



**THE ANDHRA  
PETROCHEMICALS LIMITED**

Regd. Office :  
VENKATARAYAPURAM  
(Tanuku) - 534 215  
West Godavari Dist. (A.P.)  
Tel : 08819-224075, 224755, 224911 (7 Lines)  
Fax : 08819-224168  
E-mail : info.tnk@andhrapetrochemicals.com  
CIN : L23209AP1984PLC004635  
Website : www.andhrapetrochemicals.com

NO. APL/SEC/QR/12

The Relationship Manager,  
Corporate Relationship Department  
**The Bombay Stock Exchange Ltd.,**  
1<sup>st</sup> Floor, New Trading Ring  
Rotunda Building  
Phiroze Jeejeebhoy Towers  
Dalal Street, FORT,  
**MUMBAI 400 001**

5 November 2020

Dear Sir,

SUB: Un-audited Financial Results along with Limited Review Report for the Quarter & Half-year ended 30.9.2020.

REF: Company's Scrip code: 500012


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We enclose herewith the copy of Un-audited Financial Results for the Quarter & Half-year ended 30<sup>th</sup> September, 2020 along with Limited Review Report issued by Statutory Auditors of our Company for your record.

This is for your kind information and record.

Thanking you,

Yours faithfully,  
for **THE ANDHRA PETROCHEMICALS LIMITED,**

  
(M V V S V Prasad)  
Dy. Secretary & Asst. Manager (Finance)

Encls: As above



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## UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER 2020

(Rs. in lakhs)						
Particulars	3 months ended 30.09.2020	Preceding 3 months ended 30.06.2020	Corresponding 3 months ended in the previous year 30.09.2019	Year to date figures for the current period ended 30.09.2020	Year to date figures for the previous year ended 30.09.2019	previous year ended 31.03.2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I Revenue from operations	13372.61	5839.00	12894.77	19211.61	27320.00	45593.27
II Other income	111.49	65.34	72.48	176.83	145.26	332.90
III Total income (I+II)	13484.10	5904.34	12967.25	19388.44	27465.26	45926.17
IV Expenses						
a) Cost of materials consumed	8610.81	4200.42	8204.08	12811.23	19038.84	34790.40
b) Changes in inventories of finished goods, work-in-progress	1290.17	(118.08)	639.72	1172.09	(302.22)	(1387.48)
c) Employee benefits expense	502.12	493.21	485.27	995.33	960.99	2106.05
d) Finance costs	228.24	228.12	42.37	456.36	91.87	152.13
e) Depreciation and amortization expense	352.72	349.40	361.62	702.12	687.72	1281.17
f) Power and Fuel	1043.50	622.84	1061.84	1666.34	2102.94	3896.02
g) Other expenses	393.32	414.60	505.67	807.92	1088.31	2985.57
Total expenses (IV)	12420.88	6190.51	11300.57	18611.39	23668.45	43823.86
V Profit/(Loss) before exceptional items and tax (III-IV)	1063.22	(286.17)	1666.68	777.05	3796.81	2102.31
VI Exceptional items	-	-	-	-	-	-
VII Profit/(Loss) before tax (V+VI)	1063.22	(286.17)	1666.68	777.05	3796.81	2102.31
VIII Tax expense (including deferred tax)	372.30	(92.69)	553.12	279.61	1297.67	743.49
IX Profit/(Loss) for the period from continuing operations(VII-VIII)	690.92	(193.48)	1113.56	497.44	2499.14	1358.82
X Profit/(Loss) from discontinued operations	-	-	-	-	-	-
XI Tax expense of discontinued operations	-	-	-	-	-	-
XII Profit/(Loss) from discontinued operations(after tax) (X-XI)	-	-	-	-	-	-
XIII Profit/(Loss) for the period(IX+XII)	690.92	(193.48)	1113.56	497.44	2499.14	1358.82
XIV Other Comprehensive Income (net of tax)	-	-	-	-	-	(122.56)
XV Total Comprehensive Income for the period (XIII+XIV) (Comprising Profit/(Loss) and other comprehensive income for the period)	690.92	(193.48)	1113.56	497.44	2499.14	1236.26
XVI Paid-up equity share capital (Face Value Rs.10/- each)	8497.16	8497.16	8497.16	8497.16	8497.16	8497.16
XVII Other equity	-	-	-	-	-	13850.22
XVIII Earnings per equity share (for continuing operations)						
Basic	0.81	(0.23)	1.31	0.58	2.94	1.60
Diluted	0.81	(0.23)	1.31	0.58	2.94	1.60
XIX Earnings per equity share (for discontinued operations)						
Basic	-	-	-	-	-	-
Diluted	-	-	-	-	-	-
XX Earnings per equity share (for discontinued & continuing operations)						
Basic	0.81	(0.23)	1.31	0.58	2.94	1.60
Diluted	0.81	(0.23)	1.31	0.58	2.94	1.60

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For The Andhra Petrochemicals Ltd.

