

S R B C & COLLP

Chartered Accountants

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Independent Auditor's Report on the Quarterly and Year-to-Date Audited 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 of
Hikal Limited

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying statement of quarterly and year-to-date standalone financial results of Hikal Limited (the "Company") for the quarter ended March 31, 2024 and for the year then ended ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive loss and other financial information of the Company for the quarter ended March 31, 2024 and for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India, together with the ethical requirements that are relevant to our audit of the financial statements 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 Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw attention to note 5 and note 6 to the accompanying Statement, as regards the ongoing investigations / actions by statutory authorities in relation to alleged non-compliance with certain environmental laws and regulations, and the litigation in respect of the matter referred to in note 5. The outcome of these matters is presently uncertain. Our opinion is not modified in respect of these matters.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive loss of the Company and other financial information in accordance with the applicable 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 of 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 Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors is 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 is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement 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 the Statement.

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 Statement, 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. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- 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 Company's ability 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 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 Company to cease to continue as a going concern.



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- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

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.

Other Matter

The Statement includes the results for the quarter ended March 31, 2024 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2024 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration Number: 324982E/E300003



per Vinayak Pujare
Partner

Membership No.: 101143



UDIN: 24101143BKFZZH2499

Place of Signature: Mumbai

Date: May 9, 2024



**Statement of audited standalone financial results
for the quarter and year ended 31 March 2024**

Rs. In Lakhs (Except for earning per share)

Particulars	Standalone				
	Quarter ended			Year ended	
	31-Mar-24	31-Dec-23	31-Mar-23	31-Mar-24	31-Mar-23
	Audited (Refer note 4)	Unaudited	Audited (Refer note 4)	Audited	Audited
Income					
Revenue from operations					
Sale of products and services	51,275	43,854	53,790	176,866	200,470
Other operating revenue	135	903	739	1,594	1,833
Total revenue from operations	51,410	44,757	54,529	178,460	202,303
Other income	46	6	38	245	541
Total income	51,456	44,763	54,567	178,705	202,844
Expenses					
Cost of materials consumed	18,317	19,261	27,769	80,515	112,159
Changes in inventories of finished goods and work-in-progress	5,108	1,421	205	1,951	(1,456)
Employee benefits expense	6,324	6,074	5,715	24,398	22,040
Finance costs	1,526	1,424	1,298	5,637	4,810
Depreciation and amortisation expenses	3,234	2,897	2,683	11,761	10,901
Other expenses	12,226	11,512	12,032	44,902	43,854
Total expenses	46,735	42,589	49,702	169,164	192,308
Profit before tax	4,721	2,174	4,865	9,541	10,536
Tax expense:					
-Current tax	1,599	516	1,470	2,837	3,048
-Deferred tax	(264)	31	(212)	(247)	(350)
Total tax expense	1,335	547	1,258	2,590	2,698
Profit for the period	3,386	1,627	3,607	6,951	7,838
Other comprehensive income					
Items that will not be reclassified to statement of profit and loss	(25)	(18)	(200)	(82)	(76)
Income tax relating to item that will not be reclassified to statement of profit and loss	7	4	52	21	20
Other comprehensive loss for the period (net of income tax)	(18)	(14)	(148)	(61)	(56)
Total comprehensive income	3,368	1,613	3,459	6,890	7,782
Paid-up equity share capital (Face value of Rs 2/- each)	2,466	2,466	2,466	2,466	2,466
Other equity				116,293	110,881
Earnings per share (Face Value of Rs 2/- each) (Not annualised for quarters)					
- Basic	2.75	1.32	2.93	5.64	6.36
- Diluted	2.75	1.32	2.93	5.64	6.36

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Notes :

