



Promoting Green Technology

# Gujarat Alkalies and Chemicals Limited

(Promoted by Govt. of Gujarat)

Regd. Office & Works : P. O. Petrochemicals - 391 346, Dist. Vadodara (Gujarat) INDIA

Phone : +91-265-2232681, 3061200, 6540463 Fax : +91-265-2232130

Website : www.gacl.com CIN NO : L24110GJ1973PLC002247

Ref. : SEC/SE/2019/

7<sup>th</sup> November, 2019

<p>The General Manager Corporate Relations Department BSE Ltd. 1<sup>st</sup> Floor, New Trading Ring Phiroze Jeejeebhoy Towers Dalal Street MUMBAI : 400 001</p> <p><b>Company Code No. : 530001</b></p>	<p>The General Manager Listing Department National Stock Exchange of India Ltd. "Exchange Plaza", C-1, Block 'G' Bandra-Kurla Complex Bandra (East) MUMBAI : 400 051</p> <p><b>Company Code No. : GUJALKALI</b></p>
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Dear Sir,

**Reg.: Outcome of the Board Meeting held on 7<sup>th</sup> November, 2019 approving Standalone & Consolidated Un-audited Financial Results for the Second Quarter and half year ended on 30<sup>th</sup> September, 2019.**

Pursuant to the Regulations 30 & 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the following:

1. Standalone & Consolidated Un-audited Financial Results for the Second Quarter and half year ended on 30<sup>th</sup> September, 2019 as recommended by the Audit Committee at its Meeting held on 7<sup>th</sup> November, 2019 and approved by the Board of Directors of the Company at its Meeting held today i.e. 7<sup>th</sup> November, 2019. **The Board Meeting commenced at 12:30 p.m. and concluded at 2:00 p.m.**
2. An extract of Standalone & Consolidated Un-audited Financial Results for the Second Quarter and half year ended on 30<sup>th</sup> September, 2019 to be published in the newspapers;
3. Limited Review Reports issued by the Statutory Auditors for the Standalone & Consolidated Un-audited Financial Results of the Company for the Second Quarter and half year ended on 30<sup>th</sup> September, 2019 and;
4. Press Note of the Results.

Thanking you,

Yours faithfully,  
for GUJARAT ALKALIES AND CHEMICALS LIMITED

(S S BHATT)  
COMPANY SECRETARY & GM (LEGAL & CC)

encl : as above



Dahej Complex : P. O. Dahej - 392130, Tal. Vagra, Dist. Bharuch (Gujarat) INDIA.

Phone : +91-2641-256315 / 6 / 7, Fax : +91-2641-256220.



**GUJARAT ALKALIES AND CHEMICALS LIMITED**

Regd. Office: P.O. Petrochemicals

VADODARA 391 346

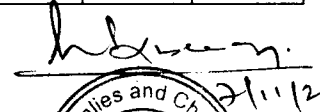
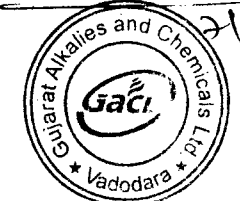
CIN : L24110GJ1973PLC002247 | E Mail : investor\_relations@gacl.co.in; cosec@gacl.co.in | Website : www.gacl.com

**STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED ON 30<sup>TH</sup> SEPTEMBER, 2019**

[Rs. in Lakhs]

Sr. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		30/09/2019	30/06/2019	30/09/2018	30/09/2019	30/09/2018	31/03/2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
[ 1 ]	[ 2 ]	[ 3 ]	[ 4 ]	[ 5 ]	[ 6 ]	[ 7 ]	[ 8 ]
I	Revenue from Operations	69,881	74,857	77,172	1,44,738	1,52,457	3,16,138
II	Other Income	3,668	1,690	1,391	5,358	2,262	6,077
III	<b>Total Income ( I + II )</b>	<b>73,549</b>	<b>76,547</b>	<b>78,563</b>	<b>1,50,096</b>	<b>1,54,719</b>	<b>3,22,215</b>
IV	<b>Expenses</b>						
	a) Cost of materials consumed	24,721	22,405	21,299	47,126	41,900	86,096
	b) Purchases of stock-in-trade	726	36	-	762	163	387
	c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	1,364	(1,166)	(801)	198	(111)	(1,387)
	d) Employee benefits expense	5,057	5,392	5,308	10,449	10,430	20,696
	e) Finance costs	323	400	390	723	784	2,094
	f) Depreciation and amortisation expense	3,834	3,701	3,561	7,535	6,838	13,997
	g) Power, fuel & other Utilities	13,250	13,993	14,882	27,243	26,062	62,951
	h) Other expenses	9,626	8,988	8,667	18,614	17,459	35,879
	<b>Total Expenses (IV)</b>	<b>58,901</b>	<b>53,749</b>	<b>53,306</b>	<b>1,12,650</b>	<b>1,03,525</b>	<b>2,20,713</b>
V	<b>Profit before tax ( III - IV )</b>	<b>14,648</b>	<b>22,798</b>	<b>25,257</b>	<b>37,446</b>	<b>51,194</b>	<b>1,01,502</b>
VI	<b>Tax expense / (benefits)</b>						
	Current Tax	3,613	6,747	7,178	10,360	13,258	28,081
	Deferred Tax	809	162	642	971	2,182	4,456
VII	<b>Profit for the period ( V - VI )</b>	<b>10,226</b>	<b>15,889</b>	<b>17,437</b>	<b>26,115</b>	<b>35,754</b>	<b>68,965</b>
VIII	<b>Other Comprehensive Income</b>						
	a) (i) Items that will not be reclassified to profit or loss	(1,214)	(2,804)	(13,860)	(4,018)	(20,856)	(16,863)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	166	1,224	737	1,390	1,444	1,055
	b) (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	<b>Total Other Comprehensive Income</b>	<b>(1,048)</b>	<b>(1,580)</b>	<b>(13,123)</b>	<b>(2,628)</b>	<b>(19,412)</b>	<b>(15,808)</b>
IX	<b>Total Comprehensive Income for the period ( VII + VIII )</b>	<b>9,178</b>	<b>14,309</b>	<b>4,314</b>	<b>23,487</b>	<b>16,342</b>	<b>53,157</b>
X	Paid-up equity share capital (Face Value per share Rs.10/-)	7,344	7,344	7,344	7,344	7,344	7,344
XI	Other equity excluding revaluation reserve	-	-	-	-	-	4,22,321
XII	<b>Earning per equity share : (Face value of Rs.10/-each) (for the period - not annualised)</b>						
	a) Basic (in Rs.)	13.92	21.64	23.74	35.56	48.68	93.91
	b) Diluted (in Rs.)	13.92	21.64	23.74	35.56	48.68	93.91

