

23rd October, 2020

DCS – Listing
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001
Scrip Code - 506655

Listing Department
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (East), Mumbai – 400 051
Scrip Symbol - SUDARSCHEM

Dear Sir,

**Sub : Statement of Unaudited Financial Results (Standalone and Consolidated)
for the quarter and half year ended 30th September, 2020**

Pursuant to the provisions of Regulation 30 (read with Part A of Schedule III) and Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI Listing Regulations, 2015), please find enclosed the Unaudited Financial Results (Standalone and Consolidated) for the quarter and half year ended 30th September, 2020, duly approved and taken on record by the Board of Directors of the Company at its meeting held today i.e. on Friday, 23rd October, 2020.

The 'Limited Review Report' issued by B S R & Associates LLP, Chartered Accountants, Statutory Auditors of the Company, with respect to the said results is also enclosed.

The Board Meeting commenced at 3.00 p.m. and concluded at 5.50 p.m.

Kindly take the same on record.

Thanking You,
Yours Faithfully,

For SUDARSHAN CHEMICAL INDUSTRIES LIMITED


MANDAR VELANKAR
DGM – LEGAL & COMPANY SECRETARY



Encl : As above

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SUDARSHAN CHEMICAL INDUSTRIES LIMITED

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Tel. : +91 20 68281200 Fax : +91 20 26058222 Email : investorrelations@sudarshan.com Website : www.sudarshan.com
CIN : L24119PN1951PLC008409

PART I - STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30th SEPTEMBER 2020

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		30.09.2020 (Unaudited)	30.06.2020 (Unaudited)	30.09.2019 (Unaudited)	30.09.2020 (Unaudited)	30.09.2019 (Unaudited) (Refer Note 2)	31.03.2020 (Audited) (Refer Note 2)
	Continuing Operations						
1	Income from operations						
	(a) Revenue from Operations	38,944.4	32,611.3	37,543.1	71,555.7	75,224.8	149,125.5
	(b) Other operating income	566.3	616.0	676.2	1,182.3	1,293.0	2,701.3
	Total income from operations	39,510.7	33,227.3	38,219.3	72,738.0	76,517.8	151,826.8
2	Other income (net)	51.6	22.0	106.2	73.6	194.5	771.3
3	Total Income (1 + 2)	39,562.3	33,249.3	38,325.5	72,811.6	76,712.3	152,598.1
4	Expenses						
	(a) Cost of materials consumed	22,208.7	18,217.4	23,837.7	40,426.1	46,287.3	94,312.9
	(b) Purchase of Stock-in-trade	-	-	16.3	-	16.3	41.7
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	875.2	1,065.7	(1,501.7)	1,940.9	(888.1)	(5,843.2)
	(d) Employee benefits expense	2,433.6	2,539.5	2,399.6	4,973.1	4,875.6	9,728.4
	(e) Finance costs	468.8	338.3	306.0	807.1	597.3	1,168.5
	(f) Depreciation and amortisation expense	2,147.9	2,138.2	1,680.9	4,286.1	3,366.1	7,239.4
	(g) Other expenses (refer note 6)	7,568.3	5,659.7	7,251.6	13,228.0	13,706.9	29,870.3
	Total expenses (4)	35,702.5	29,958.8	33,990.4	65,661.3	67,961.4	136,518.0
5	Profit before tax and exceptional items from continuing operations (3 - 4)	3,859.8	3,290.5	4,335.1	7,150.3	8,750.9	16,080.1
6	Exceptional Items						
	- Profit / (loss) on sale of subsidiary / division	-	-	-	-	1,932.9	1,716.6
	Exceptional Items (Refer Note 2 and 3)	-	-	-	-	1,932.9	1,716.6
7	Profit before tax from continuing operations (5 + 6)	3,859.8	3,290.5	4,335.1	7,150.3	10,683.8	17,796.7
8	Tax expense						
	(a) Current Tax						
	- on Continuing Operations excluding exceptional items	1,001.6	834.5	985.4	1,836.1	2,237.9	3,478.8
	- on Exceptional Items	-	-	-	-	429.7	379.3
	(b) Deferred Tax	79.7	104.9	(999.2)	184.6	(788.1)	(989.3)
	Total Tax Expense (refer note 5)	1,081.3	939.4	(13.8)	2,020.7	1,879.5	2,868.8
9	Profit from continuing operations (7 - 8)	2,778.5	2,351.1	4,348.9	5,129.6	8,804.3	14,927.9
	Discontinued Operations						
10	Profit before tax from discontinued operations	-	-	-	-	(83.8)	(83.8)
11	Tax expense of discontinued operations	-	-	-	-	(29.3)	(29.3)
12	Profit after tax from discontinued operations (10 - 11)	-	-	-	-	(54.5)	(54.5)
13	Profit after tax (9 + 12)	2,778.5	2,351.1	4,348.9	5,129.6	8,749.8	14,873.4
14	Other comprehensive income						
	(a) Items that will not be reclassified to profit or loss						
	Re-measurement gains / (losses) on post employment benefits obligations	(23.5)	32.7	(52.0)	9.2	(180.9)	(320.0)
	Income tax relating to above	9.0	(11.4)	18.2	(2.4)	63.2	111.8
		(14.5)	21.3	(33.8)	6.8	(117.7)	(208.2)
	(b) Items that will be reclassified to profit or loss						
	Effective portion of gains / (losses) on hedging instruments in cash flow hedges	358.6	(727.1)	(65.6)	(368.5)	(380.1)	(1,647.1)
	Income tax relating to above	(159.5)	254.1	22.9	94.6	132.8	575.6
		199.1	(473.0)	(42.7)	(273.9)	(247.3)	(1,071.5)
	Total Other comprehensive income (net of taxes) (14)	184.6	(451.7)	(76.5)	(267.1)	(365.0)	(1,279.7)
15	Total comprehensive income (13 + 14)	2,963.1	1,899.4	4,272.4	4,862.5	8,384.8	13,593.7
16	Paid-up equity share capital (Face Value Rs. 2/- per share)	1,384.5	1,384.5	1,384.5	1,384.5	1,384.5	1,384.5
17	Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year						61,869.7
18	Earnings per share from continuing operations (Refer Note 3) *						
	(of Rs. 2/- each)						
	Basic	4.0	3.4	6.3	7.4	12.7	21.6
	Diluted	4.0	3.4	6.3	7.4	12.7	21.6
19	Earnings per share from discontinued operations *						
	(of Rs. 2/- each)						
	Basic	-	-	-	-	(0.1)	(0.1)
	Diluted	-	-	-	-	(0.1)	(0.1)
20	Earnings per share *						
	(of Rs. 2/- each)						
	Basic	4.0	3.4	6.3	7.4	12.6	21.5
	Diluted	4.0	3.4	6.3	7.4	12.6	21.5

