



Oriental Carbon & Chemicals Limited

FY20 Financial Highlights

Total Income at Rs. 353 crores

EBITDA at Rs. 109 crores; Margins at 30.7%

Profit After Tax at Rs. 71.5 crores; Margins at 20.3%

Final Dividend of Rs. 6; FV of Rs. 10 each

Investor Release: 18th June 2020, Delhi

Oriental Carbon & Chemicals Limited (OCCL) has declared its Audited Results for the Quarter and Financial Year ended 31st March 2020. The Results for the Quarter and the Year are in accordance with the Indian Accounting Standards (Ind AS).

Particulars (Rs. Crs)	Q4 FY20	Q4 FY19	Y-o-Y	FY20	FY19	Y-o-Y
Total Income*	88.3	107.7	-18%	353.0	397.0	-11%
EBITDA*	29.0	33.1	-13%	108.5	129.4	-16%
EBITDA Margin*	32.8%	30.8%		30.7%	32.6%	
Profit After Tax	17.1	19.0	-10%	71.5	73.7	-3%
PAT Margins	19.3%	17.7%		20.3%	18.6%	

* Includes Other Income; On Standalone Basis

Financial Highlights of FY20 –

- The Board has recommended Final Dividend of Rs. 6/- per equity share in addition to Interim Dividend of Rs.4 per equity share paid in November 2019
- Total Income for FY20 stood at Rs. 353 Crores as compared to Rs. 397 crores in FY19
 - Revenues have been lowered on account of global slowdown, competitive atmosphere and last month sales hit due to COVID Lockdown. However, the Company has managed to maintain margins during these challenging times.
- EBITDA for FY20 stood at Rs. 109 Crores as compared to Rs. 129 crores in FY19
 - EBITDA Margins have been stable at 30.7%
- Profit after Tax for FY20 is Rs. 71.5 Crores as compared to Rs. 73.7 crores in FY19. PAT Margins have increased to 20.3% mainly due to deferred tax reversal.



Project Update:

The Project was progressing as per schedule but since COVID-19 pandemic, Project work has to be halted due to lockdown and further impacted due to scarcity of labour. The First Phase of Insoluble Sulphur Plant and the Sulphuric Acid Plant which was expected to be commissioned by end of FY21 would be delayed by ~ 3 months. The Project is to be funded by a mix of Loans and Internal accruals with a debt equity ratio of 2:1.

Commenting on the results, Mr. Arvind Goenka, Promoter and Managing Director said

"It has been a challenging year with a number of unforeseen and uncertain circumstances which have taken place. Outburst of COVID-19 pandemic has added to the already struggling automobile industry. Automobile Industry was already suffering from a prolonged slump due to several reasons including global slowdown, stressed financial sector, weakened consumer demand, the transition to BS-VI norms and clarity on EV adoption deadline.

FY21 is going to be a tough year for the Automobile Industry. Due to the lockdown there would be significant loss in production and business. Auto Industry and consequently the tyre industry globally, will take time to recover. However, weaker rupee will work in favour of the Company. We expect subdued demand to continue in second quarter also. Considering the fact that the situation is exceptional and is changing, we expect the hit on turnover to be in the range of 25% - 30% and on profitability about 50% at PBT level over last year.

Recently the government has imposed curbs on imports of certain pneumatic tyres. This is a positive move which will promote domestic manufacturing and in turn drive the demand for domestic tyres which augurs well for demand of rubber chemicals including Insoluble Sulphur.

At OCCL, we continuously strive to improve efficiencies and control costs. We are fully committed at developing new products for our customers. We believe that the proprietary technology we possess, will help us to stay ahead in these challenging times."



About Oriental Carbon & Chemicals Limited

Oriental Carbon & Chemicals Limited (OCCL) is a Duncan JP Goenka Group Company. It is one of the market leaders in the production of Insoluble Sulphur for the Tyre and Rubber Industry around the world both in terms of quality as well as quantity. It has state of the art manufacturing facilities in India at Dharuhera (Harayana) and at Mundra (Gujarat). Apart from Insoluble Sulphur, it also manufactures Sulphuric Acid and Oleums.

Safe Harbor Statement

Statements in this document relating to future status, events, or circumstances, including but not limited to statements about plans and objectives, the progress and results of research and development, potential project characteristics, project potential and target dates for project related issues are forward-looking statements based on estimates and the anticipated effects of future events on current and developing circumstances. Such statements are subject to numerous risks and uncertainties and are not necessarily predictive of future results. Actual results may differ materially from those anticipated in the forward-looking statements. The company assumes no obligation to update forward-looking statements to reflect actual results changed assumptions or other factors.

For more Information, please contact:

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For Oriental Carbon & Chemicals Ltd

A handwritten signature in blue ink, appearing to read 'Arvind Goenka', is positioned above the printed name.

Arvind Goenka

Managing Director