

By online submission

Sec/20-21/40
Date: 27/07/2020

To,
The General Manager,
Department of Corporate Services
BSE Ltd.
1st Floor, New Trading Ring,
Rotunda Building, P. J Tower,
Dalal Street, Fort
Mumbai-400 001
BSE Code: 524370

To,
The General Manager,
National Stock Exchange of India Ltd.
Exchange Plaza,
Plot No. C/1, G Block,
Bandra Kurla Complex,
Bandra (E), Mumbai-400 051.
NSE Code: BODALCHEM

Dear Sir /Ma'am,

Subject: Annual Report for the FY 2019-20

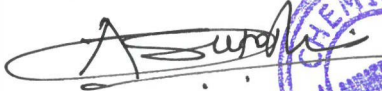
In terms of Regulation 30 and Regulation 34 of SEBI (Listing Obligation and Disclosures Requirement) Regulations, 2015, we submit herewith the soft copy of 34th Annual Report for the Financial year ended 31st March 2020.

In accordance with the Circular No. 17/2020 issued by the Ministry of Corporate Affairs ('MCA') dated 13th April 2020 and circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020 issued by the Securities and Exchange Board of India ('SEBI') the Notice convening the 34th AGM and the Annual Report for the Financial year 2019-2020 have been sent only through electronic mode to all members whose E-mail Id are registered with the Company/RTA/Depository Participant(s).

You are requested to take the same on record.

Thanking you,

Yours faithfully,
For, BODAL CHEMICALS LTD



Ashutosh B Bhatt
Company Secretary & Compliance Officer
Encl: As Above.



HEAD OFFICE:

Plot No. 123-124, Phase-1,
G.I.D.C, Varva, Ahmedabad- 382 445.,
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INDEPENDENT AUDITOR'S REPORT (Contd.)

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Parent to its directors during the year is in accordance with the provisions of section 197 of the Act.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i) The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group;

- ii) The Group did not have any material foreseeable losses on long-term contracts including derivative contracts;
- iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Parent and its subsidiary companies incorporated in India.

For **DELOITTE HASKINS & SELLS LLP**

Chartered Accountants

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

Varsha A. Fadte

Partner

Chicalim, Goa

6th July 2020

(Membership No. 103999)

UDIN: 20103999AAAACW1180

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of the Group as of and for the year ended 31st March, 2020, we have audited the internal financial controls over financial reporting of Bodal Chemicals Limited (hereinafter referred to as "Parent") and its subsidiary companies, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Parent and its subsidiary companies which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective Companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that

were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Parent and its subsidiary companies which are companies incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was



ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT (Contd.)

established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors of the subsidiary companies, which are companies incorporated in India, in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Parent and its subsidiary companies which are companies incorporated in India.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors referred to in the Other Matter paragraph below, the Parent and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2020, based on the criteria for internal financial control over financial reporting established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Other Matter

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting insofar as it relates to three subsidiary companies, which are companies incorporated in India, is based solely on the corresponding reports of the auditors of such companies incorporated in India.

Our opinion is not modified in respect of the above matter.

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

Varsha A. Fadte
Partner

Chicalim, Goa
6th July 2020

(Membership No. 103999)
UDIN: 20103999AAAACW1180

Consolidated Balance Sheet as at 31st March 2020

Particulars	Notes	(₹ in Million)	
		As at 31st March, 2020	As at 31st March, 2019
ASSETS			
Non - Current Assets :			
Property, Plant and Equipment	2	6,376.38	6,056.63
Capital Work-in-progress		68.58	255.10
Right of Use Assets	3	7.73	-
Goodwill on Consolidation		154.75	22.58
Intangible Assets	4	8.84	6.34
Financial Assets			
Investments	5	31.94	56.00
Loans	6	15.99	11.62
Other Financial Assets	7	36.50	55.64
Income Tax Assets (Net)	8	105.97	112.52
Deferred Tax Assets (Net)	9	153.50	83.77
Other Non-Current assets	10	155.22	168.79
Total Non - Current Assets		7,115.40	6,828.99
Current Assets			
Inventories	11	2,190.51	2,076.33
Financial Assets			
Investments	12	-	5.74
Trade Receivables	13	3,770.55	2,598.51
Customers Bill Discounted	13	771.05	698.94
Cash and Cash Equivalents	14	144.65	77.86
Other Bank Balances	15	50.41	20.10
Loans	16	48.10	83.47
Other Financial Assets	17	1.40	32.88
Other Current Assets	18	603.40	563.76
Total Current Assets		7,580.07	6,157.59
Total Assets		14,695.47	12,986.58
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	19	244.66	244.38
Other Equity	20	8,642.17	8,049.20
Money Received Against Share Warrants		431.25	-
Total Equity attributable to Equity Holders of the Company		9,318.08	8,293.58
Non-Controlling Interests		48.91	9.28
Total Equity		9,366.99	8,302.86
Liabilities			
Non-Current Liabilities			
Financial Liabilities			
Borrowings	21	0.19	130.62
Lease Liabilities		5.55	-
Provisions	22	1.37	5.15
Deferred Tax Liabilities (Net)	23	376.24	440.46
Total Non-Current Liabilities		383.35	576.23
Current Liabilities			
Financial Liabilities			
Borrowings	24	1,793.44	858.32
Customers Bill Discounted	24	771.05	698.94
Lease Liabilities		2.45	-
Trade Payables	25	-	-
(a) Total outstanding dues of Micro Enterprises and Small Enterprises		32.85	26.85
(b) Total outstanding dues of Creditors other than Micro Enterprises and Small Enterprises		2,064.48	2,193.96
Other Financial Liabilities	26	49.64	165.42
Other Current Liabilities	27	135.28	153.85
Provisions	28	-	10.13
Income Tax Liabilities (Net)	29	95.94	0.02
Total Current Liabilities		4,945.13	4,107.49
Total Liabilities		5,328.48	4,683.72
Total Equity and Liabilities		14,695.47	12,986.58

