

NACL Industries Limited

(formerly known as 'Nagarjuna Agrichem Limited')



Ref: NACL/SE/2019-20

14th August, 2019

1) BSE Limited

Phiroze Jeejeebhoy Tower,
Dalal Street, Fort,
Mumbai, Maharashtra,
MUMBAI - 400001.

2) National Stock Exchange of India Ltd

Exchange Plaza, 5th Floor,
Plot No.C/1 G Block,
Bandra- Kurla Complex, Bandra(E),
MUMBAI - 400051.

Dear Sir,

Sub: Outcome of Board Meeting - reg.

Ref: Company Code: 524709 Script ID: NACLIND

We wish to inform that the Board of Directors in its meeting held today i.e. Wednesday, the 14th Day of August, 2019 has inter-alia approved the Un-Audited (Standalone and Consolidated) Financial Results for the first quarter ended 30th June, 2019. The copy of the said results together with Auditor's Limited Review report are enclosed herewith.

The said Board Meeting was commenced at 3:45 p.m. and concluded at 9:10 p.m.

Thanking you,

for **NACL Industries Limited**

Satish Kumar Subudhi

Company Secretary & Legal-Head

Encl: As above

Regd. Office : Plot No. 12-A, 'C' Block, Lakshmi Towers, No. 8-2-248/1/7/78, Nagarjuna Hills, Panjagutta, Hyderabad - 500 082, Telangana, INDIA.
Phone : +91-40-33605100/123, Fax : +91-40-23358062 E-mail : info@naclind.com Website : www.naclind.com
CIN : L24219TG1986PLC016607

Factory-Technical :

Plot # 177, Arinama Akkivalasa Village, Allinagaram
Post, Etcherla Mandal, Srikakulam - 532403, A.P.
Phone : +91-08942-231172, 300400 / 401
Fax : +91-08942-231171

Factory-Formulation :

Unit - I, Unit - II
Ethakota-533238, Ravulapalem Mandal
East Godavari Dist., A.P.
Phone : +91-8855-305617 / 627

R&D Centre :

Sy. No. 1710 & 1711, Anthireddyguda Road, Nandigaon
Village & Mandal, R.R.District, Telangana - 509228
Phone : +91-08548-305004
Fa x : +91-08548-305801

NACL Industries Limited

(formerly Nagarjuna Agrichem Limited)

Regd. Office: Plot No. 12-A, 'C' Block, Lakshmi Towers, No.8-2-248/1/7/78, Nagarjuna Hills, Punjagutta, Hyderabad 500 082, Telangana, India
Phone:040-33605123/124,Fax:040-23350234/23358062,E-mail:info@naclind.com,Website:www.naclind.com

CIN:L24219TG1986PLC016607

Statement of Unaudited Standalone and Consolidated Financial Results for the Quarter Ended June 30, 2019

