

7<sup>th</sup> August, 2020

DCS – Listing  
BSE Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400 001  
**Scrip Code - 506655**

Listing Department  
National Stock Exchange of India Limited  
Exchange Plaza, C-1, Block G,  
Bandra Kurla Complex,  
Bandra (East), Mumbai – 400 051  
**Scrip Symbol - SUDARSCHEM**

Dear Sir,

**Sub : Statement of Unaudited Financial Results (Standalone and Consolidated)  
for the quarter ended 30<sup>th</sup> June, 2020**

Pursuant to the provisions of Regulation 30 (read with Part A of Schedule III) and Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI Listing Regulations, 2015), please find enclosed the Unaudited Financial Results (Standalone and Consolidated) for the quarter ended 30<sup>th</sup> June, 2020, duly approved and taken on record by the Board of Directors of the Company at its meeting held today i.e. on Friday, 7<sup>th</sup> August, 2020.

The 'Limited Review Report' issued by B S R & Associates LLP, Chartered Accountants, Statutory Auditors of the Company, with respect to the said results is also enclosed.

The Board Meeting commenced at 4.00 p.m. and concluded at 6.00 p.m.

Kindly take the same on record.

Thanking You,  
Yours Faithfully,

For SUDARSHAN CHEMICAL INDUSTRIES LIMITED

  
MANDAR VELANKAR  
DGM – LEGAL & COMPANY SECRETARY



Encl : As above

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CIN : L24119PN1951PLC008409

**SUDARSHAN CHEMICAL INDUSTRIES LIMITED**

REGD.OFFICE / GLOBAL HEAD OFFICE : 162 WELLESLEY ROAD, PUNE - 411 001

Tel. : +91 20 68281200 Fax : +91 20 26058222 Email : investorrelations@sudarshan.com Website : www.sudarshan.com  
CIN : L24119PN1951PLC008409

