

16th May 2024

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

Dear Sir,

Re : **Scrip Code No.530845**

Sub: Outcome of the Board Meeting held on 16th May 2024 in accordance with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

This is to inform you that the Board of Directors of the Company at its meeting held today i.e. on 16th May 2024, approved the following:

1. Audited Financial Results for the quarter and year ended 31st March 2024.

Audited financial results for the quarter and year ended 31st March 2024 and 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 2024, is with unmodified opinion.

2. Recommended payment of final dividend @ Rs. 1.2/- per equity share of the face value of Rs.10/- each for the financial year ended 31st March 2024, subject to approval of shareholders at the ensuing 37th Annual General Meeting ("AGM").
3. Based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors have approved the reappointment of Mr. Jeet Malhotra (DIN:07208234) as Managing Director and Chief Executive Officer for a term of five (5) years effective from 1st January 2025, subject to the approval of the Shareholders or any other regulatory authority. The present term of Mr. Jeet Malhotra as the Managing Director and Chief Executive Officer was due to end on 31st December 2024. Further, Mr. Jeet Malhotra is not debarred from holding the office of Director by virtue of any order passed by Securities and Exchange Board of India (SEBI) or any other such authority.

The details in respect of the above re-appointments of Directors, as required under SEBI Regulations read with SEBI Circular No. SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated 13th July 2023 are enclosed as **Annexure A**.

The Board Meeting started at 11.13 am and concluded at 12 noon.

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,
Mumbai 400043



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Annexure A

Details with respect to Regulation 30 read with Schedule III of the Listing Regulations, SEBI Circular SEBI/HO/CFD/CFD-PoD-1/P/CIR/2023/123 dated 13th July 2023

| Particulars | Details |
|---|--|
| Reason for change – Re-appointment | <p>Reappointment of Mr. Jeet Malhotra as Managing Director and Chief Executive Officer of the Company.</p> <p>The present term of Mr. Jeet Malhotra as the Managing Director and Chief Executive Officer is due to end on 31st December 2024.</p> |
| Date of Appointment & Term of Appointment | <p>Reappointment of Mr. Jeet Malhotra as Managing Director and Chief Executive Officer for a period of five (5) years with effect from 1st January 2025</p> <p>The appointment is subject to approval of shareholders in the ensuing AGM of the Company or any other regulatory approvals.</p> |
| Brief Profile | <p>Mr. Jeet Malhotra is leading Business development for the Indus Group. He has worked extensively in the field of Finance, Supply Chain, Sales and Marketing. His overall operational experience makes him an astute leader that can expertly manage multi-functional teams. Additionally, he is passionate about development of agriculture and education. He holds a Bachelor of Technology in Mechanical Engineering from Amity University.</p> |
| Disclosure of relationships between Directors | <p>Mr. Jeet Malhotra is related to Dr. Maya Parihar Malhotra and Dr. Anand Parihar.</p> |



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, as amended

**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 year ended 31st March 2024 (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. gives 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 year ended 31st March 2024.

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 Annual Financial Statements. The Company's Management and 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

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Website: www.cnkindia.com



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 Management and 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 Management and 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 Management and the Board of Directors.
- Conclude on the appropriateness of the Managements and 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 2024, being the balancing figures between the audited figures in respect of year ended 31st March 2024 and the published unaudited year to date figures up to the third quarter of the current year, which were subjected to a limited review by us, as required under the Listing Regulations.

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

For C N K & Associates LLP

Chartered Accountants

Firm Registration No. 101961W/W-100036



Diwakar Sapre

Partner

Membership No.040740

Place: Mumbai

Date: May 16, 2024

UDIN: 24040740BKEYGB3855



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
Phone No.25550126

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

FINANCIAL RESULTS FOR THE QUARTER AND THE YEAR ENDED MARCH 31, 2024

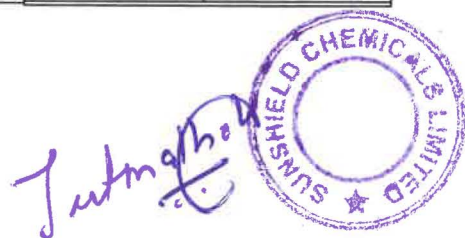
Rs. In Lakhs (except earnings per share)

