



# GUJARAT FLUORO CHEMICALS LIMITED

(earlier known as Inox Fluorochemicals Limited)

CIN : L24304GJ2018PLC105479, Website : www.gfl.co.in , email : contact@gfl.co.in  
Registered Office: 16/3, 26 & 27, Village Ranjitnagar, Taluka Goghamba, District Panchmahals, Gujarat 389 380

## STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31<sup>st</sup> MARCH, 2021

Rs. in Lakhs

Sr. No.	Particulars	Quarter ended 31 March 2021 (Audited)	Preceding Quarter ended 31 December 2020 (Unaudited)	Corresponding Quarter ended 31 March 2020 (Audited)	Year ended 31 March 2021 (Audited)	Year ended 31 March 2020 (Audited)
I	Revenue from operations	84,026	63,416	63,271	265,050	260,637
II	Other income (see note 5)	3,493	2,924	17,278	12,410	18,379
III	<b>Total Income (I+II)</b>	<b>87,519</b>	<b>66,340</b>	<b>80,549</b>	<b>277,460</b>	<b>279,016</b>
IV	<b>Expenses</b>					
	Cost of materials consumed	28,656	19,114	19,905	89,765	95,389
	Purchases of stock-in-trade	-	-	-	-	57
	Changes in inventories of finished goods, work-in-progress, stock-in-trade and by products	(1,192)	1,703	2,602	(4,187)	(10,339)
	Material Extraction and Processing Cost	557	810	796	3,248	3,893
	Power and fuel	12,376	10,898	10,895	44,194	48,615
	Employee benefits expense	5,453	5,537	4,901	21,789	20,488
	Foreign exchange fluctuation (gain)/loss (net)	4	(1,479)	(412)	(4,173)	(3,249)
	Net (gain)/loss on fair value changes in investments classified at FVTPL	(113)	(1,409)	8,149	(3,525)	8,158
	Finance costs	2,295	2,763	3,299	11,257	10,479
	Depreciation and amortisation expense	4,997	5,154	4,927	20,207	19,241
	Other expenses (see note 3)	18,679	12,583	13,622	50,650	50,471
	<b>Total expenses (IV)</b>	<b>71,712</b>	<b>55,674</b>	<b>68,684</b>	<b>229,225</b>	<b>243,203</b>
V	Share of profit/(loss) of joint venture	*	(1)	*	(1)	*
VI	<b>Profit before exceptional items and tax (III-IV+V)</b>	<b>15,807</b>	<b>10,665</b>	<b>11,865</b>	<b>48,234</b>	<b>35,813</b>
VII	Exceptional items (see note 4)	-	-	-	-	(2,604)
VIII	<b>Profit before tax (VI+VII)</b>	<b>15,807</b>	<b>10,665</b>	<b>11,865</b>	<b>48,234</b>	<b>33,209</b>
IX	<b>Tax expense</b>					
	(1) Current tax	4,298	1,356	6,713	12,676	14,594

