



1919 - 2019

100 Years of Sulphur Chemistry

Sec.25/2020

Date:11th May,2020

To,
The Secretary,
Bombay Stock Exchange (BSE Limited), 1st floor,
Rotunda Building, B S Marg, Fort, Mumbai - 400 001.

SCRIP CODE "506405"

Dear Sirs,

Sub: Financial Results (Standalone) for the fourth quarter January, 2020 to March, 2020 and Financial Results (Standalone and Consolidated) year ended 31st March, 2020.

This is to inform you that the Board of Directors at its Meeting held on Monday, 11th May, 2020 have approved and taken on record the audited financial results for the quarter and year ended 31st March, 2020. Copy of the same is enclosed herewith.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), read with SEBI Circular CIR/CFD/CMD/56/2016 dated 27th May, 2016 on "Disclosure of the impact of Audit qualifications by Listed Entities", we would like to confirm that M/s Rahul Gautam Divan & Associates, Statutory Auditors of the Company, have issued Audit Reports with unmodified opinion on the above financial results.

Accordingly, in terms of Regulations 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the following:

- i. Financial Results (Standalone) for the quarter/year ended 31st March, 2020.
- ii. Financial Results (Consolidated) for the quarter/ year ended 31st March, 2020
- iii. Statement of Assets and Liabilities.
- iv. Cash flow statement Standalone and Consolidated .
- v. Auditor's Report on standalone financial results.
- vi. Auditor's Report on consolidated financial results.

The Board of Directors has not recommended any dividend.

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

Thanking You,

Yours Faithfully,

For THE DHARAMSI MORARJI CHEMICAL COMPANY LIMITED



D.T. Gokhale

Company Secretary and Compliance Officer

CIN NUMBER: L24110MH1919PLC000564

THE DHARAMSI MORARJI CHEMICAL CO LTD.

Regd office: Prospect Chambers, 317/321, Dr. D.N. Road, Fort, Mumbai - 400 001
 Telephone: -22048881-2-3, Email ID: corporate@dmcc.com, Website: www.dmcc.com
 (CIN : L24110MH1919PLC000564)

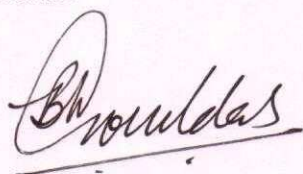
STATEMENT OF STANDALONE AUDITED RESULTS FOR THE QUARTER / YEAR ENDED 31ST MARCH 2020

(Rs. In Lakhs)

PARTICULARS		STANDALONE				
		QUARTER ENDED			YEAR ENDED	
		AUDITED	UNAUDITED	AUDITED	AUDITED	AUDITED
		31-03-2020 (Refer Note NO. 9)	31-12-2019	31-03-2019 (Refer Note NO. 9)	31-03-2020	31-03-2019
1.	Income from Operations					
	(a) Net Sales / Income from Operations	4,654.02	4,046.25	6,488.67	18,764.70	22,747.21
	(b) Other Income	554.15	16.50	35.30	623.19	92.46
	Total Income from Operations (Net)	5,208.17	4,062.75	6,523.96	19,387.89	22,839.66
2.	Expenses					
	a) Consumption of Raw Materials	2,115.37	2,240.18	4,029.05	9,430.15	11,794.62
	b) Purchase of Traded Goods	-	-	-	-	-
	c) Changes in inventories of finished goods, work-in-progress & Stock-in-Trade	(72.42)	(149.14)	(236.21)	(178.41)	(125.23)
	d) Employees Benefits expenses	464.87	418.59	295.87	1,666.89	1,276.25
	e) Finance Costs	39.72	47.14	46.50	203.12	277.14
	f) Depreciation & Amortisation expenses	167.67	154.25	131.70	615.62	450.53
	g) Power, Fuel and Water Charges	364.38	336.62	268.83	1,364.86	1,122.25
	h) Repairs to Machinery & Buildings	465.53	201.37	307.96	1,082.72	1,286.57
	i) Other Expenses	967.80	408.99	686.68	2,613.97	2,047.17
	Total Expenses	4,512.92	3,658.01	5,530.39	16,798.92	18,129.30
3.	Profit/(Loss) from Operations before exceptional Items	695.25	404.74	993.58	2,588.97	4,710.36
4.	Exceptional Items	-	-	-	-	-
5.	Profit/ (Loss) from before tax	695.25	404.74	993.58	2,588.97	4,710.36
6.	Tax Expense					
	Current Tax under MAT	12.50	120.00	206.73	452.50	1,010.00
	MAT Credit Entitlement	-	(1,011.14)	(908.78)	(1,011.14)	(908.78)
	Tax impact	(0.16)	(0.69)	7.59	(1.69)	3.35
7.	Net Profit/ (Loss) for the period	682.91	1,296.57	1,688.04	3,149.30	4,605.80
8.	Other Comprehensive Income, net of Income Tax					
	a) i) Items that will not be reclassified to Profit and Loss	44.79	4.90	(39.56)	46.81	(28.67)
	a) ii) income Tax relating to Items that will not be reclassified to Profit and Loss	-	0.00	8.50	0.11	6.18
	b) i) Items that will be reclassified to Profit and Loss	2.21	3.18	4.17	9.86	13.13
	b) ii) income Tax relating to Items that will be reclassified to Profit and Loss	(0.16)	(0.69)	(0.92)	(1.80)	(2.83)
	Total Other Comprehensive Income, net of Income Tax	46.84	7.39	(27.81)	54.98	(12.19)
9.	Total Comprehensive Income for the period (7-8)	729.75	1,303.97	1,660.23	3,204.29	4,593.61
10.	Earning Per Share (EPS) in Rs. Basic and Diluted EPS before and after Extraordinary items (not annualised)	2.74	5.20	6.77	12.63	18.47