| Sr. No. | Particulars | Quarter ended | | | Year ended | |
|---------|---|--------------------------------|----------------------------|--------------------------------|-------------------------|-------------------------|
| | | Mar 31, 2024 (refer note 2) | Dec 31, 2023 (Reviewed) | Mar 31, 2023 (refer note 2) | Mar 31, 2024 Audited | Mar 31, 2023 Audited |
| 1 | Revenue from operations | 8,553 | 6,519 | 6,646 | 28,338 | 24,476 |
| 2 | Other income | 35 | 38 | 75 | 148 | 182 |
| 3 | Total Income (1+2) | 8,588 | 6,557 | 6,721 | 28,486 | 24,658 |
| 4 | Expenses | | | | | |
| | (a) Cost of materials consumed | 5,809 | 4,251 | 4,305 | 18,752 | 16,981 |
| | (b) Purchase of stock-in-trade | 537 | - | - | 537 | - |
| | (c) Changes in inventories of finished goods and work-in-progress | (465) | (14) | 305 | (12) | (360) |
| | (d) Employee benefits expense | 469 | 377 | 423 | 1,639 | 1,314 |
| | (e) Finance costs | 210 | 190 | 193 | 779 | 744 |
| | (f) Depreciation | 184 | 186 | 164 | 738 | 645 |
| | (g) Other expenses | 987 | 838 | 881 | 3,379 | 3,426 |
| | Total expenses | 7,731 | 5,828 | 6,271 | 25,812 | 22,750 |
| 5 | Profit before tax (3-4) | 857 | 729 | 450 | 2,674 | 1,908 |
| 6 | Tax expense: | | | | | |
| | Current tax | 265 | 189 | 52 | 756 | 481 |
| | Prior year tax adjustment | - | - | (8) | - | (8) |
| | Deferred tax | (7) | 27 | 71 | 34 | 69 |
| 7 | Profit for the period/ year (5-6) | 599 | 513 | 335 | 1,884 | 1,366 |
| 8 | Other Comprehensive Income | | | | | |
| | Items that will not be reclassified to profit or loss | | | | | |
| | Remeasurements of post-employment benefit obligation | (57) | 4 | 13 | (43) | 19 |
| | Income tax related to items that will not be reclassified to profit or loss | 16 | (1) | (4) | 12 | (6) |
| 9 | Total Comprehensive Income for the period/year (7+8) | 558 | 516 | 344 | 1,853 | 1,379 |
| 10 | Paid up equity share capital (face value of Rs.10/- each) | 735 | 735 | 735 | 735 | 735 |
| 11 | Other Equity | | | | 7,484 | 5,865 |
| 12 | Earnings per equity share (of Rs. 10/- each) (not annualised in quarters) | | | | | |
| | Basic and diluted | 8.15 | 6.97 | 4.56 | 25.62 | 18.58 |



STATEMENT OF AUDITED BALANCE SHEET AS AT MARCH 31, 2024

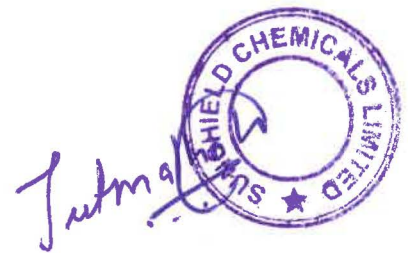
| Particulars | Rs. in Lakhs | |
|---|----------------|----------------|
| | As at | As at |
| | March 31, 2024 | March 31, 2023 |
| | Audited | Audited |
| I ASSETS | | |
| 1 Non-current assets | | |
| (a) Property, plant and equipment | 7,450 | 7,922 |
| (b) Capital work-in-progress | 4,509 | 85 |
| (c) Intangible assets | 19 | 20 |
| (d) Financial assets | | |
| i. Loans | - | - |
| ii. Other financial assets | 1 | 1 |
| (e) Income tax assets (net) | 54 | 58 |
| (f) Other non-current assets | 327 | 353 |
| Total non-current assets | 12,360 | 8,439 |
| 2 Current assets | | |
| (a) Inventories | 4,328 | 3,637 |
| (b) Financial assets | | |
| i. Trade receivables | 4,789 | 4,011 |
| ii. Cash and cash equivalents | - | 7 |
| iii. Bank balance other than (ii) above | 60 | 171 |
| iv. Loans | 2 | 3 |
| v. Other financial assets | 2 | - |
| (c) Other current assets | 1,373 | 1,453 |
| Total current assets | 10,554 | 9,283 |
| TOTAL ASSETS | 22,914 | 17,722 |
| II EQUITY AND LIABILITIES | | |
| 1 Equity | | |
| (a) Equity share capital | 735 | 735 |
| (b) Other equity | 7,484 | 5,865 |
| Total equity | 8,219 | 6,600 |
| 2 Non-current liabilities | | |
| (a) Financial liabilities | | |
| Borrowings | 1,610 | 4,105 |
| (b) Provisions | 183 | 101 |
| (c) Deferred tax liabilities (net) | 888 | 618 |
| Total non-current liabilities | 2,681 | 4,824 |
| 3 Current liabilities | | |
| (a) Financial liabilities | | |
| i. Borrowings | 6,937 | 3,607 |
| ii. Trade payables | | |
| Outstanding dues of micro enterprises and small enterprises | 179 | 157 |
| Outstanding dues of creditors other than above | 3,884 | 2,215 |
| iii. Other financial liabilities | 806 | 216 |
| (b) Provisions | 26 | 22 |
| (c) Current tax liabilities (net) | 65 | - |
| (d) Other current liabilities | 117 | 81 |
| Total current liabilities | 12,014 | 6,298 |
| TOTAL LIABILITIES | 14,695 | 11,122 |
| TOTAL EQUITY AND LIABILITIES | 22,914 | 17,722 |



