



**insecticides**  
(INDIA) LIMITED

Ref: IIL/SE/2020/1408/1  
August 14, 2020

**The Manager**

<b>Listing Compliance Department</b> BSE Limited (Through BSE Listing Centre)	<b>Listing Compliance Department</b> National Stock Exchange of India Limited (Through NEAPS)
<b>Scrp Code: 532851</b>	<b>Symbol: INSECTICID</b>

Dear Sir/Madam,

**Sub: Outcome of the Board Meeting - Unaudited Financial Results for the Quarter ended June 30, 2020**

This has reference to our letter no. IIL/SE/2020/0508/1 dated August 05, 2020. We, wish to inform you that the Board of Directors of the Company at their meeting held today, i.e August 14, 2020 have *inter alia* approved the Standalone and Consolidated Un-audited Financial Results for the Quarter ended June 30, 2020.

In term of the above we are enclosing herewith the following:

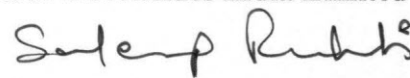
1. Standalone and Consolidated Un-audited Financial Statements of the Company for the quarter ended June 30, 2020.
2. Limited Review Report of the Statutory Auditors on the Standalone and Consolidated Un-audited Financial Results for the quarter ended June 30, 2020.

This above said results is also available on the website of the Company at [www.insecticidesindia.com/FinancialResult.htm](http://www.insecticidesindia.com/FinancialResult.htm)

**The Board meeting commenced at 12:30 PM and concluded at 02:00 PM**

This is for information and record.

Thanking You,  
**For Insecticides India Limited**



Sandeep Kumar  
**(Company Secretary & CCO)**

Encl : As above



## Insecticides (India) Limited

CIN: L65991DL1996PLC083909; Regd. Office: 401-402, Lusa Tower, Azadpur Commercial Complex, Delhi - 110 033;

Telefax.: 011-27679700 - 05; Website: www.insecticidesindia.com; E-mail: investor@insecticidesindia.com

### STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(Rs. In Lacs, Except EPS)

Sl No.	Particulars	Quarter Ended			Year Ended
		30-06-2020 (Unaudited)	31-03-2020 (Audited) (Refer note 5)	30-06-2019 (Unaudited)	31-03-2020 (Audited)
I	Revenue from operations	40,959.89	23,866.90	35,836.15	1,36,321.96
II	Other Income	112.43	(91.60)	117.10	256.55
III	<b>Total Income (I+II)</b>	<b>41,072.32</b>	<b>23,775.30</b>	<b>35,953.25</b>	<b>1,36,578.51</b>
IV	<b>Expenses</b>				
	(a) Cost of materials consumed	24,289.22	15,105.17	21,321.98	79,083.88
	(b) Purchase of Stock-in-Trade	1,473.82	522.89	1,568.66	4,600.90
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	5,723.75	3,433.42	2,185.08	17,249.15
	(d) Employee benefits expense	1,951.80	1,580.69	1,719.84	7,474.23
	(e) Finance costs	224.60	513.74	688.10	2,388.98
	(f) Depreciation and amortization expense	610.06	612.69	588.09	2,407.20
	(g) Other expenses	2,600.54	3,472.70	2,729.16	12,328.06
	<b>Total expenses</b>	<b>36,873.79</b>	<b>25,241.30</b>	<b>30,800.91</b>	<b>1,25,532.40</b>
V	<b>Profit / (loss) before tax and exceptional items (III-IV)</b>	<b>4,198.53</b>	<b>(1,466.00)</b>	<b>5,152.34</b>	<b>11,046.11</b>
VI	Exceptional items (Refer note 6)	1,000.00	-	-	-
VII	<b>Profit / (loss) before tax (V-VI)</b>	<b>3,198.53</b>	<b>(1,466.00)</b>	<b>5,152.34</b>	<b>11,046.11</b>
VIII	<b>Tax Expense</b>				
	(1) Current Tax	815.50	(655.00)	1,561.71	2,538.94
	(2) Deferred Tax	(25.09)	(79.31)	(3.52)	(96.89)
	<b>Total Tax Expense</b>	<b>790.41</b>	<b>(734.31)</b>	<b>1,558.19</b>	<b>2,442.05</b>
IX	<b>Profit / (loss) for the period (VII-VIII)</b>	<b>2,408.12</b>	<b>(731.69)</b>	<b>3,594.15</b>	<b>8,604.06</b>
X	<b>Other comprehensive income</b>				
A	Items that will not be reclassified to profit or loss				
	(i) Changes in fair value of FVTOCI equity instruments	34.11	(149.43)	(74.01)	(143.03)
	(ii) Remeasurement of net defined benefit plans	(42.50)	(139.33)	(10.30)	(170.23)
	(iii) Income tax relating to these items	6.91	83.49	20.84	92.80
	<b>Other comprehensive income for the period (net of tax)</b>	<b>(1.48)</b>	<b>(205.27)</b>	<b>(63.47)</b>	<b>(220.46)</b>
XI	<b>Total comprehensive income for the period (IX+X)</b>	<b>2,406.64</b>	<b>(936.96)</b>	<b>3,530.68</b>	<b>8,383.60</b>
	Paid up equity share capital (Face value Rs 10/- each)	2,066.78	2,066.78	2,066.78	2,066.78
	<b>Earnings per share (of Rs. 10 each)</b>				
	(a) Basic	11.65	(3.54)	17.39	41.63
	(a) Diluted	11.65	(3.54)	17.39	41.63
	(Note: EPS for respective quarters are not annualized)				

