



## Bhagiradha Chemicals & Industries Limited.

Plot No.3,  
Sagar Society,  
Road No.2, Banjara Hills,  
Hyderabad - 500 034, Telangana, INDIA.  
Tel : +91-40-42212323/42221212  
Fax : +91-40-23540444  
E-mail : info@bhagirad.com

Ref: BCIL/SE/2020

Date: 23.06.2020

To  
BSE Limited  
P.J Towers,  
Dalal Street, Fort,  
Mumbai-400001.

Dear Sir,

**Sub:– Outcome of Board Meeting-Reg:**  
Ref: 531719

In compliance with Regulation 33 & 30 of the SEBI (LODR), Regulations, 2015, we are enclosing herewith the Standalone Audited Financial Results for the fourth quarter and financial year ended 31<sup>st</sup> March, 2020 which have been reviewed by the Audit Committee and approved by the Board at their meetings held today i.e., 23<sup>rd</sup> June, 2020.

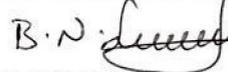
We also enclose a copy of the Audit Report submitted by the Statutory Auditors M/s. S. Singhvi & Co., Chartered Accountants with an un-modified opinion in respect of Standalone Financial Results.

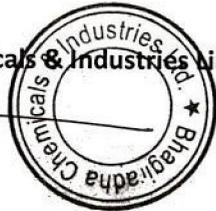
The Board of Directors has not recommended any dividend for the FY: 2019-20

The meeting commenced at 12.00 Noon and ended at 2.30 pm.

Kindly take the same in your records.

Thanking you,  
For Bhagiradha Chemicals & Industries Limited

  
B.N.Suvarchala  
Company Secretary





# Bhagiradha Chemicals & Industries Limited.

Yerajarla Road,  
Cheruvukommupalem - 523 272  
Ongole Mandal,  
Prakasam Dist., A.P.  
Tel. : 08592-200701, +91-9247003114  
Fax : 08592-231412

## STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2020

Rs. In Lakhs

SL. NO	PARTICULARS	QUARTER ENDED			YEAR ENDED	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		Audited	Audited	Audited	Audited	Audited
I.	Income:					
	Revenue from Operations	3,364.82	2,260.92	11,631.62	24,566.78	38,398.24
	Other Income	41.16	26.86	24.71	167.44	59.41
	Total Revenue (I)	3,405.98	2,287.78	11,656.33	24,734.22	38,457.65
II	Expenses:					
	Cost of Materials Consumed	1,703.12	2,442.96	6,707.61	15,172.36	25,710.11
	Change in inventories of finished goods and Work-in-progress	356.83	(1,447.65)	1,788.46	788.42	1,855.72
	Employee benefits expense	461.42	428.40	409.64	1,889.35	1,583.72
	Finance costs	168.24	118.57	135.84	548.46	794.41
	Depreciation and amortisation expense	177.37	175.23	132.64	666.02	482.12
	Other expenses	778.25	1,128.84	1,607.00	5,024.37	5,119.09
	Total Expenses (II)	3,645.23	2,846.35	10,781.19	24,088.99	35,545.17
III	Profit / (Loss) Before Exceptional Items and Tax (I-II)	(239.25)	(558.57)	875.14	645.23	2,912.49
	Exceptional Items	-	247.04	-	247.04	-
IV	Profit/(Loss) After Exceptional Items and Tax	(239.25)	(311.53)	875.14	892.27	2,912.49
V	Tax expense:					
	Current tax	(100.08)	(67.42)	211.42	140.71	527.34
	MAT Credit Entitlement	100.08	67.42	(211.42)	(140.71)	(527.34)
	Deferred tax charge/ (credit)	(93.92)	(95.66)	231.76	221.81	1,083.83
	Earlier years Tax	-	-	-	19.75	-
	Total Tax Expense	(93.92)	(95.66)	231.76	241.56	1,083.83
VI	Profit/(Loss) for the period	(145.33)	(215.86)	643.38	650.71	1,828.66
	Other Comprehensive Income (OCI)					
	Other comprehensive income not to be reclassified to profit or loss in subsequent periods:					
	Remeasurement on employees defined benefit plan	(35.20)	(1.36)	105.98	(49.29)	137.24
	Deferred tax	9.61	0.40	(30.86)	13.71	(39.96)
	Total other Comprehensive Income, net of tax	(25.59)	(0.96)	75.12	(35.58)	97.27
	Total Comprehensive Income, net of tax	(170.92)	(216.83)	718.50	615.13	1,925.93
	Earning per equity share of Rs. 10/- each fully paid: Computed on the basis of total profit for the Period					
	Basic (Rs.)	(1.75)	(2.60)	7.93	7.83	22.53
	Diluted (Rs.)	(1.75)	(2.60)	7.74	7.83	22.01



