

**June 25, 2020**

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| National Stock Exchange of India Limited<br>Exchange Plaza, C-1, Block G,<br>Bandra Kurla Complex,<br>Bandra (East)<br>Mumbai – 400 051<br><b>Scrip Symbol: GALAXYSURF</b> | BSE Limited,<br>Listing Department,<br>Phiroze Jeejeebhoy Towers,<br>Dalal Street,<br>Mumbai- 400001<br><b>Scrip Code: 540935</b> |
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**Sub: Outcome of the Board Meeting**

**Ref: Regulation 30(6) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir/ Madam,

In continuation to our intimation dated June 17, 2020, meeting of the Board of Directors of the Company was held as scheduled today i.e. June 25, 2020 and the Board inter-alia has:

1. Considered and approved the Annual Financial Statements (Consolidated and Standalone) of the Company for the Financial Year ended March 31, 2020
2. Considered and approved the Audited Financial Results (Consolidated and Standalone) of the Company for the Quarter and Financial Year ended March 31, 2020
3. Recommended re-appointment Ms. Nandita Gurjar (DIN: 01318683) for second term as independent Director of the Company whose profile is attached as Annexure A
4. Decided to hold 34th Annual General Meeting of the Company on Tuesday, September 8, 2020

We are enclosing the Audited Financial Results (Standalone & Consolidated) alongwith Auditors' Report for your information and record. The same will be made available on the Company's website.

We hereby declare that the Statutory Auditors' of the Company Deloitte Haskins & Sells LLP, Chartered Accountants, Mumbai (FRN: 117366W/W-100018) have issued Audit Reports with unmodified opinion on the Annual Audited Financial Results (Standalone & Consolidated) of the Company for year ended on March 31, 2020.

The meeting of the board concluded at 06:40 p.m.

This is for your information and records.

Yours faithfully,

**For Galaxy Surfactants Limited**

**Niranjan Ketkar**

Company Secretary

M. No. A20002

encl: as above

**Communication Address:**

Rupa Solitaire,  
Ground Floor, Unit no. 8, 12A and 14  
Millennium Business Park, Mahape,  
Navi Mumbai, 400 710  
Ph: +91-22-33063700

**Regd. Office:** C-49/2, TTC Industrial Area,  
Pawne, Navi Mumbai-400 703, India  
CIN: L39877MH1986PLC039877  
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## Annexure A

**Details under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Clause 7 of the SEBI circular dated September 09, 2015.**

| S. no. | Particulars  | Details  |
|--------|--|--|
| 1      | Reason for change viz. appointment, resignation, removal, death or otherwise | Re-appointment of Mrs. Nandita Gurjar (DIN: 01318683) as an Independent Director for second term   |
| 2      | Date of appointment/ cessation (as applicable) & term of appointment         | 5 years from the date of forthcoming AGM   |
| 3      | Brief profile  | Mrs. Gurjar has been associated with our Company since February 1, 2015. She holds a Bachelor's degree in Arts and Master's degree in Psychology from Osmania University. She is also an alumnus from the Harvard Business School having completed the Advanced Management program in 2014. She has over 20 years of experience in the field of Information Technology and Human Resource. She has worked with organizations like Wipro and Infosys and was Group Head – Human Resource Development (Vice President) at Infosys. Currently, she is an advisor to start-ups in the HR technology space and to Great Place Research & Consultancy Private Limited. |
| 4      | Disclosure of relationships between directors                                | Not Applicable   |

### Communication Address:

Rupa Solitaire,  
Ground Floor, Unit no. 8, 12A and 14  
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## INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL CONSOLIDATED FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS

### TO THE BOARD OF DIRECTORS OF

### GALAXY SURFACTANTS LIMITED

#### Opinion and Conclusion

We have (a) audited the Consolidated Financial Results for the year ended March 31, 2020 and (b) reviewed the Consolidated Financial Results for the quarter ended March 31, 2020 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Consolidated Financial Results for the Quarter and Year Ended March 31, 2020" of **GALAXY SURFACTANTS LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter and year ended March 31, 2020, ("the Statement") being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

#### (a) Opinion on Annual Consolidated Financial Results

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the audit reports of other auditors on separate financial statements of subsidiaries referred to in Other Matters section below, the Consolidated Financial Results for the year ended March 31, 2020:

i. includes the results of the following entities:

Parent:

1) Galaxy Surfactants Limited

Subsidiaries:

2) Galaxy Chemicals Inc.

3) Galaxy Holdings Mauritius Limited

4) Rainbow Holdings GMBH

5) Galaxy Chemicals (Egypt) S.A.E

6) Tri-K Industries, Inc.

ii. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and

iii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated net profit and consolidated total comprehensive income and other financial information of the Group for the year ended March 31, 2020.

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### **(b) Conclusion on Unaudited Consolidated Financial Results for the quarter ended March 31, 2020**

With respect to the Consolidated Financial Results for the quarter ended March 31, 2020, based on our review conducted and procedures performed as stated in paragraph (b) of Auditor's Responsibilities section below and based on the consideration of the audit reports for the year ended March 31, 2020 of other auditors referred to in Other Matters section below, nothing has come to our attention that causes us to believe that the Consolidated Financial Results for the quarter ended March 31, 2020, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 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.

### **Basis for Opinion on the Audited Consolidated Financial Results for the year ended March 31, 2020**

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in paragraph (a) of Auditor's Responsibilities section below. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated Financial Results for the year ended March 31, 2020 under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in Other Matters section below, is sufficient and appropriate to provide a basis for our audit opinion.

