

**SUNSHIELD CHEMICALS LIMITED**

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**STATEMENT OF FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2021**

Rs. In Lakhs (Except earnings per share)

Sr. No.	Particulars	Three months ended	Previous three months ended	Corresponding three months ended	For the year ended
		30 Jun 2021	31 Mar 2021	30 Jun 2020	31 Mar 2021
		Unaudited	(Refer Note 2 below)	Unaudited	Audited
I.	Revenue from operations	6,062	5,170	3,890	19,865
II.	Other income	5	14	14	26
III.	<b>Total Income (I + II)</b>	<b>6,067</b>	<b>5,184</b>	<b>3,904</b>	<b>19,891</b>
IV.	<b>Expenses</b>				
	(a) Cost of materials consumed	4,130	3,512	2,572	12,475
	(b) Changes in inventories of finished goods and work-in-progress	73	(198)	(131)	171
	(c) Employee benefits expense	277	198	181	756
	(d) Finance costs	117	142	218	737
	(e) Depreciation	144	142	145	580
	(f) Other expenses	854	919	806	3,510
	<b>Total expenses</b>	<b>5,595</b>	<b>4,716</b>	<b>3,791</b>	<b>18,229</b>
V.	<b>Profit before exceptional item and tax (III - IV)</b>	<b>472</b>	<b>468</b>	<b>113</b>	<b>1,662</b>
VI.	Exceptional item (Refer Note 8)	1,782	-	-	-
VII.	<b>Profit before tax (V - VI)</b>	<b>2,254</b>	<b>468</b>	<b>113</b>	<b>1,662</b>
VIII.	<b>Tax expense:</b>				
	Current tax (Refer Note 8)	574	94	8	288
	Deferred tax	48	44	23	(44)
IX.	<b>Profit for the period/year (VII - VIII)</b>	<b>1,632</b>	<b>330</b>	<b>81</b>	<b>1,418</b>
X.	<b>Other Comprehensive Income</b>				
	Items that will not be reclassified to profit or loss				
	Remeasurements of post-employment benefit obligation	5	30	(4)	18
	Income tax related to items that will not be reclassified to profit or loss	(1)	(8)	1	(5)
XI.	<b>Total Comprehensive Income for the period/year (IX + X)</b>	<b>1,636</b>	<b>352</b>	<b>79</b>	<b>1,431</b>
XII.	Equity Paid-up Share Capital (face value of Rs.10/- each)	735	735	735	735
XIII.	Other Equity excluding revaluation reserve (as per last audited balance sheet)				1,879
XIV.	Earnings per equity share (in Rs.) (* not annualized)				
	Basic & Diluted - Rs.	22.19*	4.49*	1.11*	19.29

## Notes

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 13 August 2021. The Statutory Auditors of the Company have carried out a Limited Review of these results for the quarter ended 30 June 2021.
- 2 The figures of the March 21 quarter are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the financial year.
- 3 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.
- 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 Pursuant to the Taxation Law (Amendment) Act, 2019 ('Act') 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 Act and decided to continue with the existing tax structure.
- 6 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.
- 7 The Indian Parliament has approved the code on Social Security, 2020 and rules thereunder relating to employee compensation and post employee benefits including Provident Fund, Gratuity and other benefits. The Company will evaluate the rules, assess the impact, if any, and account for the same once the rules are notified and become effective.
- 8 During the current quarter, on account of product rationalisation activities of the Company, certain products manufactured by it and its related Technology, Specifications, Brand Names and Customer Contracts ("Specified Assets") were transferred to a related party (Solvay Specialities India Private Limited) for a consideration of Rs. 1,782 Lakhs. These specified assets are internally generated over a period of time and hence, as per Ind AS, there is no cost attributable to these specified assets. The entire consideration also being the gain on such transfer is shown as an exceptional item. Further the tax liability of Rs. 488 Lakhs on this gain has been considered under 'Tax expenses' under the sub heading current tax.

For SUNSHIELD CHEMICALS LIMITED

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Mohit Jalote

Director

DIN NO : 08428401

Mumbai, 13 August 2021