Date: 11th May, 2020

Place: Mumbai




THE DHARAMSI MORARJI CHEMICAL CO LTD.

Regd office: Prospect Chambers, 317/321, Dr. D.N. Road, Fort, Mumbai - 400 001
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 (CIN : L24110MH1919PLC000564)

STATEMENT OF CONSOLIDATED AUDITED RESULTS FOR THE QUARTER / YEAR ENDED 31ST MARCH 2020

(Rs. In Lakhs)

PARTICULARS		CONSOLIDATED				
		QUARTER ENDED			YEAR ENDED	
		AUDITED	UNAUDITED	AUDITED	AUDITED	AUDITED
		31-03-2020 (Refer Note NO. 9)	31-12-2019	31-03-2019 (Refer Note NO. 9)	31-03-2020	31-03-2019
1.	Income from Operations					
	(a) Net Sales / Income from Operations	4,654.14	4,046.85	6,488.67	18,766.40	22,757.99
	(b) Other Income	554.15	16.50	35.30	623.19	99.79
	Total Income from Operations (Net)	5,208.29	4,063.36	6,523.96	19,389.58	22,857.77
2.	Expenses					
a)	Consumption of Raw Materials	2,115.37	2,240.18	4,029.05	9,430.15	11,794.62
b)	Purchase of Traded Goods	-	-	-	-	-
c)	Changes in inventories of finished goods, work-in-progress & Stock-in-Trade	(72.42)	(149.14)	(236.21)	(178.41)	(125.23)
d)	Employees Benefits expenses	464.87	418.59	295.87	1,666.89	1,276.25
e)	Finance Costs	39.72	47.14	46.50	203.12	277.14
f)	Depreciation & Amortisation expenses	167.87	154.44	131.70	616.41	451.31
g)	Power, Fuel and Water Charges	364.38	336.62	268.83	1,364.86	1,122.25
h)	Repairs to Machinery & Buildings	465.53	201.37	307.96	1,082.72	1,286.57
i)	Other Expenses	969.00	410.09	686.68	2,618.63	2,052.39
	Total Expenses	4,514.32	3,659.30	5,530.39	16,804.37	18,135.30
3.	Profit/(Loss) from Operations before exceptional Items	693.97	404.06	993.58	2,585.21	4,722.47
4.	Exceptional Items	-	-	-	-	-
5.	Profit/ (Loss) from before tax	693.97	404.06	993.58	2,585.21	4,722.47
6.	Tax Expense					
	Current Tax under MAT	11.74	120.00	206.73	451.74	1,013.77
	MAT Credit Entitlement	-	(1,011.14)	(908.78)	(1,011.14)	(908.78)
	Tax impact	(0.16)	(0.69)	7.59	(1.69)	3.35
7.	Net Profit/ (Loss) for the period	682.39	1,295.89	1,688.04	3,146.30	4,614.14
8.	Other Comprehensive Income, net of Income Tax					
	a) i) Items that will not be reclassified to Profit and Loss	44.79	4.90	(39.56)	46.81	(28.67)
	a) ii) income Tax relating to Items that will not be reclassified to Profit and Loss	-	-	8.50	0.11	6.18
	b) i) Items that will be reclassified to Profit and Loss	2.21	3.18	4.17	9.86	13.13
	b) ii) income Tax relating to Items that will be reclassified to Profit and Loss	(0.16)	(0.69)	(0.92)	(1.80)	(2.83)
	Total Other Comprehensive Income, net of Income Tax	46.84	7.39	(27.81)	54.98	(12.19)
9.	Total Comprehensive Income for the period (7-8)	729.23	1,303.29	1,660.23	3,201.29	4,601.95
10.	Earning Per Share (EPS) in Rs. Basic and Diluted EPS before and after Extraordinary items (not annualised)	2.74	5.20	6.77	12.62	18.50

