

LAXMI ORGANIC INDUSTRIES REPORTS Q2FY22 RESULTS

**Standalone Operating Revenue of ₹ 5,263 Mn
Profit After Tax at ₹ 103 Mn**

Mumbai, November 3, 2021: Laxmi Organic Industries Limited (NSE: LXCHEM|BSE:543277|ISIN: INE576O0102), one of India's leading specialty chemical manufacturers, has announced its financial results for the first quarter ended September 30th, 2021.

Commenting on the strong financial performance Mr. Ravi Goenka, Chairman & Managing Director, said, "Our results for the half year remains encouraging and has nearly surpassed last whole year's profitability. This has been due to our growing specialty business and a run-up of the Acetyls spreads in the first quarter. In the second quarter the Acetyl's spreads normalized and our sites faced a catastrophic flood which impacted our inventory and volume.

I would like to mention that the plant, equipment, inventories and other properties are well insured and the claim finalization including claim for loss of profit is underway. Despite the temporary setback in Q2 we see a strong performance for the rest of the year. The overall demand for both the AI and SI remains steady across the sectors that we operate in. SI order book in particular looks strong and we hope to capitalize on the opportunities presented to us in Q3 and Q4 of the current fiscal. We are confident of surpassing our internal targets for the current year.

While our capex's of the SI division are broadly on track and will be completed during March/April 2022, the fluorochemicals project is facing some increased costs and delays mainly due to increase in building material costs and shipping costs. We expect the project start-up in Q1 of the next fiscal. On a positive note, the demand visibility is very strong and customer engagement, product development & sampling are underway."

Standalone Financial Highlights for Half Year Ended September 30th, 2021:

- Operating Revenues at ₹ 12,160 Mn in H1FY22 as compared to ₹ 7,451 Mn in H1FY21; a growth of 63% Y-o-Y
- EBITDA at ₹ 1,608 Mn in H1FY22 as compared to ₹ 872 Mn in H1FY21; a growth of 84% Y-o-Y
- EBITDA Margins stood at 13.22% in H1FY22 and expanded by 151 bps Y-o-Y
- Profit After Tax at ₹ 1,090 Mn in H1FY22 as compared to ₹ 507 Mn in H1FY21; a growth of 115% Y-o-Y
- EPS for H1FY22 was 4.13 as compared to 2.25 in H1FY21

Consolidated Financial Highlights for Half Year Ended September 30th, 2021:

- Operating Revenues at ₹ 13,444 Mn in H1FY22 as compared to ₹ 8,134 Mn in H1FY21; a growth of 65% Y-o-Y
- EBITDA at ₹ 1,761 Mn in H1FY22 as compared to ₹ 854 Mn in H1FY21; a growth of 106% Y-o-Y
- EBITDA Margins stood at 13.10% in H1FY22 and expanded by 260 bps Y-o-Y
- Profit After Tax at ₹ 1,169 Mn in H1FY22 as compared to ₹ 455 Mn in H1FY21; a growth of 157% Y-o-Y
- EPS for H1FY22 was 4.31 as compared to 2.02 in H1FY21

Standalone Financial Highlights for Quarter Ended September 30th, 2021:

- Operating Revenues at ₹ 5,263 Mn in Q2FY22 as compared to ₹ 3,914 Mn in Q2FY21; a growth of 34% Y-o-Y; de-growth of 24% Q-o-Q
- EBITDA at ₹ 240 Mn in Q2FY22 as compared to ₹ 501 Mn in Q2FY21; a de-growth of 52% Y-o-Y and 82% Q-o-Q
- EBITDA Margins stood at 4.57% in Q2FY22 and contracted by 824 bps Y-o-Y; and 1525 bps Q-o-Q
- Profit After Tax at ₹ 103 Mn in Q2FY22 as compared to ₹ 321 Mn in Q2FY21; a de-growth of 68% Y-o-Y and of 91% Q-o-Q
- EPS for Q2FY22 was 0.39 as compared to 1.42 in Q2FY21 and 3.74 in Q1FY22

Consolidated Financial Highlights for Quarter Ended September 30th, 2021:

- Operating Revenues at ₹ 6,081 Mn in Q2FY22 as compared to ₹ 4,098 Mn in Q2FY21; a growth of 48% Y-o-Y; de-growth of 17% Q-o-Q
- EBITDA at ₹ 309 Mn in Q2FY22 as compared to ₹ 434 Mn in Q2FY21; a de-growth of 29% Y-o-Y and a de-growth of 79% Q-o-Q
- EBITDA Margins stood at 5.08% in Q2FY22 and contracted by 552 bps Y-o-Y; and 1456 bps Q-o-Q
- Profit After Tax at ₹ 146 Mn in Q2FY22 as compared to ₹ 241 Mn in Q2FY21; a de-growth of 40% Y-o-Y and of 86% Q-o-Q
- EPS for Q2FY22 was 0.43 as compared to 1.12 in Q2FY21 and 3.88 in Q1FY22



About Laxmi Organic Industries Ltd. (LXCHEM):

Laxmi Organic Industries Ltd (LXCHEM) is a leading manufacturer of Acetyl Intermediates and Specialty Intermediates with almost three decades of experience in large scale manufacturing of chemicals. It is currently among the largest manufacturers of ethyl acetate in India with a market share of approximately 30% of the Indian ethyl acetate market. It is the only manufacturer of diketene derivatives in India with a market share of approximately 55 % of the Indian diketene derivatives market. LXCHEM's products are currently divided into two broad categories, namely the Acetyl Intermediates and the Specialty Intermediates. The Acetyl Intermediates include ethyl acetate, acetaldehyde, fuel-grade ethanol and other proprietary solvents, while the Specialty Intermediates comprises of ketene, diketene derivatives namely esters, acetic anhydride, amides, arylides and other chemicals. Its products find application in various high-growth industries, including pharmaceuticals, agrochemicals, dyes & pigments, inks & coatings, paints, printing & packaging, flavours & fragrances, adhesives and other industrial applications. It also propose to diversify into manufacturing of specialty fluorochemicals to which end, it has recently acquired assets including plant & machinery, design and operating paperwork, REACH registrations and patents of Miteni, a manufacturer of organic fluorospecialties and electrochemical fluorination.

For more information, please visit: <https://www.laxmi.com/>

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