

November 11, 2021

To, Bombay Stock Exchange Limited Corporate Relationship Department 1 st Floor, New Trading Ring Rotunda Building, P. J. Towers Dalal Street, Mumbai - 400 001 Scrip: 506390 <u>E-mail: corp.relations@bseindia.com</u>	To, The National Stock Exchange of India Limited Listing Department, Exchange Plaza, 5 th floor, Plot No. C/1, G Block, Bandra-Kurla Complex, Bandra (E), Mumbai - 400 051 Scrip: CLNINDIA <u>E-mail: cmlist@nse.co.in</u>
--	--

Sub.: Unaudited Financial Results of the Company for the Quarter and half year ended September 30, 2021 along with the Limited Review Report thereon

Dear Sir,

We wish to inform you that the Board of Directors of the Company had at their meeting held on November 11, 2021, inter alia, approved and taken on record the Unaudited Financial Results for the Quarter and half year ended September 30, 2021.

Pursuant to Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, enclosing herewith the Unaudited Financial Results and Limited Review Report for the quarter and half year ended September 30, 2021 along with the Statement of Assets and Liabilities and Cash Flow Statement as on September 30, 2021.

In terms of the SEBI Circular CIR/CFD/CMD56/2016 dated May 27, 2016, the Company hereby declares that the Auditors have issued Limited Review Report with unmodified opinion on quarterly unaudited results for the quarter and half year ended September 30, 2021.

The Board meeting commenced at 12:45 p.m. and concluded at 4:45 p.m.

Kindly take the same on record and acknowledge the receipt.

Thanking you,

Yours faithfully,
For **Clariant Chemicals (India) Limited**


Ameet Joshi
Company Secretary

Encl.: As above

Independent Auditor's Review Report on Unaudited Quarterly and Year to Date Financial Results of Clariant Chemicals (India) Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To,

The Board of Directors

Clariant Chemicals (India) Limited

1. We have reviewed the accompanying statement of unaudited financial results of **Clariant Chemicals (India) Limited** ('the Company') for the quarter ended September 30, 2021 and the year-to-date results for the period April 01, 2021 to September 30, 2021 ('the Statement'), being submitted by the Company pursuant to the requirements of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation'). 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. This Statement has been prepared by the Company's Management in accordance with the recognition and measurement principles laid down in Ind AS 34 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (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 financial results are free of material misstatements. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



MSKA & Associates

Chartered Accountants

Independent Auditor's Review Report on Unaudited Quarterly and Year to Date Financial Results of Clariant Chemicals (India) Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (*Continued*)

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India has not disclosed the information required to be disclosed in terms of the Regulation including the manner in which it is to be disclosed, or that it contains any material misstatement.

For MSKA & Associates
Chartered Accountants

ICAI Firm Registration No.: 105047W



Vishal Vilas Divadkar

Partner

Membership No.: 118247

UDIN: 21118247AAAABF3234



Date: November 11, 2021

Place: Mumbai

Clariant Chemicals (India) Limited

Corporate Identity Number: L24110MH1956PLC010806

Registered Office : Reliable Tech Park, Thane Belapur Road,

Airoli, Navi Mumbai - 400708

Tel: 022 7125 1000; Fax: 022 7125 1228

Website: www.clariant.com Email: investor.relations_india@clariant.com

CLARIANT

STATEMENT OF UNAUDITED RESULTS FOR THE THREE MONTHS AND SIX MONTHS ENDED SEPTEMBER 30, 2021

(₹ in Lakhs)

