



PUNJAB CHEMICALS

AND CROP PROTECTION LTD.

Corporate Office :

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Date: 12th November, 2019

By E-filing

The Manager
Department of Corporate Services
Bombay Stock Exchange Limited
1st Floor, New Trading Wing,
P.J Towers, Dalal Street Fort
MUMBAI-400 001
Scrip Code: 506618
Tel No.: 022-22728073

The Manager
Listing Department
National Stock Exchange of India Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (East)
MUMBAI-400 051
Scrip Symbol: PUNJABCHEM
Tel No.: 022-26598235/26598458

Sub: **Outcome of Board Meeting - Intimation of (Standalone & Consolidated) Unaudited Financial Results for the Second quarter and half year ended 30th September, 2019.**

Dear Sirs

Pursuant to the provisions of Regulation 33 of the SEBI (LODR), the Board of Directors of the Company in their meeting held today i.e. 12th November, 2019, inter-alia, had considered and approved Unaudited Financial Statements (Standalone & Consolidated) for the second quarter / half year ended 30th September, 2019 along with Limited Review Report of the Statutory Auditors thereon. The said statements along with limited review report are attached herewith.

The Board Meeting commenced at 10.45 a.m. and concluded at 2.45 p.m.

Kindly take the same on the record and inform all your constituents accordingly.

Thanking you,

Yours faithfully
For **PUNJAB CHEMICALS AND
CROP PROTECTION LIMITED**


(CS PUNIT K ABROL)
SR. V.P. (FINANCE) & SECRETARY

Statement of Unaudited Standalone Financial Results for the quarter and half year ended 30 September 2019

(Rs in Lakhs)

Particulars	Standalone					
	Quarter Ended			Half Year Ended		Year Ended
	30.09.2019 (Unaudited)	30.06.2019 (Unaudited)	30.09.2018 (Unaudited)	30.09.2019 (Unaudited)	30.09.2018 (Unaudited)	31.03.2019 (Audited)
1 Revenue from operations	12,168	16,756	13,669	28,924	27,816	64,037
2 Other income	142	130	629	272	885	1,036
3 Total income (1+2)	12,310	16,886	14,298	29,196	28,701	65,073
4 Expenses:						
(a) Cost of materials consumed	7,382	9,332	8,890	16,714	16,944	39,742
(b) Purchases of stock in trade	182	127	186	309	305	583
(c) Changes in inventories of finished goods, work in progress and stock in trade	(856)	950	(973)	94	(314)	(412)
(d) Employee benefits expense	1,709	1,687	1,463	3,396	2,959	6,353
(e) Finance costs	392	527	514	919	804	1,706
(f) Depreciation and amortization expense	402	396	381	798	746	1,860
(g) Other expenses						
- Power and fuel expense	1,081	1,168	1,289	2,249	2,372	4,672
- Others	1,501	1,979	1,438	3,480	2,779	6,510
Total expenses	11,793	16,166	13,188	27,959	26,595	61,014
5 Profit before exceptional items and tax (3-4)	517	720	1,110	1,237	2,106	4,059
6 Exceptional items (also refer note no. 6)						
- (Charges incurred) on one time settlement of borrowings	-	-	(838)	-	(838)	(838)
7 Profit before tax (5+6)	517	720	272	1,237	1,268	3,221
8 Tax expense	95	274	105	369	471	1,196
9 Profit for the period (7-8)	422	446	167	868	797	2,025
10 Other comprehensive income/(expense)						
(A) (i) Item that will not be reclassified to profit or loss	(11)	(10)	(6)	(21)	(11)	(181)
(ii) Income tax relating to items that will not be reclassified to profit or loss	1	4	2	5	4	63
(B) (i) Item that will be reclassified to profit or loss	-	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
11 Total comprehensive income for the period (9+10)	412	440	163	852	790	1,907
12 Earnings per equity share:						
- Basic and diluted (of Rs. 10 each) (not annualized)	3.44	3.64	1.36	7.08	6.50	16.51
13 Paid up equity share capital (Face value of share - Rs.10 each)	1,226	1,226	1,226	1,226	1,226	1,226
14 Reserve (excluding revaluation reserve)						8,894
See accompanying notes to the unaudited standalone financial results						