See accompanying notes to the financial results

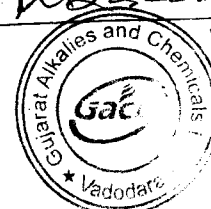
  


UNAUDITED STANDALONE BALANCE SHEET AS AT 30<sup>TH</sup> SEPTEMBER, 2019

[Rs. in Lakhs]

Particulars	As at	As at
	30/09/2019	31/03/2019
	Unaudited	Audited
<b>I. ASSETS</b>		
<b>1 Non-Current Assets</b>		
(a) Property, Plant and Equipment	2,29,107	2,29,341
(b) Capital work-in-progress	43,661	30,746
(c) Right of use asset	8,418	-
(d) Other Intangible Assets	632	683
(d) Financial Assets		
(i) Investments :		
a) Investment in Joint Venture	36,000	23,930
b ) Other investments	78,770	82,555
(ii) Loans	143	156
(iii) Other Financial Assets	2,122	2,108
(f) Non Current Tax Assets (Net)	6,765	10,033
(g) Other Non-Current Assets	8,795	12,638
<b>Total Non- Current Assets</b>	<b>4,14,413</b>	<b>3,92,190</b>
<b>2 Current Assets</b>		
(a) Inventories	23,731	23,146
(b) Financial Assets		
(i) Other Investments	101	149
(ii) Trade receivables	41,857	48,703
(iii) Cash and cash equivalents	16,820	19,221
(iv) Bank Balance other than (iii) above	7,991	7,880
(v) Loans	62,566	52,600
(vi) Other Financial Assets	3,310	3,255
(c) Other Current Assets	5,047	6,061
<b>Total Current Assets</b>	<b>1,61,423</b>	<b>1,61,015</b>
<b>Total Assets</b>	<b>5,75,836</b>	<b>5,53,205</b>
<b>II. EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity Share Capital	7,344	7,344
(b) Other Equity	4,38,730	4,22,321
<b>Total Equity</b>	<b>4,46,074</b>	<b>4,29,665</b>
<b>2 Liabilities</b>		
<b>Non-Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	15,877	18,459
(ii) Other financial liabilities	62	-
(b) Provisions	9,802	9,688
(c) Deferred Tax Liabilities (Net)	47,434	44,591
<b>Total Non-Current liabilities</b>	<b>73,175</b>	<b>72,738</b>
<b>Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	243	293
(ii) Trade Payables		
(A) Total outstanding dues of Micro enterprises and Small enterprises	1,282	1,427
(B) Total outstanding dues of creditors other than Micro enterprises and Small enterprises	30,255	29,708
(iii) Other financial liabilities	13,234	13,520
(b) Other Current Liabilities	9,936	4,231
(c) Provisions	818	804
(d) Current Tax Liabilities (Net)	819	819
<b>Total Current Liabilities</b>	<b>56,587</b>	<b>50,802</b>
<b>Total Liabilities</b>	<b>1,29,762</b>	<b>1,23,540</b>
<b>Total Equity and Liabilities</b>	<b>5,75,836</b>	<b>5,53,205</b>

