



NACL Industries Limited

Ref: NACL/SE/2022-23

October 21, 2022

1) BSE Limited

Phiroze Jeejeebhoy Tower,
Dalal Street, Fort,
Mumbai - 400001

CODE: 524709

2) National Stock Exchange of India Ltd

Exchange Plaza, 5th Floor, Plot No.C/1 Block
G, Bandra- Kurla Complex, Bandra(E),
Mumbai - 400051

Symbol: NACLIND

Dear Sir,

Sub: Outcome of Board Meeting

Ref: Regulations 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015- reg.

We hereby inform that the Board of Directors in its meeting held today i.e., on Friday, October 21, 2022, has considered and approved inter-alia:

- Un-audited Standalone and Consolidated Financial Results for the second quarter and half-year ended September 30, 2022. The Un-audited Standalone and Consolidated Financial Results in forms prescribed under aforesaid Regulation along with Auditor's Limited Review Report issued by M/s. B S R and Co., Chartered Accountants, Statutory Auditors are enclosed herewith;
- declared First Interim Dividend of Re.0.30 per equity share (i.e. 30% on equity shares of face value of Rs.1/- each) for the financial year 2022-23. The record date for the purpose of determining the entitlement of shareholders for the Interim Dividend has been fixed as Wednesday, November 02, 2022 and said dividend shall be paid within 30 days from the date of declaration; and
- approved the formation of a new Wholly Owned Subsidiary (WoS) Company by the name, as to be determined and approved by Corporate Affairs Commission, Nigeria. The incorporation of the wholly owned subsidiary will leverage the growth opportunities in the registration and distribution of agri inputs products.

The meeting commenced at 09.30 a.m. and concluded at 4.00 p.m.

Kindly take the same into records.

Thanking you,

for **NACL Industries Limited**


Satish Kumar Subudhi

Vice President – Legal & Company Secretary

Encl: As above



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

Statement of Standalone and Consolidated Financial Results for the Quarter and Half-year Ended September 30, 2022

(₹ in Lakhs)

Sl. No	Particulars	Standalone						Consolidated					
		Quarter ended		Half-year ended		Year ended		Quarter ended		Half-year ended		Year ended	
		30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022	30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue from operations	56,491	47,534	44,285	1,04,025	76,753	1,64,016	56,491	47,534	44,285	1,04,025	76,753	1,64,016
2	Other income	426	293	547	719	862	1,640	283	162	483	445	750	1,342
3	Total Income (1+2)	56,917	47,827	44,832	1,04,744	77,615	1,65,656	56,774	47,696	44,768	1,04,470	77,503	1,65,358
4	Expenses												
	(a) Cost of materials consumed	39,415	41,267	30,800	80,682	57,224	1,23,767	39,415	41,267	30,800	80,682	57,224	1,23,767
	(b) Purchases of stock-in-trade	2,143	1,938	2,725	4,081	4,175	7,540	2,143	1,938	2,725	4,081	4,175	7,540
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	907	(6,786)	(1,111)	(5,879)	(5,267)	(10,117)	907	(6,786)	(1,111)	(5,879)	(5,267)	(10,117)
	(d) Employee benefits expense	2,836	2,624	2,407	5,460	4,734	9,993	2,836	2,624	2,412	5,460	4,747	10,008
	(e) Finance costs	1,162	936	703	2,098	1,341	2,984	1,028	816	625	1,844	1,205	2,665
	(f) Depreciation and amortisation expense	672	657	617	1,329	1,228	2,495	673	658	617	1,331	1,228	2,496
	(g) Other expenses	5,770	5,150	5,282	10,920	8,866	18,748	5,770	5,150	5,277	10,920	8,851	18,735
	Total Expenses	52,905	45,786	41,423	98,691	72,301	1,55,410	52,772	45,667	41,345	98,439	72,163	1,55,094
5	Profit before share of profit of associate (3-4)	4,012	2,041	3,409	6,053	5,314	10,246	4,002	2,029	3,423	6,031	5,340	10,264
6	Share of (loss) / profit from Associate							(2)	(9)	(100)	(11)	(118)	(280)
7	Profit before tax (5+6)	4,012	2,041	3,409	6,053	5,314	10,246	4,000	2,020	3,323	6,020	5,222	9,984
8	Tax expense:												
	(a) Current tax	1,062	544	898	1,606	1,424	2,691	1,062	544	898	1,606	1,424	2,691
	(b) Deferred tax (net)	(51)	(16)	(13)	(67)	(65)	(49)	(51)	(16)	(13)	(67)	(65)	(49)
	Tax Expense	1,011	528	885	1,539	1,359	2,642	1,011	528	885	1,539	1,359	2,642
9	Profit for the period / year (7-8)	3,001	1,513	2,524	4,514	3,955	7,604	2,989	1,492	2,438	4,481	3,863	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	(38)	(16)	(38)	(54)	(78)	(143)	(38)	(16)	(38)	(54)	(78)	(151)
	Income tax expense on the above	10	4	10	14	20	36	10	4	10	14	20	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	1	16	15	17	30	86	1	16	15	17	30	86
	Income tax expense on the above	-	(4)	(4)	(4)	(8)	(22)	-	(4)	(4)	(4)	(8)	(22)
	Total Other Comprehensive Loss, net of tax	(27)	-	(17)	(27)	(36)	(43)	(27)	-	(17)	(27)	(36)	(51)
11	Total Comprehensive Income (9+10)	2,974	1,513	2,507	4,487	3,919	7,561	2,962	1,492	2,421	4,454	3,827	7,291
12	Paid-up equity share capital (Face value of ₹ 1 per equity share)	1,984	1,984	1,978	1,984	1,978	1,983	1,984	1,984	1,978	1,984	1,978	1,983
13	Other Equity						46,412						46,854
14	Earnings Per Share (for the period not annualised)												
	(a) Basic (in ₹)	1.51	0.76	1.28	2.28	2.00	3.84	1.51	0.75	1.23	2.26	1.95	3.71
	(b) Diluted (in ₹)	1.51	0.76	1.27	2.27	1.99	3.83	1.50	0.75	1.23	2.25	1.95	3.70



