



NIKHIL ADHESIVES LIMITED

An ISO 9001 : 2015 Certified Company

Head Office : 902, 9th Floor, A Wing, Kaledonia HDIL Building,
Sahar Road, Opp. D-Mart, Andheri (E), Mumbai- 400069.
Tel.: 91-22-2683 6564 / 6558 / 59 • E-mail : info@nikhiladhesives.com
Website : www.nikhiladhesives.com • CIN : L51900MH1986PLC041062



16th May, 2023

To,
The Manager- Listing Department
Bombay Stock Exchange Ltd
Phiroze Jeejeebhoy Towers
Dalal Street,
Fort, Mumbai-400 001.

BSE Scrip Code No: 526159

Dear Sir/Madam,

Sub: Outcome of the Meeting of Board of directors held on May 16, 2023.

The Meeting of the Board of Directors held on Tuesday, 16th May, 2023 at 12.35 p.m. and concluded on 5.00 p.m., considered and approved the following:

1. The Audited Financial Result for the quarter and year ended on 31st March, 2023;
2. The Auditor's Report on Audited Financial Results for the year ended on 31st March, 2023;
3. Dividend @ Rs. 0.2/- per Equity Share of face value of Re. 1/- each for the financial year ended on 31st March, 2023, which will be subject to approval of shareholders in the ensuing Annual General Meeting of the Company;
4. Appointment of Ms. Kinjal Rathod as Company Secretary and Compliance Officer of the Company with effect from 16th May, 2023, the appointment was approved and recommended by the Nomination and Remuneration Committee of the Company its meeting held on today.
5. Appointment of Mr. Subramanian V as Additional Director (Non-Executive Independent) of the Company With Effect from 1st July, 2023, which is approved and recommended by the Nomination & Remuneration Committee of the Company will be subject to the approval of Shareholders as per Regulation 17(1C) of the SEBI (LODR) Regulations, 2015;
6. Resignation of Ms. Rani Thakur as Internal Auditor of the Company with effect from 15th May, 2023;
7. Appointment of M/s. B D G & Co., LLP as Internal Auditors of the Company for the Financial Year 2023-24;
8. Re-appointment of M/s. B. F. Modi & Associates, Cost Accountants as Cost Auditors of the Company for the Financial Year 2023-24;

Unit I : Shreeji Estate, College Rd., Vadkun, Dahanu - 401 602. Maharashtra • Tel.: (02528) - 224463 / 093204 35588 • Fax : (02528) 226195.
Unit II : 7A / 7B, Govt. Industrial Estate, Dist. Piparia, Silvassa - 396 230. D. & N. H. • Tel.: (91) 0260 - 2640055, 093747 06309.
Unit III : Plot No. D - 2 / 49, GIDC Industrial Estate, Industrial Phase - II, Dahej - 392 130. Tal. Vagra, Dist. - Bharuch, Gujarat.
Unit IV : Plot No. 570-A & 570-B, Vasanthanarasapura Industrial Area, Phase - II, Tumkur - 572128, Karnataka.
Unit V : Plot No. 73-74, Industrial Area, Mehatpur, Una, Himachal Pradesh - 174315.



9. Re-appointment of M/s. Shiv Hari Jalan & Co., Practicing Company Secretaries as Secretarial Auditors of the Company for the Financial Year 2023-24;
10. Updation on the earlier disclosure given on dated on 07th October, 2022 in the respect of New Product of RDP.

The details required under Regulation 30 of the SEBI (LODR) Regulations, 2015 read with SEBI Circular No. CIR/CFD/CMD/4/2015 dated September 9, 2015 is given in the letter dated 10th November, 2022 as **Annexure-I.**

Kindly take the above information on your record.

Thanking you,

Yours faithfully,

For, Nikhil Adhesives Limited

UMESH
THAKORLAL
SHAH

Digitally signed by
UMESH THAKORLAL
SHAH
Date: 2023.05.16
17:09:35 +05'30'

Umesh Shah
Chief Financial Officer



**Annexure I****Appointment of Additional Director (Non-Executive Independent)**

Sr. No	Particulars	Disclosures
1.	Reasons for change	Mr. V Subramanian – Appointment as an Additional Independent Director
2.	Date of Appointment	With effect from 01 st July, 2023
3.	Brief Profile	<p>Subramanian V has more than 3 decades of experience with Paint Industry. During his tenure with Asian Paints he has handled Decorative, Industrial, International and Chemical business lines. He was the country head of Asian paints Muscat and Bahrain unit. During his tenure with Asian paints he has handled manufacturing, Sales, Supply chain , HR & Admin functions, Sales commercial He was also a key member in many of the key projects and has delivered these projects successfully. Prior to Asian Paints, he also had a brief stint with Philips Pune.</p> <p>He is a Mechanical engineer from VJTI Mumbai university and Diploma in Business Management from SIBM. He is currently also associated with wood and allied industry as a Principal consultant.</p>
4.	Disclosure of relationships between Directors	Mr. V Subramanian is not related to any Director of the Company.

Resignation of Internal Auditor

Sr. No	Particulars	Disclosures
2.	Reasons for change	Ms. Rani Thakur- Resignation as Internal Auditor
2.	Date of Resignation	With effect from closing hours of 15 th May, 2023
3.	Brief Profile	NA
4.	Disclosure of relationships between Directors	NA

**Appointment of Internal Auditor**

Sr. No	Particulars	Disclosures
3.	Reasons for change	Appointment
2.	Date of appointment	M/s. B.D.G. & Co, LLP has been appointed as Internal Auditors of the Company with effect from 16 th May, 2023 for the financial year 2023-24
3.	Brief Profile	Attached
4.	Disclosure of relationships between Directors	M/s. B.D.G. & Co, LLP is not related to any Director of the Company.

