

HEUBACH COLORANTS INDIA LIMITED
Formerly known as
Clariant Chemicals (India) Limited

Reliable Tech Park, Gut no. 31,
Village Elthan, Off Thane-Belapur Road,
Airoli, Navi Mumbai – 400708, Maharashtra
Phone: 022-71251000
CIN number: L24110MH1956PLC010806
www.heubach.com

heubach

November 9, 2022

To, Bombay Stock Exchange Limited Corporate Relationship Department 1 st Floor, New Trading Ring Rotunda Building, P. J. Towers Dalal Street, Mumbai - 400 001 Script: 506390 E-mail: corp.relations@bseindia.com	To, The National Stock Exchange of India Limited Listing Department, Exchange Plaza, 5 th floor, Plot No. C/1, G Block, Bandra-Kurla Complex, Bandra (E), Mumbai - 400 051 Script: CLNINDIA E-mail: cmlist@nse.co.in
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Sub.: Outcome of Board Meeting – November 9, 2022

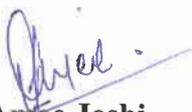
Dear Sir,

We wish to inform you that the Board of Directors of the Company have at their meeting held on November 9, 2022, inter alia, approved and taken on record the Unaudited Financial Results and Limited Review Report (enclosed herewith below) for the quarter and half year ended September 30, 2022 along with the Statement of Assets and Liabilities and Cash Flow Statement as on September 30, 2022.

The Board meeting commenced at 2:30 p.m. and concluded at 4:20 p.m.

Kindly take the above information on record and acknowledge the receipt.

Thanking you,
Yours faithfully,
For **Heubach Colorants India Limited**


Anree Joshi
Company Secretary

Encl.: As above

Independent Auditor’s Review Report on unaudited quarterly and year to date financial results of Heubach Colorants India Limited (formerly Clariant Chemicals (India) Limited) pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**To The Board of Directors of Heubach Colorants India Limited
(formerly Clariant Chemicals (India) Limited)**

1. We have reviewed the accompanying statement of unaudited financial results of Heubach Colorants India Limited (formerly Clariant Chemicals (India) Limited) (‘the Company’) for the quarter ended September 30, 2022 and the year to-date results for the period April 01, 2022 to September 30, 2022 (‘the Statement’) attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (‘the Regulations’).
2. This Statement, which is the responsibility of the Company’s Management and approved by the Company’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 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India and in compliance with the 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 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 is free of material misstatement. A review 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.



MSKA & Associates

Chartered Accountants

4. Based on our review conducted 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 Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For M S K A & Associates

Chartered Accountants

ICAI Firm Registration No.105047W


Vishal Vilas Divadkar

Membership No.: 118247

UDIN: 22118247BCPH



Place: Mumbai

Date: November 9, 2022

**STATEMENT OF UNAUDITED RESULTS
FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2022**

(₹ in Lakhs)

