OMKAR SPECIALITY CHEMICALS LIMITED

OMKAR
Always the leaders

Regd. & Corporate Office : Unit - III, B-34, M.I.D.C., Badlapur (East), Thane - 421 503, Maharashtra, India
Tel. : +91 (0251) 2697340, 2690651, Fax : +91 (0251) 2697347, 2691572
Email : info@omkarchemicals.com Web. : www.omkarchemicals.com CIN : L24110MH2005PLC151589

Ref. No.: OSCL/SE/2019-20/23 **Date:** August 14, 2019

To,

Corporate Relations Department **BSE LIMITED** P.J. Towers, 1st Floor, Dalal Street, Mumbai – 400001. BSE Code: 533317	Corporate Services Department **NATIONAL STOCK EXCHANGE OF INDIA LIMITED** Exchange Plaza, Bandra Kurla Complex, Bandra (E), Mumbai – 400051. NSE Symbol: OMKARCHEM

Dear Sir/Madam,

Re: Outcome of Board Meeting held today i.e. August 14, 2019.

In furtherance of our letter bearing Ref. No.: OSCL/SE/2019-20/21 dated August 05, 2019 and pursuant to Regulation 30 and Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) 2015, read with Schedule III to the Listing Regulations, we would like to inform you that the Board of Directors of Omkar Speciality Chemicals Limited at its meeting held today, i.e., on Wednesday, August 14, 2019 at 12.00 p.m. and concluded at 5.50 p.m. inter alia, has approved / noted the following:-

- Upon recommendation of the Audit Committee, the Board of Directors has approved the unaudited Financial Results as per Indian Accounting Standards (IND AS) for the Quarter ended June 30, 2019 (enclosed herewith);

- The Board of Directors took note of the Limited Review Report of the Statutory Auditors on the Unaudited Financial Results for the Quarter ended June 30, 2019 (enclosed herewith);

- Dr. Vikas Telvekar, Independent Director of the Company has completed his first term and on account of his preoccupation with other assignments has expressed his inability to offer himself for re-appointment.

- Due to relocation to the other state of India, Ms. Bhavana Shewkramani, Independent Director of the Company has resigned from the company w.e.f. August 14, 2019.

Please take the above on your record and acknowledge the receipt of the same.

Thanking you,

Yours sincerely,
For **OMKAR SPECIALITY CHEMICALS LIMITED**

Sd/-
SUNNY PAGARE
COMPANY SECRETARY & COMPLIANCE OFFICER
(M.No. F8896)

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Statement of Unaudited Financial Result for the Quarter Ended June 30, 2019

Prepared in Compliance with Indian Accounting Standard (Ind- As)

(Rs. In Lacs except per equity share data)

Sr. No.	Particulars	Quarter Ended			Year Ended on
		30-Jun-19	30-Jun-18	31-Mar-19	31-Mar-19
		(Unadited)	(Unadited)	(Audited)	(Audited)
(I)	Revenue from Operations	1,069.73	1,258.65	1,214.42	4,265.21
(II)	Other income	31.00	88.52	0.57	246.08
(III)	**Total Income (I+II)**	**1,100.73**	**1,347.17**	**1,214.99**	**4,511.29**
(IV)	Expenses				
	Cost of materials consumed	792.33	823.13	748.99	2,608.01
	Purchases of Stock-in-Trade	-	211.75	-	211.75
	Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	(15.94)	64.72	(56.57)	19.93
	Employee benefits expense	93.36	117.22	111.02	438.33
	Finance costs	114.57	601.48	184.05	1,461.90
	Depreciation and amortization expense	169.21	192.52	192.98	798.87
	Other expenses	161.11	246.62	315.29	1,117.60
	Total expenses (IV)	**1,314.64**	**2,257.44**	**1,495.76**	**6,656.39**
(V)	Profit/(Loss)before exceptional items and tax (III-IV)	(213.91)	(910.27)	(280.77)	(2,145.10)
(VI)	Exceptional items	-	-	-	(993.01)
(VII)	**Profit / (Loss) before tax (V) - (VI)**	(213.91)	(910.27)	(280.77)	(1,152.09)
(VIII)	Tax expenses				
	(1) Current tax	-	-	-	-
	(2) Deferred tax	2.98	61.06	211.23	535.37
(XI)	**Profit for the period VI= (VII-VIII)**	**(216.89)**	**(971.33)**	**(492.00)**	**(1,687.46)**
(X)	Other Comprehensive Income				
	(i) Items that will not be reclassified to profit or loss	2.19	3.19	4.59	14.15
(XI)	**Total Comprehensive Income for the period (Comprising Profit (Loss) and Other Comprehensive Income for the period) (XI+X)**	**(214.70)**	**(968.14)**	**(487.41)**	**(1,673.31)**
(XII)	Paid-up Equity Share Capital	2,057.80	2,057.80	2,057.80	2,057.80
	Face Value (of Rs. 10/- each)	10.00	10.00	10.00	10.00
(XIII)	Reserve excluding revaluation reserve as per balance sheet of previous accounting year	-	-	-	(19,680.87)
(XIII)	Earnings per equity share				
	(1) Basic	(1.05)	(4.72)	(2.39)	(8.20)
	(2) Diluted	(1.05)	(4.72)	(2.39)	(8.20)