Date: 11th May, 2020

Place: Mumbai

(Signature)



Notes:

1

The above audited standalone and consolidated results of the Company have been reviewed and recommended for adoption by the Audit Committee and approved by the Board of Directors at its meeting held on 11th May, 2020 by video conferencing. The Statutory Auditors Report does not have any qualification / modification.

2

These audited financial results have been prepared in accordance with the recognition and measurement principles stated therein, prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.

3

The financial result for the quarter and year ended on 31st March, 2020 have been audited by the Statutory Auditors as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

4

The Company's plant operations at Roha (Maharashtra) and Dahej (Gujarat) were temporarily closed following countrywide lock-down due to the COVID-19 pandemic for few days during the last week of March, 2020. The Company has since obtained required permissions and restarted its operations in the first week of April, 2020.

In view of the unprecedented COVID-19 pandemic and economic forecasts, the Management has evaluated the impact on its financial results for the current quarter in assessing the recoverability of its assets including receivables and inventories, the Company has considered internal and external information upto the date of approval of these financial statements including economic forecasts. The Company has performed analysis on the assumptions used and based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

5

Pursuant to The Taxation Laws (Amendment) Act, 2019 dated December 02, 2019, the Company has decided to measure the tax liability for Financial Year 2019-20 at existing rates and not to opt for the lower rates. Company will continue to pay MAT at applicable rates from next financial year.

6

Effective 1st April, 2019 the Company has adopted Ind AS 116 'Leases' and applied the same on all lease contracts existing on 1st April, 2019 using modified retrospective approach. Accordingly the comparatives for the year ended March 31st, 2019 have not been retrospectively adjusted. The effect of this adoption is not material to the profit for the current quarter and EPS.

7

The operations of the company are limited to one segment, namely Manufacturing and Sale of Chemicals, the segment wise disclosure requirements of Ind AS 108 on Operating Segment is not applicable to it.

8

In line with the requirements of Regulation 47 (2) of the Listing Regulations, 2015, the results are available on the website of BSE Limited (URL: www.bseindia.com/corporates) and on the company's website (URL: www.dmcc.com)

9

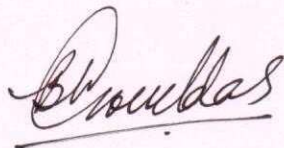
The figures of the last quarter are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures up to the third quarter of the respective financial years and there are no material adjustments made in the results of the quarter ended 31st Mrch, 2020 which pertains to ealrier periods.

10

The Company has recognised MAT Credit Entitlement of Rs. 1,011.14 Lakhs during the year as the Management is confident of payment of Normal Tax in the foreseeable future.

11

The Board of Directors has not recommended any dividend.