	(2) Deferred tax	483	(880)	473	(589)	814
	<b>Tax expense (see note 5)</b>	<b>4,781</b>	<b>476</b>	<b>7,186</b>	<b>12,087</b>	<b>15,408</b>
X	<b>Profit before tax pertaining to earlier periods and impact of net deferred tax liability remeasurement on account of change in tax rate (VIII-IX)</b>	<b>11,026</b>	<b>10,189</b>	<b>4,679</b>	<b>36,147</b>	<b>17,801</b>
XI	Tax pertaining to earlier periods and impact of net deferred tax liability remeasurement on account of change in tax rate (see note 5)	1	58,299	2,120	58,299	(1,130)
XII	<b>Profit/(Loss) for the period (X-XI)</b>	<b>11,025</b>	<b>(48,110)</b>	<b>2,559</b>	<b>(22,152)</b>	<b>18,931</b>
XIII	<b>Other comprehensive income</b>					
	<b>A) Items that will not be reclassified to profit or loss</b>					
	Remeasurement of the defined benefit plan	54	20	8	30	(107)
	Income tax on above	(13)	(10)	(3)	(8)	37
	<b>B) Items that will be reclassified to profit or loss</b>					
	(a) Exchange differences in translating the financial statements of foreign operations	(177)	(41)	710	(499)	1,063
	(b) Gains and (losses) on effective portion of hedging instruments in a cash flow hedge	23	5	(70)	42	(213)
	Income tax on above	(7)	1	25	(11)	75
	<b>Total other comprehensive income (net of tax)</b>	<b>(120)</b>	<b>(25)</b>	<b>670</b>	<b>(446)</b>	<b>855</b>
XIV	<b>Total comprehensive income for the period (Comprising Profit/(Loss) and Other Comprehensive Income for the period) (XII+XIII)</b>	<b>10,905</b>	<b>(48,135)</b>	<b>3,229</b>	<b>(22,598)</b>	<b>19,786</b>
	Profit/(Loss) for the period attributable to:					
	- Owners of the Company	11,280	(48,043)	2,851	(21,871)	19,632
	- Non-controlling interests	(255)	(67)	(292)	(281)	(701)
	Other comprehensive income for the period attributable to:					
	- Owners of the Company	(120)	(12)	709	(408)	908
	- Non-controlling interests	*	(13)	(39)	(38)	(53)
	Total comprehensive income for the period attributable to:					
	- Owners of the Company	11,160	(48,055)	3,560	(22,279)	20,540
	- Non-controlling interests	(255)	(80)	(331)	(319)	(754)
XV	<b>Earnings Before Interest, Tax, Depreciation &amp; Amortization (EBITDA)</b>	<b>19,493</b>	<b>14,249</b>	<b>10,962</b>	<b>63,763</b>	<b>55,312</b>
XVI	Paid-up equity share capital (face value of Re 1 each)	1,099	1,099	1,099	1,099	1,099
XVII	Other Equity (excluding revaluation reserves)				348,184	370,462
XVIII	Basic and Diluted Earnings per equity share of Re. 1 each (in Rs.)	10.04**	(43.80)**	2.33**	(20.17)	17.23

(\*) amount is less than Rs. 1 Lakh

(\*\*) Not Annualised

**AUDITED CONSOLIDATED BALANCE SHEET**

Rs. in Lakhs

Sr No	Particulars	As at 31 March 2021 (Audited)	As at 31 March 2020 (Audited)
	<b>ASSETS</b>		
<b>(1)</b>	<b>Non-current assets</b>		
	(a) Property, plant & equipment	228,883	232,701
	(b) Capital work-in-progress	40,006	31,837
	(c) Right of use assets	4,906	5,107
	(d) Investment property	989	1,011
	(e) Other intangible assets	1,888	2,573
	(f) Investments accounted for using the equity method	87	88
	(g) Financial assets		
	(i) Other investments	1,863	19,038
	(ii) Loans	1,148	820
	(iii) Others financial assets	30,511	888
	(h) Deferred tax assets (net)	4	23,853
	(i) Other non-current assets	94,234	94,417
	(j) Income tax assets (net)	-	1,658
	<b>Sub-total</b>	<b>404,519</b>	<b>413,991</b>
<b>(2)</b>	<b>Current Assets</b>		
	(a) Inventories	86,391	81,283
	(b) Financial assets		
	(i) Investments	6,850	6,739
	(ii) Trade receivables	66,713	56,473
	(iii) Cash & cash equivalents	1,156	1,659
	(iv) Bank balances other than (iii) above	1,015	*
	(v) Loans	4,952	4,196
	(vi) Other financial assets	16,411	4,834
	(c) Current tax assets (net)	-	30,691
	(d) Other current assets	6,880	6,830
	<b>Sub-total</b>	<b>190,368</b>	<b>192,705</b>
	Assets held for sale	1,981	-
	<b>Total Assets</b>	<b>596,868</b>	<b>606,696</b>

<b>EQUITY &amp; LIABILITIES</b>		
<b>Equity</b>		
(a) Equity share capital	1,099	1,099
(b) Other equity	348,184	370,462
(c) Non-controlling Interest	(1,388)	(1,069)
<b>Sub-total</b>	<b>347,895</b>	<b>370,492</b>
<b>LIABILITIES</b>		
<b>(1) Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	39,209	47,872
(ii) Other financial liabilities	645	1,475
(b) Provisions	2,863	2,523
(c) Income tax liabilities (Net)	1,001	-
(d) Deferred tax liabilities (Net)	26,378	8
<b>Sub-total</b>	<b>70,096</b>	<b>51,878</b>
<b>(2) Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	101,833	104,166
(ii) Trade payables		
a) total outstanding dues of micro enterprises and small enterprises	141	83
b) total outstanding dues of creditors other than micro enterprises and small enterprises	33,724	36,630
(iii) Other financial liabilities	37,288	38,228
(b) Other current liabilities	2,025	1,785
(c) Provisions	1,576	1,391
(d) Current tax liabilities (net)	2,290	2,043
<b>Sub-total</b>	<b>178,877</b>	<b>184,326</b>
<b>Total Equity &amp; Liabilities</b>	<b>596,868</b>	<b>606,696</b>

