**AKR & ASSOCIATES**
Chartered Accountants

SCO 51, 2nd Floor, Block-B,
Chandigarh Citi Centre,
VIP Road, Zirakpur (Pb.)-140603
Mob. : 9316288660, 01762-516660
E-mail : narang.ca@gmail.com

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

**To**
**The Board of Directors**

**Haryana Leather Chemicals Limited**

We have reviewed the accompanying statement of unaudited standalone financial results of **Haryana Leather Chemicals Limited (the "Company")** for the quarter ended September 30, 2019 and year to date from April 01, 2019 to September 30, 2019 (the "Statement") attached herewith, 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").

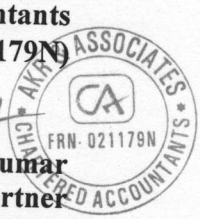
This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

AKR & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN-021179N

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For AKR & Associates**
**Chartered Accountants**
**(Firm registration No. 021179N)**




**Kailash Kumar**
**Partner**
**(Membership Number: 505972)**

**Place of signature:** Gurugram
**Date:** 13-11-2019
UDIN: 19505972AAAAHD7032

**HARYANA LEATHER CHEMICALS LIMITED**
**CIN: L74999HR1985PLC019905**
Regd. Office : 72-77, HSIIDC Industrial Estate, Hansi Road, Jind - 126 102(Hr.)
**Tel: +91-01681-225662, Fax:+91-01681-225101 E-mail: info@leatherchem.com; Website: www.leatherchem.com**

HARYANA LEATHER CHEMICALS LTD

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED ON 30TH SEPT. 2019

(Rs. In lacs except per share amount)

| Sr. No. | PARTICULARS | Quarter Ended | | | Half Year Ended | | Year ended |
|---|---|---|---|---|---|---|---|
| | | 30.09.2019 Unaudited | 30.06.2019 Unaudited | 30.09.2018 Unaudited | 30.09.2019 Unaudited | 30.09.2018 Unaudited | 31.03.2019 Audited |
| I | Revenue From Operations | 868.93 | 931.05 | 872.96 | 1799.98 | 1809.89 | 3686.84 |
| II | Other Income | 29.53 | 36.52 | 47.81 | 66.05 | 85.17 | 132.07 |
| | **Total Income (I+II)** | **898.46** | **967.57** | **920.77** | **1866.03** | **1895.06** | **3818.91** |
| III | Expenses | | | | | | |
| | (a) Cost of materials consumed | 517.79 | 628.99 | 645.91 | 1146.78 | 1252.26 | 2493.83 |
| | (b) Changes in inventories of finished goods, work in progress and stock trade | 18.91 | 5.84 | -9.01 | 24.75 | 70.18 | 110.17 |
| | ( c) Excise Duty Expense | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | (d) Employee benefits expense | 93.86 | 94.35 | 91.20 | 188.21 | 173.86 | 361.21 |
| | (e) Finance Cost | 0.94 | 2.58 | 1.05 | 3.52 | 1.64 | 10.97 |
| | (f) Depreciation and Amortisation expenses | 17.38 | 17.62 | 21.00 | 35.00 | 42.00 | 70.54 |
| | (g) Other expenses | 183.41 | 144.35 | 121.20 | 327.76 | 266.62 | 558.18 |
| | **Total Expenses III (a to h)** | **832.29** | **893.73** | **871.35** | **1726.02** | **1806.56** | **3604.90** |
| IV | Profit / (Loss) before exceptional items & tax (I+II-III) | 66.17 | 73.84 | 49.42 | 140.01 | 88.50 | 214.01 |
| V | Exceptional Items | 0.00 | 0.00 | 0.00 | 0.00 | 156.54 | 0.00 |
| VI | Profit / (Loss) before tax and after exceptional items (IV-V) | 66.17 | 73.84 | 49.42 | 140.01 | -68.04 | 214.01 |
| VII | Tax expense | | | | | | |
| | (1) Current tax | 15.00 | 15.00 | 10.00 | 30.00 | 20.00 | 46.97 |
| | (2) Tax for earlier years | 0.00 | 0.00 | | 0.00 | 0.00 | 4.69 |
| | (3) Deferred Tax | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 8.45 |
| VIII | Profit / (Loss) for the period after Tax (VI-VII) | **51.17** | **58.84** | **39.42** | **110.01** | **-88.04** | **153.90** |
| IX | Other Comprehensive Income (Net of tax) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| X | Total Comprehensive Income for the period (VIII+IX) (Comprising Profit/(Loss) and Other Comprehensive Income for the period | **51.17** | **58.84** | **39.42** | **110.01** | **-88.04** | **153.90** |
| XI | Paid-up Equity Share Capital (Face Value of Shares Rs.10 each) | 490.84 | 490.84 | 490.84 | 490.84 | 490.84 | 490.84 |
| XII | Earnings per equity share in Rs. | | | | | | |
| | (1) Basic | 1.04 | 1.20 | 0.80 | 2.24 | -1.79 | 3.14 |
| | (2) Diluted | 1.04 | 1.20 | 0.80 | 2.24 | -1.79 | 3.14 |