*S. Chandhaukey*

## BALANCE SHEET AS AT 31ST MARCH, 2020

Rs. In Lakhs

PARTICULARS	Year Ended	Year Ended
	March 31, 2020	March 31, 2019
	Audited	Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, Plant & Equipment	13,823.63	10,581.44
Capital Work in Progress	310.46	338.53
Intangible Assets	4.65	7.29
Intangible Assets under development	51.28	45.78
Financial Assets		
Loans	224.43	214.04
Deposits & Others	47.51	82.95
Deferred tax assets (Net)	164.53	231.92
Other Non Current Assets	42.99	129.37
<b>Total Non Current Assets</b>	<b>14,669.46</b>	<b>11,631.31</b>
<b>Current assets</b>		
Inventories	5,625.41	5,751.44
Financial Assets		
Trade receivables	1,149.26	8,423.07
Cash and cash equivalents	274.89	230.57
Other bank balances	97.25	75.05
Deposits & Others	18.18	19.96
Current Tax Assets (Net)	15.34	2.55
Other Current Assets	676.68	1,228.15
<b>Total Current Assets</b>	<b>7,857.00</b>	<b>15,730.79</b>
<b>Total Assets</b>	<b>22,526.47</b>	<b>27,362.10</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Equity Share Capital	833.43	833.43
Other Equity	12,391.07	11,976.30
<b>Total Equity</b>	<b>13,224.50</b>	<b>12,809.72</b>
<b>LIABILITIES</b>		
<b>Non-Current Liabilities</b>		
Financial Liabilities		
Borrowings	742.72	666.49
Other Financial Liabilities	152.47	167.72
Provisions	96.48	5.70
<b>Total Non Current Liabilities</b>	<b>991.68</b>	<b>839.91</b>
<b>Current Liabilities</b>		
Financial Liabilities		
Borrowings	3,157.66	3,545.74
Trade payables	2,416.72	8,250.16
Other Financial Liabilities	2,699.89	1,717.93
Other current liabilities	36.02	48.53
Current Tax Liabilities	-	150.11
<b>Total Current Liabilities</b>	<b>8,310.29</b>	<b>13,712.47</b>
<b>Total Liabilities</b>	<b>9,301.97</b>	<b>14,552.38</b>
<b>Total Equity &amp; Liabilities</b>	<b>22,526.47</b>	<b>27,362.10</b>



*S. Chandrasekhar*

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

Rs. In Lakhs

PARTICULARS	Year Ended 31.03.2020	Year Ended 31.03.2019
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Net profit Before Tax	892.27	2,912.49
Adjustments for :		
Depreciation	666.02	482.12
Loss on sale of fixed assets / Loss of fixed assets due to fire - Exceptional Items (net)	-	16.29
Interest Paid	419.17	581.54
Interest income & Notional Income	(38.23)	(38.08)
Provision for bad & Doubtful Debts	0.57	1.03
Exchange Differences on translation of assets & liabilities	(48.86)	98.64
Gratuity & Compensated absence	42.18	56.03
Operating profit before working capital changes	<b>1,933.12</b>	<b>4,110.06</b>
Adjustments for movement in working capital :		
(Increase)/Decrease in Inventories	126.03	3,915.89
(Increase)/Decrease in Trade Receivable	7,273.81	(4,865.63)
(Increase)/Decrease in Other Financial & Non Financial Assets	642.49	439.93
Increase/(Decrease) in Trade Payable	(5,833.44)	1,696.86
Increase/(Decrease) in Other Financial, non financial liabilities & provisions	995.69	(38.88)
Cash generated from operations	<b>5,137.71</b>	<b>5,258.22</b>
Direct taxes paid (Net of refund)	(321.70)	(371.68)
<b>Net cash flow from operating activities (A)</b>	<b>4,816.01</b>	<b>4,886.54</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase of property, plant & equipments, capital work in progress & capital advances	(3,883.00)	(3,782.03)
Proceeds from sale of property, plant & equipments	-	19.83
Interest received	22.99	22.83
<b>Net cash flow used in investing activities (B)</b>	<b>(3,860.01)</b>	<b>(3,762.20)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Proceeds from issue of equity shares (including share premium)	-	700.47
Proceeds/(Repayment) of long term borrowings (Net)	76.23	(511.53)
Proceeds/(Repayment) of short term borrowings (Net)	(388.08)	(866.75)
Dividend Paid	(200.36)	(0.52)
Interest paid	(400.05)	(559.19)
<b>Net cash used in financing activities (C)</b>	<b>(912.25)</b>	<b>(1,237.53)</b>
Net Increase/(decrease) in cash and cash equivalents (A+B+C)	43.75	(113.18)
Cash and cash equivalents at the beginning of the year	228.77	341.95
Cash and cash equivalents at end of the year	<b>272.51</b>	<b>228.77</b>
<b>Cash and cash equivalents includes</b>		
Cash on hand	1.69	2.47
Balances with banks in current accounts	270.82	226.30
	<b>272.51</b>	<b>228.77</b>