* Not annualised

PART II - STATEMENT OF STANDALONE ASSETS AND LIABILITIES

(Rs. in Lakhs)

	Particulars	As at 30.09.2020	As at 31.03.2020
A	ASSETS	(Unaudited)	(Audited)
1	Non-current Assets		
	(a) Property, plant and equipment	56,990.8	59,505.3
	(b) Capital work-in-progress	12,578.4	4,402.6
	(c) Other Intangible assets	2,660.2	1,847.1
	(d) Intangible assets under development	650.6	395.6
	(e) Investment in subsidiaries	4,275.6	4,275.6
	(f) Financial assets		
	i. Investments	108.2	88.8
	ii. Loans	266.2	166.0
	(g) Other non-current assets	5,756.2	6,338.5
	(h) Non-current tax assets (net)	2,801.1	2,401.7
	Total - Non-current Assets	86,087.3	79,421.2
2	Current Assets		
	(a) Inventories	33,512.3	33,946.7
	(b) Financial assets		
	i. Trade receivables	36,609.3	36,645.2
	ii. Cash and cash equivalents	128.9	232.5
	iii. Bank balances other than (ii) above	405.8	442.8
	iv. Derivatives	660.8	460.4
	v. Other financial assets	2,485.3	1,399.5
	(c) Other current assets	3,971.9	3,506.5
	Total - Current Assets	77,774.3	76,633.6
	TOTAL - ASSETS	163,861.6	156,054.8
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share Capital	1,384.5	1,384.5
	(b) Other Equity	66,795.3	61,869.7
	Total - Equity	68,179.8	63,254.2
2	Non-current Liabilities		
	(a) Financial liabilities		
	i. Borrowings	28,699.7	22,499.9
	ii. Other financial liabilities	165.1	150.6
	(b) Provisions	1,601.6	1,517.8
	(c) Deferred tax liabilities (net)	4,700.2	4,423.6
	Total - Non-current Liabilities	35,166.6	28,591.9
3	Current Liabilities		
	(a) Financial Liabilities		
	i. Borrowings	15,818.0	17,230.9
	ii. Trade payables - Due of micro and small enterprise	674.7	203.5
	ii. Trade payables - Others	31,227.5	35,415.2
	iii. Derivatives	445.1	567.8
	iv. Other financial liabilities	11,008.1	9,280.5
	(b) Other current liabilities	675.8	824.3
	(c) Provisions	631.0	651.5
	(d) Current tax liabilities (net)	35.0	35.0
	Total - Current Liabilities	60,515.2	64,208.7
	TOTAL - EQUITY AND LIABILITIES	163,861.6	156,054.8

PART III - STATEMENT OF STANDALONE CASH FLOW

(Rs. in Lakhs)

