



BSE/CS/2019-20/30

3<sup>rd</sup> August, 2019

To,  
BSE Limited,  
PhirozeJeejeebhoy Towers,  
Dalal Street, Fort,  
Mumbai-400001

**ISIN: INE995D01025**  
**Company Code No: 530871**

**Re: Outcome of Board Meeting.**

Dear Sir / Madam,

This is in continuation to our letter bearing Ref. no. BSE/CS/2019-20/26 dated 22<sup>nd</sup> July, 2019, and pursuant to Regulations 33, 30 and other applicable regulations, if any, of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), 2015, (the Listing Regulations), we have to inform you that the Board of Directors of the Company in its meeting held today;

- a) Considered and approved the Unaudited Financial Results (Standalone and Consolidated) for the quarter ended 30<sup>th</sup> June 2019 which are enclosed, along with the Limited Review Report.
- b) Considered and approved making an application for listing of its shares in National Stock Exchange of India Limited subject to necessary approvals.

The meeting of Audit Committee / Board of Directors of the Company commenced at 4.30 p.m. and concluded at 7.00 p.m.

We request you to take the above on record.

Thanking You,  
Yours faithfully,

For CHEMBOND CHEMICALS LIMITED

**Suchita Singh**  
Company Secretary

**Rashmi Gavli**  
Chief Financial Officer

Encl: As above

**CHEMBOND CHEMICALS LIMITED**

CIN L24100MH1975PLC018235

Regd. Office: Chembond Centre, EL 71, Mahape MIDC, Navi Mumbai - 400 710

Email id: info@chembondindia.com, Website: www.chembondindia.com

Consolidated Unaudited Financial Results for the Quarter ended 30th June, 2019

(Rs. in Lakhs)

| Sr. No | Particulars   | Quarter Ended   |                 |                 | Year Ended       |         |
|--------|---|-----------------|-----------------|-----------------|------------------|---------|
|        |   | 30.06.2019      | 31.03.2019      | 30.06.2018      | 31.03.2019       |         |
|        |   | Unaudited       | Audited         | Unaudited       | Unaudited        | Audited |
| 1      | Revenue from operations   | 7,111.04        | 7,617.93        | 8,950.07        | 30,130.94        |         |
| 2      | Other Income  | 139.84          | 206.37          | 77.62           | 393.14           |         |
| 3      | <b>Total Income</b>   | <b>7,250.88</b> | <b>7,824.30</b> | <b>9,027.69</b> | <b>30,524.08</b> |         |
| 4      | <b>Expenses</b>   |                 |                 |                 |                  |         |
|        | a. Cost of materials consumed   | 4,143.66        | 3,517.26        | 4,981.38        | 14,637.67        |         |
|        | b. Purchases of Stock-in-trade  | (138.52)        | 582.93          | 645.96          | 2,467.76         |         |
|        | c. Changes in inventories of Finished Goods, Work-in-progress and Stock-in-trade            | (213.09)        | (206.27)        | (236.46)        | (345.22)         |         |
|        | d. Employees Benefit Expenses   | 1,387.46        | 1,286.26        | 1,253.93        | 5,109.07         |         |
|        | e. Finance Costs  | 25.84           | 27.16           | 16.68           | 78.20            |         |
|        | f. Depreciation and Amortisation Expenses   | 104.27          | 103.85          | 104.61          | 423.98           |         |
|        | g. Other Expenses   | 1,381.48        | 1,698.42        | 1,530.35        | 5,712.04         |         |
|        | <b>Total Expenses</b>   | <b>6,691.10</b> | <b>7,009.62</b> | <b>8,296.45</b> | <b>28,083.50</b> |         |
| 5      | <b>Profit before exceptional items and tax</b>  | <b>559.78</b>   | <b>814.68</b>   | <b>731.24</b>   | <b>2,440.58</b>  |         |
| 6      | Exceptional items   | -               | -               | -               | -                |         |
| 7      | <b>Profit before tax</b>  | <b>559.78</b>   | <b>814.68</b>   | <b>731.24</b>   | <b>2,440.58</b>  |         |
| 8      | <b>Tax Expense</b>  |                 |                 |                 |                  |         |
|        | - Current Tax   | 206.09          | 273.04          | 236.00          | 746.49           |         |
|        | - Deferred Tax  | (58.43)         | (85.42)         | (70.04)         | (289.55)         |         |
| 9      | <b>Profit For the Period</b>  | <b>412.12</b>   | <b>627.06</b>   | <b>565.28</b>   | <b>1,983.64</b>  |         |
| 10     | <b>Other Comprehensive Income / (loss)</b>  |                 |                 |                 |                  |         |
|        | i) Items that will not be reclassified to profit or loss                                    | (12.02)         | (54.82)         | 2.26            | (47.78)          |         |
|        | ii) Income Tax relating to items that will not be reclassified to profit or loss            | 2.30            | 11.08           | (0.63)          | 9.18             |         |
|        | i) Items that will be reclassified to profit or loss  | -               | -               | -               | -                |         |
|        | ii) Income Tax relating to items that will be reclassified to profit or loss                | -               | -               | -               | -                |         |
|        | <b>Other Comprehensive Income / (loss)</b>  | <b>(9.72)</b>   | <b>(43.74)</b>  | <b>1.63</b>     | <b>(38.60)</b>   |         |
| 11     | <b>Total Comprehensive Income</b>   | <b>402.40</b>   | <b>583.32</b>   | <b>566.91</b>   | <b>1,945.03</b>  |         |
| 12     | Net profit attributable to:   |                 |                 |                 |                  |         |
|        | - Shareholders of the Company   | 404.23          | 485.51          | 518.17          | 1732.24          |         |
|        | - Non Controlling Interests   | 7.89            | 141.57          | 47.11           | 251.43           |         |
| 13     | Other Comprehensive Income attributable to:   |                 |                 |                 |                  |         |
|        | - Shareholders of the Company   | (9.72)          | (43.76)         | 1.63            | (38.60)          |         |
|        | - Non Controlling Interests   | (0.00)          | 0.02            | (0.00)          | -                |         |
| 14     | Paid-up equity share capital (face value of Rs 5 per share)                                 | 672.41          | 672.41          | 672.41          | 672.41           |         |
| 15     | Other equity excluding Revaluation Reserve as per balance sheet of previous accounting year | -               | -               | -               | 25,471.56        |         |
| 16     | <b>Earning Per Share ( of Rs.5 each) (not annualised)</b>                                   |                 |                 |                 |                  |         |
|        | Basic and Diluted EPS   | 3.01            | 3.61            | 3.85            | 12.88            |         |