(Pendyala Narendranath Chowdary)  
Managing Director

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## Statement of Assets and Liabilities

(Rs. in lakhs)

Particulars	As at	As at
	30.09.2020	31.03.2020
	Unaudited	Audited
<b>A ASSETS</b>		
<b>Non-current assets</b>		
(a) Property, Plant and Equipment	16016.24	16500.15
(b) Right-of-use asset	8069.31	8210.38
(c) Capital Work-in-progress	41.26	41.22
(d) Other Intangible assets	30.13	34.79
(e) Financial assets		
Investments	308.75	308.75
Other Financial Assets	440.66	440.57
(f) Other non-current assets	5.52	5.52
<b>Sub-Total - Non-current Assets</b>	<b>24911.87</b>	<b>25541.38</b>
<b>Current assets</b>		
(a) Inventories	2236.37	3510.82
(b) Financial assets		
Investments	4937.16	2865.81
Trade receivables	1797.28	603.19
Cash and cash equivalents	307.77	395.40
Other Financial Assets	12.06	23.13
(c) Current tax asset (Net)	133.68	133.68
(d) Other current assets	640.25	649.14
<b>Sub-Total - Current Assets</b>	<b>10064.57</b>	<b>8181.17</b>
<b>TOTAL - ASSETS</b>	<b>34976.44</b>	<b>33722.55</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity Share Capital	8497.16	8497.16
(b) Other Equity	14347.66	13850.22
<b>Sub-Total - Equity</b>	<b>22844.82</b>	<b>22347.38</b>
<b>LIABILITIES</b>		
<b>Non-Current Liabilities</b>		
(a) Financial Liabilities		
Borrowings	-	-
Other Financial Liabilities	5.00	5.00
(b) Lease liabilities	7509.82	7110.81
(c) Provisions	456.67	430.28
(d) Deferred tax liabilities (Net)	888.84	744.71
<b>Sub-Total - Non-current Liabilities</b>	<b>8860.33</b>	<b>8290.80</b>
<b>Current Liabilities</b>		
(a) Financial Liabilities		
Borrowings	154.06	63.13
Trade payables	807.38	941.08
Other Financial liabilities	562.03	640.19
(b) Lease liabilities	741.99	731.15
(c) Provisions	188.25	161.12
(d) Current Tax Liabilities (Net)	135.05	-
(e) Other Current liabilities	682.53	547.70
<b>Sub-Total - Current Liabilities</b>	<b>3271.29</b>	<b>3084.37</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>34976.44</b>	<b>33722.55</b>

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For The Andhra Petrochemicals Ltd.

(Pandyala Narendranath Chowdary)  
Managing Director

## UNAUDITED STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED

(Rs. In lakhs)

	Half-Year ended 30.09.2020	Half-Year ended 30.09.2019
<b>A) Cash Flow from Operating Activities</b>		
Profit before tax	777.05	3796.81
<b>Adjustments to reconcile profit before tax to net cash flows:</b>		
Depreciation of property, plant and equipment and amortisation	702.12	687.72
Finance costs	456.36	91.87
Finance income	(67.82)	(49.77)
Gain on sale of investments-mutual fund	(84.20)	(77.25)
Unclaimed credit balances written back	(0.52)	(0.18)
Amortisation of transaction costs	2.29	4.59
<b>Operating Profit before Working Capital changes</b>	<b>1785.28</b>	<b>4453.79</b>
<b>Working capital adjustments:</b>		
Movements in provisions, gratuity and government grants	53.52	38.08
Decrease/(Increase) in trade and other receivables	(1174.04)	732.16
Decrease/(Increase) in inventories	1274.45	(850.81)
Increase/(Decrease) in trade and other payables	410.53	(111.05)
<b>Cash generated from operations</b>	<b>2349.74</b>	<b>4262.17</b>
Income Tax (paid)/refund	-	(616.65)
<b>Net Cash generated in operations before extra-ordinary items</b>	<b>2349.74</b>	<b>3645.52</b>
<b>B) Cash Flow from Investing Activities:</b>		
Purchase of property, plant and equipments	(72.52)	(16.86)
Purchase of financial instruments	(5849.78)	(7600.00)
Proceeds from sale of financial instruments	3862.63	5875.83
Interest received	67.82	49.77
<b>Net cash flows used in investing activities</b>	<b>(1991.85)</b>	<b>(1691.26)</b>
<b>C) Cash Flow from Financing Activities:</b>		
Interest paid	(456.36)	(91.87)
Dividends & dividend distribution tax paid	-	(1536.57)
Proceeds from borrowings	10.84	-
Repayments of borrowings	-	(340.93)
<b>Net cash flows/(used in) Financing Activities</b>	<b>(445.52)</b>	<b>(1969.37)</b>
<b>Net increase/(decrease) in Cash &amp; Cash equivalents (A+B+C)</b>	<b>(87.63)</b>	<b>(15.11)</b>
Opening balance of Cash & Cash equivalents	395.40	295.41
<b>Closing balance of Cash &amp; Cash equivalents</b>	<b>307.77</b>	<b>280.30</b>