Particulars	Six Months Ended	
	30.09.2020 (Unaudited)	30.09.2019 (Unaudited)
Cash flow from operating activities		
Profit before tax and exceptional items from continuing operations	7,150.3	8,750.9
Adjustment for		
Depreciation / amortization	4,286.1	3,366.1
Unrealized foreign exchange Loss / (Gain)	265.9	(804.4)
Fair value (Gain) / Loss on derivatives	(323.1)	327.0
(Reversal)/ Provision for expected credit loss and bad debts	(191.7)	238.0
Finance costs	807.1	597.3
Interest income	(12.1)	(129.6)
Provision for Inventory Obsolescence	134.1	35.1
Others	(13.2)	(41.2)
Operating profit before working capital changes	12,103.4	12,339.2
Working capital adjustments :		
Increase / (decrease) in liabilities and provisions	(2,945.6)	3,581.9
Decrease / (increase) in current and other non-current assets	(1,017.3)	(6,908.1)
Cash generated from operations	8,140.5	9,013.0
Income taxes paid (net of refunds)	(2,051.2)	(2,679.7)
Net cash flow from operating activities from continuing operations	6,089.3	6,333.3
Net cash flow (used in)/ from operating activities from discontinued operations (refer note 2)	-	(83.8)
A Net cash flow from operating activities from continuing and discontinued operations	6,089.3	6,249.5
Cash flows from investing activities :		
Purchase of property, plant and equipments	(10,905.7)	(9,523.0)
Proceeds from sale of division and subsidiary, net of incidental expenses and taxes	-	2,276.7
Investments in Mutual funds/ Gain from mutual funds	-	(5,000.0)
Interest received	12.1	129.6
Loans to subsidiaries (given)/ repayment received	(100.2)	300.0
Others	(4.4)	142.7
Net cash flow (used in)/ from investing activities from continuing operations	(10,998.2)	(11,674.0)
Net cash flow (used in)/ from investing activities from discontinued operations	-	-
B Net cash flow (used in)/ from investing activities from continuing and discontinued operations	(10,998.2)	(11,674.0)
Cash flows from financing activities :		
Proceeds from long-term borrowings	10,364.9	15,409.5
Repayment of long-term borrowings	(3,312.7)	(4,620.3)
Dividend and tax thereon	(36.9)	(4,937.7)
Proceeds/ (Repayment) from short-term borrowings (net)	(1,412.9)	122.6
Finance costs paid	(807.1)	(597.3)
Others	10.0	-
Net cash flow from financing activities from continuing operations	4,805.3	5,376.8
Net cash flow (used in)/ from financing activities from discontinued operations	-	-
C Net cash flow (used in)/ from financing activities from continuing and discontinued operations	4,805.3	5,376.8
Net decrease in cash and cash equivalents (A + B + C)	(103.6)	(47.7)
Cash and cash equivalents at the beginning of the period	232.5	190.7
Cash and cash equivalents at the end of the period	128.9	143.0

NOTES :

- The above unaudited Standalone Financial Results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 23rd October, 2020. These unaudited Standalone Financial Results have been prepared in accordance with the Indian Accounting Standards ("Ind-AS") as specified under Section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and the provisions of the Companies Act, 2013.
- The Company entered into a Business Transfer Agreement dated 12th April, 2019 for transfer of its Industrial Mixing Solutions Division on a going concern basis. The resultant gain is recognised under "Exceptional Items" in the previous year. According to the requirements of Ind AS 105 – "Non current assets held for sale and discontinued operations", the operations related to the Industrial Mixing Solution Division have been classified as held for sale / discontinued operations. The results (profit / (loss)) of this business have been presented separately in the results for the comparative periods. The table below provides the details of revenue and profit before tax for the discontinued businesses.

Particulars	Quarter Ended			Six Months Ended		(Rs. in Lakhs)
	30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	Year Ended 31.03.2020
Revenue						
Industrial Mixing Solution Division	-	-	-	-	36.2	36.2
Total Revenue	-	-	-	-	36.2	36.2
Profit Before Tax						
Industrial Mixing Solution Division	-	-	-	-	(83.8)	(83.8)
Total Profit Before Tax	-	-	-	-	(83.8)	(83.8)

- Exceptional item pertains to the gain (adjusted for the costs directly related to the transaction) from divestment of the Company's Industrial Mixing Solutions Division during the year ended 31st March, 2020. The table below provides basic and diluted Earnings per share from continuing operations after excluding the exceptional items. (Refer Note 2 above)

Particulars	Quarter Ended			Six Months Ended		(Rs. in Lakhs)
	30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	Year Ended 31.03.2020
Profit before tax and exceptional items from continuing operations	3,859.8	3,290.5	4,335.1	7,150.3	8,750.9	16,080.1
Tax expense excluding tax on exceptional items	1,081.3	939.4	(13.8)	2,020.7	1,449.8	2,489.5
Reversal/ (Charge) of deferred tax expense (refer note 5 below)	(128.1)	-	1,083.5	(128.1)	1,083.5	2,305.5
Profit from continuing operations excluding tax (refer note 5) and exceptional items (net of related tax)	2,906.6	2,351.1	3,265.4	5,257.7	6,217.6	11,285.1
Basic Earnings per share from continuing operations excluding tax (refer note 5) and exceptional items (net of related tax) *	4.2	3.4	4.7	7.6	9.0	16.3
						* Not annualised

- Segment disclosure is presented in the consolidated results of the Group.
- The Government of India, on 20th September 2019, vide the Taxation Laws (Amendment) Ordinance 2019, inserted a new Section 115BAA in the Income Tax Act, 1961, which provides an option to the Company to pay income taxes at reduced tax rates as per the provisions/ conditions defined in the said section. The Company had evaluated and was expected to exercise the option of lower tax rate of 25.17% (inclusive of surcharge and cess) under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance 2019 in a subsequent financial year. Accordingly, the Company estimated the reversal of the deferred tax asset / liabilities until the date of exercise of the option and sums that reverse subsequent to exercise of the option. The effect of this change was recognised in tax expense for the six months and quarter ended 30th September, 2019 and year ended year ended 31st March, 2020 on an effective tax basis, resulting in reversal of deferred tax expense of Rs. 2,305.5 Lakhs in financial year ended 31st March, 2020 and Rs. 1,083.5 Lakhs in the six months and quarter ended 30th September, 2019, respectively on account of remeasurement of deferred tax liability.

