

**PANAMA PETROCHEM LIMITED**

Regd. Office:- Plot No. 3303, G.I.D.C., Ankleshwar-393002

Corp. Office:- 4th Floor, Aza House, Turner Rd., Near Tawa Restaurant, Bandra (W), Mumbai - 50

CIN : L23209GJ1982PLC005062



**PART I**

**AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2020**

₹ In Lakhs

Sr. No.	PARTICULARS	Consolidated				
		Quarter Ended			Year Ended	
		31 March	31 December	31 March	31 March	
		2020	2019	2019	2020	2019
		(Audited)	(Unaudited)	(Audited)	(Audited)	
<b>1</b>	<b>Income</b>					
	(a) Revenue from operations	23,155.54	24,131.12	36,519.37	1,00,275.39	1,26,932.57
	(b) Other income	97.76	64.87	79.07	321.39	272.13
	<b>Total Revenue</b>	<b>23,253.30</b>	<b>24,195.99</b>	<b>36,598.44</b>	<b>1,00,596.78</b>	<b>1,27,204.70</b>
<b>2</b>	<b>Expenses</b>					
	(a) Cost of material consumed	19,257.56	19,322.77	30,194.23	80,902.90	95,808.41
	(b) Purchase of stock-in-trade	108.72	49.44	4,605.77	736.63	13,334.01
	(c) (Increase)/decrease in inventories of traded goods and finished goods	567.55	1,149.56	(4,411.40)	4,490.42	(2,338.37)
	(d) Employee benefits expense	234.31	307.63	213.36	995.52	887.68
	(e) Finance cost	249.13	410.91	860.56	1,744.27	2,516.87
	(f) Depreciation and amortization expense	196.18	184.41	148.59	725.24	592.37
	(g) Exchange (gain)/loss	(84.67)	(28.63)	(135.22)	(38.18)	1,029.02
	(h) Other expenditure	1,966.22	2,039.41	3,155.84	7,825.53	8,220.49
	<b>Total Expenses</b>	<b>22,495.00</b>	<b>23,435.50</b>	<b>34,631.74</b>	<b>97,382.33</b>	<b>1,20,050.48</b>
<b>3</b>	<b>Profit before tax (1-2)</b>	<b>758.30</b>	<b>760.49</b>	<b>1,966.70</b>	<b>3,214.45</b>	<b>7,154.22</b>
<b>4</b>	<b>Tax Expense</b>					
a	(a) Current tax	82.00	117.00	395.00	490.00	1,808.82
b	(b) Deferred tax	39.75	5.68	75.25	(153.30)	157.03
	<b>Total tax expenses</b>	<b>121.75</b>	<b>122.68</b>	<b>470.25</b>	<b>336.70</b>	<b>1,965.85</b>
<b>5</b>	<b>Profit/(loss) for the period (3-4)</b>	<b>636.55</b>	<b>637.81</b>	<b>1,496.45</b>	<b>2,877.75</b>	<b>5,188.37</b>
<b>6</b>	<b>OTHER COMPREHENSIVE INCOME:</b>					
	A) (i) Items that will not be reclassified subsequently to profit or loss	5.18	(1.07)	(9.22)	1.98	(10.43)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(1.31)	0.27	3.50	(0.40)	3.64
	B) (i) Items that will be reclassified to profit or loss	(4.76)	(1.45)	2.65	(6.78)	2.65
	(ii) Income tax relating to items that will be reclassified to profit or loss	1.20	0.37	(0.93)	1.71	(0.92)
	<b>Total Other Comprehensive Income</b>	<b>0.31</b>	<b>(1.88)</b>	<b>(3.99)</b>	<b>(3.49)</b>	<b>(5.06)</b>
<b>7</b>	<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD / YEAR: (5-6)</b>	<b>636.86</b>	<b>635.93</b>	<b>1,492.46</b>	<b>2,874.26</b>	<b>5,183.31</b>
	(Comprising of Profit/(Loss) and Other Comprehensive Income for the Period)					
<b>8</b>	<b>Paid-up Equity Share Capital (Face Value ₹ 2 each)</b>	<b>1,209.87</b>	<b>1,209.87</b>	<b>1,209.87</b>	<b>1,209.87</b>	<b>1,209.87</b>
<b>9</b>	<b>Reserves excluding Revaluation Reserve as at balance sheet date</b>				<b>42,092.34</b>	<b>40,166.98</b>
<b>10</b>	<b>Basic and diluted earnings per shares (₹)</b>	<b>1.05</b>	<b>1.05</b>	<b>2.47</b>	<b>4.76</b>	<b>8.58</b>

