

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

STATEMENT OF CONSOLIDATED UNAUDITED RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 SEPTEMBER 2019

| Sr. No. | PARTICULARS | Quarter Ended | | | Half Year Ended | | ₹ In Lakhs |
|-----------|---|------------------|------------------|------------------|------------------|------------------|--------------------|
| | | 30 Sept | 30 June | 30 Sept | 30 Sept | 30 Sept | Year Ended |
| | | 2019 | 2019 | 2018 | 2019 | 2018 | 2019 |
| | | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Audited) |
| 1 | Income | | | | | | |
| | (a) Revenue from operations | 26,003.33 | 26,985.40 | 28,636.53 | 52,988.73 | 59,632.66 | 1,26,932.57 |
| | (b) Other income | 84.06 | 74.70 | 82.31 | 158.76 | 122.48 | 272.13 |
| | Total Revenue | 26,087.39 | 27,060.10 | 28,718.84 | 53,147.49 | 59,755.14 | 1,27,204.70 |
| 2 | Expenses | | | | | | |
| | (a) Cost of material consumed | 20,762.25 | 21,560.32 | 19,250.70 | 42,322.57 | 39,309.37 | 95,808.41 |
| | (b) Purchase of Stock-in-trade | 324.26 | 254.21 | 2,203.84 | 578.47 | 8,100.87 | 13,334.01 |
| | (c) (Increase)/decrease in inventories of traded goods and finished goods | 1,300.05 | 1,473.26 | 2,150.27 | 2,773.31 | 2,258.22 | (2,338.37) |
| | (d) Employee benefits expense | 230.90 | 222.68 | 202.08 | 453.58 | 395.85 | 887.68 |
| | (e) Finance cost | 574.22 | 510.01 | 714.50 | 1,084.23 | 1,124.04 | 2,516.87 |
| | (f) Depreciation and amortization expense | 174.66 | 169.99 | 153.78 | 344.65 | 298.18 | 592.37 |
| | (g) Exchange (gain)/loss | 213.83 | (138.71) | 906.82 | 75.12 | 2,182.25 | 1,029.02 |
| | (h) Other expenditure | 1,882.96 | 1,936.94 | 1,633.69 | 3,819.90 | 3,165.97 | 8,220.49 |
| | Total Expenses | 25,463.13 | 25,988.70 | 27,215.68 | 51,451.83 | 56,834.75 | 1,20,050.48 |
| 3 | Profit before tax (1-2) | 624.26 | 1,071.40 | 1,503.16 | 1,695.66 | 2,920.39 | 7,154.22 |
| 4 | Tax Expense | | | | | | |
| | (a) Current tax | 14.00 | 277.00 | 389.00 | 291.00 | 748.00 | 1,808.82 |
| | (b) Deferred tax | (226.79) | 28.07 | 36.89 | (198.72) | 52.92 | 157.03 |
| | Total tax expenses | (212.79) | 305.07 | 425.89 | 92.28 | 800.92 | 1,965.85 |
| 5 | Profit/(loss) for the period/year (3-4) | 837.05 | 766.33 | 1,077.27 | 1,603.38 | 2,119.47 | 5,188.37 |
| 6 | OTHER COMPREHENSIVE INCOME: | | | | | | |
| | A) (i) Items that will not be reclassified subsequently to profit or loss | (1.06) | (1.07) | (1.65) | (2.13) | (1.99) | (10.43) |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | 0.27 | 0.37 | 0.05 | 0.64 | 0.10 | 3.64 |
| | B) (i) Items that will be reclassified to profit or loss | (2.59) | 2.02 | - | (0.57) | - | 2.65 |
| | (ii) Income tax relating to items that will be reclassified to profit or loss | 0.85 | (0.71) | - | 0.14 | - | (0.93) |
| | Total Other Comprehensive Income | (2.53) | 0.61 | (1.60) | (1.92) | (1.89) | (5.07) |
| 7 | TOTAL COMPREHENSIVE INCOME FOR THE PERIOD / YEAR: (5-6) | 834.52 | 766.94 | 1,075.67 | 1,601.46 | 2,117.58 | 5,183.30 |
| | (Comprising of Profit/(Loss) and Other Comprehensive Income for the Period) | | | | | | |
| 8 | Paid-up Equity Share Capital (Face Value ₹ 2 each) | 1,209.87 | 1,209.87 | 1,209.87 | 1,209.87 | 1,209.87 | 1,209.87 |
| 9 | Reserves excluding Revaluation Reserve as at balance sheet date | | | | | | 40,166.98 |
| 10 | Basic and diluted earnings per shares (₹) | 1.38 | 1.27 | 1.78 | 2.65 | 3.50 | 8.58 |

