



100 Years of Sulphur Chemistry

Sec.25/2019/70

28<sup>th</sup> May, 2019

The Secretary,  
BSE Limited, 1<sup>st</sup> Floor, Rotunda Building,  
B S Marg, Fort, Mumbai 400 001.

Scrip Code "506405"

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

Dear Sirs,

**Sub: Financial Results (Standalone) for the fourth quarter January, 2019 to March, 2019 and  
Financial Results (Standalone & Consolidated) year ended 31<sup>st</sup> March, 2019**

This is to inform you that the Board of Directors at its Meeting held on Tuesday, 28<sup>th</sup> May, 2019 have approved and taken on record the audited financial results for the quarter and year ended 31<sup>st</sup> March, 2019.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), read with SEBI Circular CIR/CFD/CMD/56/2016 dated 27<sup>th</sup> May, 2016 on "Disclosure of the impact of Audit Qualifications by Listed Entities", we would like to confirm that M/s Rahul Gautam Divan & Associates, Statutory Auditors of the Company, have issued Audit Reports with unmodified opinion on the above financial results.

Accordingly, in terms of Regulations 33 of SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015, we enclose the following:

- i. Financial Results (Standalone) for the fourth quarter January, 2019 to March, 2019.
- ii. Auditor's Report on standalone financial results.
- iii. Audited Report on consolidated financial results.
- iv. Financial Results for the quarter / twelve months ended 31<sup>st</sup> March, 2019.
- v. Statement of Assets and Liabilities.


The Board of Directors have recommended that the interim dividend of Rs. 0.50 per equity share (face value of Rs. 10/- each) declared on 07.12.2018 and already paid to shareholders on 3<sup>rd</sup> January 2019, be considered as final dividend for the financial year ended 31<sup>st</sup> March 2019, subject to approval of the Shareholders at the ensuing Annual General Meeting (AGM), scheduled to be held in the month of September 2019.

The Board has recommended a preference dividend @ 2.5% (Rs.7 Lakhs) on cumulative, non-convertible redeemable preference shares of Rs.100/- each aggregating to Rs.2.80 Crores.

In addition, the Board has recommended a 'Special Centenary Year (1919 to 2019)' Dividend of Rs.1/- per equity share, subject to approval of the Shareholders at the ensuing Annual General Meeting (AGM), scheduled to be held in the month of September 2019.

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  
Senior Executive Vice President & Company Secretary  
Encl : a/a



**CIN NUMBER: L24110MH1919PLC000564**

REGD. OFFICE : PROSPECT CHAMBERS, 317/21, DR. D. N. ROAD, FORT, MUMBAI - 400 001. INDIA.  
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# **RAHUL GAUTAM DIVAN & ASSOCIATES**

Chartered Accountants

C/o MIDSNELL, 134 Mittal Tower 'C', Nariman Point, Mumbai 400 021, India.  
Phone: (+ 91-22) 6632 4991, 6632 4992. E-mail: rdivan@vsnl.com / rahul@rgd.firm.in

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE BOARD OF DIRECTORS OF THE DHARAMSI MORARJI CHEMICAL COMPANY LIMITED**

We have audited the accompanying Statement of Standalone Ind AS Financial Results of **THE DHARAMSI MORARJI CHEMICAL COMPANY LIMITED** ("the Company") for the year ended 31 March 2019 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related standalone financial statements which has been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such standalone Ind AS financial statements.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Associated Firm: **Chandabhoy & Jassoobhoy**  
605-607 Silver Oaks, Paldi, Ahmedabad 380 007.

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and
- (ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards (Ind AS) and other accounting principles generally accepted in India of the Standalone net profit, total comprehensive income and other financial information of the Company for the year ended 31 March 2019.