**PART I - STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30<sup>th</sup> JUNE 2020**

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2020 (Unaudited)	31.03.2020 (Audited) (Refer Note 2)	30.06.2019 (Unaudited) (Refer Note 3)	31.03.2020 (Audited) (Refer Note 3)
	<b>Continuing Operations</b>				
1	<b>Income from operations</b>				
	(a) Revenue from Operations	32,611.3	35,835.7	37,681.7	1,49,125.5
	(b) Other operating income (includes government grants)	616.0	693.4	616.8	2,701.3
	<b>Total income from operations</b>	<b>33,227.3</b>	<b>36,529.1</b>	<b>38,298.5</b>	<b>1,51,826.8</b>
2	Other income (net)	22.0	454.8	88.3	771.3
3	<b>Total Income (1 + 2)</b>	<b>33,249.3</b>	<b>36,983.9</b>	<b>38,386.8</b>	<b>1,52,598.1</b>
4	<b>Expenses</b>				
	(a) Cost of materials consumed	18,217.4	25,399.3	22,449.6	94,312.9
	(b) Purchase of Stock-in-trade	-	11.8	-	41.7
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	1,065.7	(5,353.4)	613.6	(5,843.2)
	(d) Employee benefits expense	2,539.5	2,557.2	2,476.0	9,728.4
	(e) Finance costs	338.3	248.2	291.3	1,168.5
	(f) Depreciation and amortisation expense	2,138.2	2,117.6	1,685.2	7,239.4
	(g) Other expenses (refer note 7)	5,659.7	8,813.4	6,455.3	29,870.3
	<b>Total expenses (4)</b>	<b>29,958.8</b>	<b>33,794.1</b>	<b>33,971.0</b>	<b>1,36,518.0</b>
5	<b>Profit before tax and exceptional items from continuing operations (3 - 4)</b>	<b>3,290.5</b>	<b>3,189.8</b>	<b>4,415.8</b>	<b>16,080.1</b>
6	<b>Exceptional Items</b>				
	- Profit / (loss) on sale of subsidiary / division	-	-	1,932.9	1,716.6
	<b>Exceptional Items (Refer Note 3 and 4)</b>	<b>-</b>	<b>-</b>	<b>1,932.9</b>	<b>1,716.6</b>
7	<b>Profit before tax from continuing operations (5 + 6)</b>	<b>3,290.5</b>	<b>3,189.8</b>	<b>6,348.7</b>	<b>17,796.7</b>
8	<b>Tax expense</b>				
	(a) Current Tax				
	- on Continuing Operations excluding exceptional items	834.5	53.5	1,252.5	3,478.8
	- on Exceptional Items	-	-	429.7	379.3
	(b) Deferred Tax	104.9	(242.5)	211.1	(989.3)
	<b>Total Tax Expense (refer note 6)</b>	<b>939.4</b>	<b>(189.0)</b>	<b>1,893.3</b>	<b>2,868.8</b>
9	<b>Profit from continuing operations (7 - 8)</b>	<b>2,351.1</b>	<b>3,378.8</b>	<b>4,455.4</b>	<b>14,927.9</b>
	<b>Discontinued Operations</b>				
10	Profit before tax from discontinued operations	-	-	(83.8)	(83.8)
11	Tax expense of discontinued operations	-	-	(29.3)	(29.3)
12	<b>Profit after tax from discontinued operations (10 - 11)</b>	<b>-</b>	<b>-</b>	<b>(54.5)</b>	<b>(54.5)</b>
13	<b>Profit after tax (9 + 12)</b>	<b>2,351.1</b>	<b>3,378.8</b>	<b>4,400.9</b>	<b>14,873.4</b>
14	<b>Other comprehensive income</b>				
	(a) Items that will not be reclassified to profit or loss				
	Re-measurement gains / (losses) on post employment benefits obligations	32.7	(143.7)	(128.9)	(320.0)
	Income tax relating to above	(11.4)	50.2	45.0	111.8
		<b>21.3</b>	<b>(93.5)</b>	<b>(83.9)</b>	<b>(208.2)</b>
	(b) Items that will be reclassified to profit or loss				
	Effective portion of gains / (losses) on hedging instruments in cash flow hedges	(727.1)	(820.6)	(314.5)	(1,647.1)
	Income tax relating to above	254.1	286.8	109.9	575.6
		<b>(473.0)</b>	<b>(533.8)</b>	<b>(204.6)</b>	<b>(1,071.5)</b>
	<b>Total Other comprehensive income (net of taxes) (14)</b>	<b>(451.7)</b>	<b>(627.3)</b>	<b>(288.5)</b>	<b>(1,279.7)</b>
15	<b>Total comprehensive income (13 + 14)</b>	<b>1,899.4</b>	<b>2,751.5</b>	<b>4,112.4</b>	<b>13,593.7</b>
16	Paid-up equity share capital (Face Value Rs. 2/- per share)	1,384.5	1,384.5	1,384.5	1,384.5
17	Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year				61,869.7
18	<b>Earnings per share from continuing operations (Refer Note 4) *</b>				
	(of Rs. 2/- each)				
	Basic	3.4	4.9	6.4	21.6
	Diluted	3.4	4.9	6.4	21.6
19	<b>Earnings per share from discontinued operations *</b>				
	(of Rs. 2/- each)				
	Basic	-	-	(0.1)	(0.1)
	Diluted	-	-	(0.1)	(0.1)
20	<b>Earnings per share *</b>				
	(of Rs. 2/- each)				
	Basic	3.4	4.9	6.3	21.5
	Diluted	3.4	4.9	6.3	21.5

\* Not annualised

**NOTES :**

- The above unaudited Standalone Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 7<sup>th</sup> August, 2020. These unaudited financial results have been prepared in accordance with the Indian Accounting Standards ("Ind-AS") as specified under Section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and the provisions of the Companies Act, 2013.
- The figures for the quarter ended 31<sup>st</sup> March, 2020 as reported in these Standalone Financial Results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the relevant financial year. Also the figures up to the end of the third quarter had only been reviewed and not subjected to audit.
- The Company entered into a Business Transfer Agreement dated 12<sup>th</sup> April, 2019 for transfer of its Industrial Mixing Solutions Division on a going concern basis. The resultant gain is recognised under "Exceptional Items" in the corresponding quarter of the previous year. According to the requirements of Ind AS 105 – "Non current assets held for sale and discontinued operations", the operations related to the Industrial Mixing Solution Division have been classified as held for sale / discontinued operations. The results (profit / (loss)) of this business have been presented separately in the results for the comparative periods. The table below provides the details of revenue and profit before tax for the discontinued businesses.