**Panama Petrochem Limited**  
Audited Balance Sheet as at 31 March 2020

₹ In Lakhs

PARTICULARS	STAND ALONE		CONSOLIDATED	
	As at	As at	As at	As at
	31 March 2020	31 March 2019	31 March 2020	31 March 2019
	(Audited)	(Audited)	(Audited)	(Audited)
<b>Assets</b>				
<b>1. Non-current assets</b>				
(a) Property, Plant and Equipment	10,367.26	9,982.21	16,151.71	14,599.45
(b) Capital work-in-progress	1,723.76	1,105.05	1,723.76	1,105.05
(c) Investment property	1,008.63	1,026.73	1,008.63	1,026.74
(d) Right -of-use assets	92.49	-	92.49	-
(e) Intangible Assets	-	-	-	-
(f) Financial Assets				
(i) Investments	5,192.68	5,199.46	7.06	13.84
(ii) Others	70.22	49.52	70.22	49.52
(g) Other non-current assets	61.27	47.81	61.27	911.37
<b>Total Non Current Assets</b>	<b>18,516.31</b>	<b>17,410.78</b>	<b>19,115.14</b>	<b>17,705.97</b>
<b>2. Current assets</b>				
(a) Inventories	19,247.73	31,070.45	25,392.84	38,359.61
(b) Financial Assets				
(i) Investments	-	-	-	-
(ii) Trade Receivables	19,092.70	26,369.01	25,106.47	31,389.97
(iii) Cash and cash equivalents	3,009.24	338.18	3,045.30	724.58
(iv) Bank Balances other than (iii) above	352.04	184.24	1,043.14	846.33

(v) Loans	46.12	109.73	46.12	109.73
(vi) Others	432.35	319.99	425.46	245.85
(c) Current Tax Assets (Net)	306.78	167.62	306.78	167.62
(d) Other Current Assets	1,023.05	2,304.56	1,209.62	2,370.41
<b>Total Current Assets</b>	<b>43,510.01</b>	<b>60,863.78</b>	<b>56,575.73</b>	<b>74,214.10</b>
<b>Total Assets</b>	<b>62,026.32</b>	<b>78,274.56</b>	<b>75,690.87</b>	<b>91,920.07</b>
<b>Equity and Liabilities</b>				
<b>Equity</b>				
(a) Equity Share Capital	1,209.87	1,209.87	1,209.87	1,209.87
(b) Other Equity	37,038.51	36,094.54	42,092.34	40,166.98
<b>Total Equity</b>	<b>38,248.38</b>	<b>37,304.41</b>	<b>43,302.21</b>	<b>41,376.85</b>
<b>Liabilities</b>				
<b>1. Non-current Liabilities</b>				
(a) Lease liabilities	48.92	-	48.92	-
(b) Provisions	87.95	73.12	87.95	73.12
(c) Deferred Tax Liabilities (Net)	747.04	901.64	747.04	901.64
(d) Other Non-current Liabilities	-	-	-	-
<b>Total Non-current Liabilities</b>	<b>883.91</b>	<b>974.76</b>	<b>883.91</b>	<b>974.76</b>
<b>2. Current Liabilities</b>				
(a) Financial Liabilities				
(i) Lease liabilities	48.67	-	48.67	-
(ii) Borrowings	72.01	10,467.63	4,969.17	15,989.52
(iii) Trade Payables	-	-	-	-
(a) Total outstanding dues of micro enterprises and small enterprises	-	-	-	-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	22,029.20	27,919.55	25,718.69	31,520.10
(iii) Other Financial Liabilities (Other than those specified in '[c])	541.15	1,475.43	541.15	1,475.43
(b) Other Current Liabilities	184.57	115.91	208.64	566.54
(c) Provisions	18.43	16.87	18.43	16.87
(d) Current Tax Liabilities (Net)	-	-	-	-
<b>Total Current Liabilities</b>	<b>22,894.03</b>	<b>39,995.39</b>	<b>31,504.75</b>	<b>49,568.46</b>
<b>Total Equity and Liabilities</b>	<b>62,026.32</b>	<b>78,274.56</b>	<b>75,690.87</b>	<b>91,920.07</b>

**Panama Petrochem Limited**  
Consolidated of Cash Flows as at 31 March 2020

PARTICULARS	₹ In Lakhs	
	As at	As at
	31 March 2020	31 March 2019
	(Audited)	(Audited)
<b>A. Cash Flows from operating activities</b>		
Profit before tax from continuing operation	3,214.45	7,154.22
<b>Adjustments for -</b>		
Depreciation on property, plant and equipment and investment property	725.24	592.37
Finance costs	1,744.27	2,516.87
(Profit)/loss on sale of property, plant and equipment (net)	(0.79)	(1.48)
Foreign currency translation reserve	(73.76)	(83.64)
Unrealized foreign exchange loss/(gain)	222.84	(745.99)
Interest income	(49.15)	(40.86)
Dividend income	(0.06)	(0.08)
Lease rental	(227.87)	(209.53)
Bad debts, provision for doubtful debts	(19.67)	17.73
<b>Operating profit before working capital changes</b>	<b>5,535.50</b>	<b>9,199.61</b>
(Increase)/decrease in trade Receivables	6,765.54	(3,640.55)
(Increase)/decrease in inventories	12,966.77	6,143.30
(Increase)/decrease in loans and advances	(117.13)	(128.44)
(Increase)/decrease in other current assets	1,144.13	3,005.83
Increase/(decrease) in trade Payables	(6,635.22)	(20,648.79)
Increase/(decrease) in other financial liabilities and provisions	(1,150.91)	286.13
	18,508.68	(5,782.90)
Income tax paid	(629.16)	(2,047.71)
<b>Net cash flow from/(used in) operating activity (A)</b>	<b>17,879.52</b>	<b>(7,830.61)</b>
<b>B. Cash flows from investing activities</b>		
Additions to property, plant and equipment and investment property	(2,012.87)	(2,325.83)
Sales of property, plant and equipment	9.26	13.14
Reclassified on account of adoption of Ind AS 116	(145.05)	-
Redemption/maturity of bank deposits (having original maturity of more than three months)	(212.73)	(92.94)
Interest received	59.23	35.78
Rent received	227.87	209.53
Dividend received	0.06	0.08
<b>Net cash flow from/(used in) investing activities (B)</b>	<b>(2,074.23)</b>	<b>(2,160.24)</b>
<b>C. Cash flows from financing activities</b>		