Particulars	3 months ended	3 months ended	3 months ended	6 months Ended	6 months Ended	Year ended
	30-09-2021	30-06-2021	30-09-2020	30-09-2021	30-09-2020	31-03-2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1 Revenue						
(a) Revenue from operations	19,488	21,276	18,084	40,764	30,983	73,077
(b) Other income (Refer Note 6)	50	669	359	719	714	1,478
Total income	19,538	21,945	18,443	41,483	31,697	74,555
2 Expenses						
(a) Cost of materials consumed	9,968	13,063	8,413	23,031	14,925	38,558
(b) Purchases of stock-in-trade	1,640	2,145	1,088	3,785	1,736	5,567
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	827	(2,022)	1,556	(1,195)	1,970	(673)
(d) Employee benefits expense	1,742	1,564	1,611	3,306	3,106	6,348
(e) Finance costs	12	9	71	21	146	260
(f) Depreciation and amortisation expense	510	509	924	1,019	1,874	3,597
(g) Other expenses	4,243	4,715	3,558	8,958	6,310	15,091
Total expenses	18,942	19,983	17,221	38,925	30,067	68,748
3 Profit before tax and exceptional item from continuing operations	596	1,962	1,222	2,558	1,630	5,807
Exceptional item (Refer note 4)	-	-	25,483	-	25,483	25,480
Profit before tax from continuing operations	596	1,962	26,705	2,558	27,113	31,287
4 Income Tax expense						
(a) Current tax (Including on exceptional item ₹ 7,015 lakhs)	211	384	7,579	595	7,683	8,586
(b) Deferred tax	(51)	147	(275)	96	(239)	136
(c) Tax expense of prior years (Refer note 3)	-	-	220	-	220	699
Total tax expense	160	531	7,524	691	7,664	9,421
5 Net Profit for the period from continuing operations (after tax)	436	1,431	19,181	1,867	19,449	21,866
6 Profit from discontinued operations before tax (Refer note 4)	-	-	-	-	171	171
Tax expense of discontinued operations	-	-	-	-	61	61
Profit for the period from discontinued operations	-	-	-	-	110	110
7 Profit for the period from continuing and discontinued operations (after tax) (5 + 6)	436	1,431	19,181	1,867	19,559	21,976
8 Other comprehensive Income/ (Loss) (net of tax)						
(Items that will not be reclassified to profit or loss)						
From continuing operations						
(a) Remeasurement of the defined benefit plans	45	(98)	82	(53)	(37)	5
(b) Income tax relating to items that will not be reclassified to profit or loss	(11)	25	(21)	13	9	(2)
	34	(73)	61	(40)	(28)	3
From discontinued operations						
(a) Remeasurement of the defined benefit plans	-	-	-	-	(72)	(72)
(b) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	18	18
	-	-	-	-	(54)	(54)
	34	(73)	61	(40)	(82)	(51)
9 Total comprehensive Income for the period	470	1,358	19,242	1,827	19,477	21,925
10 Paid up equity share capital (Face value of ₹10 each)	2,308	2,308	2,308	2,308	2,308	2,308
11 Other equity (including reserves)						38,413
12 Earnings per share (of ₹ 10 each)						
Continuing operations						
Basic and diluted (₹)	1.89	6.20	83.11	8.09	84.27	94.74
Discontinued operations						
Basic and diluted (₹)	-	-	-	-	0.48	0.48
Continuing and discontinued operations						
Basic and diluted (₹)	1.89	6.20	83.11	8.09	84.75	95.22



Clariant Chemicals (India) Limited

Corporate Identity Number: L24110MH1956PLC010806

Registered Office : Reliable Tech Park, Thane Belapur Road,

Airoli, Navi Mumbai - 400708

Tel: 022 7125 1000; Fax: 022 7125 1228

Website: www.clariant.com Email: investor.relations_india@clariant.com



Notes:

- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on November 11, 2021. In terms of SEBI Circular CIR/CFD/CMD56/2016 dated May 27, 2016, the Company hereby declares that the Auditors have issued Limited Review Report with unmodified opinion on quarterly unaudited results for the quarter and half year ended September 30, 2021.
- This 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 recognised accounting practices and policies to the extent applicable.
- During the previous year ended March 31, 2021, the Company has written off income tax receivables (net) of ₹ 220 lakhs basis the detailed evaluation performed by the Company for some of the long outstanding past years and balance amount of ₹ 479 lakhs pertains to amount of tax actualised for previous year ended March 31, 2020.

4) Exceptional Item:

The Board of Directors at their meeting held on December 19, 2019 had approved the sale of Business Unit - Masterbatches to Polyone Polymers India Private Limited for a consideration of ₹ 42,600 lakhs subject to working capital adjustments and presented it as Discontinued operations until June 30, 2020 in accordance with Ind AS 105: Non-Current Assets held for Sale and Discontinued Operations.

The sale transaction was consummated on July 01, 2020 on receipt of the consideration of ₹ 42,119 Lakhs which was further adjusted for working capital adjustments of ₹ 819 lakhs and accordingly the final sale consideration of ₹ 41,300 lakhs was arrived. The net assets (₹ 15,593 lakhs) of Masterbatches – Business unit is derecognised and a resultant gain of ₹ 25,480 lakhs (Net of incidental expenses of ₹ 227 lakhs) was recorded during the previous year ended March 31, 2021.

The discontinued operations pertain to Plastics and Coatings segment.