Particulars	Quarter Ended			Year Ended
	30.06.2020	31.03.2020	30.06.2019	31.03.2020
<b>Revenue</b>				
Industrial Mixing Solution Division	-	-	36.2	36.2
<b>Total Revenue</b>	-	-	<b>36.2</b>	<b>36.2</b>
<b>Profit Before Tax</b>				
Industrial Mixing Solution Division	-	-	(83.8)	(83.8)
<b>Total Profit Before Tax</b>	-	-	<b>(83.8)</b>	<b>(83.8)</b>

- Exceptional item pertains to the gain (adjusted for the costs directly related to the transaction) from divestment of the Company's Industrial Mixing Solutions Division during the year ended 31<sup>st</sup> March, 2020. (Refer Note 3 above)

Particulars	Quarter Ended			Year Ended
	30.06.2020	31.03.2020	30.06.2019	31.03.2020
Profit before tax and exceptional items from continuing operations	3,290.5	3,189.8	4,415.8	16,080.1
Tax expense excluding tax on exceptional items	939.4	(189.0)	1,463.6	2,489.5
Reversal of deferred tax expense (refer note 6 below)	-	989.7	-	2,305.5
<b>Profit from continuing operations excluding tax (refer note 6) and exceptional items (net of related tax)</b>	<b>2,351.1</b>	<b>2,389.1</b>	<b>2,952.2</b>	<b>11,285.1</b>
Basic and diluted Earnings per share from continuing operations excluding tax (refer note 6) and exceptional items (net of related tax) *	3.4	3.5	4.3	16.3
	* Not annualised			

- Segment disclosure is presented in the consolidated results of the Group.
- The Government of India, on 20<sup>th</sup> September 2019, vide the Taxation Laws (Amendment) Ordinance 2019, inserted a new Section 115BAA in the Income Tax Act, 1961, which provides an option to the Company to pay income taxes at reduced tax rates as per the provisions/ conditions defined in the said section. The Company has evaluated and expects to exercise the option of lower tax rate of 25.17% (inclusive of surcharge and cess) under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance 2019 in a subsequent financial year. Accordingly, the Company has estimated the reversal of the deferred tax asset / liabilities until the date of exercise of the option and sums that reverse subsequent to exercise of the option. The effect of this change has been recognised in tax expense for the year ended 31<sup>st</sup> March, 2020 on an effective tax basis. This has resulted in reversal of deferred tax expense of Rs. 989.7 Lakhs and Rs. 2,305.5 Lakhs, which has been recorded in quarter and year ended 31<sup>st</sup> March 2020 respectively on account of remeasurement of deferred tax liability.

- Other expenses includes foreign exchange (gain)/ loss for the period.

Particulars	Quarter Ended			Year Ended
	30.06.2020	31.03.2020	30.06.2019	31.03.2020
Foreign Exchange (Gain)/ Loss	(405.8)	620.5	(281.2)	61.6

- The Company has evaluated the impact of COVID pandemic on its business operations, liquidity and financial position and based on management's review of current indicators and economic conditions, no material adjustment is considered necessary to its financial results as at 30<sup>th</sup> June, 2020.
- The "Limited Review" of the Unaudited Standalone Financial Results for the quarter ended 30<sup>th</sup> June, 2020 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, has been carried out by the Statutory Auditors.
- The aforesaid Unaudited Standalone Financial Results will be uploaded on the Company's website [www.sudarshan.com](http://www.sudarshan.com) and will also be available on the websites of BSE Limited [www.bseindia.com](http://www.bseindia.com) and The National Stock Exchange of India Limited [www.nseindia.com](http://www.nseindia.com) for the benefit of shareholders and investors.
- The previous period's numbers have been regrouped wherever necessary to meet current period's classification.

For and on behalf of the Board of Directors

Pune : 7<sup>th</sup> August, 2020

Rajesh  
Balkrishna Rathj

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**R. B. RATHI**  
**MANAGING DIRECTOR**

# BSR & Associates LLP

Chartered Accountants

7th & 8th floor, Business Plaza,  
Westin Hotel Campus,  
36/3-8, Koregaon Park Annex,  
Mundhwa Road, Ghorpadi,  
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## **Limited Review Report on Unaudited Quarterly Standalone Financial Results of Sudarshan Chemical Industries Limited under Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations 2015**

**To  
Board of Directors of Sudarshan Chemical Industries Limited**

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Sudarshan Chemical Industries Limited for the quarter ended 30 June 2020 (“the Statement”).
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 Indian Accounting Standard 34 “*Interim Financial Reporting*” (“Ind AS 34”), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
3. 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 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Attention is drawn to the fact that the figures for the 3 months ended 31 March 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.