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Standalone and Consolidated Balance Sheet

(₹ in Lakhs)

Sl. No.	Particulars	Standalone		Consolidated	
		As at	As at	As at	As at
		30.09.2022	31.03.2022	30.09.2022	31.03.2022
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
I	ASSETS				
1	Non-current assets				
	(a) Property, plant and equipment	20,011	20,354	20,039	20,381
	(b) Right-to-use assets	419	461	3,273	3,331
	(c) Capital work-in-progress	1,544	955	18,835	10,456
	(d) Intangible assets	210	109	210	109
	(e) Intangible assets under development	1,296	1,179	1,296	1,179
	(f) Financial assets	-	-	-	-
	(i) Investments	7,080	5,760	1,252	1,263
	(ii) Other financial assets	477	408	624	412
	(g) Income-tax assets (net)	469	469	476	474
	(h) Other non-current assets	2,067	1,804	415	929
	Total non-current assets	33,573	31,499	46,420	38,534
2	Current assets				
	(a) Inventories	51,381	41,071	52,318	41,071
	(b) Financial assets				
	(i) Trade receivables	61,416	52,897	61,425	52,897
	(ii) Cash and cash equivalents	3,048	4,455	3,296	6,994
	(iii) Other bank balances	3,411	3,210	3,411	3,210
	(iv) Other financial assets	176	614	177	614
	(c) Other current assets	10,805	7,287	12,474	7,728
	Total current assets	1,30,237	1,09,534	1,33,101	1,12,514
	Total Assets	1,63,810	1,41,033	1,79,521	1,51,048
II	EQUITY AND LIABILITIES				
1	Equity				
	(a) Equity share capital	1,984	1,983	1,984	1,983
	(b) Other equity	50,684	46,412	51,093	46,854
	Total equity	52,668	48,395	53,077	48,837
2	Non-current liabilities				
	(a) Financial liabilities				
	(i) Borrowings	7,056	8,777	20,531	17,243
	(ii) Lease liabilities	179	261	179	261
	(iii) Other financial liabilities	1,564	1,340	1,361	1,188
	(b) Deferred tax liabilities (net)	936	1,013	936	1,013
	(c) Provisions	1,178	1,039	1,178	1,039
	Total non-current liabilities	10,913	12,430	24,185	20,744
3	Current Liabilities				
	(a) Financial liabilities				
	(i) Borrowings	45,380	35,275	45,380	35,275
	(ii) Lease liabilities	274	238	274	238
	(iii) Trade payables				
	(a) total outstanding dues of micro enterprises and small enterprises	1,426	1,891	1,426	1,891
	(b) total outstanding dues of creditors other than micro enterprises and small enterprises	46,949	36,997	47,714	37,000
	(iv) Other financial liabilities	4,074	3,484	5,328	4,730
	(b) Other current liabilities	1,322	1,644	1,333	1,654
	(c) Income-tax liabilities (net)	526	398	526	398
	(d) Provisions	278	281	278	281
	Total current liabilities	1,00,229	80,208	1,02,259	81,467
	Total equity and liabilities	1,63,810	1,41,033	1,79,521	1,51,048



