



25/2016/133
27th May, 2016

THE DHARAMSI MORARJI CHEMICAL CO. LTD.

CIN NUMBER : L24110MH1919PLC000564

IN DUPLICATE

The Secretary,
The Stock Exchange, Mumbai,
1st Floor, Rotunda Bldg.,
B. S. Marg, Fort,
Mumbai 400 001.

Scrip Code " 506405

Kind Attn : **Mr. S. Subramanian, DCS-CRD**

Dear Sir,

Sub : Audited Financial Results for the quarter (January, 2016 to March,2016)
and year ended 31st March, 2016 and Form B


This is to inform you that Board of Directors at its meeting held on Friday , 27th May, 2016 have approved the audited financial result for the quarter and year ended 31st March, 2016. Accordingly, in terms of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we enclose the following:-

- i. Auditor's Report on audited financial results.
- ii. Financial Results for the quarter/twelve months ended 31st March, 2016.
- iii. Statement of Assets and Liabilities
- iv. Form B - Pursuant to Clause 31(a) of the Listing Agreement.

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 Co. Ltd.,**


D. T. Gokhale
Company Secretary

encl : a/a

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Auditor's Report on Quarterly Financial Results and Year to date Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

The Board of Directors

THE DHARAMSI MORARJI CHEMICAL COMPANY LIMITED

1. We have audited the quarterly financial results of **THE DHARAMSI MORARJI CHEMICAL COMPANY LIMITED** ('the Company') for the quarter ended 31st March, 2016 and the financial results for the year ended on 31st March, 2016 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

This statement is the responsibility of the Company's management.

The financial results for the quarter ended on 31st March, 2016 have been prepared on the basis of the financial results for the nine months period ended 31st December, 2015, the audited annual financial statements as at and for the year ended on 31st March, 2016 and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The quarterly financial results are the derived figures between the audited figures in respect of the year ended 31st March, 2016 and the published year to date figures up to 31st December, 2015 being the date of the end of the third quarter of the current financial year which were subject to limited review.

Our responsibility is to express an opinion on these financial results based on (a) our review of the financial results for the nine months period ended on 31st December, 2015 which was prepared in accordance with the recognition and measurement principles laid down in Accounting Standard – 25, Interim Financial Reporting specified under section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India (b) our audit of the annual financial statements as at and for the year ended on 31st March, 2016 and (c) the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

2. We conducted our audit in accordance with the Standards on Auditing generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free from material misstatement.



An audit includes examining on a test basis, evidence supporting the amounts disclosed in financial results. An audit also assessing the accounting principles used and significant estimates made by management.

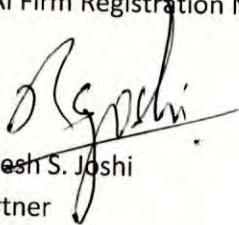
We believe that our audit provides a reasonable basis for our opinion.

Basis for Qualified Opinion

The Company had recognized net deferred tax asset in earlier years aggregating to Rs.2654.15 Lacs till 31st March, 2009 considering unabsorbed loss up to 31st March, 2008 and unabsorbed depreciation up to 31st March, 2009. For subsequent financial period, further net deferred tax asset has not been recognized in view of management's perceptions and reasons detailed in Note No.2. We are not in a position to opine on the realisability of the said net deferred tax asset. Consequently, the Accumulated Losses as at the year-end would have been higher by Rs.2654.15 Lacs.