The Statement includes the results for the quarter ended 31 March 2019 being the balancing figure between audited figures in respect of the full financial year and the unaudited published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

**For Rahul Gautam Divan & Associates**  
ICAI Firm registration number: 120294W  
Chartered Accountants



**Rahul Divan**  
Partner  
Membership No.: 100733

Place: Mumbai  
Date: 28 May 2019



# **RAHUL GAUTAM DIVAN & ASSOCIATES**

Chartered Accountants

C/o MIDSNELL, 134 Mittal Tower 'C', Nariman Point, Mumbai 400 021, India.  
Phone: (+ 91-22) 6632 4991, 6632 4992. E-mail: rdivan@vsnl.com / rahul@rgd.firm.in

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE BOARD OF DIRECTORS OF THE DHARAMSI MORARJI CHEMICAL COMPANY LIMITED**

We have audited the accompanying Statement of Consolidated Ind AS Financial Results for the year ended 31 March 2019 ("the Statement") of **THE DHARAMSI MORARJI CHEMICAL COMPANY LIMITED** ("the Company") and its subsidiary, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

This Statement is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related consolidated Ind AS financial statements which has been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such consolidated financial statements.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Associated Firm: **Chandabhoy & Jassoobhoy**  
605-607 Silver Oaks, Paldi, Ahmedabad 380 007.

**Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

(i) includes the results of the following Subsidiary:

Sr. No.	Name of the Associate
1	Borax Morarji (Europe) GMBH

(ii) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and

(iii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards (Ind AS) and other accounting principles generally accepted in India of the Consolidated net profit, total comprehensive income and other financial information of the Company for the year ended 31 March 2019.

**Other Matters**

The consolidated Ind AS financial results also includes share of net profit Rs. 3.77 Lacs and Other Comprehensive Income of Nil in respect of the following Subsidiary whose financial statements are unaudited:

Sr. No.	Name of the Associate
1	Borax Morarji (Europe) GMBH

Our opinion on the consolidated Ind AS financial results, in so far as it relates to the amounts and disclosures included in respect of this Subsidiary, is based solely on the reports, as furnished to us by the Management.

Our opinion on the Statement is not modified in respect of the above matter.

