



SECY/S.E./L.A./2020-21Q2

November 10, 2020

BSE Limited  
Department of Corporate Services  
Phiroze Jeejeebhoy Towers,  
25<sup>th</sup> Floor, Dalal Street,  
**MUMBAI – 400 001.**

**SCRIP CODE : 506854**

Dear Sir,

Sub: Outcome of Board Meeting held on 10.11.2020– reg.  
Ref: Regulation 30 of SEBI (LODR) Regulations, 2015.

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We wish to inform that the Board of Directors of the Company at their meeting held today at Chennai, *inter alia* considered and approved the Standalone Unaudited Financial Results for the period ended 30<sup>th</sup> September, 2020.

We are sending herewith the following as required under Regulation 33 of SEBI (LODR), 2015, read with listing requirements:

- (a) Statement of Standalone Unaudited Financial Results for the half year ended 30<sup>th</sup> September, 2020 along with notes on Statement of Assets and Liabilities as at the period ended 30<sup>th</sup> September 2020 and Cash Flow Statement for the half year ending on 30<sup>th</sup> September 2020.
- (b) Report on Limited Review for the quarter ended 30<sup>th</sup> September, 2020.

As required under Regulation 47 of SEBI (LODR) Regulations, 2013, the financial results will be published in the newspapers within the stipulated time as per prescribed format.

The meeting of the Board commenced at 1.00 P.M. and concluded at 2.15 P.M.

Thanking you,

Yours faithfully,  
for TANFAC INDUSTRIES LIMITED

  
(N.R RAVICHANDRAN)  
CHIEF FINANCIAL OFFICER

Encl. : As above

**TANFAC INDUSTRIES LIMITED**  
(Joint Sector Company with TIDCO)

Regd. Office & Factory : 14, SIPCOT Industrial Complex, Cuddalore - 607 005. Tamil Nadu, INDIA

Tel : +91 - 4142 - 239001 - 5, Fax : +91 - 4142 - 239008,

Chennai Off : Oxford Centre, 1st Floor, 66, Sir C.P. Ramaswamy Road,  
Alwarpet, Chennai - 600 018. Tamil Nadu, INDIA.

Tel : +91 - 44 - 2499 0451 / 0561 / 0464, Fax : +91 - 44 - 2499 3583

Web : [www.tanfacs.com](http://www.tanfacs.com)

GST : 33AAACT2591A1ZU CIN: L24117TN1972PLC006271



**Limited Review Report on unaudited quarterly financial Results and year-to-date results of TANFAC INDUSTRIES LIMITED under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To  
Board of Directors,  
**TANFAC INDUSTRIES LIMITED**

**INTRODUCTION**

1. We have reviewed the accompanying statement of unaudited financial results ('Statement') of **TANFAC INDUSTRIES LIMITED** ("the Company") for the quarter ended September 30, 2020 and the year-to-date results for the period from April 1, 2020 to September 30, 2020 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

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 ("Ind AS") 34 "Interim Financial Reporting", 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.

**SCOPE OF REVIEW**

2. We conducted our review 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 financial results are free of material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

**CONCLUSION**

3. 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 applicable Ind AS and other recognized accounting practices and policies, 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

**Emphasis of Matter**

4. Attention is drawn to Note no. 4 of the Statement which describes the impacts of COVID-19 Pandemic on the financial results as also on business operations of the Company, the assessment thereof by the



# Khimji Kunverji & Co LLP

Chartered Accountants

management of the Company based on its internal, external and macro factors, involving certain estimation uncertainties. Our opinion is not modified in respect of this matter.

## Other Matter

5. As a matter of abundant precaution considering the widespread impact of COVID-19, the processes of quarterly limited review were carried out from remote locations i.e. from other than the office/plant of the Company, based on the data/details or financial information shared by the management through digital medium. Our report is not modified in respect of this matter.

For Khimji Kunverji & Co LLP

Chartered Accountants

(FRN: 105146W/W-100621)

*Praveen Kumar Daga*

**Praveen Kumar Daga**

**Partner**

ICAI Membership No. 143762

UDIN: 20143762AAAAES6072

Place: Bengaluru

Date: November 10, 2020



TANFAC INDUSTRIES LIMITED  
CIN : L24117TN1972PLC006271  
REGD. OFFICE: 14 SIPCOT INDUSTRIAL COMPLEX, CUDDALORE – 607005, TAMIL NADU  
Website: www.tanfac.com - Email : invreln.tanfac@adityabirla.com - Telephone : +91 4142 239001-5 - Fax : + 91 4142 239008  
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE PERIOD ENDED 30TH SEPTEMBER, 2020