Punjab Chemicals and Crop Protection Limited
Statement of Standalone Assets and Liabilities

(Rs in Lakhs)

Particulars	As at 30.09.2019 (Unaudited)	As at 31.03.2019 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	14,780	15,715
Right of use assets	124	-
Capital work-in-progress	1,272	582
Investment property	1,837	1,879
Other intangible assets	337	362
Intangible assets under development	68	87
Financial assets		
- Investments	127	127
- Trade receivables	-	-
- Loans	280	258
Deferred tax assets (net)	19	39
Income tax assets (net)	649	649
Other non-current assets	105	297
Total non-current assets	<u>19,598</u>	<u>19,995</u>
Current assets		
Inventories	9,867	8,160
Financial assets		
- Trade receivables	4,026	6,179
- Cash and cash equivalents	723	188
- Other bank balances	150	155
- Loans	1,490	1,544
- Other financial assets	2,068	1,096
Other current assets	1,596	1,110
Total current assets	<u>19,920</u>	<u>18,432</u>
Assets held for sale	269	-
Total assets	<u>39,787</u>	<u>38,427</u>
EQUITY AND LIABILITIES		
Equity		
Equity share capital	1,226	1,226
Other equity	9,525	8,894
Total equity	<u>10,751</u>	<u>10,120</u>
Liabilities		
Non-current liabilities		
Financial liabilities		
- Borrowings	1,088	1,100
- Other financial liabilities	358	358
Provisions	2,207	2,207
Other non-current liabilities	43	54
Total non-current liabilities	<u>3,696</u>	<u>3,719</u>
Current liabilities		
Financial liabilities		
- Borrowings	6,593	7,950
- Trade payables		
i) Total outstanding dues of micro enterprises and small enterprises	208	45
ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	11,001	11,191
- Other financial liabilities	4,289	4,045
Other current liabilities	1,981	551
Provisions	811	633
Current tax liabilities (net)	457	173
Total current liabilities	<u>25,340</u>	<u>24,588</u>
Total liabilities	<u>29,036</u>	<u>28,307</u>
Total equity and liabilities	<u>39,787</u>	<u>38,427</u>



Punjab Chemicals and Crop Protection Limited
Statement of Standalone Cash Flow

(Rs in Lakhs)