See accompanying notes to the financial results



STANDALONE STATEMENT OF CASH FLOW FOR THE SIX MONTHS ENDED 30th SEPTEMBER, 2019

		[Rs. in Lakhs]	
PARTICULARS		30-09-2019	30-09-2018
		Unaudited	Unaudited
<b>A</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES :</b>		
	Net Profit / (Loss) Before Tax and Extraordinary Items	37,446	51,194
	<b>Adjustments For :</b>		
	<b>Addition / (Deduction)</b>		
	Depreciation and Amortisation Expenses	7,535	6,838
	Interest Income	(4,282)	(1,969)
	Dividend Received	(1,044)	(275)
	Interest Expense	723	784
	Net (Profit) / Loss on Sale of Property Plant & Equipment	3	-
	Net (Gain) / Loss arising from Financial Assets designated as FVTPL	47	70
	Unrealised exchange (gain)/loss	205	802
	Provision for Expected credit loss allowances	281	34
	Provision for Gratuity/Leave	418	183
	Stores and Spares W/off	50	108
		3,936	6,575
	<b>Operating Profit Before Working Capital Changes</b>	<b>41,382</b>	<b>57,769</b>
	<b>Decrease or (Increase) in Assets :</b>		
	Trade Receivables	6,567	(7,595)
	Loans	47	(124)
	Other Assets	571	1,091
	Other Financial Assets	(305)	(1,092)
	Inventories	(635)	5,445
	<b>Increase / (Decrease) in Liabilities :</b>		
	Trade Payables and Other Current Liabilities	(946)	7,313
	Provisions	80	46
	Other Financial Liabilities	(748)	(890)
	<b>Cash Generated from Operations Before Tax</b>	<b>46,013</b>	<b>61,963</b>
	Direct Taxes Paid	(3,833)	(8,943)
	<b>Net Cash Flow generated from Operating Activities : ( Total : A )</b>	<b>42,180</b>	<b>53,020</b>
<b>B</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES :</b>		
	Payment for Property Plant & Equipment	(10,987)	(29,564)
	Payment for Intangible Assets	(1)	(34)
	Proceeds from disposal of Property Plant & Equipment	3	-
	Payment for Capital Work-in-progress	(13,182)	3,544
	Payment for Investment in Joint Venture	(12,070)	(7,080)
	Interest Received	4,518	2,787
	Dividend Received	1,044	275
	<b>Bank Balances not considered as Cash Equivalents</b>		
	Payment / Matured Deposits during the period	(112)	1,184
	Payment for Short Term Deposits	(10,000)	(10,000)
	Unpaid Dividend	(2)	(1)
	<b>Net Cash used in Investment Activities - (Total -B)</b>	<b>(40,789)</b>	<b>(38,889)</b>
<b>C</b>	<b>CASH FLOW FROM FINANCING ACTIVITIES :</b>		
	Interest and Finance charges paid	(766)	(753)
	Dividend paid (including dividend distribution tax)	2	1
	Repayment of Long Term Borrowings	(2,971)	(2,799)
	Proceeds from Short Term Borrowings (Net)	(49)	100
	<b>Net Cash used in Financing Activities - (Total - C)</b>	<b>(3,784)</b>	<b>(3,451)</b>
<b>D</b>	Effect of unrealised exchange differences on translation of foreign currency cash and cash equivalents	(8)	396
<b>E</b>	<b>NET INCREASE IN CASH AND CASH EQUIVALENTS (A+B+C+D)</b>	<b>(2,401)</b>	<b>11,076</b>
<b>F</b>	<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>	<b>19,221</b>	<b>7,071</b>
<b>G</b>	<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD (E + F)</b>	<b>16,820</b>	<b>18,147</b>

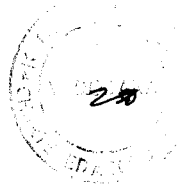
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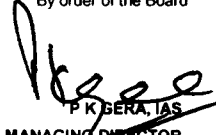


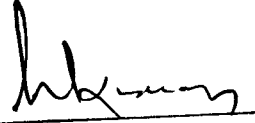
**Notes :**

- 1 The above results have been reviewed by the Audit Committee of Directors and approved by the Board of Directors of the Company at their respective meetings held on 7th November, 2019.
- 2 The Financial Results for the quarter and six months ended 30th September, 2019 has been reviewed by the Statutory Auditors of the Company.
- 3 The Company's operations fall under single segment namely "Chemicals" as per Ind AS - 108 "Segment Reporting".
- 4 "Effective 1st April 2019, the Company has adopted Indian Accounting Standard (Ind AS) 116 "Leases". The Standard primarily requires the Company, as a lessee to recognize, at the commencement of the lease a right-of-use (ROU) asset and a lease liability (representing the present value of unpaid lease payments). Such ROU assets are subsequently depreciated and the lease liability reduced when paid, with the interest on the lease liability recognized as finance costs. The Company has elected to use the "Modified retrospective approach", i.e., where the cumulative impact, if any, is recognized on the date of initial application (1st April 2019). Accordingly previous period information has not been restated. Application of Ind AS 116 has resulted in recognizing ROU asset of Rs.8,665 lakhs. Further, the transition adjustment to retained earnings and the effect on the profit for the period and earnings per share is insignificant."
- 5 The Board of Directors of the Company declared Dividend of Rs.8.00 per share on 7,34,36,928 Equity Shares of Rs.10/- each, amounting to Rs.7,082.57 lakhs (including Tax on Dividend of Rs.1,207.61 lakhs) for the financial year ended 31st March, 2019 and the same were approved by the Shareholders at the Annual General Meeting held on 27th September, 2019 and was paid on 1st October, 2019.
- 6 During the quarter ended 30th September, 2019, the Company has commissioned 20 MW Solar Power Plant at Charanka, Dist. Patan, Gujarat.