₹ in Lacs

SN	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30-Sep-20	30-Jun-20	30-Sep-19	30-Sep-20	30-Sep-19	31-Mar-20
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	<b>Revenue:</b>						
I	a) Revenue from Operations	3,429.18	2,774.56	3,647.92	6,203.74	9,447.64	16,480.29
II	b) Other Income	7.75	6.36	14.20	14.11	31.55	116.41
III	<b>Total Revenue (I + II)</b>	<b>3,436.93</b>	<b>2,780.92</b>	<b>3,662.12</b>	<b>6,217.85</b>	<b>9,479.19</b>	<b>16,596.70</b>
	<b>IV Expenses:</b>						
	a) Cost of Raw Materials consumed	1,678.68	1,520.50	1,972.64	3,199.18	4,990.31	8,438.37
	b) Changes in inventories of Finished Goods, Work in progress and stock in trade	(83.39)	(89.20)	(48.57)	(172.59)	(56.66)	167.73
	c) Employee Benefits Expenses	323.30	296.40	275.05	619.70	588.59	1,207.05
	d) Finance Cost	5.56	3.77	18.80	9.33	45.52	84.51
	e) Depreciation and Amortisation Expenses	190.04	108.54	120.99	298.58	236.67	463.75
	f) Power and Fuel	241.94	203.42	407.58	445.36	946.74	1,559.71
	g) Other Expenses	403.44	338.07	626.53	741.51	1,337.18	2,513.28
	<b>Total Expenses (IV)</b>	<b>2,759.57</b>	<b>2,381.50</b>	<b>3,373.02</b>	<b>5,141.07</b>	<b>8,089.35</b>	<b>14,434.40</b>
V	<b>Profit Before Exceptional and Extraordinary Items and Tax (III -IV)</b>	<b>677.36</b>	<b>399.42</b>	<b>289.10</b>	<b>1,076.78</b>	<b>1,389.84</b>	<b>2,162.30</b>
VI	Exceptional Item	-	-	-	-	-	-
VII	<b>Profit Before Tax (V - VI)</b>	<b>677.36</b>	<b>399.42</b>	<b>289.10</b>	<b>1,076.78</b>	<b>1,389.84</b>	<b>2,162.30</b>
VIII	<b>Tax Expense</b>						
	i) Current Tax	118.35	69.79	59.90	188.14	263.54	377.28
	ii) Deferred Tax	(35.28)	11.75	5.91	(23.53)	(27.46)	(94.69)
	iii) MAT Credit Entitlement (Recognized) / Utilized	119.87	59.72	65.24	179.59	205.47	333.42
	iv) Tax Provision of prior year reversed	-	-	-	-	-	(151.14)
IX	<b>Profit / (Loss) for the period (VII - VIII)</b>	<b>474.42</b>	<b>258.16</b>	<b>158.05</b>	<b>732.58</b>	<b>948.29</b>	<b>1,697.43</b>
X	<b>Other Comprehensive Income (OCI)</b>						
A	(i) Items that will not be reclassified to Profit or Loss	8.69	-	19.69	8.69	19.69	33.86
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	(2.55)	-	(2.55)	(2.85)
B	(i) Items that will be reclassified subsequently to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	<b>Total of Other Comprehensive Income</b>	<b>8.69</b>	<b>-</b>	<b>17.14</b>	<b>8.69</b>	<b>17.14</b>	<b>31.01</b>
XI	<b>Total Comprehensive Income for the period (IX+X)</b>	<b>483.11</b>	<b>258.16</b>	<b>175.19</b>	<b>741.27</b>	<b>965.43</b>	<b>1,728.44</b>
XII	<b>Paid-up Equity Share Capital [Face value Rs. 10/-]</b>	<b>997.50</b>	<b>997.50</b>	<b>997.50</b>	<b>997.50</b>	<b>997.50</b>	<b>997.50</b>
XIII	<b>Other Equity</b>						<b>5,522.21</b>
XIV	<b>Earnings per share of face value of Rs 10/- each (Not Annualised)</b>						
	Basic (Rs)	4.76	2.59	1.58	7.34	9.51	17.02
	Diluted(Rs)	4.76	2.59	1.58	7.34	9.51	17.02

Notes:

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 10th November 2020.
- The company operates in a single segment i.e, Chemicals in India and all other activities evolve around the same. Hence, there is no reportable primary/ secondary segment in accordance with the requirements of Ind AS 108, 'Operating Segments'.
- 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 for paying income tax at reduced rates subject to compliance of the conditions stipulated therein. The Company has chosen not to opt for the reduce rate of tax in September, 2019 and continue with the existing rate of Tax.
- As per the directives of the Central and the State Governments, the Company had suspended the operations at its factory at Cuddalore on 26th March 2020. After obtaining necessary permission, the Company had restarted its operations in a phased manner from 8th April 2020 with controlled entry and exit facilities. The Company continue to take various precautionary measures to protect from COVID-19. As part of Business Continuity Plan (BCP), the Company has made a detailed assessments of its operations, liquidity positions, recoverability & carrying values of the assets comprising of Plant & Machinery, Trade Receivables, Inventory and other Current and Non-Current Assets and believes that there is no material impact or adjustments required in the financial result for the period ending 30th September 2020. Management believes that it has taken into account all the possible impact of events known till the date of approval of the financial statements. Management believes that existing customer and supplier relationships and its market position arising from COVID-19 pandemic is not expected to be significant. As the situation is continuously evolving, the company will continue to monitor future events for any material change in the economic conditions.