Proceeds/ (Repayment) from/of short-term borrowing (net)	(11,020.35)	11,476.84
Interest paid	(1,737.69)	(2,476.83)
Dividend paid	(722.27)	(726.23)
Dividend tax paid	(149.22)	(149.22)
<b>Net cash flow from/(used in) financing activities (C)</b>	<b>(13,629.53)</b>	<b>8,124.56</b>
Net increase/(decrease) in cash and cash equivalents (A+B+C)	2,175.76	(1,866.29)
Effect of exchange differences on cash & cash equivalents held in foreign currency	148.61	(80.32)
Cash and cash equivalents at the beginning of the year	747.97	2,694.58
<b>Cash and cash equivalents at the end of the year</b>	<b>3,072.34</b>	<b>747.97</b>
<b>Components of Cash and Cash Equivalents</b>		
Cash on hand	25.90	11.91
With banks		
- on current accounts	3,019.40	712.67
- on deposit accounts	-	-
- on unpaid dividend accounts *	27.04	23.39
<b>Total Cash and Cash Equivalents</b>	<b>3,072.34</b>	<b>747.97</b>

\* The company can utilize these balances only towards the settlement of the respective unpaid dividend.  
The Cash Flow Statement has been prepared under the "Indirect Method" as set out in Ind As 7 specified under section 133 of the Companies Act, 2013.

Notes:

- 1) The consolidated results for the quarter and year ended 31 March 2020 were reviewed and recommended by the Audit Committee and approved by the Board of Directors in its meeting held on 12th June 2020. The above results for the year ended 31 March 2020 have been audited by statutory auditors of the Company in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 2) The statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (as amended), prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies, to the extent applicable.
- 3) The Company's business segment consists of a single primary segment of Specialty petroleum products, as per Indian Accounting Standard (Ind AS-108) Operating Segment.
- 4) The consolidated results for the year ended 31 March 2020 include the results of its 100% wholly owned subsidiary viz Panol Industries RMC FZE
- 5) The Board of Directors in its meeting held today, have recommended for the approval of members a Dividend of ₹ 1.20/- per equity share of ₹ 2/- each for the financial year 2019-2020.
- 6) The figures for the quarters ended 31 March 2020 and 31 March 2019 are balancing figures between the audited figures in respect of the full financial year ended on 31 March 2020 and 31 March 2019 (Ind AS) respectively and the published year to date Ind AS figures upto third quarters ended on 31 December 2019 and 31 December 2018 respectively, which were subjected to a limited review.
- 7) The Company has elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognised Provision for Income Tax for quarter and year ended on March 31, 2020 and re-measured its deferred tax assets based on the rate prescribed in the aforesaid section and recognized the effect of change by revising the effective income tax rate. The rate of income tax is changed from 34.94% to 25.17% during the year ended March 31, 2020. There remeasurement of accumulated deferred tax asset has resulted in a one-time additional deferred tax credit of Rs. 274.67 Lakhs.
- 8) World Health Organisation (WHO) declared outbreak of Coronavirus Disease (COVID-19) a global pandemic on 11th March, 2020. Consequent to this, Government of India declared lockdown on 23rd March, 2020 and the Company temporarily suspended the operations in all its manufacturing units in compliance with the lockdown instructions issued by the Central and State Governments. COVID-19 has impacted the normal business operations of the Company by way of interruption in production, product supply, unavailability of personnel, closure/lock down of production facilities etc. during the lockdown period. The management believes that no adjustments are required in the financial statements as it does not impact the current financial year, however, in view of the various preventive measures taken (such as complete lock-down restrictions by the Government of India, travel restrictions etc.) and highly uncertain economic environment, a definitive assessment of the impact on the subsequent periods is highly dependent upon circumstances as they
- 9) Figures of corresponding previous year/period(s) have been restated/regrouped/reclassified wherever necessary.

For PANAMA PETROCHEM LTD.

Amin A Rayani  
(Managing Director & CEO)  
DIN:00002652

Place: Mumbai  
Date: