

11<sup>th</sup> November 2022

The Manager  
BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai- 400001

Dear Sirs,

Re : Scrip Code No.530845

**Sub: Outcome of the Board Meeting in accordance with SEBI (Listing Obligations and Disclosures Requirements) Regulation 2015 - Un-audited Financial Results for the quarter and half year ended 30<sup>th</sup> September 2022**

The Board of Directors at its Meeting held on 11<sup>th</sup> November 2022 has approved and have taken on record the Unaudited Financial Results of the Company for quarter and half year ended 30<sup>th</sup> September 2022 as recommended by Audit Committee.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulation 2015, please find enclosed the following:

1. Unaudited Financial Results of the Company for quarter and half year ended 30<sup>th</sup> September 2022.
2. Limited Review Report issued by M/s. CNK & Associates LLP, Chartered Accountants, Statutory Auditor in respect of the unaudited Financial Results for the quarter and half year ended 30<sup>th</sup> September 2022. The Auditors have issued unmodified report.

The Board Meeting started at 11.31 a.m. and concluded at 12.40 p.m.

Kindly acknowledge the receipt.

Thanking you,  
Yours faithfully,  
For **SUNSHIELD CHEMICALS LIMITED**

  
**Amit Kumashi**  
Company Secretary



**Independent Auditor's Review Report on Unaudited Financial Results of Sunshield Chemicals Limited for the Quarter and Half Year Ended September 30, 2022, pursuant to Regulation 33 of the Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended**

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

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **Sunshield Chemicals Limited** ("the Company") for the quarter and half year ended September 30, 2022 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors at their meeting held on November 11, 2022, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 ("Ind AS 34") "Interim Financial Reporting" 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the accompanying Statement is free of material misstatement. 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.



4. Based on our review conducted, as above, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Standalone Financial Results prepared in accordance with applicable Indian Accounting Standards, prescribed under Section 133 of the Companies Act, 2013 (as amended) read with relevant rules issued thereunder and other recognized accounting practices generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which, it is to be disclosed, or that it contains any material misstatement.

For **CNK & Associates LLP**  
Chartered Accountants  
Firm Registration No. 101961W/W-100036



Diwakar Sapre  
Partner

Membership No. 040740

UDIN: 22040740 BCUDK V 9430



Place: Mumbai

Date: 11<sup>th</sup> November 2022

**SUNSHIELD CHEMICALS LIMITED**

Regd. Office: 1501-A, Universal Majestic, P.L. Lokhande Marg, behind RBK International School, Chembur-West, Mumbai-400 043

Corporate Identity Number : L99999MH1986PLC041612

Phone No.2550126

E Mail : investorservices@sunshieldchemicals.com Website: www.sunshieldchemicals.com

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND THE HALF YEAR ENDED SEPTEMBER 30, 2022**