Place : Gandhinagar  
Date : 7th November, 2019



By order of the Board  
  
P. K. BERA, IAS  
MANAGING DIRECTOR

  
7/11/2019



**GUJARAT ALKALIES AND CHEMICALS LIMITED**

Regd. Office: P.O. Petrochemicals

VADODARA 391 346

CIN : L24110GJ1973PLC002247 | E Mail : investor\_relations@gacl.co.in; cosec@gacl.co.in | Website : www.gacl.com

STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED ON 30<sup>TH</sup> SEPTEMBER, 2019

[Rs. in Lakhs]

Sr. No.	Particulars	Quarter Ended			Six Months Ended		Year Ended
		30/09/2019	30/06/2019	30/09/2018	30/09/2019	30/09/2018	31/03/2019
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	Refer note 2	(Audited)
[ 1 ]	[ 2 ]	[ 3 ]	[ 4 ]	[ 5 ]	[ 6 ]	[ 7 ]	[ 8 ]
I	Revenue from Operations	69,881	74,857	77,172	1,44,738	1,52,457	3,16,138
II	Other Income	3,668	1,690	1,391	5,358	2,262	6,077
III	<b>Total Income ( I + II )</b>	<b>73,549</b>	<b>76,547</b>	<b>78,563</b>	<b>1,50,096</b>	<b>1,54,719</b>	<b>3,22,215</b>
IV	<b>Expenses</b>						
	a) Cost of materials consumed	24,721	22,405	21,299	47,126	41,900	86,096
	b) Purchases of stock-in-trade	726	36	-	762	163	387
	c) Changes in inventories of finished goods, stock-in-trade and work-in-progress	1,364	(1,166)	(801)	198	(111)	(1,387)
	d) Employee benefits expense	5,057	5,392	5,308	10,449	10,430	20,696
	e) Finance costs	323	400	390	723	784	2,094
	f) Depreciation and amortisation expense	3,834	3,701	3,561	7,535	6,838	13,997
	g) Power, fuel & other Utilities	13,250	13,993	14,882	27,243	26,062	62,951
	h) Other expenses	9,626	8,988	8,667	18,614	17,459	35,879
	<b>Total Expenses (IV)</b>	<b>58,901</b>	<b>53,749</b>	<b>53,306</b>	<b>1,12,650</b>	<b>1,03,525</b>	<b>2,20,713</b>
V	<b>Profit before share of profit / (loss) in joint venture and tax ( III - IV )</b>	<b>14,648</b>	<b>22,798</b>	<b>25,257</b>	<b>37,446</b>	<b>51,194</b>	<b>1,01,502</b>
VI	Share of Profit / (Loss) in Joint Venture	5	(9)	64	(4)	72	123
VII	<b>Profit before tax ( V + VI )</b>	<b>14,653</b>	<b>22,789</b>	<b>25,321</b>	<b>37,442</b>	<b>51,266</b>	<b>1,01,625</b>
VIII	<b>Tax expense / (benefits)</b>						
	Current Tax	3,613	6,747	7,178	10,360	13,258	28,150
	Deferred Tax	809	162	642	971	2,182	4,456
IX	<b>Profit for the period ( VII - VIII )</b>	<b>10,231</b>	<b>15,880</b>	<b>17,501</b>	<b>26,111</b>	<b>35,826</b>	<b>69,019</b>
X	<b>Other Comprehensive Income</b>						
	a) (i) Items that will not be reclassified to profit or loss	(1,214)	(2,804)	(13,860)	(4,018)	(20,856)	(16,863)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	166	1,224	737	1,390	1,444	1,055
	b) (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	<b>Total Other Comprehensive Income</b>	<b>(1,048)</b>	<b>(1,580)</b>	<b>(13,123)</b>	<b>(2,628)</b>	<b>(19,412)</b>	<b>(15,808)</b>
XI	<b>Total Comprehensive Income for the period ( IX + X )</b>	<b>9,183</b>	<b>14,300</b>	<b>4,378</b>	<b>23,483</b>	<b>16,414</b>	<b>53,211</b>
XII	Paid-up equity share capital (Face Value per share Rs.10/-)	7,344	7,344	7,344	7,344	7,344	7,344
XIII	Other equity excluding revaluation reserve						4,22,214
XIV	<b>Earning per equity share : (Face value of Rs.10/-each) (for the period - not annualised)</b>						
	a) Basic (in Rs.)	13.93	21.62	23.83	35.55	48.78	93.98
	b) Diluted (in Rs.)	13.93	21.62	23.83	35.55	48.78	93.98

See accompanying notes to the financial results

*M. K. ...*  
21/11/2019  
Gujarat Alkalies and Chemicals Ltd  
Vadodara

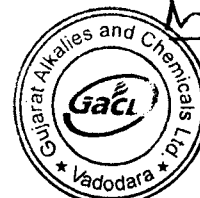
28

UNAUDITED CONSOLIDATED BALANCE SHEET AS AT 30<sup>TH</sup> SEPTEMBER, 2019

[Rs. in Lakhs]

