



Brahmayya & Co

CHARTERED ACCOUNTANTS

VIJAYAWADA, HYDERABAD, VISAKHAPATNAM, GUNTUR, TANUKU & KAKINADA

Independent Auditor's Review Report on Quarterly and Year to Date Unaudited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, as amended

To the Board of Directors of SOUTHERN MAGNESIUM AND CHEMICALS LIMITED.

1. We have reviewed the accompanying statement of unaudited financial results of SOUTHERN MAGNESIUM AND CHEMICALS LIMITED ("the Company") for the quarter ended September 30, 2024 and year-to-date results for the period from April 01, 2024 to September 30, 2024 ("the statement") attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 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. Our responsibility is to issue a report on these financial statements based on our review.
3. We conducted our review of the statement 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 Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free from material misstatement. A review of interim financial information consists of making inquiries, primarily of 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 Standards on Auditing 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

for **BRAHMAYYA & CO.**
Chartered Accountants
Firm's Regn No. 000513S



K. Shrawan
(K.SHRAVAN)
Partner

Membership No. 215798

Date : 06.11.2024
Place : Hyderabad

UDIN: 24215798BKESZA7295



SOUTHERN MAGNESIUM AND CHEMICALS LIMITED

Deccan Chambers, 5th Floor, 6-3-666/B, Somajiguda, Hyderabad-500 082
 Phones: 23311789, 23312341, Fax: 040-23319871 E-Mail: southernmagnesium@gmail.com
 CIN : L27109TG1985PLC005303

Southern Magnesium and Chemicals Limited

CIN- L27109TG1985PLC005303

Regd. office : Deccan Chambers, 5th Floor, 6-3-666/B, Somajiguda, Hyderabad – 500 082

Un-Audited Financial Results for Quarter and the Half Year Ended 30th September,2024

(Rs.in lakhs)

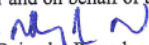
Particulars	For the Quarter ended			Half year ended		Year ended
	30-09-2024 (Un-Audited)	30-06-2024 (Un-Audited)	30-09-2023 (Un-Audited)	30-09-2024 (Un- Audited)	30-09-2023 (Un-Audited)	31-03-2024 (Audited)
Revenue from operations	393.10	595.42	255.84	988.52	393.98	946.70
Other income	15.41	5.46	11.13	20.87	14.91	34.39
Total Income	408.51	600.88	266.97	1,009.39	408.89	981.09
Expenses						
Cost of raw materials consumed	174.84	262.67	114.53	437.51	197.51	460.88
Changes in inventories of finished goods and work-in-progress	29.19	8.36	(15.82)	37.55	(56.77)	(105.91)
Employee benefits expense	24.12	58.42	22.63	82.54	43.78	93.52
Finance costs	0.31	1.42	2.75	1.73	3.63	9.93
Depreciation and amortization expense	1.53	1.51	1.06	3.04	2.36	5.47
Other expenses	27.07	30.91	15.66	57.98	26.40	72.46
Total expenses (IV)	257.06	363.29	140.81	620.35	216.91	536.35
Profit/(Loss) before exceptional items and tax (III-IV)	151.45	237.59	126.16	389.04	191.99	444.74
Exceptional items	-	-	-	-	-	-
Profit/(Loss) before tax (V+VI)	151.45	237.59	126.16	389.04	191.99	444.74
Tax expense:						
Current tax	37.57	59.92	35.04	97.49	53.37	112.12
Deferred tax	(0.07)	(0.13)	0.45	(0.20)	0.43	(0.42)
Profit/(Loss) for the period (VIII-IX)	113.95	177.80	90.67	291.75	138.19	333.04
Other Comprehensive income						
i. Items that will not be reclassified subsequently to profit or loss	-	-	-	-	-	-
ii. Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
Total Other Comprehensive Income for the period (VIII)	-	-	-	-	-	-
Total Comprehensive Income/(loss) for The Period (VII + VIII)	113.95	177.80	90.67	291.75	138.19	333.04
Earnings per equity share- Basic and Diluted	3.80	5.93	3.02	9.72	4.61	11.10
Weighted Average number of equity shares in nos	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000

Notes:

- The Unaudited financial results of the Company have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Companies Act,2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations,2015 .
- The above Unaudited financial results for the quarter and half year ended 30th September, 2024, were reviewed by Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 6th November, 2024 . The above results have been subjected to limited review by the statutory auditors of the Company. An unqualified report has been issued by them thereon.
- The Company's business activity falls within a single business segment i.e Magnesium in terms of IND AS 108 on operating segments.
- Previous year/period figures have been regrouped wherever necessary to conform current year/period classification.