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Standalone and Consolidated Cash Flow Statement for the half-year ended September 30, 2022

(₹ in lakhs)

Particulars	Standalone		Consolidated	
	For the half-year ended September 30, 2022	For the year ended March 31, 2022	For the half-year ended September 30, 2022	For the year ended March 31, 2022
A. CASH FLOW FROM OPERATING ACTIVITIES				
Profit before tax	6,053	10,246	6,020	9,984
Adjustments for:				
Depreciation and amortisation expense	1,329	2,495	1,331	2,496
Finance costs	2,098	2,984	1,844	2,665
Interest income	(296)	(444)	(77)	(175)
Share of (loss) from associate	-	-	11	280
Excess provisions, no longer required, written back	-	(346)	-	(346)
Provision for credit impaired trade receivables and advances	208	572	208	572
Loss on sale of property, plant and equipment (net)	21	4	21	4
Intangible assets and intangible assets under development written off	21	69	21	69
Share-based payments	63	184	63	184
Unwinding of Guarantee commission	(54)	(30)	-	-
Credit impaired trade receivables and advances written off (net)	119	670	119	670
Gain on de-recognition of lease liability	(3)	-	(3)	-
Unrealised forex loss	740	173	740	173
Operating profit before working capital changes	10,299	16,577	10,298	16,576
Changes in working capital:				
Adjustment for (increase)/decrease in operating assets:				
Inventories	(10,310)	(18,241)	(11,247)	(18,241)
Trade receivables	(8,272)	(20,302)	(8,281)	(20,302)
Other financial assets	324	(169)	181	(173)
Other assets	(3,402)	(2,067)	(4,738)	(2,890)
Adjustment for increase/(decrease) in operating liabilities:				
Trade payables	9,360	11,725	10,122	11,683
Provisions	82	328	82	328
Other financial liabilities	166	3,024	166	3,024
Other liabilities	(322)	306	(321)	309
Cash used in operations	(2,075)	(8,819)	(3,738)	(9,686)
Income taxes paid (net)	(1,478)	(2,737)	(1,480)	(2,738)
Net cash used in operating activities (A)	(3,553)	(11,556)	(5,218)	(12,424)
B. CASH FLOW FROM INVESTING ACTIVITIES				
Acquisition of property, plant and equipment including movement in capital advances, capital creditors and capital work-in-progress	(1,429)	(4,661)	(8,509)	(13,457)
Acquisition of intangible assets including intangible assets under development	(233)	(336)	(233)	(336)
Proceeds from sale of property, plant and equipment	7	4	7	4
Investments in subsidiaries	(1,500)	(3,550)	-	8
Proceeds from sale of current investments	-	8	-	-
Movement in other deposits and margin money (net)	(194)	(2,673)	(194)	(2,673)
Interest income received	121	114	121	115
Net cash used in investing activities (B)	(3,228)	(11,094)	(8,808)	(16,339)
C. CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from allotment of shares under Employee Stock Option Scheme	21	127	21	127
Proceeds on conversion of share warrants to equity shares	-	463	-	463
Proceeds from non-current borrowings	-	4,691	5,009	13,157
Repayment of non-current borrowings	(1,578)	(1,573)	(1,578)	(1,573)
Movement in current borrowings (net)	8,782	20,798	8,782	20,798
Payment of lease liabilities	(169)	(320)	(169)	(320)
Dividend paid including tax thereon	-	(1,088)	-	(1,088)
Finance costs paid	(1,682)	(2,656)	(1,737)	(2,612)
Net cash flow from financing activities (C)	5,374	20,442	10,328	28,952
Net (decrease) / increase in cash and cash equivalents (D) = (A+B+C)	(1,407)	(2,208)	(3,698)	189
Cash and cash equivalents at the beginning of the period / year (E)	4,455	6,663	6,994	6,805
Cash and cash equivalents at the end of the period / year (F) = (D)+(E)	3,048	4,455	3,296	6,994



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Notes :

- 1 The above Standalone and Consolidated Financial results were reviewed and recommended by the Audit Committee in their meeting held on October 20, 2022 and approved by the Board of Directors in their meeting held on October 21, 2022. The Statutory Auditors have issued an unmodified conclusion in respect of the Limited Review for the quarter and half year ended September 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 Board of Directors in their meeting held on October 21, 2022 approved an interim dividend of ₹ 0.30 per Equity Share of ₹ 1 each.