During the current quarter, the Company has re-assessed the underlying assumptions based on the current business scenario and expansion plans and has decided to opt for the new tax rate of 25.17% (inclusive of surcharge and cess) in the current financial year 2020-2021. The effect of this change has been recognised in tax expense for the six months and quarter ended 30th September, 2020 on an effective tax basis, resulting in recognition of deferred tax expense of Rs. 128.1 Lakhs on account of remeasurement of deferred tax assets and liability. The effect of this change has resulted in additional current tax expense of Rs. 22.8 Lakhs on an effective tax basis which has been recognised during the six months and quarter ended 30th September 2020.

- Other expenses includes foreign exchange (gain)/ loss for the period.

Particulars	Quarter Ended			Six Months Ended		(Rs. in Lakhs)
	30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	Year Ended 31.03.2020
Foreign Exchange (Gain)/ Loss	(156.5)	(405.8)	(388.5)	(562.3)	(669.7)	61.6

- The Company has evaluated the impact of COVID pandemic on its business operations, liquidity and financial position and based on management's review of current indicators and economic conditions, no material adjustment is considered necessary to its standalone financial results as at 30th September, 2020.
- The "Limited Review" of the Unaudited Standalone Financial Results for the quarter ended 30th September, 2020 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, has been carried out by the Statutory Auditors.
- The Indian Parliament has approved the Code of Wages, 2019 and the Code on Social Security, 2020 ('the Codes') which could impact the coverage of employees and also the contributions by the Company towards Provident Fund and Gratuity. The Code of Wages, 2019 and the Code on Social Security, 2020 received the Presidential assent on 8th August 2019 and 28th September 2020 respectively. However, the effective date from which the changes are applicable is yet to be notified and the rules for quantifying the financial impact are yet to be framed. The Company will assess and record the impact of the Codes in the quarter when they come into effect.
- The aforesaid Unaudited Standalone Financial Results will be uploaded on the Company's website www.sudarshan.com and will also be available on the websites of BSE Limited www.bseindia.com and The National Stock Exchange of India Limited www.nseindia.com for the benefit of shareholders and investors.
- The previous period's numbers have been regrouped wherever necessary to meet current period's classification.

Pune : 23rd October, 2020

For and on behalf of the Board of Directors

Rajesh
Balkrishna Rathi

Digitally signed by Rajesh
Balkrishna Rathi
Date: 2020.10.23 17:18:53
+05'30'

R. B. RATHI
MANAGING DIRECTOR

B S R & Associates LLP

Chartered Accountants

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Limited Review Report on Unaudited Quarterly Standalone Financial Results and Standalone year-to-date results of Sudarshan Chemical Industries Limited under Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations 2015

To
Board of Directors of Sudarshan Chemical Industries Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Sudarshan Chemical Industries Limited for the quarter ended 30 September 2020 and the year-to-date results for the period from 1 April 2020 to 30 September 2020 ("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 Listing Regulations. 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.



B S R & Associates LLP

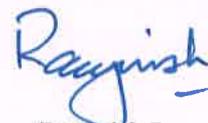
Limited Review Report on Unaudited Quarterly Standalone Financial Results and Standalone year-to-date results of Sudarshan Chemical Industries Limited under Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations 2015 (continued) – 30 September 2020

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 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 B S R & Associates LLP

Chartered Accountants

Firm's Registration No. 116231 W/W-100024



Raajnish Desai

Partner

Membership No. 101190

ICAI UDIN: 20101190AAAADG8483

Place: Pune

Date: 23 October 2020

SUDARSHAN CHEMICAL INDUSTRIES LIMITED

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CIN : L24119PN1951PLC008409

PART I - STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30th SEPTEMBER 2020