See Accompanying Notes forming part of the Consolidated Financial Statements

As per our report of even date attached
For **Deloitte Haskins & Sells LLP**
Chartered Accountants
Firm Registration No. 117366W/W-100018
Varsha A. Fadte
Partner
Membership No. 103999

For and on behalf of the Board of Directors

Suresh J. Patel
Chairman & Managing Director
DIN : 00007400

Bhavin S. Patel
Executive Director
DIN : 00030464

Chicalim, Goa
July 6, 2020

Mayur B. Padhya
Chief Financial Officer
Ahmedabad
July 6, 2020

Ashutosh B. Bhatt
Company Secretary



Consolidated Statement of Profit and Loss

for the year ended 31st March 2020

(₹ in Million)			
PARTICULARS	Notes	Year ended 31st March 2020	Year ended 31st March 2019
INCOME			
Revenue from Operations	30	13,748.19	14,235.02
Other Income	31	103.98	133.52
Total Income		13,852.17	14,368.54
EXPENSES			
Cost of Raw Materials Consumed	32	8,078.77	9,465.64
Purchases of Stock-in Trade	33	712.02	159.88
Changes in Inventories of Finished Goods, Work in Process and Stock in Trade	34	41.91	(765.04)
Employee Benefits Expense	35	871.27	636.79
Finance Costs	36	190.26	90.75
Depreciation and Amortisation expense	37	278.20	212.49
Other Expenses	38	2,667.55	2,376.33
Total Expenses		12,839.98	12,176.84
Profit Before Tax		1,012.19	2,191.70
Tax Expenses	42		
Current Tax		279.51	618.77
Deferred Tax		(133.49)	151.10
Total Tax Expense		146.02	769.87
Profit for the year Before Share of Loss of Associate		866.17	1,421.83
Less : Share of (Loss) of Associate		-	(8.84)
Profit for the Year		866.17	1,412.99
Other Comprehensive Income / (Loss)			
Items that will not be reclassified to profit or loss			
Remeasurements of the defined benefit plans		20.65	(6.70)
Income Tax relating to items that will not be reclassified to profit or loss		(5.31)	2.34
Share of OCI in associate		-	-
		15.34	(5.36)
Items that will reclassified to profit or loss			
Exchange differences in translating the financial statements of foreign subsidiaries		(17.94)	-
		(17.94)	-
Other Comprehensive Income/(Loss) for the Year (net of tax)		(2.60)	(4.36)
Total Comprehensive Income for the Year		863.57	1,408.63
Profit for the Year Attributable to:			
Owners of the Company		876.30	1,431.99
Non-controlling interest		(10.13)	(19.00)
		866.17	1,412.99
Other Comprehensive Income/(Loss) for the Year Attributable to:			
Owners of the Company		0.93	(4.36)
Non-controlling interest		(3.53)	-
		(2.60)	(4.36)
Total Comprehensive Income for the Year Attributable to:			
Owners of the Company		877.23	1,427.63
Non-controlling interest		(13.66)	(19.00)
		863.57	1,408.63
Earnings per equity share (Face value of ₹ 2)	45		
Basic (in ₹)		7.16	11.56
Diluted (in ₹)		7.16	11.54

See Accompanying Notes forming part of the Consolidated Financial Statements

As per our report of even date attached
For **Deloitte Haskins & Sells LLP**
Chartered Accountants
Firm Registration No. 117366W/W-100018
Varsha A. Fadte
Partner
Membership No. 103999

Chicalim, Goa
July 6, 2020

For and on behalf of the Board of Directors

Suresh J. Patel
Chairman & Managing Director
DIN : 00007400

Mayur B. Padhya
Chief Financial Officer
Ahmedabad
July 6, 2020

Bhavin S. Patel
Executive Director
DIN : 00030464

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Company Secretary