



Progress beyond

11th November 2020

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

Dear Sirs,

Re : **Scrip Code No.530845**

Sub: **Outcome of the Board Meeting in accordance with SEBI (Listing Obligations and Disclosures Requirements) Regulation 2015**

The Board of Directors at its Meeting held on 11th November 2020 has approved and have taken on record the Unaudited Financial Results of the Company for quarter and half-year ended 30th September 2020 as recommended by Audit Committee.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulation 2015, please find enclosed the following:

1. Unaudited Financial Results of the Company for quarter and half-year ended 30th September 2020;
2. Limited Review Report issued by M/s. Deloitte Haskins & Sells LLP, Chartered Accountants, Statutory Auditor in respect of the unaudited Financials Results for the quarter and half-year ended 30th September 2020.

The Board Meeting started at 11.35 a.m. and concluded at 01.05 p.m.

Kindly acknowledge the receipt.

Thanking you,

Yours faithfully,
For **SUNSHIELD CHEMICALS LIMITED**

AMIT ASHOK KUMASHI Digitally signed by
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Amit Kumashi
Company Secretary

SUNSHIELD CHEMICALS LIMITED (SOLVAY GROUP)

Regd. Office: Equinox Business Park, Tower-4 9th Floor, unit no. 903, LBS Marg, Kurla (West), Mumbai 400070 Tel. : 022-66637100 Fax.: 022-24952834
Corporate Identity Number:L99999MH1986PLC041612

SUNSHIELD CHEMICALS LIMITED

Regd. Office: Equinox Business Park, Tower - 4, 9th floor - Unit No. 903, LBS Marg, Kurla West, Mumbai-400 070.

Corporate Identity Number : L99999MH1986PLC041612

Phone No.66637100 Fax No.24952834

E Mail : investor.sunshield@solvay.com Website : www.solvayindia.in/en/solvay-in/sunshield-chemical-limited.html

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2020

Rs. In Lakhs (Except earnings per share)

Sr. No.	Particulars	Three months ended	Previous three months ended	Corresponding three months ended	Six months ended	Corresponding Six months ended	Year ended
		30 Sep 2020	30 Jun 2020	30 Sep 2019	30 Sep 2020	30 Sep 2019	31 Mar 2020
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
I.	Revenue from operations	5,408	3,890	4,693	9,298	9,452	18,108
II.	Other income	2	14	47	16	62	124
III.	Total Income (I + II)	5,410	3,904	4,740	9,314	9,514	18,232
IV.	Expenses						
	(a) Cost of materials consumed	3,356	2,572	3,142	5,928	6,438	12,298
	(b) Changes in inventories of finished goods and work-in-progress	47	(131)	13	(84)	(48)	(174)
	(c) Employee benefits expense	182	181	169	363	324	659
	(d) Finance costs	198	218	246	416	521	1,000
	(e) Depreciation and amortisation expense	146	145	144	291	287	609
	(f) Other expenses	942	806	871	1,748	1,880	3,617
	Total expenses	4,871	3,791	4,585	8,662	9,402	18,009
V.	Profit before exceptional item and tax (III - IV)	539	113	155	652	112	223
VI.	Exceptional item (Refer Note 4)	-	-	17	-	17	104
VII.	Profit before tax (V - VI)	539	113	138	652	95	119
VIII.	Tax expense:						
	Current tax	97	8	5	105	5	14
	Deferred tax (Refer note 10)	(172)	23	-	(149)	-	41
IX.	Profit for the period (VII - VIII)	614	82	133	696	90	64
X.	Other Comprehensive Income						
	Items that will not be reclassified to profit or loss						
	Remeasurements of post-employment benefit obligation	(4)	(4)	(1)	(8)	(2)	(13)
	Income tax related to items that will not be reclassified to profit or loss	1	1	-	2	-	4
XI.	Total Comprehensive Income for the period (IX + X)	611	79	132	690	88	55
XII.	Equity Share Capital (face value of Rs.10/- each)						735
XIII.	Other Equity excluding revaluation reserve (as per last audited balance sheet)						447
XIV.	Earnings per equity share (in Rs.) (* not annualized)						
	Basic & Diluted - Rs.	8.35*	1.11*	1.80*	9.46*	1.22*	0.88

Notes:

