

POLYCHEM LIMITED



CIN: L24100MH1955PLC009663

REGD. OFFICE: 7. JAMSHEDJI TATAROAD. CHURCHGATE RECLAMATION. MUMBAI-400 020

Ph: 022 - 2282 0048, Fax: 022 - 2285 0606

E-mail: polychemltd@kilachand.com , Website: www.polychemltd.com

Date: 05.02.2021

To
Head Listing Compliance
Bombay Stock Exchange Ltd.
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400 001

Company Code – 506605

Dear Sir/Ma'am,

Sub: Standalone and Consolidated Unaudited Financial Results for the Quarter and Nine months ended December 31, 2020

We are sending herewith Statement of Standalone and Consolidated Unaudited Financial Results along with the respective Limited Review Reports for the Quarter and Nine months ended December 31, 2020 from the Statutory Auditors, M/s. Nayan Parikh & Co., taken on record by the Board of Directors in their meeting held on 5th February, 2021.

Yours faithfully,
For **Polychem Limited**

(Deepali V Chauhan)
Company Secretary & Compliance Officer
Mem No. A38273

NAYAN PARIKH & CO.

(REGISTERED)

CHARTERED ACCOUNTANTS

OFFICE NO. 9, 2ND FLOOR, JAIN CHAMBERS, 577, S.V. ROAD, BANDRA (WEST), MUMBAI 400050, INDIA

PHONE : (91-22) 2640 0358, 2640 0359

Independent Auditor's Review Report on the Unaudited Standalone financial result for the quarter and nine months ended on December 31, 2020 of Polychem Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors
Polychem Limited

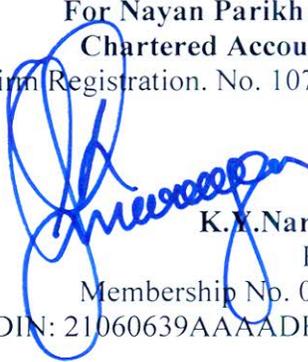
1. We have reviewed the accompanying statement of standalone unaudited standalone financial results ("the Statement") of **Polychem Limited** ("the Company") for the quarter and nine months ended December 31, 2020, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and has been 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 read with the relevant rules issued thereunder and other accounting principles generally accepted in India. 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 Engagement (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 are 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 the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards 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, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Nayan Parikh & Co.
Chartered Accountants
Firm Registration No. 107023W




K. N. Narayana
Partner
Membership No. 060639
UDIN: 21060639AAAADH6002

Place: Mumbai
Dated this 05th day of February, 2021

POLYCHEM LIMITED

CIN NO: L24100MH1955PLC009663

Regd. Office - 7 J Tata Road, Mumbai - 400020

Telephone: 91 22 22820048; Email: polychemltd@kriachand.com

Website: www.polychemltd.com

Unaudited Standalone Financial Results For The Quarter and Nine Months Ended December 31, 2020

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter ended on			Nine Months Ended		Year ended on
		31-Dec-20 Unaudited	30-Sep-20 Unaudited	31-Dec-19 Unaudited	31-Dec-20 Unaudited	31-Dec-19 Unaudited	
1	Revenue from Operations						
(a)	Net Sales	285.88	252.75	546.45	680.13	1,730.27	2,240.92
(b)	Other Operating Income	7.85	4.44	13.11	14.53	42.27	59.89
2	Other Income	46.53	21.92	25.88	116.49	67.45	75.36
3	Total Income (1+2)	340.26	279.11	585.44	811.15	1,839.99	2,376.17
4	Expenses						
(a)	Cost of materials consumed	115.53	113.08	283.82	297.39	907.63	1,160.97
(b)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	20.90	(6.42)	(7.74)	8.40	14.39	15.30
(c)	Processing charges	35.73	37.93	71.73	95.32	218.58	284.72
(d)	Employee benefits expense	71.77	68.80	72.02	210.45	209.43	289.80
(e)	Finance Costs	0.71	0.61	0.53	1.81	0.53	0.91
(f)	Depreciation and amortisation expense	13.78	12.35	22.80	37.21	38.02	51.01
(g)	Other expenses	47.97	58.14	53.71	127.02	205.94	262.68
5	Total Expenses	306.39	284.49	496.87	777.60	1,594.52	2,065.39
6	Profit / (Loss) before Tax (3-4)	33.87	(5.38)	88.57	33.55	245.47	310.78
	Tax expenses						
	Current Tax (for the year)	-	-	18.00	-	51.50	70.00
	Current Tax (relating to prior years)	0.33	(0.13)	-	0.20	-	-
	Deferred Tax	0.12	0.84	(0.29)	1.00	(0.77)	(0.16)
7	Net Profit / (Loss) for the period after Tax (5-6)	33.42	(6.09)	70.86	32.35	194.74	240.94
8	Other Comprehensive Income (Net of taxes)						
	Items that will not be re-classified to Profit or Loss :						
	Remeasurements of post employment benefit	(1.09)	(1.00)	(0.42)	(3.27)	(1.25)	(4.74)
9	Total Comprehensive Income for the period (7-8)	32.33	(7.09)	70.44	29.08	193.49	236.20
10	Paid-up Equity Share Capital (Face value Rs. 10/- per share)	40.40	40.40	40.40	40.40	40.40	40.40
11	Other Equity						
12	Earning Per Share - (Basic and diluted) (Rs.)*	8.27	(1.51)	17.54	8.01	48.20	59.63

