



NACL Industries Limited

Ref: NACL/SE/2022-23

July 28, 2022

1) BSE Limited

Phiroze Jeejeebhoy Tower,
Dalal Street, Fort,
Mumbai, Maharashtra,
MUMBAI - 400001
Company Code: 524709

2) National Stock Exchange of India Ltd.

Exchange Plaza, 5th Floor,
Plot No.C/1 G Block,
Bandra- Kurla Complex, Bandra(E),
MUMBAI - 400051
Script ID: NACLIND

Dear Sir,

Sub: Outcome of Board Meeting- reg.

Reg: Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We wish to inform that the Board of Directors in its meeting held today i.e., on Thursday, July 28, 2022, has inter-alia approved the following:

- Un-audited Standalone and Consolidated Financial Results for the first quarter ended June 30, 2022. The said Financial Results in forms prescribed under aforesaid Regulation along with Auditor's Limited Review Report are enclosed herewith.
- Re-appointment of Mr. Sudhakar Kudva (DIN 02410695) as an Independent Director, whose period of office is liable to expire on August 04, 2022, to hold office for a second term of 5 (five) consecutive years with effect from August 05, 2022. The said approval is based on the recommendation of the Nomination and Remuneration Committee and is subject to the approval of the Members of the Company.

Mr. Sudhakar Kudva is not related to any Director or Key Managerial Personnel on the Board of the Company. Further, Mr. Sudhakar Kudva is not debarred from holding the office of Director by virtue of any SEBI order or any other such authority.

- Appointment and re-designation of Mr. N. Vijayaraghavan (DIN 02491073) as an Independent Director of the Company for a first term of 5 (five) consecutive years, with effect from July 28, 2022. The said approval is based on the recommendation of the Nomination and Remuneration Committee and is subject to the approval of the Members of the Company.



Mr. N. Vijayaraghavan is not related to any Director or Key Managerial Personnel on the Board of the Company. Further, Mr. N. Vijayaraghavan is not debarred from holding the office of Director by virtue of any SEBI order or any other such authority.

Pursuant to SEBI Circular CIR/CFD/CMD/4/2015 dated September 09, 2015, profile of Mr. Sudhakar Kudva and Mr. N. Vijayaraghavan are enclosed as **Annexure A**.

The meeting commenced at 10.30 a.m. and concluded at 6.15 p.m.

Kindly take the same on records.

Thanking you,

for **NACL Industries Limited**


Satish Kumar Subudhi

Vice President-Legal & Company Secretary

Encl: As above



Statement of Standalone and Consolidated Financial Results for the Quarter ended June 30, 2022

(₹ in Lakhs)