3. In our opinion and to the best of our information and according to the explanations given to us and *except for the possible effects of the matter described in the Basis for Qualified Opinion Paragraph*, these quarterly financial results as well as the year to date results are
 - (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and
 - (ii) give a true and fair view of the net profit and other financial information for the quarter and the year ended on 31st March, 2016.
4. Further, read with Paragraph 1 above, we report that the figures for the quarter ended 31st March, 2016 represent the derived figures between the audited figures in respect of the financial year ended 31st March, 2016 and the published year to date figures up to 31st December, 2015 being the date of the end of the third quarter of the current financial year which were subjected to limited review as stated in paragraph 1 above, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

For K.S.Aiyar & Co;
Chartered Accountants;
ICAI Firm Registration No. 100186 W


Rajesh S. Joshi
Partner

M. No. 38526

Place: Mumbai

Date: 27th May, 2016

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)

Audited Financial Results for the quarter and year ended 31-03-2016

Part I					
Rs. In Lacs					
Particulars	Quarter ended 31.03.2016	Quarter ended 31.12.2015	Quarter ended 31.03.2015	Year ended 31.03.2016	Year ended 31.03.2015
	Audited	Reviewed	Audited	Audited	Audited
1. Income from Operations					
(a) Net Sales/Income from Operations (net of excise duty)	2,824.14	1,905.23	3,507.41	9,980.34	11,948.32
(b) Other Operating Income	25.10	10.58	-	95.94	58.11
Total income from operations (net)	2,849.24	1,915.81	3,507.41	10,076.28	12,006.43
2. Expenditure					
a. Cost of materials consumed	1,398.31	1,293.57	1,914.46	5,657.27	7,165.81
b. Purchase of stock-in-trade	0.99	8.92	4.69	21.85	148.94
c. Changes in inventory of finished goods, work-in-progress	200.91	(187.48)	235.57	(40.10)	(178.71)
d. Power & Fuels	121.88	125.41	89.31	532.15	539.57
e. Repairs to Plant & Machinery and Buildings (Note-3)	225.61	194.16	107.36	612.72	401.51
f. Employees benefits expense	213.30	220.47	101.26	783.77	719.01
g. Depreciation	60.44	55.67	63.31	225.83	243.85
h. Other expenditure	181.59	233.26	301.88	894.95	1,354.22
Total Expenses	2,403.02	1,943.99	2,817.84	8,688.44	10,394.20
3. Profit/(Loss) from Operations before Other Income, finance cost and Exceptional Items (1-2)	446.22	(28.18)	689.57	1,387.84	1,612.23
4. Other Income	14.09	2.28	9.10	42.75	29.33
5. Profit/(Loss) from ordinary activities before finance cost and	460.31	(25.90)	698.67	1,430.59	1,641.56
6. Finance Costs	47.58	22.42	46.40	116.04	184.63
7. Profit/(Loss) from ordinary activities after finance cost but before Exceptional Items (5+/- 6)	412.72	(48.31)	652.27	1,314.55	1,456.93
8. Exceptional item	-	-	142.60	-	58.65
9. Profit/(Loss) from Ordinary Activities before tax (7+/- 8)	412.72	(48.31)	509.67	1,314.55	1,398.28
10. Tax expense for MAT	117.38	-	-	117.38	-
11. Net Profit/(Loss) from Ordinary Activities after tax (9 +/- 10)	295.34	(48.31)	509.67	1,197.17	1,398.28
12. Extraordinary Item	-	-	-	-	-
13. Net Profit/(Loss) for the period (11 +/- 12)	295.34	(48.31)	509.67	1,197.17	1,398.28
14. Paid up share capital					
a) Equity shares- Rs. 10/- each fully paid up.	2,125.78	2,125.78	2,125.78	2,125.78	2,125.78
b) Preference shares- Rs.100/- each fully paid up.	880.00	880.00	880.00	880.00	880.00
15. Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year				1,259.00	61.83
16. Earnings Per Share (before & after extra-ordinary items)	1.31	(0.31)	2.32	5.32	6.27

For The Dharamsi Morarji Chemical Co. Ltd.

Notes forming part of the above results are annexed



B. L. Goculdas

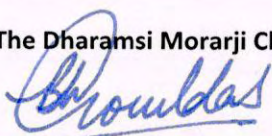

B. L. Goculdas

Chief Executive Officer

Mumbai, 27th May 2016



The Dharamsi Morarji Chemical Co. Ltd.

