

Ref: MPL / Sectl / BSE & NSE / E-2 & E-3 / 2023

08th February 2023

The Manager
Listing Department
BSE Limited
Corporate Relationship Department
1st Floor, New Trading Ring
Rotunda Building, P J Tower
Dalal Street, Fort
Mumbai - 400 001
Stock Code: 500268

The Listing Department
National Stock Exchange of India
Limited
Exchange Plaza, 5th Floor
Plot No.C/1, G Block
Bandra-Kurla Complex
Bandra (East)
Mumbai - 400 051
Stock Code: MANALIPETC

Dear Sir,

Sub: Unaudited Financial Results for the quarter and nine months ended
31st December 2022 -reg

Pursuant to Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed the Unaudited Financial Results (Standalone and Consolidated) for the quarter and nine months ended 31st December 2022 as approved by the Board of Directors of the Company at their meeting held today i.e., 08th February 2023, together with copies of the Limited Review Reports of the Auditors.

The meeting of the Board of Directors commenced at 05.30 P.M. IST and concluded at 06.05 P.M. IST.

We request you to kindly take the above on record.

Thanking you

Yours faithfully

For Manali Petrochemicals Limited



R Swaminathan
Company Secretary

Encl: as above



Factories :

Plant - 1 : Ponneri High Road, Manali, Chennai - 600 068

Plant - 2 : Sathangadu Village, Manali, Chennai - 600 068

Phone : 044 - 2594 1025 Fax : 044 - 2594 1199

E-mail: companysecretary@manalipetro.com



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

To,

Board of Directors

The Manali Petrochemicals Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of the Manali Petrochemicals Limited ("the Company") for the quarter ended 31st December 2022 and year to date results for the period from 01st April 2022 to 31st December 2022 ("the statement") being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (listing Regulations')
2. This statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with 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 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended ("Listing Regulations"). Our responsibility is to issue a report on the financial 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
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 standalone financial results prepared in accordance with applicable Indian Accounting Standards and other recognized accounting practices and policies 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.


5. Without qualifying our review conclusion, attention is invited to

Note No.2 to the standalone financial results, which explains the period of lease relating to the leasehold land on which one of the manufacturing units of the Company (Unit-II) is operating has since expired on June 30, 2017, for which requests for renewal have been filed by the Company with Govt. of Tamil Nadu, (the Lessor) and extension of lease is awaited. Pending renewal of lease, no adjustments have been made in the financial results for the period for any potential impact of non-renewal of land lease. Further the management is confident of obtaining the renewal of lease of land in the due course.

For Brahmayya & Co.,

Chartered Accountants

Firm Registration No. 000511S



N Srikrishna

Partner

Membership No. 026575

UDIN: 23026575BG RIAA 7235

Place : Chennai

Date : February 8, 2023

MANALI PETROCHEMICALS LIMITED

Registered Office: SPIC HOUSE, 88, Mount Road, Guindy, Chennai - 600 032

Telefax: 044-2235 1098 E-mail: companysecretary@manalipetro.com Website: www.manalipetro.com