	Half year ended 30.09.2019 (Unaudited)	Year ended * 31.03.2019 (Audited)
A. Cash flow from operating activities	1,237	3,221
Profit before tax		
Adjustments for:	798	1,860
Depreciation and amortization expense	-	(436)
Reversal of impairment loss on doubtful debts and advances	(22)	(39)
Interest income	(9)	(2)
Amortization of government grants	919	1,706
Finance cost	-	838
Charges incurred on one time settlement of borrowings	(5)	104
Unrealized foreign exchange loss / (gain) (net)	2	-
Advances written off	5	53
Property, plant and equipment written off	(12)	17
(Gain) / loss on sale of plant, property and equipment (net)	42	43
Expected credit loss on trade receivable and advances	(228)	(458)
Rental income	2,727	6,907
Operating cash flow before working capital changes	2,727	6,907
Changes in working capital:	2,152	(2,229)
Decrease / (increase) in trade receivables	(1,804)	(1,460)
(Increase) in inventories	(485)	1,063
(Increase) / decrease in other current and non-current assets	(56)	(98)
(Increase) in current and non-current other financial assets	10	1,278
Increase in current and non-current loans	1,377	576
Increase in trade payables and other liabilities	(56)	1,060
(Decrease)/ increase in other current financial liabilities	157	386
Increase in long-term and short-term provisions	4,022	7,483
Cash generated from operating activities	(65)	(537)
Income tax paid (net)	3,957	6,946
Net cash generated from operating activities (A)	3,957	6,946
B. Cash flow from investing activities	(1,379)	(2,723)
Acquisition of property, plant and equipment (including capital advances)	50	104
Proceeds from sale of property, plant and equipment	-	4
Proceeds from sale of Investment in shares and mutual funds	5	10
Movement in other bank balances	12	59
Interest received	228	458
Rental income	(1,084)	(2,088)
Net cash flows (used in) investing activities (B)	(1,084)	(2,088)
C. Cash flow from financing activities	34	1,175
Proceeds from non-current borrowings	(50)	(6,538)
Repayments of non-current borrowings	(2,050)	7,350
Repayment / proceeds of current borrowings (net)	(76)	-
Repayment of lease liabilities	-	(838)
One time settlement cost paid on borrowings paid to banks	(222)	-
Payment of Dividend including corporate dividend tax	(760)	(1,513)
Finance cost paid	(3,124)	(364)
Net cash flows (used in) financing activities (C)	(3,124)	(364)
Net increase in cash and cash equivalents (A+B+C)	(251)	4,494
Cash and cash equivalents at the beginning of the year	73	(4,421)
Cash and cash equivalents at the end of the year	(178)	73
* Being first year of the requirement to present half yearly statement of cash flow for the period ended 30 September 2019, the comparative information has been provided for the previous year ended 31 March 2019.		
Notes :		
1. Cash and cash equivalents include :		
Balances with banks	435	164
- In current accounts	271	21
- Deposits with original maturity of less than three months	17	3
Cash on hand	(808)	-
Cash credit from banks (secured)	(93)	(115)
Book overdraft	(178)	73




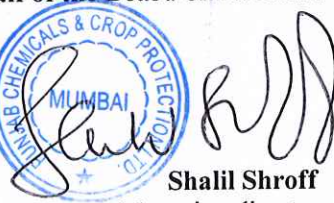
PUNJAB CHEMICALS AND CROP PROTECTION LIMITED

Notes:

1. The above Unaudited Standalone Financial Results as reviewed by the Audit Committee have been approved at the meeting of the Board of Directors held on 12 November 2019 and have been subjected to Limited Review by the Statutory Auditors. The review report of the Statutory Auditors is being filed with the BSE and National Stock Exchange. For more details, visit the Investor section of our website at www.punjabchemicals.com and Financial Results at Corporate section of www.bseindia.com and www.nseindia.com.
2. The Company is engaged in the single operating segment "Performance Chemicals".
3. On 01 April 2019, the Company has adopted Ind AS 116 "Leases", using the modified retrospective approach. Accordingly, the comparatives have not been retrospectively adjusted. Upon adoption of Ind AS 116 Company has recognized a right of use asset at an amount equivalent to the lease liability and consequently, there has been no adjustment to the opening balance of retained earnings as on 1 April 2019. In the Statement of Profit and Loss for the quarter and half year ended 30 September 2019, the nature of expenses in respect of operating leases has changed from rent, in corresponding quarter and half year ended 30 September 2018, to depreciation cost for the right-to-use asset and finance cost for interest accrued on lease liability.
4. On 10 May 2019, the Board of Directors had recommended a final dividend of Rs.1.50 per equity share (face value of Rs. 10 per equity share) for the financial year ended 31 March 2019, which has been approved by the shareholders in the Annual General Meeting held on 13 August 2019. Accordingly, Rs. 184 lakhs (excluding dividend distribution tax) was appropriated as distribution to equity shareholders during the quarter ended 30 September 2019.
5. The Company has elected to exercise the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognised Provision for Income tax for the quarter and half year ended 30 September 2019 and re-measured its Deferred tax assets / liabilities basis the rate prescribed in the said section. The impact of this change will be recognised over the period from 01 July 2019 to 31 March 2020.
6. On 10 July 2019, a fire broke out at one of the section of Agro Chemicals Division of the Company which caused damages to the Company's plant, equipment and inventory which has disrupted the production process and impacted the financials results. The Company has lodged a claim with the insurance company for losses suffered, which is under assessment. As a result of the incident, the Company has recorded a loss of Rs. 908 lakhs (Rs. 298 lakhs towards property, plant and equipment, Rs. 513 lakhs towards capital work-in-progress and Rs. 97 lakhs toward inventory) for the quarter and half year ended 30 September 2019. Further, the Company has also recognised the insurance claim receivables to the extent of aforesaid losses. The aforementioned losses and the corresponding credit arising from insurance claim receivables has been presented on a net basis (Rs. Nil) under Exceptional items in these financials results. There are no disputes made by the insurance company against such claim till date.

