

MEGHMANI ORGANICS LIMITED

(Formerly known as Meghmani Organochem Limited)



August 18, 2021

To

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|--|---|
| National Stock Exchange of India Limited "Exchange Plaza", Bandra-Kurla Complex, Bandra (East) <u>Mumbai 400 051</u> | BSE Limited Floor- 25, P J Tower, Dalal Street, <u>Mumbai 400 001</u> |
| SYMBOL:- MOL | Scrip Code 543331 |

Dear Sir/Madam,

Sub:-Unaudited Financial Results(Standalone and Consolidated) of Meghmani Organics Limited (formerly known as Meghmani Organochem Limited) for the First Quarter ended 30th June, 2021.

The Company is listed on 18th August, 2021 and as a matter of good corporate governance and keeping shareholders and investing public informed, the Unaudited Financial Result of the First Quarter ended on 30th June, 2021, is uploaded herewith. The Financial results have been reviewed by the Company at its meeting held on Tuesday, 10th August, 2021.

This is not a statutory announcement as prescribed under Regulation of 33 of SEBI (LODR) Regulations, 2015.

This result is also available on our website www.meghmani.com

We request you to take the same on record.

Thanking you.

Yours faithfully,
For Meghmani Organics Limited
(formerly known as Meghmani Organochem Limited)

Jayesh Patel
Company Secretary & Compliance Officer



Encl: - As above

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Statement of Consolidated Financial Results for the Quarter ended June 30, 2021

(Rs. in Lakhs, except as stated otherwise)

| Sr. No. | Particulars | Quarter ended | | | Year ended |
|---------|--|------------------|------------------|------------------|-------------------|
| | | June 30, 2021 | March 31, 2021 | June 30, 2020 | March 31, 2021 |
| | | Unaudited | Unaudited | Unaudited | Audited |
| I | Revenue from operations | 49,813.86 | 46,310.33 | 29,914.42 | 163,665.61 |
| II | Other income | 2,832.16 | 1,818.72 | 172.88 | 2,471.83 |
| III | Total income (I+II) | 52,646.02 | 48,129.05 | 30,087.30 | 166,137.44 |
| IV | EXPENSES | | | | |
| | (a) Cost of materials consumed | 31,062.06 | 30,562.70 | 15,459.46 | 94,947.62 |
| | (b) Purchases of stock-in-trade | 480.09 | 291.84 | 152.96 | 1,811.36 |
| | (c) Changes in inventories of finished goods, work-in-progress and stock-in-trade | (3,708.27) | (2,821.75) | 1,058.87 | (6,295.45) |
| | (d) Employee benefits expense | 2,934.07 | 2,535.35 | 2,159.43 | 10,238.09 |
| | (e) Finance costs | 945.45 | (913.74) | 621.48 | 1,119.34 |
| | (f) Depreciation and amortisation expense | 1,530.89 | 1,376.44 | 1,234.97 | 5,068.08 |
| | (g) Other expenses | 10,239.64 | 12,265.52 | 5,495.74 | 34,718.60 |
| | Total expenses (IV) | 43,483.93 | 43,296.36 | 26,182.91 | 141,607.64 |
| V | Profit before exceptional items and tax (III - IV) | 9,162.09 | 4,832.69 | 3,904.39 | 24,529.80 |
| VI | Exceptional items | - | - | - | (650.00) |
| VII | Profit before tax (V - VI) | 9,162.09 | 4,832.69 | 3,904.39 | 25,179.80 |
| VIII | Tax expense | | | | |
| | (1) Current tax | 2,097.37 | 1,255.97 | 1,060.66 | 6,671.31 |
| | (2) Adjustment of tax relating to earlier years | - | - | - | - |
| | (3) Net deferred tax expense / (benefit) | 207.94 | (26.16) | (55.62) | (139.12) |
| IX | Net Profit for the period from continuing operations (VII-VIII) | 6,856.78 | 3,602.88 | 2,899.35 | 18,647.61 |
| X | Net Profit for the period (X) | 6,856.78 | 3,602.88 | 2,899.35 | 18,647.61 |
| XI | Other Comprehensive Income | | | | |
| | A (i) Items that will not be reclassified to profit or loss in subsequent periods | 6.80 | 248.85 | (73.88) | 27.20 |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss as mentioned above | (1.71) | (62.63) | 18.59 | (6.85) |
| | B (i) Items that will be reclassified to profit or loss in subsequent periods | 7.56 | (1.58) | 0.97 | (0.45) |
| | (ii) Income tax relating to items that will be reclassified to profit or loss as mentioned above | (1.90) | 0.39 | (0.24) | 0.11 |
| XII | Total Comprehensive Income for the period (X + XI) (comprising Profit / Loss and Other Comprehensive Income for the period) | 6,867.53 | 3,787.91 | 2,844.79 | 18,667.62 |
| | Profit attributable to: | | | | |
| | Owners of the Company | 6,856.78 | 3,602.88 | 2,899.35 | 18,647.61 |
| | Non-controlling interests | - | - | - | - |
| | Other Comprehensive Income attributable to: | | | | |
| | Owners of the Company | 10.75 | 185.03 | (54.56) | 20.01 |
| | Non-controlling interests | - | - | - | - |
| | Total Comprehensive Income attributable to: | | | | |
| | Owners of the Company | 6,867.53 | 3,787.91 | 2,844.79 | 18,667.62 |
| | Non-controlling interests | - | - | - | - |
| XIII | Paid up equity share capital (face value of Rs. 1 each) | 2,543.14 | 2,543.14 | 2,543.14 | 2,543.14 |
| XIV | Other equity | | | | 114,759.98 |
| XV | Earnings per share (of Rs.1 each) after exceptional item (not annualised for quarters and nine months) | | | | |
| | Basic (in rupees) | 2.70 | 1.42 | 1.14 | 7.33 |
| | Diluted (in rupees) | 2.70 | 1.42 | 1.14 | 7.33 |