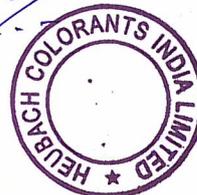
Particulars	3 months ended	3 months ended	3 months ended	6 months ended	6 months ended	Year ended
	30-09-2022	30-06-2022	30-09-2021	30-09-2022	30-09-2021	31-03-2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Income						
(a) Revenue from operations	18,841	22,009	19,488	40,850	40,764	83,951
(b) Other income	174	283	50	457	719	867
Total Income	19,015	22,292	19,538	41,307	41,483	84,818
2 Expenses						
(a) Cost of materials consumed	10,510	10,244	9,968	20,754	23,031	47,960
(b) Purchases of stock-in-trade	1,841	1,866	1,640	3,707	3,785	7,202
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(639)	2,285	827	1,646	(1,195)	(1,665)
(d) Employee benefits expense	1,784	1,615	1,742	3,399	3,306	6,390
(e) Finance costs	8	8	12	16	21	47
(f) Depreciation and amortisation expense	517	517	510	1,034	1,019	2,035
(g) Other expenses	3,922	4,286	4,243	8,208	8,958	17,899
Total expenses	17,943	20,821	18,942	38,764	38,925	79,868
3 Profit before tax and exceptional item	1,072	1,471	596	2,543	2,558	4,950
Exceptional item (Refer note 3)	(632)	-	-	(632)	-	-
4 Profit before tax	440	1,471	596	1,911	2,558	4,950
5 Income Tax expense						
(a) Current tax	293	417	211	710	595	1,163
(b) Deferred tax	(20)	(40)	(51)	(60)	96	116
(c) Tax expense of prior years (Refer note 3 and 4)	940	-	-	940	-	(661)
Total tax expense	1,213	377	160	1,590	691	618
6 Net Profit / (Loss) for the period / Year	(773)	1,094	436	321	1,867	4,332
7 Other comprehensive Income / (Loss) (net of tax)						
(Items that will not be reclassified to profit or loss)						
(a) Remeasurement of the defined benefit plans	(3)	(3)	45	(5)	(53)	143
(b) Income tax relating to items that will not be reclassified to profit or loss	1	1	(11)	1	13	(36)
	(2)	(2)	34	(4)	(40)	107
8 Total comprehensive Income / (Loss) for the period / Year	(775)	1,092	470	317	1,827	4,439
9 Paid up equity share capital (Face value of ₹10 each)	2,308	2,308	2,308	2,308	2,308	2,308
10 Other equity (including reserves)						39,078
11 Earnings per share (of ₹ 10 each)						
Basic and diluted (₹)	(3.35)	4.74	1.89	1.39	8.09	18.77

Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors on its meeting held on November 09, 2022. In terms of SEBI Circular CIR/CFD/CMD56/2016 dated May 27, 2016, the Company hereby declares that the Auditors have issued Limited Review Report with unmodified opinion on unaudited results for the quarter and six months ended September 30, 2022.
- This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- The Company has recorded tax expense ₹ 940 Lakhs and interest thereon ₹ 632 aggregating to ₹ 1,572 Lakhs in respect of AY 2012-13 against the demand raised vide assessment order dated November 09, 2017 consequent to "Mutual Agreement Procedure (MAP)" resolution agreed between Indian and Singapore competent authorities in accordance with rule 44G(6) of the Income Tax Rules, 1962. This case is primarily related to transfer pricing adjustment arising from international transactions with Associated Enterprise "Clariant (Singapore) Pte Ltd". The Company had deposited ₹ 1,832 lakhs under protest with Income Tax Authorities in earlier years. The tax expenses and interest thereon have been disclosed under "Tax expense of prior years" and "Exceptional item" respectively for the quarter and six month period ended September 30, 2022.



[Handwritten Signature]



- 4) Write back of tax expenses during the quarter and year ended March 31, 2022 relates to the provision no longer required in respect of the settlement of tax litigations of earlier years.
- 5) Pursuant to the Agreement for Sale of Assets effective from February 28, 2021, Property, Plant and Equipment including leasehold improvements, furniture and fixtures and equipments of the Company situated at Reliable Tech Park, Airoli Office has been transferred to Clariant India Limited, a related party of the Company. The sale was subsequently concluded in June 30, 2021 quarter for ₹ 2,355 Lakhs, as a result, the Company has recognised profit on sale of these assets in other income of ₹ 573 lakhs in the quarter ended June 30, 2021 and year ended March 31, 2022.
- 6) The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contribution by the Company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in the financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.
- 7) The Company has received a demand notice of ₹ 92.41 lakhs, ₹ 306.07 lakhs and ₹ 923.70 lakhs including interest of ₹ 3.55 lakhs, ₹ 11.77 lakhs and ₹ 34.90 lakhs respectively against alleged short deduction of TDS on the dividend payments made to then parent companies during the quarter ended December 31, 2021, September 30, 2021 and year ended March 31, 2021 respectively.
The Management is confident that, on the basis of its technical evaluation and indemnification letter received from promoter shareholders, there will be no liability that will devolve on the Company and accordingly no provision has been made in books of accounts in respect of this demand.
- 8) The Board, at their meeting held on April 22, 2022, based on recommendation of the Nomination & Remuneration Committee and subject to approval of shareholders through Postal Ballot, appointed Mr. Bharath R. Sesha as the Managing Director; Mr. Ravi Kapoor as a Non-Executive Director, acting as the Chairman of the Company; and Mr. Abhijit Naik as the Whole Time Director of the Company, effective from April 23, 2022. Moreover, consequent to acquisition of the Company by S K Capital and Heubach Group, Mr. Alfred Muench, Mr. Thomas Wenger and Mr. Sanjay Ghadge, Non-Executive Directors of the Company, being Clariant's representatives, have resigned from Directorship of the Company effective from April 23, 2022.
- 9) The figures for the previous periods have been regrouped/recasted wherever necessary, to conform to the current period's classification.