**Limited Review Report on Unaudited Quarterly Standalone Financial Results of Sudarshan Chemical Industries Limited under Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations 2015 (continued) – 30 June 2020**

5. 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 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 B S R & Associates LLP**

Chartered Accountants

Firm's Registration No. 116231W/W-100024

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**Raajnish Desai**

Partner

Membership Number: 101190

ICAI UDIN: 20101190AAAABR2305

Place: Pune

Date: 07 August 2020

**SUDARSHAN CHEMICAL INDUSTRIES LIMITED**

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 CIN : L24119PN1951PLC008409

**PART I - STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30<sup>th</sup> JUNE 2020**

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2020 (Unaudited)	31.03.2020 (Audited) (Refer Note 5)	30.06.2019 (Unaudited) (Refer Note 3 & 9)	31.03.2020 (Audited) (Refer Note 3)
	<b>Continuing Operations</b>				
1	<b>Income from operations</b>				
	(a) Revenue from Operations	34,613.0	44,200.9	40,396.5	1,68,091.0
	(b) Other operating income (includes government grants)	616.0	710.9	672.8	2,728.2
	<b>Total income from operations</b>	<b>35,229.0</b>	<b>44,911.8</b>	<b>41,069.3</b>	<b>1,70,819.2</b>
2	Other income (net)	30.5	98.9	84.2	468.1
3	<b>Total Income (1 + 2)</b>	<b>35,259.5</b>	<b>45,010.7</b>	<b>41,153.5</b>	<b>1,71,287.3</b>
4	<b>Expenses</b>				
	(a) Cost of materials consumed	18,764.5	27,825.9	23,282.7	1,00,019.9
	(b) Purchase of Stock-in-trade	448.2	1,105.0	661.1	2,764.7
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	506.0	(3,819.0)	255.3	(5,168.4)
	(d) Employee benefits expense	3,680.5	4,114.1	3,411.9	14,574.7
	(e) Finance costs	389.6	303.0	371.7	1,422.6
	(f) Depreciation and amortisation expense	2,157.8	2,161.0	1,703.0	7,350.8
	(g) Other expenses (refer note 7)	6,533.4	10,286.0	7,149.5	33,997.1
	<b>Total expenses (4)</b>	<b>32,480.0</b>	<b>41,976.0</b>	<b>36,835.2</b>	<b>1,54,961.4</b>
5	<b>Profit before tax and exceptional items from continuing operations (3 - 4)</b>	<b>2,779.5</b>	<b>3,034.7</b>	<b>4,318.3</b>	<b>16,325.9</b>
6	<b>Exceptional Items</b>				
	- Profit / (loss) on sale of subsidiary / division	-	-	1,932.9	1,716.6
	<b>Exceptional Items (Refer Note 3 and 4)</b>	<b>-</b>	<b>-</b>	<b>1,932.9</b>	<b>1,716.6</b>
7	<b>Profit before tax from continuing operations (5 + 6) (refer note 9)</b>	<b>2,779.5</b>	<b>3,034.7</b>	<b>6,251.2</b>	<b>18,042.5</b>
8	<b>Tax expense</b>				
	(a) Current Tax				
	- on Continuing Operations excluding exceptional items	866.2	(40.2)	1,309.3	3,649.6
	- on Exceptional Items	-	-	429.7	379.3
	(b) Deferred Tax	93.4	344.3	187.2	(494.2)
	<b>Total Tax Expense (refer note 6)</b>	<b>959.6</b>	<b>304.1</b>	<b>1,926.2</b>	<b>3,534.7</b>
9	<b>Profit from continuing operations (7 - 8)</b>	<b>1,819.9</b>	<b>2,730.6</b>	<b>4,325.0</b>	<b>14,507.8</b>
	<b>Discontinued Operations</b>				
10	Profit before tax from discontinued operations (refer note 9)	-	-	(83.8)	(83.8)
11	Tax expense of discontinued operations	-	-	(29.3)	(29.3)
12	<b>Profit after tax from discontinued operations (10 - 11)</b>	<b>-</b>	<b>-</b>	<b>(54.5)</b>	<b>(54.5)</b>
13	<b>Profit after tax (9 + 12)</b>	<b>1,819.9</b>	<b>2,730.6</b>	<b>4,270.5</b>	<b>14,453.3</b>
14	<b>Other comprehensive income</b>				
	(a) Items that will not be reclassified to profit or loss				
	Re-measurement gains / (losses) on post employment benefits obligations	32.7	(126.6)	(128.9)	(302.9)
	Income tax relating to above	(11.4)	45.9	45.0	107.5
		<b>21.3</b>	<b>(80.7)</b>	<b>(83.9)</b>	<b>(195.4)</b>
	(b) Items that will be reclassified to profit or loss				
	Effective portion of gains / (losses) on hedging instruments in cash flow hedges	(727.1)	(820.6)	(314.5)	(1,647.1)
	Gain / (loss) on translation of foreign operations	23.1	74.8	29.3	318.8
	Income tax relating to above	254.1	286.8	109.9	575.6
		<b>(449.9)</b>	<b>(459.0)</b>	<b>(175.3)</b>	<b>(752.7)</b>
	<b>Total Other comprehensive income (net of taxes) (14)</b>	<b>(428.6)</b>	<b>(539.7)</b>	<b>(259.2)</b>	<b>(948.1)</b>
15	<b>Total comprehensive income (13 + 14)</b>	<b>1,391.3</b>	<b>2,190.9</b>	<b>4,011.3</b>	<b>13,505.2</b>
16	Paid-up equity share capital (Face Value Rs. 2/- per share)	1,384.5	1,384.5	1,384.5	1,384.5
17	Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year				58,694.1
18	<b>Earnings per share from continuing operations (Refer Note 4) *</b> (of Rs. 2/- each)				
	Basic	2.6	3.9	6.2	21.0
	Diluted	2.6	3.9	6.2	21.0
19	<b>Earnings per share from discontinued operations *</b> (of Rs. 2/- each)				
	Basic	-	-	(0.1)	(0.1)
	Diluted	-	-	(0.1)	(0.1)
20	<b>Earnings per share *</b> (of Rs. 2/- each)				
	Basic	2.6	3.9	6.1	20.9
	Diluted	2.6	3.9	6.1	20.9