(\*) amount is less than Rs. 1 Lakh

**AUDITED CONSOLIDATED STATEMENT OF CASH FLOW**

		Rs. in Lakhs	
	Particulars	Year ended 31st March, 2021 (Audited)	Year ended 31st March, 2020 (Audited)
<b>A</b>	<b>Cash flow from operating activities</b>		
	<b>Profit/(loss) for the Year</b>	<b>(22,152)</b>	<b>18,931</b>
	<b>Adjustments for :</b>		
	Tax expense	70,386	14,278
	Depreciation and amortisation expense	20,207	19,241
	Gain on retirement /disposal of property, plant and equipment (net)	247	(3)
	Liabilities and provisions no longer required written back	(573)	(232)
	Deposits, advances and claims written off	63	512
	Exchange difference on translation of assets and liabilities	(1,578)	650
	Unrealised foreign exchange (gain)/loss (net)	(579)	112
	Net (gain) loss on fair value changes in investments classified at FVTPL	(3,525)	8,158
	Mark-to-market (gain)/loss on derivative financial instruments (net)	639	(355)
	Allowance for doubtful trade receivables and expected credit losses (net of reversal)	45	190
	Share of loss of a joint venture	1	*
	Interest Income	(10,435)	(17,051)
	Finance Costs	11,257	10,479
	<b>Operating profit before working capital changes</b>	<b>64,003</b>	<b>54,910</b>
	<b>Movements in working capital:</b>		
	Increase/(decrease) in provisions	554	572
	Increase/(decrease) in trade payables	(2,399)	10,492
	Increase /(decrease) in other financial liabilities	3,573	493
	Increase /(decrease) in other liabilities	(748)	2,684
	(Increase) /decrease in loans	(800)	(398)
	(Increase)/decrease in inventories	(5,108)	(17,076)
	(Increase)/decrease in trade receivables	(10,332)	6,432
	(Increase)/decrease in other financial assets	(1,909)	(120)
	(Increase)/decrease in other assets	751	1,829
	<b>Cash generated from operations</b>	<b>47,585</b>	<b>59,818</b>

	Income-tax (paid)/refund (net)	14,054	(5,178)
	<b>Net cash generated from operating activities</b>	<b>61,639</b>	<b>54,640</b>
<b>B</b>	<b>Cash flow from investing activities</b>		
	Purchase of Property, Plant and Equipment (including change in capital work in progress and capital creditors/capital advances)	(27,366)	(119,610)
	Proceeds from disposal of property, plant and equipment	-	4
	Purchase of other investments	(26,807)	(5,000)
	Redemption of other investments	47,396	5,169
	Inter-corporate deposits received back	-	225
	Interest and dividend received (net of expenses)	709	21
	Movement in Bank deposits	(31,276)	(26)
	<b>Net cash used in investing activities</b>	<b>(37,344)</b>	<b>(119,217)</b>
<b>C</b>	<b>Cash flow from financing activities</b>		
	Proceeds from borrowings - non-current	11,862	49,178
	Repayment of borrowings - non-current	(23,204)	(8,678)
	Proceeds from/(repayment of) current borrowings (net)	(1,927)	32,024
	Payment of lease liability	(278)	(288)
	Finance costs	(11,251)	(10,066)
	<b>Net cash generated from / (used in) financing activities</b>	<b>(24,798)</b>	<b>62,170</b>
	<b>Net decrease in cash and cash equivalents</b>	<b>(503)</b>	<b>(2,407)</b>
	Cash and cash equivalents as at the beginning of the year	<b>1,659</b>	<b>1</b>
	Cash and cash equivalents received pursuant to demerger scheme	-	4,065
	Cash and cash equivalents as at the end of the year	<b>1,156</b>	<b>1,659</b>