₹ in Lakhs

Sl. No	Particulars	Standalone				Consolidated			
		Quarter ended 30.06.2019	Quarter ended 31.03.2019	Quarter ended 30.06.2018	Year ended 31.03.2019	Quarter ended 30.06.2019	Quarter ended 31.03.2019	Quarter ended 30.06.2018	Year ended 31.03.2019
		(Unaudited)	(Audited) (Refer note 8)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited) (Refer note 6)	(Unaudited) (Refer note 6)	(Audited)
1	Revenue from operations	19,099	17,785	21,820	86,549	19,099	17,785	21,820	86,549
2	Other income	730	785	426	2,570	730	785	426	2,572
3	Total Income (1+2)	19,829	18,570	22,246	89,119	19,829	18,570	22,246	89,121
4	Expenses								
	(a) Cost of materials consumed	14,826	10,562	16,902	57,446	14,826	10,562	16,902	57,446
	(b) Purchase of stock-in-trade	241	1,033	383	5,983	241	1,033	383	5,983
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(2,258)	2,074	(2,392)	(2,325)	(2,258)	2,074	(2,392)	(2,325)
	(d) Employee benefits expense	1,892	2,287	1,966	7,931	1,902	2,305	1,981	7,992
	(e) Finance costs	654	923	814	3,398	654	923	814	3,398
	(f) Depreciation and amortisation expense	591	495	516	2,035	591	495	516	2,035
	(g) Other expenses	3,740	3,740	3,993	16,143	3,730	3,724	3,977	16,078
	Total Expenses	19,686	21,114	22,182	90,611	19,686	21,116	22,181	90,607
5	Profit/(Loss) before share of profit of associate (3-4)	143	(2,544)	64	(1,492)	143	(2,546)	65	(1,486)
6	Share of profit from Associate					18	48	27	137
7	Profit/(Loss) before tax (5+6)	143	(2,544)	64	(1,492)	161	(2,498)	92	(1,349)
8	Tax expense:								
	(a) Current tax (net)	31	(466)	21	-	31	(466)	21	-
	(b) Deferred tax (net)	(12)	(455)	(67)	(654)	(12)	(455)	(67)	(654)
	Tax Expense	19	(921)	(46)	(654)	19	(921)	(46)	(654)
9	Profit/(Loss) for the period (7-8)	124	(1,623)	110	(838)	142	(1,577)	138	(695)
10	Other Comprehensive Income								
	Items that will not be reclassified to statement of profit and loss								
	Re-measurement of the defined benefit obligation	5	17	23	5	3	17	23	2
	Income tax expense on the above	(2)	(6)	(8)	(2)	(2)	(6)	(8)	(1)
	Items that will be reclassified to statement of profit and loss								
	Effective portion of loss on designated portion of hedging instrument in a cash flow hedge	(74)	-	-	-	(74)	-	-	-
	Income tax expense on the above	16	-	-	-	16	-	-	-
	Other Comprehensive Income for the period, net of tax	(55)	11	15	3	(57)	11	15	1
11	Total Comprehensive Income/(Loss) for the period (9+10)	69	(1,612)	125	(835)	85	(1,566)	153	(694)
12	Paid-up Equity Share Capital (Face value of ₹ 1/- each)	1,674	1,674	1,563	1,674	1,674	1,674	1,563	1,674
13	Other Equity				26,191				26,737
14	Earnings Per Share								
	(a) Basic (in ₹)	0.07	(1.04)	0.07	(0.54)	0.08	(1.01)	0.09	(0.44)
	(b) Diluted (in ₹)	0.07	(1.04)	0.07	(0.53)	0.08	(1.01)	0.09	(0.44)



Notes :

- 1 The above Unaudited Financial Results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 14, 2019. The Statutory Auditors have carried out a limited review of these Financial Results for the Quarter Ended June 30, 2019 and have issued an unmodified report on these results.
- 2 The Standalone and Consolidated Financial results of the Company have been prepared in accordance with the Indian Accounting Standards ('IND AS') prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").
- 3 The Company is primarily engaged in the Farm Inputs Business, which in the context of Ind AS 108 "Operating Segments" is considered the only significant business segment.
- 4 The Company's Business is seasonal in nature and the performance can be impacted by weather conditions.
- 5 The Consolidated Financial Results include the results of the following:
 - i) Wholly Owned Subsidiaries
 - a) LR Research Laboratories Private Limited, India
 - b) Nagarjuna Agrichem (Australia) Pty Limited, Australia
 - ii) Associate
 - a) Nasense Labs Private Limited, India
- 6 In the previous year as the Company had opted to publish Consolidated Financial Results on an annual basis, the Consolidated Financial Results for the Quarter Ended March 31, 2019 and June 30, 2018 are as approved by the Board of Directors of the Company but have not been subjected to review / audit.
- 7 The Company has adopted Ind AS 116 "Leases" with the date of initial application being April 1, 2019. Ind AS 116 replaces Ind AS 17 "Leases" and related interpretation and guidance. On transition to Ind AS 116, Right-of-use assets as at April 1, 2019 for leases previously classified as operating leases were recognised and measured with cumulative effect of initially applying this standard as an adjustment to the opening balance of retained earnings as at April 1, 2019. As a result, the comparative information has not been restated. The Company has discounted lease payments using the incremental borrowing rate as at April 1, 2019 for measuring the lease liability.
- 8 The figures for the Quarter Ended March 31, 2019 of the Standalone Financial Results are the balancing figures between the audited figures of the full Financial Year ended March 31, 2019 and the published year-to-date figures upto the third Quarter Ended December 31, 2018.

Place : Hyderabad
Date : August 14, 2019




M. Pavan Kumar
Managing Director & CEO

NACL Industries Limited

(formerly Nagarjuna Agrichem Limited)

Regd. Office: Plot No.12-A, 'C' Block, Lakshmi Towers, No.8-2-248/1/7/78, Nagarjuna Hills, Punjagutta, Hyderabad 500 082, Telangana, India

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CIN: L24219TG1986PLC016607

Extract of the Statement of Standalone and Consolidated Unaudited Financial Results for the Quarter ended June 30, 2019