\* Not annualised

## PART II - SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2020 (Unaudited)	31.03.2020 (Audited) (Refer Note 5)	30.06.2019 (Unaudited) (Refer Note 3 & 9)	31.03.2020 (Audited) (Refer Note 3)
<b>1</b>	<b>Segment Revenue -</b>				
	(a) Pigments	34,133.4	40,217.9	39,642.8	1,58,975.7
	(b) Others	1,095.6	4,693.9	1,426.5	11,843.5
	<b>Total :</b>	<b>35,229.0</b>	<b>44,911.8</b>	<b>41,069.3</b>	<b>1,70,819.2</b>
	Less : Inter-segment revenue	-	-	-	-
	<b>Total Revenue from continuing operations</b>	<b>35,229.0</b>	<b>44,911.8</b>	<b>41,069.3</b>	<b>1,70,819.2</b>
	Discontinued Operations	-	-	36.2	36.2
	<b>Total Revenue</b>	<b>35,229.0</b>	<b>44,911.8</b>	<b>41,105.5</b>	<b>1,70,855.4</b>
<b>2</b>	<b>Segment Results -</b>				
	Profit / (Loss) before tax and finance cost				
	(a) Pigments	3,251.3	2,754.8	4,842.9	16,515.7
	(c) Others	(82.2)	582.9	(152.9)	1,232.8
	<b>Total :</b>	<b>3,169.1</b>	<b>3,337.7</b>	<b>4,690.0</b>	<b>17,748.5</b>
	Less : (i) Finance cost	389.6	303.0	371.7	1,422.6
	<b>Profit Before Tax from continuing operations:</b>	<b>2,779.5</b>	<b>3,034.7</b>	<b>4,318.3</b>	<b>16,325.9</b>
	Profit Before Tax from discontinued operations	-	-	(83.8)	(83.8)
	<b>Total Profit Before Tax</b>	<b>2,779.5</b>	<b>3,034.7</b>	<b>4,234.5</b>	<b>16,242.1</b>
<b>3</b>	<b>Capital Employed -</b>				
	Segment Assets:				
	(a) Pigments	1,60,935.4	1,56,393.6	1,30,921.2	1,56,393.6
	(b) Others	5,413.1	6,013.7	6,136.1	6,013.7
	<b>Total Segment Assets :</b>	<b>1,66,348.5</b>	<b>1,62,407.3</b>	<b>1,37,057.3</b>	<b>1,62,407.3</b>
	Segment Liabilities:				
	(a) Pigments	44,039.4	43,937.8	33,273.8	43,937.8
	(b) Others	3,530.7	4,077.4	3,260.0	4,077.4
	<b>Total Segment Liabilities :</b>	<b>47,570.1</b>	<b>48,015.2</b>	<b>36,533.8</b>	<b>48,015.2</b>
	<b>Total Capital Employed :</b>	<b>1,18,778.4</b>	<b>1,14,392.1</b>	<b>1,00,523.5</b>	<b>1,14,392.1</b>



