



THE DHARAMSI MORARJI CHEMICAL CO. LTD.

CIN NUMBER : L24110MH1919PLC000564



Sec.25/2017/017
13th February, 2017

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 third quarter ended 31st December, 2016 (October, 2016 to December, 2016).

We send herewith, in duplicate, Unaudited Financial Results (which have been subjected to a "Limited Review" by the Auditors), for the third quarter (October, 2016 to December, 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 third quarter (October, 2016 to December, 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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To,
The Board of Directors,
The Dharamsi Morarji Chemical Company Limited;
Mumbai

Limited Review Report on Quarterly Financial Results of The Dharamsi Morarji Chemical Company Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

1. INTRODUCTION

We have reviewed the accompanying statement of unaudited financial results ('the Statement') of **The Dharamsi Morarji Chemical Company Limited (the Company)** for the quarter and nine months period ended on **31st December, 2016**.

This statement is the responsibility of the Company's Management and has been approved by the Board of Directors.

This Statement has been prepared by the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular no. CIR/CFD/FAC/62/2016 dated 5th July, 2016 which has been initialed by us for the identification purpose.

Management is responsible for the preparation and fair presentation of this interim financial information in accordance with Indian Generally Accepted Accounting Principles. Our responsibility is to express a conclusion on this interim financial information 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 31st December, 2016 would have been higher by Rs. 2354.15 Lacs.

3. CONCLUSION

Except for the matter stated 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 financial results prepared in accordance with the 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 read with SEBI circular no. CIR/CFD/FAC/62/2016 dated 5th July, 2016 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For K. S. AIYAR & Co.
Chartered Accountants
FRN:100186W


Rajesh S. Joshi
Partner
M.No. 38526

Place: Mumbai
Date: 13th February, 2017

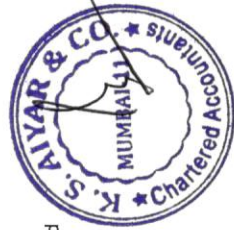
THE DHARAMSI MORARJI CHEMICAL CO. LTD.

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 : L2411G.MH1919PLC000564)

Unaudited Financial Results for the quarter ended 31-12-2016

Part I	Particulars	Rs. in Lacs				Year ended 31.03.2016 Audited
		Quarter ended 31.12.2016 Unaudited	Quarter ended 30.09.2016 Unaudited	Quarter ended 31.12.2015 Unaudited	Nine Months Ended 31.12.2016 Unaudited	
	1. Income form Operations					
	(a) Net Sales/Income from Operations (net of excise duty)	3,091.72	3,430.78	1,905.23	9,589.05	7,156.20
	(b) Other Operating Income	18.21	15.94	10.58	79.13	70.84
	Total income from operations (net)	3,109.93	3,446.72	1,915.81	9,668.18	7,227.04
	2. Expenditure					
	a. Cost of materials consumed	1,422.22	1,473.15	1,186.22	4,468.65	4,040.62
	b. Purchase of finished goods	43.14	82.01	62.67	204.64	86.56
	c. Processing Expenses	37.61	19.16	53.60	103.99	152.64
	d. Changes in inventories of finished goods, WIP and stock-in-trade	121.71	137.45	(187.48)	83.96	(241.01)
	e. Power & Fuels	155.14	143.37	125.41	444.05	410.27
	f. Repairs to Plant & Machinery and Buildings	134.18	170.86	194.16	427.70	387.11
	g. Employees benefits expense	275.52	285.74	220.47	811.30	570.47
	h. Depreciation	69.23	64.56	55.67	189.94	165.39
	i. Other expenditure	225.57	304.97	233.26	823.67	713.36
	Total Expenses	2,484.32	2,681.26	1,943.98	7,557.90	6,285.41
	3. Profit/(Loss) from Operations before Other Income, finance cost and Exceptional Items (1-2)	625.60	765.46	(28.17)	2,110.28	941.63
	4. Other Income	3.31	8.05	2.28	20.30	28.66
	5. Profit/(Loss) from ordinary activities before finance cost and Exceptional Items (3+/- 4)	628.91	773.51	(25.89)	2,130.58	970.29
	6. Finance Costs	50.74	54.95	22.42	135.20	68.46
	7. Profit/(Loss) from ordinary activities after finance cost but before Exceptional Items (5+/- 6)	578.17	718.56	(48.31)	1,995.38	901.83
	8. Exceptional Item	-	-	-	-	-
	9. Profit/(Loss) from Ordinary Activities before tax (7+/- 8)	578.17	718.56	(48.31)	1,995.38	901.83
	10. Tax expense	-	-	-	-	-
	A)MAT	123.28	152.05	-	424.43	117.38
	B)Deferred tax (Note 2)	100.00	100.00	-	300.00	-
	11. Net Profit/(Loss) from Ordinary Activities after tax (9 +/- 10)	354.88	466.51	(48.31)	1,270.95	901.83
	12. Extraordinary Item	-	-	-	-	-
	13. Net Profit/(Loss) after Tax & Extraordinary Item (11 +/- 12)	354.88	466.51	(48.31)	1,270.95	901.83
	14. Paid up share capital					
	a) Equity shares- Rs. 10/- each fully paid up.	2,184.68	2,125.78	2,125.78	2,184.68	2,125.78
	b) Preference shares- Rs.100/- each fully paid up.	280.00	880.00	880.00	280.00	880.00
	15. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year					
	16. Earnings Per Share (before and after extraordinary items) (of Rs.10 each)/(Not annualised) (Note 1)	1.65	2.12	(0.31)	5.93	4.01

Notes forming part of the above results are annexed



For The Dharamsi Morarji Chemical Co.Ltd.,

B. L. Goculdas

B. L. Goculdas
Chief Executive Officer

Mumbai, 13th February 2017

Notes:

1. The Company has during the quarter issued 588930 Equity Shares of Rs.10/- each at a premium of Rs.91.88 per Equity Shares on preferential basis to the Promoters. The Company has redeemed its Preference Shares of Rs.600.00 Lakhs at its face value during the quarter out of the proceeds from fresh issue of Equity Shares. Accordingly Earning per Equity Share (EPS) indicated in the Financial Results is calculated on weighted average number of Shares during the period and after considering the applicable dividend in respect of the outstanding Cumulative Non-Convertible Redeemable Preference Shares of Rs.280.00 Lakhs (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 Lakhs (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.300.00 Lakhs during Nine Months Period ended 31.12.2016.

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. 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 13th February, 2017
5. The statutory auditors of the Company have carried out a limited review of the above unaudited financial results for the quarter and nine months period ended on 31st December, 2016.
6. Previous quarter's / year's figures have been re-grouped/rearranged, wherever necessary.



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