*S. Chandrasekhar*

Notes :

- 1 The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on June 23, 2020.
- 2 The above 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 Companies (Indian Accounting Standards) Rules, 2015, as amended.
- 3 The Company has filed a claim with the insurance company against loss due to fire of plant & machinery & civil works for an amount of Rs.12.41 Cr against which an ad hoc payment of Rs. 5.18 Cr was already received and accounted in the books in the year 2017-18. The claim under the reinstatement policy for civil structures, Plant and Electrical Equipment is pending with the insurance Company for final settlement. An amount of Rs. 0.65 Cr has been received by the Company through the sale proceeds of salvage material in the year 2019-20. Further, a claim amount of Rs. 1.82 Cr has been settled by the insurer and received by the Company on 22.01.2020 against its claim under consequential loss policy and accounted during the year as an exceptional income.
- 4 During the year, the Andhra Pradesh Pollution Control Board (APPCB), on 12.09.2019, served Stop Production Orders on the Company to comply with certain directives. The APPCB has issued Temporary Revocation Orders on 14.11.2019 for a period of three months, after complying with the directives of the APPCB. The production in the plant restarted on 15.11.2019. The APPCB has again issued Stop Production Orders on 10.02.2020 giving certain further directives. The Company complied with these directives also and based on the Regular Revocation Orders of the APPCB dated 11.03.2020, the production operations in the plant were restarted. On account of these Stop Production Orders, the Company lost about 93 production days during the year and about 30 production days in the quarter because of which the business plan and the revenues of the Company during the year have been adversely impacted.
- 5 In the wake of the Covid-19 Outbreak, as per the Orders of the district administration, the manufacturing facility was shut down from 25.03.2020. The operations resumed from 02.04.2020 as per the permission granted by the authorities with instructions to adhere to the safety norms prescribed by the government from time to time. The social distancing norms and the lock down imposed, owing to Covid-19, have led to restricted workforce available for plant operations resulting in reduced level of operations. Thus the pandemic too has impacted the performance of the Company in quarter ended March 2020.
- 6 As per the Taxation Laws (Amendment) Ordinance, 2019, there is change in Corporate Tax Rate from 25% to 22% subject to fulfillment of various conditions. The Company has a MAT Credit Entitlement of Rs. 7.77 Cr and Unabsorbed Depreciation of Rs.16.42 Cr as on 31.03.2019. The available MAT credit can be utilized, if only we continue to opt for the old tax provisions. Hence, the company opted to continue under old tax provisions.
- 7 Previous period figures have been regrouped and recast wherever necessary.

Place : Hyderabad  
Date : 23.06.2020



By order of the Board

*S. Chandra Sekhar*

S Chandra Sekhar  
Managing Director

**Independent Auditor's Report on the Quarterly and Year to Date Audited Financial Results of the Company Pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

To  
The Board of Directors of  
Bhagiradha Chemicals & Industries Limited

**Report on the audit of the Financial Results**

**Opinion**

We have audited the accompanying statement of quarterly and year to date financial results of **Bhagiradha Chemicals & Industries Limited** (the "Company") for the quarter ended March 31, 2020 and for the year ended March 31, 2020 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "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 the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive loss and other financial information of the Company for the quarter ended March 31, 2020 and for the year ended March 31, 2020.

**Basis for 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 Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone 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 statements 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 obtained by us is sufficient and appropriate to provide a basis for our opinion.

**Management's Responsibilities for the Standalone Financial Results**

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive loss of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 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 the 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the 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 Board of Directors are responsible for overseeing the Company's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 the Statement.

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 Statement, 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 control 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 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 made by the Board of Directors.
- Conclude on the appropriateness of the 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 Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

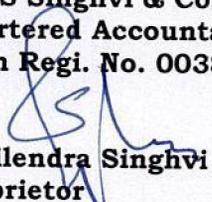
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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**

- On account of the COVID-19 related lockdown restrictions, management was able to perform year end physical verification of inventories, subsequent to the year end. Also, we were not able to physically observe the stock verification, carried out by management but subsequently, we have performed alternate procedures to audit the existence of inventory as per the guidance provided in SA-501 "Audit Evidence" – Specific Considerations for the selected items" and have obtained sufficient appropriate audit evidence to issue our unmodified opinion on the financial results. Our report on the statement is not modified in respect of this matter.
- The Statement includes the results for the quarter ended March 31, 2020 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

**For S Singhvi & Co.**  
**Chartered Accountants**  
**Firm Regi. No. 003872S**

  
**Shailendra Singhvi**  
**Proprietor**  
**Membership No.023125/ICAI**



UDIN No. 20023125AAAAAG5767

**Place : Hyderabad**  
**Dated : 23.06.2020**