



THE SUKHJIT
STARCH AND CHEMICALS
LIMITED

EVOLVING WITH NATURE

Ref: SSC/VPF/SE/2023-24/ 4000

Dt: 01/11/2023

BY E-FILING

To, The General Manager-Listing Department BSE Limited 25th Floor, P.J. Towers, Dalal Street, Fort, MUMBAI- 400 001 Ref: Security Code: 524542	To, The General Manager-Listing Department The National Stock Exchange of India Limited Exchange Plaza, 5 th Floor, Plot No. C/1, G Block, Bandra Kurla Complex, Bandra (E), Mumbai- 400 051 Ref: Symbol: SUKHJITS
--	---

Re: Press / Investor Release

Dear Sir,

Please find attached herewith the Press / Investor Release for Unaudited (Provisional) Financial Results of the Company for the quarter / half year ended 30th September, 2023.

You are requested to kindly take note of the same.

Thanking You,

Yours Faithfully,

For THE SUKHJIT STARCH & CHEMICALS LTD

VICE PRESIDENT (FINANCE)
& COMPANY SECRETARY



Encl: as above



**THE SUKHJIT
STARCH AND CHEMICALS
LIMITED**
EVOLVING WITH NATURE

Investor Release

**The Sukhjit Starch and Chemicals Limited
delivers Q2 & H1 FY24 Results**

Q2 Revenue of ₹ 322.85 crores

EBITDA of ₹ 32.46 crore; EBITDA margin of 10.05%

Phagwara, 01st November 2023: Sukhjit Starch & Chemicals Ltd, incorporated in 1943, is an agro-processing company that specializes in the production of starch and its derivatives, has announced its audited financial results for the quarter ended 30th September 2023.

Q2FY24 vs Q1FY24 Financial Performance

Total Revenue	EBITDA	Profit After Tax
Rs. 322.85 Crs -0.44 % (Q-o-Q)	Rs. 32.46 Crs + 4.91 % (Q-o-Q) Margin 10.05% (+51 bps)	Rs. 13.66 Crs + 4.75 % (Q-o-Q) Margin 4.23% (+21 bps)

Particulars (Rs. Cr)	Q2FY24	Q1 FY24	Q2 FY23	H1FY24	H1FY23	FY 22-23
Total Revenue	322.85	324.28	343.68	647.13	705.16	1436.97
EBITDA	32.46	30.94	37.68	63.40	76.41	144.70
EBITDA Margin (%)	10.05%	9.54%	10.96%	9.80%	10.84%	10.07%
Profit After Tax	13.66	13.04	18.52	26.70	38.87	70.14
PAT Margin (%)	4.23%	4.02%	5.39%	4.13%	5.51%	4.88%

Business Highlights for Q2 & H1 FY24

- The company has successfully maintained its Revenue from Operations during Q2 FY24 despite 15 days Annual Maintenance Shutdown at its largest manufacturing facility, which accounts approximately 40% of total manufacturing capacity in Phagwara, Punjab.
- The Company has maintained its EBITDA margin at 10.05% with an improvement of 51 bps in Q2FY24 compared to Q1FY24. Net Profit margin has also improved by 21 bps from Q1FY24.
- The Company is actively progressing with its plans to expand its installed capacity by 25% and aims to complete the expansion in the coming quarters.
- The company will persist in its endeavors to enhance its product portfolio, with a focus on advancing its operating margins in the upcoming quarters.

Commenting on the Results, Mr. K.K.Sardana, Managing Director said,

“We are pleased to report our Q2 & H1 FY24 financial and business performance. During the quarter ended September 2023, the company has successfully navigated a challenging period marked by pricing pressure on finished goods coupled with poor demand of some high value seasonal finished products. Raw material availability and pricing remained stable, but the weak demand for some high-value seasonal products continued to affect our Q2 Revenue from Operations.

Demand for some products in specific regions was constrained due to erratic monsoons & floods in certain areas. In response to the unpredictable climatic conditions having impact on the sowing of kharif crop, your Company was able to procure & conserve an adequate supply of basic Raw Material (an agriculture produce) at an optimum cost. This strategy will potentially lead to enhanced operating outcomes in the upcoming quarters.

Looking ahead, we are exploring avenues for expansion, considering both Greenfield projects and the acquisition of existing brownfield facilities, contingent upon market dynamics and internal assessments. Furthermore, we are prudent in our market entries, planning to diversify into new product segments once we ascertain the demand visibility for these offerings. With a resilient foundation and a forward-looking strategy, we are poised to harness emerging opportunities and drive sustainable growth in the years to come.”

About Sukhjit Starch & Chemicals Ltd:

Sukhjit Starch & Chemicals Ltd, incorporated in 1943, is an agro-processing company that specializes in the production of starch and its derivatives. With a rich history as one of India's oldest & largest starch producers, Sukhjit Starch & Chemicals Ltd has forged enduring partnerships with major brands and end users. Our diverse product portfolio includes Starch, Dextrines, Liquid Glucose, HMS, Malto-Dextrin, Mono-Hydrate Dextrose, Anyhydrose Dextrose, Sorbitol-70% Solution and various by-Products, catering to a wide spectrum of Industries. The products are used in diverse industrial and commercial applications such as food & beverages, paper & board, personal care & pharmaceuticals, textile, FMCG, animal and pet foods, etc.

Contact Details

Sukhjit Starch & chemicals Limited	Investor Relations: Orient Capital
	
CIN - L15321PB1944PLC001925	Mr. Bhavya Shah Mr. Sumeet Khaitan
Mr. Aman Setia amansetia@sukhjitgroup.com	+91 8082748577 +91 7021320701 bhavya.shah@linkintime.co.in sumeet.khaitan@linkintime.co.in

Safe Harbor Statement

Any forward-looking statements about expected future events, financial and operating results of the Company are based on certain assumptions which the Company does not guarantee the fulfilment of. These statements are subject to risks and uncertainties. Actual results might differ substantially or materially from those expressed or implied. Important developments that could affect the Company's operations include a downtrend in the industry, global or domestic or both, significant changes in political and economic environment in India or key markets abroad, tax laws, litigation, labour relations, exchange rate fluctuations, technological changes, investment and business income, cash flow projections, interest, and other costs. The Company does not undertake any obligation to update forward-looking statements to reflect events or circumstances after the date thereof.