### **Management's Responsibilities for the Statement**

This Statement, which includes the Consolidated Financial Results is the responsibility of the Parent's Board of Directors and has been approved by them for the issuance. The Consolidated Financial Results for the year ended March 31, 2020, has been compiled from the related audited consolidated financial statements. This responsibility includes the preparation and presentation of the Consolidated Financial Results for the quarter and year ended March 31, 2020 that give a true and fair view of the consolidated net profit and consolidated other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards, prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the respective financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of this Consolidated Financial Results by the Directors of the Parent, as aforesaid.

In preparing the Consolidated Financial Results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going

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concern basis of accounting unless the respective Board of Directors either intends to liquidate their respective entities or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

### Auditor's Responsibilities

#### (a) Audit of the Consolidated Financial Results for the year ended March 31, 2020

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results for the year ended March 31, 2020 as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Consolidated Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Annual Consolidated Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Consolidated Financial Results, including the disclosures, and whether the Annual Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations to the extent applicable.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Information of the entities within the Group to express an opinion on the Annual Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Annual Consolidated Financial Results of which we are the independent auditors. For the other entities included in the Annual Consolidated Financial Results, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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Materiality is the magnitude of misstatements in the Annual Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Consolidated Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Consolidated Financial Results.

We communicate with those charged with governance of the Parent and such other entities included in the Consolidated Financial Results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

### **(b) Review of the Consolidated Financial Results for the quarter ended March 31, 2020**

We conducted our review of the Consolidated Financial Results for the quarter ended March 31, 2020 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 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 SA specified under section 143(10) of the Act 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.

The Statement includes the results of the entities as listed under paragraph (a)(i) of Opinion and Conclusion section above.

As part of our annual audit 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.

### **Other Matters**

- The figures for the corresponding quarter ended March 31, 2019 are the balancing figures between the annual audited figures for the year then ended and the year to date figures for the nine months period ended December 31, 2018. We have not issued a separate limited review report on the results and figures for the quarter ended March 31, 2019. Our report on the Statement is not modified in respect of this matter.
- The Statement includes the results for the Quarter ended March 31, 2020 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report is not modified in respect of this matter.
- We did not audit the financial statements of 4 subsidiaries included in the consolidated financial results, whose financial statements reflect total assets of Rs. 677.50 Crores as at March 31, 2020 and total revenues of Rs. 697.89 Crores for the year ended March 31, 2020, total net profit after tax of Rs. 26.12 Crores for the year ended March 31, 2020 and total comprehensive income of Rs. 34.60 Crores for the year ended March 31, 2020 and net cash flows (inflows) of Rs. 9.53 Crores for the year ended March 31, 2020, as considered in the Statement. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion and conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the reports of the other auditors and the procedures performed by us as stated under Auditor's Responsibilities section above.

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Our report on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

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



Kedar Raje  
Partner  
(Membership No. 102637)  
(UDIN: 20102637AAAABV3157)

