

13th February, 2021

BSE Ltd.,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001.

Dear Sir/ Madam,

Sub: Outcome of Board meeting held on 13th February, 2021
Re: Unaudited Financial Results for quarter and nine months ended 31st December, 2020
Ref: Company Code No. 526821.

The Board of Directors of the Company at its meeting held on Saturday, 13th February, 2021, has considered and approved Standalone and Consolidated Unaudited Financial Results of the Company for the quarter and nine months ended 31st December, 2020. Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the following;

1. Un-audited Financial Results (Standalone and Consolidated) for the quarter and nine months ended 31st December, 2020; and
2. Limited Review Reports by the Statutory Auditors of the Company on the aforesaid Un-audited Financial Results.

We are also arranging to publish the above financial results in the newspapers, as per Regulation 47(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Kindly take the above information on your record.

Yours faithfully,
For **DAI-ICHI KARKARIA LIMITED**

Kavita Bhavesh
Thadeshwar

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Bhavesh Thadeshwar
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Kavita Thadeshwar
Company Secretary

Encl: as above

B S R & Co. LLP

Chartered Accountants

14th Floor, Central B Wing and North C Wing,
Nesco IT Park 4, Nesco Center,
Western Express Highway,
Goregaon (East), Mumbai - 400 063

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Limited review report on unaudited quarterly and year to date standalone financial results of Dai-Ichi Karkaria Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To Board of Directors of Dai-Ichi Karkaria Limited

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Dai-Ichi Karkaria Limited for the quarter ended 31 December 2020 and year to date results for the period from 1 April 2020 to 31 December 2020 ("the Statement").
2. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "*Interim Financial Reporting*" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended ("Listing Regulations"). Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the 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 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.
4. 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 applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **B S R & Co. LLP**
Chartered Accountants

Firm's Registration No: 101248W/W-100022

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BALAJIRAO POTHANA
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Balajirao Pothana
Partner

Membership No: 122632

UDIN: 21122632AAAAAF9315

Mumbai
13 February 2021

Registered Office:

DAI-ICHI KARKARIA LIMITED
CIN: L24100MH1960PLC011681

Regd. Off. Liberty Building, Sir V. T. marg, New Marine lines, Mumbai : 400 020

Statement of Standalone Unaudited Financial Results for the Quarter and nine months ended 31 December 2020

(Rs. In lakhs)

	Quarter ended			Nine Months Ended		Year ended
	31-12-2020 Unaudited	30-09-2020 Unaudited	31-12-2019 Unaudited	31-12-2020 Unaudited	31-12-2019 Unaudited	31-03-2020 Audited
1 Revenue from operations	2,325	2,437	3,039	6,544	8,080	10,717
2 Other income	71	194	55	351	227	384
3 Total Income (1+2)	2,396	2,631	3,094	6,895	8,307	11,101
4 Expenses						
(a) Cost of materials consumed	1,322	1,674	1,991	4,220	5,518	7,448
(b) Changes in inventories of finished goods and work-in-progress	308	(36)	45	333	(149)	(297)
(c) Employee benefits expenses	373	347	396	1,072	1,172	1,615
(d) Finance costs	235	245	262	743	777	1,024
(e) Depreciation and amortisation expense	215	238	234	687	708	946
(f) Other expenses	615	609	601	1,651	1,712	2,459
Total Expenses	3,068	3,077	3,529	8,706	9,738	13,195
5 (Loss) before exceptional items (3-4)	(672)	(446)	(435)	(1,811)	(1,431)	(2,094)
6 Exceptional items						
Cost for settlement of litigation (Refer Note 3)	-	-	(35)	-	(400)	(400)
Loss by fire (Refer Note 5)	(4,932)	-	-	(4,932)	-	-
7 (Loss) after exceptional items before tax (5-6)	(5,604)	(446)	(470)	(6,743)	(1,831)	(2,494)
8 Tax (benefit) :						
(a) Current Tax	-	-	-	-	-	-
(b) Deferred Tax	-	-	-	-	-	-
9 (Loss) for the period (7-8)	(5,604)	(446)	(470)	(6,743)	(1,831)	(2,494)
10 Other Comprehensive Income/ (Expense)						
A a) Items that will not be reclassified to Profit & Loss	(3)	(3)	(5)	(9)	(11)	(13)
b) Income Tax relating to items that will not be reclassified to Profit & Loss	-	-	-	-	-	-
11 Total Comprehensive Income for the period (9+10) (net of taxes)	(5,607)	(449)	(475)	(6,752)	(1,842)	(2,507)
12 Paid up Equity Share Capital (Face Value of Rs.10/- per share)	745	745	745	745	745	745
13 Earnings per Equity Share basic and diluted (of Rs.10/- each) (Not annualised)	(75.23)	(5.98)	(6.31)	(90.51)	(24.57)	(33.47)

Shernaz
Firoze Vakil

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Notes :

1) The above unaudited standalone financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 13 February 2021. The figures for the quarter and Nine months ended 31 December 2020 have been subjected to limited review by the statutory auditors. The auditors have expressed an unmodified opinion on the limited review report for the quarter and nine months ended 31 December 2020.

