

16th May 2023

The Manager
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400001

Dear Sirs,

Re : **Scrip Code No.530845**

Sub: **Outcome of the Board Meeting held on 16th May 2023**

This is to inform you that the Board of Directors of the Company at its meeting held today which commenced at 11.55 am and concluded at 01.00 pm, inter-alia, unanimously approved the following:

1. Audited Financial Results

Audited Financial Results for the quarter and year ended 31st March 2023. Copy of financial results along with Auditors Report issued by CNK & Associates LLP, Statutory Auditor of the Company are enclosed.

The aforesaid Auditor's Report for the period ended 31st March 2023, is with unmodified opinion.

2. Final Dividend

Recommendation of payment of final dividend @ Rs. 2/- per equity share of the face value of Rs.10/- each for the financial year ended 31st March 2023, subject to approval of shareholders at the ensuing 36th Annual General Meeting ("AGM").

The dividend, if approved, shall be paid/dispatched to the shareholders within 30 days of its approval by the shareholders, at the AGM.

3. Appointment of Statutory Auditors subject to approval of the members at the ensuing AGM

Recommendation of appointment of M/s. CNK & Associates LLP, Chartered Accountants (Firm Registration No 101961W/W100036) as Statutory Auditor, for a period of 5 years, to hold office from the conclusion of forthcoming AGM till the conclusion of the forty-first AGM to be held in the year 2028.

The intimation pursuant to the requirements of the SEBI Circular No. CIR/CFD/CMD/4/2015 dated 9th September 2015, is enclosed herewith as Annexure - A.





The 36th AGM of the Company shall be convened and held as per the directives and circulars issued by relevant authorities and the details thereof shall be intimated separately.

The trading window for dealing in securities of the Company shall open 48 hours after declaration of Financial Results by the Company for the quarter and year ended 31st March 2023.

Kindly acknowledge the receipt.

Thanking you,
Yours faithfully,
For **SUNSHIELD CHEMICALS LIMITED**

Amit Kumashi
Company Secretary



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Majestic, P.L.Lokhande
Marg, Opp.RBK
International School,
Chembur West,
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L99999MH1986PLC041612

SUNSHIELD CHEMICALS LIMITED

Regd. Office: 1501-A, Universal Majestic, P.L. Lokhande Marg, behind RBK International School, Chembur-West, Mumbai-400 043

Corporate Identity Number : L99999MH1986PLC041612

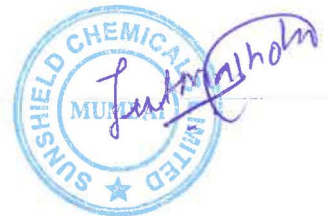
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E Mail : investorservices@sunshieldchemicals.com Website: www.sunshieldchemicals.com

FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023

Rs. In Lakhs (Except earnings per share)

Sr. No.	Particulars	Quarter ended			Year ended	
		Mar 31, 2023 (refer note 2)	Dec 31, 2022 (Reviewed)	Mar 31, 2022 (refer note 2)	Mar 31, 2023 Audited	Mar 31, 2022 Audited
1	Revenue from operations	6,646	5,124	6,674	24,476	24,400
2	Other income	75	61	44	182	71
3	Total Income (1+2)	6,721	5,185	6,718	24,658	24,471
4	Expenses					
	(a) Cost of materials consumed	4,305	3,916	4,951	16,981	17,267
	(b) Changes in inventories of finished goods and work-in-progress	305	(467)	(143)	(360)	(328)
	(c) Employee benefits expense	423	339	212	1,314	923
	(d) Finance costs	193	188	138	744	478
	(e) Depreciation	164	157	151	645	581
	(f) Other expenses	881	877	961	3,426	3,415
	Total expenses	6,271	5,010	6,270	22,750	22,335
5	Profit before exceptional item and tax (3-4)	450	175	448	1,908	2,136
6	Exceptional item (refer note 5)	-	-	-	-	1,782
7	Profit before tax (5-6)	450	175	448	1,908	3,918
8	Tax expense:					
	Current tax	52	72	(86)	481	683
	Deferred tax	71	3	255	69	487
	Prior year tax adjustment	(8)	-	-	(8)	-
9	Profit for the period/ year (7-8)	335	100	279	1,366	2,748
10	Other Comprehensive Income					
	Items that will not be reclassified to profit or loss					
	Remeasurements of post-employment benefit obligation	13	2	(8)	19	7
	Income tax related to items that will not be reclassified to profit or loss	(4)	(1)	2	(6)	(2)
11	Total Comprehensive Income for the period/year (9+10)	344	101	273	1,379	2,753
12	Paid up equity share capital (face value of Rs.10/- each)	735	735	735	735	735
13	Other Equity excluding revaluation reserve (as per last audited balance sheet)				5,865	4,632
14	Earnings per equity share (of Rs. 10/- each) (not annualised for the quarter)					
	Basic and diluted (before exceptional items)	4.56	1.36	3.80	18.58	13.13
	Basic and diluted (after exceptional items)	4.56	1.36	3.80	18.58	37.37