Statement of Assets and Liabilities	As at 31.03.2016	As at 31.03.2015
A. EQUITY & LIABILITIES		
1. Shareholders funds		
a) Share Capital	3005.78	3005.78
b) Reserves and surplus	1259.00	61.83
Subtotal- Shareholders' Funds	4264.78	3067.61
2. Non - Current Liabilities		
a) Long term borrowings	1543.18	2385.20
b) Other long term liabilities	66.35	71.35
c) Long term provisions	174.09	213.16
Subtotal- Non Current Liabilities	1783.62	2669.71
3. Current Liabilities		
a) Trade payables	1684.05	1485.41
b) Other current liabilities	1533.73	1502.91
c) Short term provisions	280.46	110.65
Subtotal-Current Liabilities	3498.24	3098.97
Total- Equity and Liabilities	9546.64	8836.29
B. ASSETS		
1. Non current Assets		
a) Fixed Assets	2554.13	2444.02
b)Capital WIP	501.72	58.91
c) Non - current investments	38.08	34.08
d) Deferred tax assets (net)	2654.15	2654.15
e) Long term loans and advances	157.48	162.17
Subtotal- Non Current Assets	5905.56	5353.33
2. Current Assets		
a) Inventories	1525.39	1203.34
b) Trade receivables	1296.86	1432.52
c) Cash and Bank Balances	335.26	338.61
d) Other current Assets	483.57	508.49
Subtotal - Current Assets	3641.08	3482.96
Total - Assets	9546.64	8836.29
<p>For The Dharamsi Morarji Chemical Co.Ltd.,</p>  <p>B. L. Goculdas Chief Executive Officer</p>		
<p>Mumbai, 27th May 2016</p> 		



Notes:

1. Earning per Equity Share (EPS) indicated in the Financial Results is calculated after considering the applicable dividend in respect of the Cumulative Non-Convertible Redeemable Preference Shares (including the applicable Corporate Dividend Tax thereon), in accordance with the Accounting Standard on Earning Per Share (AS-20).
2. As regards the Auditors' observation in their report on the Audited Accounts of the Company for the Financial Year ended March 31, 2016 regarding recognition of "Deferred Tax Asset" amounting to Rs.2654.15 Lacs (considering Unabsorbed Business Losses up to 31.03.2008 & Unabsorbed Depreciation up to 31.03.2009), the Company expects significant profits based on the enhanced future earnings. This will result in utilization of Deferred Tax Asset.
3. The Company had a plant maintenance shut down in the quarter ended 31.12.2015 and, as such, the figures are not comparable with other Quarters/ periods.
4. The Company is engaged in the chemicals business only and therefore, there is only one reportable segment in accordance with the Accounting Standard on Segment Reporting (AS-17).
5. Previous quarter's / year's figures have been re-grouped/rearranged, wherever necessary.
6. The above Audited Financial Results were reviewed and recommended by the Audit Committee and have been approved by the Board of Directors of the Company at their meeting held on 27th May, 2016.





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THE DHARAMSI MORARJI CHEMICAL CO. LTD.

