



GOCL Corporation Limited

Corporate Office

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Hyderabad 500072, Telangana, India.

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June 29, 2021

BSE Limited

Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai-400001
Fax:022-22723121/2027/2041/2061/3719

Through: BSE Listing Center

National Stock Exchange of India Limited

Exchange Plaza, C-1, Block G,
Bandra-Kurla Complex
Bandra (E), Mumbai - 400051
Fax:022-2659 8237/38, 2659 8347/48

Through: NEAPS

Dear Sir/Madam,

Press Release

Ref: BSE Scrip code: 506480, NSE Scrip symbol: GOCLCORP

Please find enclosed herewith Press release of the Company dated 29th June, 2021.

This is for your information and records.

Thanking you

Yours faithfully

For GOCL Corporation Limited

A. Satyanarayana
Company Secretary

Encl: As above



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Press Release

Highlights

- **GOCL Consolidated Income for 2020-21 at Rs. 557 crores.**
- **Consolidated Net Profit increases by 59% to Rs. 78.70 crores.**

Hyderabad, June 29, 2021: GOCL Corporation Limited, a Hinduja Group Company, has reported a Consolidated Income of Rs. 557 crores for the fiscal year 2020-21. The PAT for the same period was Rs. 78.70 crores as compared to Rs. 49.60 crores in the previous year, an increase of 59%.

The Q4 Consolidated Income was Rs. 150 crores (previous year corresponding quarter of Rs. 151 crores). The net profit for Q4 was Rs. 27.48 crores as against Rs. 13.81 crores in the corresponding quarter of the previous year, an increase of 99%

The Standalone income **for the year** was Rs. 162 crores (previous year of Rs.110 crores, an increase of 47%) .The net profit for the year increased to Rs. 49.07 crores as against Rs. 2.32 crores in the of the previous year, a multifold increase of 21 times.

The **Q4 Standalone** income was Rs. 44 crores (previous year corresponding quarter of Rs. 28 crores). The net profit for Q4 was Rs.9.14 crores as against Rs. 0.27 crores in the corresponding quarter of the previous year, another multifold increase.

The Board has recommended a Final Dividend of Rs. 2 per share (100%). Considering the Special Interim Dividend of 200% (Rs. 4 per share) declared and paid in November, 2020., the total **dividend for the year will be Rs. 6 per share i.e. 300%**.

Division wise performance and highlights are as under:

ENERGETICS AND EXPLOSIVES

The operations during 2020-21 was extremely challenging with the pandemic affecting business globally and putting a strain on the healthcare facilities all over the Country. There were times when we had to work with 40 – 50% of workforce. However, fatalities were marginal at the locations and recoveries were good. Cost of materials also increased dramatically specially for metals and certain speciality and bulk chemicals. In addition, we had a severe shortage of Ammonium Nitrate due to the restrictions imposed by the Government of AP on unloading of imported material and transit stoppage at Vizag. At the same time, the domestic suppliers in Western India were not able to provide adequate Ammonium Nitrate for our plants mainly in Eastern India. However, the Company was able to adjust its production plans to meet these contingencies and also review manufacturing processes and reduce several costs.

Despite the disruption of operations in the initial 2 months of the year due to regulatory issues and impact of Covid-19, the turnover achieved was similar to last year at Rs. 96 crores. The Profit before tax of Energetics segment for the year is Rs.13.41 crores against Rs. 4.97 crores in the previous year on account of product mix changes and modernisation.

The wholly owned subsidiary, IDL Explosives Limited (IDLEL) reported Income of Rs. 343.53 crores as compared to Rs. 429.12 crores of the previous year. The Profit After Tax of IDLEL for the year is Rs. 4.61 crores against Rs. 8.20 crores in the previous year. The adverse effect was due to lower PSU tender prices, supply chain issues which have caused disruptions in the procurement of ammonium nitrate, the main raw material for the bulk explosives over 10 – 12 weeks.

The cumulative export sales (Energetics & IDLEL) for 2020-21 was Rs. 37.89 crores against Rs 49.41 crores in the previous year, affected mainly by the Covid-19 pandemic in India and in the importing countries during the first half of the year. The Company obtained repeat orders and added new customers from Tanzania, Djibouti and Turkey despite stiff competition from domestic and international suppliers. The Company will maintain its thrust in Exports by introducing new products and foraying into new markets in West and East Africa and new customers in the existing market.

The Company along with IDLEL has orders in hand of Rs. 540 crores and further orders are in the pipeline and expected to materialise over the next few months.

REALTY

The second wave of Covid-19 pandemic has clouded the outlook for commercial real estate sector. New lease agreements could not be finalized although, the Developer is in discussions with many MNCs and Indian IT companies for lease of office space in the completed buildings in '*Ecopolis*' project at Bengaluru.

The expected demand for office space has not yet picked up as work-from-home policies gain traction. Under these circumstances, the in principle approval received earlier for the Hyderabad development has not proceeded.

INVESTMENT IN OUKER HOUGHTON

HGHL Holdings Limited (HGHL), the Company's wholly owned subsidiary based in the UK, had beneficial holding since August 2019 of 4,27,395 shares in Quaker Houghton. HGHL disposed 2 lakhs shares @ \$175 at a total value of USD 35 million, which was exempt from tax. HGHL currently holds beneficial interest of 2,27,395 shares of common stock of Quaker Chemical Corp., USA. In the recent Board Meeting, HGHL decided to dispose of another tranche of 1 lakh common stock of Quaker Chemicals. The balance holding of 1,27,395 will continue.

After having fully repaid the earlier loan of USD 300 million, for investment in Houghton International Inc., which merged subsequently with Quaker Chemical Corp, HGHL is pursuing one more opportunity in the UK, by availing a loan of USD 150 million. The loan is guaranteed by Gulf Oil International and the collateral in the form of mortgage of a portion of the lands at Hyderabad by GOCL.

Going Forward

1. The Company has an order book of Rs. 540 crores, modernization of facilitates at the major plants, and an efficient workforce. The new businesses in special products, electronics are gaining momentum.
2. The effects of the pandemic are easing with several Government interventions and stimuli which will lead to robust requirement for IT office, spaces, infrastructure and mining.

We are, therefore, optimistic as we go into the new fiscal.

For further information please visit www.goclcorp.com or contact:

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Mrs. R. Chaudhry, Assistant General Manager – MD's Office, GOCL Corporation Limited, Hyderabad at 040-23700750.