



August 18, 2023

BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai 400 001.

Dear Sir/Madam,

Sub: Company's update for the quarter ended June 30, 2023.
Ref: Dai-ichi Karkaria Limited (Scrip Code 526821)

We hereby enclose a copy of Company's update for the quarter ended June 30, 2023.

You are requested to take above information on your record.

Thanking you,

For **DAI-ICHI KARKARIA LIMITED**

Ankit Shah
Company Secretary & Compliance Officer

Encl: as above



Company's update

Quarter ended June 30, 2023

The Indian Specialty Chemical market has witnessed a slight degrowth due to factors such as slow global demand and destocking of inventory. We expect there to be a positive outlook in the sector over the coming quarters. Our performance in the first quarter of 2023, has echoed these trends, however we do expect positive growth throughout the rest of the year.

Q1 is historically a slow quarter for the company due to slow demand in the Oilfield sector at this time of year. We are on track to meet our aggressive growth budget for the year and expect to see that reflected in the next three quarters. The sectors of Agrochemicals, Paints & Coatings, and Textiles registered a growth from the previous quarter and we expect that to continue over the course of the year.

Some operational factors led to the subdued performance this quarter; limited production output from the EO plant that was undergoing scheduled maintenance, as well as a shortage of supply of Ethylene Oxide. The company had sales orders in hand but was unable to fulfil the requirements due to these circumstances.

Our new plant has been fully commissioned and production of Oil Field products has started in the newly installed vessels. In addition, we have modified the plant to ensure that we can produce non-oilfield products which will support the cyclical nature of the oilfield business. This can now be considered a multi-purpose plant which is diversified and can adapt to the market demands.

The future of the Specialty chemical industry looks bright with the de-risking of procurement from China, accelerating the China +1 strategy for major global players. Our company has plans to increase exports with a focus on Oilfield Chemicals, Paints & Coatings and Agrochemicals in this area. We expect this to result in overall higher contribution margins coupled with higher EBIDTA %. Our continuous focus on R&D and relationships with international customers will ensure our relevance as a leading Indian specialty company, pioneering innovative products to an evolving global market.

Sd/-
Meher Vakil, Managing Director

The results of the Company are available for investors at www.bseindia.com and on the Company's website - www.dai-ichiindia.com/investors