**Notes**

1. The unaudited results for the quarter ended 30th September 2019 have been reviewed by Audit Committee and approved by the Board of Directors in their meeting held on '13th November 2019.
2. The statutory Auditors have carried out a Limited Review of the accounts for quarter ended 30th september 2019.
3. The above results pertain to the Leather Finishing Chemicals manufacturing segment which is the only business segment of the Company in terms of IND AS 108 on "Operating Segment".
4. The figures for the corresponding previous periods have been restated/regrouped, wherever necessary, to make them comparable.

For Haryana Leather Chemicals Limited

Pankaj Jain
Managing Director

HARYANA LEATHER CHEMICALS LTD

Place: Gurugram
Date: 13.11.2019

AKR & ASSOCIATES CHARTERED ACCOUNTANTS FRN-021179N

**HARYANA LEATHER CHEMICALS LIMITED**
**CIN: L74999HR1985PLC019905**
Regd. Office : 72-77, HSIIDC Industrial Estate, Hansi Road, Jind - 126 102(Hr.)
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HARYANA

## STATEMENT OF ASSETS AND LIABILITIES AT 30TH SEPT 2019

(All amounts ₹ in Lakhs, unless stated otherwise)

| Particulars | As at 30th Sept 2019 | As at 31st March 2019 |
|---|---|---|
| **ASSETS** | | |
| **Non-current assets** | | |
| a) Property, plant and equipment | 1,448.51 | 1,452.48 |
| b) Capital work-in-progress | - | - |
| c) Other Intangible assets | - | - |
| d) Financial assets | | - |
| e) Other non-current assets | 121.73 | 121.73 |
| **Total Non-Current assets** | 1,570.24 | 1,574.21 |
| | | |
| **Current assets** | | |
| a) Inventories | 270.54 | 288.09 |
| b) Financial assets | | |
| i) Investments | - | - |
| ii) Trade receivables | 844.37 | 911.33 |
| iii) Cash and Cash equivalents | 1,119.02 | 940.06 |
| iv) Other financial asset | 22.23 | 46.32 |
| c) Current tax assets (net) | - | - |
| d) Other current assets | 21.94 | 112.84 |
| **Total Current assets** | 2,278.09 | 2,298.65 |
| | | |
| **Total Assets** | 3,848.33 | 3,872.86 |
| | | |
| **EQUITY AND LIABILITIES** | | |
| a) Equity Share capital | 490.85 | 490.85 |
| b) Other equity | 2,673.11 | 2,563.11 |
| **LIABILITIES** | 3,163.96 | 3,053.96 |
| | | |
| **Non-current liabilities** | | |
| a) Financial liabilities | | |
| i) Borrowings | - | 1.80 |
| ii) Trade payables | - | - |
| iii) Others financial liabilities | - | - |
| b) Provisions | 5.12 | 4.19 |
| c) Deferred tax liabilities (Net) | 95.08 | 95.08 |
| d) Other non-current liabilities | - | - |
| **Total Non-Current Liabilities** | 100.20 | 101.07 |
| | | |
| **Current liabilities** | | |
| a) Financial liabilities | | |
| i) Borrowings | 26.49 | 68.44 |
| ii) Trade and other payables | | |
| - Due to Micro and Small Enterprises | 95.60 | 85.10 |
| - Due to other than Micro and Small Enterprises | 349.43 | 428.65 |
| iii) other financial liabilities | - | - |
| b) Current Tax Liabilities (Net) | - | - |
| c) Provisions | 12.18 | 29.76 |
| d) Other current liabilities | 100.47 | 105.88 |
| **Total Current Liabilities** | 584.17 | 717.83 |
| | | |
| **Total Equity and liabilities** | 3,848.33 | 3,872.86 |
| | - | - |

