



# THE DHARAMSI MORARJI CHEMICAL CO. LTD.

CIN NUMBER : L24110MH1919PLC000564



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OUR COMMITMENT TO SUSTAINABILITY

Sec.25/2018/164  
14<sup>th</sup> February, 2018

IN DUPLICATE

The Secretary  
BSE Limited,  
Department of Corporate Affairs,  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai 400 023.

Scrip Code "506405"

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

Dear Sirs,

**Sub: Unaudited Financial Results (which have been subjected to a Limited Review by the Auditors) for the third quarter ended 31<sup>st</sup> December, 2017 (October, 17 to December, 17).**

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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 third quarter (October, 2017 to December, 2017) of the Financial Year 2017-18, 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, 2017 to December, 2017) of the Financial Year 2017-18.

Thanking you,

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

  
D. V. Gokhale  
Senior Executive Vice President &  
Company Secretary

encl : a/a

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# **RAHUL GAUTAM DIVAN & ASSOCIATES**

Chartered Accountants

C/o MIDSNELL, 134 Mittal Tower 'C', Nariman Point, Mumbai 400 021, India.  
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## **Limited Review Report**

### **The Board of Directors of The Dharamsi Morarji Chemical Company Limited**

We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of The Dharamsi Morarji Chemical Company Limited ('the Company') for the quarter ended and nine month ended 31 December 2017 ("the Statement") attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016.


Attention is invited to the fact that the figures for the corresponding quarter ended 31 December 2016, year to date figures for the nine months period ended 31 December 2016, and the reconciliation of net profits between Ind AS and previous Indian GAAP for the period ended 31 December 2016, are Ind AS compliant.

This statement is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the applicable Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

We conducted our review 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 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 financial statements are 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the applicable Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated 5 July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For RAHUL GAUTAM DIVAN & ASSOCIATES  
Chartered Accountants  
(Firm's Registration Number: 120294W)

  
RAHUL DIVAN  
Partner  
Membership Number: 100733



Place: Mumbai  
Date: 14 February 2018

PARTICULARS	Quarter Ended			Nine months ended	
	31/12/2017	30/09/2017	31/12/2016	31/12/2017	31/12/2016
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1. Income from Operations					
(a) Net Sales / Income from Operations	4906.09	4335.30	4375.32	13109.36	14035.14
(b) Other Income	18.97	22.10	12.02	120.52	36.45
<b>Total Income from Operations (Net)</b>	<b>4925.06</b>	<b>4357.40</b>	<b>4387.34</b>	<b>13229.88</b>	<b>14071.59</b>
2. Expenses					
a) Cost of Materials Consumed	3194.71	2381.37	2121.63	7376.69	6893.40
b) Purchase of Traded Goods	62.90	173.21	213.85	377.92	637.18
c) Changes in inventories of finished goods, Stock in Trade & work-in-progress	(100.33)	91.53	53.16	23.02	(19.43)
d) Employees Benefits expenses	361.78	406.43	358.03	1094.75	932.48
e) Finance Costs	101.14	105.83	141.44	316.82	414.99
f) Depreciation & Amortisation expenses	103.36	103.92	92.15	302.67	257.86
g) Power, Fuel and Water Charges	240.03	238.56	197.20	683.67	550.38
h) Repairs to Machinery & Buildings	101.76	101.02	134.18	541.67	427.70
i) Other Expenses	458.00	343.64	647.71	1630.18	2282.37
<b>Total Expenses</b>	<b>4523.35</b>	<b>3945.51</b>	<b>3959.35</b>	<b>12347.39</b>	<b>12376.93</b>
3. Profit/(Loss) from Operations before exceptional Items	401.71	411.89	427.99	882.49	1694.66
4. Exceptional Items					
5. Profit/ (Loss) from before tax	401.71	411.89	427.99	882.49	1694.66
6. Tax Expense:					
MAT	65.48	74.71	117.31	163.50	429.80
Deferred Tax Assets Written Off (Note 6)					
7. Net Profit/ (Loss) after Tax	336.23	337.18	310.68	718.99	1264.86
8. Other Comprehensive Income, net of Income Tax					
a) i) Items that will not be reclassified to Profit and Loss	13.24	39.96	27.19	66.50	(28.43)
a) ii) income Tax relating to Items that will not be reclassified to Profit and Loss	(2.76)	(8.56)	(5.78)	(13.97)	6.06
b) i) Items that will be reclassified to Profit and Loss	1.89	3.28	0.93	11.98	2.89
b) ii) income Tax relating to Items that will be reclassified to Profit and Loss	(0.30)	(0.70)	(0.19)	(2.46)	(0.69)
<b>Total Other Comprehensive Income, net of Income Tax</b>	<b>12.07</b>	<b>33.98</b>	<b>22.15</b>	<b>62.05</b>	<b>(20.17)</b>
9. Total Comprehensive Income for the period (7-8)	348.30	371.16	332.83	781.04	1244.69
10. Earning Per Share (EPS) in Rs.	1.34	1.34	1.24	2.94	4.89
Basic and Diluted EPS before and after Extraordinary items (not annualised)(Note 3)					