The Company is in process of determining its final claim for loss of inventory, property, plant and equipment, capital work-in-progress, inventory of third party lying in the Company premises and losses incurred due to interruption of business and it has not recorded any further claim arising therefrom at this stage.

For and on behalf of the Board of Directors



Shalil Shroff
Managing director
(DIN: 00015621)

Place: Mumbai
Date: 12 November 2019

B S R & Co. LLP

Chartered Accountants

Unit No. A505A,
5th Floor, Elante Offices,
Plot No.178-178A, Industrial Area,
Phase -1, Chandigarh-160002

Telephone: + 91 172 664 4000
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Limited review report on unaudited quarterly standalone financial results and year-to-date results under Regulation 33 of the Listing Regulations

To
Board of Directors of Punjab Chemicals and Crop Protection Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Punjab Chemicals and Crop Protection Limited for the quarter ended 30 September 2019 and year to date results for the period from 1 April 2019 to 30 September 2019 ("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.
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 & Co. LLP
Chartered Accountants
ICAI Firm's Registration No. 101248W/W-100022



Gaurav Mahajan
Partner
Membership No. 507857
UDIN: 19507857AAAACR2688

Place: Mumbai
Date: 12 November 2019

Statement of Unaudited Consolidated Financial Results for the quarter and half year ended 30 September 2019

(Rs in Lakhs)

Particulars	Consolidated					
	Quarter Ended			Half Year Ended		Year Ended
	30.09.2019 (Unaudited)	30.06.2019 (Unaudited)	30.09.2018 (Unaudited)	30.09.2019 (Unaudited)	30.09.2018 (Unaudited)	31.03.2019 (Audited)
1 Revenue from operations	12,160	16,935	13,689	29,095	28,019	64,294
2 Other income	142	130	654	272	915	656
3 Total income (1+2)	12,302	17,065	14,343	29,367	28,934	64,950
4 Expenses:						
(a) Cost of materials consumed	7,449	9,332	8,890	16,781	16,944	39,742
(c) Purchases of stock in trade	182	127	186	309	305	583
(d) Changes in inventories of finished goods, stock in trade and work in progress	(923)	950	(973)	27	(314)	(412)
(e) Employee benefits expense	1,709	1,687	1,474	3,396	2,970	6,353
(f) Finance costs	394	534	618	928	1,010	1,726
(g) Depreciation and amortization expense	402	396	381	798	746	1,860
(h) Other expenses						
- Power and fuel expense	1,081	1,168	1,289	2,249	2,372	4,672
- Others	1,554	1,976	1,453	3,530	2,812	6,712
Total expenses	11,848	16,170	13,318	28,018	26,845	61,236
5 Profit before exceptional items and tax (3-4)	454	895	1,025	1,349	2,089	3,714
6 Exceptional items (also refer note no. 6) - (Charges incurred) on one time settlement of borrowings	-	-	(838)	-	(838)	(838)
7 Profit before tax (5+6)	454	895	187	1,349	1,251	2,876
8 Tax expense	95	274	105	369	471	1,196
9 Profit for the year (7-8)	359	621	82	980	780	1,680
10 Other comprehensive income/(expense)						
(A) (i) Item that will not be reclassified to profit or loss	(11)	(10)	(6)	(21)	(11)	(181)
(ii) Income tax relating to items that will not be reclassified to profit or loss	1	4	2	5	4	63
(B) (i) Item that will be reclassified to profit or loss	103	(58)	(33)	45	(1)	107
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
11 Total comprehensive income for the year (9+10)	452	557	45	1,009	772	1,669
12 Earnings per equity share:						
- Basic and diluted (of Rs. 10 each) (not annualized)	2.93	5.06	0.67	7.99	6.36	13.70
13 Paid up equity share capital (Face value of share - Rs.10 each)	1,226	1,226	1,226	1,226	1,226	1,226
14 Reserves (excluding revaluation reserve)						7,860
See accompanying notes to the unaudited consolidated financial results						



