

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

---

To  
The Board of Directors of  
**Fine Organic Industries Limited**

## **Introduction**

- 1 We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **Fine Organic Industries Limited** (the "holding company"), which includes its subsidiaries (the holding company and its subsidiaries together referred to as "the Group") and Joint Ventures for the quarter ended **December 31, 2023** and year-to-date results for the period from April 01, 2023 to December 31, 2023 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (as amended), including relevant circulars issued by the SEBI from time to time. (the "Listing Regulations").
- 2 This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.

## **Scope of Review**

- 3 We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India (ICAI). 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 of interim financial information consists of making inquiries, primarily of persons 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 Standards on Auditing specified under Section 143(10) of the Act, 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 SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019, issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4 The Statement includes the results of the following entities:

<p><b>Holding Company:</b></p> <ul style="list-style-type: none"> <li>- Fine Organic Industries Limited</li> </ul>
<p><b>Subsidiaries:</b></p> <ul style="list-style-type: none"> <li>- Fine Organics (USA), Inc.</li> <li>- Fine Organics Europe BV</li> <li>- Fine Organic Industries (SEZ) Private Limited (#)</li> </ul>
<p><b>Joint Venture Entities:</b></p> <ul style="list-style-type: none"> <li>- Fine Zeelandia Private Limited</li> <li>- FineADD Ingredients GmbH (*)</li> <li>- Fine Organic Industries (Thailand) Co., Limited</li> </ul>

(#) Incorporated on 10<sup>th</sup> October 2023

(\*) In process of Liquidation

## Conclusion

5 Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration referred to in paragraph 6 and 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

## Other Matters

6 The accompanying statement includes the unaudited interim financial results and other unaudited financial information in respect of:

- (a) 3 (Three) Subsidiaries, which have not been reviewed by us / their auditors, whose unaudited interim financial results/ statements and other information (before eliminating inter companies' transactions) reflects total revenues of INR 8,850.95 Lakhs and INR 28,126.57 Lakhs, total net profit after tax of INR 227.59 Lakhs and INR 386.88 Lakhs and total comprehensive income of INR 227.59 Lakhs and INR 386.88 Lakhs for the quarter and nine

months ended December 31, 2023 respectively, as considered in the Statement and have been furnished to us by the Holding Company's management. Our conclusion on the Statement, so far as it relates to the amounts and disclosures included in respect of these subsidiaries are based solely on such unreviewed interim financial results. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Further, of these subsidiaries, 2 (Two) subsidiaries are located outside India, whose interim financial results have been prepared in accordance with accounting principles generally accepted in their respective country. The Holding Company's management has converted the financial results of such subsidiary from accounting principles generally accepted in their country to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Holding Company's management. Our conclusion, in so far as it relates to the balances and affairs of this subsidiary is based on the conversion adjustments prepared by the management of the Holding Company and reviewed by us.

- (b) 3 (Three) Joint Venture Entities, which have not been reviewed by us / their auditors, whose interim financial results / statements and other financial information includes the Group's share in net loss after tax of INR 98.17 Lakhs and INR 252.60 Lakhs for the quarter and nine months ended December 31, 2023 respectively and total comprehensive loss of INR 98.17 and INR 252.60 Lakhs for the quarter and nine months ended December 31, 2023 respectively as considered in the statement and have been furnished to us by the Holding Company's management. Our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these Joint Venture Entities are based solely on such unreviewed interim financial results. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Further, of these Joint Venture Entities, 2 (Two) Joint Venture Entities are located outside India, whose interim financial results have been prepared in accordance with accounting principles generally accepted in their respective country. The Holding Company's management has converted the financial results of such Joint venture entities from accounting principles generally accepted in their country to accounting principles generally accepted in India. We have reviewed these conversion adjustments made by the Holding Company's management. Our conclusion, so far as it relates to the balances and affairs of this Joint venture entities is based on the conversion adjustments prepared by the management of the Holding Company and reviewed by us.

Our conclusion on the Statement in respect of matter stated in paragraph 6 (a) and 6 (b) above stated is not modified with respect to the financial results / financial information certified by the Management.