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		30.09.2020 (Unaudited)	30.06.2020 (Unaudited)	30.09.2019 (Unaudited) (Refer note 8)	30.09.2020 (Unaudited)	30.09.2019 (Unaudited) (Refer note 2&8)	31.03.2020 (Audited) (Refer note 2)
	Continuing Operations						
1	Income from operations						
	(a) Revenue from Operations	42,324.2	34,613.0	41,865.4	76,937.2	82,261.9	168,091.0
	(b) Other operating income	566.3	616.0	620.2	1,182.3	1,293.0	2,728.2
	Total income from operations	42,890.5	35,229.0	42,485.6	78,119.5	83,554.9	170,819.2
2	Other income (net)	181.5	30.5	145.8	212.0	230.0	468.1
3	Total income (1 + 2)	43,072.0	35,259.5	42,631.4	78,331.5	83,784.9	171,287.3
4	Expenses						
	(a) Cost of materials consumed	23,613.6	18,764.5	24,918.2	42,378.1	48,200.9	100,019.9
	(b) Purchase of Stock-in-trade	196.7	448.2	430.8	644.9	1,091.9	2,764.7
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	128.3	506.0	(1,166.1)	634.3	(910.8)	(5,168.4)
	(d) Employee benefits expense	3,650.5	3,680.5	3,522.1	7,331.0	6,934.0	14,574.7
	(e) Finance costs	514.7	389.6	370.3	904.3	742.0	1,422.6
	(f) Depreciation and amortisation expense	2,189.2	2,157.8	1,707.4	4,347.0	3,410.4	7,350.8
	(g) Other expenses (refer note 6)	8,532.5	6,533.4	8,151.4	15,065.9	15,300.9	33,997.1
	Total expenses (4)	38,825.5	32,480.0	37,934.1	71,305.5	74,769.3	154,961.4
5	Profit before tax and exceptional items from continuing operations (3 - 4)	4,246.5	2,779.5	4,697.3	7,026.0	9,015.6	16,325.9
6	Exceptional Items						
	- Profit / (loss) on sale of subsidiary / division	-	-	-	-	1,932.9	1,716.6
	Exceptional Items (Refer Note 3 and 4)	-	-	-	-	1,932.9	1,716.6
7	Profit before tax from continuing operations (5 + 6) (refer note 8)	4,246.5	2,779.5	4,697.3	7,026.0	10,948.5	18,042.5
8	Tax expense						
	(a) Current Tax						
	- on Continuing Operations excluding exceptional items	1,058.6	866.2	1,098.6	1,924.8	2,407.9	3,649.6
	- on Exceptional Items	-	-	-	-	429.7	379.3
	(b) Deferred Tax	154.7	93.4	(1,022.3)	248.1	(835.1)	(494.2)
	Total Tax Expense (refer note 5)	1,213.3	959.6	76.3	2,172.9	2,002.5	3,534.7
9	Profit from continuing operations (7 - 8)	3,033.2	1,819.9	4,621.0	4,853.1	8,946.0	14,507.8
	Discontinued Operations						
10	Profit before tax from discontinued operations (refer note 8)	-	-	-	-	(83.8)	(83.8)
11	Tax expense of discontinued operations	-	-	-	-	(29.3)	(29.3)
12	Profit after tax from discontinued operations (10 - 11)	-	-	-	-	(54.5)	(54.5)
13	Profit after tax (9 + 12)	3,033.2	1,819.9	4,621.0	4,853.1	8,891.5	14,453.3
14	Other comprehensive income						
	(a) Items that will not be reclassified to profit or loss						
	Re-measurement gains / (losses) on post employment benefits obligations	(23.5)	32.7	(52.0)	9.2	(180.9)	(302.9)
	Income tax relating to above	9.0	(11.4)	18.2	(2.4)	63.2	107.5
		(14.5)	21.3	(33.8)	6.8	(117.7)	(195.4)
	(b) Items that will be reclassified to profit or loss						
	Effective portion of gains / (losses) on hedging instruments in cash flow hedges	358.6	(727.1)	(65.6)	(368.5)	(380.1)	(1,647.1)
	Gain / (loss) on translation of foreign operations	42.7	23.1	182.3	65.8	211.6	318.8
	Income tax relating to above	(159.5)	254.1	22.9	94.6	132.8	575.6
		241.8	(449.9)	139.6	(208.1)	(35.7)	(752.7)
	Total Other comprehensive income (net of taxes) (14)	227.3	(428.6)	105.8	(201.3)	(153.4)	(948.1)
15	Total comprehensive income (13 + 14)	3,260.5	1,391.3	4,726.8	4,651.8	8,738.1	13,505.2
16	Paid-up equity share capital (Face Value Rs. 2/- per share)	1,384.5	1,384.5	1,384.5	1,384.5	1,384.5	1,384.5
17	Reserve excluding Revaluation Reserves as per Balance Sheet of previous accounting year						58,694.1
18	Earnings per share from continuing operations (Refer Note 4) * (of Rs. 2/- each)						
	Basic	4.4	2.6	6.7	7.0	12.8	21.0
	Diluted	4.4	2.6	6.7	7.0	12.8	21.0
19	Earnings per share from discontinued operations * (of Rs. 2/- each)						
	Basic	-	-	-	-	(0.1)	(0.1)
	Diluted	-	-	-	-	(0.1)	(0.1)
20	Earnings per share * (of Rs. 2/- each)						
	Basic	4.4	2.6	6.7	7.0	12.7	20.9
	Diluted	4.4	2.6	6.7	7.0	12.7	20.9

* Not annualised

PART II - STATEMENT OF CONSOLIDATED ASSETS AND LIABILITIES

(Rs. in Lakhs)

	Particulars	As at 30.09.2020	As at 31.03.2020
A	ASSETS	(Unaudited)	(Audited)
1	Non-current Assets		
	(a) Property, plant and equipment	57,413.0	59,883.2
	(b) Right-of-Use-Assets	207.9	225.2
	(c) Capital work-in-progress	12,578.4	4,402.6
	(d) Goodwill	684.4	684.4
	(e) Other Intangible assets	2,723.9	1,916.1
	(f) Intangible assets under development	650.6	395.6
	(g) Financial assets		
	i. Investments	108.2	88.8
	ii. Loans	92.4	87.6
	(h) Deferred Tax Assets (net)	567.4	552.5
	(i) Other non-current assets	4,861.8	5,735.5
	(j) Non-current tax assets (net)	2,989.3	2,622.2
	Total - Non-current Assets	82,877.3	76,593.7
2	Current Assets		
	(a) Inventories	41,903.8	41,066.4
	(b) Financial assets		
	i. Trade receivables	33,913.3	36,406.2
	ii. Cash and cash equivalents	631.6	818.2
	iii. Bank balances other than (ii) above	658.9	744.0
	iv. Derivatives	660.8	460.4
	v. Other financial assets	2,974.9	1,840.4
	(c) Other current assets	5,832.0	5,030.5
	Total - Current Assets	86,575.3	86,366.1
	TOTAL - ASSETS	169,452.6	162,959.8
B	EQUITY AND LIABILITIES		
1	Equity		
	(a) Equity Share Capital	1,384.5	1,384.5
	(b) Other Equity	63,408.9	58,694.1
	Total - Equity	64,793.4	60,078.6
2	Non-current Liabilities		
	(a) Financial liabilities		
	i. Borrowings	28,699.7	22,499.9
	ii. Lease liability	198.7	207.0
	iii. Other financial liabilities	165.1	150.6
	(b) Provisions	1,657.9	1,574.1
	(c) Deferred tax liabilities (net)	5,351.9	5,009.1
	Total - Non-current Liabilities	36,073.3	29,440.7
3	Current Liabilities		
	(a) Financial Liabilities		
	i. Borrowings	21,561.9	22,621.3
	ii. Trade payables - Due of micro and small enterprise	864.8	544.0
	ii. Trade payables - Others	31,662.0	36,865.3
	iii. Derivatives	445.1	567.8
	iv. Other financial liabilities	11,269.0	9,584.2
	(b) Other current liabilities	2,063.0	2,552.6
	(c) Provisions	660.1	664.1
	(d) Current tax liabilities (net)	60.0	41.2
	Total - Current Liabilities	68,585.9	73,440.5
	TOTAL - EQUITY AND LIABILITIES	169,452.6	162,959.8