Notes :

1. The above Financial Results which are published in accordance with the regulation 33 of SEBI (LODR) Regulations, 2015 have been reviewed and recommended by Audit Committee and has been approved by the Board of Directors at its meeting held on 14.08.2019.
2. The Company is operating in a single segment i.e. "Manufacturing and sale of Chemicals". All other activities of the Company revolve around its main business. Hence, there is only one primary reportable business segment as defined by Accounting Standard-18 as notified by the Companies (Accounting Standards) Rules, 2006.
3. After being classified as non-performing asset, the Company is in discussion with its Bankers for restructuring of its current debt inclusive of outstanding interest suitably. Bank of Baroda and Axis Bank have not debited any interest pending the said proposal. Hence, the Company has not provided for interest amounting to Rs. 525.56 lakhs during the quarter ended 30th June 2019 on various credit facilities/loans from the said Banks. The Statutory Auditors have qualified their Review Report in respect of the said matter. The necessary net effect shall be given in the books once the banks conclude decision on our proposal.
4. The results for the Quarter ended June 30, 2019 have been subjected to Limited Review by the Statutory Auditors of the Company. The statutory auditors have expressed an qualified audit opinion.
5. The figures for the corresponding previous periods have been re-grouped/re-arranged wherever considered necessary, to make them comparable. Figures for the quarter ended March 31, 2019 are the balancing figures between audited figures in respect of the full financial year and the unaudited published year to date figures up to the third quarter of the respective financial year.

For OMKAR SPECIALITY CHEMICALS LIMITED

PRAVIN HERLEKAR
CHAIRMAN & MANAGING DIRECTOR
DIN : 00525610

OMKAR SPECIALITY CHEMICALS LTD. BADLAPUR

Place : Badlapur
Date :- 14-08-2019

DESAI SAKSENA & ASSOCIATES
Chartered Accountants

Laxmi Building
1st Floor
Sir P.M. Road, Fort
Mumbai- 400001

Tel : 66 26 16 00
Fax : 66 26 16 17
Email : contact@dsaca.co.in

Website : www.dsaca.co.in

INDEPENDENT AUDITOR'S REPORT ON AUDIT OF INTERIM FINANCIAL RESULTS

To The Board of Directors

Omkar Speciality Chemicals Limited

1. We have reviewed the accompanying statement of unaudited financial results of **Omkar Speciality Chemicals Limited** ("the Company"), for the quarter ended June 30, 2019 ("the Statement"), together with the relevant notes thereon (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015") read with SEBI circular dated July 5, 2016. The Statement has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. Except as explained in the following paragraph, we conducted our review 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 assurances to whether the Statement is free of material misstatement.

3. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data. A review is substantially less in scope than an audit and conducted in accordance with Standards on Auditing 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 have not performed an audit and we do not express an audit opinion.

DESAI SAKSENA & ASSOCIATES CHARTERED ACCOUNTANTS MUMBAI

4. Basis for Qualified Conclusion:

We draw attention to note 3 (Three) of the accompanying statement, with regard to non-recognition of interest expense on borrowings and reversal of accumulated interest expenses of the company. During the quarter ended 30th June 2019, the company has not provided interest expenses amounting to Rs. 525.56 lacs on various credit facilities/loans which is not in accordance with the requirement of Ind AS 23: 'Borrowing Cost' read with Ind As 109: ' Financial Instruments'. Due to this, profit for the quarter ended 30th June 2019 has been overstated by Rs. 525.56 lacs. Therefore, the net loss after tax (before Other Comprehensive Income) would have been Rs.742.45 lacs for the quarter ended on 30th June 2019, had the interest expenses been provided.

5. Based on our review conducted as above,*except for the effects of the matters described in the Basis for Qualified Conclusion paragraph,* nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Financial Results has not been prepared in all material respects in accordance with applicable Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder 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 Obligation and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Desai Saksena & Associates**
Chartered Accountants
Firm's Registration No:102358W

DESAI SAKSENA & ASSOCIATES CHARTERED ACCOUNTANTS MUMBAI

Alok K. Saksena
Partner
M.N. 035170

Place: Mumbai
Date: 14th August 2019

UDIN: 19035170AAAACN1655