Re-appointment of Cost Auditor

Sr. No	Particulars	Disclosures
4.	Reasons for change	Re-appointment
2.	Date of appointment	M/s. B F Modi & Associates, Cost Accountants has been appointed as Cost Auditors of the Company for the financial year 2023-24
3.	Brief Profile	Attached
4.	Disclosure of relationships between Directors	M/s. B F Modi & Associates, Cost Accountants is not related to any Director of the Company.

Re-appointment of Secretarial Auditor

Sr. No	Particulars	Disclosures
5.	Reasons for change	Re-appointment
2.	Date of appointment	M/s. Shiv Hari Jalan & Co., Practicing Company Secretaries has been appointed as Secretarial Auditors of the Company for the financial year 2023-24
3.	Brief Profile	Mr. Shiv hari Jalan has distinguished exposure and over three decades of experience in compliance audit, compliance management system, legal due diligence, vetting of various legal agreements private equity, public offerings, preparation of business plans etc.
4.	Disclosure of relationships between Directors	M/s. Shiv Hari Jalan & Co., Practicing Company Secretaries is not related to any Director of the Company.



FIRM PROFILE

B D G & CO LLP (FORMALLY KNOWN AS B D G & CO)

CHARTERED ACCOUNTANTS

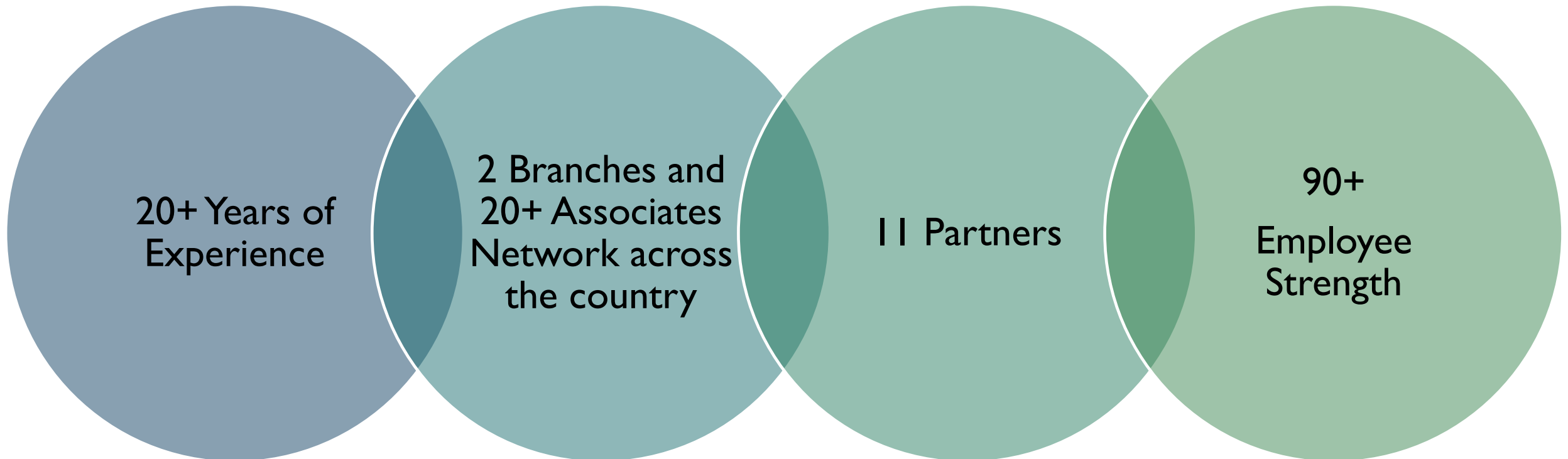




B D G - PROFILE

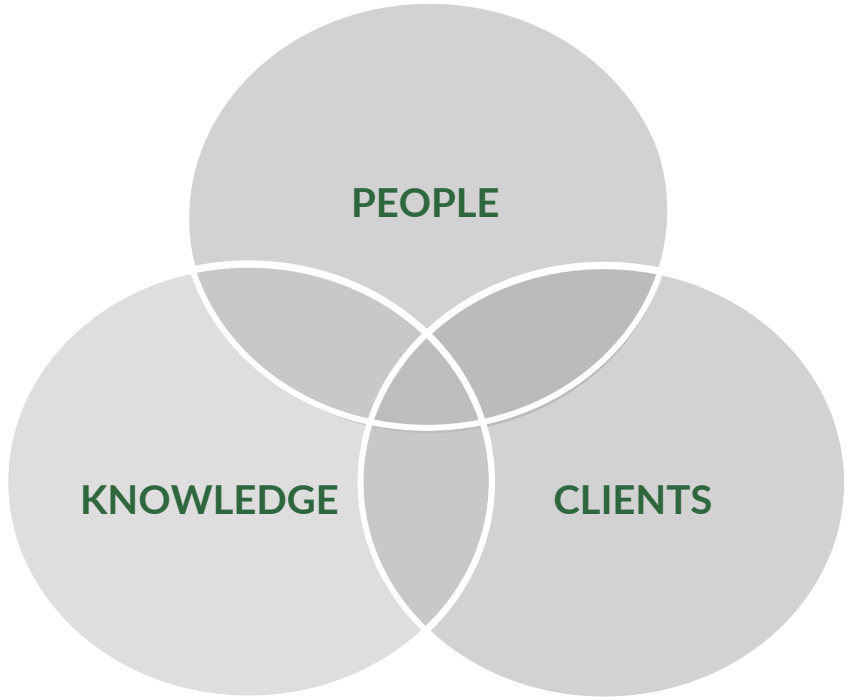
ABOUT US

- Peer Review as per ICAI Regulations was conducted;
- The parameters laid down by the Peer Review Board have been successfully cleared by the firm;
- Empanelled with CAG, and is eligible for Bank and Insurance Audits;