*EPS is not annualised for the Quarter/Nine Months ended Dec 31, 2020, Sept 30, 2020 and Dec 31, 2019.

Notes :

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on February 05, 2021.
- 2 The Statutory auditor of the Company have conducted limited review of the financial results for the quarter and nine months ended December 31, 2020.
- 3 These results have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 4 Subsequent to the outbreak of Coronavirus (COVID-19) and subsequent lockdown across the country, the Company has gradually resumed operations with requisite precautions. However, disruptions to business worldwide and economic slowdown may have its eventual impact on the company. A definitive assessment of the impact is not possible in view of the highly uncertain economic environment and the scenario is still evolving. The company has assessed the impact of pandemic on its financial results/position based up to the date of approval of these financial results and expects to recover the carrying value of its assets. The company continues to monitor the economic effects of the pandemic while taking steps to improve its execution efficiencies and the financial outcome. The results for the quarter and nine months ended December 30, 2020 are therefore not comparable with those for the previous year's quarter and nine months ended December 30, 2019.
- 5 As per Ind AS 108 - "Operating Segment Information" has been provided under the Notes to Consolidated Financial Results.
- 6 The figures for the corresponding periods have been reclassified and/or regrouped, wherever necessary to confirm to the figures of the current period.

P. T. Kilachand

Place: Mumbai
Date : Feb 05, 2021

P T KILACHAND
(DIN No.:00005516)
Managing Director



NAYAN PARIKH & CO.

(REGISTERED)

CHARTERED ACCOUNTANTS

OFFICE NO. 9, 2ND FLOOR, JAIN CHAMBERS, 577, S.V. ROAD, BANDRA (WEST), MUMBAI 400050, INDIA.

PHONE : (91-22) 2640 0358, 2640 0359

Independent Auditor's Review Report on Unaudited Consolidated Financial Results for the quarter and nine months ended on December 31, 2020 of Polychem Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

**The Board of Directors
Polychem Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results of **Polychem Limited** ("the Parent") and its subsidiary (the parent and its subsidiary together referred to as the Group), and its share of the net profit/(loss) after tax and total comprehensive income/ loss of its Subsidiary for the quarter and nine months ended December 31, 2020 ("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. 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. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.



4. The Statement includes the standalone financial result of one subsidiary Gujarat Poly Electronics Limited.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the unaudited financial result of a subsidiary referred to in paragraph 6 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 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.
6. We did not review the unaudited standalone financial result of one subsidiary included in the unaudited consolidated result, whose unaudited standalone result reflect total revenue of Rs.400.65 lakhs and Rs.869.43 lakhs, total net profit/(loss) after tax Rs. 42.45 lakhs and Rs.15.57 lakhs, total comprehensive income of Rs. 41.86lakhs and Rs.13.79 lakhs for the quarter ended December 31, 2020 and for the period from April 01, 2020 to December 31, 2020, respectively, as considered in the consolidated unaudited financial result. This unaudited standalone financial result has been reviewed by other auditor whose report has been furnished to us by the 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 on the Statement is not modified in respect of the above matters.

For Nayan Parikh & Co.

Chartered Accountants

Firm Registration No. 107023W



A handwritten signature in blue ink, appearing to read 'K.Y. Narayana', written over the printed name and membership details.

