

Independent Auditor's Report on Audit of Annual Standalone Financial Results and Review of Quarterly Financial Results of **Fine Organic Industries Limited** ("the Company") Pursuant to the Requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

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

### **Opinion and Conclusion**

We have (a) audited the accompanying Standalone Financial Results of **Fine Organic Industries Limited** (herein referred to as "the Company") for the year ended March 31, 2024 and (b) reviewed the Standalone Financial Results of the Company for the quarter ended March 31, 2024 (refer "Other Matters" section below), attached herewith "Statement of Audited Standalone Financial Results for year ended March 31, 2024 and Unaudited Standalone Financial Results for the Quarter ended March 31, 2024", being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

#### **(a) Opinion on Annual Standalone Financial Results**

In our opinion and to the best of our information and according to the explanations given to us, the Standalone Financial Results for the year ended March 31, 2024:

- (i) is presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and
- (ii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 (herein referred to as "the Act") read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year then ended.

#### **(b) Conclusion on Unaudited Standalone Financial Results for the quarter ended March 31, 2024**

With respect to the Standalone Financial Results for the quarter ended March 31, 2024, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Standalone Financial Results for the quarter ended March 31, 2024, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles



generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Basis for opinion on the Audited Standalone Financial Results for the year ended March 31, 2024**

We conducted our audit in accordance with the Standards on Auditing (“SAs”) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in paragraph (a) of 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 (“the ICAI”) together with the ethical requirements that are relevant to our audit of the Standalone Financial Results for the year ended March 31, 2024 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 ICAI’s Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

**Management’s Responsibilities for the Statement**

This Statement which includes the Standalone Financial Results is the responsibility of the Company’s Board of Directors and has been approved by them for issuance. The Standalone Financial Results for the year ended March 31, 2024, has been compiled from the related audited Standalone Financial Statements. This responsibility includes the preparation and presentation of the Standalone Financial Results for the quarter and year ended March 31, 2024 that gives a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended 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 Standalone Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Results, the Board of Directors are 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 are also responsible for overseeing the financial reporting process of the Company.



## Auditor's Responsibilities

### (a) Audit of the Standalone Financial Results for the year ended March 31, 2024

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results for the year ended March 31, 2024, 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 this Standalone Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- (i) Identify and assess the risks of material misstatement of the Annual Standalone Financial Results, 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.
- (ii) Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- (iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- (iv) Evaluate the appropriateness and reasonableness of disclosures made by the board of directors in terms of the requirement specified under Regulation 33 of the listing regulations.
- (v) 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 Company 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 Company to cease to continue as a going concern.

- (vi) Evaluate the overall presentation, structure and content of the Annual Standalone Financial Results, including the disclosures, and whether the Annual Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- (vii) Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company to express an opinion on the Annual Standalone Financial Results.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone Financial Results may be influenced.

We consider quantitative materiality and qualitative factors to:

- (i) plan the scope of our audit work and in evaluating the results of our work; and
- (ii) evaluate the effect of any identified misstatements in the Annual Standalone Financial Results.

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.

**(b) Review of the Unaudited Standalone Financial Results for the quarter ended March 31, 2024**

We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2024 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 ICAI. A review of Interim Financial Information consists of making inquiries, primarily of the Company'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 SAs 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.



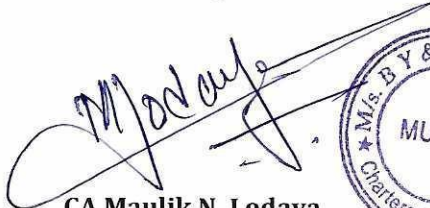

**Other Matter**

1. We draw your attention to note no. 5 of the Standalone financial result with respect to liquidation of Joint Venture Entity namely "FineADD Ingredients GmbH". Our report on the statement is not modified in respect of this matter.
2. We draw your attention to note no. 6 of the Standalone financial result with respect to fire incident at manufacturing unit (Plant W124-A) of the Company. Our report on the statement is not modified in respect of this matter.
3. As stated in Note no. 8, the statement includes the results for the quarter ended March 31, 2024, being the balancing figures between audited figures in respect of full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report on the statement is not modified in respect of this matter.