STRUCTURE

Our people strive to flourish and realise their full potential



We continuously seek to extend the frontiers of our shared knowledge

We are passionate about working with our clients to deliver exceptional value

Our Structure

Advisory

Provide risk and financial advisory services that help clients resolve complex issues, ease operations and formulate long term business plans

Audit

Independent audit of financial reporting in accordance with regulatory and disclosure requirements

Information & Cyber Security

Information and Cyber Security Audit which provide the assurance to the management for their Data security

OUR VALUE PROPOSITION

Committed to meet your business requirements

■ INDEPENDENCE

- ⑩ Ensure compliance with the Ethical Standards laid down by the regulator.
- ⑩ Ensure independence of our audit clients.

■ QUALITY ASSURANCE

- ⑩ Quality assurance procedures within the Firm - structured internal reviews, Engagement Quality Control Reviews
- ⑩ Dedicated Knowledge Management Team

GOVERNANCE

- ⑩ Communication with the Management and Those Charged with Governance
 - Meetings held for audit planning, audit closure and any other meetings as required
 - Liaison with Executive committee

CONTINUITY & SUCCESSION PLANNING

- ⑩ Maintain stable engagement teams.
 - Audit partner - First point of contact and will ensure high quality service.
 - The rotation of audit partner will be on the basis of applicable legal, regulatory and ethical requirements.

OUR SERVICES



WHY BDG



Good Practices

- Our tailored audit approach ensures that we focus on the risks associated with your business and the existing controls which we can rely on to make the audit as efficient as possible. The audit management approach is created to provide the methodology, guidance, and industry knowledge needed to perform an audit to the highest level of scrutiny that you rightly deserve.

Independence & Integrity

- Before starting the engagement all audit team members will be subject to an independence check. Furthermore, we continue to monitor our system for any potential conflicts that may arise in the future. We take independence and conflicts very seriously and will raise any potential conflicts with you as soon as we are aware of them.

Solutions oriented approach

- Partner led approach results in shorter decision making chain. Any technical queries (covered in our scope of work) posed by you will get resolved promptly.

Confidentiality and Data Security

- We recognise confidentiality is a core service requirement within our profession and all our staff sign a confidentiality agreement when they commence work with us. Our audit process uses technologies which enable us to work online, offline, and in peer-to-peer networks and to share files within audit teams.



SERVICES PORTFOLIO

Audit & Assurance

- Statutory audits conducted as per the Companies Act and adherence to Indian GAAP
- Limited Reviews conducted as per SEBI Regulations for listed Companies
- Tax Audit under Section 44AB of the Income Tax Act.
- Transfer Pricing Audits, Issuance of Reports for MAT in form 29B, Audits of Non-profit Originations under Tax Laws, Certifying claims under section 10IA/IB/IC for Tax Holiday, Certification in form 15CB for foreign remittance
- Ind AS implementation and audits.
- Review compliance with accounting procedures, provisions of various law, standards and guidelines in accordance with the Generally Accepted Accounting principles (I GAAP and Ind AS)

Audit & Assurance Contd..

- Carrying out Special Purpose Audit and limited reviews for Financing transactions in India or Overseas market
- Carrying out Key Performance Indicators (KPI) certifications and other certifications in relation to filing of DRHP/RHP during Initial Public Offering (IPO)
- Carrying out Valuation of equity for FEMA Purpose
- Issuing various CA Certificates time to time including but not limited to Net worth Certificate, Source & Utilization Certificate, Certificate on compliance with certain laws, Certification of No Default, Certification of security cover etc.
- Corporate Social Responsibility (CSR) Audit

Information Security & Cyber Security

- Information Security & Cyber Security Audit
- Information Technology General Control (ITGC)
- Vulnerability Assessment and Penetration Testing (VAPT)

Corporate Secretarial Compliances

- Incorporation of Companies and LLPs
- Darting Agenda, Notices, letters and Minutes for Board Meetings and Members' Meetings in accordance with Company law and secretarial standard
- Assisting Corporates in maintaining Statutory Registers
- Annual filings in form AOC-4 and MGT-7 with ROC
- Assisting in filing various forms for several corporate actions with ROC
- Carrying out XBRL tagging for filing financials in XBRL form with ROC
- Preparing and Filing form FCGPR and Return of Foreign Assets and Liability under FEMA Law

Direct Taxation

- Representation for assessment, appeals, settlements and advance rulings.
- Assistance and representation for search and seizure cases
- Assistance during departmental audit

Risk & Advisory Services

- Internal Audits – Manufacturing, IT, BFSI, Education and Other
- Preparing SOPs
- Assisting organizations to comply with ICFR requirements
- Investment Concurrent Audits
- Concurrent Audit of Bank branches and its centralised functions
- PAN India assignments for Branch/Stock Audit & Fixed Assets Verification
- Advisory services for Restructuring, Merger and Amalgamation.