Corporate Identity Number : L24294TN1986PLC013087

Statement of Standalone Financial Results for the Quarter and Period ended 31.12.2022							[Rs. in Lakh]
S. No	Particulars	Three Months ended			Nine Months ended		Year ended
		Unaudited			Unaudited		Audited
		31-Dec-22	30-Sep-22	31-Dec-21	31-Dec-22	31-Dec-21	31-Mar-22
1	Revenue from Operations	20,530.36	26,067.04	39,949.33	76,687.97	1,08,278.04	1,44,367.11
2	Other Income	626.40	654.66	403.05	1,836.25	1,150.75	1,687.25
3	Total Income (1+2)	21,156.76	26,721.70	40,352.38	78,524.22	1,09,428.79	1,46,054.36
4	Expenses						
	Cost of materials consumed	15,573.18	19,955.62	20,694.19	58,212.07	54,514.01	73,309.47
	Changes in inventories of finished goods and work-in- progress	(308.08)	(1,083.61)	(725.47)	(4,663.88)	(1,882.11)	(186.04)
	Utility Expenses	2,656.00	2,940.16	2,652.30	8,809.66	7,292.58	9,724.10
	Employee benefits expense	867.85	819.44	760.18	2,507.84	2,174.30	3,250.36
	Finance costs	314.29	170.34	190.11	660.86	553.72	906.08
	Depreciation and amortization expense	551.28	534.93	548.79	1,610.58	1,376.29	1,883.25
	Other expenses	1,635.03	1,733.75	1,580.90	4,892.44	4,165.29	6,038.62
	Total Expenses	21,289.55	25,070.63	25,701.00	72,029.57	68,194.08	94,925.84
5	Profit/(Loss) Before Exceptional items and Taxes (3-4)	(132.79)	1,651.07	14,651.38	6,494.65	41,234.71	51,128.52
6	Exceptional Items (Refer Note No 4)	-	-	-	-	(382.37)	(668.50)
7	Profit/(Loss) Before Tax (5+6)	(132.79)	1,651.07	14,651.38	6,494.65	40,852.34	50,460.02
8	Tax Expense						
	Current tax	18.53	457.20	3,799.94	1,762.95	10,467.83	13,048.39
	Short/(Excess) provision for tax relating to prior years	(170.07)	-	-	(170.07)	-	(9.60)
	Deferred tax	(44.88)	23.02	(52.07)	(46.72)	(91.06)	(248.00)
	Net tax expense	(196.42)	480.22	3,747.87	1,546.16	10,376.77	12,790.79
9	Profit/(Loss) for the period (7-8)	63.63	1,170.85	10,903.51	4,948.49	30,475.57	37,669.23
10	Other Comprehensive Income						
	Items that will not be classified to profit or (loss)						
	Changes in Fair Value of Equity Investments	(0.14)	(0.40)	(0.10)	0.39	0.03	0.13
	Remeasurement Cost of net defined benefits	5.76	10.91	0.26	(11.50)	8.49	(227.93)
	Income Tax relating to items that will not be re-classified to Profit or Loss	(1.48)	(2.80)	(0.06)	2.95	(2.17)	58.39
11	Total Comprehensive Income for the period (9+10)	67.77	1,178.56	10,903.61	4,940.33	30,481.92	37,499.82
12	Paid-up equity share capital (Face value of Rs.5/- each)	8,603.47	8,603.47	8,603.47	8,603.47	8,603.47	8,603.47
13	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting Year						89,950.78
14	Earnings Per Share of Rs. 5/- each (Basic and Diluted) (Not annualised)	0.04	0.68	6.34	2.88	17.72	21.90



Notes to Standalone Financial Results:

1 **Review and approval of the financial results:**

The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on February 08, 2023 and have been subjected to limited review by the Statutory Auditors of the Company.

2 **Leasehold Land:**

The period of lease relating to the leasehold land expired on June 30, 2017 for which request for renewal for a further period of 30 years has been filed by the Company with Government of Tamilnadu, which is under process. Pending renewal, lease rent has been paid till 30th June 2023 and has been accepted by the Government. The Management is confident that renewal of the lease will be granted as requested as the land has been put to use for the specific purpose for which it has been allotted and hence no adjustments for impact of non-renewal, (which however is unascertainable at this point in time), are deemed necessary in the financial results.

The Auditors have included an Emphasis of Matter para on the same in their Review Report.

3 **Penn Globe Limited:**

During the Quarter, Manali Petrochemicals Limited, the Holding company, invested USD 35 million (Rs. 288.19 Crores) in its Wholly owned Subsidiary, AMCHEM Speciality Chemicals Private Limited, Singapore for acquisition. Pursuant to which AMCHEM Speciality Chemicals Private Limited, Singapore acquired Penn Globe Limited, UK along with its wholly owned subsidiary companies Penn White Limited, UK and Pennwhite Print Solutions Limited, UK for an aggregate consideration of GBP 20.6 Million on 30th November 2022. Thus, Penn Globe Limited, UK along with its wholly owned subsidiary companies have become wholly owned step-down subsidiaries of Manali Petrochemicals Limited.