See accompanying notes to the consolidated financial results



Notes to consolidated financial results:

- 1 Pursuant to the Composite Scheme of Arrangement ("the Scheme") approved by NCLT Ahmedabad Bench vide its order dated 03 May 2021 (the "Order") and on receipt of certificate of incorporation for change of name from the registrar of companies, Ahmedabad, Gujarat, the name of the Company has been changed from "Meghmani Organochem Limited" to "Meghmani Organcis Limited" with effect from August 3, 2021.
- 2 The Statement includes results of the following subsidiaries:
 1. Meghmani Organics Inc. USA
 2. P T Meghmani Indonesia
 3. Meghmani Overseas FZE
 4. Meghmani Synthesis Limited
- 3 As per Ind AS 108 "Operating Segment" Group has reported segment information mainly under two segments: 1) Pigments and 2) Agro-chemicals.
- 4 As per the Scheme, Optionally Convertible Redeemable Preference Shares (OCRPS) issued by Meghmani Finechem Limited (MFL) was transferred to the Company. The investment in OCRPS of MFL was transferred at cost of Rs. 10,986.54. Subsequent to transfer of OCRPS, the Company had fair valued investment in OCRPS as per the requirements of Ind AS 109 and had opted for recognising the fair value difference through Statement of Profit and Loss. Fair value gain of Rs 1,124.00 lakhs was accounted for in other income for the year ending March 31, 2021.

Further, as per the Scheme, OCRPS issued by MFL were converted into Redeemable Preference Share (RPS) with same terms and conditions and tenure from the effective date i.e. the date of Order May 3, 2021. The Company has fair valued the conversion of OCRPS to RPS as per the requirements of Ind AS 109 and the fair value gain of Rs 946.04 lakhs has been accounted in other income for the quarter ended June 30, 2021.
- 5 The Company is listed on 18th August, 2021 on National Stock Exchange of India Limited (NSE) and BSE Limited (BSE). Accordingly, applicability of filing of quarterly financial results as per Regulation 33 of LODR Rule 2015 is applicable from second quarter ending 30th September, 2021. As a matter of good corporate governance and keeping the public and other shareholders informed, Financial Result of the First Quarter ended on 30th June, 2021, is uploaded herewith. The Financial results have been reviewed by the Audit Committee and Board of Directors on 10th August, 2021.