K.Y. Narayana

Partner

Membership No. 060639

UDIN: 21060639AAAADI3399

Mumbai

Dated this 05th day of February, 2021

Unaudited Consolidated Financial Results For The Quarter and Nine Months Ended December 31, 2020

Sr. No.	Particulars	Quarter ended on				Nine Months Ended		Year ended on 31-Mar-20 Audited
		31-Dec-20 Unaudited	30-Sep-20 Unaudited	31-Dec-19 Unaudited	31-Dec-20 Unaudited	31-Dec-19 Unaudited	(Rs. in Lakhs)	
1	Revenue from Operations							
(a)	Net Sales	681.92	582.62	851.29	1,536.82	2,742.19	3,600.47	
(b)	Other Operating Income	9.72	7.18	14.59	19.93	45.90	63.14	
2	Other Income	49.15	23.78	28.18	126.02	71.17	111.61	
3	Total Income (1+2)	740.79	613.58	894.06	1,682.77	2,859.27	3,775.22	
4	Expenses							
(a)	Cost of materials consumed	116.00	113.97	284.52	298.99	909.84	1,163.82	
(b)	Purchase of stock-in-trade	241.65	158.11	187.75	552.27	577.54	763.63	
(c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	28.00	31.90	(7.05)	(20.62)	30.10	56.33	
(d)	Processing charges	33.73	37.93	71.73	95.32	218.58	284.72	
(e)	Employee benefits expense	139.96	139.31	145.98	415.49	433.98	583.15	
(f)	Finance Costs	0.89	0.74	0.70	2.27	0.70	1.32	
(g)	Depreciation and amortisation expense	19.51	17.57	31.16	53.61	52.84	70.17	
(h)	Other expenses	82.73	101.15	54.67	236.29	290.97	419.63	
5	Total Expenses	664.47	600.68	769.46	1,633.62	2,514.55	3,342.77	
6	Profit / (Loss) before Tax (3-4)	76.32	12.90	124.60	49.15	344.72	432.45	
	Tax expenses	-	-	18.00	-	51.50	70.00	
	Current Tax (for the year)	0.33	(0.13)	-	0.20	-	-	
	Deferred Tax	0.12	0.84	(0.29)	1.00	(0.77)	(0.16)	
7	Net Profit / (Loss) for the period after Tax (5-6)	75.87	12.19	106.89	47.95	293.99	362.61	
8	Other Comprehensive Income							
	Items that will not be re-classified to Profit or Loss:							
9	Re-measurements of the defined benefit plans (net of tax)	(1.69)	(1.59)	(0.85)	(5.05)	(2.52)	(8.78)	
10	Total Comprehensive Income for the period (7-8)	74.18	10.60	106.04	42.90	291.47	353.83	
	Profit / (Loss) attributable to:							
	Owners of the parent	56.34	3.80	90.30	40.79	248.33	306.63	
	Non controlling interest	19.53	8.39	16.59	7.16	45.66	55.98	
	Other Comprehensive Income attributable to:							
	Owners of the parent	(0.87)	(1.32)	(0.65)	(4.23)	(1.94)	(6.92)	
	Non controlling interest	(0.82)	(0.27)	(0.20)	(0.82)	(0.58)	(1.86)	
	Total Comprehensive Income attributable to:							
	Owners of the parent	55.47	2.48	89.65	36.56	246.39	299.71	
11	Non controlling interest	18.71	8.12	16.39	6.34	45.08	54.12	
12	Paid-up Equity Share Capital (Face value Rs. 10/- per share)	40.40	40.40	40.40	40.40	40.40	40.40	
13	Other Equity	-	-	-	-	-	-	
	Earning Per Share - (Basic and diluted) (Rs.)*	13.94	0.94	22.33	10.10	61.46	75.89	
	*EPS is not annualised for the Quarter/Nine Months ended Dec 31, 2020, Sept 30, 2020 and Dec 31, 2019.							