1. The Board of Directors has recommended Final Dividend @ 30% of the paid up capital (i.e.Re 0.60 per equity share) for the Financial Year 2023-24 which is subject to the approval of shareholders in the ensuing Annual General Meeting. Total dividend for the year is 60% of the paid up capital (i.e. Re 1.20 per equity share) (Previous year: 60% of the paid up capital (i.e.Rs 1.20 per equity share)} comprising Interim dividend of @ 30% of the paid up capital (Re.0.60 per share) paid to the shareholders on 2 March 2024 and aforesaid recommended final dividend.
2. The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 9 May 2024.
3. The financial results for the year ended on 31 March 2024 have been audited by the statutory auditors of the Company. The statutory auditors have expressed an unmodified opinion.
4. The figures for the quarter ended 31 March 2024 and 31 March 2023 as reported in these financial results are the balancing figures between audited figures in respect of the full financial year upto 31 March 2024 and 31 March 2023 and the unaudited published year-to-date figures up to 31 December 2023 and 31 December 2022, being the date of the end of the third quarter of the respective financial years which were subjected to limited review.
5. In connection with the alleged improper disposal of by-products by the Company in January 2022, statutory authorities have conducted investigations in relation to alleged non-compliance with certain environmental laws and regulations, and the matter is pending before the Courts and relevant statutory authorities. In the previous year, consequent to directions of Maharashtra Pollution Control Board (MPCB) the Company had temporarily stopped manufacturing activities at its Taloja plant on grounds of not adhering to conditions stipulated in the relevant Consent to Operate. Subsequently, pursuant to an order of the Honourable Bombay High Court, MPCB granted permission on 29 June 2022 to re-start manufacturing activities at the plant. In March 2023, the National Green Tribunal, Principal Bench, New Delhi had passed an order accepting the joint committee's reports, which includes recovery of compensation of Rs. 1745 Lakhs from the Company for non-compliance with environmental laws and regulations. Gujarat Pollution Control Board subsequently issued a direction to the Company for payment thereof. The Company approached the Hon'ble Supreme court, which has on, 8 April 2024 stayed recovery of the aforesaid amount, subject to the Company depositing, within a period of five weeks, Rs. 500 lakhs with the Court. Of this amount, Rs. 98 lakh is to be released to legal representatives of the deceased individuals, for which the Company has recognized a provision as a matter of prudence, and without prejudice to its rights and contentions. Based on the advice of external legal counsel, the Company believes it has a good case on merits in these matters, and the Company is taking necessary steps, including legal measures, to defend itself. Accordingly, no further provision is required in the financial result in this respect.
6. In connection with the closure directions issued in July 2023 by the Gujarat Pollution Control Board ('GPCB') for the Company's Panoli manufacturing Plant, the Company submitted clarifications sought by GPCB, basis which GPCB revoked its July 2023 closure directions until 5 November 2023 and thereafter until 3 June 2024. The Company has submitted its application for permanent revocation of the said closure directions, pending which, the Panoli manufacturing facility continues to operate without Interruption in this regard.
7. The figures for the previous periods have been regrouped wherever necessary to conform to the current period presentation.



Place : Mumbai
Date : 9 May 2024

For HIKAL LTD


Jai Hiremath
Executive Chairman
DIN: 00062203



HIKAL LIMITED

Regd. Office : 717/718, Maker Chamber V, Nariman Point, Mumbai - 400 021.

Phone : +91-22-62770299

CIN : L24200MH1988PTC048028, E Mail : info@hikal.com , Website : www.hikal.com

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Standalone segment wise revenue, results, assets and liabilities
for the quarter and year ended 31 March 2024

(Rs in Lakhs)