LEADERSHIP PROFILE



Sunil Bhandari

Mentor

BDG

+ 91 982 041 0730

Education & certifications

- Fellow member of Institute of Chartered Accountants of India
- B.Sc, I.D.S
- Business Consultancy Studies program from Jamnalal Bajaj Institute of Management Studies

Sunil Bhandari – Mentor

Background

- Sunil has extensive experience in Direct Tax & Regulatory matters
- He qualified as a Chartered Accountant in 1993 and became a 'Fellow' Chartered Accountant in 1999. He has also completed the Business Consultancy Studies Program (B.C.S) conducted by Jamnalal Bajaj Institute of Management Studies

Professional and industry experience

- Sunil has more than 30 years of experience on advising companies on their business, financial & strategic matters;
- He has advised clients on various intricate compliance, regulatory and business restructuring issues;
- He has represented clients in complex legal propositions and pressing contemporary issues related to tax.
- Sunil has expertise in advising clients pertaining to varied sectors including manufacturing, infrastructure, hospitality, Private Equity and Family offices.
- Sunil has been instrumental in resolution of complex tax issues in respect of some of the high net worth individuals, MNC's, etc.
- He has represented clients before the Income-Tax Authorities and Income-Tax Appellate Tribunal

Sourabh Chittora – Partner - Assurance

Sourabh is a Commerce graduate and is a Member of the Institute of Chartered Accountants of India (ICAI) – FCA and has completed his Diploma in Information and Systems Audit. Additionally, he is qualified Certified Public Accountant (CPA) and Company Secretary (CS) as well.

With over 15 years of experience in, accounting assurance and regulatory compliance services, Sourabh specializes in advising clients, on how to comply with the Indian legal framework be it accounting, Ind AS implementation, IFRS, Company law compliance, tax withholding, direct or Indirect Tax. He possesses in-depth knowledge of Ind AS, Accounting Standards, IFRS and complex accounting transactions.

Email: sourabh@bdgin.com

Vikas Agarwal – Partner - Assurance

He qualified as a Chartered Accountant in 2011. He has completed Master of Business Finance (MBF), Certificate Course on Concurrent Audit and Certificate of Audit in Co-operative Society issued by the Institute of Chartered Accountant of India and Certificate Course on Forensic Accounting and Fraud Detection issued by ICAI in 2021

Vikas has extensive experience of almost a decade in Statutory Audits, Tax Audits, Limited Reviews of clients across various industries i.e., Manufacturing, Real Estate, NBFC's, Retail, Textile, Power etc. Vikas heads the Assurance practice at the Mumbai office.

Email: vikas@bdgin.com

Kevil Vora – Partner – Direct Taxation

Kevil has completed his graduation in Commerce and is a Member of the Institute of Chartered Accountants of India (ICAI) - FCA.

Kevil joined B D G in 2012 and is a qualified member of the Institute of Chartered Accountants of India since 2013. Over the period of years, he is practicing in the field of Taxation and now heads the Tax Department at BDG along with other Partners and provides end-to-end advisory services to the clients. He has a rich experience in individual as well as corporate taxation - tax planning service, working on international taxation regulations and remittance regulations, controlling and supervising compliances of the law. Kevil also heads the Indirect Tax department

Email: kevil@bdgin.com

Jitendra Bansal – Partner - Assurance (Delhi Branch)

Jitendra has completed his post-graduation in Commerce and is a Member of the Institute of Chartered Accountants of India (ICAI). He is a qualified Company Secretary [CS] professional from The Institute of Company Secretaries of India and Law graduate from CCS University.

Jitendra has a post qualification experience of 9 years in the field of audit and taxation. He caters to a varied client base providing services related to Internal Audits, Indirect Tax, Accounting, Assurance and Regulatory Compliance services.

Email: jitendra@bdgin.com

Vishal Rathi – Partner – BFSI audits

Vishal is a Member of the Institute of Chartered Accountants of India (ICAI) since 2006. He has completed his MBA Finance from Mumbai University and having experience of more than 18 years in Risk Based Internal Audit. He worked with various insurance companies in their Internal Audit Department. He worked with Bajaj Allianz Life Insurance Co. Ltd., ICICI Prudential Life Insurance Co. Ltd. and before coming into consultancy he was Head of Internal Audit with Liberty General Insurance Co. Ltd. During last 7 years into the consultancy, he had handled assignments of Statutory Audits, Internal Audits, Process Audits, Operation Risk Review, Investment Audits, Internal Financial Control (IFC) designing and testing, IRMS Audits, Concurrent Audits and Management Consultancy for various Insurance Companies, Banks and NBFCs.

Email: vishal@bdgin.com

Nisha Doshi – Partner - Risk and Advisory Services

Nisha is a Commerce graduate and is a Member of the Institute of Chartered Accountants of India (ICAI) - FCA and has completed her Diploma in Information and Systems Audit.

Nisha has 18 years of post-qualification experience in the field of auditing, accounting and risk management. Nisha is associated with B D G for 10 years. Nisha has previously worked with PricewaterhouseCoopers P. Ltd. and later joined Mahindra & Mahindra as Manager – IFRS Department. She is heading the Risk & Advisory division of the firm

Email: nisha@bdgin.com

Deepti Raghuwanshi – Partner – BFSI audits Delhi

Deepti is a Member of the Institute of Chartered Accountants of India (ICAI) since 2012. Deepti has overall 10 years of work experience in Internal Audit & Risk Management & has worked with ICICI Prudential Life Insurance, Aegon Life Insurance, Edelweiss Life Insurance, Canara HSBC Life Insurance, DHFL Pramerica Life Insurance, India First Life Insurance, ICICI Lombard General Insurance, Edelweiss General Insurance. Deepti has worked extensively in the areas of IFC reporting, Re-insurance, Investment, Business & Operational risk for both Life & General Insurance companies. She has performed evaluation of key risk areas to define audit scope, objective and audit approach from planning to execution of audit engagements, including communication of results to management. She has worked closely with operational process owners and compliance department to contribute the ongoing process of tracking and monitoring changing risk and implementing mitigating controls.