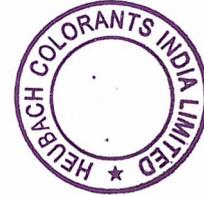
Place : Mumbai
Date : Nov 09, 2022
www.heubach.Com



For Heubach Colorants India Limited



Bharath Sesha
Managing Director
DIN: 01983066



STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2022

(₹ in Lakhs)

Particulars	As at	As at
	30-09-2022	31-03-2022
	(Unaudited)	(Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment and intangible assets	13,981	14,057
(b) Capital work-in-progress	742	811
(c) Goodwill	894	894
(d) Right of use assets	11	26
(e) Financial assets		
(i) Loans	14	18
(ii) Other financial assets	439	469
(f) Other non-current assets	1,759	1,622
(g) Non-current tax assets (net)	3,524	5,096
Sub-total - Non-current assets	21,364	22,993
Current assets		
(a) Inventories	12,778	14,967
(b) Financial assets		
(i) Investments	-	930
(ii) Trade receivables	14,910	16,832
(iii) Cash and cash equivalents	3,510	693
(iv) Bank balances other than (iii) above	507	512
(v) Loans	14	12
(vi) Other financial assets	49	17
(c) Other current assets	6,247	6,647
Sub-total - Current assets	38,015	40,610
TOTAL - ASSETS	59,379	63,603
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	2,308	2,308
(b) Other equity	39,394	39,078
Sub-total - Equity	41,702	41,386
Non-current liabilities		
(a) Provisions	575	514
(b) Deferred tax liabilities (net)	753	814
Sub-total - Non-current liabilities	1,328	1,328
Current liabilities		
(a) Financial liabilities		
(i) Trade payables		
(a) Total outstanding dues of micro and small enterprises	154	236
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	12,494	16,747
(ii) Lease liabilities	3	21
(iii) Other financial liabilities	1,764	1,941
(b) Other current liabilities	169	202
(c) Provisions	662	753
(d) Current tax liabilities (net)	1,103	989
Sub-total - Current liabilities	16,349	20,889
TOTAL - EQUITY AND LIABILITIES	59,379	63,603

Place : Mumbai
Date : Nov 09, 2022
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For Heubach Colorants India Limited

Bharath Sesa
Managing Director
DIN: 01983066

STATEMENT OF CASH FLOWS FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2022

(₹ in Lakhs)