Sl. No	Particulars	Standalone				Consolidated			
		Quarter ended		Year ended		Quarter ended		Year ended	
		30.06.2022	31.03.2022	30.06.2021	31.03.2022	30.06.2022	31.03.2022	30.06.2021	31.03.2022
		(Unaudited)	(Unaudited) (Refer note 7)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited) (Refer note 7)	(Unaudited)	(Audited)
1	Revenue from operations	47,534	47,287	32,468	1,64,016	47,534	47,287	32,468	1,64,016
2	Other income	417	274	315	1,640	286	161	267	1,342
3	Total Income (1+2)	47,951	47,561	32,783	1,65,656	47,820	47,448	32,735	1,65,358
4	Expenses								
	(a) Cost of materials consumed	41,267	37,330	26,424	1,23,767	41,267	37,330	26,424	1,23,767
	(b) Purchase of stock-in-trade	1,938	1,512	1,450	7,540	1,938	1,512	1,450	7,540
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(6,786)	(3,492)	(4,156)	(10,117)	(6,786)	(3,492)	(4,156)	(10,117)
	(d) Employee benefits expense	2,624	2,881	2,327	9,993	2,624	2,881	2,335	10,008
	(e) Finance costs	936	845	638	2,984	816	749	580	2,665
	(f) Depreciation and amortisation expense	657	636	611	2,495	658	637	611	2,496
	(g) Other expenses	5,274	5,053	3,584	18,748	5,274	5,056	3,574	18,735
	Total Expenses	45,910	44,765	30,878	1,55,410	45,791	44,673	30,818	1,55,094
5	Profit before share of profit of associate (3-4)	2,041	2,796	1,905	10,246	2,029	2,775	1,917	10,264
6	Share of (loss) / profit from Associate					(9)	(43)	(18)	(280)
7	Profit before tax (5+6)	2,041	2,796	1,905	10,246	2,020	2,732	1,899	9,984
8	Tax expense:								
	(a) Current tax	544	710	526	2,691	544	710	526	2,691
	(b) Deferred tax (net)	(16)	(16)	(52)	(49)	(16)	(16)	(52)	(49)
	Tax Expense	528	694	474	2,642	528	694	474	2,642
9	Profit for the period (7-8)	1,513	2,102	1,431	7,604	1,492	2,038	1,425	7,342
10	Other Comprehensive Income/(Loss)								
	Items that will not be reclassified subsequently to statement of profit or loss								
	Re-measurement of the defined benefit obligation	(16)	(36)	(40)	(143)	(16)	(36)	(40)	(151)
	Income tax expense on the above	4	9	10	36	4	9	10	36
	Items that will be reclassified subsequently to statement of profit or loss								
	Effective portion of gain on designated portion of hedging instrument in a cash flow hedge	16	33	15	86	16	33	15	86
	Income tax expense on the above	(4)	(9)	(4)	(22)	(4)	(9)	(4)	(22)
	Total Other Comprehensive Loss net of tax	-	(3)	(19)	(43)	-	(3)	(19)	(51)
11	Total Comprehensive Income (9+10)	1,513	2,099	1,412	7,561	1,492	2,035	1,406	7,291
12	Paid-up equity share capital (Face value of ₹ 1 per equity share)	1,984	1,983	1,978	1,983	1,984	1,983	1,978	1,983
13	Other Equity				46,412				46,854
14	Earnings Per Share (for the period not annualised)								
	(a) Basic (in ₹)	0.76	1.06	0.72	3.84	0.75	1.03	0.72	3.71
	(b) Diluted (in ₹)	0.76	1.06	0.72	3.83	0.75	1.03	0.72	3.70

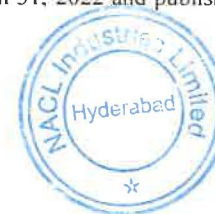


Notes :

- 1 The above Standalone and Consolidated Financial results were reviewed and recommended by the Audit Committee in their meeting held on July 27, 2022 and approved by the Board of Directors in their meeting held on July 28, 2022. The Statutory Auditors have issued an unmodified conclusion in respect of the Limited Review for the quarter ended June 30, 2022.
- 2 The Standalone and Consolidated Financial results of the Company have been prepared in accordance with the Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").
- 3 The Company is primarily engaged in the Farm Inputs Business, which in the context of Ind AS 108 "Operating Segments" is considered the only significant business segment.
- 4 The Company's Business is seasonal in nature and the performance can be impacted by weather conditions.
- 5 The Consolidated Financial Results include the results of the following:
 - i) Parent:
 - a) NACL Industries Limited, India
 - ii) Wholly Owned Subsidiaries:
 - a) LR Research Laboratories Private Limited, India
 - b) Nagarjuna Agrichem (Australia) Pty Limited, Australia
 - c) NACL Spec-Chem Limited, India
 - d) NACL Multichem Private Limited, India
 - iii) Associate:
 - a) Nasense Labs Private Limited, India
- 6 The Code on Social Security, 2020 relating to employee benefits during employment and post-employment received Presidential assent on September 28, 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- 7 The figures for the quarter ended March 31, 2022 are the balancing figures between the audited figures in respect of the full financial year ended March 31, 2022 and published year to date figures up to third quarter ended December 31, 2021.

