

DCW LIMITED

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CIN : L24110GJ1939PLC000748

(Rs. In lacs)

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED, 30TH SEPTEMBER, 2016 :

PARTICULARS	QUARTER ENDED			HALF YEAR ENDED	
	30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1. INCOME FROM OPERATIONS					
(a) Gross Sales including excise duty / Income from Operations	33,569.46	31,654.86	38,113.34	65,224.32	71,865.77
(b) Other operating income	45.72	41.19	150.00	86.91	220.31
TOTAL INCOME FROM OPERATIONS (NET)	33,615.18	31,696.05	38,263.34	65,311.23	72,086.08
2. EXPENDITURE :					
a. Cost of materials consumed	14,940.86	15,924.50	16,036.37	30,865.36	31,543.50
b. Purchase of stock-in-trade	0.01	63.66	3.16	63.67	9.94
c. Power and Fuel	4,992.75	4,292.08	5,095.82	9,284.83	10,892.65
d. Changes in inventories of finished goods	(2,036.64)	(2,091.93)	1,822.92	(4,128.57)	137.64
e. Excise Duty	3,633.77	3,249.79	3,522.57	6,883.56	6,938.61
f. Employee benefits expense	2,698.28	2,556.48	2,420.08	5,254.76	4,808.78
g. Depreciation	1,895.35	1,694.98	1,710.84	3,590.33	3,200.56
h. Other expenses	4,863.47	4,333.77	5,524.31	9,197.24	9,891.95
TOTAL EXPENSES	30,987.85	30,023.33	36,136.07	61,011.18	67,423.63
3. Profit / (Loss) from operations before other income, finance costs and exceptional items (1 - 2)	2,627.33	1,672.72	2,127.27	4,300.05	4,662.45
4. Other income	26.62	14.68	16.02	41.30	40.33
5. Profit / (Loss) from ordinary activities before finance costs before exceptional items (3 + / - 4)	2,653.95	1,687.40	2,143.29	4,341.35	4,702.78
6. Finance costs	1,375.44	1,510.92	1,326.21	2,886.36	2,623.22
7. Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 + / - 6)	1,278.51	176.48	817.08	1,454.99	2,079.56
8. Exceptional items	-	-	-	-	-
9. Profit / (Loss) from ordinary activities before tax	1,278.51	176.48	817.08	1,454.99	2,079.56
10. Tax expense (net)	385.00	65.00	277.00	450.00	644.00
11. Net Profit / (Loss) from ordinary activities after tax	893.51	111.48	540.08	1,004.99	1,435.56
12. Extraordinary items (net of tax expense)	-	-	-	-	-
13. Net Profit / (Loss) for the period (11 + / - 12)	893.51	111.48	540.08	1,004.99	1,435.56
14. Other Comprehensive Income (net of tax)	10.00	10.00	9.90	20.00	19.78
15. Total Comprehensive Income (13 + 14)	903.51	121.48	549.98	1,024.99	1,455.34
16. Paid-up equity share capital (Face value of Rs.)	4,393.63	4,393.63	4,269.89	4,393.63	4,269.89
17. Earnings per share (Basic and Diluted) (of Rs.)	0.41	0.05	0.25	0.46	0.67

SEGMENT REVENUE, RESULTS AND CAPITAL EMPLOYED :

PARTICULARS	QUARTER ENDED			HALF YEAR ENDED	
	30.09.2016	30.06.2016	30.09.2015	30.09.2016	30.09.2015
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
i) Segment Revenue : (Gross Income)					
a. Soda Ash	4,765.61	3,951.88	5,487.29	8,717.49	10,752.97
b. Caustic Soda	11,460.09	9,373.45	15,880.06	20,833.54	27,873.85
c. Synthetic Iron Oxide Pigments	797.85	831.80	169.73	1,629.65	234.63
d. PVC	16,338.22	17,191.93	16,225.28	33,530.15	32,315.16
e. Others	253.41	346.99	500.98	600.40	909.47
Gross Sales from operation	33,615.18	31,696.05	38,263.34	65,311.23	72,086.08
ii. Segment Results : (Profit before Interest and Tax)					
a. Soda Ash	386.83	134.71	915.55	521.54	1,677.59
b. Caustic Soda	1,664.77	1,231.97	1,920.15	2,896.74	3,336.93
c. Synthetic Iron Oxide Pigments	(845.86)	(921.80)	(836.53)	(1,767.66)	(1,193.29)
d. PVC	1,355.46	1,143.19	(207.39)	2,498.65	288.90
e. Others	92.75	99.33	351.51	192.08	592.65
Total :	2,653.95	1,687.40	2,143.29	4,341.35	4,702.78
Less : Interest	1,375.44	1,510.92	1,326.21	2,886.36	2,623.22
Exceptional Items - (Profit) / Loss	-	-	-	-	-
TOTAL PROFIT BEFORE TAX	1,278.51	176.48	817.08	1,454.99	2,079.56
iii. Segment Assets					
a. Soda Ash	22,084.30	21,525.52	22,797.10	22,084.30	22,797.10
b. Caustic Soda	55,622.73	55,644.03	66,553.16	55,622.73	66,553.16
c. Synthetic Iron Oxide Pigments	58,697.26	58,580.99	56,311.83	58,697.26	56,311.83
d. PVC	52,351.27	53,829.45	39,294.49	52,351.27	39,294.49
e. Others	13,647.47	9,363.34	11,558.24	13,647.47	11,558.24
Total :	202,403.03	198,943.33	196,514.82	202,403.03	196,514.82
iii. Segment Liabilities					
a. Soda Ash	6,478.19	5,163.90	4,739.25	6,478.19	4,739.25
b. Caustic Soda	17,377.80	14,863.89	21,045.80	17,377.80	21,045.80
c. Synthetic Iron Oxide Pigments	8,574.70	2,376.88	7,511.09	8,574.70	7,511.09
d. PVC	36,910.97	36,212.45	33,266.23	36,910.97	33,266.23
e. Others	8,030.57	2,857.73	3,555.77	8,030.57	3,555.77
Total :	77,372.23	61,474.85	70,118.14	77,372.23	70,118.14
iii. Capital Employed (Segment Assets - Segment Liabilities)					
a. Soda Ash	15,606.11	16,361.62	18,057.85	15,606.11	18,057.85
b. Caustic Soda	38,244.93	40,780.14	45,507.36	38,244.93	45,507.36
c. Synthetic Iron Oxide Pigments	50,122.56	56,204.11	48,800.74	50,122.56	48,800.74
d. PVC	15,440.30	17,617.00	6,028.26	15,440.30	6,028.26
e. Others	5,616.90	6,505.61	8,002.47	5,616.90	8,002.47
Total :	125,030.80	137,468.48	126,396.68	125,030.80	126,396.68