The Dharamsi Morarji Chemical Company Limited
(CIN : L24110MH1919PLC000564)

(Rs. In Lakhs)

Particulars	Standalone		Consolidated	
	Year End Audited		Year End Audited	
	As at 31st March, 2020	As at 31st March, 2019	As at 31st March, 2020	As at 31st March, 2019
ASSETS				
Non Current Assets				
Property, Plant and Equipment	8,663.16	8,373.62	8,663.16	8,373.62
Capital work-in-progress	876.86	84.15	876.86	84.15
Goodwill	1,465.10	1,465.10	1,465.10	1,465.10
Other Inangible Assets	19.01	21.49	24.52	27.43
Other non-current assets	179.09	173.76	179.09	173.76
Other non Current Financial Assets				
- Non Currrent Investments	55.85	55.85	39.08	39.08
Total Non Current Assets	11,259.07	10,173.98	11,247.81	10,163.15
Current Assets				
Inventories	2,768.19	2,490.11	2,768.19	2,495.11
Financial Assets				
-Current Investments	240.98	230.93	240.98	230.93
-Trade receivables	2,473.77	3,010.84	2,473.96	3,010.84
-Cash and cash equivalents	788.41	336.68	831.49	381.50
-Bank balances other than cash & cash equivalents	100.45	108.03	100.45	108.03
- Others Current financial assets	71.97	37.57	71.97	37.57
- Current Tax Assets (Net)	2,070.18	946.25	2,070.18	946.25
Other current assets	1,381.23	1,452.80	1,382.98	1,454.49
Total Current Assets	9,895.18	8,613.21	9,940.20	8,664.72
Total Assets	21,154.25	18,787.19	21,188.02	18,827.87
EQUITY AND LIABILITIES				
EQUITY				
Equity Share capital	2,493.99	2,493.99	2,493.99	2,493.99
Other Equity	11,967.96	9,057.86	11,994.34	9,084.42
Total Equity	14,461.95	11,551.85	14,488.34	11,578.41
LIABILITIES				
Non-Current Liabilities				
<i>Financial Liabilities</i>				
-Long Term Borrowings	1,733.77	1,641.55	1,733.77	1,641.55
- Long Term Provisions	250.48	256.06	250.48	256.06
Deferred tax liabilities (Net)	-	-	-	-
Other non-current liabilities	37.83	55.80	37.83	55.80
Total Non Current Liabilities	2,022.08	1,953.41	2,022.08	1,953.41
Current liabilities				
<i>Financial Liabilities</i>				
- Short Term Borrowings	46.57	217.44	46.57	217.44
- Trade payables				
- Due to Micro & Small Enterprises	77.00	176.34	77.00	176.34
- Due to Other than Micro & Small Enterprises	1,591.88	2,279.55	1,597.82	2,290.11
- Other financial liabilities	2,533.30	2,323.42	2,534.74	2,326.98
Other current liabilities	374.58	221.76	374.58	221.76
Provisions	46.89	63.42	46.89	63.42
Total Current Liabilities	4,670.22	5,281.93	4,677.59	5,296.05
Total Liabilities	6,692.30	7,235.34	6,699.67	7,249.46
Total Equity and liabilities	21,154.25	18,787.19	21,188.02	18,827.87

Dharamsi



The Dharamsi Morarji Chemical Company Limited
(CIN : L24110MH1919PLC000564)

(Rs. In Lakhs)