Place : Hyderabad

Date : July 28, 2022




M. Pavan Kumar
Managing Director & CEO

NACL Industries Limited

Regd. Office: Plot No.12-A, 'C' Block, Lakshmi Towers, No.8-2-248/1/7/78, Nagarjuna Hills, Punjagutta, Hyderabad 500 082, Telangana, India

Phone:040-24405100, Fax:040-23358062, E-mail:info@naclind.com, Website:www.naclind.com

CIN:L24219TG1986PLC016607

Extract of the Statement of Standalone and Consolidated Financial Results for the Quarter ended June 30, 2022

(₹ in Lakhs)

Sl. No.	Particulars	Standalone			Consolidated		
		Quarter ended 30.06.2022	Quarter ended 30.06.2021	Year ended 31.03.2022	Quarter ended 30.06.2022	Quarter ended 30.06.2021	Year ended 31.03.2022
		(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Audited)
1	Total Income from Operations	47,951	32,783	1,65,656	47,820	32,735	1,65,358
2	Net Profit for the period (before Tax & Exceptional and/or Extraordinary items)	2,041	1,905	10,246	2,020	1,899	9,984
3	Net Profit for the period before Tax, (after Exceptional and/or Extraordinary items)	2,041	1,905	10,246	2,020	1,899	9,984
4	Net Profit for the period after Tax, (after Exceptional and/or Extraordinary items)	1,513	1,431	7,604	1,492	1,425	7,342
5	Total Comprehensive Income for the period [Comprising (Loss)/Profit for the period (after tax) and Other Comprehensive Income (after tax)]	1,513	1,412	7,561	1,492	1,406	7,291
6	Paid-up Equity Share Capital	1,984	1,978	1,983	1,984	1,978	1,983
7	Earnings per Share (of ₹ 1 each)						
a)	Basic	0.76	0.72	3.84	0.75	0.72	3.71
b)	Diluted	0.76	0.72	3.83	0.75	0.72	3.70

Notes:

- The above Standalone and Consolidated Financial results were reviewed and recommended by the Audit Committee in their meeting held on July 27, 2022 and approved by the Board of Directors in their meeting held on July 28, 2022. The Statutory Auditors have issued an unmodified conclusion in respect of the Limited Review for the quarter ended June 30, 2022.
- The above is an extract of the detailed format of Statement of Standalone and Consolidated Financial Results for the Quarter ended June 30, 2022 filed with BSE Limited & NSE Limited under Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of Statement of Standalone and Consolidated Financial Results for the Quarter ended June 30, 2022 is available on the website of BSE & NSE Limited and Company's website at www.naclind.com

Place : Hyderabad

Date : July 28, 2022



M. Pavan Kumar
M. Pavan Kumar
Managing Director & CEO

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF NACL INDUSTRIES LIMITED

1. We have reviewed the accompanying Standalone Unaudited Financial Results of **NACL Industries Limited** (the "Company"), for the quarter ended June 30, 2022 ("Results"), included in the accompanying Statement of Unaudited Standalone and Consolidated Financial Results for the quarter ended June 30, 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.
2. The Results included in the Statement, which are the responsibility of the Company's Management and approved by the Company's Board of Directors, have 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 issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Results included in the Statement, based on our review.
3. We conducted our review of Results included in 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 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 in paragraph 3 above, nothing has come to our attention that causes us to believe that the Results included in 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)


Ganesh Balakrishnan
Partner
(Membership No. 201193)
(UDIN: 22201193ANTUBP9793)