Place: Mumbai  
Date: 25<sup>th</sup> June 2020





| GALAXY SURFACTANTS LIMITED  |   |                                  |   |                             |                             |
|---|---|----------------------------------|---|-----------------------------|-----------------------------|
| Registered Office: C 49/2, TTC Industrial Area, Pawne, Navi Mumbai- 400703, India.<br>CIN No. L39877MH1986PLC039877<br>Ph : +91-22-27616666/33063700<br>Email : investorservices@galaxysurfactants.com, Website : www.galaxysurfactants.com |   |                                  |   |                             |                             |
| STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2020   |   |                                  |   |                             |                             |
| Particulars   | Quarter ended                                 |                                  |   | Figures in Rupees Crores    |                             |
|   | Year ended                                    |                                  |   |                             |                             |
|   | 31st March, 2020<br>Unaudited<br>Refer Note 4 | 31st December, 2019<br>Unaudited | 31st March, 2019<br>Unaudited<br>Refer Note 4 | 31st March, 2020<br>Audited | 31st March, 2019<br>Audited |
| <b>I. INCOME</b>  |   |                                  |   |                             |                             |
| Revenue from operations   | 656.65  | 625.89                           | 682.00  | 2,596.38                    | 2,762.99                    |
| Other income  | 0.01  | 3.36                             | 3.48  | 5.92                        | 4.68                        |
| <b>TOTAL INCOME</b>   | <b>656.66</b>                                 | <b>629.25</b>                    | <b>685.48</b>                                 | <b>2,602.30</b>             | <b>2,767.67</b>             |
| <b>II. EXPENSES</b>   |   |                                  |   |                             |                             |
| Cost of materials consumed  | 395.34  | 394.79                           | 454.58  | 1,635.39                    | 1,917.74                    |
| Purchases of stock-in-trade   | 15.79   | 6.04                             | 12.42   | 46.15                       | 38.25                       |
| Changes in inventories of finished goods (including stock-in-trade) and work-in-progress  | 6.70  | 20.81                            | (0.79)  | 33.78                       | (7.92)                      |
| Employee benefits expenses  | 46.51   | 43.20                            | 42.73   | 178.10                      | 160.41                      |
| Finance costs   | 5.56  | 5.84                             | 7.85  | 23.80                       | 30.00                       |
| Depreciation and amortisation expenses  | 15.49   | 16.43                            | 12.91   | 62.19                       | 51.20                       |
| Other expenses  | 89.69   | 78.91                            | 77.78   | 334.05                      | 301.14                      |
| <b>TOTAL EXPENSES</b>   | <b>575.08</b>                                 | <b>566.02</b>                    | <b>607.48</b>                                 | <b>2,313.46</b>             | <b>2,490.82</b>             |
| <b>III. Profit before exceptional items and tax [I-II]</b>  | <b>81.58</b>                                  | <b>63.23</b>                     | <b>78.00</b>                                  | <b>288.84</b>               | <b>276.85</b>               |
| IV. Exceptional items   | -   | -                                | -   | -                           | -                           |
| <b>V. Profit before tax [III - IV]</b>  | <b>81.58</b>                                  | <b>63.23</b>                     | <b>78.00</b>                                  | <b>288.84</b>               | <b>276.85</b>               |
| <b>VI. Tax expenses</b>   |   |                                  |   |                             |                             |
| Current tax   | 14.14   | 15.91                            | 23.10   | 61.34                       | 82.55                       |
| Deferred tax (credit)/charge  | 4.64  | (0.67)                           | (2.20)  | (2.91)                      | 3.32                        |
| <b>Total tax expenses</b>   | <b>18.78</b>                                  | <b>15.24</b>                     | <b>20.90</b>                                  | <b>58.43</b>                | <b>85.87</b>                |
| <b>VII. PROFIT AFTER TAX [V - VI]</b>   | <b>62.80</b>                                  | <b>47.99</b>                     | <b>57.10</b>                                  | <b>230.41</b>               | <b>190.98</b>               |
| <b>VIII. OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b>  |   |                                  |   |                             |                             |
| A. (i) Items that will not be reclassified subsequently to profit or loss   | (1.14)  | (0.41)                           | (0.97)  | (2.37)                      | (0.79)                      |
| (ii) Income tax relating to items that will not be reclassified to profit or loss   | 0.29  | 0.10                             | 0.33  | 0.19                        | 0.27                        |
| B. (i) Items that will be reclassified subsequently to profit or loss   | 23.48   | 2.26                             | (2.63)  | 35.46                       | 18.79                       |
| <b>OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b>  | <b>22.63</b>                                  | <b>1.95</b>                      | <b>(3.27)</b>                                 | <b>33.28</b>                | <b>18.27</b>                |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD [VII + VIII]</b>   | <b>85.43</b>                                  | <b>49.94</b>                     | <b>53.83</b>                                  | <b>263.69</b>               | <b>209.25</b>               |
| Paid up Equity Share Capital (Face value of Rs. 10 per share)   | 35.45   | 35.45                            | 35.45   | 35.45                       | 35.45                       |
| Other Equity  |   |                                  |   | 1,032.30                    | 841.28                      |
| <b>Earnings per equity share (Face value Rs. 10 per share)</b>  |   |                                  |   |                             |                             |
| Basic (In Rs.)  | 17.71 *                                       | 13.54 *                          | 16.11 *                                       | 64.99                       | 53.87                       |
| Diluted (In Rs.)  | 17.71 *                                       | 13.54 *                          | 16.11 *                                       | 64.99                       | 53.87                       |

\* Not annualised

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## Consolidated Statement of Assets and Liabilities as at 31st March, 2020

Figures in Rupees Crores

| Particulars  | As at<br>31st March, 2020 | As at<br>31st March, 2019 |
|--|---------------------------|---------------------------|
|  | Audited                   | Audited                   |
| <b>I. Assets</b>   |                           |                           |
| <b>Non-Current Assets</b>  |                           |                           |
| (a) Property, Plant and Equipment  | 623.90                    | 511.22                    |
| (b) Right of use assets (Refer Note 5)   | 115.70                    | -                         |
| (c) Capital Work-in-Progress   | 65.99                     | 82.58                     |
| (d) Goodwill   | 2.75                      | 2.51                      |
| (e) Other Intangible Assets  | 5.48                      | 5.02                      |
| (f) Financial Assets   |                           |                           |
| (i) Loans  | 7.74                      | 6.86                      |
| (ii) Other Financial Assets  | 0.45                      | 1.93                      |
| (g) Deferred Tax Assets (Net)  | 0.11                      | 4.86                      |
| (h) Income Tax Assets (Net)  | 15.88                     | 8.01                      |
| (i) Other Non-Current Assets   | 38.67                     | 47.57                     |
| <b>Total Non-Current Assets</b>  | <b>876.67</b>             | <b>670.56</b>             |
| <b>Current Assets</b>  |                           |                           |
| (a) Inventories  | 325.03                    | 351.27                    |
| (b) Financial Assets   |                           |                           |
| (i) Investments  | 5.78                      | -                         |
| (ii) Trade Receivables   | 439.39                    | 426.75                    |
| (iii) Cash and Cash Equivalents  | 47.70                     | 25.03                     |
| (iv) Bank Balances other than Cash and Cash Equivalents                        | 6.82                      | 0.66                      |
| (v) Loans  | 0.44                      | 3.73                      |
| (vi) Other Financial Assets  | 6.83                      | 3.04                      |
| (c) Other Current Assets   | 103.29                    | 86.94                     |
| <b>Total Current Assets</b>  | <b>935.28</b>             | <b>897.42</b>             |
| <b>Total Assets</b>  | <b>1,811.95</b>           | <b>1,567.98</b>           |
| <b>II. Equity And Liabilities</b>  |                           |                           |
| <b>Equity</b>  |                           |                           |
| (a) Equity Share Capital   | 35.45                     | 35.45                     |
| (b) Other Equity   | 1,032.30                  | 841.28                    |
| <b>Total Equity attributable to owners of the Company</b>                      | <b>1,067.75</b>           | <b>876.73</b>             |
| <b>Liabilities</b>   |                           |                           |
| <b>Non-Current Liabilities</b>   |                           |                           |
| (a) Financial Liabilities  |                           |                           |
| (i) Borrowings   | 116.63                    | 89.23                     |
| (ii) Lease Liabilities (Refer Note 5)  | 19.68                     | -                         |
| (iii) Other Financial Liabilities  | 0.34                      | 0.27                      |
| (b) Provisions   | 13.78                     | 9.99                      |
| (c) Deferred Tax Liabilities (Net)   | 24.12                     | 31.98                     |
| (d) Other Non-current Liabilities  | 0.43                      | 0.78                      |
| <b>Total Non-Current Liabilities</b>   | <b>174.98</b>             | <b>132.25</b>             |
| <b>Current Liabilities</b>   |                           |                           |
| (a) Financial Liabilities  |                           |                           |
| (i) Borrowings   | 202.96                    | 163.96                    |
| (ii) Lease Liabilities (Refer Note 5)  | 3.89                      | -                         |
| (iii) Trade Payables   |                           |                           |
| (a) Total outstanding dues of Micro and Small Enterprises                      | 4.36                      | 8.58                      |
| (b) Total outstanding dues of creditors other than Micro and Small Enterprises | 268.77                    | 297.27                    |
| (iv) Other Financial Liabilities   | 62.49                     | 71.53                     |
| (b) Provisions   | 3.86                      | 4.05                      |
| (c) Current Tax Liabilities (Net)  | 5.18                      | 5.09                      |
| (d) Other Current Liabilities  | 17.71                     | 8.52                      |
| <b>Total Current Liabilities</b>   | <b>569.22</b>             | <b>559.00</b>             |
| <b>Total Equity And Liabilities</b>  | <b>1,811.95</b>           | <b>1,567.98</b>           |