STATEMENT OF AUDITED CASH FLOW FOR THE YEAR ENDED MARCH 31, 2024

Rs. in Lakhs

| Particulars | Year ended (Audited) | |
|--|----------------------|----------------|
| | March 31, 2024 | March 31, 2023 |
| (A) Cash flow from operating activities | | |
| Profit before tax | 2,674 | 1,908 |
| Adjustments for: | | |
| Depreciation and amortisation expense | 738 | 645 |
| Loss on disposal of property, plant and equipment (net) | 3 | 67 |
| Finance cost | 779 | 744 |
| Unrealised net exchange differences | (12) | (20) |
| Operating profit before changes in operating assets and liabilities | 4,180 | 3,344 |
| Changes in operating assets and liabilities | | |
| Trade receivables | (765) | 140 |
| Inventories | (690) | (698) |
| Other assets | 84 | (59) |
| Trade payables | 1,694 | (944) |
| Other liabilities | 98 | (55) |
| Provisions | 43 | 44 |
| Cash flow from operations | 4,644 | 1,772 |
| Income taxes paid | (437) | (363) |
| Net cash flows from operating activities (A) | 4,207 | 1,409 |
| (B) Cash flow used in investing activities | | |
| Payments for property, plant and equipment, capital work-in-progress | (4,145) | (821) |
| Proceeds from disposal of property, plant and equipment | - | 3 |
| Investment in fixed deposits with bank | 112 | (35) |
| Net cash used in investing activities (B) | (4,033) | (853) |
| (C) Cash flow from/ (used in) financing activities | | |
| Borrowing taken | 500 | 4,376 |
| Repayment of borrowings | (535) | (4,572) |
| Interest paid | (782) | (712) |
| Dividend paid | (234) | (145) |
| Net cash flows used in financing activities (C) | (1,051) | (1,053) |
| Net Increase/ (Decrease) in cash and cash equivalents (A)+(B)+(C) | (877) | (497) |
| Cash and cash equivalents at the beginning of the year | (50) | 447 |
| Cash and cash equivalents at the end of the year | (927) | (50) |
| Reconciliation of cash and cash equivalents with the balance Sheet | | |
| Cash and bank balances as per balance sheet | - | 7 |
| Bank overdrafts | (927) | (57) |
| Cash and cash equivalents as per statement of cash flows | (927) | (50) |



Notes :

- 1 The aforesaid financial results of Sunshield Chemical Limited (the "Company") were reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company at its meeting held on May 16, 2024. The same have been audited by the Statutory Auditors who have issued an unmodified opinion on the aforesaid results.
- 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 The Board of Directors of the Company have recommended Final Dividend of Rs 1.20 per share for the financial year ended 31st March 2024 to be paid on fully paid Equity Shares amounting to Rs 88.24 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.

Place: Mumbai
Date: May 16, 2024



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

Jeet Malhotra

Jeet Malhotra
Managing Director & CEO
DIN: 07208234