Particulars	As at	As at
	30/09/2019	31/03/2019
	Unaudited	Audited
<b>I. ASSETS</b>		
<b>1 Non-Current Assets</b>		
(a) Property, Plant and Equipment	2,29,107	2,29,341
(b) Capital work-in-progress	43,661	30,746
(c) Other Intangible Assets	8,418	683
(d) Intangible assets under development	632	-
(e) Financial Assets		
(i) Investments :		
a) Investment in Joint Venture	35,889	23,823
b) Other investments	78,770	82,555
(ii) Loans	143	156
(iii) Other Financial Assets	2,122	2,108
(f) Non Current Tax Assets (Net)	6,765	10,033
(g) Other Non-Current Assets	8,795	12,638
<b>Total Non- Current Assets</b>	<b>4,14,302</b>	<b>3,92,083</b>
<b>2 Current Assets</b>		
(a) Inventories	23,731	23,146
(b) Financial Assets		
(i) Other Investments	101	149
(ii) Trade receivables	41,857	48,703
(iii) Cash and cash equivalents	16,820	19,221
(iv) Bank Balance other than (iii) above	7,991	7,880
(v) Loans	62,566	52,600
(vi) Other Financial Assets	3,310	3,255
(c) Other Current Assets	5,047	6,061
<b>Total Current Assets</b>	<b>1,61,423</b>	<b>1,61,015</b>
<b>Total Assets</b>	<b>5,75,725</b>	<b>5,53,098</b>
<b>II. EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity Share Capital	7,344	7,344
(b) Other Equity	4,38,619	4,22,214
<b>Total Equity</b>	<b>4,45,963</b>	<b>4,29,558</b>
<b>2 Liabilities</b>		
<b>Non-Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	15,877	18,459
(ii) Other financial liabilities	62	-
(b) Provisions	9,802	9,688
(c) Deferred Tax Liabilities (Net)	47,434	44,591
<b>Total Non-Current liabilities</b>	<b>73,175</b>	<b>72,738</b>
<b>Current Liabilities</b>		
(a) Financial Liabilities		
(i) Borrowings	243	293
(ii) Trade Payables		
(A) Total outstanding dues of Micro enterprises and Small enterprises	1,282	1,427
(B) Total outstanding dues of creditors other than Micro enterprises and Small enterprises	30,255	29,708
(iii) Other financial liabilities	13,234	13,520
(b) Other Current Liabilities	9,936	4,231
(c) Provisions	818	804
(d) Current Tax Liabilities (Net)	819	819
<b>Total Current Liabilities</b>	<b>56,587</b>	<b>50,802</b>
<b>Total Liabilities</b>	<b>1,29,762</b>	<b>1,23,540</b>
<b>Total Equity and Liabilities</b>	<b>5,75,725</b>	<b>5,53,098</b>

See accompanying notes to the financial results

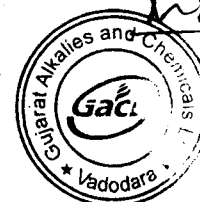


CONSOLIDATED STATEMENT OF CASH FLOW FOR THE SIX MONTHS ENDED 30th SEPTEMBER, 2019

[Rs. in Lakhs]

PARTICULARS	30-09-2019	30-09-2018
	Unaudited	Unaudited
<b>A CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net Profit / (Loss) Before Tax and Extraordinary Items	37,442	51,266
<b>Adjustments For :</b>		
<b>Addition / (Deduction)</b>		
Share of (Profit) / Loss in Joint Venture	4	(72)
Depreciation and Amortisation Expenses	7,535	6,838
Interest Income	(4,282)	(1,969)
Dividend Received	(1,044)	(275)
Interest Expense	723	784
Net (Profit) / Loss on Sale of Property Plant & Equipment	3	-
Net (Gain) / Loss arising from Financial Assets designated as FVTPL	47	70
Unrealised exchange (gain)/loss	205	802
Provision for Expected credit loss allowances	281	34
Provision for Gratuity/Leave	418	183
Stores and Spares W/off	50	108
	<b>3,940</b>	<b>6,503</b>
<b>Operating Profit Before Working Capital Changes</b>	<b>41,382</b>	<b>57,769</b>
<b>Decrease or (Increase) in Assets :</b>		
Trade Receivables	6,567	(7,595)
Loans	47	(124)
Other Assets	571	1,091
Other Financial Assets	(305)	(1,092)
Inventories	(635)	5,445
<b>Increase / (Decrease) in Liabilities :</b>		
Trade Payables and Other Current Liabilities	(946)	7,313
Provisions	80	46
Other Financial Liabilities	(748)	(890)
<b>Cash Generated from Operations Before Tax</b>	<b>46,013</b>	<b>61,963</b>
Direct Taxes Paid	(3,833)	(8,943)
<b>Net Cash Flow generated from Operating Activities : ( Total : A )</b>	<b>42,180</b>	<b>53,020</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Payment for Property Plant & Equipment	(10,987)	(29,564)
Payment for Intangible Assets	(1)	(34)
Proceeds from disposal of Property Plant & Equipment	3	-
Payment for Capital Work-in-progress	(13,182)	3,544
Payment for Investment in Joint Venture	(12,070)	(7,080)
Interest Received	4,518	2,787
Dividend Received	1,044	275
<b>Bank Balances not considered as Cash Equivalents</b>		
Payment / Matured Deposits during the period	(112)	1,184
Payment for Short Term Deposits	(10,000)	(10,000)
Unpaid Dividend	(2)	(1)
<b>Net Cash used in Investment Activities - (Total -B)</b>	<b>(40,789)</b>	<b>(38,889)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Interest and Finance charges paid	(766)	(753)
Dividend paid (including dividend distribution tax)	2	1
Repayment of Long Term Borrowings	(2,971)	(2,799)
Proceeds from Short Term Borrowings (Net)	(49)	100
<b>Net Cash used in Financing Activities - (Total - C)</b>	<b>(3,784)</b>	<b>(3,451)</b>
<b>D Effect of unrealised exchange differences on translation of foreign currency cash and cash equivalents</b>	<b>(8)</b>	<b>396</b>
<b>E TOTAL CASH FLOW DURING THE YEAR (A+B+C+D)</b>	<b>(2,401)</b>	<b>11,076</b>
<b>F CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR</b>	<b>19,221</b>	<b>7,071</b>
<b>G CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD ( E + F )</b>	<b>16,820</b>	<b>18,147</b>