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Consolidated Cash Flow Statement for year ended 31st March, 2020

Figures in Rupees Crores

| Particulars   | Year ended<br>31st March, 2020 | Year ended<br>31st March, 2019 |
|---|--------------------------------|--------------------------------|
| <b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>   |                                |                                |
| Profit After Tax  | 230.41                         | 190.98                         |
| Adjustments for :   |                                |                                |
| Income tax expense  | 58.43                          | 85.87                          |
| Finance costs   | 23.80                          | 30.00                          |
| Interest income   | (1.54)                         | (0.83)                         |
| Interest subvention income  | (1.60)                         | (1.98)                         |
| Deferred income from Export Promotion Capital Goods Scheme (EPCG)                                       | (0.03)                         | (0.02)                         |
| Gain/(Loss) on sale/retirement of Property, Plant and Equipment (Net)                                   | 1.52                           | 1.31                           |
| Depreciation and amortisation expenses  | 62.19                          | 51.20                          |
| Net foreign exchange differences (gain)/loss  | (0.15)                         | 0.86                           |
| Allowance for doubtful debts and advances   | 1.40                           | 0.47                           |
| Liabilities no longer required written back   | (1.00)                         | (1.05)                         |
|   | <b>143.02</b>                  | <b>165.83</b>                  |
| Operating Profit before Working Capital changes   | <b>373.43</b>                  | <b>356.81</b>                  |
| Changes in :  |                                |                                |
| Trade receivables & Other Assets  | 3.45                           | 27.81                          |
| Inventories   | 38.26                          | 2.12                           |
| Trade payables & Other Liabilities  | (30.43)                        | (28.81)                        |
|   | <b>11.28</b>                   | <b>1.12</b>                    |
| Cash generated from operations  | <b>384.71</b>                  | <b>357.93</b>                  |
| Income Taxes paid (net of refunds)  | (68.56)                        | (75.00)                        |
| <b>NET CASHFLOWS FROM OPERATING ACTIVITIES</b>  | <b>316.15</b>                  | <b>282.93</b>                  |
| <b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>   |                                |                                |
| Interest received   | 1.49                           | 0.84                           |
| Payments for property plant equipment and intangible assets   | (141.60)                       | (168.94)                       |
| Proceeds from disposal of property plant equipment  | 0.21                           | 0.95                           |
| Purchase of current investments   | (5.41)                         | -                              |
| (Increase)/ Decrease in Earmarked balances with banks (net)   | (0.08)                         | (0.16)                         |
| Bank Deposits placed  | (5.69)                         | -                              |
| <b>NET CASHFLOWS USED IN INVESTING ACTIVITIES</b>   | <b>(151.08)</b>                | <b>(167.31)</b>                |
| <b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>   |                                |                                |
| Proceeds from long term borrowings  | 77.84                          | 60.00                          |
| Repayment of long term borrowings   | (60.69)                        | (67.25)                        |
| Repayment of/Proceeds from short term borrowings (net)  | 39.00                          | (55.03)                        |
| Payment of Lease Liabilities  | (83.38)                        | -                              |
| Dividend paid on equity shares  | (93.96)                        | (29.75)                        |
| Interest paid   | (22.63)                        | (27.19)                        |
| <b>NET CASHFLOWS USED IN FINANCING ACTIVITIES</b>   | <b>(143.82)</b>                | <b>(119.22)</b>                |
| <b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>   | <b>21.25</b>                   | <b>(3.60)</b>                  |
| <b>OPENING CASH AND CASH EQUIVALENTS</b>  | <b>25.03</b>                   | <b>27.07</b>                   |
| Effects of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies | 1.42                           | 1.56                           |
| <b>CLOSING CASH AND CASH EQUIVALENTS</b>  | <b>47.70</b>                   | <b>25.03</b>                   |