Email: deepti@bdgin.com

Sachin Hissaria – Partner – Information Technology (IT) Audit

Sachin is a Commerce graduate and is a Member of the Institute of Chartered Accountants of India (ICAI).

Have more than 9+ years of experience (incl. internship) in the field of Information Technology and Information Security Including System audit, Data Centre audit, Data Privacy Audit, BCP, DR audit, IT policy drafting, Internal audit and Risk based audits. I am a passionate speaker, coach and trainer (Empanelled trainer-CAG) to many students aspiring CISA, CEH and other IT certifications. I deliver regular webinars, corporate seminar, training for CISA Exam Preparation, ISO 27001 Lead Auditor, Hands on IT Audit and many such courses. Email: sachin.hissaria@bdgin.com

For queries regarding our services, please get in touch with us

info@bdgin.com

Telephone: +91-022- 6930 2600 (Board Line)

OUR OFFICES

Mumbai

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Behind Guru Nanak Petrol Pump,
Andheri East Mumbai – 400093. INDIA

Delhi

Office No. 1007, 10th Floor, Roots Tower
District Centre, Laxmi Nagar
New Delhi – 110092. INDIA

Kota

I-DA-27, Opposite Dr. Ashok Tiwari, Near
Government Dispensary, Vigyan Nagar.
Kota 324005. INDIA

Note: This publication has been carefully prepared, but it has been written in general terms and should be seen as broad guidance only. The publication cannot be relied upon to cover specific situations and you should not act, or refrain from acting, upon the information contained therein without obtaining specific professional advice. Please contact BDG & Associates to discuss these matters in the context of your particular circumstances. BDG, their partners and employees do not accept or assume any liability or duty of care for any loss arising from any action taken or not taken by any one in reliance on the information in this publication or for any decision based on it.

Profile of B F Modi & Associates

The firm is headed by Mr. B F Modi a Fellow member of the Institute of Cost Accountants of India holding Certificate of Practice. The firm provides services in following areas :

- Cost audit under the Companies Act, 2013.
- Internal audit under the Companies Act, 2013.
- Audit under Goods & Service Tax Act, 2017
- Management consultancy on Cost records, Management Information system, Implementing ERP systems etc.
- Consultancy services on Lean manufacturing – Kaizen, 5 "S" etc.
- Consultancy services on Excise, Service tax, Goods & Service Tax, 2017*.

Industries covered : Steel, Copper, Machinery manufacturers, Electrical components, Textiles, Plastics and Polymers, Chemicals, Pharmaceuticals, Electricity distribution etc.

Clients under Cost audit : 34

Clients under GST audit : 12

Clients under Management consultancy & Internal audit : 4

Other clients covering Income tax, GST returns etc. : 12

Manpower :

Qualified associates : 2 qualified Cost accountants,
1 Chartered Accountant

Semi Qualified officials : 2 persons qualified Intermediate CMA

Articles : 3 persons pursuing CMA course

Personal details of Mr B F Modi :

Work experience of over 35 year including 9 years with Income tax Department (GOI) and 23 years with Blue Star Limited.

- a) At Blue Star Limited joined as Cost Accountant and rose to the position of Sr. General Manager – Manufacturing (Plant head). Headed company's flagship plant at Dadra covering Production, Sales, HR and commercial activities.
- b) From 2001 to 2006 worked as Plant head of Company's Dadra (Silvassa) plant. During this period implemented Lean Manufacturing system at the plant which included 5 "S", KAIZEN, KANBAN, Genchi Genbutsu. Received various awards on Productivity and plant performance.
- c) Awarded "Best Senior Manager of the year" Award in 2003-04 by the company for Best Performance. This is the highest employee recognition in the company.
- d) Acquired deep knowledge on Cost & Management Accounting, ERP systems, Direct and Indirect Taxation.
- e) Founder Chairman of Vapi Daman Silvassa chapter of Cost accountants.
- f) Past President of Vapi Customs, Excise and Service tax Practitioner's Association
- g) Authored various articles in Management journals and authored a book on "Goods & Service tax "*"

Activities under the Goods & Service Tax Act, 2017:

- 1) Authored a book on Goods & Serevice Tax in August, 2017.
- 2) Speaker at various Seminars organised as under :

Institute of Cost accountants : Faculty for GST Advance course, Lean manufacturing, process management etc. .

Seminars : Speaker at Ahmedabad, Vadodara, Surat, Vapi chapters of ICAI

Speaker for seminar organised by VAT and GST department

Speaker for seminars organised by Silvassa and Vapi Industry associations.

- 3) Faculty lectures delivered at MBA/Graduate colleges at Vapi, Silvassa etc.



Independent Auditor's Report on the Quarterly and Year to Date Audited Standalone Financial Results of the Company Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

TO

**THE BOARD OF DIRECTORS OF
NIKHIL ADHESIVES LIMITED**

**Report on Audit of the Standalone Financial Results
Opinion**

We have audited the accompanying statement of quarterly and the year to date standalone financial results of **Nikhil Adhesives Limited** ("the Company") for the quarter ended March 31, 2023, and for the year ended March 31, 2023 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the 'Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2023 and for the year ended March 31, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Results* section of our report.