PANAMA PETROCHEM LIMITED (Consolidated)

Statement of Consolidated Assets and Liabilities as at 30 September 2019

₹ In Lakhs

| | As at 30 Sept 2019 | As at 30 Sept 2018 |
|--|-----------------------|-----------------------|
| ASSETS | | |
| 1. Non-current assets | | |
| (a) Property, Plant and Equipment | 15,760.87 | 13,372.46 |
| (b) Capital work-in-progress | 1,520.36 | 1,781.27 |
| (c) Investment property | 1,017.69 | 1,035.80 |
| (d) Intangible Assets | 118.77 | - |
| (e) Financial Assets | | |
| (i) Investments | 13.27 | 10.29 |
| (ii) Others | 62.67 | 42.89 |
| Other non-current assets | 8.40 | 986.04 |
| Total Non-Current Assets | 18,502.03 | 17,228.75 |
| 2. Current assets | | |
| (a) Inventories | 24,266.35 | 39,252.52 |
| (b) Financial Assets | | |
| (i) Trade Receivables | 26,817.63 | 26,484.42 |
| (ii) Cash and cash equivalents | 602.83 | 2,619.25 |
| (iii) Bank Balances other than (iii) above | 717.24 | 774.90 |
| (iv) Loans | 542.13 | 3,066.24 |
| (v) Others | 282.24 | 252.12 |
| (c) Current Tax Assets (Net) | 314.44 | - |
| (d) Other Current Assets | 2,237.60 | 2,093.00 |
| Total Current Assets | 55,780.46 | 74,542.45 |
| Total Assets | 74,282.49 | 91,771.20 |
| EQUITY AND LIABILITIES | | |
| Equity | | |
| (a) Equity Share Capital | 1,209.87 | 1,209.87 |
| (b) Other Equity | 40,876.38 | 37,487.94 |
| Total Equity | 42,086.25 | 38,697.81 |
| Liabilities | | |
| 1. Non-current Liabilities | | |
| (a) Provisions | - | - |
| (b) Deferred Tax Liabilities (Net) | 702.15 | 800.17 |
| (c) Financial liabilities | 116.81 | - |
| Total Non-current Liabilities | 818.96 | 800.17 |
| 2. Current Liabilities | | |
| (a) Financial Liabilities | | |
| (i) Borrowings | 14,207.99 | 13,326.93 |
| (ii) 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 | 15,983.60 | 35,832.91 |
| (iii) Other Financial Liabilities (Other than those specified in [c]) | 1,051.21 | 2,633.90 |
| (b) Other Current Liabilities | 35.03 | 188.60 |
| (c) Provisions | 99.45 | 157.10 |
| (d) Current Tax Liabilities (Net) | - | 133.78 |
| Total Current Liabilities | 31,377.28 | 52,273.22 |
| Total Liabilities | 32,196.24 | 53,073.39 |
| Total Equity and Liabilities | 74,282.49 | 91,771.20 |

PANAMA PETROCHEM LIMITED (CONSOLIDATED)