PART III - SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lakhs)

Sr. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		30.09.2020 (Unaudited)	30.06.2020 (Unaudited)	30.09.2019 (Unaudited)	30.09.2020 (Unaudited)	30.09.2019 (Unaudited)	31.03.2020 (Audited)
1	Segment Revenue -						
	(a) Pigments	40,198.4	34,133.4	40,026.7	74,331.8	79,669.5	158,975.7
	(b) Others *	2,692.1	1,095.6	2,458.9	3,787.7	3,885.4	11,843.5
	Total :	42,890.5	35,229.0	42,485.6	78,119.5	83,554.9	170,819.2
	Less : Inter-segment revenue	-	-	-	-	-	-
	Total Revenue from continuing operations	42,890.5	35,229.0	42,485.6	78,119.5	83,554.9	170,819.2
	Discontinued Operations	-	-	-	-	36.2	36.2
	Total Revenue	42,890.5	35,229.0	42,485.6	78,119.5	83,591.1	170,855.4
2	Segment Results -						
	Profit / (Loss) before tax and finance cost						
	(a) Pigments	4,449.7	3,251.3	4,739.3	7,701.0	9,582.2	16,515.7
	(c) Others *	311.5	(82.2)	328.3	229.3	175.4	1,232.8
	Total :	4,761.2	3,169.1	5,067.6	7,930.3	9,757.6	17,748.5
	Less : (i) Finance cost	514.7	389.6	370.3	904.3	742.0	1,422.6
	Profit Before Tax from continuing operations:	4,246.5	2,779.5	4,697.3	7,026.0	9,015.6	16,325.9
	Profit Before Tax from discontinued operations	-	-	-	-	(83.8)	(83.8)
	Total Profit Before Tax	4,246.5	2,779.5	4,697.3	7,026.0	8,931.8	16,242.1
3	Capital Employed -						
	Segment Assets:						
	(a) Pigments	163,416.0	160,935.4	144,002.8	163,416.0	144,002.8	156,393.6
	(b) Others *	5,469.1	5,413.1	7,031.0	5,469.1	7,031.0	6,013.7
	Total Segment Assets :	168,885.1	166,348.5	151,033.8	168,885.1	151,033.8	162,407.3
	Segment Liabilities:						
	(a) Pigments	39,719.5	44,039.4	33,323.5	39,719.5	33,323.5	43,937.8
	(b) Others *	3,369.6	3,530.7	4,522.1	3,369.6	4,522.1	4,077.4
	Total Segment Liabilities :	43,089.1	47,570.1	37,845.6	43,089.1	37,845.6	48,015.2
	Total Capital Employed :	125,796.0	118,778.4	113,188.2	125,796.0	113,188.2	114,392.1

*Others - Comprises of Engineering business (Manufacturer of pollution controls equipments, size reduction equipments and pneumatic conveying systems.)

PART IV - STATEMENT OF CONSOLIDATED CASH FLOW

(Rs. in Lakhs)