4 **Exceptional Items:**

For the Year ended 31.03.2022:

The exceptional items of Rs. 668.50 lakh during the year 2021-22 related to the following:

- (i) Arrears of lease rent from 01.07.1987 to 30.06.2020, net of Provisions made Rs. 382.37 Lakhs
- (ii) Interim environmental compensation pursuant to an order of the Southern Zonal Bench of the National Green Tribunal Rs. 200 Lakhs
- (iii) Assets found to be no longer useful written off during the quarter under review 31st March 2022 Rs. 86.13 Lakhs

5 **Update on Subsidiary:**

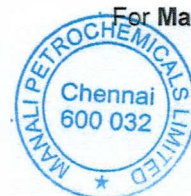
As part of a Group restructuring plan, AMCHEM UK, the Stepdown Subsidiary of the Holding Company has stopped its activities from 01.04.2022 and is in the process of transferring the net assets to its Parent company, AMCHEM Singapore, the Wholly owned Subsidiary of the Holding Company. Impact arising there from if any, will be accounted for, as and when such transfer is effected.

6 **Segment reporting:**

Manufacture of petrochemicals is the only operating segment as defined in Ind AS 108: Operating Segments

7 Previous period / year figures have been regrouped, wherever necessary.

Place: Chennai
Date: February 08, 2023



For Manali Petrochemicals Limited


Muthukrishnan Ravi
Managing Director
DIN 03605222

Independent Auditor's Review Report on Unaudited Quarterly and Year to Date Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To,
Board of Directors,
The Manali Petrochemicals Limited

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Manali Petrochemicals Limited ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter ended 31st December 2022 and year to date results for the period from 01st April 2022 to 31st December 2022 ("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 ("Listing Regulations").
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of Listing Regulations. 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. A review of interim financial information 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.



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.

4. The Statement includes the results of the following entities:

SI No	Name of the Entity	Relationship
I	AMCHEM Speciality Chemicals Private Limited, Singapore	100% Subsidiary
II	AMCHEM Speciality Chemicals UK Limited, UK	Step down Subsidiary
III	Notedome Limited, UK	Step down Subsidiary
IV	Penn Globe Limited UK	Step down Subsidiary
V	Penn-White Limited, UK	Step down Subsidiary
VI	Pennwhite Print Solutions Limited, UK	Step down Subsidiary

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on consideration review reports of other independent Auditor to in paragraph 7 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 Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Without qualifying our review conclusion, attention is invited to

- i) Note No.3 to the consolidated financial results, which explains the period of lease relating to the leasehold land on which one of the manufacturing units of the Parent Company (Unit-II) is operating has since expired on June 30, 2017, for which requests for renewal have been filed by the Parent Company with Govt. of Tamil Nadu, (the Lessor) and extension of lease is awaited. Pending renewal of lease, no adjustments have been made in the financial results for the period for any potential impact of non-renewal of land lease. Further the management is confident of obtaining the renewal of lease of land in the due course.



ii) Note No.4(b) to the consolidated financial results, which explains the acquisition of the three overseas subsidiaries during the current quarter whose results have been considered in the consolidated financial results, based on financial information prepared by management and are unreviewed by the Component Auditors, as required under Regulation 33(3)(h) of SEBI LODR, 2015.

7. We did not review the interim financial information/ results of one subsidiary (Item No III of Para 4 above) included in the statement, whose financial information/results reflect total revenue of Rs.2,345.85 Lakhs and Rs.7,105.19 Lakhs, total net profit after tax of Rs.98.42 Lakhs and Rs. 116.16 Lakhs and total comprehensive income of Rs. 98.42 Lakhs and Rs. 116.16 Lakhs for the quarter and period ended 31st December 2022 respectively, as considered in the unaudited consolidated financial results. The financial information/ Financial Results have been reviewed by other independent Auditor whose reports have been furnished to us by the management and our conclusion on the statement, in so far it relates to the amounts and disclosures included in respect of the subsidiary is based solely on the reports of other Independent Auditor and procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of the above matter

8. The consolidated unaudited financial results include the interim financial results of five subsidiaries (Item no I, II and IV to VI of para 4 above) which have not been reviewed/audited by their auditors, whose financial information/results as per management accounts reflect total revenue of Rs. 1,085.57 Lakhs and Rs. 1,469.58 Lakhs, total net Profit/(Loss) after tax of Rs. 51.93 Lakhs and (Rs. 0.69 Lakhs) and total comprehensive income/(Loss) of Rs. 51.93 Lakhs and (Rs. 0.69 Lakhs) for the quarter and period ended 31st December 2022 respectively. as considered in the unaudited consolidated financial results.