Punjab Chemicals and Crop Protection Limited
Statement of Consolidated Assets and Liabilities

(Rs in Lakhs)

	As at 30.09.2019 (Unaudited)	As at 31.03.2019 (Audited)
ASSETS		
Non-current assets		15,715
Property, plant and equipment	14,780	
Right of use assets	124	-
Capital work-in-progress	1,272	582
Investment property	1,837	1,879
Other intangible assets	337	362
Intangible assets under development	68	87
Financial assets		127
- Investments	127	-
- Trade receivables	-	258
- Loans	280	39
Deferred tax assets (net)	19	649
Income tax assets (net)	649	297
Other non-current assets	105	-
Total non-current assets	<u>19,598</u>	<u>19,995</u>
Current assets		8,160
Inventories	9,867	
Financial assets		6,263
- Trade receivables	4,026	205
- Cash and cash equivalents	943	155
- Other bank balances	150	131
- Loans	132	1,096
- Other financial assets	2,068	1,112
Other current assets	1,596	-
Total current assets	<u>18,782</u>	<u>17,122</u>
Assets held for sale	269	-
Total Assets	<u>38,649</u>	<u>37,117</u>
EQUITY AND LIABILITIES		
Equity		1,226
Equity share capital	1,226	7,860
Other equity	8,649	9,086
Total equity	<u>9,875</u>	<u>9,086</u>
Liabilities		
Non-current liabilities		
Financial liabilities		1,100
- Borrowings	1,088	358
- Other financial liabilities	358	2,207
Provisions	2,207	54
Other non-current liabilities	43	-
Total non-current liabilities	<u>3,696</u>	<u>3,719</u>
Current liabilities		
Financial liabilities		7,950
- Borrowings	6,593	45
- Trade payables		11,263
i) Total outstanding dues of micro enterprises and small enterprises	208	3,667
ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	11,085	581
- Other financial liabilities	3,943	633
Other current liabilities	1,981	173
Provisions	811	-
Current tax liabilities (net)	457	24,312
Total current liabilities	<u>25,078</u>	<u>28,031</u>
Total liabilities	<u>28,774</u>	<u>37,117</u>
Total equity and liabilities	<u>38,649</u>	<u>37,117</u>



Punjab Chemicals and Crop Protection Limited
Statement of Consolidated Cash Flow

(Rs in Lakhs)