Sr. No.	Particulars	Rs. In Lakhs (Except earnings per share)					
		Quarter ended (Unaudited)			Half Year ended (Unaudited)		Year ended (Audited)
		30-Sep-22	30-Jun-22	30-Sep-21	30-Sep-22	30-Sep-21	31-Mar-22
1	Revenue from operations	6,437	6,269	5,866	12,706	11,928	24,400
2	Other Income	28	18	14	46	19	71
3	<b>Total income (1+2)</b>	<b>6,465</b>	<b>6,287</b>	<b>5,880</b>	<b>12,752</b>	<b>11,947</b>	<b>24,471</b>
4	<b>Expenses</b>						
	(a) Cost of materials consumed	4,297	4,463	3,955	8,760	8,085	17,267
	(b) Changes in inventories of finished goods and work-in-progress	(90)	(108)	(36)	(198)	37	(328)
	(c) Employee benefits expense	238	314	221	552	498	923
	(d) Finance costs	153	210	111	363	228	478
	(e) Depreciation	172	152	143	324	287	581
	(f) Other expenses	915	753	831	1,668	1,685	3,415
	<b>Total expenses</b>	<b>5,685</b>	<b>5,784</b>	<b>5,225</b>	<b>11,469</b>	<b>10,820</b>	<b>22,335</b>
5	<b>Profit before exceptional item and tax (3-4)</b>	<b>780</b>	<b>503</b>	<b>655</b>	<b>1,283</b>	<b>1,127</b>	<b>2,136</b>
6	Exceptional item	-	-	-	-	1,782	1,782
7	<b>Profit before tax (5+6)</b>	<b>780</b>	<b>503</b>	<b>655</b>	<b>1,283</b>	<b>2,909</b>	<b>3,918</b>
8	<b>Tax expense:</b>						
	Current tax	224	133	141	357	715	683
	Deferred tax	7	(12)	56	(5)	104	487
9	<b>Profit for the period/ year (7-8)</b>	<b>549</b>	<b>382</b>	<b>458</b>	<b>931</b>	<b>2,090</b>	<b>2,748</b>
10	<b>Other Comprehensive Income</b>						
	Items that will not be reclassified to profit or loss						
	Remeasurements of post-employment benefit obligation	2	2	5	4	10	7
	Income tax related to items that will not be reclassified to profit or loss	-	(1)	(1)	(1)	(2)	(2)
11	<b>Total Comprehensive Income for the period/year (9+10)</b>	<b>551</b>	<b>383</b>	<b>462</b>	<b>934</b>	<b>2,098</b>	<b>2,753</b>
12	Paid up equity share capital (face value of Rs.10/- each)	735	735	735	735	735	735
13	Other Equity excluding revaluation reserve (as per last audited balance sheet)						4,632
14	<b>Earnings per equity share (of Rs. 10/- each) (not annualised for the quarter and half year)</b>						
	Basic & Diluted	7.47	5.20	6.23	12.66	28.43	37.37



## STATEMENT OF UNAUDITED BALANCE SHEET AS AT SEPTEMBER 30, 2022

Particulars	Rs. in Lakhs	
	As at	As at
	September 30, 2022	31 March 2022
	Unaudited	Audited
<b>I ASSETS</b>		
<b>1 Non-current assets</b>		
(a) Property, plant and equipment	6,785	7,108
(b) Capital work-in-progress	903	737
(c) Financial assets		
i. Loans	3	3
ii. Other financial assets	33	33
(d) Deferred tax asset (net)	-	-
(e) Other non-current assets	844	462
<b>Total non-current assets</b>	<b>8,568</b>	<b>8,343</b>
<b>2 Current assets</b>		
(a) Inventories	3,676	2,940
(b) Financial assets		
i. Trade receivables	4,787	4,134
ii. Cash and cash equivalents	460	447
iii. Bank balance other than (ii) above	140	137
iv. Loans	3	4
(c) Other current assets	1,096	1,344
<b>Total current assets</b>	<b>10,162</b>	<b>9,006</b>
<b>TOTAL ASSETS</b>	<b>18,730</b>	<b>17,349</b>
<b>II EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity share capital	735	735
(b) Other equity	5,419	4,632
<b>Total equity</b>	<b>6,154</b>	<b>5,367</b>
<b>2 Non-current liabilities</b>		
(a) Financial liabilities		
i. Borrowings	3,500	3,500
ii. Other financial liabilities	-	-
(b) Provisions	72	70
(c) Deferred tax liabilities (net)	617	488
<b>Total non-current liabilities</b>	<b>4,189</b>	<b>4,058</b>
<b>3 Current liabilities</b>		
(a) Financial liabilities		
i. Borrowings	4,848	4,354
ii. Trade payables		
total outstanding dues of micro and small enterprises	162	167
total outstanding dues other than above	3,225	3,151
iii. Other financial liabilities	35	125
(b) Provisions	39	63
(c) Other current liabilities	78	63
<b>Total current liabilities</b>	<b>8,387</b>	<b>7,924</b>
<b>TOTAL LIABILITIES</b>	<b>12,576</b>	<b>11,982</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>18,730</b>	<b>17,349</b>