(\*) amount is less than Rs. 1 Lakh

**Notes:**

1. The above results were reviewed by the Audit Committee and were thereafter approved by the Board of Directors at its meeting held on 18<sup>th</sup> June, 2021. The Statutory Auditors of the Company have carried out the audit and have issued their unmodified opinion on the financial statements.
2. During the preceding year, as per the Scheme of Arrangement between GFL Limited (“the demerged company”) and Gujarat Fluorochemicals Limited (“the Company”), the Chemical Business Undertaking (“the said Undertaking”) of the demerged company was transferred and vested with the Company. Accordingly, all the assets and liabilities pertaining to the said Undertaking, as defined in the Scheme, stood transferred and vested into the Company from the Appointed Date i.e. 1st April 2019. Certain assets, particularly the immovable properties, are in the process of being registered in the name of the Company.
3. MCA has notified amendments relating to Corporate Social Responsibility (CSR) under Companies (Corporate Social Responsibility Policy) Amendment Rules, 2021 dated 22nd January 2021 where a company is mandatorily required to utilise the amount quantified for CSR activities as per provisions of the Companies Act, 2020, failing which the same needs to be

transferred within a specified period to a fund specified in Schedule VII to the Companies Act, 2013. Consequent to these changes, the Company is now required to recognise a provision in the financial statements towards unspent amount of CSR obligations.

Further, as per the legal opinion obtained by the Company, such mandatory obligation towards expenditure to be incurred on Corporate Social Responsibility (CSR) in respect of the profits of the Chemical Business Undertaking (referred and vested in this Company as per note 2 above) is also on this Company.

Total Corporate Social Responsibility (CSR) expenses for the year ended 31st March 2021 is Rs. 1,978 lakhs. Out of this, CSR expenses of Rs. 1,785 lakhs are included in 'Other expenses' for the quarter ended 31st March 2021, and comprise of Rs. 964 lakhs towards CSR obligation in respect of the profits of the Company and Rs. 821 lakhs towards CSR obligation in respect of the profits of the said Chemical Business Undertaking vested in this Company.

4. The 'exceptional item' for the preceding year represents expenses in connection with the Scheme of Arrangement referred to in note 2 above.
5. The demerged company had filed applications under Vivad se Vishwas Scheme in order to settle various income-tax matters for the assessment years 2007-08 to 2013-14, in respect of demerged Chemical Business Undertaking vested with the Company (see note 2 above), which were being contested by the Income-tax Department before Hon'ble Supreme Court. The applications filed were accepted and accordingly the Company was required to pay 50% of disputed income-tax aggregating to Rs. 2,944 lakhs in respect of these years. The total impact of the settlement of Rs. 68,974 lakhs (mainly on account of reduction in MAT credit entitlement) was recognized and included in 'tax pertaining to earlier periods' during the quarter ended 31st December 2020.

Consequent to settlement of above income-tax matters and reversal of MAT credits, the Company now proposes to exercise the option under section 115BAA of the Income-tax Act, 1961 from the current financial year ending 31st March 2021 and thus, applicable tax rate for the Company will be 25.17% as against the earlier rate of 34.94%. Accordingly, the net deferred tax liability as on 1st April 2020 is also re-measured and the reduction of Rs. 10,675 lakhs in the deferred tax liability was recognized during the quarter ended 31st December 2020.

Further, during the quarter ended 31 December 2020, the provision for income tax and deferred tax for the nine months ended 31 December 2020 was also computed @ 25.17% and the aggregate charge of income-tax & deferred tax of Rs. 630 lakhs for the quarter ended 31 December 2020 is net of Rs. 1893 lakhs being the reduction in the amount of income-tax and deferred tax charged earlier for the six months ended 30 September 2020.

In the preceding year, after recording the assets and liabilities, acquired on demerger, at book values, the Company had reassessed and recomputed the deferred tax assets/liabilities which resulted in increase in deferred tax liability by Rs. 2,591 lakhs, on account of non-availability of benefits u/s 80IA of the Income-tax Act to the Company in respect of the demerged captive power plants, which was charged to the statement of profit and loss and included in 'tax pertaining to earlier periods'. Further, on receipt of ITAT orders during the preceding year, the Company was entitled to net incremental tax benefit of Rs. 3,713 lakhs for earlier periods in respect of the demerged Chemical Business Undertaking vested with the Company which was also included in the 'tax pertaining to earlier periods' in the above results. Interest of Rs. 11,969 lakhs on the resulting income-tax refunds was included in 'Other Income' during the year ended 31st March 2020.

6. The Code on Social Security 2020 has been notified in the Official Gazette on 29th September 2020, which could impact the contributions by the Group towards certain employment benefits. However, the date from which the Code will come into effect has not been notified. The Group will assess and give appropriate impact in the financial statements in the period in which the Code comes into effect.
7. Payment of commission of Rs. 451 lakhs to a non-executive director requires approval of the shareholders in the forthcoming Annual General Meeting as per the requirements of SEBI (Listing Obligations and Disclosure Requirements), Regulations.