Particulars	Standalone				
	Quarter ended			Year ended	
	31-Mar-24	31-Dec-23	31-Mar-23	31-Mar-24	31-Mar-23
	Audited (Refer note 4)	Unaudited	Audited (Refer note 4)	Audited	Audited
1. Segment revenue					
a) Pharmaceuticals	33,752	26,746	30,882	110,017	111,518
b) Crop protection	17,658	18,011	23,647	68,443	90,785
Total	51,410	44,757	54,529	178,460	202,303
Less: Inter segment revenue	-	-	-	-	-
Revenue from operations	51,410	44,757	54,529	178,460	202,303
2. Segment results					
a) Pharmaceuticals	5,351	1,838	3,621	9,347	6,495
b) Crop protection	1,368	2,172	3,049	7,429	10,325
Total	6,719	4,010	6,670	16,776	16,820
Less :					
i) Finance cost	1,526	1,424	1,298	5,637	4,810
ii) Other un-allocable expenditure	533	432	556	1,768	1,670
Add:					
i) Other un-allocable income	61	20	49	170	196
Profit before tax	4,721	2,174	4,865	9,541	10,536
3. Segment assets					
a) Pharmaceuticals	144,826	134,324	124,353	144,826	124,353
b) Crop protection	92,116	98,322	97,629	92,116	97,629
c) Unallocable	11,764	11,128	16,564	11,764	16,564
Total assets	248,706	243,774	238,546	248,706	238,546
4. Segment liabilities					
a) Pharmaceuticals	24,567	25,081	21,653	24,567	21,653
b) Crop protection	13,197	15,278	18,776	13,197	18,776
c) Unallocable	92,183	87,283	84,770	92,183	84,770
Total liabilities	129,947	127,642	125,199	129,947	125,199

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For HIKAL LTD

Jai Hiremath
Executive Chairman
DIN: 00062203



Place : Mumbai
Date : 9 May 2024

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Standalone Balance sheet as at 31 March 2024

(Rs in lakhs)

Particulars	As at	As at
	31 March 2024	31 March 2023
	Audited	Audited
ASSETS		
Non-current assets		
Property, plant and equipment	99,588	88,531
Capital work-in-progress	41,434	40,208
Right of use assets	6,460	6,288
Other intangible assets	1,015	12
Intangible assets under development	-	1,008
	148,497	136,047
Financial assets:		
Investments	536	531
Loans	34	30
Others	1,597	1,867
Income tax assets (net)	202	202
Other non-current assets	1,188	5,970
Total non-current assets	152,054	144,647
Current assets		
Inventories	30,372	31,674
Financial assets:		
Trade receivables	55,034	44,178
Cash and cash equivalents	1,259	2,671
Bank balances other than cash and cash equivalents	818	3,282
Loans	53	24
Others	1,365	1,671
Other current assets	7,751	10,399
Total current assets	96,652	93,899
Total assets	248,706	238,546
EQUITY AND LIABILITIES		
Equity		
Equity share capital	2,466	2,466
Other equity	116,293	110,881
Total equity	118,759	113,347
Liabilities		
Non-current liabilities		
Financial Liabilities		
Borrowings	42,285	48,988
Lease liability	263	-
Provisions	2,799	2,422
Deferred tax liabilities (net)	3,003	3,271
Other non current liabilities	5,935	4,364
Total non-current liabilities	54,285	59,045
Current liabilities		
Financial liabilities		
Borrowings	39,189	25,808
Lease liability	21	23
Trade payables		
- Total outstanding dues of Micro Enterprises and Small Enterprises	2,608	5,047
- Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises	25,275	26,278
Other financial liabilities	4,076	4,881
Other current liabilities	2,854	2,369
Provisions	438	351
Current tax liabilities (net)	1,201	1,397
Total current liabilities	75,662	66,154
Total liabilities	129,947	125,199
Total equity and liabilities	248,706	238,546

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Place : Mumbai
Date : 9 May 2024

For HIKAL LTD

Jai Hiremath
Executive Chairman
DIN: 00062203



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Standalone Cash flow statement for the year ended 31 March 2024

(Rs in lakhs)