**NOTES :**

- The above unaudited Consolidated Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 7<sup>th</sup> August, 2020. These unaudited financial results have been prepared in accordance with the Indian Accounting Standards ("Ind-AS") as specified under Section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and the provisions of the Companies Act, 2013.
- The Consolidated Financial results include the Financial Results of the wholly owned subsidiaries viz. RIECO Industries Limited, Sudarshan Europe B.V. (The Netherlands), Sudarshan (Shanghai) Trading Company Limited (China); Sudarshan Japan Limited; and the step-down subsidiaries viz. Sudarshan North America Inc. (U.S.A.), and Sudarshan Mexico S de R.L.de CV (Mexico) (Hereinafter referred as "Group")
- The Holding Company entered into a Business Transfer Agreement dated 12<sup>th</sup> April, 2019 for transfer of its Industrial Mixing Solutions Division on a going concern basis. The resultant gain is recognised under "Exceptional Items" in the corresponding quarter of the previous year. According to the requirements of Ind AS 105 – "Non current assets held for sale and discontinued operations", the operations related to the Industrial Mixing Solution Division have been classified as held for sale / discontinued operations. The results (profit / (loss)) of this business have been presented separately in the results for the comparative periods. The table below provides the details of revenue and profit before tax for the discontinued businesses.

Particulars	(Rs. in Lakhs)			
	Quarter Ended			Year Ended
	30.06.2020	31.03.2020	30.06.2019	31.03.2020
<b>Revenue</b>				
Industrial Mixing Solution Division	-	-	36.2	36.2
<b>Total Revenue</b>	-	-	<b>36.2</b>	<b>36.2</b>
<b>Profit Before Tax</b>				
Industrial Mixing Solution Division	-	-	(83.8)	(83.8)
<b>Total Profit Before Tax</b>	-	-	<b>(83.8)</b>	<b>(83.8)</b>

- Exceptional item pertains to the gain (adjusted for the costs directly related to the transaction) from divestment of the Group's Industrial Mixing Solutions Division during the previous year ended 31<sup>st</sup> March 2020. (Refer Note 3 above).

Particulars	(Rs. in Lakhs)			
	Quarter Ended			Year Ended
	30.06.2020	31.03.2020	30.06.2019	31.03.2020
Profit before tax and exceptional items from continuing operations	2,779.5	3,034.7	4,318.3	16,325.9
Tax expense excluding tax on exceptional items	959.6	304.1	1,496.5	3,155.4
Reversal of deferred tax expense (refer note 6 below)	-	989.7	-	2,305.5
<b>Profit from continuing operations excluding tax (refer note 6) and exceptional items (net of related tax)</b>	<b>1,819.9</b>	<b>1,740.9</b>	<b>2,821.8</b>	<b>10,865.0</b>
Basic and diluted Earnings per share from continuing operations excluding tax (refer note 6) and exceptional items (net of related tax) *	2.6	2.5	4.1	15.7
		* Not annualised		

- The figures for the quarter ended 31<sup>st</sup> March, 2020 as reported in these Consolidated Financial Results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the end of the third quarter of the relevant financial year. Also the figures up to the end of the third quarter had only been reviewed and not subjected to audit.
- The Government of India, on 20<sup>th</sup> September 2019, vide the Taxation Laws (Amendment) Ordinance 2019, inserted a new Section 115BAA in the Income Tax Act, 1961, which provides an option to the Holding Company to pay income taxes at reduced tax rates as per the provisions/ conditions defined in the said section. The Group has evaluated and expects to exercise the option of lower tax rate of 25.17% (inclusive of surcharge and cess) under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance 2019 in a subsequent financial year. Accordingly, the Group has estimated the reversal of the deferred tax asset / liabilities until the date of exercise of the option and sums that reverse subsequent to exercise of the option. The effect of this change has been recognised in tax expense for the year ended 31<sup>st</sup> March, 2020 on an effective tax basis. This has resulted in reversal of deferred tax expense of Rs. 989.7 Lakhs and Rs. 2,305.5 Lakhs, which has been recorded in quarter and year ended 31<sup>st</sup> March 2020 respectively on account of remeasurement of deferred tax liability.