**Notes:**

- The above results for the quarter ended 30th June, 2019, have been reviewed by the Audit Committee, approved by the Board of Directors at their meeting held on 3rd August, 2019 and have been subjected to limited review by the Statutory Auditors.
- This Statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind-AS), prescribed under Section, 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- The group is engaged in the manufacture of Specialty Chemicals, which in the context of IND AS 108- Operating segment specified under section 133 of the Companies Act, 2013 is considered as a single business segment of the group.
- Consequent to the expiry of the toll manufacturing contract for metal treatment chemicals in June 2018, these results are not comparable with prior results to that extent. The Company has now re-entered the Metal Treatment Chemicals business on its own through its wholly owned subsidiary Chembond Material Technologies Private Limited.



5. Additional Information on Stand Alone Basis are as Follows:

(Rs. in Lakhs)

| Standalone Details             | Quarter Ended |            | Year Ended |            |
|--------------------------------|---------------|------------|------------|------------|
|                                | 30.06.2019    | 31.03.2019 | 30.06.2018 | 31.03.2019 |
|                                | Unaudited     | Audited    | Unaudited  | Audited    |
| Revenue from operations        | 2,158.30      | 2,689.24   | 5,967.72   | 15,628.96  |
| Profit / (Loss) Before Tax     | 333.85        | 251.34     | 438.77     | 706.26     |
| Profit / (Loss) for the period | 350.10        | 195.86     | 395.89     | 633.15     |

Profit for the period includes dividend from Subsidiary Company for the quarter ended 30th June, 2019 of Rs.186.80 Lakhs (Rs.240.95 Lakhs) and year ended 31st March, 2019 Rs.240.95 Lakhs respectively.

6. The figures of quarter ended 31st March 2019 are the balancing figures between audited figures in respect of the full financial year and year to date figures upto the 3rd quarter ended 31st December 2018 respectively.
7. The figures for corresponding previous periods have been restated/regrouped, rearranged and reclassified wherever necessary.

Place : Navi Mumbai  
Date : 3rd August, 2019



By Order of the Board of Directors  
For CHEMBOND CHEMICALS LTD.

*Nirmal V. Shah*  
Nirmal V. Shah  
Vice Chairman & Managing Director



**Independent Auditors' Review Report on Review of Consolidated Interim Financial Results**

**Limited Review Report**

**To the Board of Directors of  
Chembond Chemicals Limited**

1. We have reviewed the accompanying statement of Consolidated Unaudited Financial Results ('the Statement') of Chembond Chemicals Limited ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), for the quarter ended June 30, 2019 being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Regulation'), read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ('the Circular').
2. This statement, which is the responsibility of the Holding 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 Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 read with relevant rules, as amended, read with the Circular, issued there under 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 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 misstatement. A review is limited primarily to inquiries of Holding Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 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 Securities and Exchange Board of India under regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, to the extent applicable.