See accompanying notes to the financial results



21/1/2019



**Notes :**

- 1 The above results have been reviewed by the Audit Committee of Directors and approved by the Board of Directors of the Company at their respective meetings held on 7th November, 2019.
- 2 In accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, the Statutory Auditors have carried out a limited review of the consolidated financial results for the quarter ended 30th June, 2019, 30th September, 2019 and six months ended 30th September, 2019. The Consolidated results for quarter and Six months ended 30th September, 2018 have not been reviewed by auditors.
- 3 The Company's operations fall under single segment namely "Chemicals" as per Ind AS - 108 "Segment Reporting".
- 4 "Effective 1st April 2019, the Company has adopted Indian Accounting Standard (Ind AS) 116 "Leases". The Standard primarily requires the Company, as a lessee to recognize, at the commencement of the lease a right-of-use (ROU) asset and a lease liability (representing the present value of unpaid lease payments). Such ROU assets are subsequently depreciated and the lease liability reduced when paid, with the interest on the lease liability recognized as finance costs. The Company has elected to use the "Modified retrospective approach", i.e., where the cumulative impact, if any, is recognized on the date of initial application (1st April 2019). Accordingly previous period information has not been restated. Application of Ind AS 116 has resulted in recognizing ROU asset of Rs.8,665 lakhs. Further, the transition adjustment to retained earnings and the effect on the profit for the period and earnings per share is insignificant."
- 5 The Board of Directors of the Company declared Dividend of Rs.8.00 per share on 7,34,36,928 Equity Shares of Rs.10/- each, amounting to Rs.7,082.57 lakhs (including Tax on Dividend of Rs. 1,207.61 lakhs) for the financial year ended 31st March, 2019 and the same were approved by the Shareholders at the Annual General Meeting held on 27th September, 2019 and was paid on 1st October, 2019.
- 6 During the quarter ended 30th September, 2019, the Company has commissioned 20 MW Solar Power Plant at Charanka, Dist. Patan, Gujarat.
- 7 The Consolidated Financial Results includes result of 60% equity Joint Venture company - GACL-NALCO Alkalies & Chemicals Pvt. Ltd. in accordance with Ind AS -110 "Consolidated Financial Statements" and Ind AS - 28 "Investments in Associates and Joint Ventures".

Place : Gandhinagar  
Date : 7th November, 2019

28



By order of the Board

P K SERA IAS  
MANAGING DIRECTOR

21/11/2019



**GUJARAT ALKALIES AND CHEMICALS LIMITED**

Regd. Office: P.O. Petrochemicals  
VADODABA 391 348

CIN : L24110GJ1973PLC002247 | E Mail : investor\_relations@gaci.co.in; cosec@gaci.co.in | Website : www.gaci.com

**EXTRACT OF UNAUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30<sup>TH</sup> SEPTEMBER, 2019**

(Rs. in lakhs)

Sr. No.	Particulars	Standalone			Consolidated			Year Ended 31/03/2019
		Quarter Ended	Six Months Ended	Year Ended	Quarter Ended	Six Months Ended	Year Ended	
		30/09/2019 (Unaudited) [3]	30/09/2019 (Unaudited) [5]	31/03/2019 (Audited) [7]	30/09/2019 (Unaudited) [8]	30/09/2019 (Unaudited) [10]	31/03/2019 (Audited) [12]	
[1]	[2]							
1	Total Income from Operations	69,881	1,44,738	3,16,138	69,881	1,44,738	1,52,457	3,16,138
2	Net Profit for the period before Tax	14,648	25,257	1,01,502	14,653	25,321	37,442	1,01,625
3	Net Profit for the period after Tax	10,226	17,437	68,965	10,231	17,501	26,111	69,019
4	Total Comprehensive Income for the period [ Comprising profit for the period (after tax) and Other Comprehensive Income (after tax) ]	9,178	4,314	53,157	9,183	4,378	23,483	53,211
5	Equity Share Capital (Face value per share Rs. 10/-)	7,344	7,344	7,344	7,344	7,344	7,344	7,344
6	Reserves (excluding Revaluation Reserve) as shown in the Audited Balance Sheet of previous year	-	-	4,22,321	-	-	-	4,22,214
7	Earning Per Equity Share (of Rs. 10/- each) : (Before Other Comprehensive Income) (Not Annualised)	13.92	23.74	93.91	13.93	23.83	35.55	93.98
a)	Basic (in Rs.)	13.92	23.74	93.91	13.93	23.83	35.55	93.98
b)	Diluted (in Rs.)							