The financial information relating to discontinued operations is given below:

Particulars	Quarter ended			Half Year Ended		Year ended
	30-09-2021	30-06-2021	30-09-2020	30-09-2021	30-09-2020	31-03-2021
a. Total Income	-	-	-	-	4,257	4,257
b. Total Expenses	-	-	-	-	4,086	4,086
c. Profit before tax (a-b)	-	-	-	-	171	171
d. Tax Expense	-	-	-	-	61	61
e. Profit from discontinued operations (c-d)	-	-	-	-	110	110

- The Board of Directors at its meeting held on May 19, 2021 have recommended the payment of final dividend of ₹ 15 per equity share for financial year ended March 31, 2021.
- Pursuant to the Agreement for Sale of Assets effective from February 28, 2021, Property, Plant and Equipment including leasehold improvements, furniture and fixtures and equipments of the Company situated at Reliable Tech Park, Airoli Office has been transferred to Clariant India Limited, a related party of the Company. The sale was subsequently concluded in previous quarter for ₹ 2,355 Lakhs, as a result, the Company has recognised profit on sale of these assets in other income of ₹ 573 lakhs in the previous quarter ended June 30, 2021.
- The Company has received a demand of ₹ 306.07 lakhs and ₹ 923.70 lakhs including interest of ₹ 11.77 lakhs and ₹ 34.90 lakhs respectively against alleged short deduction of TDS on the dividend payments made to parent companies during the quarter ended September 30, 2021 and year ended March 31, 2021 respectively. The Management is confident that the above matter will be decided in favour of the company and accordingly no provision has been made in books of accounts in respect of this demand.
- Mr. Adnan Ahmad has informed today to the Nomination & Remuneration Committee ("the Committee") and the Board that he will retire on December 31, 2021. Consequently, he has served his resignation from the position of Vice-Chairman & Managing Director of the Company effective from January 1, 2022. The same has been noted and taken on record by the Committee and the Board
- The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contribution by the Company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in the financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.
- Our ultimate global holding Company, Clariant AG ("Clariant"), dated June 14, 2021 announced that it has reached definitive agreements for the divestment of its Pigments Business to a consortium of Heubach Group ("Heubach") and SK Capital Partners ("SK Capital") at an Enterprise Value (EV) of CHF 805 million to CHF 855 million on a cash and debt free basis. At the time of closing of the transaction, Clariant will reinvest to become a 20% shareholder alongside Heubach and SK Capital in the ultimate holding Company. The reinvestment enables Clariant to further benefit from the improving profitability of the Pigments business resulting from the initiated efficiency program and to participate in the future growth opportunities as well as synergies of the combination with the Heubach Pigments business. The transaction is subject to customary closing conditions and regulatory approvals and is expected to close in the first half of year 2022. The Company will keep the regulatory bodies, authorities & the stakeholders updated on the regional and country level implications of the transaction. There was no impact of this transaction in the financial results of the Company during the quarter and half year ended September 30, 2021.
- The Company has taken into account external and internal information for assessing possible impact of COVID-19 on various elements of its financial results, including recoverability of its assets. An evaluation of impact of COVID-19 on internal financial controls over financial reporting concluded that there is no impact of COVID-19 thereon. While, the Management of the Company does not expect any material impact to arise due to pandemic, the actual impact may differ from that estimated as at the date of approval of these financial results. The Company will continue to closely monitor any material change in future economic conditions due to COVID-19.
- The figures for the previous periods have been regrouped/recasted wherever necessary, to conform to the current period's classification.

Place : Mumbai

Date : November 11, 2021

www.clariant.com

For Clariant Chemicals (India) Limited



(Signature)

Adnan Ahmad

Vice-Chairman & Managing Director

DIN: 00046742

Clariant Chemicals (India) Limited

Corporate Identity Number: L24110MH1956PLC010806

Registered Office : Reliable Tech Park, Thane Belapur Road,

Airoli, Navi Mumbai - 400708

Tel: 022 7125 1245; Fax: 022 7125 1228

Website: www.clariant.com Email: investor.relations_india@clariant.com

CLARIANT

STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2021

(₹ in Lakhs)