**Bathiya & Associates LLP**

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4. The Statement includes the results of the following entities:

| Name of the entity  | Relationship                 |
|---|------------------------------|
| Chembond Chemicals Limited  | Holding Company              |
| Chembond Water Technologies Limited   | Subsidiary Company           |
| Chembond Clean Water Technologies Limited   | Subsidiary Company           |
| Chembond Polymers and Materials Limited (formerly known as Chembond Enzyme Company Limited)             | Subsidiary Company           |
| Chembond Calvatis Industrial Hygiene Systems Limited  | Subsidiary Company           |
| Chembond Material Technologies Private Limited (formerly known as Protochem Industries Private Limited) | Subsidiary Company           |
| Chembond Biosciences Limited (formerly known as Chembond Industrial Coatings Limited)                   | Subsidiary Company           |
| Chembond Chemicals (Malaysia) Sdn. Bhd. [previously known as Ichembond Water Sdn. Bhd.]                 | Subsidiary Company           |
| Phiroze Sethna Private Limited  | Subsidiary Company           |
| Gramos Chemicals India Private Limited  | Step down Subsidiary Company |
| Chembond Distribution Limited   | Subsidiary Company           |

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the reports of the other auditors referred to in Paragraph 6 below, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the aforesaid Indian Accounting Standards 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, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. We did not review the interim financial results of three of the subsidiaries (excluding a foreign subsidiary) and one step down subsidiary included in the consolidated unaudited financial results, whose interim financial results reflects total revenue of Rs. 2,201.27 lakhs, total net profit of Rs. (117.79) lakhs and total comprehensive income of Rs. (6.98) lakhs included in the Statement for the quarter ended June 30, 2019. These interim financial results and other financial information have been reviewed by other auditors whose reports have been furnished to us by the Management, and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is



based solely on the report of such auditors and the procedures performed by us as stated in paragraph 3 above.

The financial results of one of the foreign subsidiary included in the Statement, whose financial results reflects revenue of Rs. 89.62lakhs, net profit of Rs. 25.48 lakhs and total comprehensive Income of Nil for the quarter ended June 30, 2019 are unaudited and not reviewed by other auditors. The Holding Company's management has converted the financial results of such foreign subsidiary from accounting principles generally accepted in that country to accounting principles generally accepted in India. Accordingly, our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the said subsidiary is based solely on the basis of management certified unaudited financial results. According to the information and explanations given to us the Management, these financial results are not material to the Group.

Our conclusion is not modified in respect of these matters.

For **Bathiya & Associates LLP**

Chartered Accountants

Firm's Registration No. 101046W / W100063



**Jatin A. Thakkar**

Partner

Membership No. 134767



**UDIN:**19134767AAAAAL7989

**Place:**Navi Mumbai.

**Date:** August 3, 2019

**CHEMBOND CHEMICALS LIMITED**

CIN L24100MH1975PLC018235

Regd. Office: Chembond Centre, EL 71, Mahape MIDC, Navi Mumbai - 400 710

Email id: info@chembondindia.com, Website: www.chembondindia.com

Standalone Unaudited Financial Results for the Quarter ended 30th June, 2019

(Rs. in Lakhs)