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**Notes:**

1. The Consolidated financial results which are published in accordance with regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on 25th June, 2020. In compliance with Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, an audit of the above results have been carried out by the Statutory Auditors.
2. The Consolidated financial results have been prepared in accordance with the Indian Accounting Standards (IND-AS) as notified under Section 133 of the Companies Act, 2013 ("Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.
3. The Group is in the business of manufacture of surfactants and other speciality ingredients for the personal care and home care industries. There are no separate reportable segments as per IND AS 108 – Operating Segments.
4. The figures of the last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the respective financial years and there are no material adjustments made in the results of the quarter ended 31st March, 2020 which pertains to earlier periods. These have been subjected to limited review by the auditors.
5. The Group has adopted Ind AS 116 'Leases' effective 1st April 2019. The Group has followed the Modified Retrospective Approach. In view of this, the operating lease rent which was hitherto accounted under 'Other expenses' in previous periods has now been accounted as Depreciation and Amortisation Expenses and Finance Costs. The effect of the adoption is not significant to the profit for the period.
6. During the quarter ended 31st March, 2020, the Board of Directors at its meeting held on 16th March, 2020 has approved interim dividend of Rs. 14 per share on equity share of Rs. 10 each (140%).
7. In view of the nationwide lockdown announced by the Government of India to control the spread of COVID-19, the Parent Company's business operations were temporarily disrupted. The Parent Company has resumed operations in a phased manner after obtaining the required approvals/permissions. Based on immediate assessment and on the basis of available information of the impact of COVID-19, the Management has considered the possible effects, if any, that may result from the pandemic on the carrying amounts of assets after considering internal and external sources of information as at the date of approval of these financial results. Given the uncertainties associated with its nature and duration, the actuals may differ from the estimates considered in these financial results.
8. The parent company has adopted option available under section 115BAA of Income Tax Act, 1961 as per taxation laws (amendment) act, 2019 dated 11th December, 2019. Accordingly tax expenses, deferred tax assets/liabilities have been recomputed and impact of this has been recognized in the year ended on 31st March, 2020.
9. The figures for the previous year/periods have been regrouped/reclassified wherever necessary to conform to the current period's presentation.

Place : Navi Mumbai  
Date : 25th June, 2020

For Galaxy Surfactants Limited

U. SHEKHAR  
Managing Director  
DIN-00265017





# **Deloitte Haskins & Sells LLP**

Chartered Accountants  
Lotus Corporate Park,  
1st Floor, Wing A-G,  
CTS No. 185/A, Jay Coach,  
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## **INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL STANDALONE FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF**

**GALAXY SURFACTANTS LIMITED**

### **Opinion and Conclusion**

We have (a) audited the Standalone Financial Results for the year ended March 31, 2020 and (b) reviewed the Standalone Financial Results for the quarter ended March 31, 2020 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Standalone Financial Results for the Quarter and Year Ended March 31, 2020" of Galaxy Surfactants Limited ("the Company"), ("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 ("the Listing Regulations").

#### **(a) Opinion on Annual Financial Results**

In our opinion and to the best of our information and according to the explanations given to us, the Standalone Financial Results for the year ended March 31, 2020:

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net profit/loss and total comprehensive income / loss and other financial information of the Company for the year then ended.

#### **(b) Conclusion on Unaudited Standalone Financial Results for the quarter ended March 31, 2020**

With respect to the Standalone Financial Results for the quarter ended March 31, 2020, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Standalone Financial Results for the quarter ended March 31, 2020, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 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.

#### **Basis for Opinion on the Audited Standalone Financial Results for the year ended March 31, 2020**

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under

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# **Deloitte**

## **Haskins & Sells LLP**

those Standards are further described in paragraph (a) of Auditor's Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Results for the year ended March 31, 2020 under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

### **Management's Responsibilities for the Statement**

This Statement which includes the Standalone Financial Results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Standalone Financial Results for the year ended March 31, 2020 has been compiled from the related audited standalone financial statements. This responsibility includes the preparation and presentation of the Standalone Financial Results for the quarter and year ended March 31, 2020 that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Results, the Board of Directors are responsible for assessing the Company's ability, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the financial reporting process of the Company.

### **Auditor's Responsibilities**

#### **(a) Audit of the Standalone Financial Results for the year ended March 31, 2020**

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results for the year ended March 31, 2020 as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Standalone Financial Results.

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As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Annual Standalone Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Standalone Financial Results, including the disclosures, and whether the Annual Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company to express an opinion on the Annual Standalone Financial Results.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Standalone Financial Results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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# **Deloitte Haskins & Sells LLP**

## **(b) Review of the Standalone Financial Results for the quarter ended March 31, 2020**

We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2020 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 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 SAs specified under section 143(10) of the Act 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.

### **Other Matters**

- As stated in Note 4 of the Statement, the figures for the corresponding quarter ended March 31, 2019 are the balancing figures between the annual audited figures for the year then ended and the year to date figures for the 9 months period ended December 31, 2018. We have not issued a separate limited review report on the results and figures for the quarter ended March 31, 2019. Our report on the Statement is not modified in respect of this matter.
- The Statement includes the results for the Quarter ended March 31, 2020 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report on the Statement is not modified in respect of this matter.