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
	Audited	Audited
A. Cash flow from operating activities		
Profit before tax	9,541	10,536
Adjustments:		
Depreciation and amortisation expenses	11,761	10,901
Finance costs	5,637	4,810
Interest income	(169)	(196)
Dividend income	(0.2)	-
(Gain)/loss on sale of property, plant and equipment	(16)	70
Sundry balances written (back)/off	(21)	17
Provision for doubtful debts/advances	210	448
Provision / write off of inventories	200	400
Profit on sale of investment	(37)	(132)
Unrealised foreign exchange gain	(76)	(5)
	17,489	16,313
Operating cash flow before working capital changes	27,030	26,849
(Increase) in trade receivables	(10,984)	(668)
Decrease in loans, other assets and other financial assets	5,730	2,089
Decrease in inventories	1,102	823
(Decrease)/increase in trade payables	(3,420)	6,494
Increase / (decrease) in provisions, other financial liabilities and other liabilities	2,239	(1,178)
	(5,333)	7,560
Cash generated from operations	21,697	34,409
Income tax paid	(3,034)	(2,880)
Net cash flows generated from operating activities	18,663	31,529
B. Cash flow from investing activities		
Purchase of property, plant and equipment and intangible assets	(20,419)	(30,262)
Proceeds from sale of property, plant and equipment	21	57
Purchase of non current investment	-	(462)
Proceeds from sale of investment	37	1,159
Interest received	193	190
Dividend on long term investment	0.2	-
Decrease in other bank balances (includes margin money account)	2,793	85
Net cash flows (used in) investing activities	(17,375)	(29,233)
C. Cash flow from financing activities		
Proceeds from long-term borrowings	3,500	29,000
Repayment of long-term borrowings	(8,372)	(12,123)
Proceeds/(repayments) of short-term borrowings (net)	11,525	(9,928)
Finance costs paid (including interest on lease liability)	(7,839)	(6,449)
Payment of lease liability	(31)	(35)
Dividend paid on equity shares	(1,483)	(1,234)
Net cash flows (used in) financing activities	(2,700)	(769)
Net (Decrease)/ increase in cash and cash equivalents	(1,412)	1,527
Cash and cash equivalents at the beginning of the year	2,671	1,144
Cash and cash equivalents at the end of the year	1,259	2,671
Cash on hand	12	20
Balances with banks		
- Current accounts	1,204	2,602
- Deposits accounts (deposits having original maturity of 3 months or less)	43	49
Balance as per statement of cash flows	1,259	2,671

For HIKAL LTD

Jai Hiremath
Executive Chairman
DIN: 00062203



Place : Mumbai
Date : 9 May 2024

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Independent Auditor's Report on the Quarterly and Year-to-Date Consolidated 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 of
Hikal Limited

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying statement of quarterly and year-to-date consolidated financial results of Hikal Limited ("Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), for the quarter ended March 31, 2024 and for the year then ended ("the Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

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 report of the other auditor on the separate audited financial statements and other financial information of a subsidiary, the Statement:

- i. includes the results of:
 - a. Hikal Limited, the Holding Company;
 - b. Acoris Research Limited, Subsidiary Company;
 - c. Hikal, LLC, USA, Subsidiary Company
- ii. is presented in accordance with the requirements of the Listing Regulations in this regard, and
- iii. gives a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive loss and other financial information of the Group for the quarter ended March 31, 2024 and for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group, in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India, together with the ethical requirements that are relevant to our audit of the financial statements 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 Code of Ethics. We believe that the audit evidence obtained by us and the other auditor in terms of its report referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.



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Emphasis of Matter

We draw attention to note 5 and note 6 to the accompanying Statement, as regards the ongoing investigations / actions by statutory authorities in relation to alleged non-compliance with certain environmental laws and regulations, and the litigation in respect of the matter referred to in note 5. The outcome of these matters is presently uncertain. Our opinion is not modified in respect of these matters.

Management's Responsibilities for the Consolidated Financial Results

The Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive loss and other financial information of the Group in accordance with the applicable 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 of the assets of the their respective companies 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 Statement 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 the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of their respective companies to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management either intends to liquidate the Group 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 also responsible for overseeing the financial reporting process of their respective companies.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement 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 the Statement.