For **BY & Associates**

Chartered Accountants

ICAI Firm Registration Number: 123423W

**CA Maulik N. Lodaya**

Partner

Membership Number: 137872

ICAI UDIN: 24137872 BKAVBC9904

Date : May 10, 2024

Place : Mumbai

**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

**Standalone Statement of Asset and Liabilities as at March 31, 2024**

INR in Lakhs

Particulars	As at	As at
	31st Mar 2024	31st Mar 2023
	Audited	Audited
<b>ASSETS</b>		
<b>A) Non Current Assets</b>		
Property, Plant and Equipment	22,696.45	21,123.40
Capital work-in-progress	2,972.98	4,044.08
Intangible Assets	169.55	148.54
Right of use assets	407.09	130.87
Financial Assets		
- Investment	11,557.62	5,307.42
- Loans	121.28	90.86
- Others	1,239.41	757.29
Deferred tax assets (Net)	1,302.53	1,019.44
Other Non-current Assets	7,628.26	7,436.46
<b>Total Non Current Assets (A)</b>	<b>48,095.17</b>	<b>40,058.36</b>
<b>B) Current Assets</b>		
Inventories	19,521.87	29,871.27
Financial Assets		
- Trade Receivables	34,803.40	47,692.44
- Cash and Cash Equivalents	60,754.80	48,919.63
- Other Bank Balances	35,346.11	815.43
- Loans	65.29	107.91
- Others	14.50	37.24
Current Tax Assets (Net)	1,855.83	1,817.08
Other Current Assets	3,955.20	7,914.31
<b>Total Current Assets (B)</b>	<b>1,56,317.00</b>	<b>1,37,175.31</b>
<b>Total Assets (A + B)</b>	<b>2,04,412.17</b>	<b>1,77,233.67</b>
<b>EQUITY AND LIABILITIES</b>		
<b>A) Equity</b>		
Equity Share Capital	1,533.00	1,533.00
Other Equity	1,84,595.90	1,50,680.20
<b>Total Equity (A)</b>	<b>1,86,128.90</b>	<b>1,52,213.20</b>
<b>Liabilities</b>		
<b>B) Non Current Liabilities</b>		
Financial Liabilities		
- Lease Liability	246.96	81.57
<b>Total Non Current Liabilities (B)</b>	<b>246.96</b>	<b>81.57</b>
<b>C) Current Liabilities</b>		
Financial Liabilities		
- Borrowings	-	2,720.41
- Lease Liability	176.22	50.50
- Trade Payables		
(a) Total outstanding dues of micro enterprises and small enterprises	1,779.80	1,871.45
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	11,417.32	15,200.25
- Others	264.00	320.86
Other current liabilities	900.21	828.72
Provisions	2,001.73	1,564.17
Current tax liabilities (Net)	1,497.03	2,382.54
<b>Total Current Liabilities (C)</b>	<b>18,036.31</b>	<b>24,938.90</b>
<b>Total Equity and Liabilities (A + B + C)</b>	<b>2,04,412.17</b>	<b>1,77,233.67</b>

For and on behalf of the Board of Directors

(Jayen Shah)  
Managing Director  
DIN:00106919Place : Mumbai  
Date : May 10, 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