Particulars	Six Months ended 30-09-2022	Six Months ended 30-09-2021
	(Unaudited)	(Unaudited)
A. Cash flow from operating activities :		
Profit before tax	1,911	2,558
Adjustments for:		
Depreciation and amortisation expense	1,034	1,019
Unrealised foreign exchange (Gain) / loss (net)	(93)	27
Interest income	(1)	(18)
(Profit) on sale of property, plant and equipment	(3)	(573)
Fair value gain on investments	(1)	(18)
Employee share based payments expense	-	81
Provision for allowances for credit losses	(10)	3
Finance costs	16	22
Exceptional Item	632	-
Operating profit before working capital changes	3,485	3,101
Adjustments for (Increase)/Decrease in working capital :		
Trade receivables	2,005	2,803
Other current assets	399	(542)
Other non-current assets	(136)	81
Other financial assets	5	334
Inventories	2,189	(914)
Trade payables	(4,316)	(4,088)
Non-current provisions	56	98
Current provisions	(91)	(219)
Other current liabilities	(33)	(96)
Other financial liabilities	(193)	(269)
Cash generated from operations	3,370	289
Taxes paid (net of refunds)	(598)	(640)
Net cash generated / (Used) from operating activities	2,772	(351)
B. Cash flow from investing activities :		
Purchase of property, plant and equipment (Including capital work-in-progress)	(874)	(1,178)
Sale proceeds of property, plant and equipment	4	2,355
Purchase of current investments	-	(21,191)
Sale proceeds of current investments	932	22,173
Interest income received	1	18
Net Cash generated from investing activities	63	2,177
C. Cash flow from financing activities :		
Finance costs paid	-	(5)
Dividend paid	-	(3,462)
Principal payment of lease liabilities	(17)	(16)
Interest payment of lease liabilities	(1)	(2)
Net Cash used in financing activities	(18)	(3,485)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	2,817	(1,659)
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF THE YEAR / PERIOD	693	2,425
CASH AND CASH EQUIVALENTS AS AT THE END OF THE PERIOD (NET OF BANK OVERDRAFT)	3,510	766

Place : Mumbai
Date : Nov 09, 2022
www.heubach.com



For Heubach Colorants India Limited

Bharath Sesha
Managing Director
DIN: 01983066



SEGMENT WISE REVENUE, RESULTS, SEGMENT ASSETS, SEGMENT LIABILITIES AND CAPITAL EMPLOYED FOR QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2022

(₹ in Lakhs)

Particulars	3 months ended	3 months ended	3 months ended	6 months ended	6 months ended	Year Ended
	30-09-2022	30-06-2022	30-09-2021	30-09-2022	30-09-2021	31-03-2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Segment revenue						
Plastics and Coatings	17,722	21,091	18,250	38,813	38,242	78,487
Specialty Chemicals	1,119	918	1,238	2,037	2,522	5,464
Total revenue from operations	18,841	22,009	19,488	40,850	40,764	83,951
2. Segment results						
Plastics and Coatings	915	1,341	513	2,256	2,439	4,681
Specialty Chemicals	168	133	90	301	121	260
Total Segment results	1,083	1,474	603	2,557	2,560	4,941
Less : (1) Finance costs	8	8	12	16	21	47
(2) Other unallocable expenditure / (income) net	3	(5)	(5)	(2)	(19)	(56)
Profit before tax	1,072	1,471	596	2,543	2,558	4,950
3. Segment assets						
Plastics and Coatings	50,649	56,845	51,762	50,649	51,762	55,708
Specialty Chemicals	425	201	326	425	326	146
Unallocable	8,305	9,230	6,965	8,305	6,965	7,749
Total	59,379	66,276	59,053	59,379	59,053	63,603
4. Segment liabilities						
Plastics and Coatings	15,669	21,480	16,528	15,669	16,528	19,803
Specialty Chemicals	152	139	259	152	259	99
Unallocable	1,856	2,179	3,099	1,856	3,099	2,315
Total	17,677	23,798	19,886	17,677	19,886	22,217
5. Capital employed						
Plastics and Coatings	34,980	35,365	35,234	34,980	35,234	35,905
Specialty Chemicals	273	62	67	273	67	47
Unallocable	6,449	7,051	3,866	6,449	3,866	5,434
Total	41,702	42,478	39,167	41,702	39,167	41,386

Place : Mumbai
Date : Nov 09, 2022
www.heubach.com



For Heubach Colorants India Limited

Bharath Sesha
Managing Director
DIN: 01983066