8. The Group has a single operating segment viz. 'Chemicals'.
9. Figures for the quarter ended 31st March 2021 and the corresponding quarter for the previous year are the balancing figures between the 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 year.

Place: New Delhi  
Date: 18<sup>th</sup> June, 2021

On behalf of the Board of Directors  
For Gujarat Fluorochemicals Limited

Vivek Jain  
Managing Director





# GUJARAT FLUOROCHEMICALS LIMITED

(earlier known as Inox Fluorochemicals Limited)

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## STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS

FOR THE QUARTER AND YEAR ENDED 31<sup>st</sup> MARCH, 2021

Rs. in Lakhs

Sr. No.	Particulars	Quarter ended 31 March 2021 (Audited)	Preceding Quarter ended 31 December 2020 (Unaudited)	Corresponding Quarter ended 31 March 2020 (Audited)	Year ended 31 March 2021 (Audited)	Year ended 31 March 2020 (Audited)
I	Revenue from operations	77,655	59,997	56,210	252,361	249,639
II	Other income (see note 5)	2,934	2,934	17,346	11,887	18,360
III	<b>Total Income (I+II)</b>	<b>80,589</b>	<b>62,931</b>	<b>73,556</b>	<b>264,248</b>	<b>267,999</b>
IV	<b>Expenses</b>					
	Cost of materials consumed	28,427	18,364	19,527	87,512	94,693
	Purchases of stock-in-trade	-	-	-	-	57
	Changes in inventories of finished goods, work-in-progress, stock-in-trade and by products	(3,264)	586	(564)	(4,356)	(7,471)
	Power and fuel	12,314	10,803	10,784	43,788	48,116
	Employee benefits expense	4,909	5,038	4,419	19,790	18,661
	Foreign exchange fluctuation (gain)/loss (net)	(288)	(957)	(976)	(2,636)	(3,767)
	Net (gain)/loss on fair value changes in investments classified at FVTPL	(113)	(1,409)	8,149	(3,525)	8,158
	Finance costs	2,219	2,679	3,262	10,919	10,138
	Depreciation and amortisation expense	4,595	4,670	4,500	18,456	17,607
	Other expenses (see note 3)	17,550	11,696	12,675	47,271	46,901
	<b>Total expenses (IV)</b>	<b>66,349</b>	<b>51,470</b>	<b>61,776</b>	<b>217,219</b>	<b>233,093</b>
V	<b>Profit before exceptional items and tax (III-IV)</b>	<b>14,240</b>	<b>11,461</b>	<b>11,780</b>	<b>47,029</b>	<b>34,906</b>
VI	Exceptional items (see note 4)	-	-	-	-	(2,604)

<b>VII</b>	<b>Profit before tax (V+VI)</b>	<b>14,240</b>	<b>11,461</b>	<b>11,780</b>	<b>47,029</b>	<b>32,302</b>
<b>VIII</b>	<b>Tax expense</b>					
	(1) Current tax	4,028	1,202	6,506	11,932	13,922
	(2) Deferred tax	116	(572)	298	(385)	507
	<b>Tax expense (see note 5)</b>	<b>4,144</b>	<b>630</b>	<b>6,804</b>	<b>11,547</b>	<b>14,429</b>
<b>IX</b>	<b>Profit before Tax pertaining to earlier periods and impact of net deferred tax liability remeasurement on account of change in tax rate (VII-VIII)</b>	<b>10,096</b>	<b>10,831</b>	<b>4,976</b>	<b>35,482</b>	<b>17,873</b>
<b>X</b>	Tax pertaining to earlier periods and impact of net deferred tax liability remeasurement on account of change in tax rate (see note 5)	-	58,299	2,120	58,299	(1,122)
<b>XI</b>	<b>Profit/(Loss) for the period (IX-X)</b>	<b>10,096</b>	<b>(47,468)</b>	<b>2,856</b>	<b>(22,817)</b>	<b>18,995</b>
<b>XII</b>	<b>Other Comprehensive Income</b>					
	<b>A) Items that will not be reclassified to profit or loss</b>					
	Remeasurement of the defined benefit plan	54	20	8	30	(107)
	Income tax on above	(13)	(11)	(3)	(8)	37
	<b>B) Items that will be reclassified to profit or loss</b>					
	Gains and (losses) on effective portion of hedging instruments in a cash flow hedge	23	5	(70)	42	(213)
	Income tax on above	(7)	1	24	(11)	74
	<b>Total other comprehensive income (net of tax)</b>	<b>57</b>	<b>15</b>	<b>(41)</b>	<b>53</b>	<b>(209)</b>
<b>XIII</b>	<b>Total comprehensive income for the period (Comprising Profit/(Loss) and Other Comprehensive Income for the period) (XI+XII)</b>	<b>10,153</b>	<b>(47,453)</b>	<b>2,815</b>	<b>(22,764)</b>	<b>18,786</b>
<b>XIV</b>	<b>Earnings Before Interest, Tax, Depreciation &amp; Amortization (EBITDA)</b>	<b>18,007</b>	<b>14,467</b>	<b>10,345</b>	<b>60,992</b>	<b>52,449</b>
<b>XV</b>	Paid-up equity share capital (face value of Re 1 each)	1,099	1,099	1,099	1,099	1,099
<b>XVI</b>	Other Equity (excluding revaluation reserves)				345,380	368,143
<b>XVII</b>	Basic and Diluted Earnings per equity share of Re. 1 each (in Rs.)	9.19*	(43.21)*	2.60*	(20.77)	17.29

