

May 5, 2017

Department of Corporate Service,
The Stock Exchange, Mumbai,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 023.

Dear Sir(s),

Sub: Outcome of Board meeting held on May 5, 2017

The Board of Directors at its meeting held today i.e. 5th May 2017 at the Registered Office of the Company at Liberty Building, Sir Vithaldas Thackersey Marg, Mumbai - 400020 have considered and approved the Audited Standalone Financial results of the Company for the quarter and year ended March 31, 2017 and Consolidated Financial results for the year ended March 31, 2017. We hereby enclose audited financial results of the company together with Independent Auditors' report for Standalone and Consolidated financial statements of the Company for the year ended 31st March 2017 containing the information required by you as per Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

The Board of Directors of the Company inter alia, has recommended dividend of 30% i.e. Rs. 3/- per equity of Rs. 10/- each, for the year ended March 31, 2017, subject to approval of members. The date of payment of dividend will be July 31, 2017.

The Register of Members & Share Transfer Books of the Company will remain closed from July 10, 2017 to July 17, 2017 (both days inclusive) for the purpose of Payment of Dividend & Annual General Meeting (AGM) of the Company to be held on July 17, 2017.

|

A handwritten signature in blue ink, appearing to be 'dtr', is located in the bottom left corner of the page.

The report of Auditors is with unmodified opinion with respect to Audited financial results (Standalone and Consolidated) for the year ended 31st March, 2017. Declaration to that effect is also enclose herewith

Kindly take the above information on your record.

Thanking you,

Yours faithfully,
For **Dai-ichi Karkaria Limited**

Kavita Thadeshwar

Kavita Thadeshwar
Company Secretary

May 5, 2017

To,
Department of Corporate Service,
The Stock Exchange, Mumbai,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 023.

Dear Sir/ Madam,

Sub: Declaration under Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

In compliance with the provisions of Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and SEBI Circular No. CIR/CFD/CMD/56/2016 dated May 27, 2016, we hereby confirm that M/s. Deloitte Haskins & Sells LLP, Statutory Auditors of the Company have issued Auditors report with unmodified opinion on Audited Financial Results (Standalone and Consolidated) of the Company for the financial year ended 31st March, 2017.

Kindly take this declaration on your record.

Thanking you,

Yours faithfully,
For DAI-ICHI KARKARIA LIMITED



Nitin Nimkar
Chief Financial Officer

**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS OF
DAI-ICHI KARKARIA LIMITED**

1. We have audited the accompanying Statement of Standalone Financial Results of DAI-ICHI KARKARIA LIMITED ("the Company"), for the year ended 31st March, 2017 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. 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 have been prepared in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued there under 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 financial statements.
3. 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 Company's internal control. 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

4. 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; and
 - (ii) Gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the net profit and other financial information of the Company for the year ended 31st March, 2017.



**Deloitte
Haskins & Sells LLP**

5. The Statement includes the results for the Quarter ended 31st March, 2017 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For DELOITTE HASKINS & SELLS LLP

Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



K. A. Katki
Partner

(Membership No. 038568)

Place: Mumbai
Date: 5th May, 2017



INDEPENDENT AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF DAI-ICHI KARKARIA LIMITED

1. We have audited the accompanying Statement of Consolidated Financial Results of DAI-ICHI KARKARIA LIMITED ("the Holding Company") and its subsidiary (the Holding Company and its subsidiaries together referred to as "the Group") and its jointly controlled entity for the year ended 31st March, 2017 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement, which is the responsibility of the Holding Company's Management and approved by the Board of Directors, has been compiled from the related consolidated financial statements which is in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, 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.
2. 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 Holding 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 Holding Company's internal control. 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 obtained by us and other auditor in terms of their reports referred to in paragraph 4 below, is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the report of the other auditor on separate financial statements of the subsidiary referred to in paragraphs 4 below, the Statement:
 - a. includes the results of the following entities:
 - i. Dai-ichi Karkaria Limited
 - ii. Dai-ichi Gosei Chemicals (India) Limited - subsidiary

- iii. Nalco Champion Dai-ichi India Private Limited – Jointly controlled entity
- b. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
- c. gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the net profit and other financial information of the Group and its jointly controlled entity for the year ended 31st March, 2017.
4. We did not audit the financial statements of one subsidiary, included in the consolidated financial results, whose financial statements reflect total assets of Rs. 246,372 as at 31st March, 2017, total revenues of Rs. 13,166 for the year ended 31st March, 2017 and total (loss) after tax of Rs. 1,148 for the year ended on that date, as considered in the consolidated financial results. This financial statement has been audited by other auditor whose report has been furnished to us by the Management and our opinion on the consolidated 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 of the other auditor.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of other auditor.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



K. A. Katki
Partner
(Membership No. 038568)

Place: Mumbai
Date: 5th May, 2017



Regd. Off. Liberty Building, Sir Vithaldas Thackersey marg, New Marine lines, Mumbai : 400 020

Statement of Audited Financial Results for the Quarter and Year ended 31 March 2017

(Rs. In Lakh)

Particulars	Standalone Quarter ended			Standalone Year ended		Consolidated Year ended	
	31-Mar-17	31-Dec-16	31-Mar-16	31-Mar-17	31-Mar-16	31-Mar-17	31-Mar-16
	Unaudited	Unaudited	Unaudited	Audited	Audited	Audited	Audited
	Refer Note 6		Refer Note 6				
1 Revenue from operations (net)	2,836	3,095	2,979	12,597	11,633	17,587	19,382
2 Other income	110	51	87	892	903	321	424
3 Total revenue (1+2)	2,946	3,146	3,066	13,489	12,536	17,908	19,806
4 Expenses							
(a) Cost of materials consumed	1,639	1,688	1,690	7,844	7,198	10,429	11,270
(b) Purchases of stock in trade (traded)	-	-	-	-	-	107	75
(c) Changes in inventories of finished goods, work-in-progress	135	260	112	(217)	2	(172)	63
(d) Employee benefits expenses	356	363	349	1,418	1,301	1,815	1,726
(e) Finance costs	5	2	3	10	46	14	49
(f) Depreciation and amortisation expense	55	52	57	202	209	225	231
(g) Other expenses	441	430	449	1,853	1,665	3,077	3,040
Total Expenses	2,631	2,795	2,660	11,110	10,421	15,495	16,454
5 Profit before Tax (3-4)	315	351	406	2,379	2,115	2,413	3,352
6 Tax expense/(benefit) :							
(a) Current Tax	54	68	97	602	567	848	1,192
(b) Taxation adjustments of earlier years	3	-	-	3	-	3	-
(c) Deferred Tax credit (net)	3	(4)	10	(10)	(10)	(19)	(26)
Net tax expense	60	64	107	595	557	832	1,166
8 Minority Interest *	-	-	-	-	-	*	*
7 Profit for the year (5-6)	255	287	299	1,784	1,558	1,581	2,186
Earnings per Equity Share basic and diluted (of Rs.10/- each)	3.42	3.85	4.02	23.95	20.91	21.22	29.34
8 Paid up equity share capital (Face value of Rs.10/- per share)	745	745	745	745	745	745	745
9 Reserve excluding revaluation reserve as per balance sheet for the year				10,981	9,197	13,000	11,544

* below Rs.50,000/-

HR
h

Regd. Off. Liberty Building, Sir Vithaldas Thackersey marg, New Marine lines, Mumbai : 400 020

Statement of Assets and Liabilities as at 31 March, 2017

(Rs. In Lakh)