**For Rahul Gautam Divan & Associates**  
**ICAI Firm registration number: 120294W**  
 Chartered Accountants

**Rahul Divan**  
 Partner  
 Membership No.: 100733



Place: Mumbai  
 Date: 28 May 2019

PARTICULARS	STANDALONE				CONSOLIDATED		
	Unaudited		Audited		Audited		
	Quarter Ended		Year Ended		Year Ended		
	31-03-2019	31-12-2018	31-03-2018	31-03-2019	31-03-2018	31-03-2019	31-03-2018
<b>1. Income from Operations</b>							
(a) Net Sales / Income from Operations	6,488.67	5,170.22	4,931.48	23,394.59	18,040.84	23,405.37	18,076.92
(b) Other Income	35.30	30.42	(31.91)	92.46	88.61	99.79	88.64
<b>Total Income from Operations (Net)</b>	<b>6,523.97</b>	<b>5,200.64</b>	<b>4,899.57</b>	<b>23,487.05</b>	<b>18,129.45</b>	<b>23,505.16</b>	<b>18,165.56</b>
<b>2. Expenses</b>							
a) Cost of Materials Consumed	4,029.05	2,482.13	2,741.94	12,441.99	10,118.63	12,441.99	10,118.63
b) Purchase of Traded Goods	-	-	16.27	-	394.19	-	417.11
c) Changes in inventories of finished goods, Stock in Trade & work-in-progress	(236.21)	99.38	34.03	(125.24)	57.05	(125.24)	57.05
d) Employees Benefits expenses	295.87	315.50	337.31	1,276.25	1,432.06	1,276.25	1,432.06
e) Finance Costs	46.50	71.02	79.90	277.14	396.72	277.14	396.72
f) Depreciation & Amortisation expenses	131.70	112.14	115.95	450.53	418.62	451.31	419.64
g) Power, Fuel and Water Charges	268.83	311.71	227.25	1,122.25	910.92	1,122.25	910.92
h) Repairs to Machinery & Buildings	307.96	581.39	175.14	1,286.57	716.81	1,286.57	716.81
i) Other Expenses	686.68	510.69	496.29	2,047.17	2,126.45	2,052.39	2,133.08
<b>Total Expenses</b>	<b>5,530.39</b>	<b>4,483.96</b>	<b>4,224.08</b>	<b>18,776.67</b>	<b>16,571.47</b>	<b>18,782.67</b>	<b>16,602.04</b>
<b>3. Profit/(Loss) from Operations before exceptional items</b>	<b>993.58</b>	<b>716.68</b>	<b>675.49</b>	<b>4,710.38</b>	<b>1,557.98</b>	<b>4,722.49</b>	<b>1,563.52</b>
<b>4. Exceptional Items</b>	-	-	-	-	-	-	-
<b>5. Profit/ (Loss) before tax</b>	<b>993.58</b>	<b>716.68</b>	<b>675.49</b>	<b>4,710.38</b>	<b>1,557.98</b>	<b>4,722.49</b>	<b>1,563.52</b>
<b>6. Tax Expense:</b>							
Current Tax under MAT	206.73	243.27	185.42	1,010.00	348.92	1,013.77	350.65
MAT Credit Entitlement	(908.78)	-	-	(908.78)	-	(908.78)	-
Tax impact due to OCI	7.59	(12.18)	(16.75)	3.35	(16.75)	3.35	(16.75)
<b>7. Net Profit/ (Loss) after Tax</b>	<b>1,688.04</b>	<b>485.59</b>	<b>506.82</b>	<b>4,605.81</b>	<b>1,225.81</b>	<b>4,614.15</b>	<b>1,229.62</b>
<b>8. Other Comprehensive Income, net of Income Tax</b>							
a) i) Items that will not be reclassified to Profit and Loss	(39.56)	(26.33)	2.22	(28.67)	68.72	(28.67)	68.72
a) ii) income Tax relating to Items that will not be reclassified to Profit and Loss	8.50	5.62	(0.70)	6.18	(14.67)	6.18	(14.67)
b) i) Items that will be reclassified to Profit and Loss	4.17	8.96	(2.24)	13.13	9.74	13.13	9.74
b) ii) income Tax relating to Items that will be reclassified to Profit and Loss	(0.92)	(1.91)	0.38	(2.83)	(2.08)	(2.83)	(2.08)
<b>Total Other Comprehensive Income, net of Income Tax</b>	<b>(27.81)</b>	<b>(13.66)</b>	<b>(0.34)</b>	<b>(12.19)</b>	<b>61.71</b>	<b>(12.19)</b>	<b>61.71</b>
<b>9. Total Comprehensive Income for the period (7-8)</b>	<b>1,660.23</b>	<b>471.93</b>	<b>506.48</b>	<b>4,593.62</b>	<b>1,287.52</b>	<b>4,601.96</b>	<b>1,291.33</b>
<b>10. Earning Per Share (EPS) in Rs. Basic and Diluted EPS before and after Extraordinary items (not annualised)</b>	<b>6.75</b>	<b>1.93</b>	<b>2.02</b>	<b>18.43</b>	<b>4.88</b>	<b>18.47</b>	<b>4.90</b>

Mumbai, 28th May, 2019



For The Dharamsi Morarji Chemical Co. Ltd

  
Managing Director, & Chief Executive Officer

## Notes:

- The above Audited Financial results of the Company have been reviewed by the Audit Committee and taken on record by the Board of Directors at the meeting held on 28th May, 2019.
- The above audited financial results have been prepared in accordance with the recognition and measurement principles stated therein, prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.
- The financial result for the quarter and year ended on 31st March, 2019 have been audited by the Statutory Auditors as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- The Company has applied Ind AS 115 using the cumulative effect method and therefore the comparative information has not been restated and continues to be reported under erstwhile Ind AS 18 and Ind AS 11. The new Standard is applied to contracts that were remaining in force as at 1st April, 2018. The application of the standard does not have any significant impact on the retained earnings as at 1st April, 2018 or on these financial statements. The details of accounting policies under erstwhile Ind AS 18 and Ind AS 11 are disclosed separately if they are different from those under Ind AS 115.
- The Company is engaged in the chemicals business only and therefore, there is only one reportable segment in accordance with the Accounting Standard on Operating Segment (Ind AS 108).
- The Company had a planned maintenance shut down in the quarter ended 31st December 2018 and, as such, the figures are not comparable with Quarters ended 31/12/2018 and 31/03/2018.
- Previous quarter's / half year's figures have been re-grouped / re-classified, wherever necessary.