STATEMENT OF AUDITED BALANCE SHEET AS AT MARCH 31, 2023

Particulars	Rs. in Lakhs	
	As at	As at
	March 31, 2023	March 31, 2022
	Audited	Audited
I ASSETS		
1 Non-current assets		
(a) Property, plant and equipment	7,922	7,108
(b) Capital work-in-progress	85	737
(c) Intangible assets	20	-
(d) Financial assets		
i. Loans	-	3
ii. Other financial assets	1	33
(e) Other non-current assets	411	462
Total non-current assets	8,439	8,343
2 Current assets		
(a) Inventories	3,637	2,940
(b) Financial assets		
i. Trade receivables	4,011	4,134
ii. Cash and cash equivalents	7	447
iii. Bank balance other than (ii) above	172	137
iv. Loans	3	4
v. Other financial assets	-	2
(c) Other current assets	1,453	1,342
Total current assets	9,283	9,006
TOTAL ASSETS	17,722	17,349
II EQUITY AND LIABILITIES		
1 Equity		
(a) Equity share capital	735	735
(b) Other equity	5,865	4,632
Total equity	6,600	5,367
2 Non-current liabilities		
(a) Financial liabilities		
Borrowings	4,105	3,500
(b) Provisions	101	87
(c) Deferred tax liabilities (net)	618	488
Total non-current liabilities	4,824	4,075
3 Current liabilities		
(a) Financial liabilities		
i. Borrowings	3,607	4,354
ii. Trade payables		
Outstanding dues of micro enterprises and small enterprises	157	167
Outstanding dues of creditors other than above	2,215	3,151
iii. Other financial liabilities	216	125
(b) Provisions	22	47
(c) Other current liabilities	81	63
Total current liabilities	6,298	7,907
TOTAL LIABILITIES	11,122	11,982
TOTAL EQUITY AND LIABILITIES	17,722	17,349



STATEMENT OF AUDITED CASH FLOW FOR YEAR ENDED MARCH 31, 2023

Particulars	Rs. in Lakhs	
	Year ended (Audited)	
	March 31, 2023	March 31, 2022
(A) Cash flow from operating activities		
Profit before tax and after exceptional item (refer note 5)	1,908	3,918
Adjustments for:		
Depreciation and amortisation expense	645	581
Liabilities / provisions no longer required written back	-	(39)
Loss on disposal of property, plant and equipment (net)	67	-
Finance cost	744	478
Unrealised net exchange differences	(20)	(31)
Operating profit before changes in operating assets and liabilities	3,344	4,907
Changes in operating assets and liabilities		
Trade receivables	140	(1,193)
Inventories	(698)	(331)
Other assets	(59)	(565)
Trade payables	(944)	1,240
Other liabilities	(55)	8
Provisions	44	15
Cash flow from operations	1,772	4,081
Income taxes paid (refer note 5)	(363)	(784)
Net cash flows from operating activities (A)	1,409	3,297
(B) Cash flow used in investing activities		
Payments for property, plant and equipment, capital work-in-progress	(821)	(1,634)
Proceeds from disposal of property, plant and equipment	3	-
Investment in fixed deposits with bank (Under Lien)	(35)	(77)
Net cash used in investing activities (B)	(853)	(1,711)
(C) Cash flow from/ (used in) financing activities		
Borrowing taken	4,376	11,754
Repayment of borrowings	(4,572)	(12,100)
Interest paid	(712)	(510)
Dividend paid	(145)	-
Net cash flows from/ (used in) financing activities (C)	(1,053)	(856)
Net Increase in cash and cash equivalents (A)+(B)+(C)	(497)	730
Cash and cash equivalents at the beginning of the year	447	(283)
Cash and cash equivalents at the end of the year	(50)	447
Reconciliation of cash and cash equivalents with the balance Sheet		
Cash and bank balances as per balance sheet	7	447
Bank overdrafts	(57)	-
Cash and cash equivalents as per statement of cash flows	(50)	447



Notes :