- 7 We draw your attention to note no. 4 of the Consolidated financial result with respect to fire incident at manufacturing unit (Plant W124-A) of the Holding Company. Our view is not modified with respect to this matter.

For **BY & Associates**  
Chartered Accountants  
ICAI Firm Registration No: 123423W

**MAULIK  
NAVINCHAN  
DRA LODAYA**

Digitally signed by MAULIK  
NAVINCHANDRA LODAYA  
DN: c=IN, o=Personal,  
postalCode=421202, st=Maharashtra,  
serialNumber=A9B94786D57C2570D7  
2600A88214695C528B0C519DE99E6A  
2A48DB7AFBC965AA, cn=MAULIK  
NAVINCHANDRA LODAYA  
Date: 2024.02.02 17:10:06 +05'30'

**Maulik N. Lodaya**  
Partner  
ICAI Membership No: 137872  
UDIN: 24137872BKAVAB4852

Place : **Mumbai**  
Date : February 02, 2024

**Fine Organic Industries Limited**

Regd. Office  
Fine House, Anandji Street, Off M. G. Road,  
Ghatkopar East, Mumbai 400 077, India.

CIN : L24119MH2002PLC136003  
Tel : + 91-22-2102 5000  
Fax : + 91-22-2102 8899 / 2102 6666  
Email : info@fineorganics.com

Web: www.fineorganics.com



**Statement of Consolidated Financial Results for the Quarter and nine month period ended 31st December, 2023**

₹ in Lakhs

Particulars	Quarter ended			Nine month Period Ended		Year Ended
	31st December, 2023	30th September, 2023	31st December, 2022	31st December, 2023	31st December, 2022	31st March, 2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>Income</b>						
Revenue from Operations	48,840.29	54,049.19	75,954.30	1,57,606.87	2,42,644.85	3,02,307.66
Other Income	1,744.06	1,715.14	1,515.66	4,904.31	5,116.73	6,415.18
<b>Total Income</b>	<b>50,584.35</b>	<b>55,764.33</b>	<b>77,469.96</b>	<b>1,62,511.18</b>	<b>2,47,761.58</b>	<b>3,08,722.84</b>
<b>Expenses</b>						
Cost of Materials Consumed	22,548.55	25,080.93	46,947.94	80,860.52	1,46,352.02	1,92,292.15
Purchases of Stock-in Trade	(0.60)	17.01	31.91	16.41	8,436.71	8,453.20
Changes in inventories of Finished Goods, Work in Progress and Stock in Trade	5,189.50	5,827.37	3,277.27	10,253.26	(6,461.16)	(22,329.90)
Employee Benefit Expenses	2,838.76	2,863.86	2,397.71	8,702.54	7,417.78	10,530.16
Finance Costs	51.15	71.90	112.41	190.59	366.49	456.78
Depreciation and Amortisation Expenses	1,473.68	1,440.45	1,226.55	4,085.66	3,486.17	4,789.30
Other Expenses	6,439.80	7,154.67	7,290.80	18,720.78	24,035.01	30,254.30
<b>Total Expenses</b>	<b>38,540.84</b>	<b>42,456.19</b>	<b>61,284.59</b>	<b>1,22,829.76</b>	<b>1,83,633.02</b>	<b>2,24,445.99</b>
<b>Profit before share of profit/(loss) of joint ventures and exceptional items</b>	<b>12,043.51</b>	<b>13,308.14</b>	<b>16,185.35</b>	<b>39,681.42</b>	<b>64,128.56</b>	<b>84,276.85</b>
Share of profit/(loss) of joint ventures (net of tax)	(98.17)	(80.92)	(75.50)	(252.60)	(109.75)	(177.43)
<b>Profit before Tax and exceptional items</b>	<b>11,945.34</b>	<b>13,227.22</b>	<b>16,109.85</b>	<b>39,428.82</b>	<b>64,018.81</b>	<b>84,099.42</b>
Exceptional Items	-	-	-	-	-	-
<b>Profit before Tax</b>	<b>11,945.34</b>	<b>13,227.22</b>	<b>16,109.85</b>	<b>39,428.82</b>	<b>64,018.81</b>	<b>84,099.42</b>
<b>Tax Expenses</b>						
Current Tax	2,630.15	2,986.03	5,456.91	9,917.74	17,304.96	22,543.58
Deferred Tax	(105.48)	(95.65)	30.07	(223.21)	(151.70)	(254.39)
<b>Net Profit/(Loss) for the period/year</b>	<b>9,420.67</b>	<b>10,336.84</b>	<b>10,622.87</b>	<b>29,734.29</b>	<b>46,865.55</b>	<b>61,810.23</b>
<b>Other Comprehensive Income</b>						
Items that will not be reclassified to Profit or Loss	(12.43)	(21.78)	15.31	(95.43)	76.92	84.34
Income Tax relating to Items that will not be reclassified to Profit or Loss	3.13	5.48	(3.85)	24.02	(19.36)	(21.23)
<b>Total Other Comprehensive Income</b>	<b>(9.30)</b>	<b>(16.30)</b>	<b>11.46</b>	<b>(71.41)</b>	<b>57.56</b>	<b>63.11</b>
<b>Total Comprehensive Income for the period/year</b>	<b>9,411.37</b>	<b>10,320.54</b>	<b>10,634.33</b>	<b>29,662.88</b>	<b>46,923.11</b>	<b>61,873.34</b>
<b>Net Profit/(loss) attributable to</b>						
Equity shareholders of parent Company	9,420.67	10,336.84	10,622.87	29,734.29	46,865.55	61,810.23
Non Controlling Interests	-	-	-	-	-	-
<b>Other Comprehensive Income attributable to</b>						
Equity shareholders of parent Company	(9.30)	(16.30)	11.46	(71.41)	57.56	63.11
Non Controlling Interests	-	-	-	-	-	-
<b>Total Comprehensive Income attributable to</b>						
Equity shareholders of parent Company	9,411.37	10,320.54	10,634.33	29,662.88	46,923.11	61,873.34
Non Controlling Interests	-	-	-	-	-	-
Earnings per equity share (Face Value of ₹ 5 each)						
i) Basic (in ₹) (not annualised for the quarter and nine months period)	30.73	33.71	34.65	96.98	152.86	201.60
ii) Diluted (in ₹) (not annualised for the quarter and nine months period)	30.73	33.71	34.65	96.98	152.86	201.60
Paid up Equity Share Capital, Equity shares FV of ₹ 5 each	1,533.00	1,533.00	1,533.00	1,533.00	1,533.00	1,533.00
Other Equity excluding Revaluation Reserves	-	-	-	-	-	1,52,591.89

**Notes :-**

- The above results have been reviewed by Audit Committee and approved by the Board of Directors in its meeting held on February 2, 2024
- For the above result, Limited review report has been issued by Statutory Auditors on February 2, 2024
- In line with IND AS -108 "Operating Segments", the Company's business activity falls within a single primary business segment viz. "Manufacturing of Specialty Chemicals".
- On January 18, 2024 early morning, a fire incident occurred in a plant adjacent to the small manufacturing plant at Plot No. W-124-A, Kherval MIDC, Badlapur (E) - 421503, Maharashtra. The fire was spread to our above-mentioned plant and its operations were impacted. The fire was successfully contained within a minimal timeframe, but operations of the said plant are temporarily disrupted. Fortunately, there has been no loss to human life at our plant. This incident led to damage of Property, Plant & Equipment and inventory.  
  
There is adequate insurance coverage for the said plant. The intimation to Insurance Company has already been made and the survey has been completed. The assessment of loss is in process to lodge the final claim.
- Previous year's/period's figures have been regrouped and / or rearranged wherever considered necessary.
- The figures for the quarter ended 31st December, 2023/31st December, 2022 represent balancing figures between the unaudited year to date figures upto 31st December, 2023/31st December, 2022 and the unaudited figures for the period ended 30th September, 2023/30th September, 2022.

For and on behalf of the Board of Directors  
  
(Sushesh Shah)  
Chairman and Managing Director  
DIN : 00106799

Place : Mumbai  
Date : February 2, 2024