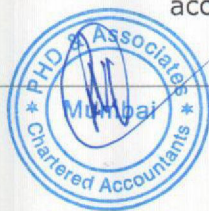


Independent Auditor's Limited Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**REVIEW REPORT TO
TO THE BOARD OF DIRECTORS OF
NIKHIL ADHESIVES LIMITED**

1. We have reviewed the accompanying statement of unaudited standalone financial results of **Nikhil Adhesives Limited** ('the Company') for the quarter ended June 30, 2020, ("the Statement").
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, 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 this 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 Statement is 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 prepared in accordance with applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued there under and other accounting principles generally accepted in India, has not disclosed the information

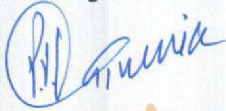


required to be disclosed in terms of the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For PHD & Associates

Chartered Accountants

Firm Registration No. 111236W



Paresh Vakharia

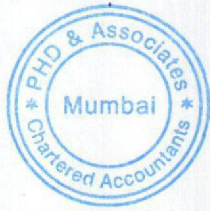
Partner

Membership No.: 38220

Place: Mumbai

Date: 15 September 2020

UDIN: 20038220AAAABT7972





NIKHIL ADHESIVES LIMITED

An ISO 9001 : 2015 Certified Company

Head Office / Regd. Office : 315, The Summit Business Bay, Opp. Cinemax,
Andheri-Kurla Road, Andheri (East), Mumbai - 400 093.

Tel.: (91) 022 - 2683 6564 / 2683 6558 / 2683 6559 • E-mail : bala@nikhiladhesives.com

Website : www.nikhiladhesives.com • CIN : L51900MH1986PLC041062



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

(Rs. In Lacs)

Sr. No.	Particulars	Quarter Ended			Year ended
		30.06.2020 (Unaudited)	31.03.2020 (Unaudited)	30.06.2019 (Unaudited)	31.03.2020 (Audited)
1	INCOME				
	Revenue from Operations	2,958.51	11,537.96	10,552.79	42,170.92
	Other Income	-	1.84	27.71	75.19
	Total Income from operations	2,958.51	11,539.80	10,580.50	42,246.11
2	EXPENSES				
	Cost of Materials Consumed	1,788.09	6,067.99	6,580.78	24,227.57
	Purchases of Stock-in-Trade	309.02	3,729.41	2,721.87	11,618.23
	Changes in Inventories of Finished goods and Stock-in-Trade	263.35	(233.06)	(191.82)	(377.46)
	Employee Benefits Expenses	274.09	307.75	259.73	1,177.51
	Finance Costs	161.33	146.62	220.10	783.04
	Depreciation, Amortisation and Impairment Expense	79.23	80.73	57.34	287.85
	Other Expenses	403.14	1,265.61	716.56	3,614.75
	Total Expenses	3,278.25	11,365.05	10,364.56	41,331.49
3	Profit/(loss) before exceptional items and tax (1-2)	(319.74)	174.75	215.94	914.62
4	Exceptional Items	-	-	-	-
5	Profit/(loss) before tax (3-4)	(319.74)	174.75	215.94	914.62
	Tax expenses				
	(a) Current Tax	-	26.00	69.00	207.00
	(b) Tax Adjustment For Earlier Years	-	14.48	-	-
	(c) Deferred Tax	(84.44)	(18.12)	3.74	5.34
6	Total Tax Expense	(84.44)	22.36	72.74	212.34
7	Profit For The Period (5-6)	(235.30)	152.39	143.20	702.28
	Other Comprehensive Income				
	Items that will not be reclassified to profit or loss:				
	Change in fair value of financial assets	0.70	(0.92)	(0.14)	(1.16)
	Remeasurement of defined benefit plans	2.00	(3.84)	(3.25)	(28.01)
	Tax Effect of above	(0.50)	0.97	1.08	7.05
	Remeasurement of defined benefit plans (Net of Tax)	1.50	(2.87)	(2.17)	(20.96)
8	Total Other Comprehensive Income	2.20	(3.79)	(2.31)	(22.12)
9	Total Comprehensive Income (7+8)	(233.10)	148.60	140.89	680.16
10	Paid-up Equity Share Capital (Face value of Rs. 10/- per share)	459.43	459.43	460.50	459.43
11	Other Equity				4,114.00
12	Basic and Diluted Earnings Per Share (EPS) in Rs. (Not annualized for the quarterly periods)	(5.07)	3.23	3.06	14.80

See accompanying notes to the financial results



Unit I : Shreeji Estate, College Rd., Vadkun, Dahanu - 401 602. Maharashtra • Tel.:(02528) - 224463 / 093204 35588 • Fax : (02528) 226195

Unit II : 7A / B, Govt.Industrial Estate, Dist. Piparia, Silvassa - 396 230. D.& N. H. • Tel.: (91) 0260 - 2640055, 093747 06309

Unit III : Plot No.D - 2 / CH / 49,GIDC Industrial Estate, Industrial Phase - II, Dahej - 392 130.Tal. Vagra, Dist - Bharuch, Gujarat.



Notes :

- 1 The standalone financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on September 15, 2020 and subjected to a limited review by the Statutory Auditors of the Company.
- 2 The financial results of the Company have been prepared in accordance with Indian Accounting Standards (IND AS) notified under Section 133 of the Companies Act 2013 (the Act) read with Companies (Indian Accounting Standards), Rules, 2015 as amended.
- 3 The figures for the quarter ended 31.03.2020 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the relevant financial year ended 31.03.2020.
- 4 The financial results for the quarter ended 30.06.2020 has been adversely impacted due to the outbreak of COVID-19 pandemic and consequential lockdown. The company has assessed the impact of the pandemic on its financial results/position basis the internal and external information available till the date of approval of this financial results and expects to recover the carrying value of its assets. For the period subsequent to 30.06.2020 till the date, the Company's scale of operations are reaching near to normalcy and barring unforeseen circumstances, it is hopeful of continuance of the normalcy.
- 5 Deferred tax assets(DTA) recognized for the quarter ended 30.06.2020 includes DTA of Rs 64.18 lakhs in respect of the business loss incurred for the said quarter, having regard to the business performance subsequent to the end of the said quarter till date which indicates that the said business loss will be set off against the profits expected to be earned for the financial year ended 31.03.2021
- 5 Previous periods' figures are regrouped to make them comparable with those of current period wherever applicable.
- 6 The details of foreign exchange gains/ (loss) for the comparative quarters / year details are as under:

Particulars	Quarter Ended			Year ended
	30.06.2020 (Unaudited)	31.03.2020 (Unaudited)	30.06.2019 (Unaudited)	31.03.2020 (Audited)
Foreign Exchange Gain / (Loss)	12.44	(251.20)	15.52	(248.29)

- 7 Segment Result is attached separately

For Nikhil Adhesives Limited

(Umesh J. Sanghavi)
DIN: 00491220
Managing Director



Date : 15th September, 2020
Place : Mumbai



NIKHIL ADHESIVES LIMITED

An ISO 9001 : 2015 Certified Company

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SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER ENDED 30TH JUNE' 2020

PARTICULARS	Quarter Ended			Year ended
	30.06.2020 (Unaudited)	31.03.2020 (Unaudited)	30.06.2019 (Unaudited)	31.03.2020 (Audited)
1 SEGMENT REVENUE				
(a) Manufacturing of Adhesives & Emulsions	2,563.53	7,687.30	7,858.23	30,348.87
(b) Trading in chemicals & Others	394.98	3,850.65	2,694.56	11,822.04
(c) Unallocable	-	-	-	-
Total				
NET SALES / INCOME FROM OPERATIONS	2,958.51	11,537.95	10,552.79	42,170.91
2 SEGMENT RESULTS PROFIT - PBIT				
(a) Manufacturing of Adhesives & Emulsions	(35.83)	602.93	542.65	2,162.47
(b) Trading in chemicals & Others	(2.42)	67.38	(68.98)	41.15
(c) Unallocable	-	-	-	-
Total	(38.25)	670.31	473.67	2,203.62
Less: (i) Interest & Financial Charges (Net)	161.33	146.62	220.10	783.04
(ii) Other Unallocable Expenditure net of Unallocable Income	120.16	348.92	37.63	505.95
TOTAL PROFIT BEFORE TAX	(319.74)	174.77	215.94	914.63
3 CAPITAL EMPLOYED (Segment Assets - Segment Liabilities)				
(a) Manufacturing of Adhesives & Emulsions	3,862.17	3,848.50	3,438.59	3,848.50
(b) Trading in chemicals & Others	478.90	726.11	661.38	726.11
(c) Unallocable	-	-	-	-
TOTAL	4,341.07	4,574.61	4,099.97	4,574.61

Note :

In accordance with IND AS 108 on segment reporting and Company Accounting Standards Rules 2006, the Company has identified (a) manufacturing and incidental activities and (b) trading activities as reportable segments. There are no identified reportable geographical segments.