**The Dharamsi Morarji Chemical Company Limited**  
(CIN : L24110MH1919PLC000564)

(Rs. in Lakhs)

Particulars	Notes	Standalone		Consolidated	
		Audited		Audited	
		As at 31st March, 2019	As at 31st March, 2018	As at 31st March, 2019	As at 31st March, 2018
<b>ASSETS</b>					
<b>Non Current Assets</b>					
Property, Plant and Equipment	3	8,379.09	7,260.94	8,379.09	7,260.94
Capital work-in-progress	3	84.15	264.50	84.15	264.50
Goodwill	3	1,465.10	1,465.10	1,465.10	1,465.10
Other Intangible Assets	3	16.02	19.79	21.96	26.72
Other non-current assets	4	173.76	161.30	173.76	161.30
Other non Current Financial Assets					
- Non Current Investments	5	55.85	55.85	39.08	39.08
<b>Total Non Current Assets</b>		<b>10,173.98</b>	<b>9,227.48</b>	<b>10,163.15</b>	<b>9,217.64</b>
<b>Current Assets</b>					
Inventories	6	2,490.11	2,070.72	2,495.11	2,070.72
<b>Financial Assets</b>					
-Current Investments	7	230.93	317.55	230.93	317.55
-Trade receivables	8	3,010.85	2,197.79	3,010.85	2,220.31
-Cash and cash equivalents	9	336.68	344.30	381.50	378.77
-Bank balances other than cash & cash equivalents	10	108.03	96.82	108.03	96.82
- Others Current financial assets	11	37.57	137.78	37.57	137.78
- Current Tax Assets (Net)	12	946.25	103.51	946.25	103.51
Other current assets	13	1,452.82	1,131.92	1,454.51	1,133.74
<b>Total Current Assets</b>		<b>8,613.24</b>	<b>6,400.39</b>	<b>8,664.75</b>	<b>6,459.20</b>
<b>Total Assets</b>		<b>18,787.22</b>	<b>15,627.87</b>	<b>18,827.90</b>	<b>15,676.84</b>
<b>EQUITY AND LIABILITIES</b>					
<b>EQUITY</b>					
Equity Share capital	14	2,493.99	2,493.99	2,493.99	2,493.99
Other Equity	15	9,057.86	4,764.51	9,084.42	4,783.23
<b>Total Equity</b>		<b>11,551.85</b>	<b>7,258.49</b>	<b>11,578.42</b>	<b>7,277.22</b>
<b>LIABILITIES</b>					
<b>Non-Current Liabilities</b>					
<b>Financial Liabilities</b>					
-Long Term Borrowings	16	1,641.55	2,083.00	1,641.55	2,083.00
- Long Term Provisions	17	256.06	271.76	256.06	271.76
Deferred tax liabilities (Net)		-	-	-	-
Other non-current liabilities	18	55.80	65.59	55.80	65.59
<b>Total Non Current Liabilities</b>		<b>1,953.41</b>	<b>2,420.35</b>	<b>1,953.41</b>	<b>2,420.35</b>
<b>Current liabilities</b>					
<b>Financial Liabilities</b>					
- Short Term Borrowings	19	217.44	-	217.44	-
- Trade payables	20	-	-	-	-
- Due to Micro & Small Enterprises		-	-	-	-
- Due to Other than Micro & Small Enterprises		2,455.90	3,225.91	2,466.46	3,255.20
- Other financial liabilities	21	2,323.42	2,333.70	2,326.98	2,334.65
Other current liabilities	22	221.76	340.43	221.76	340.44
Provisions	23	63.42	48.98	63.42	48.98
<b>Total Current Liabilities</b>		<b>5,281.94</b>	<b>5,949.02</b>	<b>5,296.06</b>	<b>5,979.27</b>
<b>Total Liabilities</b>		<b>7,235.35</b>	<b>8,369.37</b>	<b>7,249.47</b>	<b>8,399.62</b>
<b>Total Equity and liabilities</b>		<b>18,787.22</b>	<b>15,627.87</b>	<b>18,827.90</b>	<b>15,676.84</b>

Mumbai, 28th May, 2019



For The Dharamsi Morarji Chemical Co. Ltd

*(Signature)*

Managing Director, & Chief Executive Officer