5 Statement of Assets and Liabilities as on 30th September 2020 is given below:

S.No	Particulars	Rs in Lakhs	
		Period Ended	Year Ended
		30-09-2020 Unaudited	31-03-2020 Audited
<b>ASSETS</b>			
<b>1) Non-Current Assets</b>			
a) Property, Plant and Equipment		3,066.70	3,295.84
b) Capital Work in Progress		688.74	627.43
c) Financial Assets			
i) Investments		98.24	98.25
ii) Loans		-	-
ii) Other Financial Assets		6.53	4.72
d) Other Non-Current Assets		205.04	214.92
Sub total- Non Current Assets		4,065.25	4,241.16
<b>2) Current Assets</b>			
a) Inventories		2,218.01	1,698.68
b) Financial Assets			
i) Investments		1,203.27	-
i) Trade Receivables		1,304.69	1,794.33
ii) Cash & Cash Equivalents		57.37	0.06
iii) Bank balances other than (ii) above		102.84	2.75
iv) Loans & Advances		0.75	0.75
c) Current Tax Assets ( Net)		420.49	600.08
c) Other Current Assets		614.33	574.61
Sub total- Current Assets		5,921.75	4,671.26
<b>TOTAL ASSETS</b>		<b>9,987.00</b>	<b>8,912.42</b>
<b>EQUITY &amp; LIABILITIES</b>			
<b>Equity</b>			
a) Equity Share Capital		997.50	997.50
b) Other Equity		6,263.49	5,522.21
Sub total- Shareholders' Funds		7,260.99	6,519.71
<b>Liabilities</b>			
<b>1) Non-Current Liabilities</b>			
a) Provisions		48.53	57.51
b) Deferred Tax Liability (Net)		453.30	476.83
Sub total- Non Current liabilities		501.83	534.34
<b>2) Current Liabilities</b>			
a) Financial Liabilities			
i) Borrowings		-	39.58
ii) Trade Payables			
- Outstanding Dues of Creditors other than Micro and Small		24.75	224.98
- Due to Others		1,139.02	844.87
b) Other Current Liabilities		415.84	179.25
c) Provisions		574.24	567.20
d) Current Tax Liabilities (Net)		70.33	2.49
Sub total -Current Liabilities		2,224.18	1,858.37
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>9,987.00</b>	<b>8,912.42</b>

*(Handwritten signature)*



S.No	Particulars	Period Ended	
		30th September 2020	30th September 2019
<b>A.</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
	Net Profit before Tax Including Other Comprehensive Income	1,085.47	1,409.53
	Adjustments for :		
	Depreciation & Amortisation of Expenses	298.58	236.67
	Finance Cost	9.33	46.52
	Provision for Liabilities no longer required written back	-	(5.09)
	Loss / (Profit) on Sale of Fixed Assets	(1.22)	(0.01)
	Interest & Dividend Income	(8.41)	(26.36)
	Provision for Inventories	(15.03)	-
	Operating Profit before Working Capital changes		1,368.72
	Adjustments for :		
	Trade and Other Receivables	737.11	(158.37)
	Inventories	(504.33)	184.21
	Trade Payable and Provisions	152.30	(570.02)
	Cash Generated From / (Used in) Operations		1,753.80
	Direct Taxes (Payment) / Refund (net)	(120.00)	(120.00)
	Net Cash Generated From / (Used in) Operating Activities		1,633.80
<b>B.</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
	Purchase of Property Plant & Equipment (Note-II below)	(229.57)	(449.61)
	Sale of Fixed Assets	1.53	0.06
	Investment In Bank Deposits / Mutual Funds	(1,303.35)	(91.96)
	Interest and Dividend Income	3.81	26.36
	Net Cash flow From / (Used in) Investing Activities		(1,527.58)
<b>C.</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
	Short term loan availed	(39.58)	(115.29)
	Amortized Cost on Redeemable NC Preference Shares	-	(55.00)
	Finance Cost	(9.33)	(46.52)
	Dividend Distribution Tax	-	(11.31)
	Net Cash flow From / (Used in) financing Activities		(48.91)
	Net Increase / (Decrease) in Cash and Cash Equivalents		57.31
	Cash & Cash Equivalents at the Beginning of the period	0.06	0.83
	Cash & Cash Equivalents at the End of the period	57.37	0.84
		57.31	0.01

7 Figures for the previous period / year have been rearranged / reclassified wherever necessary, to correspond with current period / year presentation.

Date : 10th November 2020



*K. Sendhil Naathan*  
K. SENDHIL NAATHAN  
MANAGING DIRECTOR



*Praveen Kumar Baga*  
H.NO. 143762