



RELIANCE CHEMOTEX INDUSTRIES LIMITED

Date: June 26, 2020

To
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street Mumbai- 400001

Ref: Reliance Chemotex Industries Limited, Scrip Code: 503162

Sub: Outcome of Board Meeting held on June 26, 2020 under Regulation 30 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015

Dear Sir/Madam,

Pursuant to Regulation 30 and 33^a of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors of M/ s Reliance Chemotex Industries Limited in their meeting held today i.e. Friday, June 26, 2020, through video conferencing which commenced at 12:45 PM and concluded at 1:25 PM inter alia transacted the following businesses:

1. Approved Audited Financial Statement along with Auditors Report thereon for the year ended on March 31, 2020.
2. Approved Financial Results of the Company for Quarter and Year ended on March 31, 2020.
3. The Board Recommended a Dividend @ 10 % i.e. Rs. 1/- per Equity Share of Rs. 10/- each for the Financial Year ended on March 31, 2020.
4. Approved the appointment of Mr. Chirag Gupta as Company Secretary of the Company w.e.f. June 26, 2020.

The copy of the results as aforesaid is also available on the website of the Company.

Kindly take the above on your records.

Yours Sincerely,
For Reliance Chemotex Industries Limited


Chirag Gupta
Company Secretary

RELIANCE CHEMOTEX INDUSTRIES LIMITED

Regd. Office : Village Kanpur, Rajasthan -313003

CIN: L40102RJ1977PLC001994

Telephone No: 0249-2490488

Email: finance.udaipur@reliancechemotex.com; Website: www.reliancechemotex.com

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED ON 31st March, 2020

PART I		RS. IN LAKH EXCEPT EPS				
Sl. No.	Particulars	Quarter ended 31.03.2020 (Un-Audited)	Quarter ended 31.12.2019 (Un-Audited)	Quarter ended 31.03.2019 (Un- Audited)	Year ended 31.03.2020 (Audited)	Year ended 31.03.2019 (Audited)
1	Income					
	(a) Revenue from operation	6928.04	7340.80	8101.78	29979.46	32319.32
	(b) Other Income	28.36	21.01	90.98	105.56	230.47
	Total Income (a+b)	6956.40	7361.81	8192.76	30085.02	32549.79
2	Expenses					
	(a) Cost of Raw Materials Consumed	3215.14	3567.48	4574.83	15161.70	18654.95
	(b) Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-trade, etc.	164.27	5.02	119.15	424.60	73.92
	(c) Employee Benefits Expense	974.68	1032.46	893.44	3937.76	3758.52
	(d) Finance Cost	244.45	278.72	325.45	1132.88	1307.18
	(e) Depreciation and Amortization Expense	183.87	183.19	168.12	733.83	670.97
	(f) Power & Fuel	797.98	862.04	851.94	3436.91	3460.99
	(g) Other Expenses	1076.90	1070.33	939.17	4179.97	3819.60
	Total Expenses	6657.29	6999.24	7872.10	29007.65	31746.13
3	Profit Before Tax (1-2)	299.11	362.57	320.66	1077.37	803.66
4	Tax Expense					
	Current tax	132.94	107.56	92.43	381.00	344.61
	Deferred Tax	11.08	10.11	(19.91)	(236.74)	49.91
5	Net Profit for the Period (3-4)	155.09	244.90	248.14	933.11	409.14
6	Other Comprehensive Income					
	Items that will not be re classified to Profit and Loss					
	i) Re-imbusement (gain/Loss on defined benefit plan	21.87	(1.41)	(9.63)	17.64	(5.64)
	ii) Tax on (i) above	-6.08	0.39	3.21	(4.90)	1.88
7	Total Comprehensive Income for the Period (net off tax) (5+6)	170.88	243.88	241.72	945.85	405.38
8	Paid-up Equity Share Capital	754.36	754.36	398.08	754.36	398.08
	(Face value of ₹10/- per Share)					
9	Other Equity				9056.66	6289.21
10	Basic & Diluted EPS (*) (not annualised)	2.06	3.25	6.23	14.68	10.28