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 Statement, 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.



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- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- 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 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results and other financial information of the Holding Company, of which we are the independent auditors, to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of the Holding Company included in the Statement, of which we are the independent auditors. For the other entity included in the Statement, which has been audited by another auditor, such other auditor remains responsible for the direction, supervision and performance of the audit carried out by him. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company 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.

We also performed procedures in accordance with the Master Circular issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

Other Matter

The accompanying Statement includes the audited financial statements and other financial information, in respect of one subsidiary whose financial statements reflect total assets of Rs nil as at March 31, 2024, and total revenues of Rs. 0.6 lakhs and Rs. 0.6 lakhs, total net profit after tax of Rs. 0.5 lakhs and Rs. 0.4 lakhs, total comprehensive income of Rs. 0.5 lakhs and Rs. 0.4 lakhs, each for the quarter and the year ended on that date respectively, and net cash flows of Rs. nil for the year ended March 31, 2024, as considered in the Statement which have been audited by its independent auditor. The independent auditor's report on the financial statements and other financial information of this subsidiary has been furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of such auditor and the procedures performed by us as stated in the paragraph above.



S R B C & COLLP

Chartered Accountants

The accompanying Statement includes unaudited financial statements and other unaudited financial information in respect of one subsidiary, whose financial statements and other financial information reflect total assets of Rs. 11 lakhs as at March 31, 2024, and total revenues of Rs. 85 lakhs and Rs. 371 lakhs, total net profit after tax of Rs. 8 lakhs and Rs. 9 lakhs, total comprehensive income of Rs. 8 lakhs and Rs. 9 lakhs, each for the quarter and the year ended on that date respectively and net cash inflows of Rs. 9 lakhs for the year ended March 31, 2024, whose financial statements and other financial information have not been audited by any auditor. These unaudited financial statements and other financial information have been approved and furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on such unaudited financial statements and other financial information. In our opinion and according to the information and explanations given to us by the Management, these financial statements and other financial information are not material to the Group.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditors and the financial statements and other financial information certified by the Management.

The Statement includes the results for the quarter ended March 31, 2024 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2024 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For S R B C & CO LLP
Chartered Accountants
ICAI Firm Registration Number: 324982E/E300003


per Vinayak Pujare
Partner

Membership No.: 101143



UDIN: 24101143BKFZZI1971

Place of Signature: Mumbai
Date: May 9, 2024



**Statement of audited consolidated financial results
for the quarter and year ended 31 March 2024**

Rs. In Lakhs (Except for earning per share)

Particulars	Consolidated				
	Quarter ended			Year ended	
	31-Mar-24	31-Dec-23	31-Mar-23	31-Mar-24	31-Mar-23
	Audited (Refer note 4)	Unaudited	Audited (Refer note 4)	Audited	Audited
Income					
Revenue from operations					
Sale of products and services	51,275	43,854	53,790	176,866	200,470
Other operating revenue	135	903	739	1,594	1,833
Total revenue from operations	51,410	44,757	54,529	178,460	202,303
Other income	46	6	38	245	541
Total income	51,456	44,763	54,567	178,705	202,844
Expenses					
Cost of materials consumed	18,317	19,261	27,769	80,515	112,159
Changes in inventories of finished goods and work-in-progress	5,108	1,421	205	1,951	(1,456)
Employee benefits expense	6,378	6,131	5,784	24,653	22,244
Finance costs	1,526	1,424	1,298	5,637	4,810
Depreciation and amortisation expenses	3,234	2,897	2,683	11,761	10,901
Other expenses	12,161	11,468	11,970	44,638	43,649
Total expenses	46,724	42,602	49,709	169,155	192,307
Profit before tax	4,732	2,161	4,858	9,550	10,537
Tax expense:					
-Current tax	1,599	516	1,470	2,837	3,048
-Deferred tax	(264)	31	(212)	(247)	(350)
Total tax expense	1,335	547	1,258	2,590	2,698
Profit for the period (Attributable to equity holders of parent)	3,397	1,614	3,600	6,960	7,839
Other comprehensive income					
Items that will not be reclassified to statement of profit and loss	(25)	(18)	(200)	(82)	(76)
Income tax relating to item that will not be reclassified to statement of profit and loss	7	4	52	21	20
Other comprehensive loss for the year (net of income tax) (Attributable to equity holders of parent)	(18)	(14)	(148)	(61)	(56)
Total comprehensive income (Attributable to equity holders of parent)	3,379	1,600	3,452	6,899	7,783
Paid-up equity share capital (Face value of Rs 2/- each)	2,466	2,466	2,466	2,466	2,466
Other equity				116,300	110,881
Earnings per share (Face Value of Rs 2/- each) (Not annualised for quarters)					
- Basic	2.76	1.31	2.92	5.64	6.36
- Diluted	2.76	1.31	2.92	5.64	6.36