**Notes:**

- The Unaudited Standalone Financial results for the Quarter ended June 30, 2020 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on August 14, 2020. The Statutory Auditors have carried out a limited review of financial results for the quarter ended June 30, 2020 pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. The Limited Review report and Quarterly Financial Results are available on the Stock Exchange website at www.bseindia.com, www.nseindia.com and on the Company's website www.insecticidesindia.com
- The Ministry of Home Affairs (MHA) vide order No. 40-3/2020 dated March 24, 2020 notified Nation wide lock-down in India to contain the outbreak of COVID-19. MHA had imposed several restrictions on travel, goods movements and transportation considering public health and safety measures. The Company's business has been classified as an "essential commodity" at par with medical, medicine, food chain etc. As of today, as per MHA and State governments guidelines, all production facilities in various parts of the Country remain in operation with enhanced internal safety guidelines. There is no significant impact of COVID-19 pandemic on the current and future business condition of the Company, financial statements liquidity position and cash flow and has concluded that no material adjustments are required in the financial statements. Management will continue to closely monitor the situation.
- The interim standalone financial results have been prepared in accordance with the Indian Accounting Standard (Ind AS), the provisions of the Companies Act, 2013 ("the Act"), as applicable and guidelines issued by the Securities and Exchange Board of India ("SEBI"). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and amendments thereto.
- The Company is in the business of manufacturing and distribution of Agro-Chemicals and accordingly has one business segment viz "Agro-Chemicals" comprising of Technical & Formulation.
- The figures of the quarter ended March 31, 2020 are the balancing figures between audited figures in respect of the full financial year and the unaudited published year-to-date figures for nine months ended December 31, 2019, which were subjected to limited review.
- The exceptional item occurred due to fraud committed by two employees in collusion with 16 dealers and distributors of the Company. The management has filed FIR on 04-July-2020 in P.S. Janjgir District- Janjgir-Champa, Chhattisgarh the said dealers and distributors has sold the goods in cash at reduced price to different customers. However, the invoices were raised in the name of company's authorised debtors. The total amount involved in the fraud is INR 20 crores approx. After internal investigation in the matter, the Company is of view that INR 10 crores approx. can be recovered. Therefore, the Company have created the provision of INR 10 crores in the month of June-2020. The Company's management is of view that there is no significant impact of fraud committed on the business condition of the Company, liquidity position and has concluded that no material adjustments are required in the financial statements.
- Previous period figures have been re-grouped and/ or re-arranged wherever necessary to make their classification comparable with the current period.