## STATEMENT OF UNAUDITED CASH FLOW FOR THE HALF YEAR ENDED SEPTEMBER 30, 2022

Particulars	Half Year ended (Unaudited)	
	30-Sep-22	30-Sep-21
<b>(A) Cash flow from operating activities</b>		
Profit before tax and after exceptional item	1,283	2,909
<b>Adjustments :</b>		
Depreciation Expense	324	287
Liabilities / provisions no longer required written back	-	(8)
Finance cost	363	228
Unrealized foreign exchange gain (net)	(25)	(22)
<b>Operating profit before changes in working capital</b>	<b>1,945</b>	<b>3,394</b>
<b>Adjustments for (increase) / decrease in working capital</b>		
Trade receivables	(581)	(255)
Inventories	(736)	56
Other assets	(164)	19
Trade payables	23	239
Other liabilities	(38)	(19)
Provisions	8	14
<b>Cash generated from operations</b>	<b>457</b>	<b>3,448</b>
Income Tax paid	(221)	(379)
<b>Net cash flows from operating activities (A)</b>	<b>236</b>	<b>3,069</b>
<b>(B) Cash flow from investing activities</b>		
Payments for property, plant and equipment, Capital work-in-progress	(206)	(448)
Investment in fixed deposits with bank (under lien)	(3)	50
<b>Net cash (used in) investing activities (B)</b>	<b>(209)</b>	<b>(398)</b>
<b>(C) Cash flow from financing activities</b>		
Repayment of Borrowings	(239)	(2,103)
Interest paid	(363)	(240)
Dividend paid	(145)	-
<b>Net cash flows (used in) financing activities (C)</b>	<b>(747)</b>	<b>(2,343)</b>
<b>Net increase in cash and cash equivalents (A)+(B)+(C)</b>	<b>(720)</b>	<b>328</b>
Cash and cash equivalents at the beginning of the year	447	(283)
<b>Cash and cash equivalents at the end of the year</b>	<b>(273)</b>	<b>45</b>
<b>Reconciliation of Cash and Cash equivalents with the Balance Sheet</b>		
Cash and Bank Balances as per Balance Sheet	460	299
Bank overdrafts	(733)	(254)
<b>Cash and Cash equivalents as per statement of cash flows</b>	<b>(273)</b>	<b>45</b>

## Notes :

- The aforesaid standalone financial results of Sunshield Chemical Limited (the "Company") were reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on November 11, 2022. The Statutory Auditors have carried out a Limited Review and expressed an unmodified opinion on the aforesaid results.
- The aforesaid financial results of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules thereafter.
- The Company's management, pursuant to Ind AS 108 - Operating Segments, has concluded that the Company has only one reportable segment which is Speciality Chemicals. Accordingly, no separate disclosures of segment information have been made.
- During the quarter ended June-21, on account of product rationalisation activities of the Company, certain products manufactured by it and its related Technology, Specifications, Brand Names and Customer Contracts ("Specified Assets") were transferred to Solvay Specialties India Private Limited for a consideration of Rs. 1,782 Lakhs. These specified assets are internally generated over a period of time and hence, as per Ind AS, there is no cost attributable to these specified assets. The entire consideration also being the gain on such transfer was shown as an exceptional item. Further the tax liability of Rs. 488 Lakhs on this gain has been considered under 'Tax expenses' under the sub heading current tax. However, during the quarter the half year September 30, 2022 there is no exceptional amount.
- The Figures of Previous Periods have been regrouped wherever necessary.

For and on behalf of the Board of Directors  
SUNSHIELD CHEMICALS LIMITED

Virendrasingh Baldwal  
Managing Director  
DIN NO : 05237385



Place: Mumbai  
Date: November 11, 2022