2) The Company's management, pursuant to 'Ind AS 108 – Operating Segments' has concluded that the Company has only one reportable segment which is Specialty Chemicals. Accordingly, no separate disclosures of segment information have been made.

3) A Writ Petition in Mumbai High Court filed by Hind Kamgar Sanghtana (HKS) an unrecognised union, was dismissed by the High Court in April, 2019. Though the High Court Order was in favour of the Company, there were other pending litigations initiated by HKS which would have taken time to be disposed of, resulting in a delay in monetizing the land at Kasarwadi.

In order to expedite monetization of Kasarwadi Land, the Company had executed Consent Terms with Hind Kamgar Sanghtana on 1 November 2019 for settling the long drawn Labour Issue. As per the Consent Terms an amount of Rs. 400 lakhs was paid to HKS and certain workers.

All the litigations from High Court and Industrial Court are withdrawn. The Company is now able to freely move the equipment, stock and other property from the Kasarwadi Plant.

4) The Company has entered into an Agreement for Sale (AFS) on 9 July 2020 with Gera Developments Private Limited, Pune, for sale of its Land Parcel of its undertaking situated at 105th Milestone, Mumbai-Pune Road, P.O. Kasarwadi, Pune – 411034 for an amount of Rs. 15,350 lakhs (Rupees One Hundred Fifty Three Cores and Fifty Lakhs Only). Pursuant to the expiry of AFS in December 2020, the Company entered into a new AFS with the same party on 31 December 2020 valid till 31 March 2021.

5) Pursuant to a fire incident on 22 November 2020 at Dahej factory situated at Plot no. D-2/20, GIDC, Tal. Vagra, Dist. Bharuch – 392130, Gujarat, certain property, plant and equipment and inventory were damaged. It also disrupted the production process and impacted the financial results for the quarter ended December 2020. As a result of the incident, the Company has recognised a loss towards impairment of Rs. 4,932 lakhs (Rs. 4,326 lakhs towards property plant and equipment, Rs. 581 lakhs towards inventories and Rs. 25 lakhs towards other expenses) as an exceptional item in the financial results. The Company assets and stock are covered under insurance policy and a claim has been lodged with the insurance company for the losses suffered. The Company claim is under survey and the same would be accounted for when the claim is approved by the Insurance Company.

6) The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

7) Figures are rounded off to the nearest lakh.

For and on behalf of the Board

Shernaz

Firoze Vakil

S. F. Vakil

Chairperson & Managing Director

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Shernaz Firoze Vakil

Date: 2021.02.13

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Place : Mumbai

Dated : 13 February 2021

B S R & Co. LLP

Chartered Accountants

14th Floor, Central B Wing and North C Wing,
Nesco IT Park 4, Nesco Center,
Western Express Highway,
Goregaon (East), Mumbai - 400 063

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Limited review report on unaudited quarterly and year to date consolidated financial results of Dai-Ichi Karkaria Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To Board of Directors of Dai-Ichi Karkaria Limited

1. We have reviewed the accompanying Statement of unaudited consolidated financial results of Dai-Ichi Karkaria Limited (“the Parent”) and its subsidiary (the Parent and its subsidiary together referred to as “the Group”), and its share of the net profit after tax and total comprehensive income of its joint venture for the quarter ended 31 December 2020 and the year to date results for the period from 1 April 2020 to 31 December 2020 (“the Statement”), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (‘Listing Regulations’).
2. This Statement, which is the responsibility of the Parent’s management and approved by the Parent’s Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 “*Interim Financial Reporting*” (“Ind AS 34”), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.
4. The Statement includes the results of the following entities:
 - Dai-Ichi Gosei Chemicals (India) Limited – Subsidiary
 - ChampionX Dai-Ichi India Private Limited – Joint venture

Dai-Ichi Karkaria Limited

Limited review report on unaudited quarterly and year to date consolidated financial results of Dai-Ichi Karkaria Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Continued)

5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B S R & Co. LLP
Chartered Accountants

Firm's Registration No: 101248W/W-100022

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Balajirao Pothana
Partner

Membership No: 122632

UDIN: 21122632AAAAAE6768

Mumbai
13 February 2021

Statement of Consolidated Unaudited Financial Results for the Quarter and nine months ended 31 December 2020

(Rs. In lakhs)