(\*) Not Annualised

**AUDITED STANDALONE BALANCE SHEET**

Rs. in Lakhs

Sr. No.	Particulars	As at 31 March 2021 (Audited)	As at 31 March 2020 (Audited)
	<b>ASSETS</b>		
(1)	<b>Non-current assets</b>		
	(a) Property, plant & equipment	219,950	223,065
	(b) Capital work-in-progress	40,006	31,837
	(c) Right of use assets	4,417	4,534
	(d) Investment property	989	1,011
	(e) Other intangible assets	1,242	1,891
	(f) Financial assets		
	(i) Investments		
	a) Investments in subsidiaries	8,706	8,706
	b) Investments in joint venture	118	118
	c) Other investments	1,863	19,038
	(ii) Loans	948	734
	(iii) Other non-current financial assets	30,511	888
	(g) Deferred tax assets (net)	-	23,308
	(h) Income tax assets (net)	-	1,630
	(i) Other non-current assets	93,754	93,040
	<b>Sub-total</b>	<b>402,504</b>	<b>409,800</b>
(2)	<b>Current assets</b>		
	(a) Inventories	70,844	65,863
	(b) Financial assets		
	(i) Other investments	6,850	6,739
	(ii) Trade receivables	73,199	63,965
	(iii) Cash & cash equivalents	416	983
	(iv) Bank balances other than (iii) above	1,015	*
	(v) Loans	4,811	4,073
	(vi) Other current financial assets	16,680	5,297
	(c) Current tax assets	-	30,691
	(d) Other current assets	7,990	8,251
	<b>Sub-total</b>	<b>181,805</b>	<b>185,862</b>

	Assets held for sale	1,981	-
	<b>Total assets</b>	<b>586,290</b>	<b>595,662</b>
	<b>EQUITY &amp; LIABILITIES</b>		
	<b>Equity</b>		
	(a) Equity share capital	1,099	1,099
	(b) Other equity	345,380	368,143
	<b>Sub-total</b>	<b>346,479</b>	<b>369,242</b>
	<b>LIABILITIES</b>		
(1)	<b>Non-current liabilities</b>		
	(a) Financial liabilities		
	(i) Borrowings	37,328	46,439
	(ii) Other non-current financial liabilities	374	1,075
	(b) Provisions	2,863	2,523
	(c) Income tax liabilities (net)	1,001	-
	(d) Deferred tax liabilities (net)	27,116	-
	<b>Sub-total</b>	<b>68,682</b>	<b>50,037</b>
(2)	<b>Current liabilities</b>		
	(a) Financial liabilities		
	(i) Borrowings	100,616	102,697
	(ii) Trade payables		
	a) total outstanding dues of micro enterprises and small enterprises	141	83
	b) total outstanding dues of creditors other than micro enterprises and small enterprises	32,182	33,892
	(iii) Other current financial liabilities	34,334	35,624
	(b) Other current liabilities	1,205	1,554
	(c) Provisions	1,550	1,365
	(d) Current tax liabilities (net)	1,101	1,168
	<b>Sub-total</b>	<b>171,129</b>	<b>176,383</b>
	<b>Total equity &amp; liabilities</b>	<b>586,290</b>	<b>595,662</b>