For **Deloitte Haskins and Sells LLP**

Chartered Accountants

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

**Kedar Raje**

(Partner)

(Membership No. 102637)

(UDIN: 20102637AAAABU3608)

Place: Mumbai

Date: 25<sup>th</sup> June, 2020

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# **GALAXY SURFACTANTS LIMITED**

Registered Office: C 49/2, TTC Industrial Area, Pawne, Navi Mumbai- 400703, India.

CIN No. L39877MH1986PLC039877

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Email : investorservices@galaxysurfactants.com, Website : www.galaxysurfactants.com

## **STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2020**

| Particulars  | Quarter ended                                 |                                  |   | Figures in Rupees Crores    |                             |
|--|---|----------------------------------|---|-----------------------------|-----------------------------|
|  | Year ended                                    |                                  |   |                             |                             |
|  | 31st March, 2020<br>Unaudited<br>Refer Note 4 | 31st December, 2019<br>Unaudited | 31st March, 2019<br>Unaudited<br>Refer Note 4 | 31st March, 2020<br>Audited | 31st March, 2019<br>Audited |
| <b>I. INCOME</b>   |   |                                  |   |                             |                             |
| Revenue from operations  | 434.00  | 442.20                           | 492.26  | 1,793.12                    | 1,996.36                    |
| Other income (Refer note 5)  | 1.37  | (4.66)                           | 3.77  | 5.36                        | 35.91                       |
| <b>TOTAL INCOME</b>  | <b>435.37</b>                                 | <b>437.54</b>                    | <b>496.03</b>                                 | <b>1,798.48</b>             | <b>2,032.27</b>             |
| <b>II. EXPENSES</b>  |   |                                  |   |                             |                             |
| Cost of materials consumed   | 269.94  | 283.68                           | 340.96  | 1,166.64                    | 1,422.22                    |
| Purchases of stock-in-trade  | 2.92  | 0.83                             | 1.32  | 9.83                        | 11.14                       |
| Changes in inventories of finished goods (including stock-in-trade) and work-in-progress | 8.19  | 16.04                            | (0.73)  | 22.05                       | (0.63)                      |
| Employee benefits expenses   | 24.17   | 21.75                            | 23.71   | 94.37                       | 87.31                       |
| Finance costs  | 3.63  | 4.33                             | 5.72  | 16.90                       | 20.44                       |
| Depreciation and amortisation expenses   | 9.96  | 10.80                            | 7.49  | 39.94                       | 28.70                       |
| Other expenses   | 57.26   | 50.86                            | 56.40   | 219.05                      | 208.72                      |
| <b>TOTAL EXPENSES</b>  | <b>376.07</b>                                 | <b>388.29</b>                    | <b>434.87</b>                                 | <b>1,568.78</b>             | <b>1,777.90</b>             |
| <b>III. Profit before exceptional items and tax [I-II]</b>                               | <b>59.30</b>                                  | <b>49.25</b>                     | <b>61.16</b>                                  | <b>229.70</b>               | <b>254.37</b>               |
| IV. Exceptional items  | -   | -                                | -   | -                           | -                           |
| <b>V. Profit before tax [III - IV]</b>   | <b>59.30</b>                                  | <b>49.25</b>                     | <b>61.16</b>                                  | <b>229.70</b>               | <b>254.37</b>               |
| <b>VI. Tax expenses</b>  |   |                                  |   |                             |                             |
| Current tax  | 15.94   | 14.55                            | 21.13   | 58.12                       | 73.58                       |
| Deferred tax (credit)/charge   | (2.39)  | (1.81)                           | (0.08)  | (10.60)                     | 12.34                       |
| <b>Total tax expenses</b>  | <b>13.55</b>                                  | <b>12.74</b>                     | <b>21.05</b>                                  | <b>47.52</b>                | <b>85.92</b>                |
| <b>VII. PROFIT AFTER TAX [V - VI]</b>  | <b>45.75</b>                                  | <b>36.51</b>                     | <b>40.11</b>                                  | <b>182.18</b>               | <b>168.45</b>               |
| <b>VIII. OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b>                                   |   |                                  |   |                             |                             |
| A. (i) Items that will not be reclassified subsequently to profit or loss                | (1.14)  | (0.41)                           | (0.96)  | (2.37)                      | (0.79)                      |
| (ii) Income tax relating to items that will not be reclassified to profit or loss        | 0.29  | 0.10                             | 0.33  | 0.19                        | 0.27                        |
| B. (i) Items that will be reclassified subsequently to profit or loss                    | -   | -                                | -   | -                           | -                           |
| <b>OTHER COMPREHENSIVE INCOME FOR THE PERIOD</b>   | <b>(0.85)</b>                                 | <b>(0.31)</b>                    | <b>(0.63)</b>                                 | <b>(2.18)</b>               | <b>(0.52)</b>               |
| <b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD [VII + VIII]</b>                            | <b>44.90</b>                                  | <b>36.20</b>                     | <b>39.48</b>                                  | <b>180.00</b>               | <b>167.93</b>               |
| <b>Paid up Equity Share Capital (Face value of Rs.10 per share)</b>                      | <b>35.45</b>                                  | <b>35.45</b>                     | <b>35.45</b>                                  | <b>35.45</b>                | <b>35.45</b>                |
| <b>Other Equity</b>  |   |                                  |   | <b>854.39</b>               | <b>747.06</b>               |
| <b>Earnings per equity share of Rs. 10 each</b>  |   |                                  |   |                             |                             |
| Basic (In Rs.)   | 12.90*  | 10.30*                           | 11.31*  | 51.38                       | 47.51                       |
| Diluted (In Rs.)   | 12.90*  | 10.30*                           | 11.31*  | 51.38                       | 47.51                       |