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**SRBC & CO LLP
MUMBAI**



Notes :

1. The Board of Directors of the Holding Company has recommended Final Dividend @ 30% of the paid up capital (i.e. Re 0.60 per equity share) for the Financial Year 2023-24 which is subject to the approval of shareholders in the ensuing Annual General Meeting (AGM). Total dividend for the year is 60% of the paid up capital (i.e. Re 1.20 per equity share) {Previous year: 60% of the paid up capital (i.e. Rs 1.20 per equity share)} comprising Interim dividend of @ 30% of the paid up capital (Re.0.60 per share) paid to the shareholders on 2 March 2024 and aforesaid recommended final dividend.
2. The above results were reviewed by the Audit Committee and approved by the Board of Directors of Holding Company at their meeting held on 9 May 2024.
3. The financial results for the year ended on 31 March 2024 have been audited by the statutory auditors of the Holding Company. The statutory auditors have expressed an unmodified opinion.
4. The figures for the quarter ended 31 March 2024 and 31 March 2023 as reported in these financial results are the balancing figures between audited figures in respect of the full financial year upto 31 March 2024 and 31 March 2023 and the unaudited published year-to-date figures up to 31 December 2023 and 31 December 2022, being the date of the end of the third quarter of the respective financial years which were subjected to limited review.
5. In connection with the alleged improper disposal of by-products by the Holding Company in January 2022, statutory authorities have conducted investigations in relation to alleged non-compliance with certain environmental laws and regulations, and the matter is pending before the Courts and relevant statutory authorities. In the previous year, consequent to directions of Maharashtra Pollution Control Board (MPCB) the Holding Company had temporarily stopped manufacturing activities at its Taloja plant on grounds of not adhering to conditions stipulated in the relevant Consent to Operate. Subsequently, pursuant to an order of the Honourable Bombay High Court, MPCB granted permission on 29 June 2022 to re-start manufacturing activities at the plant. In March 2023, the National Green Tribunal, Principal Bench, New Delhi had passed an order accepting the joint committee's reports, which includes recovery of compensation of Rs. 1745 Lakhs from the Holding Company for non-compliance with environmental laws and regulations. Gujarat Pollution Control Board subsequently issued a direction to the Holding Company for payment thereof. The Holding Company approached the Hon'ble Supreme court, which has on, 8 April 2024 stayed recovery of the aforesaid amount, subject to the Holding Company depositing, within a period of five weeks, Rs. 500 lakhs with the Court. Of this amount, Rs. 98 lakh is to be released to legal representatives of the deceased individuals, for which the Holding Company has recognized a provision as a matter of prudence, and without prejudice to its rights and contentions. Based on the advice of external legal counsel, the Holding Company believes it has a good case on merits in these matters, and the Holding Company is taking necessary steps, including legal measures, to defend itself. Accordingly, no further provision is required in the financial result in this respect.
6. In connection with the closure directions issued in July 2023 by the Gujarat Pollution Control Board ('GPCB') for the Holding Company's Panoli manufacturing Plant, the Holding Company submitted clarifications sought by GPCB, basis which GPCB revoked its July 2023 closure directions until 5 November 2023 and thereafter until 3 June 2024. The Holding Company has submitted its application for permanent revocation of the said closure directions, pending which, the Panoli manufacturing facility continues to operate without interruption in this regard.
7. The figures for the previous periods have been regrouped wherever necessary to conform to the current period presentation.

