

13th August, 2021

BSE Limited,
PhirozeJeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001.

Dear Sir/ Madam,

Sub: Outcome of Board meeting held on August 13, 2021
Re: Standalone & Consolidated Un-audited Financial Results for quarter ended 30th June, 2021
Ref: Company Code No. 526821.

The Board of Directors of the Company at its meeting held on Friday, 13th August, 2021, has inter-alia considered and approved Standalone and Consolidated Unaudited Financial Results of the Company for the quarter ended 30th June, 2021. 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 ended 30th June, 2021; and
2. Limited Review Report by the Statutory Auditors of the Company on the aforesaid Un-audited Financial Results.

The meeting of the Board of Directors commenced at 3.30 p.m. and concluded at 5.10 p.m.

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**

Ankit

Parimal Shah

Ankit Shah

Company Secretary and Compliance officer

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Encl: as above

B S R & Co. LLP

Chartered Accountants

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

Telephone: +91 22 6257 1000
Fax: +91 22 6257 1010

Limited review report on unaudited quarterly 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 30 June 2021 (“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) Regulations, 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. Attention is drawn to the fact that the figures for the three months ended 31 March 2021 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of the previous financial year had only been reviewed and not subjected to audit.
5. 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 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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HOSHEDER BAMJI

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Farhad Bamji
Partner

Membership No: 105234
UDIN:21105234AAAABN7692

Mumbai
13 August 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 ended 30 June 2021

(Rs. In lakhs)

	Quarter ended			Year ended
	30-06-2021 Unaudited	31-03-2021 Audited (Refer Note No 7 below)	30-06-2020 Unaudited	31-03-2021 Audited
1 Revenue from operations	3,466	3,198	1,782	9,742
2 Other income	97	278	86	629
3 Total Income (1+2)	3,563	3,476	1,868	10,371
4 Expenses				
(a) Cost of materials consumed	2,611	2,791	1,224	7,011
(b) Changes in inventories of finished goods and work-in-progress	(157)	(610)	61	(277)
(c) Employee benefits expenses	352	404	352	1,476
(d) Finance costs	23	177	263	920
(e) Depreciation and amortisation expense	167	164	234	851
(f) Other expenses	1,063	1,236	427	2,887
Total Expenses	4,059	4,162	2,561	12,868
5 (Loss) before exceptional item (3-4)	(496)	(686)	(693)	(2,497)
6 Exceptional items				
Loss by Fire (Refer note 3)	-	-	-	4,932
Profit on sale of Land (Net) (Refer note 4)	-	(13,147)	-	(13,147)
7 (Loss) / Profit after exceptional item before tax (5-6)	(496)	12,461	(693)	5,718
8 Tax (benefit) :				
(a) Current Tax	-	770	-	770
(b) Deferred Tax	-	(31)	-	(31)
9 (Loss) / Profit for the period (7-8)	(496)	11,722	(693)	4,979
10 Other Comprehensive Income/ (Expense)				
A a) Items that will not be reclassified to Profit & Loss	(2)	31	(3)	22
b) Income Tax relating to items that will not be reclassified to Profit & Loss	* -	(6)	* -	(6)
11 Total Comprehensive Income for the period (9+10) (net of taxes)	(498)	11,747	(696)	4,995
12 Paid up Equity Share Capital (Face Value of Rs.10/- per share)	745	745	745	745
13 Earnings per Equity Share basic and diluted (of Rs.10/- each) (Not annualised)	(6.65)	157.34	(9.30)	66.83

* Represents amount less than Rs 1 lakh

Notes :

- 1) The above unaudited standalone financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on 13 August 2021. The figures for the quarter ended 30 June 2021 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 ended 30 June 2021.
- 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) 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 performance of the Company for the year ended 31 March 2021. As a result of the incident, the Company had recognised a loss 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 standalone financial results. The Company's assets and inventories are covered under an Insurance policy and a claim has been lodged with the Insurance company for the losses suffered. The Company's claim is under survey and the same would be accounted for when the claim is approved by the Insurance Company.
- 4) The Company sold its Land Parcel situated at 105th Milestone, Mumbai-Pune Road, P.O. Kasarwadi, Pune – 411034 to Gera Developments Private Ltd., Pune for a consideration of Rs. 15,350 lakhs via the land sale conveyance deed executed on 5 March 2021. The Company received the sale consideration and recognised a gain of Rs. 13,147 lakhs (net of costs incurred in obtaining clearances from various departments and towards consultant fees for selling the land aggregating to Rs. 1,750 lakhs) as an exceptional item in the standalone financial results.
- 5) 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.
- 6) The Company has considered the impact of Covid-19 pandemic on its business operations and financial results based on its review of current indicators of future economic conditions. However, the impact assessment of this pandemic is a continuing process given the uncertainties associated with its nature and duration, and accordingly, the Company will continue to monitor any material changes to future economic conditions
- 7) The figures in respect for the quarter ended 31 March 2021 are the balancing figures between the audited figures in respect of full financial year and the published year to date figures up to third quarter of the respective financial year.
- 8) Figures are rounded off to the nearest lakh.