**FINE ORGANICS**
**Statement of Standalone Financial Results for the Quarter and Year ended March 31, 2024**

INR in Lakhs

Particulars	Quarter ended			Year Ended	
	31st Mar 2024	31st Dec 2023	31st Mar 2023	31st Mar 2024	31st Mar 2023
	Unaudited	Unaudited	Unaudited	Audited	Audited
<b>Income</b>					
Revenue from Operations	52,151.71	42,576.28	69,861.03	1,95,114.29	3,02,914.62
Other Income	2,262.14	1,744.79	1,298.41	7,167.18	6,409.67
<b>Total Income</b>	<b>54,413.85</b>	<b>44,321.07</b>	<b>71,159.44</b>	<b>2,02,281.47</b>	<b>3,09,324.29</b>
<b>Expenses</b>					
Cost of Materials Consumed	27,191.73	22,282.10	45,940.13	1,06,674.48	1,92,292.15
Changes in inventories of Finished Goods, Work in Progress and Stock in Trade	2,224.96	2,504.93	(3,387.57)	5,315.89	(5,718.80)
Employee Benefit Expenses	3,124.35	2,687.58	2,953.83	11,365.47	10,059.86
Finance Costs	49.98	47.75	86.87	232.01	446.08
Depreciation and Amortisation Expenses	1,529.15	1,473.62	1,302.85	5,614.63	4,788.83
Other Expenses	6,386.39	5,864.57	5,629.66	23,673.69	28,154.06
<b>Total Expenses</b>	<b>40,506.56</b>	<b>34,860.55</b>	<b>52,525.77</b>	<b>1,52,876.17</b>	<b>2,30,022.18</b>
<b>Profit Before Exceptional Items</b>	<b>13,907.29</b>	<b>9,460.52</b>	<b>18,633.67</b>	<b>49,405.30</b>	<b>79,302.11</b>
Exceptional Items	56.32	-	-	56.32	-
<b>Profit Before Tax</b>	<b>13,850.97</b>	<b>9,460.52</b>	<b>18,633.67</b>	<b>49,348.98</b>	<b>79,302.11</b>
<b>Tax Expenses</b>					
Current Tax	3,450.00	2,600.00	4,900.00	12,850.00	20,500.00
Deferred Tax	(29.57)	(105.49)	(73.92)	(256.17)	(257.78)
<b>Net Profit/(Loss) for the period/year</b>	<b>10,430.54</b>	<b>6,966.01</b>	<b>13,807.59</b>	<b>36,755.15</b>	<b>59,059.89</b>
<b>Other Comprehensive Income</b>					
Items that will not be reclassified to Profit or Loss	(11.54)	(12.43)	7.42	(106.97)	84.34
Income Tax relating to Items that will not be reclassified to Profit or Loss	2.90	3.13	(1.87)	26.92	(21.23)
<b>Total Other Comprehensive Income</b>	<b>(8.64)</b>	<b>(9.30)</b>	<b>5.55</b>	<b>(80.05)</b>	<b>63.11</b>
<b>Total Comprehensive Income for the period/year</b>	<b>10,421.90</b>	<b>6,956.71</b>	<b>13,813.14</b>	<b>36,675.10</b>	<b>59,123.00</b>
Earnings per equity share (Face Value of INR 5 each)					
i) Basic (in INR) (not annualised for the quarter)	<b>34.02</b>	<b>22.72</b>	<b>45.03</b>	<b>119.88</b>	<b>192.63</b>
ii) Diluted (in INR) (not annualised for the quarter)	<b>34.02</b>	<b>22.72</b>	<b>45.03</b>	<b>119.88</b>	<b>192.63</b>
Paid up Equity Share Capital, Equity shares FV of INR 5 each	1,533.00	1,533.00	1,533.00	1,533.00	1,533.00
Other Equity excluding Revaluation Reserves				1,84,595.90	1,50,680.20

**Notes :-**

 (1) The Board of Directors at its meeting held on May 10, 2024, has recommended a final dividend of INR **10** per equity share.

(2) The above results have been reviewed by Audit Committee and approved by the Board of Directors in its meeting held on May 10, 2024.

(3) For the above result, audit report has been issued by Statutory Auditors on May 10, 2024.

(4) 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".

(5) During the quarter ended March 2024, the Company has received intimation that liquidation process of Joint Venture Entity "FineADD Ingredients GmbH" has been completed and ceased to exist w.e.f. November 21, 2023. In earlier years, the Company has fully provided for diminution in value of Investment.

(6) 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, Khervai 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 &amp; Equipment and inventories.

There is adequate insurance coverage for the said plant. The intimation to Insurance Company has already been made on same day and necessary surveys has been done. The primary assessment of loss for book value of assets is INR 56.32 Lakhs, which is disclosed as an exceptional item in profit &amp; loss account. The Company is in process of lodging final claim and has received INR 30 Lakhs as on account payment.

(7) Previous year's/period's figures have been regrouped and / or rearranged wherever considered necessary.