CIN NUMBER : L24110MH1919PLC000564

FORM B

1	Name of the Company	The Dharamsi Morarji Chemical Company Limited																														
2	Annual Financial statements for the year ended	31 st March, 2016																														
3	Type of Audit qualification	Qualified																														
4	Frequency of qualification	Repetitive w.e.f. 31.3.2007 onwards.																														
5	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors report:	<p><i>"Auditors' observation" (in quotes) :</i></p> <p><i>"The Company had recognized net deferred tax asset in earlier years aggregating to Rs.2654.15 lacs till 31st March, 2009, considering unabsorbed loss upto 31st March, 2008 and unabsorbed depreciation up to 31st March, 2009. For the subsequent financial periods, further net deferred tax asset has not been recognized in view of management's perceptions and reason detailed in Note No.V(c). We are not in a position to opine on the realisability of the said net deferred Tax Asset. Consequently, the Accumulated losses as at the end of the year would have been higher by Rs.2654.15 Lacs".</i></p> <p>Management Response:</p> <p>Deferred Tax Assets (Net)</p> <p>The break-up of the Deferred Tax Liability / (Deferred Tax asset) as on 31.03.2016 and 31.03.2015, recognized by the Company in the books of account, is as follows :</p> <table border="1"><thead><tr><th>Particulars</th><th>As at 31-03-2016 Rs. In Lacs</th><th>As at 31-03-2015 Rs. In Lacs</th></tr></thead><tbody><tr><td>Deferred Tax Liabilities :</td><td></td><td></td></tr><tr><td>Difference between book and tax depreciation</td><td>1611.05</td><td>1611.05</td></tr><tr><td>Others</td><td>221.90</td><td>221.90</td></tr><tr><td>Total</td><td>1832.95</td><td>1832.95</td></tr><tr><td>Deferred Tax Assets :</td><td></td><td></td></tr><tr><td>Unabsorbed depreciation/Business loss</td><td>3610.68</td><td>3610.68</td></tr><tr><td>Others</td><td>876.42</td><td>876.42</td></tr><tr><td>Total</td><td>4487.10</td><td>4487.10</td></tr><tr><td>Net Deferred Tax Liabilities / (Deferred Tax Assets) :</td><td>(2654.15)</td><td>(2654.15)</td></tr></tbody></table>	Particulars	As at 31-03-2016 Rs. In Lacs	As at 31-03-2015 Rs. In Lacs	Deferred Tax Liabilities :			Difference between book and tax depreciation	1611.05	1611.05	Others	221.90	221.90	Total	1832.95	1832.95	Deferred Tax Assets :			Unabsorbed depreciation/Business loss	3610.68	3610.68	Others	876.42	876.42	Total	4487.10	4487.10	Net Deferred Tax Liabilities / (Deferred Tax Assets) :	(2654.15)	(2654.15)
Particulars	As at 31-03-2016 Rs. In Lacs	As at 31-03-2015 Rs. In Lacs																														
Deferred Tax Liabilities :																																
Difference between book and tax depreciation	1611.05	1611.05																														
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Total	1832.95	1832.95																														
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Unabsorbed depreciation/Business loss	3610.68	3610.68																														
Others	876.42	876.42																														
Total	4487.10	4487.10																														
Net Deferred Tax Liabilities / (Deferred Tax Assets) :	(2654.15)	(2654.15)																														



		<p>The Company's business over the last few years has been steadily growing at an impressive rate. This has been possible due to appropriate marketing efforts coupled with quality consciousness on the part of the Company. The focused R & D activity to identify and develop relevant products meeting high quality standards has always remained vital to the Company's business and efforts are undertaken to spread this message across the customer base both abroad as well as domestic. The Company is confident of improving the current growth rate substantially in overseas business in addition to consolidating the domestic market both in Specialty and Bulk chemicals. In the near term, the Company expects to achieve this objective by making use of the available unutilized capacity as well as building up additional capacity. The marketing team is also being strengthened. Consequently, there is virtual certainty of realization of "Deferred Tax asset" mainly resulting from unabsorbed depreciation and carried forward losses. Accordingly, the recognized "Deferred Tax Asset" of Rs.2654.15 Lacs as at 31.03.2009, without any addition, is being carried forward.</p>
6	Additional comments from the board/audit committee chairman	Nil
7	To be signed by:- CEO CFO Auditor of the Company Audit Committee Chairman	 <p>The block contains four handwritten signatures and two official stamps. The signatures are: a blue ink signature for the CEO, a blue ink signature for the CFO, a blue ink signature for the Auditor of the Company, and a blue ink signature for the Audit Committee Chairman. The stamps include a purple circular stamp for 'THE GHARAJI BHARAJI CHEMICALS CO. LTD.' and a blue circular stamp for 'K. S. SAIYAR & CO. Chartered Accountants MUMBAI-11'.</p>

Place: Mumbai
Date : 27/05/2016