Radha Apartments, Level 1, Teli Park Lane, Andheri East, Mumbai 400069,
Email : ca.ppvco@gmail.com



We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Obligations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by Board of Directors in terms of the requirements specified under Regulation 33 of Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or



conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company to express an opinion on the Annual Standalone Financial Results.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Standalone Financial Results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

The Statement includes the results for quarter ended March 31, 2023 being the balancing figure between audited figures in respect of the full financial year ended March 31, 2023 and the published unaudited year to date figures upto the third quarter of the current financial year, which were subjected to limited review, as required under the Listing Regulations. Our report on the Statement is not modified in respect of this matter.

For PPV & CO
Chartered Accountants
Firm Registration No. 153929W


Priyanshi Vakharia
Proprietor
Membership No.: 181834
UDIN: 23181834BGXCSF4815
Place: Mumbai
Date: 16 May 2023





NIKHIL ADHESIVES LIMITED

An ISO 9001 : 2015 Certified Company

Head Office : 902, 9th Floor, A Wing, Kaledonia HDIL Building,
Sahar Road, Opp. D-Mart, Andheri (E), Mumbai- 400069.
Tel.: 91-22-2683 6564 / 6558 / 59 • E-mail : info@nikhiladhesives.com
Website : www.nikhiladhesives.com • CIN : L51900MH1986PLC041062



STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31.03.2023

(Rs. In Lakhs)

Sr. No.	Particulars	Quarter Ended			Year ended	
		31.03.2023 (Audited)	31.12.2022 (Unaudited)	31.03.2022 (Audited)	31.03.2023 (Audited)	31.03.2022 (Audited)
1	INCOME					
	Revenue from operations	16,067.92	16,181.42	21,796.85	74,346.26	81,374.43
	Other income	9.98	8.88	26.15	47.53	57.37
	Total Income	16,077.90	16,190.30	21,823.00	74,393.79	81,431.80
2	EXPENSES					
	Cost of materials consumed	11,845.96	10,818.17	14,159.04	50,228.16	55,963.67
	Purchases of stock-in-trade	1,890.25	2,665.59	4,535.05	12,824.37	16,506.52
	Changes in inventories of finished goods and stock-in-trade	(410.42)	311.94	306.24	125.22	(1419.34)
	Employee benefits expense	485.66	429.38	411.36	1,906.91	1,361.07
	Finance costs	188.17	173.76	158.29	630.63	590.28
	Depreciation and amortization expenses	138.41	155.69	110.53	520.57	411.22
	Other expenses	1,388.21	1,236.01	1,296.31	5,803.47	4,619.11
	Total Expenses	15,526.24	15,790.54	20,976.82	72,039.33	78,032.52
3	Profit/(loss) before exceptional items and tax (1-2)	551.66	399.76	846.18	2,354.46	3,399.28
4	Exceptional Items					
5	Profit/(loss) before tax (3-4)	551.66	399.76	846.18	2,354.46	3,399.28
	Tax expenses					
	(a) Current tax	139.18	83.08	213.00	550.26	832.00
	(b) Tax Adjustment of Earlier Years	33.44	-	-	33.44	-
	(c) Deferred tax	16.09	26.85	20.32	66.78	40.87
6	Total Tax Expense	188.71	109.93	233.32	650.48	872.87
7	Profit for the year/period (5-6)	362.95	289.83	612.86	1,703.98	2,526.41
	Other Comprehensive Income					
	Items that will not be reclassified to profit or loss					
	i) Change in fair value of financial assets	(0.11)	0.32	(0.04)	0.23	1.18
	ii) Remeasurement of defined benefit plans	13.58	(0.77)	0.87	12.31	(2.16)
	Income Tax relating to above items that will not be reclassified to profit or loss	(3.42)	0.19	(0.22)	(3.10)	0.35
8	Total Other Comprehensive Income	10.05	(0.26)	0.61	9.44	(0.63)
9	Total Comprehensive Income (7+8)	373.00	289.58	613.48	1,713.42	2,525.78
10	Paid-up Equity Share Capital (Face value of Rs. 1/- per share)	459.43	459.43	459.43	459.43	459.43
11	Other Equity				9,706.28	8,084.75
12	Basic and Diluted Earnings Per Share (EPS) in Rs. (Not annualized for the quarterly periods)	0.79	0.63	1.33	3.71	5.50

See accompanying notes to the financial results



Unit I : Shreeji Estate, College Rd., Vadkun, Dahanu - 401 602. Maharashtra • Tel.: (02528) - 224463 / 093204 35588 • Fax : (02528) 226195.
Unit II : 7A / 7B, Govt. Industrial Estate, Dist. Piparia, Silvassa - 396 230. D. & N. H. • Tel.: (91) 0260 - 2640055, 093747 06309.
Unit III : Plot No. D - 2 / 49, GIDC Industrial Estate, Industrial Phase - II, Dahej - 392 130. Tal. Vagra, Dist. - Bharuch, Gujarat.
Unit IV : Plot No. 570-A & 570-B, Vasanthanarasapura Industrial Area, Phase - II, Tumkur - 572128, Karnataka.
Unit V : Plot No. 73-74, Industrial Area, Mehatpur, Una, Himachal Pradesh - 174315



Notes :

