



# THE DHARAMSI MORARJI CHEMICAL CO. LTD.

CIN NUMBER : L24110MH1919PLC000564



Sec.25/2016/521  
14<sup>th</sup> November, 2016

## IN DUPLICATE

The Secretary,  
The Stock Exchange, Mumbai,  
1st Floor, Rotunda Bldg.,  
B. S. Marg, Fort, Mumbai 400 001.

Scrip Code " 506405

Kind Attn : **Mr. S. Subramanian, DCS-CRD**

Dear Sir,

Sub : Unaudited Financial Results (which have been subjected to a Limited Review by the Auditors) for the second quarter ended 30<sup>th</sup> September, 2016 (July, 2016 to September, 2016).

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We send herewith, in duplicate, Unaudited Financial Results (which have been subjected to a "Limited Review" by the Auditors), for the second quarter (July, 2016 to September, 2016) of the Financial Year 2016-17, as required under Clause 41 (as amended) of the Listing Agreement.

We will also be releasing the same to the Press for publishing it at the earliest.

We are also enclosing herewith the Auditors' Report on "Limited Review" of Unaudited Financial Results for the second quarter (July, 2016 to September, 2016) of the Financial Year 2016-17.

Thanking you,

Yours faithfully,  
for **The Dharamsi Morarji Chemical Co. Ltd.,**

  
D. T. Gokhale  
Company Secretary

encl : a/a

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**The Board of Directors,  
The Dharamsi Morarji Chemical Co. Limited;**  
Mumbai.

RE: **Limited Review of the unaudited financial results for the quarter ended  
September 30, 2016**

**1. Introduction**

We have reviewed the accompanying statement of unaudited financial results of **The Dharamsi Morarji Chemical Co. Limited** for the quarter ended on **September 30, 2016**. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on this Statement based on our review.

**2. Scope of Review**

We conducted our review in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the 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 of financial results is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

**3. Basis for Qualified Conclusion:**

The Company had recognized net deferred tax asset in earlier years aggregating to Rs. 2654.15 lacs till 31st March, 2009 considering unabsorbed loss up to 31st March, 2008 and unabsorbed depreciation up to 31st March, 2009. For the subsequent financial periods, further net deferred tax asset has not been recognized, in view of management's perceptions and reason detailed in Note No.2 to the attached results. We are not in a position to opine on the realisability of the said net deferred tax asset. Consequently, the Accumulated losses as at 30<sup>th</sup> September, 2016 would have been higher by Rs. 2454.15 Lacs.



**4. Qualified Conclusion:**

*Except for the matters stated at Para 3 above, based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.*

**For K. S. Aiyar & Co.**  
**Chartered Accountants**  
ICAI Firm Registration No. 100186W

  
**Rajesh Joshi**  
**Partner**  
Membership No: 038526

**Place:** Mumbai  
**Date:** November 14, 2016

**THE DHARAMSI MORARI CHEMICAL CO. LTD.**

Regd. office: Prospect Chamber, 317/321, Dr. D.N. Road, Fort, Mumbai - 400 001

Telephone: -22048881-2-3, Email ID: corporate@dmcc.com, Website: www.dmcc.com

(CIN : L2410MH1919PLC000564)

Unaudited Financial Results for the quarter ended 30-09-2016

Part I	Particulars	Rs. In Lacs						Year ended 31.03.2016 Audited
		Quarter ended 30.09.2016 Unaudited	Quarter ended 30.06.2016 Unaudited	Quarter ended 30.09.2015 Unaudited	Half year ended 30.09.2016 Unaudited	Half year ended 30.09.2015 Unaudited		
	<b>1. Income from Operations</b>							
	(a) Net Sales/Income from Operations (net of excise duty)	3,430.78	3,066.55	2,470.52	6,497.33	5,250.97	9,980.34	
	(b) Other Operating Income	15.94	44.98	20.27	60.92	60.26	95.94	
	<b>Total Income from operations (net)</b>	<b>3,446.72</b>	<b>3,111.53</b>	<b>2,490.79</b>	<b>6,558.25</b>	<b>5,311.23</b>	<b>10,076.28</b>	
	<b>2. Expenditure</b>							
	a. Cost of materials consumed	1,571.67	1,696.80	1,477.29	3,268.47	2,965.39	5,657.27	
	b. Purchase of stock-in-trade	2.65	3.19	9.58	5.84	11.94	21.85	
	c. Changes in inventories of finished goods, WIP and stock-in-trade	137.45	(175.20)	(150.56)	(37.75)	(53.53)	(40.10)	
	d. Power & Fuels	143.37	145.54	149.22	288.91	284.86	532.15	
	e. Repairs to Plant & Machinery and Buildings	170.86	122.66	111.12	293.52	192.95	612.72	
	f. Employees benefits expense	285.74	250.04	184.38	535.78	350.00	783.77	
	g. Depreciation	64.56	56.15	52.84	120.71	109.72	225.83	
	h. Other expenditure	317.70	280.40	189.75	598.10	480.10	894.95	
	<b>Total Expenses</b>	<b>2,693.99</b>	<b>2,379.58</b>	<b>2,023.62</b>	<b>5,073.57</b>	<b>4,341.43</b>	<b>8,688.44</b>	
	3. Profit/(Loss) from Operations before Other Income, finance cost and Exceptional Items (1-2)	752.73	731.95	467.17	1,484.68	969.80	1,387.84	
	4. Other Income	8.05	8.94	11.47	16.99	26.38	42.75	
	<b>5. Profit/(Loss) from ordinary activities before finance cost and Exceptional Items (3+/- 4)</b>	<b>760.78</b>	<b>740.89</b>	<b>478.64</b>	<b>1,501.67</b>	<b>996.18</b>	<b>1,430.59</b>	
	6. Finance Costs	42.22	42.23	17.19	84.45	46.04	116.04	
	<b>7. Profit/(Loss) from ordinary activities after finance cost but before Exceptional Items (5+/- 6)</b>	<b>718.56</b>	<b>698.66</b>	<b>461.45</b>	<b>1,417.22</b>	<b>950.14</b>	<b>1,314.55</b>	
	8. Exceptional item	-	-	-	-	-	-	
	<b>9. Profit/(Loss) from Ordinary Activities before tax (7+/- 8)</b>	<b>718.56</b>	<b>698.66</b>	<b>461.45</b>	<b>1,417.22</b>	<b>950.14</b>	<b>1,314.55</b>	
	10. Tax expense	152.05	149.10	-	301.15	-	117.38	
	A)MAT	100.00	100.00	-	200.00	-	-	
	B)Deferred tax (Note 2)	466.52	449.56	461.45	916.08	950.14	1,197.17	
	<b>11. Net Profit/(Loss) from Ordinary Activities after tax (9 +/- 10)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
	12. Extraordinary Item	466.52	449.56	461.45	916.08	950.14	1,197.17	
	<b>13. Net Profit/(Loss) after Tax &amp; Extraordinary Item (11 +/- 12)</b>	<b>466.52</b>	<b>449.56</b>	<b>461.45</b>	<b>916.08</b>	<b>950.14</b>	<b>1,197.17</b>	
	14. Paid up share capital	2,125.78	2,125.78	2,125.78	2,125.78	2,125.78	2,125.78	
	a) Equity shares- Rs. 10/- each fully paid up.	880.00	880.00	880.00	880.00	880.00	880.00	
	b) Preference shares- Rs. 100/- each fully paid up.	-	-	-	-	-	-	
	15. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	2.12	2.04	2.09	4.15	4.31	5.32	
	16. Earnings Per Share (before and after extraordinary items) (of Rs. 10 each)/(Not annualised) (Note 1)	-	-	-	-	-	-	