STATEMENT OF ASSETS & LIABILITIES :

Particulars	As at 30.09.2016
	Unaudited
ASSETS	
1. Non Current Assets	
(a) Property, Plant and Equipment	115,101.63
(b) Investment Property	1.54
(c) Capital work in progress	44,739.83
(d) Financial Assets	
(i) Non Current Investments	5.10
(ii) Loans and Advances	588.84
(e) Other non current assets	1,538.08
Sub total - Non current assets	161,975.02
2. Current assets	
(a) Inventories	17,444.96
(b) Financial Assets	
(i) Trade receivables	9,985.54
(ii) Cash and Bank balances	454.00
(iii) Short term loans and advances	3,141.45
Sub total - Current assets	31,025.95
TOTAL ASSETS	193,000.97
EQUITY AND LIABILITIES	
1. Equity	
(a) Equity Share Capital	4,393.63
(b) Other Equity	55,999.33
Subtotal - Equity	60,392.96
Liabilities	
2. Non - Current liabilities	
(a) Financial Liabilities	
Long-Term borrowings	50,459.17
(b) Deferred Tax Liabilities (net)	12,881.85
(c) Long term provisions	2,394.76
(d) Other Non Current liabilities	2,500.00
Sub total - Non Current liabilities	68,235.78
3. Current liabilities	
(a) Financial Liabilities	
(i) Short term borrowings	10,405.59
(ii) Trade payables	32,282.09
(b) Other current liabilities	21,412.26
(c) Current Tax Liabilities (Net)	272.29
Sub total - Current liabilities	64,372.23
TOTAL - EQUITY AND LIABILITIES	193,000.97

NOTES :

1. The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 6th December, 2016. The Statutory auditors have conducted a limited review of the above financial results.

2. The Company has adopted Indian Accounting Standards ("Ind AS") from April 1, 2016 and accordingly above financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 'Interim Financial Reporting' 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 Ind AS compliant financial results for the corresponding quarter ended September 30, 2015 and corresponding half year ended September 30, 2015 have been stated in terms of SEBI circular CIR/CFD/FAC/62/2016 dated July 5, 2016.

The financial results relating to the quarter ended September 30, 2015 and half year ended September 30, 2015 under Ind AS have not been subjected to limited review by the statutory auditors of the Company. The Company has exercised due diligence and ensured that the financial results provide a true and fair view of its affairs in accordance with the Companies (Indian Accounting Standards) Rules, 2015.

Reconciliation of net profit for the corresponding quarter and half year ended September 30, 2015 between previous Indian GAAP and Ind AS is as under :

Particulars	(Rs. Lakhs)	
	Quarter ended 30.09.2015	Half year ended 30.09.2015
Net Profit as per previous Indian GAAP	557.60	1,469.15
Actuarial gain / loss on employee defined benefit fund recognised in Other Comprehensive Income	(9.90)	(19.78)
Depreciation impact on Ind AS adjustments	(11.39)	(22.78)
Measurement of financial liabilities at amortised cost	0.77	2.97
Deferred Tax	3.00	6.00
Net Profit as per Ind AS	540.08	1,435.56
Other Comprehensive Income (net of tax)	9.90	19.78
Total Comprehensive Income	549.98	1,455.34

3. There is a possibility that these quarterly financial results may require adjustment before constituting the final Ind AS financial statements as of and for the year ending March 31, 2017 due to changes in financial reporting requirements arising from the new or revised standards or interpretations issued by MCA or changes in the use of one or more optional exemptions from full retrospective application as permitted under Ind AS 101.

4. In the matter of

A. Tamil Nadu Electricity Tax demand of Rs. 3568.70 lacs in respect of captive power generated at Sahapuram unit for the period 2003 to 2012, the Company has been legally advised and is hopeful of favourable outcome before the Supreme Court on the invalidity of and the retrospective application of the Amending Act of 2003 and in the writ petition filed before the Hon'ble Madras High Court. No provision is considered necessary by the management for the Electricity Tax demand.

B. In respect of demand of differential duty of Customs of Rs. 2961.65 lacs in respect of coal imports in earlier years the Company has been legally advised that it has the fair chance of success before CESTAT. Accordingly no provision has been made in the accounts.

5. Tax expense comprises Current Tax and Deferred Tax.

6. The figures for the previous period have been reclassified / regrouped wherever necessary.

For and on behalf of the Board of Directors

Place : Mumbai
Dated : 6th December, 2016

Pramod Kumar Jain
Chairman & Managing Director

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