| Sr. No | Particulars  | Quarter Ended   |                 | Year Ended      |                  |
|--------|--|-----------------|-----------------|-----------------|------------------|
|        |  | 30.06.2019      | 31.03.2019      | 30.06.2018      | 31.03.2019       |
|        |  | Unaudited       | Audited         | Unaudited       | Audited          |
| 1      | Revenue from Operations  | 2,158.30        | 2,689.24        | 5,967.72        | 15,628.96        |
| 2      | Other Income   | 317.14          | 249.33          | 252.34          | 564.58           |
| 3      | <b>Total Income</b>  | <b>2,475.44</b> | <b>2,938.57</b> | <b>6,220.06</b> | <b>16,193.54</b> |
| 4      | <b>Expenses</b>  |                 |                 |                 |                  |
| a.     | Cost of materials consumed   | 1,067.94        | 1,595.13        | 4,457.60        | 9,997.23         |
| b.     | Purchases of Stock-in trade  | 182.98          | 76.39           | 20.10           | 1,098.15         |
| c.     | Changes in inventories of Finished Goods, Work-in-progress and Stock-in-trade    | 135.58          | 2.98            | (102.97)        | 67.40            |
| d.     | Employees Benefit Expenses   | 300.13          | 484.66          | 506.71          | 1,957.12         |
| e.     | Finance Costs  | 1.87            | 2.96            | 9.25            | 29.12            |
| f.     | Depreciation and Amortisation Expenses   | 69.11           | 68.51           | 74.52           | 287.77           |
| g.     | Other Expenses   | 383.98          | 456.59          | 816.07          | 2,050.49         |
|        | <b>Total Expenses</b>  | <b>2,141.59</b> | <b>2,687.23</b> | <b>5,781.29</b> | <b>15,487.28</b> |
| 5      | <b>Profit before exceptional Items and tax</b>                                   | <b>333.85</b>   | <b>251.34</b>   | <b>438.77</b>   | <b>706.26</b>    |
| 6      | Exceptional items  | -               | -               | -               | -                |
| 7      | <b>Profit before tax</b>   | <b>333.85</b>   | <b>251.34</b>   | <b>438.77</b>   | <b>706.26</b>    |
| 8      | <b>Tax Expense</b>   |                 |                 |                 |                  |
|        | - Current Tax  | 52.99           | 46.29           | 81.45           | 163.93           |
|        | - Deferred Tax   | (69.24)         | 9.19            | (38.56)         | (90.82)          |
| 9      | <b>Profit For the Period</b>   | <b>350.10</b>   | <b>195.86</b>   | <b>395.89</b>   | <b>633.15</b>    |
| 10     | <b>Other Comprehensive Income / (loss)</b>                                       |                 |                 |                 |                  |
|        | i) Items that will not be reclassified to profit or loss                         | (2.40)          | (13.38)         | 1.27            | (9.58)           |
|        | ii) Income Tax relating to items that will not be reclassified to profit or loss | 0.49            | 2.69            | (0.25)          | 1.93             |
|        | i) Items that will be reclassified to profit or loss                             | -               | -               | -               | -                |
|        | ii) Income Tax relating to items that will be reclassified to profit or loss     | -               | -               | -               | -                |
|        | <b>Other Comprehensive Income / (loss)</b>                                       | <b>(1.91)</b>   | <b>(10.69)</b>  | <b>1.02</b>     | <b>(7.65)</b>    |
| 11     | <b>Total Comprehensive Income / (loss) for the period</b>                        | <b>348.19</b>   | <b>185.18</b>   | <b>396.91</b>   | <b>625.50</b>    |
| 12     | Paid-up equity share capital (face value of Rs 5 per share)                      | 672.41          | 672.41          | 672.41          | 672.41           |
| 13     | Other equity excluding Revaluation Reserve                                       |                 |                 |                 | 22,282.45        |
| 14     | <b>Earning Per Share ( FV of Rs.5 each) (not annualised)</b>                     |                 |                 |                 |                  |
|        | Basic and Diluted EPS  | 2.60            | 1.46            | 2.94            | 4.71             |

**Notes**

- The above results for the quarter ended 30th June, 2019, have been reviewed by the Audit Committee, approved by the Board of Directors at their meeting held on 3rd August, 2019 and have been subjected to limited review by the Statutory Auditors.
- This Statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind-AS), prescribed under Section, 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- The Company is engaged in the manufacture of Specialty Chemicals, which in the context of IND AS 108- Operating segment specified under section 133 of the Companies Act, 2013 is considered as a single business segment of the company.
- Other Income includes dividend from Subsidiary Company for the quarter ended 30th June, 2019 of Rs.186.80 Lakhs (Rs.240.95 Laks) and year ended 31st March, 2019 Rs.240.95 Lakhs respectively.
- Consequent to the expiry of the toll manufacturing contract for metal treatment chemicals in June 2018, these results are not comparable with prior results to that extent. The Company has now re-entered the Metal Treatment Chemicals business on its own through its wholly owned subsidiary Chembond Material Technologies Private Limited.
- The figures of quarter ended 31st March 2019 are the balancing figures between audited figures in respect of the full financial year and year to date figures upto the 3rd quarter ended 31st December 2018 respectively.
- The figures for corresponding previous periods have been restated/regrouped, rearranged and reclassified wherever

Place : Navi Mumbai  
Date : 3rd August, 2019



By Order of the Board of Directors  
For CHEMBOND CHEMICALS LTD

Nirmal V. Shah  
Vice Chairman & Managing Director



**Independent Auditors' Review Report on Review of Standalone Interim Financial Results**

**Limited Review Report**

**To the Board of Directors of  
Chembond Chemicals Limited**

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Chembond Chemicals Limited ("the Company") for the quarter ended June 30, 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 as amended ("the Regulation"), read with SEBI circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ("the Circular").
2. This Statement, which 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 Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 read with relevant rules, as amended, read with the Circular, issued thereunder 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 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 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. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 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.





4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with aforesaid Indian Accounting Standards 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 read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Bathiya & Associates LLP**,

Chartered Accountants

Firm's Registration No. 101046W / W100063



**Jatin A. Thakkar**

Partner

Membership No. 134767



**UDIN:**19134767AAAAAM2089

**Place:**Navi Mumbai.

**Date:**August 3, 2019