STATEMENT OF ASSETS AND LIABILITIES AS AT 31.03.2020		Rs. In Lakhs	Rs. In Lakhs
Particulars		31.03.2020	31.03.2019
ASSETS			
(1)	Non - current assets		
	Property, Plant and Equipment	10119.15	13732.02
	Investment-Property	210.72	214.42
	Other Intangible Assets	5.85	9.49
	Right of use assets	3868.46	-
	Financial Assets		
	i) Investment	-	-
	ii) Loan (Deposit)	442.04	342.27
	iii) Others	535.67	31.32
(2)	Current assets		
	Inventories	3505.42	3787.84
	Financial assets		
	i) Trade receivables	1327.70	1751.68
	ii) Cash and cash equivalents	76.96	12.76
	iii) Bank Balances	427.06	396.10
	iv) Others	667.30	700.04
	Current tax assets (net)	91.15	72.95
	Other current assets	1467.56	756.28
Total ASSETS		22745.04	21807.17
EQUITY AND LIABILITIES			
EQUITY			
	Equity share capital	755.97	399.69
	Other equity	9056.66	6289.21
LIABILITIES			
(1)	Non - current liabilities		
	Financial liabilities		
	Borrowings	2853.48	5032.10
	other financial liabilities	108.45	8.58
	Provisions	61.79	72.38
	Deferred tax liabilities (net)	1873.87	1974.62
(2)	Current liabilities		
	Financial liabilities		
	Borrowings	2131.96	2352.00
	Trade payables		
	i) MSME	48.44	53.50
	ii) Others	3789.18	3534.50
	Other financial liabilities	1574.23	1746.95
	Other current liabilities	413.65	259.97
	Provisions	77.36	83.67
TOTAL EQUITY AND LIABILITIES		22745.04	21807.17



STATEMENT OF CASH FLOW

Amount in Lakh

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
CASH FLOW FROM OPERATING ACTIVITIES:		
Profit before exceptional items and tax as per statement of profit and loss	1,077.37	803.66
Adjustments for:		
Depreciation and amortization expenses	733.83	670.97
Finance cost	1,132.88	1,308.30
Provision for Doubtful debts	4.66	54.69
Interest income	(62.51)	(76.57)
Balances written back	(3.03)	(6.77)
(Profit)/ loss on sale of fixed assets (net)	(6.67)	(0.23)
Operating profit before working capital changes	2,876.54	2,754.05
Adjustments for:		
(Increase)/decrease in trade & other receivables	419.32	(79.87)
(Increase)/decrease in inventories	282.42	357.18
(Increase)/ Decrease in other current assets	(711.27)	304.16
(Increase)/ Decrease in other financial assets*	(472.83)	(306.11)
Increase/ (Decrease) in other current financial liabilities	(341.23)	(232.03)
Increase/(decrease) in trade & other payables	194.28	10.84
Increase/ (Decrease) in other current liabilities*	153.68	(54.92)
Increase/(decrease) in provisions	(34.54)	(66.32)
	(510.17)	(67.07)
Less: Direct taxes paid (net of refunds)	(210.50)	106.44
Net cash flows (used in)/ generated from operating activities after exceptional items	2,155.87	2,580.54
CASH FLOW FROM INVESTING ACTIVITIES:		
Inflows		
Sale proceeds of property, plant and equipment	12.02	0.32
Interest received	61.29	76.57
Other Bank Balance including Deposit within 3 to 12 Months Maturity	(130.73)	(17.14)
	(57.43)	59.75
Outflows		
Purchase of property, plant and equipment/ intangible assets	(696.95)	(83.88)
	(696.95)	(83.88)
Net cash (used in) / generated from investing activities	(754.38)	(24.13)
CASH FLOW FROM FINANCING ACTIVITIES:		
Inflows		
Proceeds from issuance of Share Capital	356.27	-
Proceeds from Premium on issue of Shares	1,918.00	-
	2,274.27	-
Outflows		
Repayment of long term borrowings	(2,178.62)	(415.12)
Repayment of Short Term Borrowings	(220.04)	(795.10)
Repayment of Lease Liability	(89.97)	-
Dividend paid on Preference Share	(79.42)	(230.75)
Dividend distribution tax on Preference Share	(16.33)	(47.43)
Dividend and DDT paid on Equity Share	(71.99)	(47.99)
Interest paid	(955.20)	(1,030.12)
	(3,611.56)	(2,566.51)
Net cash (used in) / generated from financing activities	(1,337.28)	(2,566.51)
NET INCREASE/(DECREASE) IN CASH AND BANK BALANCES	64.20	(10.12)
Add : Cash and cash equivalence at beginning of the year	12.76	22.88
Cash and cash equivalence at end of the year	76.96	12.76

Notes:

- The cash flow statement has been prepared under the indirect method as set out in Indian Accounting Standard (Ind AS 7) statement of cash flows.
- Additions to property, plant, equipment and intangible assets include movements of capital work-in-progress and intangible assets under development respectively during the year.