Place : Mumbai
Date : 9 May 2024



For HIKAL LTD


Jai Hiremath
Executive Chairman
DIN: 00062203



HIKAL LIMITED

Regd. Office : 717/718, Maker Chamber V, Nariman Point, Mumbai - 400 021.

Phone : +91-22-62770299

CIN : L24200MH1988PTC048028, E Mail : info@hikal.com , Website : www.hikal.com

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**Consolidated segment wise revenue, results, assets and liabilities
for the quarter and year ended 31 March 2024**

(Rs in Lakhs)

Particulars	Consolidated				
	Quarter ended			Year ended	
	31-Mar-24	31-Dec-23	31-Mar-23	31-Mar-24	31-Mar-23
	Audited (Refer note 4)	Unaudited	Audited (Refer note 4)	Audited	Audited
1. Segment revenue					
a) Pharmaceuticals	33,752	26,746	30,882	110,017	111,518
b) Crop protection	17,658	18,011	23,647	68,443	90,785
Total	51,410	44,757	54,529	178,460	202,303
Less: Inter segment revenue	-	-	-	-	-
Revenue from operations	51,410	44,757	54,529	178,460	202,303
2. Segment results					
a) Pharmaceuticals	5,351	1838	3,621	9,347	6,495
b) Crop protection	1,368	2,172	3,049	7,429	10,325
Total	6,719	4,010	6,670	16,776	16,820
Less :					
i) Finance cost	1,526	1,424	1,298	5,637	4,810
ii) Other un-allocable expenditure	522	445	563	1,759	1,669
Add:					
i) Other un-allocable income	61	20	49	170	196
Profit before tax	4,732	2,161	4,858	9,550	10,537
3. Segment assets					
a) Pharmaceuticals	144,826	134,324	124,353	144,826	124,353
b) Crop protection	92,116	98,322	97,629	92,116	97,629
c) Unallocable	11,772	11,127	16,565	11,772	16,565
Total assets	248,714	243,773	238,547	248,714	238,547
4. Segment liabilities					
a) Pharmaceuticals	24,567	25,081	21,653	24,567	21,653
b) Crop protection	13,197	15,278	18,776	13,197	18,776
c) Unallocable	92,184	87,285	84,771	92,184	84,771
Total liabilities	129,948	127,644	125,200	129,948	125,200

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SRBC & Co
MUMBAI

Place : Mumbai
Date : 9 May 2024

For HIKAL LTD

Jai Hiremath
Executive Chairman
DIN: 00062203



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HIKAL

Consolidated Balance sheet as at 31 March 2024

(Rs in Lakhs)