- 1 The standalone financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on May 16, 2023.
- 2 The financial results of the Company have been prepared in accordance with Indian Accounting Standards (IND AS) notified under Section 133 of the Companies Act 2013 (the Act) read with Companies (Indian Accounting Standards), Rules, 2015 as amended.
- 3 The figures for the quarter ended 31st March 2023 and 31st March 2022 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the relevant financial year.
- 4 In the AGM dated 12th September 2022 the sub-division of 1 equity share [Face Value Rs.10/- each, fully paid up], into 10 equity shares [Face Value of Rs.1/- each fully paid up] was approved. The Board of Directors approved the record date as 13th October 2022 vide circular resolution effected on 22.09.2022. In accordance with Ind As 33, the number of equity shares of paid up share capital and EPS have been restated for previous year/periods.
- 5 Previous period/year figures are regrouped, wherever necessary to make them comparable with those of current period.
- 6 Segment Result, Statement of Assets and Liabilities and Cash flow Statement are attached herewith.
- 7 For the year ended 31st March 2023, there is an increase in sales volume of about 7 %. The value of sales was affected due to severe slide in the international raw material prices resulting in corresponding drop in sales price.
- 8 The Board has recommended payment of dividend of Rs.0.20/- per equity share of Re.1/- each for the financial year ended 31st March 2023, subject to approval of shareholders in the Annual General Meeting.
- 9 Profit/(loss) before tax includes foreign exchange gain/ (loss) for the comparative quarters / year as under:

Particulars	Quarter Ended			Year ended	
	31.03.2023 (Audited)	31.12.2022 (Unaudited)	31.03.2022 (Audited)	31.03.2023 (Audited)	31.03.2022 (Audited)
Foreign Exchange Gain / (Loss)	52.05	(33.12)	(22.50)	(356.17)	105.29

For Nikhil Adhesives Limited


(Umesh J. Sanghavi)
DIN: 00491220
Director

Date : 16h May, 2023
Place : Mumbai



For Identification Purpose Only





STANDALONE AUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT 31.03.2023

(Rs. in lakhs)

Particulars		As at March 31, 2023 (Audited)	As at March 31, 2022 (Audited)
A	ASSETS		
I	Non-current assets		
	(a) Property, plant and equipment	7,636	6,436
	(b) Capital work-in-progress	351	120
	(c) Intangible assets	-	-
	(d) Financial assets		
	(i) Investments	0.60	0.37
	(ii) Other non-current financial assets	47	48
	(e) Other non-current assets	308	65
	Total non current assets	8,353	6,669
II	Current assets		
	(a) Inventories	8,420	7,571
	(b) Financial assets		
	(i) Trade receivables	11,022	14,470
	(ii) Cash and cash equivalents	359	489
	(iii) Bank balances other than above	123	116
	(iv) Other current financial assets	-	-
	(c) Current tax assets (Net)	750	1,517
	(d) Other current assets	499	768
	Total Current Assets	21,173	24,931
	TOTAL ASSETS	29,526	31,600
B	EQUITY AND LIABILITIES		
I	Equity		
	(a) Equity share capital	460	460
	(b) Other equity	9,707	8,085
	Total equity	10,167	8,545
II	Liabilities		
	1. Non-current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	1,591	1,789
	(i a) Lease liabilities	251	31
	(ii) Other non-current financial liabilities	144	148
	(b) Provisions	135	69
	(c) Deferred tax liabilities (Net)	446	376
	Total non-current liabilities	2,567	2,413
	2. Current liabilities		
	(a) Financial liabilities		
	(i) Borrowings	477	318
	(i a) Lease liabilities	57	20
	(ii) Trade payables		
	(A) total outstanding dues to micro enterprises and small enterprises	578	295
	(B) total outstanding dues to creditors other than micro enterprises and small enterprises	11,522	15,749
	(iii) Other current financial liabilities	2,145	1,579
	(b) Other current liabilities	1,269	1,101
	(c) Provisions	7	72
	(d) Current tax liabilities (Net)	737	1,507
	Total current liabilities	16,792	20,642
	TOTAL EQUITY AND LIABILITIES	29,526	31,600





STANDALONE AUDITED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31.03.2023

(Rs. in lakhs)

Particulars	For the year ended March 31, 2023		For the year ended March 31, 2022	
A. Cash flows from Operating Activities				
Profit before income tax		2,354		3,399
Non-cash and not operating adjustment to profit before tax:				
Depreciation and amortisation expense	521		411	
Allowance/ (Reversal) for expected credit loss	(13)		(7)	
Provision for Gratuity	15		14	
Finance costs	631		590	
Loss on sale of property plant & Equipments	13		-	
Bad debts written off	1		51	
Unrealised exchange differences (gain)/loss	356	1,524	(111)	948
		3,878		4,348
Change in operating assets and liabilities :				
Decrease/(increase) in trade receivables	3,468		642	
Decrease/(increase) in inventories	(849)		(391)	
Increase/(decrease) in trade payables	(4310)		95	
Decrease/(Increase) in other non-current financial assets	1		(8)	
Increase/(decrease) in other non-current financial liabilities	16		23	
Decrease/(increase) in other non-current assets	(11)		6	
Decrease/(increase) in other current assets	269		(328)	
Increase/(decrease) in other current financial liabilities	33		(113)	
Increase/(decrease) in other current liabilities	150	(1,233)	(747)	(820)
Cash generated from operations		2,645		3,528
Direct taxes paid (net of refunds)		(587)		(1,056)
Net cash flows from/(used in) Operating Activities (A)		2,058		2,472
B. Cash flows from Investing Activities				
Payments for acquisition of property, plant and equipment	(1,890)		(1,517)	
Proceeds from sale of investments	-		8	
Loss on sale of property, plant and Equipments	(13)		-	
Term deposits with banks (placed)/ matured(Net)	(6)		(6)	
Net Cash Flows from/(used in) Investing Activities (B)		(1,909)		(1,515)
C. Cash flows from Financing Activities				
Dividend paid	(92)		(69)	
Proceeds / (Repayment) of long term borrowings (Net)	(198)		(190)	
Proceeds / (Repayment) of short term borrowings (Net)	635		205	
Finance costs	(624)		(590)	
Net Cash Flows from/(used in) Financing Activities (C)		(279)		(644)
Net increase/(decrease) in cash and cash equivalents (A+B+C)		(130)		313
Cash and cash equivalents at the beginning of the year		489		176
Cash and cash equivalents at the end of the year		359		489