(\*) Amount is less than Rs 1 Lakh

## AUDITED STANDALONE STATEMENT OF CASH FLOWS

		Rs. in Lakhs	
	Particulars	Year ended 31st March, 2021 (Audited)	Year ended 31st March, 2020 (Audited)
<b>A</b>	<b>Cash flow from operating activities</b>		
	<b>Profit/(loss) for the Year</b>	<b>(22,817)</b>	<b>18,995</b>
	<b>Adjustments for :</b>		
	Tax expense	69,846	13,307
	Depreciation and amortisation expense	18,456	17,607
	Gain on retirement /disposal of property, plant and equipment (net)	247	(3)
	Allowance for doubtful trade receivables and expected credit losses	4	190
	Liabilities and provisions no longer required, written back	-	(232)
	Deposits, advances and claims written off	63	512
	Unrealised foreign exchange (gain)/loss (net)	(579)	112
	Net (gain)/loss on fair value changes in investments classified at FVTPL	(3,525)	8,158
	Mark-to-market (gain)/loss on derivative financial instruments (net)	639	(355)
	Interest income	(10,492)	(17,102)
	Finance costs	10,919	10,138
	<b>Operating profit before working capital changes</b>	<b>62,761</b>	<b>51,327</b>
	<b>Movements in working capital:</b>		
	Increase/(decrease) in provisions	554	567
	Increase/(decrease) in trade payables	(1,561)	11,958
	Increase /(decrease) in other financial liabilities	3,378	474
	Increase /(decrease) in other liabilities	(412)	635
	(Increase)/decrease in loans	(675)	(393)
	(Increase)/decrease in inventories	(4,982)	(12,831)
	(Increase)/decrease in trade receivables	(9,156)	3,862
	(Increase)/decrease in other financial assets	(2,625)	96
	(Increase)/decrease in other assets	320	2,147
	<b>Cash generated from operations</b>	<b>47,602</b>	<b>57,842</b>

	Income-tax (paid)/refund (net)	14,284	(4,410)
	<b>Net cash generated from operating activities</b>	<b>61,886</b>	<b>53,432</b>
<b>B</b>	<b>Cash flow from investing activities</b>		
	Purchase of property, plant and equipment (including changes in capital work in progress and capital creditors/capital advances)	(27,344)	(119,538)
	Proceeds from disposal of property, plant and equipment	-	4
	Purchase of other investments	(26,807)	(5,000)
	Redemption/sale of investments	47,396	5,169
	Inter-corporate deposits/loans received back	-	225
	Interest received	767	72
	Movement in other bank balances	(31,276)	(26)
	<b>Net cash used in investing activities</b>	<b>(37,264)</b>	<b>(119,094)</b>
<b>C</b>	<b>Cash flow from financing activities</b>		
	Proceeds from non-current borrowings	9,851	49,178
	Repayment of non-current borrowings	(22,320)	(7,467)
	Proceeds from/(repayment of) current borrowings (net)	(1,675)	31,668
	Payment of lease liabilities	(98)	(113)
	Finance costs	(10,947)	(9,745)
	<b>Net cash generated/(used in) from financing activities</b>	<b>(25,189)</b>	<b>63,521</b>
	<b>Net decrease in cash and cash equivalents</b>	<b>(567)</b>	<b>(2,141)</b>
	Cash and cash equivalents as at the beginning of the year	983	1
	Cash and cash equivalents received pursuant to Demerger scheme	-	3,123
	Cash and cash equivalents as at the end of the year	416	983
	Note: The above standalone statement of cash flows has been prepared in accordance with 'Indirect Method' as set out in Ind AS 7: Statement of Cash Flows		

**Notes:**

1. The above results were reviewed by the Audit Committee and were thereafter approved by the Board of Directors at its meeting held on 18th June, 2021. The Statutory Auditors of the Company have carried out the audit and have issued their unmodified opinion on the financial statements.
2. During the preceding year, as per the Scheme of Arrangement between GFL Limited ("the demerged company") and Gujarat Fluorochemicals Limited ("the Company"), the Chemical Business Undertaking ("the said Undertaking") of the demerged company was transferred and vested with the Company. Accordingly, all the assets and liabilities pertaining to the said Undertaking, as defined in the Scheme, stood transferred and vested into the Company from the Appointed Date i.e. 1st April 2019. Certain assets, particularly the immovable properties, are in the process of being registered in the name of the Company.
3. MCA has notified amendments relating to Corporate Social Responsibility (CSR) under Companies (Corporate Social Responsibility Policy) Amendment Rules, 2021 dated 22<sup>nd</sup> January 2021 where a company is mandatorily required to utilise the amount quantified for CSR activities as per provisions of the Companies Act, 2020, failing which the same needs to be transferred

within a specified period to a fund specified in Schedule VII to the Companies Act, 2013. Consequent to these changes, the Company is now required to recognise a provision in the financial statements towards unspent amount of CSR obligations.