- Other expenses includes foreign exchange (gain)/ loss for the period.

Particulars	(Rs. in Lakhs)			
	Quarter Ended			Year Ended
	30.06.2020	31.03.2020	30.06.2019	31.03.2020
Foreign Exchange (Gain)/ Loss	(339.3)	624.5	(250.7)	140.5

- The Group has evaluated the impact of COVID pandemic on its business operations, liquidity and financial position and based on management's review of current indicators and economic conditions, no material adjustment is considered necessary to its financial results as at 30<sup>th</sup> June, 2020.
- During the previous period, the Group has re-classified the operations of its wholly owned Subsidiary RIECO Industries Limited to continuing operations from earlier classified as discontinued operations as per Ind AS 105, "Non-current Assets Held for Sale and Discontinued Operations", since the mandate given for sale is withdrawn. Accordingly the results presented for earlier periods have been restated to include the operations of RIECO Industries Limited.
- The "Limited Review" of the Unaudited Consolidated Financial Results for the quarter ended 30<sup>th</sup> June, 2020 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, has been carried out by the Statutory Auditors.
- The aforesaid Unaudited Consolidated Financial Results will be uploaded on the Company's website [www.sudarshan.com](http://www.sudarshan.com) and will also be available on the websites of BSE Limited [www.bseindia.com](http://www.bseindia.com) and The National Stock Exchange of India Limited [www.nseindia.com](http://www.nseindia.com) for the benefit of shareholders and investors.
- The previous period's numbers have been regrouped wherever necessary to meet current period's classification.

Pune : 7<sup>th</sup> August, 2020

For and on behalf of the Board of Directors

Rajesh  
Balkrishna Rathi

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Rajesh Balkrishna Rathi  
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**R. B. RATHI**  
**MANAGING DIRECTOR**



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Chartered Accountants

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## Limited Review Report on Unaudited Quarterly Consolidated Financial Results of Sudarshan Chemical Industries Limited under Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations 2015

To  
**Board of Directors of Sudarshan Chemical Industries Limited**

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Sudarshan Chemical Industries Limited (“the Parent”) and its subsidiaries (the Parent and its subsidiaries together referred to as “the Group”), for the quarter ended 30 June 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 (‘Listing Regulations’).
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 the recognition and measurement principles laid down in Indian Accounting Standard 34 “*Interim Financial Reporting*” (“Ind AS 34”), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. 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. 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 Listing Regulations, to the extent applicable.

**Limited Review Report on Unaudited Quarterly Consolidated Financial Results of Sudarshan Chemical Industries Limited under Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations 2015 (continued) – 30 June 2020**

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

a. Sudarshan Chemical Industries Limited - Holding Company

**Subsidiary companies –**

b. Rieco Industries Limited

c. Sudarshan Europe B.V.

d. Sudarshan North America Inc.

e. Sudarshan (Shanghai) Trading Company Limited

f. Sudarshan Mexico S. de R.L. de CV.

g. Sudarshan Japan Limited

5. Attention is drawn to the fact that the figures for the 3 months ended 31 March 2020 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.

6. 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 Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**B S R & Associates LLP**

**Limited Review Report on Unaudited Quarterly Consolidated Financial Results of Sudarshan Chemical Industries Limited under Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations 2015 (continued) – 30 June 2020**

7. The Statement includes the interim financial information of 4 subsidiaries which have not been reviewed, whose interim financial information reflect total revenue of Rs. 2,467.7 lakhs, total net loss after tax of Rs. 400.6 lakhs and total comprehensive loss of Rs. 368.4 lakhs for the quarter ended 30 June 2020, as considered in the Statement. According to the information and explanations given to us by the management, this interim financial information is not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

**For B S R & Associates LLP**

Chartered Accountants

Firm's Registration No. 116231W/W-100024

**RAAJNISH** Digitally signed by  
RAAJNISH  
**SHRIKRISH** SHRIKRISHNA DESAI  
Date: 2020.08.07  
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**Raajnish Desai**

Partner

Membership Number: 101190

ICAI UDIN: 20101190AAAABS1457

Place: Pune

Date: 07 August 2020