\* Not annualised

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Standalone Statement of Assets and Liabilities as at 31st March, 2020

Figures in Rupees Crores

| Particulars  | As at<br>31st March, 2020 | As at<br>31st March, 2019 |
|--|---------------------------|---------------------------|
|  | Audited                   | Audited                   |
| <b>I. Assets</b>   |                           |                           |
| <b>Non-Current Assets</b>  |                           |                           |
| (a) Property, Plant and Equipment  | 369.59                    | 354.16                    |
| (b) Right of use Asset (Refer Note 6)  | 102.40                    | -                         |
| (c) Capital Work-in-Progress   | 61.37                     | 40.18                     |
| (d) Other Intangible Assets  | 5.30                      | 4.98                      |
| (e) Financial Assets   |                           |                           |
| (i) Investments  | 218.18                    | 256.46                    |
| (ii) Loans   | 5.56                      | 5.26                      |
| (iii) Other Financial Assets   | 0.02                      | 1.30                      |
| (f) Income Tax Assets (Net)  | 8.03                      | 8.01                      |
| (g) Other Non-Current Assets   | 36.89                     | 45.46                     |
| <b>Total Non-Current Assets</b>  | <b>807.34</b>             | <b>715.81</b>             |
| <b>Current Assets</b>  |                           |                           |
| (a) Inventories  | 202.12                    | 209.65                    |
| (b) Financial Assets   |                           |                           |
| (i) Trade Receivables  | 274.07                    | 306.48                    |
| (ii) Cash and Cash Equivalents   | 16.91                     | 3.92                      |
| (iii) Bank Balances other than Cash and Cash Equivalents                       | 0.74                      | 0.66                      |
| (iv) Loans   | 0.30                      | 3.46                      |
| (v) Other Financial Assets   | 9.49                      | 3.82                      |
| (c) Other Current Assets   | 78.13                     | 62.86                     |
| <b>Total Current Assets</b>  | <b>581.76</b>             | <b>590.85</b>             |
| <b>Total Assets</b>  | <b>1,389.10</b>           | <b>1,306.66</b>           |
| <b>II. Equity And Liabilities</b>  |                           |                           |
| <b>Equity</b>  |                           |                           |
| (a) Equity Share Capital   | 35.45                     | 35.45                     |
| (b) Other Equity   | 854.39                    | 747.06                    |
| <b>Total Equity</b>  | <b>889.84</b>             | <b>782.51</b>             |
| <b>Liabilities</b>   |                           |                           |
| <b>Non-Current Liabilities</b>   |                           |                           |
| (a) Financial Liabilities  |                           |                           |
| (i) Borrowings   | 82.99                     | 89.23                     |
| (ii) Lease Liabilities (Refer Note 6)  | 7.09                      | -                         |
| (iii) Other Financial Liabilities  | 0.34                      | 0.27                      |
| (b) Provisions   | 13.78                     | 9.99                      |
| (c) Deferred Tax Liabilities (Net)   | 30.51                     | 41.29                     |
| (d) Other Non-current Liabilities  | 0.43                      | 0.46                      |
| <b>Total Non-Current Liabilities</b>   | <b>135.14</b>             | <b>141.24</b>             |
| <b>Current Liabilities</b>   |                           |                           |
| (a) Financial Liabilities  |                           |                           |
| (i) Borrowings   | 58.03                     | 28.45                     |
| (ii) Lease Liabilities (Refer Note 6)  | 2.28                      | -                         |
| (iii) Trade Payables   |                           |                           |
| (a) Total outstanding dues of Micro and Small Enterprises                      | 4.36                      | 8.58                      |
| (b) Total outstanding dues of creditors other than Micro and Small Enterprises | 222.57                    | 265.72                    |
| (iv) Other Financial Liabilities   | 56.55                     | 66.17                     |
| (b) Provisions   | 3.64                      | 3.65                      |
| (c) Current Tax Liabilities (Net)  | 5.16                      | 4.39                      |
| (d) Other Current Liabilities  | 11.53                     | 5.95                      |
| <b>Total Current Liabilities</b>   | <b>364.12</b>             | <b>382.91</b>             |
| <b>Total Equity And Liabilities</b>  | <b>1,389.10</b>           | <b>1,306.66</b>           |

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Standalone Cash Flow statement for the year ended 31st March, 2020