₹ in Lakhs

Sl. No.	Particulars	Standalone			Consolidated		
		Quarter ended June 30, 2019	Quarter ended June 30, 2018	Year ended March 31, 2019	Quarter ended June 30, 2019	Quarter ended June 30, 2018	Year ended March 31, 2019
		(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Audited)
1	Total Income from Operations	19,829	22,246	89,119	19,829	22,246	89,121
2	Net (Loss)/Profit for the period (before Tax & Exceptional and/or Extraordinary items)	143	64	(1,492)	161	92	(1,349)
3	Net (Loss)/Profit for the period before Tax, (after Exceptional and/or Extraordinary items)	143	64	(1,492)	161	92	(1,349)
4	Net (Loss)/Profit for the period after Tax, (after Exceptional and/or Extraordinary items)	124	110	(838)	142	138	(695)
5	Total Comprehensive Income for the period [Comprising (Loss)/Profit for the period (after tax) and Other Comprehensive Income (after tax)]	69	125	(835)	85	153	(694)
6	Paid-up Equity Share Capital	1,674	1,563	1,674	1,674	1,563	1,674
7	Other Equity			26,191			26,737
8	Earnings per Share (of ₹ 1 each)						
a)	Basic	0.07	0.07	(0.54)	0.08	0.09	(0.44)
b)	Diluted	0.07	0.07	(0.53)	0.08	0.09	(0.44)

Notes:

- The above Unaudited Financial Results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 14, 2019. The Statutory Auditors have carried out a limited review of these financial results for the Quarter Ended June 30, 2019 and have issued an unmodified report on these results.
- The above is an extract of the detailed format of Unaudited Standalone and Consolidated Financial Results for the Quarter Ended June 30, 2019 filed with BSE Limited & NSE Limited under Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of Standalone and Consolidated Unaudited Financial Results for the Quarter Ended June 30, 2019 is available on the website of BSE & NSE Limited and Company's website at www.naclind.com

Place : Hyderabad

Date : August 14, 2019



M. Pavan Kumar
M. Pavan Kumar
 Managing Director & CEO

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM
CONSOLIDATED FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
NACL Industries Limited
(formerly "Nagarjuna Agrichem Limited")**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **NACL Industries Limited** (formerly "Nagarjuna Agrichem Limited") ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit after tax and total comprehensive income of its associate for the quarter ended June 30, 2019 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel 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 specified under Section 143(10) of the Companies Act, 2013 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.

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

Attention is drawn to Note 6 to the Statement which states that the consolidated figures for the quarter ended March 31, 2019 and June 30, 2018, as reported in the accompanying statement have been approved by the Board of Directors, but have not been subjected to review.

4. The Statement includes the results of the following entities:
 - a. Subsidiaries:
 - (i) LR Research Laboratories Private Limited,
 - (ii) Nagarjuna Agrichem (Australia) Pty Limited, Australia
 - b. Associate:
 - (i) Nasense Labs Private Limited, India


5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors 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 the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, 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.
6. The consolidated unaudited financial results includes the Group's share of profit after tax of ₹ 18 lakhs for the quarter ended June 30, 2019 and Total comprehensive income ₹ 16 lakhs for the quarter ended June 30, 2019 as considered in the Statement, in respect of one associate, whose interim financial results have not been reviewed by us. These interim financial results have been reviewed by other auditor whose report has 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 associate, is based solely on the report of the other auditor and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of these matters.

7. The consolidated unaudited financial results includes the financial results of two subsidiaries which have not been reviewed by their auditors, whose interim financial results total revenue of ₹ 15 lakhs, total profit after tax of ₹ 0.18 lakhs and Total comprehensive income ₹ 0.18 lakhs for the quarter ended June 30, 2019. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our Conclusion on the Statement is not modified in respect of our reliance on the interim results certified by the Management.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)


Ganesh Balakrishnan
Partner
(Membership No. 201193)
UDIN:19201193AAAACA9619

Place: Hyderabad
Date: August 14, 2019

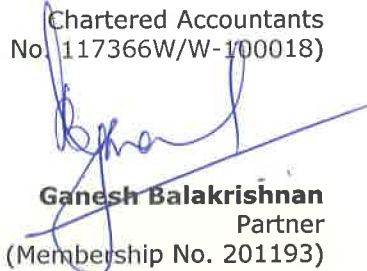
**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM
STANDALONE FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
NACL Industries Limited
(formerly "Nagarjuna Agrichem Limited")**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **NACL Industries Limited** (formerly "Nagarjuna Agrichem Limited") ("the Company"), for the quarter ended June 30, 2019 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 specified under section 143(10) of the Companies Act, 2013 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.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, 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.

For DELOITTE HASKINS & SELLS LLP

Chartered Accountants
(Firm's Registration No. 117366W/W-100018)


Ganesh Balakrishnan
Partner
(Membership No. 201193)
UDIN: 19201193AAAABZ9546

Place: Hyderabad
Date: August 14, 2019