## Notes:

- The above results, reviewed by the Audit Committee, were approved by the Board of Directors at its Meeting held on 5th November, 2020. The statutory auditors have carried out a "Limited Review" of financial results for the period ended 30th September, 2020.
- Company's plant was constructed on 75 acres of leased land from Visakhapatnam Port Trust (VPT) and lease got expired on 26th June, 2019. As per the VPT guidelines Company participated online E-tendering on 07.08.2019 for the renewal of leased land (Industrial use) for further period of 30 years. VPT declared that our Company is the sole bidder & accepted the technical bid & financial bid @239/m2 (industrial use rental rate - Rs.7 crores/year) and was rated as H1 Bidder. VPT cancelled the above Tender without giving proper reasons & On 24.08.2020, VPT called fresh Tender & In the fresh Tender VPT changed the classification of the land use from industrial use to commercial use without giving any communication to the Company. The differential annual rental between commercial & Industrial land is going to be around Rs.13 crores/year. Hence, Company filed Writ Petition before the Hon'ble High Court of Andhra Pradesh on 08.09.2020 challenging the cancellation of the First Tender dated 07.08.2019 as well as for the fresh Tender of VPT dated 24.08.2020. Hon'ble High Court of Andhra Pradesh granted interim stay order initially for 4 weeks & later extended by 6 more weeks upto 22nd November, 2020 for all the proceedings of the Tender dated 24.08.2020 & the said petition is pending before the Hon'ble High Court of Andhra Pradesh.
- Segmental reporting as per Ind AS-108 issued by the ICAI is not applicable, as the Company is engaged in manufacture of a single line of product.
- Figures for the previous periods have been regrouped, wherever necessary, to conform to the current period's classification.

Place: Tanuku

Date: 5th November, 2020



**P. NARENDRANATH CHOWDARY**  
Managing Director



**REPORT ON THE LIMITED REVIEW CARRIED OUT ON THE UNAUDITED FINANCIAL RESULTS OF 'THE ANDHRA PETROCHEMICALS LIMITED, TANUKU' FOR THE QUARTER ENDED 30<sup>th</sup> SEPTEMBER, 2020.**

1. We have reviewed the accompanying statement of unaudited financial results of "THE ANDHRA PETROCHEMICALS LIMITED, TANUKU" for the quarter ended 30<sup>th</sup> September, 2020. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on this financial statement based on our 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 statements are free of material misstatement. A review is limited primarily to inquiries of 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.
3. As stated in Note No. 2, in the writ petition filed by the company seeking cancellation of the orders passed by Visakhapatnam Port Trust, cancelling the tender for the lease of its land for 30 years, in which the company is the prized bidder and initiating fresh tender proceedings for the lease of said land by changing the usage of land from "industrial" to "commercial" in the month of August 2020, before the Hon'ble high court of Andhra Pradesh, the said high court has granted interim stay and the matter is pending before the high court.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Accounting Standards and other recognized accounting practices and policies for the quarter ended 30<sup>th</sup> September, 2020, 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.

Place: Visakhapatnam  
Date: 05-11-2020

For C V RAMANA RAO & CO.,  
Chartered Accountants  
(Firm Registration No. 002917S)

  
(KATYAJANI K)

Partner  
Membership No.225030  
UDIN: 20225030AAAABG7987



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