Further, as per the legal opinion obtained by the Company, such mandatory obligation towards expenditure to be incurred on Corporate Social Responsibility (CSR) in respect of the profits of the Chemical Business Undertaking (referred and vested in this Company as per note 2 above) is also on this Company.

Total Corporate Social Responsibility (CSR) expenses for the year ended 31st March 2021 is Rs. 1,978 lakhs. Out of this, CSR expenses of Rs. 1,785 lakhs are included in 'Other expenses' for the quarter ended 31st March 2021, and comprise of Rs. 964 lakhs towards CSR obligation in respect of the profits of the Company and Rs. 821 lakhs towards CSR obligation in respect of the profits of the said Chemical Business Undertaking vested in this Company.

4. The 'exceptional item' for the preceding year represents expenses in connection with the Scheme of Arrangement referred to in note 2 above.
5. The demerged company had filed applications under Vivad se Vishwas Scheme in order to settle various income-tax matters for the assessment years 2007-08 to 2013-14, in respect of demerged Chemical Business Undertaking vested with the Company (see note 2 above), which were being contested by the Income-tax Department before Hon'ble Supreme Court. The applications filed were accepted and accordingly the Company was required to pay 50% of disputed income-tax aggregating to Rs. 2,944 lakhs in respect of these years. The total impact of the settlement of Rs. 68,974 lakhs (mainly on account of reduction in MAT credit entitlement) was recognized and included in 'tax pertaining to earlier periods' during the quarter ended 31st December 2020.

Consequent to settlement of above income-tax matters and reversal of MAT credits, the Company now proposes to exercise the option under section 115BAA of the Income-tax Act, 1961 from the current financial year ending 31st March 2021 and thus, applicable tax rate for the Company will be 25.17% as against the earlier rate of 34.94%. Accordingly, the net deferred tax liability as on 1st April 2020 is also re-measured and the reduction of Rs. 10,675 lakhs in the deferred tax liability was recognized during the quarter ended 31st December 2020.

Further, during the quarter ended 31 December 2020, the provision for income tax and deferred tax for the nine months ended 31 December 2020 was also computed @ 25.17% and the aggregate charge of income-tax & deferred tax of Rs. 630 lakhs for the quarter ended 31 December 2020 is net of Rs. 1893 lakhs being the reduction in the amount of income-tax and deferred tax charged earlier for the six months ended 30 September 2020.

In the preceding year, after recording the assets and liabilities, acquired on demerger, at book values, the Company had reassessed and recomputed the deferred tax assets/liabilities which resulted in increase in deferred tax liability by Rs. 2,591 lakhs, on account of non-availability of benefits u/s 80IA of the Income-tax Act to the Company in respect of the demerged captive power plants, which was charged to the statement of profit and loss and included in 'tax pertaining to earlier periods'. Further, on receipt of ITAT orders during the preceding year, the Company was entitled to net incremental tax benefit of Rs. 3,713 lakhs for earlier periods in respect of the demerged Chemical Business Undertaking vested with the Company which was also included in the 'tax pertaining to earlier periods' in the above results. Interest of Rs. 11,969 lakhs on the resulting income-tax refunds was included in 'Other Income' during the year ended 31st March 2020.

6. The Code on Social Security 2020 has been notified in the Official Gazette on 29 September 2020, which could impact the contributions by the Company towards certain employment benefits. However, the date from which the Code will come into effect has not been notified. The Company will assess and give appropriate impact in the financial statements in the period in which the Code comes into effect.
7. Payment of commission of Rs. 451 lakhs to a non-executive director requires approval of the shareholders in the forthcoming Annual General Meeting as per the requirements of SEBI (Listing Obligations and Disclosure Requirements), Regulations.
8. The Company has a single operating segment viz. 'Chemicals'.

9. Figures for the quarter ended 31st March 2021 and the corresponding quarter for the previous year are the balancing figures between the 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 year.

Place: New Delhi  
Date: 18<sup>th</sup> June, 2021

On behalf of the Board of Directors  
For Gujarat Fluorochemicals Limited

Vivek Jain  
(Managing Director)