For and on behalf of the Board

**Rajesh Aggarwal**  
Managing Director

DIN : 00576872

Place: Delhi

Date: August 14, 2020



**SS KOTHARI MEHTA**  
**& COMPANY**

Chartered Accountants  
Plot No. 68, Okhla Industrial Area, Phase-III  
New Delhi -110020

**DEVESH PAREKH & CO.**

Chartered Accountants  
675, Aggarwal Cyber Plaza-2,  
Netaji Subhash Place, Pitampura, Delhi-110034

**Independent Auditor's Review Report on the Quarterly Standalone Unaudited 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  
Insecticides (India) Limited  
New Delhi

**Review Report on the Standalone Unaudited Financial Results**

1. We have reviewed the accompanying statement of quarterly standalone unaudited financial results of **Insecticides (India) Limited** (the "Company") for the quarter ended June 30, 2020 ("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").
2. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. The preparation of the statement is in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 34, "Interim Financial Reporting", prescribed under section 133 of the Companies Act, 2013 read with the relevant rules thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with the 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 Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



**SS KOTHARI MEHTA**  
**& COMPANY**

Chartered Accountants  
Plot No. 68, Okhla Industrial Area, Phase-III  
New Delhi -110020

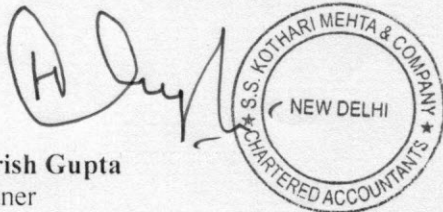
**DEVESH PAREKH & CO.**

Chartered Accountants  
675, Aggarwal Cyber Plaza-2,  
Netaji Subhash Place, Pitampura, Delhi-110034

5. We draw attention to note no. 6 to the statement highlighting the fraud committed by two employees of the Company in collusion with Company's dealers & distributors and FIR filed by the management of the Company against them. Based on the internal assessment & enquiry, Company has made a provision of Rs. 1000 Lacs during the quarter under review and shown it as an exceptional item. Further, Company is of the view that there is no significant impact of the committed fraud on the business conditions of the Company, its liquidity position and has concluded that no material adjustments are required in the financial statements.
6. We further draw attention to note no. 2 to the statement which describes the uncertainties and the impact of Covid-19 pandemic on the Company's operations and results as assessed by the management.

Our conclusion is not modified in respect of matters stated in para 5 & 6 above.

For **SS Kothari Mehta & Company**  
Chartered Accountants  
Firm's registration number: 000756N



**Harish Gupta**  
Partner  
Membership number: 098336  
UDIN : 20098336AAAA BM 5174

Place: New Delhi  
Date : 14.08.2020

For **Devesh Parekh & Co.**  
Chartered Accountants  
Firm's registration number: 013338N



**Devesh Parekh**  
Partner  
Membership number: 092160  
UDIN: 20092160AAAAH06712

Place: New Delhi  
Date : 14/8/20



## Insecticides (India) Limited

CIN: L65991DL1996PLC083909; Regd. Office: 401-402, Lusa Tower, Azadpur Commercial Complex, Delhi - 110 033;  
Telefax.: 011-27679700 - 05; Website: www.insecticidesindia.com; E-mail: investor@insecticidesindia.com

### STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(Rs. In Lacs, Except EPS)

Sl No.	Particulars	Quarter Ended			Year Ended
		30-06-2020 (Unaudited)	31-03-2020 (Audited) (Refer note 5)	30-06-2019 (Unaudited)	31-03-2020 (Audited)
I	Revenue from operations	40,959.89	23,866.90	35,836.15	1,36,321.96
II	Other Income	112.43	(91.60)	117.10	256.55
III	<b>Total Income (I+II)</b>	<b>41,072.32</b>	<b>23,775.30</b>	<b>35,953.25</b>	<b>1,36,578.51</b>
IV	<b>Expenses</b>				
	(a) Cost of materials consumed	24,289.22	15,105.17	21,321.98	79,083.88
	(b) Purchase of Stock-in-Trade	1,473.82	522.89	1,568.66	4,600.90
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	5,723.75	3,433.42	2,185.08	17,249.15
	(d) Employee benefits expense	1,951.80	1,580.69	1,719.84	7,474.23
	(e) Finance costs	224.60	513.74	688.10	2,388.98
	(f) Depreciation and amortization expense	610.06	612.69	588.09	2,407.20
	(g) Other expenses	2,600.54	3,472.70	2,729.16	12,328.06
	<b>Total expenses</b>	<b>36,873.79</b>	<b>25,241.30</b>	<b>30,800.91</b>	<b>1,25,532.40</b>
V	<b>Profit / (loss) before tax, exceptional items and share of net profit of investment accounted for using equity method (III-IV)</b>	<b>4,198.53</b>	<b>(1,466.00)</b>	<b>5,152.34</b>	<b>11,046.11</b>
VI	Exceptional items (Refer note 6)	1,000.00	-	-	-
VII	<b>Profit / (loss) before tax and share of net profit of investment accounted for using equity method (V-VI)</b>	<b>3,198.53</b>	<b>(1,466.00)</b>	<b>5,152.34</b>	<b>11,046.11</b>
VIII	Share of net profit of joint venture accounted for using the equity method	28.29	20.30	16.57	87.25
IX	<b>Profit / (loss) Before Tax (VII+VIII)</b>	<b>3,226.82</b>	<b>(1,445.70)</b>	<b>5,168.91</b>	<b>11,133.36</b>
X	<b>Tax Expense</b>				
	(1) Current Tax	815.50	(655.00)	1,561.71	2,538.94
	(2) Deferred Tax	(25.09)	(79.31)	(3.52)	(96.89)
	<b>Total Tax Expense</b>	<b>790.41</b>	<b>(734.31)</b>	<b>1,558.19</b>	<b>2,442.05</b>
XI	<b>Profit / (loss) for the period (IX-X)</b>	<b>2,436.41</b>	<b>(711.39)</b>	<b>3,610.72</b>	<b>8,691.31</b>
XII	<b>Other comprehensive income</b>				
A	Items that will not be reclassified to profit or loss				
	(i) Changes in fair value of FVTOCI equity instruments	34.11	(149.43)	(74.01)	(143.03)
	(ii) Remeasurement of net defined benefit plans	(42.50)	(139.33)	(10.30)	(170.23)
	(iii) Share of Other comprehensive income of joint venture accounted for using equity method	(0.41)	(2.10)	(0.81)	(4.54)
	(iv) Income tax relating to these items	7.01	84.03	21.07	93.95
	<b>Other comprehensive income for the period (net of tax)</b>	<b>(1.79)</b>	<b>(206.83)</b>	<b>(64.05)</b>	<b>(223.85)</b>
XIII	<b>Total comprehensive income for the period (XI+XII)</b>	<b>2,434.62</b>	<b>(918.22)</b>	<b>3,546.67</b>	<b>8,467.46</b>
	Paid up equity share capital (Face value Rs 10/- each)	2,066.78	2,066.78	2,066.78	2,066.78
	<b>Earnings per share (of Rs. 10 each)</b>				
	(a) Basic	11.79	(3.44)	17.47	42.05
	(a) Diluted	11.79	(3.44)	17.47	42.05
	(Note: EPS for respective quarters are not annualized)				

**Notes:**

- The Unaudited Consolidated Financial results for the Quarter ended June 30, 2020 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on August 14, 2020. The Statutory Auditors have carried out a limited review of financial results for the quarter ended June 30, 2020 pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended. The Limited Review report and Quarterly Financial Results are available on the Stock Exchange website at www.bseindia.com, www.nseindia.com and on the Company's website www.insecticidesindia.com
- The Ministry of Home Affairs (MHA) vide order No. 40-3/2020 dated March 24, 2020 notified Nation wide lock-down in India to contain the outbreak of COVID-19. MHA had imposed several restrictions on travel, goods movements and transportation considering public health and safety measures. The Group's business has been classified as an "essential commodity" at par with medical, medicine, food chain etc. As of today, as per MHA and State governments guidelines, all production facilities in various parts of the Country remain in operation with enhanced internal safety guidelines. There is no significant impact of COVID-19 pandemic on the current and future business condition of the Group, financial statements liquidity position and cash flow and has concluded that no material adjustments are required in the financial statements. Management will continue to closely monitor the situation.
- The interim consolidated financial results have been prepared in accordance with the Indian Accounting Standard (Ind AS), the provisions of the Companies Act, 2013 ("the Act"), as applicable and guidelines issued by the Securities and Exchange Board of India ("SEBI"). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and amendments thereto.
- The Group is in the business of manufacturing and distribution of Agro-Chemicals and accordingly has one business segment viz "Agro-Chemicals" comprising of Technical & Formulation.
- The figures of the quarter ended March 31, 2020 are the balancing figures between audited figures in respect of the full financial year and the unaudited published year-to-date figures for nine months ended December 31, 2019, which were subjected to limited review.
- The exceptional item occurred due to fraud committed by two employees in collusion with 16 dealers and distributors of the Company. The management has filed FIR on 04-July-2020 in P.S. Janjgir District- Janjgir-Champa, Chhattisgarh the said dealers and distributors has sold the goods in cash at reduced price to different customers. However, the invoices were raised in the name of company's authorised debtors. The total amount involved in the fraud is INR 20 crores approx. After internal investigation in the matter, the Company is of view that INR 10 crores approx. can be recovered. Therefore, the Company have created the provision of INR 10 crores in the month of June-2020. The Company's management is of view that there is no significant impact of fraud committed on the business condition of the Company, liquidity position and has concluded that no material adjustments are required in the financial statements.
- Previous period figures have been re-grouped and/ or re-arranged wherever necessary to make their classification comparable with the current period.