**Notes :**

- The above results have been reviewed by the Audit Committee of Directors and approved by the Board of Directors of the Company at their respective meetings held on 7th November, 2019.
- In accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, the Statutory Auditors have carried out a limited review of the consolidated financial results for the quarter ended 30th June, 2019, 30th September, 2019 and six months ended 30th September, 2019. The Consolidated results for quarter and Six months ended 30th September, 2018 have not been reviewed by auditors.
- The Financial Results for the quarter and six months ended 30th September, 2019 has been reviewed by the Statutory Auditors of the Company.
- Effective 1st April 2019, the Company has adopted Indian Accounting Standard (Ind AS) 116 "Leases". The Standard primarily requires the Company, as a lessee to recognize, at the commencement of the lease a right-of-use (ROU) asset and a lease liability (representing the present value of unpaid lease payments). Such ROU assets are subsequently depreciated and the lease liability reduced when paid, with the interest on the lease liability recognized as finance costs. The Company has elected to use the "Modified retrospective approach", i.e., where the cumulative impact, if any, is recognized on the date of initial application (1st April 2019). Accordingly, previous period information has not been restated. Application of Ind AS 116 has resulted in recognizing ROU asset of Rs.8,665 lakhs. Further, the transition adjustment to retained earnings and the effect on the profit for the period and earnings per share is insignificant.
- The Company's operations fall under single segment namely "Chemicals" as per Ind AS - 108 "Segment Reporting".
- The Board of Directors of the Company declared Dividend of Rs.8.00 per share on 7,34,36,928 Equity Shares of Rs.10/- each, amounting to Rs.7,082.57 lakhs (including Tax on Dividend of Rs.1,207.61 lakhs) for the financial year ended 31st March, 2019 and the same were approved by the Shareholders at the Annual General Meeting held on 27th September, 2019 and was paid on 1st October, 2019.
- The Consolidated Financial Results includes result of 60% equity Joint Venture company - GACL-NALCO Alkalies & Chemicals Pvt. Ltd. in accordance with Ind AS -110 "Consolidated Financial Statements" and Ind AS - 28 "Investments in Associates and Joint Ventures".
- The above is an extract of the detailed format of Quarterly and Half Yearly Unaudited Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the Unaudited Financial Results for the second quarter and six months ended 30th September, 2019 are available on the Stock Exchanges website www.bseindia.com & www.nseindia.com and Company's website www.gaci.com



By order of the Board

*(Signature)*

P. K. GADGI, IAS  
MANAGING DIRECTOR

Place : Gandhinagar

Date : 7th November, 2019

*(Signature)*  
21/11/2019

**INDEPENDENT AUDITOR'S REVIEW REPORT ON THE STANDALONE UNAUDITED FINANCIAL RESULTS OF THE COMPANY**

To,  
The Board of Directors  
Gujarat Alkalies and Chemicals Limited

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **Gujarat Alkalies and Chemicals Limited** ("the Company") for the quarter and six months ended 30<sup>th</sup> September 2019 (hereinafter referred to as "the Statement" and initialed for the purpose of identification), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
2. 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.
3. 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 Indian Accounting Standards (Ind AS) specified under section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder 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, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Other Matter  
The comparative standalone unaudited financial figures of the Company for the preceding quarter ended 30<sup>th</sup> June 2019 and corresponding quarter and six months ended 30<sup>th</sup> September, 2018 prepared in accordance with Indian Accounting Standards (Ind AS) included in this Statement are based on previously issued standalone unaudited financial results that were reviewed by the predecessor auditor who expressed unmodified conclusion vide their review report dated 9<sup>th</sup> August 2019 and 2<sup>nd</sup> November 2018 respectively.

28

# **K C Mehta & Co.**

Chartered Accountants

The standalone audited financial results for the year ended 31<sup>st</sup> March 2019, included in these financial results are based on the previously issued results of the Company prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of Companies Act, 2013. Those standalone audited financial results prepared under Ind AS were audited by the predecessor auditor, whose audit report dated 28<sup>th</sup> May 2019 expressed an unmodified opinion on those financial results.

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

For K. C. Mehta & Co.,  
Chartered Accountants  
Firm's Registration No. 106237W

  
Vishal P. Doshi

Partner

28

Membership No. 101533

UDIN: 19101533AAAACI2259

Place: Gandhinagar

Date: 7<sup>th</sup> November, 2019

**INDEPENDENT AUDITOR'S REVIEW REPORT ON CONSOLIDATED UNAUDITED FINANCIAL RESULTS OF THE COMPANY**

To,  
The Board of Directors  
Gujarat Alkalies and Chemicals Limited

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Gujarat Alkalies and Chemicals Limited ("the Company") and its share of the net profit/loss after tax and total comprehensive income of its joint venture for the quarter and six months ended 30<sup>th</sup> September 2019 (hereinafter referred to as "the Statement" and initialled for the purpose of identification), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. Attention is drawn to the fact that the consolidated figures for the corresponding quarter and six months ended 30<sup>th</sup> September 2018 as reported in these financial results have been approved by the Company's Board of Directors, but have not been subjected to review.
2. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. 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. 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.