Particulars	Standalone		Consolidated	
	Audited		Audited	
	As at 31st March, 2020	As at 31st March, 2019	As at 31st March, 2020	As at 31st March, 2019
CASH FLOW FROM OPERATING ACTIVITIES:				
Net Profit before tax	2,588.97	4,710.38	2,585.21	4,722.49
Add:				
1 Depreciation and amortisation	615.62	450.53	616.41	451.31
2 Interest charged	203.13	277.14	203.13	277.14
3 Unrealised Foreign Exchange Loss / (Gain)	44.48	-5.28	44.48	-5.28
4 (Gain)/Loss on sale of PPE / Investments	0.40	0.48	0.40	0.48
5 Other OCI impact (Net)	54.98	-12.19	54.98	-12.19
	918.61	710.68	919.40	711.46
Less:				
1 Interest Income	10.10	20.98	10.10	20.98
2 Dividend Income	2.00	2.67	2.00	2.67
3 Increase in Value of Current Investment	10.04	-	10.04	-
	22.14	23.65	22.14	23.65
Operating Profit before change in working capital	3,485.44	5,397.41	3,482.47	5,410.30
Working capital changes:				
Add / (Less):				
1 (Increase) / Decrease in inventories	-278.08	-419.39	-273.08	-424.39
2 (Increase) / Decrease in trade receivables	492.60	-807.78	492.41	-790.54
3 (Increase) / Decrease in Other Financial Assets	-34.40	100.21	-34.40	100.21
4 (Increase) / Decrease in Other non current Assets	-5.33	-12.46	-5.33	-12.46
5 (Increase) / Decrease in Other Current Assets	71.57	-320.90	71.51	-320.77
6 Increase / (Decrease) in trade payables	-787.02	-770.01	-791.65	-788.74
7 Increase / (Decrease) in other long term liabilities	-17.97	-9.79	-17.97	-9.79
8 Increase / (Decrease) in other financial liabilities	209.88	-10.28	207.76	-7.67
9 Increase / (Decrease) in other current liabilities	152.82	-118.67	152.82	-118.68
10 Increase / (Decrease) in Current Provisions	-16.53	14.44	-16.53	14.44
11 Increase / (Decrease) in Non-Current Provisions	-5.58	-15.70	-5.58	-15.70
	-218.04	-2,370.33	-220.04	-2,374.09
Cash generated from operations	3,267.40	3,027.08	3,262.43	3,036.21
Add / (Less):				
Direct taxes paid (Net of refunds)	-563.60	-947.29	-562.84	-951.07
Net Cash inflow from Operating Activities (A)	2,703.80	2,079.79	2,699.59	2,085.14
CASH FLOW FROM INVESTING ACTIVITIES:				
Add:				
1 Proceeds from sale of Property, Plant & Equipment	-	-	-	-
2 Interest received	10.10	20.98	10.10	20.98
3 Dividend received	2.00	2.67	2.00	2.67
	12.10	23.65	12.10	23.65
Less:				
1 Purchase of Property, Plant & Equipment / increase in Capital WIP	-1,695.78	-1,385.16	-1,696.14	-1,379.65
2 (Purchase) / Sale of Current Investment	-	86.62	-	86.62
	-1,695.78	-1,298.54	-1,696.14	-1,293.03
Net Cash inflow from Investing Activities (B)	-1,683.68	-1,274.89	-1,684.04	-1,269.38
CASH FLOW FROM FINANCIAL ACTIVITIES:				
Add:				
1 Receipt from issue of Equity Shares inclusive of share premium	-	-	-	-
2 Proceeds from borrowings (Non Current)	-170.87	217.44	-170.87	217.44
3 Proceeds from borrowings Net of repayment (Current)	-	-	-	-
4 Increase in Restricted Bank Balances other than cash & cash equivalents	7.58	-11.21	7.58	-11.21
5 Increase/(Decrease) in foreign Currency Translation Reserves	-	-	2.82	-0.50
	-163.29	206.23	-160.47	205.73
Less:				
1 Repayment of borrowings (Non-current)	92.22	-441.45	92.22	-441.45
2 Repayment of borrowings net of proceeds (Current)	-	-	-	-
3 Interest and other finance costs	-203.13	-277.14	-203.13	-277.14
4 Payment of Equity Dividend (Incl DDT)	-294.18	-300.17	-294.18	-300.17
	-405.09	-1,018.76	-405.09	-1,018.76
Net Cash inflow from Financing Activities (C)	-568.38	-812.53	-565.56	-813.03
Net (decrease)/increase in cash and cash equivalents	451.74	-7.63	449.99	2.73
Add: Cash and cash equivalents at the beginning of the period	336.67	344.30	381.50	378.77
Cash and cash equivalents at the end of the period	788.41	336.67	831.49	381.50

[Signature]



Chartered Accountants

C/o MIDSNELL, 134 Mittal Tower 'C', Nariman Point, Mumbai 400 021, India.
Phone: (+ 91-22) 6632 4991, 6632 4992. E-mail: rdivan@gmail.com / rahul@midnell.com

INDEPENDENT AUDITOR'S REPORT ON THE AUDIT OF THE STANDALONE FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF THE DHARAMSI MORARJI CHEMICAL COMPANY LIMITED