Place: Hyderabad
Date: July 28, 2022

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF NACL INDUSTRIES LIMITED

1. We have reviewed the accompanying Consolidated Unaudited Financial Results of **NACL Industries Limited** (the "Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as the "Group"), and its share of the net loss after tax and total comprehensive income of its associate for the quarter ended June 30, 2022 ("Consolidated Results") included in the accompanying Statement of Unaudited Standalone and Consolidated Financial Results for the quarter ended June 30, 2022 (the "Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. The Consolidated Results included in the Statement, which are 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 the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Consolidated Results included in the Statement based on our review.
3. We conducted our review of the Consolidated Results included in 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel 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 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. The Consolidated Results included in the Statements includes the results of the following entities:
Parent:
 - a. Parent: NACL Industries Limited, India
 - b. Subsidiaries:
 - LR Research Laboratories Private Limited, India
 - Nagarjuna Agrichem (Australia) Pty Limited, Australia
 - NACL Spec-Chem Limited, India and
 - NACL Multichem Private Limited, India
 - c. Associate: Nasense Labs Private Limited, India
5. 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 Consolidated Results included in 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



**Deloitte
Haskins & Sells LLP**

6. The Consolidated Results includes the interim financial information / financial results of four subsidiaries which have not been reviewed by their auditors, whose interim financial information / financial results reflect total revenue of ₹ Nil, total loss after tax of ₹ 28 lakhs and total comprehensive loss of ₹ 28 lakhs for the quarter ended June 30, 2022, as considered in the Consolidated results included in the Statement. The consolidated Results also includes the Group's share of loss after tax of ₹ 9 lakhs and total comprehensive loss of ₹ 9 lakhs for the quarter ended June 30, 2022, as considered in the Consolidated Results included in the Statement, in respect of an associate, based on their interim financial information / financial results which have not been reviewed by their auditor. According to the information and explanations given to us by the Management, these interim financial information / financial results are not material to the Group.

Our Conclusion on the Consolidated Results included in the Statement is not modified in respect of our reliance on the interim financial information / financial results certified by the Management.

For **DELOITTE HASKINS & SELLS LLP**

Chartered Accountants

(Firm's Registration No. 117366W/W-100018)



Ganesh Balakrishnan

Partner

(Membership No. 201193)

(UDIN:22201193ANTTXH7154)

Place: Hyderabad

Date: July 28, 2022

Annexure-A**Re-appointment of Mr. Sudhakar Kudva as an Independent Director:**

Sl. No.	Details of events that need to be provided	Information of such events
1)	Reasons for change viz., appointment, resignation, removal, death or otherwise.	Re-appointment as Independent Director of the Company.
2)	Date and terms of appointment.	With effect from August 05, 2022, for a second term of 5 (five) consecutive years, subject to the approval of Shareholders.
3)	Brief Profile	Mr. Sudhakar Kudva, a Chartered Accountant, has over 43 years of work experience in India and abroad in a wide range of industries including the Lakshmi Mittal Group. (in Arcelor Mittal Ltd., as Executive Director-Commercial). His areas of expertise are Finance, Treasury and General Management.
4)	Disclosure of relationship between Directors	Mr. Sudhakar Kudva is not related to any Director or Key Managerial Personnel on the Board of the Company.



Change in designation of Mr. N. Vijayaraghavan as an Independent Director:

Sl. No.	Details of events that need to be provided	Information of such events
1)	Reasons for change viz., appointment, resignation, removal, death or otherwise.	The Board of Directors, based on the recommendation of Nomination and Remuneration Committee has approved the appointment and re-designation of Mr.N. Vijayaraghavan as an Independent Director of the Company. Mr.N.Vijayaraghavan fulfils the conditions as specified in the Section 149 of the Companies Act, 2013 and Regulation 16 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2)	Date and terms of appointment.	With effect from July 28, 2022, for a first term of 5 (five) consecutive years, subject to the approval of Shareholders.
3)	Brief Profile	He has over 44 years of wide corporate experience. He worked in various senior positions in wide industry spectrum of Companies like L&T, ITW Signode, Nagarjuna Fertilisers and Chemicals Limited and Sterlite Industries. His experiences include various manufacturing fields, marketing and general management.
4)	Disclosure of relationship between Directors	Mr.N.Vijayaraghavan is not related to any Director or Key Managerial Personnel on the Board of the Company.