Place : Hyderabad

Date : October 21, 2022



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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@naciind.com, Website: www.naciind.com
CIN: L24219TG1986PLC016607

Extract of the Statement of Standalone and Consolidated Financial Results for the Quarter and Half-year Ended September 30, 2022

Sl. No.	Particulars	Standalone					Consolidated				
		Quarter ended 30.09.2022	Quarter ended 30.09.2021	Halfyear ended 30.09.2022	Halfyear ended 30.09.2021	Year ended 31.03.2022	Quarter ended 30.09.2022	Quarter ended 30.09.2021	Halfyear ended 30.09.2022	Halfyear ended 30.09.2021	Year ended 31.03.2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Total Income from Operations	56,917	44,832	1,04,744	77,615	1,65,656	56,774	44,768	1,04,470	77,503	1,65,358
2	Net Profit for the period (before Tax & Exceptional and/or Extraordinary items)	4,012	3,409	6,053	5,314	10,246	4,000	3,323	6,020	5,222	9,984
3	Net Profit for the period before Tax, (after Exceptional and/or Extraordinary items)	4,012	3,409	6,053	5,314	10,246	4,000	3,323	6,020	5,222	9,984
4	Net Profit for the period after Tax, (after Exceptional and/or Extraordinary items)	3,001	2,524	4,514	3,955	7,604	2,989	2,438	4,481	3,863	7,342
5	Total Comprehensive Income for the period [Comprising (Loss)/Profit for the period (after tax) and Other Comprehensive Income (after tax)]	2,974	2,507	4,487	3,919	7,561	2,962	2,421	4,454	3,827	7,291
6	Paid-up Equity Share Capital	1,984	1,978	1,984	1,978	1,983	1,984	1,978	1,984	1,978	1,983
7	Earnings per Share (of ₹ 1 each)										
a)	Basic	1.51	1.28	2.28	2.00	3.84	1.51	1.23	2.26	1.95	3.71
b)	Diluted	1.51	1.27	2.27	1.99	3.83	1.50	1.23	2.25	1.95	3.70

Notes:

- The above Standalone and Consolidated Financial results were reviewed and recommended by the Audit Committee in their meeting held on October 20, 2022 and approved by the Board of Directors in their meeting held on October 21, 2022. The Statutory Auditors have issued an unmodified conclusion in respect of the Limited Review for the quarter and half year ended September 30, 2022.
- The Board of Directors in their meeting held on October 21, 2022 approved an interim dividend of ₹ 0.30 per Equity Share of ₹ 1 each.
- The above is an extract of the detailed format of Statement of Standalone and Consolidated Financial Results for the Quarter and Half year ended September 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 and Half year ended September 30, 2022 is available on the website of BSE & NSE Limited and Company's website at www.naciind.com

Place : Hyderabad
Date : October 21, 2022



M. Pavan Kumar
Managing Director & CEO

B S R and Co

Chartered Accountants

Salarpuria Knowledge City,
Orwell, B Wing, 6th Floor, Unit-3,
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Limited Review Report on unaudited consolidated financial results of NACL Industries Limited for the quarter ended 30 September 2022 and year-to-date results for the period from 01 April 2022 to 30 September 2022 pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To the Board of Directors of NACL Industries Limited

1. We have reviewed the accompanying Statement of unaudited consolidated 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 profit after tax and total comprehensive income of its associate for the quarter ended 30 September 2022 and year-to-date results for the period from 01 April 2022 to 30 September 2022 ("the Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (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 Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

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

S.No.	Name of the component	Country	Relationship
1	Nagarjuna Agrichem (Australia) Pty Limited	Australia	Subsidiary
2	LR Research Laboratories Limited	India	Subsidiary
3	NACL Spec-Chem Limited	India	Subsidiary
4	NACL Multichem Private Limited	India	Subsidiary
5	Nasense Labs Private Limited	India	Associate

Principal Office:

14th Floor, Central B Wing and North C Wing, Nesco IT Park 4, Nesco Center,
Western Express Highway, Goregaon (East), Mumbai - 400063

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 8 below, 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.
6. The consolidated financial statements of the Group for the year ended 31 March 2022 have been audited by the predecessor auditor whose report dated 12 May 2022 had expressed an unmodified opinion. The financial information of the Group for the corresponding quarter ended 30 September 2021 and the corresponding period from 01 April 2021 to 30 September 2021 has been reviewed by the predecessor auditor whose report dated 29 October 2021 had expressed an unmodified conclusion.

Our conclusion is not modified in respect of this matter.

7. The consolidated financial results for the three months ended 30 June 2022 included in the Statement were reviewed earlier by the then statutory auditors of the Group whose report has been furnished to us and has been relied upon by us for the purpose of our review of the Statement.