1. Statement of Assets & Liabilities as at 30 September 2020

		Rs. in Lakhs	
Particulars		As at	As at
		30 Sep 2020	31 March 2020
		Unaudited	Audited
I	ASSETS		
	1 Non current Assets		
	(a) Property, plant and equipment	6,846	7,124
	(b) Capital work in progress	76	-
	(c) Financial assets		
	i. Other financial assets	33	33
	(d) Deferred tax asset (net)	111	-
	(e) Other non current assets	338	335
	Total non current assets	7,404	7,492
	2 Current Assets		
	(a) Inventories	2,996	2,872
	(b) Financial Assets		
	i. Trade receivables	2,576	2,824
	ii. Cash and cash equivalents	474	105
	iii. Loans	13	16
	(c) Other current assets	679	1,381
	Total current assets	6,738	7,198
	TOTAL ASSETS	14,142	14,690
II	EQUITY AND LIABILITIES		
	1 Equity		
	(a) Equity share capital	735	735
	(b) Other equity	1,137	447
	Total Equity	1,872	1,182
	2 Non-Current Liabilities		
	(a) Financial liabilities		
	i. Borrowings	5,000	5,000
	(b) Provisions	66	62
	(c) Deferred tax liabilities (net)	-	38
	Total non current liabilities	5,066	5,100
	3 Current liabilities		
	(a) Financial liabilities		
	i. Borrowings	4,538	5,935
	ii. Trade payables		
	Total outstanding dues of Micro Enterprises and Small Enterprises	96	97
	Total outstanding dues of Creditors other than Micro Enterprises and Small Enterprises	2,234	2,134
	iii. Other financial liabilities	132	120
	(b) Provisions	124	19
	(c) Other current liabilities	80	103
	Total current liabilities	7,204	8,408
	TOTAL LIABILITIES	12,270	13,508
	TOTAL EQUITY AND LIABILITIES	14,142	14,690

2. Statement of Cash Flows:

Particulars	For Six Months ended	
	30 Sep 2020	30 Sep 2019
	Unaudited	Unaudited
Cash flow from operating activities		
Profit before tax	652	95
Operating profit before changes in working capital	1,352	855
A. Net cash flows from operating activities	2,246	549
B. Net cash used in investing activities	(67)	(283)
C. Net cash flows used in financing activities	(413)	(6,807)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	1,766	(6,541)
Cash and cash equivalents at the beginning of the period	(2,630)	187
Cash and cash equivalents at the end of the period	(864)	(6,354)
Reconciliation of Cash and Cash equivalents with the Balance Sheet		
Cash and Bank Balances as per Balance Sheet	474	1
Bank overdrafts	(1,338)	(6,355)
Cash and Cash equivalents as per statement of cash flows	(864)	(6,354)

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 11 November 2020. The Statutory Auditors of the Company have carried out a Limited Review of these results for the quarter and six months ended 30 September 2020.
- The Company, to improve the efficiency in operations, offered Voluntary Retirement Scheme ("Scheme") to all eligible people in Financial Year 2019-20. The total impact on account of the payment under the scheme was shown as an exceptional item in the financial results.
- The statement has 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.
- 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.
- Pursuant to the Taxation Law (Amendment) Ordinance 2019 ('Ordinance') issued by the Ministry of Law and Justice (Legislative Department) on 20 September 2019 which is effective 01 April 2019, domestic companies have an option to pay corporate income tax at 22% plus applicable surcharge and cess subject to certain conditions. The company has made an assessment of the impact of the Ordinance and decided to continue with the existing tax structure until utilisation of accumulated brought forward losses and MAT credit.

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- 8 The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of inventories, receivables and other assets. In assessing the recoverability of the assets, the Company has considered internal and external sources of information, available as at the date of approval of these financial results, including subsequent recoveries, credit risk profile, macroeconomic forecasts, latest selling prices of products, orders on hand, margins etc. Based on the above assessment, the Company is of the view that the carrying amounts of the assets will be realised. The impact of COVID-19 on the Company's financial results may be different from that estimated as at the date of approval of these financial results, and the Company will continue to closely monitor the developments.
- 9 The Code on Social Security, 2020 ('Code') received Presidential assent on 28 September 2020. However, the date on which the code will come into effect has not yet been notified. Impact, if any, of the change will be assessed and accounted for in the period of notification of the relevant provisions.
- 10 The tax expense for the year includes MAT credit entitlement amounting to Rs 332 lakhs and includes Rs. 225 lakhs relating to earlier years.

For SUNSHIELD CHEMICALS LIMITED

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Manoj Khullar
Managing Director
DIN NO : 06415392

Mumbai, 11 November 2020

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF SUNSHIELD CHEMICALS LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **SUNSHIELD CHEMICALS LIMITED** ("the Company"), for the quarter and six months ended September 30, 2020 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
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 the 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 accounting principles generally accepted in India. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 specified under section 143(10) of the Companies Act, 2013 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.

Deloitte Haskins & Sells LLP

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 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 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Rakesh Sharma
Partner
Membership No. 102042
UDIN:20102042AAAACW9448

Place: MUMBAI
Date: 11 November, 2020