Notes:

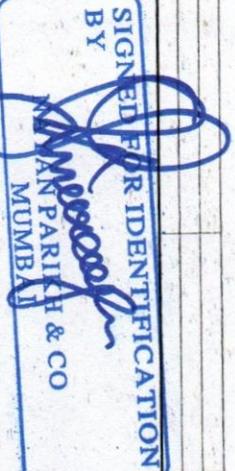
- The above results have been reviewed by the Audit Committee and approved by the Board of Directors in their meeting held on February 03, 2021.
- The Statutory auditor of the Company have conducted limited review of the financial results for the quarter and nine months ended December 31, 2020.
- These results have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- Subsequent to the outbreak of Coronavirus (COVID-19) and subsequent lockdown across the country, the Group has gradually resumed operations with requisite precautions. However, disruptions to business worldwide and economic slowdown may have its eventual impact on the Group. A definitive assessment of the impact is not possible in view of the highly uncertain economic environment and the scenario is still evolving. The Group has assessed the impact of pandemic on its financial results/position based up to the date of approval of these financial results and expects to recover the carrying value of its assets. The Group continues to monitor the economic effects of the pandemic while taking steps to improve its execution efficiencies and the financial outcome. The results for the quarter and nine months ended December 31, 2020 are therefore not comparable with those for the previous year's quarter and nine months ended December 31, 2019.

5 Segment information
 Segment information for primary segment reporting (by business segments).
 The Group has three business segments:
 (i) Property Development
 (ii) Specialty Chemicals
 (iii) Manufacturing and trading in Capacitors

Sr. No.	Particulars	Quarter ended on				Nine Months Ended		Year ended on
		31-Dec-20 Unaudited	30-Sep-20 Unaudited	31-Dec-19 Unaudited	31-Dec-20 Unaudited	31-Dec-19 Unaudited	31-Mar-20 Audited	
1	Segment Revenue (net sale/income from each segment)							
	(a) Property Development	285.88	232.75	546.45	680.13	1,730.27	2,240.92	
	(b) Specialty Chemicals	396.04	329.87	304.84	856.69	1,011.92	1,359.55	
	(c) Manufacturing and trading in Capacitors	58.87	30.96	42.76	145.95	117.07	174.75	
	(d) Unallocated	740.79	613.58	894.06	1,682.77	2,859.27	3,775.32	
	Total	740.79	613.58	894.06	1,682.77	2,859.27	3,775.32	
	Less: Inter Segment Revenue							
	Revenue from operations	740.79	613.58	894.06	1,682.77	2,859.27	3,775.32	
2	Segment Results							
	Profit/Loss before tax and interest from each segment							
	(a) Property Development	57.98	62.81	147.77	146.68	436.03	580.05	
	(b) Specialty Chemicals	42.46	18.24	36.05	15.57	100.21	122.63	
	(c) Manufacturing and trading in Capacitors	100.44	81.05	183.82	162.25	536.24	702.68	
	(d) Unallocated							
	Total	200.88	162.11	367.64	324.50	1,072.48	1,405.36	
	Less:							
	(i) Other Un-allocable Expenditure (net off)	24.12	68.14	59.21	113.10	191.51	270.23	
	(ii) Un-allocable income (net off)							
	(iii) Amount transferred on change in equity							
	(iv) Profit/Loss share of associate							
	Total Profit Before Tax	74.62	12.90	124.60	49.15	344.72	432.45	
3	Segment Asset							
	Segment assets - Segment liabilities)							
	(a) Property Development	164.21	163.51	161.25	164.21	161.25	162.77	
	(b) Specialty Chemicals	490.23	427.62	675.01	490.23	675.01	717.58	
	(c) Manufacturing and trading in Capacitors	1,151.93	1,046.41	1,058.45	1,151.93	1,058.45	1,058.21	
	(d) Unallocated	1,417.12	1,442.58	1,287.16	1,417.12	1,287.16	1,297.95	
	Total	3,223.48	3,080.13	3,181.86	3,223.48	3,181.86	3,236.51	
4	Segment Liabilities							
	(a) Property Development	119.55	106.28	123.66	119.55	123.66	192.58	
	(b) Specialty Chemicals	535.57	471.90	163.23	535.57	163.23	456.57	
	(c) Manufacturing and trading in Capacitors	73.86	81.70	434.54	73.86	434.54	85.28	
	(d) Unallocated	(5.34)	(24.59)	(20.71)	(5.34)	(20.71)	(11.68)	
	(e) NCI	733.65	635.29	700.72	733.65	700.72	722.75	
	Total	733.65	635.29	700.72	733.65	700.72	722.75	

6 The figures for the corresponding periods have been reclassified and/or regrouped, wherever necessary, to conform to the figures of the current period.

Place: Mumbai
 Date: Feb 05, 2021
 P. T. KILACHAND
 (DIN - 00005516)
 Managing Director

SIGNED FOR IDENTIFICATION
 BY

 P. T. KILACHAND & CO
 MUMBAI