Date: August 18, 2021
Place: Ahmedabad



For and on behalf of Board of Directors of
Meghmani Organics Limited
(formerly known as Meghmani Organochem Limited)

Ashish Soparkar
Managing Director
DIN: 00027480

Segment Revenue, Results, Segment Assets and Segment Liabilities (Consolidated)

(Rs. in Lakhs, except as stated otherwise)

| Particulars | Quarter ended | | Year ended | |
|---|-------------------|-------------------|-------------------|-------------------|
| | June 30, 2021 | March 31, 2021 | June 30, 2020 | March 31, 2021 |
| | Unaudited | Unaudited | Unaudited | Audited |
| 1. SEGMENT REVENUE | | | | |
| (a) Pigment | 17,441.88 | 15,992.35 | 10,901.00 | 57,838.20 |
| (b) Agrochemicals | 32,125.51 | 29,929.04 | 18,524.85 | 104,506.08 |
| (c) Others/Unallocated | 1,001.22 | 1,095.22 | 986.46 | 3,891.55 |
| Total | 50,568.61 | 47,016.61 | 30,412.31 | 166,235.83 |
| Less Inter-segment sales | 754.75 | 706.28 | 497.89 | 2,570.22 |
| Net sales Income from operations | 49,813.86 | 46,310.33 | 29,914.42 | 163,665.61 |
| 2. SEGMENT RESULTS | | | | |
| (a) Pigment | 2,495.10 | 1,665.64 | 1,389.50 | 8,554.48 |
| (b) Agrochemicals | 7,217.10 | 4,378.20 | 3,665.78 | 21,538.13 |
| (c) Others/Unallocated | 24.86 | 64.78 | 20.99 | 114.38 |
| Total | 9,737.06 | 6,108.62 | 5,076.27 | 30,206.99 |
| Less - (i) Finance Cost | 945.45 | (913.74) | 621.48 | 1,119.34 |
| (ii) Other Un-allocable income, net of expenses | (328.85) | 2,220.61 | 610.14 | 4,693.27 |
| (iii) Elimination | (41.63) | (30.94) | (59.74) | (135.42) |
| Profit before exceptional items and tax | 9,162.09 | 4,832.69 | 3,904.39 | 24,529.80 |
| Exceptional items | - | - | - | (650.00) |
| Profit before tax | 9,162.09 | 4,832.69 | 3,904.39 | 25,179.80 |
| 3. SEGMENT ASSETS | | | | |
| (a) Pigment | 62,479.44 | 60,879.21 | 53,396.83 | 60,879.21 |
| (b) Agrochemicals | 122,649.25 | 111,846.58 | 76,428.89 | 111,846.58 |
| (c) Others/Unallocated | 25,762.98 | 25,147.08 | 23,026.96 | 25,157.06 |
| (d) Elimination | (249.79) | (457.79) | (1,160.37) | (467.77) |
| TOTAL SEGMENT ASSETS | 210,641.88 | 197,415.08 | 151,692.31 | 197,415.08 |
| 4. SEGMENT LIABILITIES | | | | |
| (a) Pigment | 23,194.33 | 22,289.70 | 15,354.43 | 22,289.70 |
| (b) Agrochemicals | 54,864.88 | 50,433.58 | 28,850.96 | 50,433.58 |
| (c) Others/Unallocated | 8,475.28 | 7,635.87 | 6,040.89 | 7,635.87 |
| (d) Elimination | (70.82) | (247.19) | (864.09) | (247.19) |
| TOTAL SEGMENT LIABILITIES | 86,463.67 | 80,111.96 | 49,382.19 | 80,111.96 |

See accompanying notes to the consolidated financial results



Statement of Standalone Financial Results for the quarter ended June 30, 2021

(Rs. in Lakhs, except as stated otherwise)