Particulars	Consolidated	
	As at 31 March 2024	As at 31 March 2023
	Audited	Audited
ASSETS		
Non-current assets		
Property, plant and equipment	99,588	88,531
Capital work-in-progress	41,434	40,208
Right-of-use assets	6,460	6,288
Other intangible assets	1,015	12
Intangible assets under development	-	1,008
	148,497	136,047
Financial assets:		
Investments	535	530
Loans	34	30
Others	1,597	1,867
Income tax assets (net)	202	202
Other non-current assets	1,188	5,970
Total non-current assets	152,053	144,646
Current assets		
Inventories	30,372	31,674
Financial assets:		
Trade receivables	55,034	44,178
Cash and cash equivalents	1,270	2,673
Bank balances other than cash and cash equivalents	818	3,282
Loans	53	24
Others	1,365	1,671
Other current assets	7,749	10,399
Total current assets	96,661	93,901
Total assets	248,714	238,547
EQUITY AND LIABILITIES		
Equity		
Equity share capital	2,466	2,466
Other equity	116,300	110,881
Total equity	118,766	113,347
Liabilities		
Non-current liabilities		
Financial Liabilities		
Borrowings	42,285	48,988
Lease liability	263	-
Provisions	2,799	2,422
Deferred tax liabilities (net)	3,003	3,271
Other non current liabilities	5,935	4,364
Total non-current liabilities	54,285	59,045
Current liabilities		
Financial liabilities		
Borrowings	39,189	25,808
Lease liability	21	23
Trade payables		
- Total outstanding dues of Micro Enterprises and Small Enterprises	2,608	5,047
- Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises	25,277	26,279
Other financial liabilities	4,076	4,881
Other current liabilities	2,854	2,369
Provisions	438	351
Current tax liabilities (net)	1,201	1,397
Total current liabilities	75,664	66,155
Total liabilities	129,948	125,200
Total equity and liabilities	248,714	238,547

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MUMBAI

Place : Mumbai
Date : 9 May 2024

For HIKAL LTD

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Consolidated Cash flow statement for the year ended 31 March 2024

(Rs in lakhs)

Particulars	Year ended 31 March 2024	Year ended 31 March 2023
	Audited	Audited
Cash flow from operating activities		
Profit before tax	9,550	10,537
Adjustments:		
Depreciation and amortisation expenses	11,761	10,901
Finance costs	5,637	4,810
Dividend on long-term investments	(0.02)	-
Interest income	(169)	(196)
Sundry balances written (back)/off	(22)	17
Provision for doubtful debts/advances	210	448
(Gain)/loss on sale of property, plant and equipment	(16)	70
Provision /write off of inventories	200	400
Profit on sale of investment	(37)	(132)
Unrealised foreign exchange gain	(76)	(5)
	17,488	16,313
Operating cash flow before working capital changes	27,038	26,850
(Increase) in trade receivables	(10,984)	(668)
Decrease in loans, other assets and other financial assets	5,730	2,089
Decrease in inventories	1,102	823
(Decrease)/Increase in trade payables	(3,419)	6,495
Increase / (decrease) in provisions, other financial liabilities and other liabilities	2,239	(1,178)
	(5,332)	7,561
Cash generated from operations	21,706	34,411
Income tax paid	(3,034)	(2,880)
Net cash flows generated from operating activities	18,672	31,531
Cash flow from investing activities		
Purchase of property, plant and equipment and intangible assets	(20,419)	(30,262)
Proceeds from sale of property, plant and equipment	21	57
Purchase of non current investments	-	(462)
Dividend on long-term investments	0.2	-
Proceeds from sale of investments	37	1,159
Interest received	193	190
Decrease in other bank balances (includes margin money account)	2,793	85
Net cash flows (used in) investing activities	(17,375)	(29,233)
Cash flow from financing activities		
Proceeds from long-term borrowings	3,500	29,000
Repayment of long-term borrowings	(8,372)	(12,123)
Proceeds/(repayment) of short-term borrowings (net)	11,525	(9,928)
Finance costs paid (including interest on lease liability)	(7,839)	(6,449)
Payment of lease liability	(31)	(35)
Dividend paid on equity shares	(1,483)	(1,234)
Net cash flows (used in) financing activities	(2,700)	(769)
Net (decrease)/increase in cash and cash equivalents	(1,403)	1,529
Cash and cash equivalents at the beginning of the year	2,673	1,144
Cash and cash equivalents at the end of the year	1,270	2,673
Cash on hand	12	20
Balances with banks		
- Current accounts	1,215	2,604
- Deposits accounts (deposits having original maturity of 3 months or less)	43	49
Balance as per statement of cash flows	1,270	2,673

For HIKAL LTD

Jai Hiremath
Executive Chairman
DIN: 00062203



Place : Mumbai
Date : 9 May 2024

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