Activities</u>		
	Net Profit before taxation and extra ordinary items	332.09	546.26
	Adjustment for :		
	Depreciation & Amortisation cost	33.68	65.18
	Income Tax Provisions	-	-
	Finance Cost	163.87	318.72
	Operating Profit before working capital changes	529.62	930.16
	(Increase)/Decrease in Debtors	(231.08)	384.69
	(Increase) /Decrease in inventories	(300.63)	(465.08)
	(Increase)/Decrease in long term loans & advances	-	(14.34)
	(Increase)/Decrease in short term loans & advances	279.19	(793.08)
	(Increase)/Decrease in Misc. Expenditure	2.63	5.26
	Increase/(Decrease) in creditors	(297.21)	293.39
	Increase/(Decrease) In Provision	(154.34)	(172.59)
	Decrease in other current liabilities	(6.14)	54.57
	Cash Generated from operations	(177.94)	222.97
	Advance tax paid	(75.00)	(151.00)
	Income Taxes Paid	-	-
	Cash flow before extra-ordinary items	(252.94)	-
	Cash flow from extra ordinary items	-	-
	Net Cash flow from operating activities	(252.94)	71.97
2	<u>Cash Flow From Investing Activities</u>		
	Purchase of Fixed Assets	(70.55)	71.97
	Proceeds From sale	-	-
	Interest Received	-	-
	Dividend Received	-	-
	Net Cash From Investing Activities	(70.55)	-
3	<u>Cash Flow From Financing Activities</u>		
	Proceeds From Issue Of Share Capital	-	-
	Proceeds From Short Term Borrowings	486.08	371.07
	Proceeds from Long Term Borrowings	(0.52)	(2.10)
	Interest Paid	(163.87)	(317.71)
	Dividend Paid	-	-
	Net Cash used in financing activities	321.69	22.96
	Net Increase in cash and cash equivalents	(1.81)	2.36
	Cash & cash equivalents at the beginning of the period	4.38	2.02
	Cash & cash equivalents at the end of the period	2.57	4.38



SANGINITA CHEMICALS LIMITED

(CIN: L24100GJ2005PLC047292)

BALANCE SHEET FOR THE HALF-YEARLY ENDED ON 30TH SEPTEMBER, 2019

(Amount in Lakhs)

Sr. No.	Particulars	As at 30/09/2019 (Unaudited)	As at 31/03/2019 (Audited)
A	ASSETS		
1	Non-current assets		
	(a) Property, Plant and Equipment	463.69	426.82
	(b) Capital work-in-progress	-	-
	(c) Investment Property	-	-
	(d) Goodwill	-	-
	(e) Other Intangible assets	-	-
	(f) Intangible assets under development	-	-
	(g) Biological Assets other than bearer plants	-	-
	(h) Financial Assets	-	-
	(i) Investments	-	-
	(ii) Trade receivables	-	-
	(iii) Loans	21.22	21.22
	(iv) Others (Advances)	-	-
	(i) Deferred tax assets (net)	-	-
	(j) Other non-current assets	-	-
	Total Non-current assets	484.91	448.04
2	Current assets		
	(a) Inventories stock	2194.27	1893.64
	(b) Financial Assets		
	(i) Investments	-	-
	(ii) Trade receivables	3406.39	3175.31
	(iii) Cash and cash equivalents	2.57	4.38
	(iv) Bank balances other than (iii) above	-	-
	(v) Loans	1421.85	1626.04
	(vi) Others (Advances)	-	-
	(c) Other current assets	-	-
	(d) Misc. Expenditure not written off	7.88	10.51
	Total Current Assets	7032.97	6709.88
	TOTAL ASSETS	7517.88	7157.91
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share capital	1726.77	1726.77
	(b) Other Equity	2037.29	1797.63
	Total Equity	3764.06	3524.40
2	Liabilities		
	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	34.64	35.16
	(ii) Trade payables	-	-
	(iii) Other financial liabilities	-	-
	(b) Provisions	-	-
	(c) Deferred tax liabilities (Net) DTA/ DTL	4.48	5.08
	(d) Other non-current liabilities	-	-
	Total Non-current Liabilities	39.12	40.24
	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	3372.83	2886.75
	(ii) Trade payables		
	Total outstanding dues of creditors micro enterprises and small enterprises	38.46	24.10
	Total outstanding dues of creditors other than micro enterprises and small enterprises	106.39	417.96
	(b) Other current liabilities	103.97	110.11
	(c) Provisions	93.03	154.34
	(d) Current Tax Liabilities (Net)	-	-
	Total Current Liabilities	3714.69	3593.27
	TOTAL EQUITY AND LIABILITIES	7517.88	7157.91



Notes:

1. The above unaudited results have been reviewed by the Audit Committee and taken on record by Board of Directors at their meeting held on 12th December, 2019 and the same have been subjected to limited review by the Statutory Auditors of the Company. In terms of SEBI circular No: CIR/CFD/AC/62/2016 dated 5th July, 2016, the Company has availed relaxation/extension in the timeline for submission of the financial results by one month.
2. The Equity shares of the Company listed on the SME Platform of NSE Limited have been migrated from the SME Platform to the Main Board w.e.f. 15th July, 2019 vide NSE Notice Number: NSE/LIST/85500 dated 11th July, 2019. In view of this, the Companies (Indian Accounting Standards) Rules, 2015 has become applicable for the financial year 2019-20. Hence, the financial results for the quarter & half year ended on 30th September, 2019 are IND-AS compliant. Consequently the financial results for quarter & half year ended 30th September, 2018 and previous year ended 31st March, 2019 have been restated to comply with IND-AS to make them comparable.
3. Reconciliation of Profit between IND AS and Previous Indian GAAP for earlier period

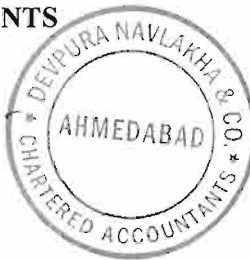
(Amount in Lakhs)

Nature of adjustments	Profit Reconciliation	
	Quarter ended on 30-09-2018	Quarter ended on 31-03-2019
Profit as per previous India GAAP	266.79	546.26
Fair Valuation of Liabilities	-	-
Fair Valuation of Assets	-	-
Deferred Tax	(1.22)	(2.40)
Tax Effect	75.25	154.34
Total	-	-
Net profit before OCI as per Ind AS	192.76	394.32

4. The figures for the corresponding previous period have been restated/regrouped wherever necessary, to make them comparable.
5. The Company operates in Single Segment i.e. Chemicals.

FOR DEVPURA NAVLAKHA & CO.
 CHARTERED ACCOUNTANTS
 FRN 121975W

(ASHWINI DEVPURA)
 PARTNER
 M. NO. 047390



FOR, SANGINITA CHEMICALS LIMITED

DINESHSINH B. CHAVADA
 CHAIRPERSON & MANAGING DIRECTOR
 (DIN: 01497977)



PLACE: GANDHINAGAR
 DATED: 12TH DECEMBER, 2019

UDIN :- 1904739DAAAAGK5172