Particulars	Six Months Ended	
	30.09.2020 (Unaudited)	30.09.2019 (Unaudited) (refer note 8)
Cash flow from operating activities		
Profit before tax and exceptional items from continuing operations	7,026.0	9,015.6
Adjustment for		
Depreciation / amortization	4,347.0	3,410.4
Unrealized foreign exchange Loss / (Gain)	265.9	(804.4)
Fair value (Gain) / Loss on derivatives	(323.1)	327.0
(Reversal)/ Provision for expected credit loss and bad debts	(138.5)	284.5
Finance costs	904.3	742.0
Interest income	(12.1)	(129.6)
Provision for Inventory Obsolescence	134.1	35.1
Others	(59.5)	5.7
Operating profit before working capital changes	12,144.1	12,886.3
Working capital adjustments :		
Increase / (decrease) in liabilities and provisions	(4,580.5)	3,013.9
Decrease / (increase) in current and other non-current assets	(191.7)	(4,989.1)
Cash generated from operations	7,371.9	10,911.1
Income taxes paid (net of refunds)	(2,088.9)	(2,733.1)
Net cash flow from operating activities from continuing operations	5,283.0	8,178.0
Net cash flow (used in)/ from operating activities from discontinued operations (refer note 2)	-	(267.9)
A Net cash flow from operating activities from continuing and discontinued operations	5,283.0	7,910.1
Cash flows from investing activities :		
Purchase of property, plant and equipments	(10,569.2)	(9,492.1)
Proceeds from sale of division and subsidiary, net of incidental expenses and taxes	-	2,276.7
Investment in mutual funds/ gain on mutual funds	-	(5,000.0)
Interest received	12.1	129.6
Others	35.9	140.7
Net cash flow (used in)/ from investing activities from continuing operations	(10,521.2)	(11,945.1)
Net cash flow (used in)/ from investing activities from discontinued operations	-	34.3
B Net cash flow (used in)/ from investing activities from continuing and discontinued operations	(10,521.2)	(11,910.8)
Cash flows from financing activities :		
Proceeds from long-term borrowings	10,365.0	15,409.5
Repayment of long-term borrowings	(3,312.7)	(4,620.3)
Dividend and tax thereon	(36.9)	(4,937.7)
Proceeds/ (Repayment) from short-term borrowings (net)	(1,059.5)	(1,471.2)
Finance costs paid	(904.3)	(742.0)
Net cash flow (used in)/ from financing activities from continuing operations	5,051.6	3,638.3
Net cash flow (used in)/ from financing activities from discontinued operations	-	414.0
C Net cash flow (used in)/ from financing activities from continuing and discontinued operations	5,051.6	4,052.3
Net (decrease)/ increase in cash and cash equivalents (A + B + C)	(186.6)	51.6
Cash and cash equivalents at the beginning of the period	818.2	474.7
Cash and cash equivalents at the end of the period	631.6	526.3

NOTES :

- The above unaudited consolidated financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 23rd October, 2020. These unaudited consolidated financial results have been prepared in accordance with the Indian Accounting Standards ("Ind-AS") as specified under Section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and the provisions of the Companies Act, 2013.
- The unaudited consolidated financial results include the Financial Results of the wholly owned subsidiaries viz. RIECO Industries Limited, Sudarshan Europe B.V. (The Netherlands), Sudarshan (Shanghai) Trading Company Limited (China); Sudarshan Japan Limited; and the step-down subsidiaries viz. Sudarshan North America Inc. (U.S.A.), and Sudarshan Mexico S de R.L.de CV (Mexico) (Hereinafter referred as "Group")
- The Holding Company entered into a Business Transfer Agreement dated 12th April, 2019 for transfer of its Industrial Mixing Solutions Division on a going concern basis. The resultant gain is recognised under "Exceptional Items" in the corresponding quarter of the previous year. According to the requirements of Ind AS 105 – "Non current assets held for sale and discontinued operations", the operations related to the Industrial Mixing Solution Division have been classified as held for sale / discontinued operations. The results (profit / (loss)) of this business have been presented separately in the results for the comparative periods. The table below provides the details of revenue and profit before tax for the discontinued businesses.

Particulars	Quarter Ended			Six Months Ended		Year Ended
	30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
Revenue						
Industrial Mixing Solution Division	-	-	-	-	36.2	36.2
Total Revenue	-	-	-	-	36.2	36.2
Profit Before Tax						
Industrial Mixing Solution Division	-	-	-	-	(83.8)	(83.8)
Total Profit Before Tax	-	-	-	-	(83.8)	(83.8)

- Exceptional item pertains to the gain (adjusted for the costs directly related to the transaction) from divestment of the Group's Industrial Mixing Solutions Division during the year ended 31st March, 2020. The table below provides basic and diluted Earnings per share from continuing operations after excluding the exceptional items. (Refer Note 3 above)

Particulars	Quarter Ended			Six Months Ended		Year Ended
	30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
Profit before tax and exceptional items from continuing operations	4,246.5	2,779.5	4,697.3	7,026.0	9,015.6	16,325.9
Tax expense excluding tax on exceptional items	1,213.3	959.6	76.3	2,172.9	1,572.8	3,155.4
Reversal/ (Charge) of deferred tax expense (refer note 5 below)	(128.1)	-	1,083.5	(128.1)	1,083.5	2,305.5
Profit from continuing operations excluding tax (refer note 5) and exceptional items (net of related tax)	3,161.3	1,819.9	3,537.5	4,981.2	6,359.3	10,865.0
Basic Earnings per share from continuing operations excluding tax (refer note 5) and exceptional items (net of related tax) *	4.6	2.6	5.1	7.2	9.2	15.7

* Not annualised

- The Government of India, on 20th September 2019, vide the Taxation Laws (Amendment) Ordinance 2019, inserted a new Section 115BAA in the Income Tax Act, 1961, which provides an option to the holding Company to pay income taxes at reduced tax rates as per the provisions/ conditions defined in the said section. The holding Company had evaluated and was expected to exercise the option of lower tax rate of 25.17% (inclusive of surcharge and cess) under Section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance 2019 in a subsequent financial year. Accordingly, the holding Company estimated the reversal of the deferred tax asset / liabilities until the date of exercise of the option and sums that reverse subsequent to exercise of the option. The effect of this change was recognised in tax expense for the six months and quarter ended 30th September, 2019 and year ended year ended 31st March, 2020 on an effective tax basis, resulting in reversal of deferred tax expense of Rs. 2,305.5 Lakhs in financial year ended 31st March, 2020 and Rs. 1,083.5 Lakhs in the six months and quarter ended 30th September, 2019, respectively on account of remeasurement of deferred tax liability.