Notes:

Cash and cash equivalents are as under:

Particulars	As at 31 March 2023	As at 31 March 2022
Cash in hand	1	5
Balances with banks in current accounts	358	484
Total	359	489

The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Indian Accounting Standard 7- Statement of Cash Flows as prescribed by the Central Government in the Companies (Accounting Standards) Rules, 2015, as amended





NIKHIL ADHESIVES LIMITED

CONTINUATION SHEET

STANDALONE AUDITED SEGMENT RESULTS FOR THE QUARTER AND YEAR ENDED 31.03.2023

(Rs. In Lakhs)

	PARTICULARS	Quarter Ended			Year ended	
		31.03.2023 (Audited)	31.12.2022 (Unaudited)	31.03.2022 (Audited)	31.03.2023 (Audited)	31.03.2022 (Audited)
1	SEGMENT REVENUE					
	(a) Manufacturing of Adhesives & Emulsions	14,576.62	13,283.34	17,182.74	60,953.12	64,633.64
	(b) Trading in chemicals & Others	1,491.30	2,898.08	4,614.11	13,383.14	16,740.79
	REVENUE FROM OPERATIONS	16,067.92	16,181.42	21,796.85	74,346.26	81,374.43
2	SEGMENT RESULTS PROFIT - Profit before Interest and Tax					
	(a) Manufacturing of Adhesives & Emulsions	925.39	782.91	1,065.22	3,977.18	3,785.90
	(b) Trading in chemicals & Others	57.97	49.16	124.76	236.33	726.86
	Total	983.36	832.07	1,189.98	4,213.51	4,512.76
	Less: (i) Interest & Financial Charges (Net)	188.17	173.76	158.29	630.63	590.28
	(ii) Other Unallocable Expenditure net of Unallocable Income	243.52	258.55	185.51	1,228.42	523.20
	TOTAL PROFIT BEFORE TAX	551.66	399.76	846.18	2,354.46	3,399.28
3	CAPITAL EMPLOYED					
	(Segment Assets - Segment Liabilities)					
	(a) Manufacturing of Adhesives & Emulsions	9,459.91	9,133.42	7,663.15	9,459.91	7,663.15
	(b) Trading in chemicals & Others	706.87	660.35	882.10	706.87	882.10
	TOTAL	10,166.78	9,793.77	8,545.25	10,166.78	8,545.25

Note :

In accordance with IND AS 108 on segment reporting and Company Accounting Standards Rules 2006, the Company has identified (a) manufacturing and incidental activities and (b) trading activities as reportable segments. There are no identified reportable geographical

For Nikhil Adhesives Limited



(Umesh J. Sanghavi)

DIN: 00491220

Director

Date : 16th May, 2023

Place : Mumbai





NIKHIL ADHESIVES LIMITED

An ISO 9001 : 2015 Certified Company

Head Office : 902, 9th Floor, A Wing, Kaledonia HDIL Building,
Sahar Road, Opp. D-Mart, Andheri (E), Mumbai- 400069.
Tel.: 91-22-2683 6564 / 6558 / 59 • E-mail : info@nikhiladhesives.com
Website : www.nikhiladhesives.com • CIN : L51900MH1986PLC041062



16th May, 2023

To,
The Manager- Listing Department
Bombay Stock Exchange Ltd
Phiroze Jeejeebhoy Towers
Dalal Street,
Fort, Mumbai-400 001.

BSE Scrip Code No: 526159

Dear Sir/Madam,

Sub: Declaration for unmodified opinion with Audit's Report on Annual Audited Financial Results for the year quarter and year ended on 31st March, 2023

This is in reference to the Regulation 33(3)(d) of the SEBI (Listing Obligation and Disclosures Requirements) Regulations, 2015. We hereby confirm and declare that the Statutory Auditors of the Company M/s. PPV & Co, Chartered Accountants (FRN: 153929W) has issued the Auditor's Report with un-modified opinion(s) in respect of Annual Audited Standalone Financial Results for the quarter and year ended on 31st March, 2023.

Kindly take the above information on your record.

Thanking you,

Yours faithfully,
For, Nikhil Adhesives Limited

UMESH
JAYANTILAL
SANGHAVI

Umesh J Sanghavi
Executive Chairman
DIN: 00491220

Digitally signed by
UMESH JAYANTILAL
SANGHAVI
Date: 2023.05.16
17:06:49 +05'30'



Unit I : Shreeji Estate, College Rd., Vadkun, Dahanu - 401 602. Maharashtra • Tel.: (02528) - 224463 / 093204 35588 • Fax : (02528) 226195.
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