	Half year ended 30.09.2019 (Unaudited)	Year ended* 31.03.2019 (Audited)
A. Cash flow from operating activities	1,349	2,876
Profit before tax		
Adjustments for:		
Depreciation and amortization expense	798	1,860
Gain on disposal of subsidiary	-	(51)
Reversal of impairment loss on doubtful debts and advances	-	(5)
Interest income	(22)	(39)
Amortisation of government grants	(9)	(2)
Finance cost	928	1,726
Charges incurred on one time settlement of borrowings	-	838
Unrealised foreign exchange loss (net)	(5)	108
Advances written off	2	37
Property, plant and equipment written off	5	53
Loss / (gain) on sale of plant, property and equipment (net)	5	17
Reversal of FCTR on disposal of subsidiary	(12)	76
Expected credit loss on trade receivable and advances	-	76
Rental income	35	44
	(228)	(458)
Operating cash flow before working capital changes	2,841	7,080
Changes in working capital:		
Decrease / (Increase) in trade receivables	2,236	(2,209)
(Increase) in inventories	(1,804)	(1,460)
(Increase) / decrease in other current and non-current assets	(483)	1,061
(Increase) in current and non-current other financial assets	(56)	(98)
(Increase) / decrease in current and non-current loans	(38)	859
Increase in trade payables and other liabilities	1,361	471
Decrease / (increase) in other current financial liabilities	(25)	1,293
Increase in long-term and short-term provisions	157	385
Cash generated from operating activities	4,189	7,382
Income tax paid (net)	(65)	(537)
Net cash generated from operating activities (A)	4,124	6,845
B. Cash flow from investing activities		
Acquisition of property, plant and equipment (including capital advances)	(1,379)	(2,724)
Proceeds from sale of property, plant and equipment	50	104
Proceeds from sales of investment in shares and mutual funds	-	4
Movement in other bank balances	5	10
Interest received	12	59
Rental income	228	458
Net cash flows (used in) investing activities (B)	(1,084)	(2,089)
C. Cash flow from financing activities		
Proceeds from non-current borrowings	34	1,175
Repayments of non-current borrowings	(50)	(6,538)
Repayment / proceeds of current borrowings (net)	(2,050)	7,350
Repayment of lease liabilities	(76)	(838)
One time settlement cost on borrowings paid to banks	-	(838)
Payment of dividend including corporate dividend tax	(222)	-
Finance cost paid	(769)	(1,533)
Net cash flows (used in) financing activities (C)	(3,133)	(384)
Net increase in cash and cash equivalents (A+B+C)	(93)	4,372
Effect of exchange gain/(loss) on cash and cash equivalents	45	107
Cash and cash equivalents at the beginning	90	(4,389)
Cash and cash equivalents at the end	42	90
* Being first year of the requirement to present half yearly statement of cash flow for the period ended 30 September 2019, the comparative information has been provided for the previous year ended 31 March 2019.		
Notes :		
1. Cash and cash equivalents include :		
Balances with banks	655	181
- In current accounts	271	21
- Deposits with original maturity of less than three months	17	3
Cash on hand	(808)	-
Cash credit from banks (secured)	(93)	(115)
Book overdraft	42	90



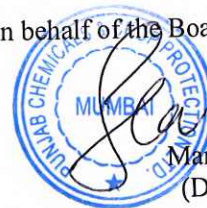
PUNJAB CHEMICALS AND CROP PROTECTION LIMITED

Notes:

1. The above Unaudited Consolidated Financial Results as reviewed by the Audit Committee have been approved at the meeting of the Board of Directors held on 12 November 2019 and have been subjected to Limited Review by the Statutory Auditors. The review report of the Statutory Auditors is being filed with the BSE and National Stock Exchange. For more details, visit the Investor section of our website at www.punjabchemicals.com and Financial Results at Corporate section of www.bseindia.com and www.nseindia.com.
2. The Group is engaged in the single operating segment "Performance Chemicals".
3. On 01 April 2019, the Company has adopted Ind AS 116 "Leases", using the modified retrospective approach. Accordingly, the comparatives have not been retrospectively adjusted. Upon adoption of Ind AS 116 Company has recognized a right of use asset at an amount equivalent to the lease liability and consequently, there has been no adjustment to the opening balance of retained earnings as on 1 April 2019. In the Statement of Profit and Loss for the quarter and half year ended 30 September 2019, the nature of expenses in respect of operating leases has changed from rent, in corresponding quarter and half year ended 30 September 2018, to depreciation cost for the right-to-use asset and finance cost for interest accrued on lease liability.
4. On 10 May 2019, the Board of Directors had recommended a final dividend of Rs.1.50 per equity share (face value of Rs. 10 per equity share) for the financial year ended 31 March 2019, which has been approved by the shareholders in the Annual General Meeting held on 13 August 2019. Accordingly, Rs. 184 lakhs (excluding dividend distribution tax) was appropriated as distribution to equity shareholders during the quarter ended 30 September 2019.
5. The Company has elected to exercise the option permitted under Section 115BAA of the Income-tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognised Provision for Income tax for the quarter and half year ended 30 September 2019 and re-measured its Deferred tax assets / liabilities basis the rate prescribed in the said section. The impact of this change will be recognised over the period from 01 July 2019 to 31 March 2020.
6. On 10 July 2019, a fire broke out at one of the section of Agro Chemicals Division of the Company which caused damages to the Company's plant, equipment and inventory which has disrupted the production process and impacted the financials results. The Company has lodged a claim with the insurance company for losses suffered, which is under assessment. As a result of the incident, the Company has recorded a loss of Rs. 908 lakhs (Rs. 298 lakhs towards property, plant and equipment, Rs. 513 lakhs towards capital work-in-progress and Rs. 97 lakhs toward inventory) for the quarter and half year ended 30 September 2019. Further, the Company has also recognised the insurance claim receivables to the extent of aforesaid losses. The aforementioned losses and the corresponding credit arising from insurance claim receivables has been presented on a net basis (Rs. Nil) under Exceptional items in these financials results. There are no disputes made by the insurance company against such claim till date.