Notes for financial statements above results are annexed

For The Dharamsi Morari Chemical Co. Ltd.,

*B. L. Goculdas*

Chief Executive Officer

Mumbai, 14th November 2016



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# The Dharamsi Morarji Chemical Co. Ltd.

Rs. In Lacs

Statement of Assets and Liabilities	As at half year ended 30.09.2016	As at year ended 31.03.2016
<b>A. Equity and Liabilities</b>		
1. Shareholders funds		
a) Share Capital	3,005.78	3,005.78
b) Reserves and surplus	2,175.07	1,259.00
<b>SubTotal- Shareholders' Funds</b>	<b>5,180.85</b>	<b>4,264.78</b>
<b>2. Non - Current Liabilities</b>		
a) Long term borrowings	1,188.47	1,543.18
b) Other long term liabilities	66.35	66.35
c) Long term provisions	143.47	174.09
<b>SubTotal- Non Current Liabilities</b>	<b>1,398.29</b>	<b>1,783.62</b>
<b>3. Current Liabilities</b>		
a) Trade payables	1,190.02	1,684.05
b) Other current liabilities	1,554.41	1,533.73
c) Short term provisions	273.53	163.08
<b>SubTotal-Current Liabilities</b>	<b>3,017.96</b>	<b>3,380.86</b>
<b>Total- Equity and Liabilities</b>	<b>9,597.10</b>	<b>9,429.26</b>
<b>B. Assets</b>		
<b>1. Non current Assets</b>		
a) Fixed Assets	3,150.21	3,055.85
b) Non - current investments	63.08	38.08
c) Deferred tax assets (net)	2,454.15	2,654.15
d) Long term loans and advances	157.64	166.22
<b>SubTotal- Non Current Assets</b>	<b>5,825.08</b>	<b>5,914.30</b>
<b>2. Current Assets</b>		
a) Inventories	1,179.79	1,525.39
b) Trade receivables	1,529.72	1,296.86
c) Cash and Bank Balances	680.72	335.26
d) Other current Assets	381.79	357.45
<b>SubTotal - Current Assets</b>	<b>3,772.02</b>	<b>3,514.96</b>
<b>Total - Assets</b>	<b>9,597.10</b>	<b>9,429.26</b>

For The Dharamsi Morarji Chemical Co.Ltd.,



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**B. L. Goculdas**  
Chief Executive Officer

Mumbai, 14TH NOVEMBER 2016

## Notes:

1. Earning per Equity Share (EPS) indicated in the Financial Results is calculated after considering the applicable dividend in respect of the Cumulative Non-Convertible Redeemable Preference Shares (including the applicable Corporate Dividend Tax thereon), in accordance with the Accounting Standard on Earning Per Share (AS-20).
2. As regards the Auditors' observation in their report on the Audited Accounts of the Company for the Financial Year ended March 31, 2016 regarding recognition of "Deferred Tax Asset" amounting to Rs.2654.15 Lacs (considering Unabsorbed Business Losses up to 31.03.2008 & Unabsorbed Depreciation up to 31.03.2009), the Company expects significant profits based on the enhanced future earnings. This will result in utilization of Deferred Tax Asset.

In line with the above, Company has commenced utilisation of the Deferred Tax Asset, to the extent of Rs. 200 Lacs during Current Six Months Period ended.

3. The Company is engaged in the chemicals business only and therefore, there is only one reportable segment in accordance with the Accounting Standard on Segment Reporting (AS-17).
4. Previous quarter's / year's figures have been re-grouped/rearranged, wherever necessary.
5. The above Unaudited Financial Results were reviewed by the Audit Committee and have been approved by the Board of Directors of the Company at their meeting held on 14<sup>th</sup> November, 2016.