Unaudited Statement of Cash Flows for the Half -Year ended 30 September 2019

₹ in Lakhs

| | As at 30 2019 | Sept 2018 | As at 30 Sept 2018 |
|---|------------------|-------------------|-----------------------|
| A. Cash Flows from operating activities | | | |
| Profit before tax from continuing operation | | 1,695.66 | 2,920.39 |
| Adjustments for - | | | |
| Depreciation on property, plant and equipment and investment property | | 344.65 | 298.18 |
| Finance costs | | 1,084.23 | 1,124.04 |
| (Profit)/loss on sale of property, plant and equipment (net) | | (0.79) | (1.41) |
| Foreign currency translation reserve | | (16.90) | 303.07 |
| Unrealized foreign exchange loss/(gain) | | 267.06 | 444.78 |
| Interest income | | (33.03) | (10.55) |
| Dividend income | | (0.06) | (0.08) |
| Lease rental | | (111.22) | (96.14) |
| Bad debts, provision for doubtful debts | | (3.03) | 35.13 |
| Operating profit before working capital changes | | 3,226.57 | 5,017.41 |
| (Increase)/decrease in trade Receivables | | 4,797.05 | 1,474.32 |
| (Increase)/decrease in inventories | | 14,093.26 | 5,250.39 |
| (Increase)/decrease in loans and advances | | 948.33 | (41.17) |
| (Increase)/decrease in other current assets | | (336.74) | 302.79 |
| Increase/(decrease) in trade Payables | | (16,124.46) | (17,847.00) |
| Increase/(decrease) in other financial liabilities and provisions | | (805.94) | 1,127.35 |
| | | 5,798.07 | (4,715.91) |
| Income tax paid | | (437.82) | (685.49) |
| Net cash flow from/(used in) operating activity (A) | | 5,360.25 | (5,401.40) |
| B. Cash flows from investing activities | | | |
| Additions to property, plant and equipment and investment property | | (1,879.16) | (1,591.97) |
| Additions to intangible assets | | (145.05) | - |
| Sales of property, plant and equipment | | 2.43 | 2.14 |
| Redemption/maturity of bank deposits (having original maturity of more than three months) | | - | - |
| Interest received | | 45.11 | 18.79 |
| Rent received | | 111.22 | 96.14 |
| Dividend received | | 0.06 | 0.08 |
| Net cash flow from/(used in) investing activities (B) | | (1,865.39) | (1,474.82) |
| C. Cash flows from financing activities | | | |
| Proceeds/ (Repayment) from/of short-term borrowing (net) | | (1,781.53) | 8,814.25 |
| Interest paid | | (1,059.16) | (1,126.68) |
| Dividend paid | | (720.71) | (721.80) |
| Dividend tax paid | | (149.22) | (149.22) |
| Net cash flow from/(used in) financing activities (C) | | (3,710.62) | 6,816.55 |
| Net increase/(decrease) in cash and cash equivalents (A+B+C) | | (215.76) | (59.67) |
| Effect of exchange differences on cash & cash equivalents held in foreign currency | | 99.22 | 12.16 |
| Cash and cash equivalents at the beginning of the year | | 747.97 | 2,694.58 |
| Cash and cash equivalents at the end of the year | | 631.43 | 2,647.07 |
| Components of Cash and Cash Equivalents | | | |
| Cash on hand | | 12.83 | 24.34 |
| With banks | | | |
| - on current accounts | | 590.00 | 2,594.91 |
| - on unpaid dividend accounts * | | 28.60 | 27.82 |
| Total Cash and Cash Equivalents | | 631.43 | 2,647.07 |

* 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 above results for the quarter and six months period ended 30 September 2019 were reviewed by the Audit Committee and approved by the Board of Directors in its meeting held on 07 November 2019. The above results for the quarter and six months period ended 30 September 2019 have been reviewed 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 Ind AS, prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
 - 3) The Group business segment consists of a single primary segment of Specialty petroleum products, the disclosure requirement of Indian Accounting Standard (Ind AS -108) segment reporting is not applicable.
 - 4) Effective April 1, 2019, the Company has adopted Ind AS 116 "Leases" and capitalised assets taken on operating lease. The transition was effected using modified retrospective method. The impact of transition on the profit after tax For the quarter and six months ended September 30, 2019 is not material.
 - 5) The Company elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognized provision for income tax for the six months ended 30 September 2019 and re-measured its deferred tax balances on the basis of the rate prescribed in the said section. The full impact of this change has been recognised in the statement of Profit & Loss for the current quarter ended 30 September 2019.
 - 6) The figures of the previous periods have been regrouped/reclassified wherever necessary to confirm to current period's classification.

For PANAMA PETROCHEM LTD.

Amin A Rayani
(Managing Director & CEO)
DIN:0002652

Place: Mumbai
Date: 07 November 2018