Place : Mumbai
Dated : 13 August 2021

For and on behalf of the Board
Shernaz
Firoze Vakil
S. F. Vakil
Chairperson & Managing Director

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Shernaz Firoze Vakil
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B S R & Co. LLP

Chartered Accountants

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

Telephone: +91 22 6257 1000
Fax: +91 22 6257 1010

Limited review report on unaudited quarterly 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 loss after tax and total comprehensive loss of its joint venture for the quarter ended 30 June 2021 (“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
5. Attention is drawn to the fact that the figures for the three months ended 31 March 2021 as reported in these financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of the previous financial year had only been reviewed and not subjected to audit.

Registered Office:

Dai-Ichi Karkaria Limited

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

6. 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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BAMJI**

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Farhad Bamji

Partner

Membership No: 105234

UDIN:21105234AAAABO5508

Mumbai
13 August 2021

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

Statement of Consolidated Unaudited Financial Results for the Quarter ended 30 June 2021

(Rs. In lakhs)

	Quarter ended			Year ended
	30-06-2021 Unaudited	31-03-2021 Audited (Refer Note No 7 below)	30-06-2020 Unaudited	31-03-2021 Audited
1 Revenue from operations	3,466	3,198	1,782	9,742
2 Other income	97	143	86	494
3 Total Income (1+2)	3,563	3,341	1,868	10,236
4 Expenses				
(a) Cost of materials consumed	2,611	2,791	1,224	7,011
(b) Changes in inventories of finished goods and work-in-progress	(157)	(610)	61	(277)
(c) Employee benefits expenses	352	404	352	1,476
(d) Finance costs	23	177	263	920
(e) Depreciation and amortisation expense	167	164	234	851
(f) Other expenses	1,063	1,236	427	2,887
Total Expenses	4,059	4,161	2,561	12,868
5 (Loss) before exceptional item (3-4)	(496)	(820)	(693)	(2,632)
6 Exceptional items				
Loss by Fire (Refer note 3)	-	-	-	4,932
Profit on sale of Land (Net) (Refer note 4)	-	(13,147)	-	(13,147)
7 (Loss) / Profit after exceptional item before tax (5-6)	(496)	12,327	(693)	5,583
8 Tax (benefit) :				
(a) Current Tax	-	770	-	770
(b) Deferred Tax	-	(31)	-	(31)
9 (Loss) / Profit for the period (7-8)	(496)	11,588	(693)	4,844
10 Share of (Loss) / Profit of Joint Venture	(26)	82	70	224
11 Net (Loss) / Profit after tax after share of profit of Joint venture (9+10)	(522)	11,670	(623)	5,068
12 Profit attributable to non controlling interest	* -	* -	* -	* -
13 (Loss)/Profit after non controlling Interest (11-12)	(522)	11,670	(623)	5,068
14 Other Comprehensive Income/ (Expense)				
A a) Items that will not be reclassified to Profit & Loss	(2)	31	(3)	22
b) Income Tax relating to items that will not be reclassified to Profit & Loss	* -	(6)	* -	(6)
c) Share of Profit in Joint Ventures (Net of Tax)	* -	(1)	* -	(2)
15 Total Comprehensive Income for the period (13+14) (net of taxes)	(524)	11,693	(626)	5,082
16 Paid up Equity Share Capital (Face Value of Rs.10/- per share)	745	745	745	745
17 Earnings per Equity Share basic and diluted (of Rs.10/- each) (Not annualised)	(7.00)	156.64	(8.36)	68.03

* Represents amount less than Rs 1 lakh

Notes :

- 1) The above unaudited consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors of Dai-ichi Karkaria Limited ("The Holding Company") at their respective meetings held on 13 August 2021. The figures for the quarter ended 30 June 2021 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 ended 30 June 2021.
- 2) The Group'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) 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 performance of the Holding Company for the year ended 31 March 2021. As a result of the incident, the Holding Company had recognised a loss 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 consolidated financial results. The Holding Company's assets and inventories are covered under an Insurance policy and a claim has been lodged with the Insurance company for the losses suffered. The Holding Company's claim is under survey and the same would be accounted for when the claim is approved by the Insurance Company.
- 4) The Holding Company sold its Land Parcel situated at 105th Milestone, Mumbai-Pune Road, P.O. Kasarwadi, Pune – 411034 to Gera Developments Private Ltd., Pune for a consideration of Rs. 15,350 lakhs via the land sale conveyance deed executed on 5 March 2021. The Holding Company received the sale consideration and recognised a gain of Rs. 13,147 lakhs (net of costs incurred in obtaining clearances from various departments and towards consultant fees for selling the land aggregating to Rs. 1,750 lakhs) as an exceptional item in the consolidated financial results.
- 5) 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 Group 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.
- 6) The Group has considered the impact of Covid-19 pandemic on its business operations and financial results based on its review of current indicators of future economic conditions. However, the impact assessment of this pandemic is a continuing process given the uncertainties associated with its nature and duration, and accordingly, the Group will continue to monitor any material changes to future economic conditions
- 7) The figures in respect for the quarter ended 31 March 2021 are the balancing figures between the audited figures in respect of full financial year and the published year to date figures up to third quarter of the respective financial year.
- 8) Figures are rounded off to the nearest lakh.

For and on behalf of the Board

Shernaz
Firoze Vakil

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S. F. Vakil

Chairperson & Managing Director

Place : Mumbai

Dated : 13 August 2021