The Company is in process of determining its final claim for loss of inventory, property, plant and equipment, capital work-in-progress, inventory of third party lying in the Company premises and losses incurred due to interruption of business and it has not recorded any further claim arising therefrom at this stage.

For and on behalf of the Board of Directors



Shalil Shroff
Managing director
(DIN: 00015621)

Place: Mumbai

Date: 12 November 2019

B S R & Co. LLP

Chartered Accountants

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Limited review report on unaudited quarterly consolidated financial results and year-to-date results under Regulation 33 of the Listing Regulations

To

Board of Directors of Punjab Chemicals and Crop Protection Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Punjab Chemicals and Crop Protection Limited ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group") for the quarter ended 30 September 2019 and year to date results for the period from 1 April 2019 to 30 September 2019 ("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'). Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended 30 September 2018 and the corresponding period from 1 April 2018 to 30 September 2018, as reported in these financial results have been approved by the Parent's Board of Directors, but have not been subjected to review since the requirement of submission of quarterly consolidated financial results has become mandatory only from 1 April 2019.
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.

4. The Statement includes the results of a subsidiary, SD Agchem (Europe) NV.

B S R & Co. (a partnership firm with Registration No. BA61223) converted into B S R & Co. LLP (a Limited Liability Partnership with LLP Registration No. AAB-8181) with effect from October 14, 2013

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5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review report of the other auditor referred to in paragraph 6 below, 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. We did not review the interim financial information of a subsidiary included in the Statement, whose financial information reflect total assets of Rs. 220 lakhs as at 30 September 2019 and total revenues of Rs. (7) lakhs and Rs. 890 lakhs, total net (loss)/profit after tax of Rs. (22) lakhs and Rs. 126 lakhs and total comprehensive (loss)/income of Rs. (22) lakhs and Rs. 126 lakhs, for the quarter ended 30 September 2019 and for the period from 1 April 2019 to 30 September 2019, respectively, and cash flows (net) of Rs. 203 lakhs for the period from 1 April 2019 to 30 September 2019, as considered in the consolidated unaudited financial results.

The subsidiary is located outside India whose interim financial information has been prepared in accordance with accounting principles generally accepted in their respective country and which has been audited by other auditor under generally accepted auditing standards applicable in their respective countries. The Company's management has converted the interim financial information of the subsidiary located outside India from accounting principles generally accepted in its respective country to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Company's management. Our opinion in so far as it relates to the balances and affairs of the subsidiary located outside India is based on the report of other auditor and the conversion adjustments prepared by the management of the Company and reviewed by us.

This interim financial information has been reviewed by other auditor whose report has been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the other auditor and the procedures performed by us as stated in paragraph 3 above.

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

For B S R & Co. LLP
Chartered Accountants
ICAI Firm's Registration No. 101248W/W-100022



Gaurav Mahajan
Partner
Membership No. 507857
UDIN: 19507857AAAACS5283

Place: Mumbai
Date: 12 November 2019