We also performed procedures in accordance with the circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, to the extent applicable.

4. The Statement includes the results of the following entity:

Sr. No.	Name of the Entity	Relationship
1	Gujarat Alkalies and Chemicals Limited	the Company
2	GACL -NALCO Alkalies and Chemicals Private Limited	Joint Venture

5. Based on our review conducted as stated above and based on the consideration of the review report of the 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 applicable Indian Accounting Standards (Ind AS) specified under section

29

# K C Mehta & Co.

Chartered Accountants

133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder 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.

6. The consolidated unaudited financial results include the Company's share of net assets of ₹ 35889 lakhs as at 30<sup>th</sup> September 2019 and net profit/(loss) after tax and other comprehensive income of ₹ 5 lakhs and ₹ (4) lakhs for the quarter ended 30<sup>th</sup> September 2019 and for the period from 1 April 2019 to 30 September 2019, respectively, as considered in the consolidated unaudited financial results, in respect of the joint venture, whose financial results have not been reviewed by us. These financial results have been reviewed by other auditors whose reports have 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 joint venture, is based solely on the report of the other auditor and the procedures performed by us as stated in paragraph 3 above.

7. Other Matter

The comparative consolidated unaudited financial figures of the Company for the preceding quarter ended 30<sup>th</sup> June, 2019 prepared in accordance with Indian Accounting Standards (Ind AS) included in this Statement are based on previously issued consolidated unaudited financial results that were reviewed by the predecessor auditor who expressed unmodified conclusion vide their review reports dated 9<sup>th</sup> August 2019.

The consolidated audited financial results for the year ended 31<sup>st</sup> March 2019, included in these financial results are based on the previously issued results of the Company prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of Companies Act, 2013. Those consolidated audited financial results prepared under Ind AS were audited by the predecessor auditor, whose audit report dated 28<sup>th</sup> May 2019 expressed an unmodified opinion on those financial results.

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

For K. C. Mehta & Co.,  
Chartered Accountants  
Firm's Registration No. 106237W

  
Vishal P. Doshi

Partner

Membership No. 101533

UDIN: 19101533AAACK7337

Place: Gandhinagar

Date: 7<sup>th</sup> November 2019



# GUJARAT ALKALIES AND CHEMICALS LIMITED

## PRESS NOTE

Gandhinagar, Thursday, the 7<sup>th</sup> November 2019

The Board of Directors of GACL at its meeting held at Gandhinagar on 7<sup>th</sup> November 2019 approved the financial results for the second quarter and the first six months ended 30<sup>th</sup> September 2019.

For the quarter ended 30<sup>th</sup> September 2019, the overall production growth of major revenue earning products improved as against the corresponding period of the previous year. Despite aggressive competition and the volatile market conditions prevailing during the quarter ended 30<sup>th</sup> September 2019 the Company could achieve the Sales Turnover of Rs.679.10 Crores as against Rs.756.94 Crores in the corresponding period of the previous year. During the first six months ended 30<sup>th</sup> September 2019, GACL could achieve Sales Turnover of Rs.1,406.85 Crores as against Rs.1,501.00 Crores pertaining to the corresponding period of the previous year.

Profit Before Tax (PBT) for the second quarter of Financial Year 2019-20 stands at Rs.146.48 Crores as against Rs.252.57 Crores, PBT pertaining to the corresponding period of previous year. Profit Before Tax (PBT) for the first six months of the Financial Year 2019-20 stands at Rs.374.46 Crores as against Rs.511.94 Crores, PBT for the corresponding period of the previous year.

Profit After Tax (PAT) for the second quarter of the Financial Year 2019-20 stands at Rs.102.26 Crores as against Rs.174.37 Crores, PAT for the corresponding period of the previous year. Profit After Tax (PAT) for the first six months of Financial Year 2019-20 stands at Rs.261.15 Crores as against Rs.357.54 Crores for the corresponding period of the previous year.

The financial ratios based on the performance of six months of 2019-20 vis-à-vis FY 2018-19 are as under :

Sr. No.	Financial Ratios	Unit	Six Months of F.Y.2019-20 (Annualised)	F. Y. 2018-19
i)	Earning Per Share	Rs. / Share	71.12	93.91
ii)	Cash Earning per Share	Rs. / Share	122.50	157.28
iii)	Price Earning ratio	Times	6.41	5.25
iv)	Gross Profit Ratio	Percentage	32.49	37.90
v)	Interest Coverage Ratio	Times	63.22	56.15

During the second quarter of Financial Year 2019-20, the 20 MW Solar Power plant at Charanka, Dist. Patan, Gujarat has been commissioned.

The following projects which are presently under execution. These are progressing satisfactorily.

- Hydrazine Hydrate Project
- Phosphoric Acid Project
- Chloromethane Project
- Stable Bleaching Powder Project
- Chlorotoluene Project
- Anhydrous Aluminium Chloride Project
- 65 MW Coal Power Project
- Caustic Soda Expansion Project
- Replacement of 440 Elements