Particulars	As at	As at
	30-09-2021 (Unaudited)	31-03-2021 (Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment and intangible assets	13,271	14,002
(b) Capital work-in-progress	1,766	861
(c) Goodwill	894	894
(d) Right of use assets	42	57
(e) Financial assets		
(i) Loan	10	-
(ii) Other financial assets	371	424
(f) Other non-current assets	1,181	1,262
(g) Non-current tax assets (net)	4,926	4,881
Sub-total - Non-current assets	22,461	22,381
Current assets		
(a) Inventories	14,386	13,472
(b) Financial assets		
(i) Investments	-	965
(ii) Trade receivables	14,158	16,978
(iii) Cash and cash equivalents	896	2,425
(iv) Bank balances other than (iii) above	748	799
(v) Loan	14	403
(vi) Other financial assets	164	14
(c) Other current assets	6,226	5,685
Sub-total - Current assets	36,592	40,741
Assets classified as held for sale (Refer note 6)	-	1,782
TOTAL - ASSETS	59,053	64,904
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	2,308	2,308
(b) Other equity	36,859	38,413
Sub-total - Equity	39,167	40,721
Non-current liabilities		
(a) Financial liabilities		
(i) Lease liabilities	-	21
(b) Provisions	808	657
(c) Deferred tax liabilities (net)	745	663
Sub-total - Non-current liabilities	1,553	1,341
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	130	-
(ii) Trade payables		
(a) Total outstanding dues of micro and small enterprises	149	784
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	13,623	17,063
(iii) Lease liabilities	37	33
(iv) Other financial liabilities	1,866	2,119
(b) Other current liabilities	152	248
(c) Provisions	770	939
(d) Current tax liabilities (net)	1,606	1,606
Sub-total - Current liabilities	18,333	22,842
TOTAL - EQUITY AND LIABILITIES	59,053	64,904

Place : Mumbai
Date : November 11, 2021
www.clariant.com



Adnan Ahmad
Vice-Chairman & Managing Director
DIN: 00046742

Clariant Chemicals (India) Limited

Corporate Identity Number: L24110MH1956PLC010806

Registered Office : Reliable Tech Park, Thane Belapur Road, Airoli, Navi Mumbai - 400708

Tel: 022 7125 1245; Fax: 022 7125 1228 Website: www.clariant.com Email: investor.relations_india@clariant.com

CLARIANT

CASH FLOW STATEMENT FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2021

(₹ in Lakhs)

	Six months ended 30-09-2021 (Unaudited)	Six months ended 30-09-2020 (Unaudited)
A. Cash flow from operating activities :		
Profit before tax		
Continuing operations	2,558	27,113
Discontinued operations	-	171
	2,558	27,284
Adjustments for:		
Depreciation and amortisation expense	1,019	1,874
Unrealised foreign exchange loss (net)	27	107
Interest income	(18)	(108)
(Profit) / Loss on sale of property, plant and equipment	(573)	208
Fair value gain on investments	(18)	(165)
Employee share based payments expense	81	(4)
Provision for allowances for credit losses	3	53
Finance costs	22	151
Exceptional Item (Profit on sale of Materbatch business)	-	(25,483)
Operating profit before working capital changes	3,101	3,917
Adjustments for (Increase)/Decrease in working capital :		
Trade receivables	2,803	1,196
Other current assets	(542)	(450)
Other non-current assets	81	1,033
Other financial assets	334	(85)
Inventories	(914)	3,368
Trade payables	(4,088)	(6,126)
Non-current provisions	98	990
Current provisions	(219)	(953)
Other current liabilities	(96)	(631)
Other financial liabilities	(269)	(87)
Cash generated from operations	289	2,172
Taxes paid (net of refunds)	(640)	(420)
Net cash generated / (used in) from operating activities	(351)	1,752
B. Cash flow from investing activities :		
Purchase of property, plant and equipment (Including CWIP)	(1,178)	(166)
Sale proceeds of property, plant and equipment	2,355	307
Purchase of current investments	(21,191)	(76,329)
Sale proceeds of current investments	22,173	74,018
Consideration received on sale of Materbatch business (Net of expenses)	-	41,892
Interest income received	18	108
Cash generated from investing activities	2,177	39,830
Taxes paid on sale of Materbatch business	-	(7,015)
Net Cash generated from investing activities	2,177	32,815
C. Cash flow from financing activities :		
Finance costs paid	(5)	(5)
Dividend paid	(3,462)	(34,854)
Principal payment of lease liabilities	(16)	(521)
Interest payment of lease liabilities	(2)	(134)
Net Cash (used in) financing activities	(3,485)	(35,514)
NET DECREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	(1,659)	(947)
CASH AND CASH EQUIVALENTS AS AT BEGINNING OF THE YEAR	2,425	2,588
CASH AND CASH EQUIVALENTS AS AT THE END OF THE PERIOD (NET OF BANK OVERDRAFT)	766	1,641
Cash and cash equivalents	896	1,641
Bank overdraft	(130)	-
Cash and cash equivalents as at the end of the year (Net of Bank Overdraft)	766	1,641
Cash flow for discontinued operations		
Net cash inflow / (outflow) from operating activities	-	(973)
Net cash inflow / (outflow) from investing activities	-	(103)
Net cash inflow / (outflow) from financing activities	-	-
Net cash (used in) / generated from discontinued operations	-	(1,076)