Place : Hyderabad
 Date : 06-11-2024

For and on behalf of the Board of Directors


 N.Rajender Prasad
 Joint Managing Director



SOUTHERN MAGNESIUM AND CHEMICALS LIMITED

Deccan Chambers, 5th Floor, 6-3-666/B, Somajiguda, Hyderabad-500 082
 Phones: 23311789, 23312341, Fax: 040-23319871 E-Mail: southernmagnesium@gmail.com
 CIN : L27109TG1985PLC005303

Southern Magnesium and Chemicals Limited

CIN- L27109TG1985PLC005303

Regd. office : Deccan Chambers, 5th Floor, 6-3-666/B, Somajiguda, Hyderabad – 500 082

BALANCE SHEET AS AT 30.09.2024

(Rs.in Lakhs)

Particulars	As at 30.09.2024 (Un-Audited)	As at 31.03.2024 (Audited)
ASSETS		
Non-current assets		
(a) Property, Plant and Equipment	32.99	35.77
(b) Other Non Current Assets	1.11	1.11
(c) Other Financial Assets	810.00	375.00
Total non current asset	844.10	411.88
Current assets		
(a) Inventories	571.16	554.70
(b) Financial Assets	-	-
(i) Trade receivables	61.27	308.74
(ii) Cash and cash equivalents	106.30	3.93
(iii) Others bank balances	15.00	15.00
(iv) Others financial assets	1.71	4.15
(c) Other current assets	33.84	1.74
(d) Current tax asset (net)	0.28	-
Total Current Assets	789.56	888.26
TOTAL ASSETS	1,633.66	1,300.14
EQUITY AND LIABILITIES		
Equity		
(a) Equity Share capital	300.00	300.00
(b) Other Equity	964.18	672.43
Liabilities		
Non - current liabilities		
(a) Financial Liabilities	-	-
(i) Borrowings	6.24	6.24
(b) Deferred Tax Liability	1.33	1.53
Total Non Current Liability	1,271.75	980.20
Current liabilities		
(a) Financial Liabilities	-	-
(i) Borrowings	237.62	238.44
(ii) Trade payables	-	-
- Total outstanding dues of micro and small enterprises	-	-
- Total outstanding dues of other than micro and small enterprises	109.13	-
(iii) Other financial liabilities	10.75	7.41
(b) Other current liabilities	4.41	23.96
(c) Current tax liability (net)	-	50.13
Total Current liabilities	361.91	319.94
TOTAL EQUITY & LIABILITIES	1,633.66	1,300.14

For Southern Magnesium & Chemicals Limited

Joint Managing Director



SOUTHERN MAGNESIUM AND CHEMICALS LIMITED

Deccan Chambers, 5th Floor, 6-3-666/B, Somajiguda, Hyderabad-500 082
 Phones: 23311789, 23312341, Fax: 040-23319871 E-Mail: southernmagnesium@gmail.com
 CIN : L27109TG1985PLC005303

Southern Magnesium and Chemicals Limited

CIN- L27109TG1985PLC005303

Regd. office : Deccan Chambers, 5th Floor, 6-3-666/B, Somajiguda, Hyderabad – 500 082

Cash Flow Statement

For the Half year ended 30th, September, 2024

(Rs.in Lakhs)

Particulars	For Half year ended	
	30-09-2024 (Un-Audited)	30-09-2023 (Un-Audited)
A. Cash Flow From Operating Activities		
Profit/ (Loss) before tax	389.04	191.99
Adjustments for:		
Depreciation and amortization expense	3.04	2.36
Interest income	(20.87)	14.91
Finance Cost	1.73	3.63
Operating Profit before working capital Changes	372.94	212.88
Movement in Working Capital		
Decrease/(increase) in inventories	(16.46)	(214.97)
Decrease/(increase) in trade receivables	247.47	(228.50)
Increase / (decrease) Trade payables	109.13	-
Decrease / (Increase) in financial assets and non-financial assets	(464.65)	1.86
Increase / (decrease) in financial liabilities and other liabilities	(16.21)	(19.50)
Cash Generated from Operations	232.22	(248.22)
Taxes Paid	(147.91)	(104.29)
Net Cash flow from Operating Activities (A)	84.31	(352.51)
Cash Flow From Investing Activities		
Purchase of Property plant and equipment and intangible assets incl. CWIP	(0.26)	(1.82)
Movement in other bank balances	-	(16.02)
Interest Received	20.87	(14.91)
Net cash flow generated/(used) from investing activities (B)	20.61	(32.75)
Cash flows from financing activities		
Proceeds from/(repayment of) long-term loans and borrowings, net	-	(12.48)
Proceeds from/(repayment of) short-term loans and borrowings, net	(0.81)	318.92
Interest paid	(1.73)	(3.63)
Net cash from/(used in) financing activities (C)	(2.54)	302.82
Net increase in cash and cash equivalents (A+B+C)	102.37	(82.44)
Cash and cash equivalents at the beginning of the period/year	3.93	85.29
Cash and cash equivalents at the end of the year	106.30	2.85

For Southern Magnesium & Chemicals Limited

[Signature]
 Joint Managing Director