	Quarter ended			Nine Months Ended		Year ended
	31-12-2020 Unaudited	30-09-2020 Unaudited	31-12-2019 Unaudited	31-12-2020 Unaudited	31-12-2019 Unaudited	31-03-2020 Audited
1 Revenue from operations	2,325	2,437	3,039	6,544	8,080	10,717
2 Other income	71	194	55	351	227	384
3 Total Income (1+2)	2,396	2,631	3,094	6,895	8,307	11,101
4 Expenses						
(a) Cost of materials consumed	1,322	1,674	1,991	4,220	5,518	7,448
(b) Changes in inventories of finished goods and work-in-progress	308	(36)	45	333	(149)	(297)
(c) Employee benefits expenses	373	347	396	1,072	1,172	1,615
(d) Finance costs	235	245	262	743	777	1,024
(e) Depreciation and amortisation expense	215	238	234	687	708	946
(f) Other expenses	615	609	601	1,651	1,712	2,459
Total Expenses	3,068	3,077	3,529	8,706	9,738	13,195
5 (Loss) before exceptional items (3-4)	(672)	(446)	(435)	(1,811)	(1,431)	(2,094)
6 Exceptional items						
Cost for settlement of litigation (Refer Note 3)	-	-	(35)	-	(400)	(400)
Loss by fire (Refer Note 5)	(4,932)	-	-	(4,932)	-	-
7 (Loss) after exceptional items before tax (5-6)	(5,604)	(446)	(470)	(6,743)	(1,831)	(2,494)
8 Tax (benefit) :						
(a) Current Tax	-	-	-	-	-	-
(b) Deferred Tax	-	-	-	-	-	-
9 (Loss) for the period (7-8)	(5,604)	(446)	(470)	(6,743)	(1,831)	(2,494)
10 Share of Profit of Joint Venture	22	50	90	142	121	202
11 Net (Loss) after tax after share of profit of Joint venture (9+10)	(5,582)	(396)	(380)	(6,601)	(1,710)	(2,292)
12 Profit attributable to non controlling interest	* -	* -	* -	* -	* -	* -
13 (Loss) after non controlling Interest (11-12)	(5,582)	(396)	(380)	(6,601)	(1,710)	(2,292)
14 Other Comprehensive Income/ (Expense)						
A a) Items that will not be reclassified to Profit & Loss	(3)	(3)	(5)	(9)	(11)	(13)
b) Income Tax relating to items that will not be reclassified to Profit & Loss						
c) Share of Profit in Joint Ventures (Net of Tax)	(0)	* -	(1)	(1)	(2)	(1)
15 Total Comprehensive Income for the period (13+14) (net of taxes)	(5,585)	(399)	(386)	(6,611)	(1,723)	(2,306)
16 Paid up Equity Share Capital (Face Value of Rs.10/- per share)	745	745	745	745	745	745
17 Earnings per Equity Share basic and diluted (of Rs.10/- each) (Not annualised)	(74.93)	(5.31)	(5.10)	(88.60)	(22.95)	(30.75)

* Represents amount less than Rs. 1 lakh

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Notes :

- 1) The above unaudited consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 13 February 2021. The figures for the quarter and nine months ended 31 December 2020 have been subjected to limited review by the statutory auditors. The auditors have expressed an unmodified opinion on the limited review report for the quarter and nine months ended 31 December 2020.
- 2) The Company's management, pursuant to 'Ind AS 108 – Operating Segments' has concluded that the Company has only one reportable segment which is Specialty Chemicals. Accordingly, no separate disclosures of segment information have been made.
- 3) A Writ Petition in Mumbai High Court filed by Hind Kamgar Sanghtana (HKS) an unrecognised union, was dismissed by the High Court in April, 2019. Though the High Court Order was in favour of the Company, there were other pending litigations initiated by HKS which would have taken time to be disposed of, resulting in a delay in monetizing the land at Kasarwadi. In order to expedite monetization of Kasarwadi Land, the Company had executed Consent Terms with Hind Kamgar Sanghtana on 1 November 2019 for settling the long drawn Labour Issue. As per the Consent Terms an amount of Rs. 400 lakhs was paid to HKS and certain workers. All the litigations from High Court and Industrial Court are withdrawn. The Company is now able to freely move the equipment, stock and other property from the Kasarwadi Plant.
- 4) The Company has entered into an Agreement for Sale (AFS) on 9 July 2020 with Gera Developments Private Limited, Pune, for sale of its Land Parcel of its undertaking situated at 105th Milestone, Mumbai-Pune Road, P.O. Kasarwadi, Pune – 411034 for an amount of Rs. 15,350 lakhs (Rupees One Hundred Fifty Three Cores and Fifty Lakhs Only). Pursuant to the expiry of AFS in December 2020, the Company entered into a new AFS with the same party on 31 December 2020 valid till 31 March 2021.
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- 7) Figures are rounded off to the nearest lakh.

For and on behalf of the Board

Shernaz
Firoze Vakil

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Shernaz Firoze Vakil
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S. F. Vakil

Chairperson & Managing Director

Place : Mumbai

Dated : 13 February 2021