Figures in Rupees Crores

| Particulars  | Year ended<br>31st March, 2020 | Year ended<br>31st March, 2019 |
|--|--------------------------------|--------------------------------|
| <b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>  |                                |                                |
| Profit After Tax   | 182.18                         | 168.45                         |
| Adjustments for :  |                                |                                |
| Income tax expense   | 47.52                          | 85.92                          |
| Finance costs  | 16.90                          | 20.44                          |
| Interest Subvention income   | (1.60)                         | (1.98)                         |
| Interest income  | (2.40)                         | (1.33)                         |
| Deferred income from Export Promotion Capital Goods Scheme (EPCG)  | (0.03)                         | (0.02)                         |
| Net foreign exchange (gain)/loss   | 0.54                           | 0.18                           |
| (Gain)/loss on sale/retirement of Property, Plant and Equipment (Net)  | 1.48                           | 1.31                           |
| Depreciation and amortisation expenses   | 39.94                          | 28.70                          |
| Net (gain)/loss arising on financial assets mandatorily measured at Fair Value through Profit & Loss (Preference shares) | 0.15                           | (33.41)                        |
| Allowance for doubtful debts and advances  | 0.16                           | 0.47                           |
| Liabilities no longer required written back  | (0.39)                         | (0.92)                         |
|  | 102.27                         | 99.36                          |
| <b>Operating Profit before Working Capital changes</b>   | 284.45                         | 267.81                         |
| Changes in :   |                                |                                |
| Trade receivables & Other Assets   | 23.82                          | 50.46                          |
| Inventories  | 7.53                           | 12.88                          |
| Trade payables & Other Liabilities   | (45.94)                        | (23.19)                        |
|  | (14.59)                        | 40.15                          |
| <b>Cash generated from operations</b>  | 269.86                         | 307.96                         |
| Income Taxes Paid (net of refunds)   | (57.37)                        | (70.05)                        |
| <b>NET CASHFLOWS FROM OPERATING ACTIVITIES</b>   | 212.49                         | 237.91                         |
| <b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>  |                                |                                |
| Interest received  | 2.39                           | 1.34                           |
| Payments for Property, Plant & Equipment and intangible assets   | (78.54)                        | (128.06)                       |
| Proceeds from disposal of Property, Plant & Equipment  | 0.18                           | 0.95                           |
| (Increase)/ Decrease in Earmarked balances with banks (net)  | (0.08)                         | (0.16)                         |
| Proceeds from redemption of preference shares  | 38.13                          | -                              |
| <b>NET CASHFLOWS USED IN INVESTING ACTIVITIES</b>  | (37.92)                        | (125.93)                       |
| <b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>  |                                |                                |
| Repayment of long term borrowings  | (38.99)                        | (49.17)                        |
| Proceeds from long term borrowings   | 40.00                          | 60.00                          |
| Proceeds from/(Repayment of) short term borrowings (net)   | 29.58                          | (73.51)                        |
| Dividends paid on equity shares  | (93.96)                        | (29.75)                        |
| Interest paid  | (16.28)                        | (17.53)                        |
| Payment of lease liabilities   | (81.00)                        | -                              |
| <b>NET CASHFLOWS USED IN FINANCING ACTIVITIES</b>  | (160.65)                       | (109.96)                       |
| <b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>  | 13.92                          | 2.02                           |
| <b>OPENING CASH AND CASH EQUIVALENTS</b>   | 3.92                           | 1.91                           |
| Effects of exchange rate changes on the balance of cash and cash equivalents held in foreign currencies                  | (0.93)                         | (0.01)                         |
| <b>CLOSING CASH AND CASH EQUIVALENTS</b>   | 16.91                          | 3.92                           |

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**Notes:**

1. The Standalone financial results which are published in accordance with regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on 25th June, 2020. In compliance with Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, an audit of the above results have been carried out by the Statutory Auditors.

2. The financial results have been prepared in accordance with the Indian Accounting Standards (IND-AS) as notified under Section 133 of the Companies Act, 2013 ("Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.

3. The Company is in the business of manufacture of surfactants and other speciality ingredients for the personal care and home care industries. There are no separate reportable segments as per IND AS 108 – Operating Segments.

4. The figures of the last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the respective financial years and there are no material adjustments made in the results of the quarter ended 31st March, 2020 which pertains to earlier periods. These have been subjected to limited review by the auditors.

5. Other income includes amount in respect of gain/(loss) on financial assets (preference shares) mandatorily measured at fair value through profit & loss as under:

| Particulars  | Quarter ended       |                        |                     | Figures in Rupees Crores |                     |
|--|---------------------|------------------------|---------------------|--------------------------|---------------------|
|  | Year ended          |                        |                     |                          |                     |
|  | 31st March,<br>2020 | 31st December,<br>2019 | 31st March,<br>2019 | 31st March,<br>2020      | 31st March,<br>2019 |
| Net gain/(loss) arising on financial assets mandatorily measured at Fair Value through Profit & Loss (Preference shares) | 0.88                | (6.40)                 | 4.19                | (0.15)                   | 33.41               |

6. The Company has adopted Ind AS 116 'Leases' effective 1st April, 2019 and followed the Modified Retrospective Approach. In view of this, the operating lease rent which was hitherto accounted under 'Other expenses' in previous periods has now been accounted as Depreciation and amortisation expenses and Finance costs. The effect of the adoption is not significant to the profit for the period.

7. During the quarter ended 31st March, 2020, the Board of Directors at its meeting held on 16th March, 2020 has approved interim dividend of Rs. 14 per share on equity shares of Rs. 10 each (140%).

8. In view of the nationwide lockdown announced by the Government of India to control the spread of COVID-19, the Company's business operations were temporarily disrupted. The Company has resumed operations in a phased manner after obtaining the required approvals/permissions. Based on immediate assessment and on the basis of available information of the impact of COVID-19, the Management has considered the possible effects, if any, that may result from the pandemic on the carrying amounts of assets after considering internal and external sources of information as at the date of approval of these financial results. Given the uncertainties associated with its nature and duration, the actuals may differ from the estimates considered in these financial results.

9. The company has adopted option available under section 115BAA of Income Tax Act, 1961 as per taxation laws (amendment) act, 2019 dated 11th December, 2019. Accordingly tax expenses, deferred tax assets/liabilities have been recomputed and impact of this has been recognized in the year ended on 31st March, 2020.

10. The figures for the previous year/periods have been regrouped/reclassified wherever necessary to conform to the current period's presentation.

For Galaxy Surfactants Limited

U. SHEKHAR  
Managing Director  
DIN-00265017

Place : Navi Mumbai  
Date : 25th June, 2020