Our conclusion on the Statement is not modified in respect of the above matter

For Brahmayya & Co.,
Chartered Accountants

Firm Registration No. 000511S



N Srikrishna

Partner

Membership No. 026575

UDIN: 23026575 BGR IAB7567

Place : Chennai

Date : February 08, 2023

MANALI PETROCHEMICALS LIMITED

Registered Office: SPIC HOUSE, 88, Mount Road, Guindy, Chennai - 600 032

Telefax: 044-2235 1098 E-mail: Parent Companysecretary@manalipetro.com Website: www.manalipetro.com

Corporate Identity Number : L24294TN1986PLC013087

Statement of Consolidated Financial Results for the Quarter and Period ended 31.12.2022								[Rs. in Lakh]
S. No	Particulars	Three Months ended			Nine Months ended		Year ended	
		Unaudited			Unaudited		Audited	
		31-Dec-22	30-Sep-22	31-Dec-21	31-Dec-22	31-Dec-21	31-Mar-22	
1	Revenue from Operations	23,769.73	28,564.77	48,938.68	84,778.24	1,25,511.87	1,67,193.70	
2	Other Income	650.27	639.59	477.74	1,859.43	1,375.86	1,787.50	
3	Total Income (1+2)	24,420.00	29,204.36	49,416.42	86,637.67	1,26,887.73	1,68,981.20	
4	Expenses							
	Cost of materials consumed	17,490.42	21,366.72	28,594.57	63,384.83	68,893.72	90,295.28	
	Changes in inventories of finished goods and work-in- progress	(327.52)	(854.76)	(698.98)	(4,547.26)	(2,068.72)	963.87	
	Utility Expenses	2,721.90	2,972.42	2,706.97	8,959.99	7,443.92	9,944.90	
	Employee benefits expense	1,480.91	1,343.50	1,539.45	4,129.32	4,352.58	6,183.57	
	Finance costs	326.33	177.22	195.15	682.58	574.89	931.47	
	Depreciation and amortization expense	574.69	550.24	580.08	1,665.86	1,471.44	2,006.75	
	Other expenses	1,986.78	1,980.21	1,729.54	5,607.41	4,614.10	6,929.11	
	Total Expenses	24,253.51	27,535.55	34,646.78	79,882.73	85,281.93	1,17,254.95	
5	Profit/(Loss) Before Exceptional items and Tax (3-4)	166.49	1,668.81	14,769.64	6,754.94	41,605.80	51,726.25	
6	Exceptional Items (Refer Note No 5)	-	-	-	-	(382.37)	(668.50)	
7	Profit/(Loss) Before Tax (5+6)	166.49	1,668.81	14,769.64	6,754.94	41,223.43	51,057.75	
8	Tax Expense							
	Current tax	66.52	477.35	3,812.38	1,860.47	10,599.56	13,204.06	
	Excess provision for tax relating to prior years written back	(170.07)	-	-	(170.07)	-	(4.89)	
	Deferred tax	(44.87)	23.02	(52.06)	(46.72)	(91.06)	(249.83)	
	Net tax expense	(148.42)	500.37	3,760.32	1,643.68	10,508.50	12,949.34	
9	Profit/(Loss) for the period (7-8)	314.91	1,168.44	11,009.32	5,111.26	30,714.93	38,108.41	
10	Other Comprehensive Income							
	Items that will not be re-classified to profit or (loss)							
	Changes in Fair Value of Equity Investments	(0.14)	(0.40)	(0.10)	0.39	0.03	0.13	
	Remeasurement Cost of net defined benefits	5.76	10.91	0.26	(11.50)	8.49	(227.93)	
	Income Tax relating to items that will not be re-classified to Profit or Loss	(1.48)	(2.79)	(0.06)	2.95	(2.17)	58.39	
	Items that will be re-classified to profit or (loss)							
	Changes in Foreign Currency Translation	1,441.56	(693.22)	63.47	318.63	(103.87)	(311.24)	
11	Total Comprehensive Income for the period (9+10)	1,760.61	482.94	11,072.89	5,421.73	30,617.41	37,627.76	
12	Paid-up equity share capital (Face value of Rs.5/- each)	8,603.47	8,603.47	8,603.47	8,603.47	8,603.47	8,603.47	
13	Other Equity excluding Revaluation Reserves as at 31st March						94,440.83	
14	Earnings Per Share of Rs. 5/- each (Basic and Diluted, Not annualised)	0.18	0.68	6.40	2.97	17.86	22.16	