Place : Mumbai

Date : November 11, 2021

www.clariant.com



Clariant Chemicals (India) Limited

Corporate Identity Number: L24110MH1956PLC010806

Registered Office : Reliable Tech Park, Thane Belapur Road,
Airoli, Navi Mumbai - 400708

Tel: 022 7125 1000; Fax: 022 7125 1228

Website: www.clariant.com Email: investor.relations_india@clariant.com

CLARIANT

SEGMENT WISE REVENUE, RESULTS, SEGMENT ASSETS, SEGMENT LIABILITIES AND CAPITAL EMPLOYED FOR THREE MONTHS AND SIX MONTH ENDED SEPTEMBER 30, 2021

(₹ in Lakhs)

Particulars	3 months ended	3 months ended	Corresponding 3 months ended	6 months ended	Corresponding 6 months ended	Year ended
	30-09-2021	30-06-2021	30-09-2020	30-09-2021	30-09-2020	31-03-2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Segment revenue						
Plastics and Coatings (continuing)	18,250	19,992	16,701	38,242	28,372	67,626
Specialty Chemicals	1,238	1,284	1,383	2,522	2,611	5,451
Total revenue from operations	19,488	21,276	18,084	40,764	30,983	73,077
2. Segment results						
Plastics and Coatings (continuing)	513	1,926	1,022	2,439	1,342	5,350
Specialty Chemicals	90	31	187	121	323	613
Total Segment results	603	1,957	1,209	2,560	1,665	5,963
Less : (1) Finance costs	12	9	71	21	146	260
(2) Other unallocable expenditure / (income) net	(5)	(14)	(84)	(19)	(111)	(104)
Profit before Exceptional Item (continuing)	596	1,962	1,222	2,558	1,630	5,807
Exceptional items	-	-	25,483	-	25,483	25,480
Profit before tax (continuing)	596	1,962	26,705	2,558	27,113	31,287
Profit before tax (discontinued)	-	-	-	-	171	171
Profit before tax (continuing and discontinued operations)	596	1,962	26,705	2,558	27,284	31,458
3. Segment assets						
Plastics and Coatings (continuing)	51,762	55,148	51,348	51,762	51,348	53,286
Specialty Chemicals	326	314	147	326	147	365
Unallocable	6,965	11,506	17,798	6,965	17,798	11,253
Total	59,053	66,968	69,293	59,053	69,293	64,904
4. Segment liabilities						
Plastics and Coatings (continuing)	16,528	20,994	16,996	16,528	16,996	21,548
Specialty Chemicals	259	272	65	259	65	366
Unallocable	3,099	3,574	2,473	3,099	2,473	2,269
Total	19,886	24,840	19,534	19,886	19,534	24,183
5. Capital employed						
Plastics and Coatings (continuing)	35,234	34,154	34,352	35,234	34,352	31,738
Specialty Chemicals	67	42	82	67	82	(1)
Unallocable	3,866	7,932	15,325	3,866	15,325	8,984
Total	39,167	42,128	49,759	39,167	49,759	40,721

Information related to discontinued operations as part of Plastic and Coating segment stated in note 4 to the financial results :

Particulars	3 months ended	3 months ended	Corresponding 3 months ended	6 months ended	Corresponding 6 months ended	Year ended
	30-09-2021	30-06-2021	30-09-2020	30-09-2021	30-09-2020	31-03-2021
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Segment revenue	-	-	-	-	4,243	4,243
Segment results	-	-	-	-	171	171
Segment assets	-	-	-	-	18,479	18,479
Segment liabilities	-	-	-	-	3,320	3,320
Capital employed	-	-	-	-	15,159	15,159

Place : Mumbai
Date : November 11, 2021
www.clariant.com

For Clariant Chemicals (India) Limited
Adnan Ahmad
Vice-Chairman & Managing Director
DIN: 00046742