	Particulars	Standalone		Consolidated	
		As at 31-Mar-17	As at 31-Mar-16	As at 31-Mar-17	As at 31-Mar-16
		Audited	Audited	Audited	Audited
A	EQUITY AND LIABILITIES				
1	<u>Shareholders' funds</u>				
	(a) Share capital	745	745	745	745
	(b) Reserves and surplus	11,335	9,551	13,354	11,899
		12,080	10,296	14,099	12,644
2	Minority Interest	-	-	*	*
3	<u>Non-current liabilities</u>				
	(a) Long-term borrowings	362	96	362	96
	(b) Long-term provisions	173	132	190	138
		535	228	552	234
4	<u>Current liabilities</u>				
	(a) Short-term borrowings	-	-	26	-
	(b) Trade payables				
	i) Total outstanding dues of Micro Enterprises and Small Enterprises	-	-	-	-
	ii) Total outstanding dues of creditors other than Micro enterprises and small enterprises	1,442	1,018	1,879	2,564
	(c) Other current liabilities	778	213	797	258
	(d) Short-term provisions	112	131	125	223
		2,332	1,362	2,827	3,045
	Total	14,947	11,886	17,478	15,923
B	ASSETS				
1	<u>Non-current assets</u>				
	(a) Fixed Assets				
	(i) Tangible Assets - Property, Plant & Equipment	1,998	1,553	2,241	1,745
	(ii) Intangible assets	*	*	*	*
	(iii) Capital work-in-progress	3,226	1,382	3,234	1,387
	(iv) Intangible assets under development	18	13	18	13
		5,242	2,948	5,493	3,145
	(b) Non-current investments	420	248	351	178
	(c) Deferred tax assets (net)	139	129	189	170
	(d) Long-term loans and advances	1,129	552	1,744	1,861
		1,688	929	2,284	2,209
		6,930	3,878	7,777	5,354
2	<u>Current assets</u>				
	(a) Current investments	2,936	3,791	2,970	3,823
	(b) Inventories	1,628	1,244	2,030	1,595
	(c) Trade receivables	2,051	1,837	2,475	3,697
	(d) Cash and cash equivalents	478	687	1,280	958
	(e) Short-term loans and advances	842	440	856	464
	(f) Other current assets	82	10	90	32
		8,017	8,009	9,701	10,569
	Total	14,947	11,886	17,478	15,923
	* below Rs.50,000/-				

Notes :

- 1) The above standalone and consolidated financial results have been reviewed by the Audit Committee of Directors and approved by the Board of Directors at its meeting held on 5th May, 2017.
- 2) The Board of Directors of the Company have recommended dividend of Rs. 3 on the equity shares for the year ended 31 March, 2017, subject to approval by members at the forthcoming Annual General Meeting.
- 3) The operation of the Company/Group relates to a single reportable segment i.e. Specialty Chemicals.

NR

4) During the year, the Company has started construction of its new facility at Dahej with an estimated project cost of Rs. 16,800 Lakh. The total amount spent on said project aggregated to Rs. 4,066 Lakh as at 31 March, 2017. The Company has tied up for Term Loan of Rs. 5,000 Lakh as at 31 March, 2017 of which the company has drawn down Rs. 300 lakh as at 31 March, 2017. Subsequent to the year end, the Company has further obtained borrowing facility of Rs. 4,200 Lakh. The progress of the project is in line with the management's plans.

5) Standalone profits of the Company includes an amount of Rs. 619 Lakh on account of Dividend received from Joint Venture Company during the year, which is eliminated on consolidation. These consolidated results includes an amount of Rs. 400 Lakh being share of profit of the Company in Jointly controlled entity.

6) The figures in respect of the standalone results for the quarter ended 31 March, 2017 and 31 March, 2016 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter ended 31 December, 2016 and 31 December, 2015 respectively.

7) Previous periods / years figures are regrouped and rearranged wherever required. Figures are rounded off to the nearest Lakh.

For and on behalf of the Board



Chairperson and Managing Director

Place : Mumbai

Dated : 5th May, 2017

NR