Notes to Consolidated Financial Results:

- 1 These consolidated financial results relate to Manali Petrochemicals Limited (the ' Holding Company') and its subsidiaries / step-down subsidiaries, AMCHEM Speciality Chemicals Private Limited, Singapore, AMCHEM Speciality Chemicals UK Limited, UK, Notedome Limited, UK, Penn Globe Limited, UK, Penn White Limited, UK and Pennwhite Print Solutions Limited, UK.
- 2 **Review and Approval of the financial results:**
The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on February 08, 2023 and have been subjected to limited review by the Statutory Auditors of the Company.
- 3 **Leasehold Land:**
The period of lease relating to the leasehold land expired on June 30, 2017 for which request for renewal for a further period of 30 years has been filed by the Holding Company with Government of Tamilnadu, which is under process. Pending renewal, Lease rent has been paid till 30th June 2023, and has been accepted by the Government. The Management is confident that renewal of the lease will be granted as requested as the land has been put to use for the specific purpose for which it has been allotted and hence no adjustments for impact of non-renewal, (which however is unascertainable at this point in time), are deemed necessary in the financial results.

The Auditors have included an Emphasis of Matter para on the same in their Review Report.
- 4 **Penn Globe Limited:**
a) During the Quarter, Manali Petrochemicals Limited, the Holding company, invested USD 35 million (Rs. 288.19 Crores) in its Wholly owned Subsidiary, AMCHEM Speciality Chemicals Private Limited, Singapore for acquisition. Pursuant to which AMCHEM Speciality Chemicals Private Limited, Singapore acquired Penn Globe Limited, UK along with its wholly owned subsidiary companies Penn White Limited, UK and Pennwhite Print Solutions Limited, UK for an aggregate consideration of GBP 20.6 Million on 30th November 2022. Thus, Penn Globe Limited, UK along with its wholly owned subsidiary companies have become wholly owned step-down subsidiaries of Manali Petrochemicals Limited. Consequently, the consolidated financial results for the quarter and period ended 31st December 2022 include one month financial information of Penn Globe Limited and its subsidiaries certified by the Management.
b) The financial results of Penn Globe Limited, Penn white Limited and Pennwhite Print Solutions Limited, UK are based on the financial statements prepared by the Management due to the fact that the Acquisition process was completed towards the closure of the quarter and the audit of the results for the period ending 31st March 2023 will be done by their auditors.

The Auditors have included an Emphasis of Matter para on the above 4(b) in their Review Report.
- 5 **Exceptional Items:**
For the Year ended 31.03.2022:
The exceptional items of Rs. 668.50 lakh during the year 2021-22 related to the following:
(i) Arrears of lease rent from 01.07.1987 to 30.06.2020, net of Provisions made Rs. 382.37 Lakh
(ii) Interim environmental compensation pursuant to an order of the Southern Zonal Bench of the National Green Tribunal Rs. 200 Lakh
(iii) Assets found to be no longer useful written off during the quarter under review 31st March 2022 Rs. 86.13 Lakh
- 6 **Update on Subsidiary:**
As part of a Group restructuring plan, AMCHEM UK, the Stepdown Subsidiary of the Holding Company has stopped its activities from 01.04.2022 and is in the process of transferring the net assets to its Parent company, AMCHEM Singapore, the Wholly owned Subsidiary of the Holding Company. Impact arising there from if any, will be accounted for, as and when such transfer is effected.
- 7 **Segment reporting:**
Manufacture of petrochemicals is the only operating segment as defined in Ind AS 108: Operating Segments
- 8 Previous period / year figures have been regrouped, wherever necessary.

Place: Chennai
Date: February 08, 2023



For Manali Petrochemicals Limited


Muthukrishnan Ravi
Managing Director
DIN 03605222