

August 14, 2024

<p>The National Stock Exchange of India Ltd. Listing Department Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai - 400 051</p> <p>Company Symbol: DMCC</p>	<p>BSE Limited Department of Corporate Services Floor 25, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001</p> <p>Scrip Code : 506405</p>
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Sub: Press Release on financial performance for Q1FY25.

Dear Sir/Madam,

Pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Please find enclosed herewith a Press Release dated August 14, 2024 on the financial performance of the Company for Q1FY25.

You are requested to kindly take the same on your record.

Thanking you,

For DMCC Speciality Chemicals Limited
(Formerly known as “The Dharamsi Morarji Chemical Company Ltd)

Sunil Kumar Goyal
Chief Finance Officer
Encl: As Above

MUMBAI, AUGUST 14, 2024

DMCC Speciality Chemicals Limited, India's leading Sulphur chemistry solutions manufacturer reported its financial performance for Q1FY25.

CONSOLIDATED FINANCIAL HIGHLIGHTS FOR QUARTER ENDED JUNE 30, 2024

REVENUE FROM OPERATIONS	EBITDA	EBITDA MARGIN	PROFIT AFTER TAX
₹ 85.32 cr	₹ 9.05 cr	10.58%	₹ 1.37 cr
↑ 2% Q-o-Q ↓ 0% Y-o-Y	↓ 46% Q-o-Q ↓ 24% Y-o-Y	↓ 732 BPS Q-o-Q ↓ 313 BPS Y-o-Y	↓ 76% Q-o-Q ↓ 56% Y-o-Y

OPERATIONAL HIGHLIGHTS FOR QUARTER ENDED JUNE 30, 2024

EXPORT REVENUES	DOMESTIC REVENUES	SALE OF SPECIALITY CHEMICALS	SALE OF BULK CHEMICALS
20%	80%	48%	52%

COMMENTING ON THE Q1FY25 PERFORMANCE,

Bimal Goculdas, Managing Director and CEO, said

I am pleased to report on our performance for Q1FY25. Despite a challenging operating environment, we maintained a stable topline and achieved a slight improvement in profitability compared to the previous quarter, driven by increased demand in our domestic business. It is important to note that while our profitability appears subdued on a quarter-over-quarter basis, the previous quarter's figures were bolstered by profits from the sale of shares recorded as other income. Operationally, we have performed better than the previous quarter.

During the quarter, we recorded higher volumes in both bulk and speciality chemicals within the domestic market. However, this positive performance was tempered by a significant 30% decline in export demand compared to the last quarter. We anticipate that export demand will normalise over the coming quarters. Elevated freight and power costs continued to pose challenges, impacting our overall cost structure. In response to rising power costs, we are evaluating an offsite solar plant with a capacity of 3-4 MW to reduce long-term power expenses.

Our Boron business has shown robust performance, with strong traction and demand for our products. The export segment's challenges led to a higher volume contribution from bulk chemicals, which impacted our consolidated profitability margins. However, we are witnessing a recovery in demand across the chemical industry, with improving realisations that we expect to reflect positively in our business in the coming quarters.

Over recent years, we have made significant investments in expanding capacities, launching new products, and enhancing management capabilities. While these investments have temporarily impacted profitability, we are confident that as the demand scenario stabilises, we will swiftly ramp up capacity utilisation and drive profitable growth.

We remain optimistic about the future and are committed to leveraging our strategic initiatives to enhance shareholder value.

CONSOLIDATED PROFIT AND LOSS STATEMENT

₹ in cr

PARTICULARS	Q1FY25 (Unaudited)	Q4FY24 (Audited)	Q1FY24 (Unaudited)	QOQ% change	YOY% change
Revenue from Operations	85.32	83.96	85.59	1.62%	-0.32%
Total Income	85.52	93.25	86.51	-8.28%	-1.14%
Total Operating Expense	76.47	76.56	74.65	-0.11%	2.44%
EBITDA (INCLUDING OI)	9.05	16.69	11.86	-45.79%	-23.72%
EBITDA Margins %	10.58%	17.90%	13.71%	(732bps)	(313bps)
Interest Cost	3.01	3.85	3.47	-21.72%	-13.27%
Depreciation and Amortisation	4.17	4.33	3.56	-3.74%	17.10%
Profit Before Taxes (and exceptional items)	1.87	8.51	4.83	-78.07%	-61.34%
Profit After Taxes	1.37	5.77	3.14	-76.27%	-56.32%

FOR FINANCIAL RESULTS

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ABOUT DMCC SPECIALITY CHEMICALS LIMITED (DMCC)

DMCC Speciality Chemicals Limited (DMCC), (formerly known as The Dharamsi Morarji Chemical Company Limited) began its humble journey in 1919 with just one product and one manufacturing unit. It was the first manufacturer of sulphuric acid and phosphate fertilisers in India. The Company evolved over the years to establish its own brand, 'Ship', which soon became the trusted source for quality Single Superphosphate (SSP). Today, DMCC is a fully integrated speciality chemical company that specialises in sulphur, boron and ethanol chemistry, exporting its products to markets worldwide. The Company takes pride in its heritage, and borrows from its experience, to deliver tailor-made solutions to its customers from across the globe. Its products find application in a variety of end-use industries, such as, pharmaceuticals, detergents, dyes, fertilisers, pigments and cosmetics.

FOR FURTHER DETAILS PLEASE GET IN TOUCH WITH

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