Opinion

We have audited the accompanying standalone quarterly financial results of THE DHARAMSI MORARJI CHEMICAL COMPANY LIMITED (the company) for the year ended 31 March 2020, 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 ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these standalone financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the year ended 31 March 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw your attention to Note 4 to the financial results which explain the uncertainties and the management's assessment of the financial impact due to the lock-downs and other restrictions and conditions related to the COVID-19 pandemic situation, for which a definitive assessment of the impact in the subsequent period is highly dependent upon circumstances as they evolve. Further, our attendance at the physical inventory verification done by the management was impracticable under the current lock-down restrictions imposed by the government and we have therefore, relied on the related alternative audit procedures to obtain comfort over the existence and condition of inventory at year end.

Our opinion is not modified in respect of this matter.



Associated Firm: Charidabhoj & Jassoobhoj
605-607 Silver Oaks, Paldi, Ahmedabad 380 007.

Management's Responsibilities for the Standalone Financial Results

These quarterly financial results as well as the year to date standalone financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.

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- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

The statement includes the results for the quarter ended 31 March 2020 being the balancing figure between audited figures in respect of the full financial year and unaudited published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Rahul Gautam Divan & Associates
ICAI Firm registration number: 120294W
Chartered Accountants



Rahul Divan
Partner
Membership No.: 100733
UDIN: 20100733AAAABB5991

Place: Mumbai
Date: 11 May 2020

Chartered Accountants

C/o MIDSNELL, 134 Mittal Tower 'C', Nariman Point, Mumbai 400 021, India.
Phone: (+ 91-22) 6632 4991, 6632 4992.

**INDEPENDENT AUDITOR'S REPORT ON THE AUDIT OF CONSOLIDATED FINANCIAL RESULTS
TO THE BOARD OF DIRECTORS OF THE DHARAMSI MORARJI CHEMICAL COMPANY LIMITED**

Opinion

We have audited the accompanying consolidated annual financial results of THE DHARAMSI MORARJI CHEMICAL COMPANY LIMITED (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), for the year ended 31 March 2020, attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us the aforesaid consolidated financial results:

- (i) include the annual financial results of the following entity
 - a. Borax Morarji (Europe) GMBH (Subsidiary)
- (ii) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (iii) gives a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Group for the year ended 31 March 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("Act"). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Results* section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter Paragraph

We draw your attention to Note 4 to the financial results which explain the uncertainties and the management's assessment of the financial impact due to the lock-downs and other restrictions and conditions related to the COVID-19 pandemic situation, for which a definitive assessment of the impact in the subsequent period is highly dependent upon circumstances as they evolve. Further, our attendance at the physical inventory verification done by the management was impracticable under the current lock-down restrictions imposed by the government and we have therefore, relied on the related alternative audit procedures to obtain comfort over the existence and condition of inventory at year end.

Our opinion is not modified in respect of this matter.

Associated Firm: Charidabhoy & Jassoobhoy
605-607 Silver Oaks, Paldi, Ahmedabad 380 007.

Board of Directors' Responsibilities for the Consolidated Financial Results

These Consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group is responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group is responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group is responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal

financial controls with reference to financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results of the entities within the Group to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

Other Matters

The consolidated Financial Results include the unaudited Financial Results of one subsidiary, whose Financial Results reflect Group's share of total assets of Rs. 33.77 Lakh as at 31 March 2020, Group's share of total revenue of Rs. 0.12 lakh and Rs. 1.70 lakh and Group's share of total net loss after tax of Rs. 0.52 lakh and Rs. 3 lakhs for the quarter ended 31 March 2020 and for the period from 01 April 2019 to 31 March 2020 respectively, as considered in the consolidated Financial Results. These unaudited interim Financial Results have been furnished to us by the Management and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on such unaudited Financial Results. In our opinion and according to the information and explanations given to us by the Board of Directors, these Financial Results are not material to the Group.

Our opinion on the consolidated Financial Results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results certified by the Board of Directors.

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The Financial Results include the results for the quarter ended 31 December 2019 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Rahul Gautam Divan & Associates
ICAI Firm registration number: 120294W
Chartered Accountants



Rahul Divan
Partner
Membership No.: 100733
UDIN: 20100733AAAABC5225

Place: Mumbai
Date: 11 May 2020