During the current quarter, the holding Company has re-assessed the underlying assumptions based on the current business scenario and expansion plans and has decided to opt for the new tax rate of 25.17% (inclusive of surcharge and cess) in the current financial year 2020-2021. The effect of this change has been recognised in tax expense for the six months and quarter ended 30th September, 2020 on an effective tax basis, resulting in recognition of deferred tax expense of Rs. 128.1 Lakhs on account of remeasurement of deferred tax assets and liability. The effect of this change has resulted in additional current tax expense of Rs. 22.8 Lakhs on an effective tax basis which has been recognised during the six months and quarter ended 30th September 2020.

- Other expenses includes foreign exchange (gain)/ loss for the period.

Particulars	Quarter Ended			Six Months Ended		Year Ended
	30.09.2020	30.06.2020	30.09.2019	30.09.2020	30.09.2019	31.03.2020
Foreign Exchange (Gain)/ Loss	(164.3)	(339.3)	(405.6)	(503.6)	(656.3)	140.5

- The Group has evaluated the impact of COVID pandemic on its business operations, liquidity and financial position and based on management's review of current indicators and economic conditions, no material adjustment is considered necessary to its consolidated financial results as at 30th September, 2020.
- During the quarter ended 31st December, 2019, the Group has re-classified the operations of its wholly owned Subsidiary RIECO Industries Limited to continuing operations from earlier classified as discontinued operations as per Ind AS 105, "Non-current Assets Held for Sale and Discontinued Operations", since the mandate given for sale is withdrawn. Accordingly the results presented for earlier periods have been restated to include the operations of RIECO Industries Limited.
- The "Limited Review" of the Unaudited Consolidated Financial Results for the quarter ended 30th September, 2020 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, has been carried out by the Statutory Auditors.
- The Indian Parliament has approved the Code of Wages, 2019 and the Code on Social Security, 2020 ('the Codes') which could impact the coverage of employees and also the contributions by the Group towards Provident Fund and Gratuity. The Code of Wages, 2019 and the Code on Social Security, 2020 received the Presidential assent on 8th August 2019 and 28th September 2020 respectively. However, the effective date from which the changes are applicable is yet to be notified and the rules for quantifying the financial impact are yet to be framed. The Group will assess and record the impact of the Codes in the quarter when they come into effect.
- The aforesaid Unaudited Consolidated Financial Results will be uploaded on the Company's website www.sudarshan.com and will also be available on the websites of BSE Limited www.bseindia.com and The National Stock Exchange of India Limited www.nseindia.com for the benefit of shareholders and investors.
- The previous period's numbers have been regrouped wherever necessary to meet current period's classification.

Pune : 23rd October, 2020

For and on behalf of the Board of Directors

Rajesh
Balkrishna Rathi

Digitally signed by Rajesh Balkrishna Rathi
Date: 2020.10.23 17:24:53 +05'30'

R. B. RATHI
MANAGING DIRECTOR

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Chartered Accountants

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Limited Review Report on Unaudited Quarterly Consolidated Financial Results and Consolidated year-to-date results of Sudarshan Chemical Industries Limited under Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations 2015

To
Board of Directors of Sudarshan Chemical Industries Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Sudarshan Chemical Industries Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter ended 30 September 2020 and the year-to-date results for the period from 1 April 2020 to 30 September 2020 ("the Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (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 SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.



Registered Office

Limited Review Report on Unaudited Quarterly Consolidated Financial Results and Consolidated year-to-date results of Sudarshan Chemical Industries Limited under Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations 2015 (Continued) – 30 September 2020

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

a. Sudarshan Chemical Industries Limited - Holding Company

Subsidiary companies –

- b. Rieco Industries Limited
- c. Sudarshan Europe B.V.
- d. Sudarshan North America Inc.
- e. Sudarshan (Shanghai) Trading Company Limited
- f. Sudarshan Mexico S. de R.L. de CV.
- g. Sudarshan Japan Limited

5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the 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.

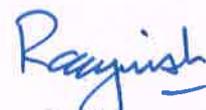
6. The Statement includes the interim financial information of 4 subsidiaries which have not been reviewed, whose interim financial information reflect total assets of Rs. 8,309.4 lakhs as at 30 September 2020 and total revenue of Rs. 2,895.8 lakhs and Rs. 5,363.5 lakhs, net loss after tax of Rs. 62.0 lakhs and Rs. 462.6 lakhs and total comprehensive loss of Rs. 27.3 lakhs and Rs. 395.7 lakhs for the quarter ended 30 September 2020 and for the period from 1 April 2020 to 30 September 2020, respectively, and net cash outflows of Rs. 57.9 lakhs for the period from 1 April 2020 to 30 September 2020, as considered in the Statement. According to the information and explanations given to us by the management, these interim financial information are not material to the Group.

Our conclusion on the Statement is not modified in respect of the above matter.

For B S R & Associates LLP

Chartered Accountants

Firm's Registration No. 116231W/W-100024



Rajnish Desai

Partner

Membership No. 101190

ICAI UDIN: 20101190AAAADH8626

Place: Pune

Date: 23 October 2020