| Sr. No. | Particulars | Quarter ended | | Year ended | |
|---------|--|------------------|------------------|------------------|-------------------|
| | | June 30, 2021 | March 31, 2021 | June 30, 2020 | March 31, 2021 |
| | | Unaudited | Unaudited | Unaudited | Audited |
| I | Revenue from operations | 49,567.39 | 45,921.38 | 29,425.84 | 162,344.28 |
| II | Other income | 2,832.16 | 1,818.72 | 172.89 | 2,471.83 |
| III | Total income (I+II) | 52,399.55 | 47,740.10 | 29,598.73 | 164,816.11 |
| IV | EXPENSES | | | | |
| | (a) Cost of materials consumed | 31,062.06 | 30,562.71 | 15,459.46 | 94,947.63 |
| | (b) Purchases of stock-in-trade | 405.04 | 249.41 | 115.79 | 1,555.52 |
| | (c) Changes in inventories of finished goods, work-in-progress and stock-in-trade | (3,721.02) | (2,989.26) | 770.12 | (6,753.95) |
| | (d) Employee benefits expense | 2,891.54 | 2,492.73 | 2,115.51 | 10,041.21 |
| | (e) Finance costs | 944.60 | (914.82) | 620.96 | 1,116.18 |
| | (f) Depreciation and amortisation expense | 1,529.51 | 1,375.06 | 1,234.23 | 5,064.62 |
| | (g) Other expenses | 10,191.37 | 12,226.24 | 5,458.59 | 34,561.97 |
| | Total expenses (IV) | 43,303.10 | 43,002.07 | 25,774.66 | 140,533.08 |
| V | Profit before exceptional items and tax (III - IV) | 9,096.45 | 4,738.03 | 3,824.07 | 24,283.03 |
| VI | Exceptional items | - | - | - | (650.00) |
| VII | Profit before tax (V - VI) | 9,096.45 | 4,738.03 | 3,824.07 | 24,933.03 |
| VIII | Tax expense | | | | |
| | (1) Current tax | 2,090.00 | 1,245.00 | 1,055.00 | 6,625.00 |
| | (2) Adjustment of tax relating to earlier years | - | - | - | - |
| | (3) Net deferred tax expense / (benefit) | 193.19 | (38.93) | (79.27) | (193.40) |
| IX | Net Profit for the period from continuing operations (VII-VIII) | 6,813.26 | 3,531.96 | 2,848.34 | 18,501.43 |
| X | Net Profit for the period (X) | 6,813.26 | 3,531.96 | 2,848.34 | 18,501.43 |
| XI | Other Comprehensive Income | | | | |
| | A (i) Items that will not be reclassified to profit or loss in subsequent periods | 6.80 | 248.84 | (73.88) | 27.20 |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss as mentioned above | (1.71) | (62.63) | 18.59 | (6.85) |
| XII | Total Comprehensive Income for the period (X + XI) (comprising Profit / Loss and Other Comprehensive Income for the period) | 6,818.35 | 3,718.17 | 2,793.05 | 18,521.78 |
| XIII | Paid up equity share capital (face value of Rs. 1 each) | 2,543.14 | 2,543.14 | 2,543.14 | 2,543.14 |
| XIV | Other equity | | | | 114,183.17 |
| XVII | Earnings per share (of Rs.1 each) after exceptional item (not annualised for quarters and nine months) | | | | |
| | Basic (in rupees) | 2.68 | 1.39 | 1.12 | 7.28 |
| | Diluted (in rupees) | 2.68 | 1.39 | 1.12 | 7.28 |

See accompanying notes to the standalone financial results



Notes to standalone financial results:

1 Pursuant to the Composite Scheme of Arrangement ("the Scheme") approved by NCLT Ahmedabad Bench vide its order dated 03 May 2021 (the "Order") and on receipt of certificate of incorporation for change of name from the registrar of companies, Ahmedabad, Gujarat, the name of the Company has been changed from "Meghmani Organochem Limited" to "Meghmani Organics Limited" with effect from August 3, 2021.

2 As per the Scheme, Optionally Convertible Redeemable Preference Shares (OCRPS) issued by Meghmani Finechem Limited (MFL) was transferred to the Company. The investment in OCRPS of MFL was transferred at cost of Rs. 10,986.54. Subsequent to transfer of OCRPS, the Company had fair valued investment in OCRPS as per the requirements of Ind AS 109 and had opted for recognising the fair value difference through Statement of Profit and Loss. Fair value gain of Rs 1,124.00 lakhs was accounted for in other income for the year ending March 31, 2021.

Further, as per the Scheme, OCRPS issued by MFL were converted into Redeemable Preference Share (RPS) with same terms and conditions and tenure from the effective date i.e. the date of Order May 3, 2021. The Company has fair valued the conversion of OCRPS to RPS as per the requirements of Ind AS 109 and the fair value gain of Rs 946.04 lakhs has been accounted in other income for the quarter ended June 30, 2021.

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For and on behalf of Board of Directors of
Meghmani Organics Limited
(formerly known as Meghmani Organochem Limited)



[Handwritten signature]

Ashish Soparkar
Managing Director
DIN: 00027480

Date: August 18, 2021
Place: Ahmedabad