Our conclusion is not modified in respect of this matter.

8. We did not review the interim financial information of one subsidiary included in the Statement, whose interim financial information reflects total assets (before consolidation adjustments) of Rs. 25,043 lakhs as at 30 September 2022 and total revenues (before consolidation adjustments) of Rs. 104 lakhs and Rs. 198 lakhs, total net loss after tax (before consolidation adjustments) of Rs. (28) lakhs and Rs. (56) lakhs and total comprehensive loss (before consolidation adjustments) of Rs. (28) lakhs and Rs. (56) lakhs, for the quarter ended 30 September 2022 and for the period from 01 April 2022 to 30 September 2022 respectively, and cash flows (net) (before consolidation adjustments) of Rs. (2,285) lakhs for the period from 01 April 2022 to 30 September 2022, as considered in the unaudited consolidated financial results. This interim financial information has been reviewed by other auditor whose report has been furnished to us by the Parent's management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the other auditor and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of this matter.

9. The Statement includes the interim financial information of three subsidiaries which have not been reviewed, whose interim financial information reflect total assets (before consolidation adjustments) of Rs. 71 lakhs as at 30 September 2022 and total revenues (before consolidation adjustments) of Rs. 4 lakhs and Rs. 9 lakhs, total net profit after tax (before consolidation adjustments) of Rs. 0 lakhs and Rs. 1 lakh and total comprehensive income (before consolidation adjustments) of Rs. 0 lakhs and Rs. 1 lakh, for the quarter ended 30 September 2022 and for the period from 01 April 2022 to 30 September 2022 respectively, and cash flows (net) (before consolidation adjustments) of Rs. (6) lakhs for the period from 01 April 2022 to 30 September 2022, as considered in the Statement. The Statement also includes the Group's share of net loss after tax (before consolidation adjustments) of Rs. (2) lakhs and Rs. (11) lakhs and total comprehensive loss (before consolidation adjustments) of Rs. (2) lakhs and Rs. (11) lakhs, for the quarter ended 30 September 2022 and for the period from 01 April 2022 to 30 September 2022 respectively as considered in the unaudited consolidated financial results, in respect of one associate, based on its interim financial information which have not been reviewed. According to the information and explanations given to us by the Parent's management, these interim financial information are not material to the Group.

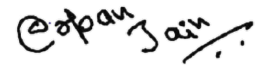
B S R and Co

Our conclusion is not modified in respect of this matter.

For **B S R and Co**

Chartered Accountants

Firm's Registration No.:128510W

A handwritten signature in black ink, appearing to read 'Arpan Jain', with a stylized flourish at the end.

Arpan Jain

Partner

Hyderabad

21 October 2022

Membership No.: 125710

UDIN:22125710BAMWVR9073

B S R and Co

Chartered Accountants

Salarpuria Knowledge City,
Orwell, B Wing, 6th Floor, Unit-3,
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Hyderabad – 500 081 - India

Telephone: +91 40 7182 2000
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Limited Review Report on unaudited standalone financial results of NACL Industries Limited for the quarter ended 30 September 2022 and year-to-date results for the period from 01 April 2022 to 30 September 2022 pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of NACL Industries Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of NACL Industries Limited ("the Company") for the quarter ended 30 September 2022 and year-to-date results for the period from 01 April 2022 to 30 September 2022 ("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 Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. 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. 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 Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. The standalone financial statements of the Company for the year ended 31 March 2022 have been audited by the predecessor auditor whose report dated 12 May 2022 had expressed an unmodified opinion. The financial information of the Company for the corresponding quarter ended 30 September 2021 and the corresponding period from 01 April 2021 to 30 September 2021 has been reviewed by the predecessor auditor whose report dated 29 October 2021 had expressed an unmodified conclusion.

Our conclusion is not modified in respect of this matter.

6. The standalone financial results for the three months ended 30 June 2022 included in the Statement were reviewed earlier by the then statutory auditors of the Company whose report has been furnished to us and has been relied upon by us for the purpose of our review of the Statement.

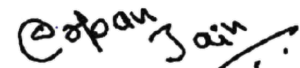
Principal Office:

14th Floor, Central B Wing and North C Wing, Nesco IT Park 4, Nesco Center,
Western Express Highway, Goregaon (East), Mumbai - 400063

B S R and Co

Our conclusion is not modified in respect of this matter.

For **B S R and Co**
Chartered Accountants
Firm's Registration No.:128510W



Arpan Jain

Partner

Hyderabad
21 October 2022

Membership No.: 125710
UDIN:22125710BAMWQX7751