For Haryana Leather Chemicals Limited

Pankaj Jain
Managing Director

**Place: Gurugram**
**Date: 13.11.2019**

AKR & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN- 021179N

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HARYANA

## CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 30TH SEPT 2019

(All amounts ₹ in Lakhs, unless stated otherwise)

| Sr. No. | PARTICULARS | Half Year Ended 30.09.2019 | | Year ended 31.03.2019 | |
|---|---|---|---|---|---|
| A. | Cash Inflow/ (Outflow) from Operating activities | | | | |
| | Profit before tax | | 140.01 | | 214.01 |
| | Depreciation | 35.00 | | 70.54 | |
| | Miscellaneous expenses written off | | | | |
| | Bad debts written off | | | | |
| | (Profit)/ Loss on sale of assets | - | | 5.84 | |
| | (Profit)/ Loss on sale of investments | - | | - | |
| | Expense on employee Stock Option Scheme | - | | - | |
| | Interest received | | | | |
| | Effect of Exchange Rate Change | | | | |
| | Financial charges paid | 3.52 | 38.51 | 10.97 | 87.35 |
| | Operating profit before working capital changes | | 178.52 | | 301.36 |
| | Adjustment for | | | | |
| | - (Increase)/ decrease in inventory | 17.55 | | 137.69 | |
| | - (Increase)/ decrease in trade and other receivables | 181.96 | | -18.58 | |
| | - Increase/ (decrease) in trade payables | -68.71 | | -213.54 | |
| | - Increase/ (decrease) in other Payable | -22.07 | 108.73 | 30.92 | -63.51 |
| | Cash inflow from operating activities | | 287.24 | | 237.85 |
| | Taxes paid | | 30.00 | | 51.67 |
| | Net cash from / (used) in operating activities | | 257.25 | | 186.18 |
| B | Cash flows from/ (used) in Investing Activities | | | | |
| | Purchase of fixed assets | -31.03 | | -96.31 | |
| | Exchange fluction in Fixed assets/CWIP | | | | |
| | Sale of fixed assets | - | | 32.23 | |
| | Sale of investments | - | | - | |
| | Profit on sale of investments / Assets | - | | -5.84 | |
| | Interest received | | | | |
| | Net cash from / (used) in investing activities | | -31.03 | | -69.92 |
| C | Cash flows from/ (used) in Financing Activities | | | | |
| | Proceeds from issue of equity shares incl premium | | | | |
| | Changes in Equity Reserves | | | | |
| | Changes in tax provisions | | | | |
| | Proceeds from long term borrowings | - | | 65.00 | |
| | Proceeds(payment) from/(of)long term Provisions/Short Term Provisions | | | | |
| | Repayment of long term borrowings (net of fluctuation) | -1.80 | | | |
| | Proceeds from/ (repayment of) Unsecured loans | | | | |
| | Changes in working capital loans/short term borrowings | -41.95 | | | |
| | (Increase)/Decrease in Long/short Term Loan and Advances | | | | |
| | Dividend paid | - | | -47.26 | |
| | Financial charges paid | -3.52 | | -10.97 | |
| | Net cash from / (used) in financing activities | | -47.27 | | 6.77 |
| | Net increase/(decrease) in cash and cash equivalents | | 178.96 | | 123.03 |
| | Opening cash and cash equivalents | | 940.06 | | 817.03 |
| | Closing cash and cash equivalents | | 1,119.02 | | 940.06 |
| | | | - | | - |

For Haryana Leather Chemicals Limited

**Place: Gurugram**
**Date: 13.11.2019**

AKR & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN. 021179N

Pankaj Jain
Managing Director

HARYANA LEATHER CHEMICALS LTD.