- 1 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on May 16, 2023. The same have been audited by the Statutory Auditors who have issued an unmodified opinion thereon.
- 2 The figures of the last quarter are the balancing figures between the audited figures in respect of full financial year and the published year to date figures upto the third quarter of the respective financial years. These have been subjected to limited review by the auditors.
- 3 The aforesaid financial results of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules thereafter.
- 4 The Company's management, pursuant to Ind AS 108 - Operating Segments, has concluded that the Company has only one reportable segment which is Speciality Chemicals. Accordingly, no separate disclosures of segment information have been made.
- 5 During the quarter ended June 30, 2021, on account of product rationalisation activities of the Company, certain products manufactured by it and it's related Technology, Specifications, Brand Names and Customer Contracts ("Specified Assets") were transferred to Solvay Specialities India Private Limited for a consideration of Rs. 1,782 Lakhs. These specified assets are internally generated over a period of time and hence, as per Ind AS, there was no cost attributable to these specified assets, The entire consideration also being the gain on such transfer was shown as an exceptional item. Further the tax liability of Rs. 488 Lakhs on this gain was considered under 'Tax expenses' under the sub heading current tax.
- 6 The Board of Directors of the Company have recommended Final Dividend of Rs 2/- per share for the financial year ended 31st March 2023 to be paid on fully paid Equity Shares amounting to Rs 147.06 lakhs. The Final dividend is subject to the approval of shareholder at Annual general Meeting and has not been included as liability in these financial statements.
- 7 The Figures of Previous Periods have been regrouped wherever necessary.

For and on behalf of the Board of Directors
SUNSHIELD CHEMICALS LIMITED

Jeet Malhotra
Managing Director & CEO
DIN: 07208234

Place: Mumbai
Date: May 16, 2023



Independent Auditor's Report on Audited Financial Results of Sunshield Chemicals Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**TO THE BOARD OF DIRECTORS OF
Sunshield Chemicals Limited**

Report on the audit of the Financial Results

Opinion

We have audited the accompanying statement of Financial Results of Sunshield Chemicals Limited (the Company) for the quarter and financial year ended 31st March 2023 (the "**Statement**"), attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("**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 Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and financial year ended 31st March 2023.

Basis of 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 SAs are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Financial Results 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 Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Management's Responsibilities for the Financial Results

The Statement has been prepared on the basis of the Financial Statements. The Company's Board of Directors are responsible for the preparation and presentation of these Financial Results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian 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 Regulations. 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 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 Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Financial Results, the Board of Directors are 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.

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

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the Financial Results as a whole are 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 these Financial Results.

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 Results, 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 controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of Financial Statements on whether the Company has adequate internal financial controls with reference to Financial Statements 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 in the Financial Results made by the



Board of Directors;

- 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 Results 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 Results, including the disclosures, and whether the Financial Results represent the underlying transactions and events in a manner that achieves fair presentation;

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 matter

The Statement includes the results for the quarter ended 31st March 2023, being the balancing figures between the audited figures in respect of full financial year ended 31st March 2023 and the published unaudited year to date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For **C N K & Associates LLP**
Chartered Accountants
Firm Registration No. 101961W/W-100036



Diwakar Sapre
Partner
Membership No.040740
Place: Mumbai
Date: 16th May,2023
UDIN: 23040740BGSEUD7196



Annexure A

Sr. no.	Particulars	Details
1	Name of the Company	Sunshield Chemicals Limited
2	Name of Auditor	CNK & Associates LLP (Chartered Accountants) (Firm Registration number: 101961W/W100036)
3	Reason for Change viz., appointment, resignation, removal, death or otherwise	Appointed as Statutory Auditor
4	Effective Date of Appointment	M/s. CNK & Associates LLP will hold office as Statutory Auditors of the Company from the conclusion of the ensuing 36 th AGM and shall hold the office till the conclusion of the 41 st AGM of the Company subject to the approval of the Shareholders.
5	Brief profile	<p>Established in the year 1936, CNK & Associates LLP (the Firm) is a third-generation firm, which caters to diverse businesses of all sizes, but with a specific emphasis on the MSME Sector.</p> <p>The Firm is a multi-disciplinary firm specializing in providing a wide spectrum of professional services under one roof to leading domestic and multinational corporations, spread across virtually all sectors.</p> <p>The Firm has presence in major cities in India. The Firm has been associated as Statutory Auditor of many listed and other large companies, Banks, including PSUs (including a Fortune 500 company) for more than 5 decades and is closely working with regulatory bodies in various capacities. The Firm has been subjected to Peer Review process by The Institute of Chartered Accountants of India The Firm has significant experience in audit of large manufacturing entities.</p>
6	Disclosure of relationships between directors (in case of appointment of a director)	Not Applicable

Ankurashi