(8) The figures for the quarter ended 31st March, 2024/31st March, 2023 represent balancing figures between the audited figures for the year ended 31st March, 2024/31st March, 2023 and the unaudited year to date figures upto 31st December, 2023/31st December, 2022 respectively.

For and on behalf of the Board of Directors

  
 (Jayen Shah)  
 Managing Director  
 DIN:00106919


Place : Mumbai

Date : May 10, 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



**FINE ORGANICS**

**Standalone Cash Flow Statement for the year ended March 31, 2024**

INR in Lakhs

Particulars	For the Year Ended	
	31st Mar 2024	31st Mar 2023
	Audited	Audited
<b>Net Profit Before Tax</b>	<b>49,348.98</b>	<b>79,302.11</b>
<b>A) Cash flows from operating activities</b>		
Adjustments for:		
Depreciation and amortisation expenses	5,614.63	4,788.83
Interest Income	(4,792.71)	(1,124.68)
(Profit)/Loss on sale of fixed assets (net)	(32.46)	(20.88)
Finance Cost including interest on lease liabilities	232.01	446.69
Net loss /(Gain) on Foreign Exchange Fluctuations	(2,332.91)	(4,989.40)
Expected Credit Loss Provisions / (Reversal)	76.98	110.05
Lease Rent on Leasehold Properties	45.21	41.11
Other non-cash adjustments	119.75	79.14
<b>Operating profit before working capital movements</b>	<b>48,279.48</b>	<b>78,632.97</b>
Movement in working capital:		
Decrease / (Increase) in Inventories	10,321.28	(9,706.18)
Decrease / (Increase) in Trade and Other Receivables	18,592.34	(7,127.80)
(Decrease) / Increase in Trade and Other Payables	(2,818.53)	2,481.91
	<b>26,095.09</b>	<b>(14,352.07)</b>
<b>Cash generated from operations</b>	<b>74,374.57</b>	<b>64,280.90</b>
Income Tax Paid	(13,795.81)	(20,922.14)
<b>Net cash flows from operating activities (A)</b>	<b>60,578.76</b>	<b>43,358.76</b>
<b>B) Cash flows (used in) / generated from investing activities</b>		
Payment for Purchase of property, plant and equipment, intangible assets including CWIP and Capital advances	(6,445.34)	(8,109.68)
Proceeds from sale of property, plant and equipment	41.35	41.55
Amount(Invested)/ matured in Bank Fixed Deposits	(34,888.52)	(508.10)
Interest Income received	4,640.83	1,098.74
Investment in Joint Ventures and subsidiary Company	(6,250.00)	(996.34)
<b>Net Cash Flows Used In Investing Activities (B)</b>	<b>(42,901.68)</b>	<b>(8,473.83)</b>
<b>C) Cash flows (used in) / generated from financing activities</b>		
Repayment of Borrowings	(2,736.00)	(3,570.22)
Dividend Paid	(2,758.72)	(2,759.41)
Interest and Finance Charges paid	(207.72)	(444.26)
Employee Loans (given)	(66.72)	(112.35)
Employee Loans received	72.51	45.17
Repayments of lease liabilities (including interest thereon)	(145.26)	(14.41)
<b>Net Cash Flows Used In Financing Activities (C)</b>	<b>(5,841.91)</b>	<b>(6,855.48)</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>11,835.17</b>	<b>28,029.45</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>48,919.63</b>	<b>20,890.18</b>
<b>Cash and cash equivalents at end of the period</b>	<b>60,754.80</b>	<b>48,919.63</b>
<b>Components of cash and cash equivalents :</b>		
Balances with banks :		
In Current Account	2,657.01	3,743.12
In Exchange Earning Foreign Currency Account	1,191.49	2,907.17
In Fixed Deposit Account	56,899.50	42,249.87
Cash on hand	6.80	19.47
	<b>60,754.80</b>	<b>48,919.63</b>

Previous year's figures have been regrouped and / or rearranged wherever considered necessary.

For and on behalf of the Board of Directors

(Jayen Shah)  
Managing Director  
DIN:00106919



Place : Mumbai  
Date : May 10, 2024