For and on behalf of the Board

**Rajesh Aggarwal**  
Managing Director  
DIN : 00576872

Place: Delhi  
Date: August 14, 2020

**S S KOTHARI MEHTA**  
**& COMPANY**

Chartered Accountants  
Plot No. 68, Okhla Industrial Area, Phase-III  
New Delhi -110020

**DEVESH PAREKH & CO.**

Chartered Accountants  
675, Aggarwal Cyber Plaza-2,  
Netaji Subhash Place, Pitampura, Delhi-110034

**Independent Auditor's Review Report on the Quarterly Consolidated Unaudited 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**  
**Insecticides (India) Limited**  
New Delhi

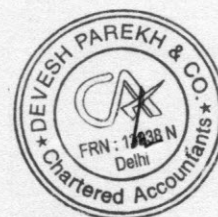
**Review Report on the Consolidated Unaudited Financial Results**

1. We have reviewed the accompanying statement of quarterly consolidated unaudited financial results of **Insecticides (India) Limited** ("Parent's or Company") and its jointly controlled entity for the quarter ended June 30, 2020 ("the Statement"), attached herewith, being submitted by the Parent's pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. This statement, which is the responsibility of the Parent's management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 34, "Interim Financial Reporting" ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 read with the relevant rules thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of parent's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the 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 do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the financial results of the following entity:

Joint Venture  
OAT & IIL India Laboratories Private Limited





**S S KOTHARI MEHTA**  
**& COMPANY**

Chartered Accountants  
Plot No. 68, Okhla Industrial Area, Phase-III  
New Delhi -110020

**DEVESH PAREKH & CO.**

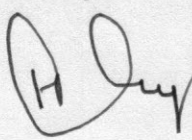

Chartered Accountants  
675, Aggarwal Cyber Plaza-2,  
Netaji Subhash Place, Pitampura, Delhi-110034

5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to note no. 6 to the statement highlighting the fraud committed by two employees of the Parent in collusion with Parent's dealers & distributors and FIR filed by the management of the Parent against them. Based on the internal assessment & enquiry, Parent has made a provision of Rs. 1000 Lacs during the quarter under review and shown it as an exceptional item. Further, Parent is of the view that there is no significant impact of the committed fraud on the business conditions of the Parent, its liquidity position and has concluded that no material adjustments are required in the financial statements.
7. We draw attention to note no. 2 on the statement which describes the uncertainties and the impact of Covid-19 pandemic on the Parent's operations and results as assessed by the management.

Our conclusion is not modified in respect of matters stated in para 6 & 7 above.

8. The consolidated unaudited financial results include the Parent's share of net profit after tax of Rs. 28.29 lakhs and total comprehensive income of Rs. 27.98 lakhs for the quarter ended June 30, 2020, as considered in the consolidated unaudited financial results, in respect of joint controlled entity, based on their interim financial results which have not been reviewed by their auditors. According to information and explanations given to us by the Management, these interim results are not material to the Parent.

For **S S Kothari Mehta & Company**  
Chartered Accountants  
Firm's registration number: 000756N

**Harish Gupta**  
Partner  
Membership number: 098336  
UDIN : 20098336AAAABN4243

Place: New Delhi  
Date : 24/08/2020

For **Devesh Parekh & Co.**  
Chartered Accountants  
Firm's registration number: 013338N



**Devesh Parekh**  
Partner  
Membership number: 092160  
UDIN: 20092160AAAAN4307



Place: New Delhi  
Date : 24/08/2020