The Dharamsi Morarji Chemical Co. Ltd



*Dharamdas*  
Chief Executive Officer

Mumbai, 14th February, 2018



**Notes:**

1. This financial result has been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015.
2. Reconciliation of net profit between previous GAAP and Ind AS:

Particulars	Quarter ended 31.12.2016 (Rs. In Lakhs)	Nine months ended 31.12.2016 (Rs. In Lakhs)
Net Profit under previous GAAP	337.15	1256.92
Actuarial gain/(loss) on re-measurement of Employees Gratuity & Leave Encashment recognized in "Other Comprehensive Income"	(27.19)	28.43
Net Gain/(Loss) on Financial Assets	(5.25)	(15.12)
Current Tax Adjustment	5.97	(5.37)
Other Comprehensive Income	22.15	(20.17)
Net Profit / (Loss) as per IND AS	332.83	1244.69

3. 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 (Ind AS-33)
4. The Company had a planned maintenance shut down in the quarter ended 30.06.2017 and, as such, the figures are not comparable with Quarters ended 30.09.2017 and 31.12.2017 and Nine Months ended 31.12.2017 and 31.12.2016.
5. The Company has got the approval of National Company Law Tribunal( NCLT) , Mumbai Bench on 18<sup>th</sup> October, 2017 for the Scheme of Arrangement between Borax Morarji Limited ( BML, The Transferor Company ) and The Dharamsi Morarji Chemical Company Limited ( DMCC , The Transferee Company ) . The appointed date is 1<sup>st</sup> April, 2016. In view of the above, the figures for the earlier period(s) are not comparable.
6. Pursuant to the Scheme of Arrangement between Borax Morarji Limited ( BML, The Transferor Company ) and The Dharamsi Morarji Chemical Company Limited ( DMCC , The Transferee Company ) Deferred Tax Asset has been fully written off as on April 01, 2016. Hence no write off is made after that date. Figures for the previous and current year have been reworked accordingly. Further, in view of the scheme becoming effective, the provision for current (MAT) from appointed date i.e. 1<sup>st</sup> April, 2016 has been reworked and adjusted accordingly.
7. The Company is engaged in the chemicals business only and therefore, there is only one reportable segment in accordance with the Accounting Standard on Operating Segment (Ind AS-108).
8. Goods & Service Tax (GST) has been implemented with effect from 1<sup>st</sup> July 2017, which replaces excise duty and other input taxes. As per Ind AS -18, and schedule III of the Companies Act, 2013, unlike excise duties, levies like GST are not part of 'Revenue'. Accordingly, the figures for revenue for the earlier period ending 30<sup>th</sup> June 2017, are including excise duty which has resulted in an increase in revenue from operations and other expenses as below :-



Rs. In Lakhs

Particulars	Current quarter ended 31 <sup>st</sup> December 2017	Preceding Quarter ended on 30 <sup>th</sup> September 2017	Corresponding quarter ended on 31 <sup>st</sup> December 2016	Year to date figures for current period ended 31 <sup>st</sup> December 2017	Year to date figures for Previous period ended 31 <sup>st</sup> December 2016
I Increase in Revenue from Operations	N.A.	N.A.	327.79	296.60	1079.08
II Increase in Other Expenses	N.A.	N.A.	327.79	296.60	1079.08

9 The above Unaudited Financial Results were reviewed and recommended 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> February, 2018 and have also been reviewed by the Statutory Auditors.

10 Previous quarter's / year's figures have been re-grouped/rearranged, wherever necessary.

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