Cash and Cash equivalent as per above comprises of the following

Balances with Banks		
- In Current Accounts	72.34	6.49
- In Saving Accounts (against Employee's Security)	2.20	2.27
Cash on Hand	2.42	4.00
Balances as per statement of Cash Flows	76.96	12.76

The accompanying notes are an integral part of these standalone financial statements



Notes:	
1	The above financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meeting held on June, 26, 2020
2	The above statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognized accounting practices and policies to the extent applicable.
3	The Company has adopted Ind AS 116 " Leases" as notified by Ministry of Corporate Affairs effective from 1st April 2019 and its application did not have any material impact on the financial results of current year including the retained earnings as at 1st April, 2019.
4	The figures for three months ended March 31, 2020 and March 31, 2019 are the balancing figure between audited Figures in respect of full Financial
5	The Board of Directors have recommended a Dividend of 10% i.e Rs 1.00/- per share aggregating Rs 75.43 Lakhs.
6	Figures for the previous periods are re-classified/re-arranged/re-grouped, wherever necessary, to correspond with the current period's classification/disclosure.
7	The above results are available on the website of the Company.
8	The Company's manufacturing operation was impacted for a certain period as a consequence of complete lockdown imposed by Central and State Government authorities in India considering public health and safety due to COVID-19 pandemic thereby restricting normal business activities. In spite of partial withdrawal of lockdown, the ongoing restrictions by the appropriate Government authorities to contain the pandemic continue to impact normal production and cause supply chain disruption, etc. As per the current assessment, the Company does not foresee incremental risk on carrying amounts of inventories and recoverability of trade receivables and other assets given the measures being pursued to safeguard/mitigate related risks. However, the eventual outcome due to ongoing said COVID-19 pandemic may be different from those estimated as on the date of approval of these financial statements.
9	The Company has only one reportable primary business segment i.e. Yarns

Place : Mumbai
Date : 26th June, 2020





RELIANCE
CHEMOTEX INDUSTRIES LIMITED

Date: 26.06.2020

To,
BSE Limited
P.J. Towers, Dalal Street,
Mumbai— 40001

Scrip Code 503162

DECLARATION

Sub: Declaration on the Independent Auditor's Report with unmodified opinion pursuant to Regulation 33(3) of the SEBI (Listing Obligations and Disclosures Requirement) Regulation, 2015

I, Chandrasekaran Rajagopalan CFO of the company hereby declare that, the Statutory Auditors of the company have issued an Independent Audit Report with unmodified /unqualified opinion on Annual Audited Financial Results(standalone) of the company for the year ended March 31, 2020.

For Reliance Chemotex Industries Limited

Sd/-
Chandrasekaran Rajagopalan
(Chief Financial Officer)

INDEPENDENT AUDITOR'S REPORT ON THE AUDITED FINANCIAL RESULTS OF RELIANCE CHEMOTEX INDUSTRIES LIMITED FOR THE QUARTER AND YEAR ENDED 31st MARCH, 2020

To The Board of Directors
RELIANCE CHEMOTEX INDUSTRIES LIMITED

Opinion

We have audited the accompanying statement of Annual Financial Results of **Reliance Chemotex Industries Limited** ("the Company"), for the quarter and year ended 31st March, 2020 ("the Statement"), attached herewith, being submitted by the Company pursuant to 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 requirement of Regulation 33 of the Listing Regulations; and
- ii) gives a true and fair view in conformity with the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information of the Company for the quarter and year ended 31st March, 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 Annual 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Annual financial results under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter

We draw attention to Note 8 to the financial results which describes the uncertainties and the impact of the COVID -19 pandemic on the company's operations and results as assessed by the management. The actual results may differ from such estimates depending on the future developments. Our opinion is not modified in respect of this matter.



Management's Responsibility for the Annual Financial Results

This statement has been prepared on the basis of the Annual Ind AS financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the applicable Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act, read with relevant Rules issued thereunder 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 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 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 is 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 also responsible for overseeing the Company's financial reporting process

Auditor's Responsibilities for the Audit of the Annual Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole are 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, but not for the purpose of expressing our opinion on effectiveness of the Company's internal control. 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 Company's 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 Statement 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 Matters

The Statement includes the results for the Quarter ended 31st March, 2020 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to third quarter of the current financial year which were subject to limited review by us.

For Jain Pramod Jain & Co.
Chartered Accountants
Firm's Registration No. 016746 N

P. K. Jain

(P.K.Jain)

Partner

Membership No. 010479

UDIN: 20010479AAAABC7967



Place: New Delhi
Date: 26.06.2020