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

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **DAI-ICHI KARKARIA LIMITED** ("the Company") for the Quarter and Six Months Ended 30th September, 2014 ("the Statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreement with the Stock Exchange, except for the disclosures in Part II - Select Information referred to in paragraph 4 below. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement with the Stock Exchange, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreement with the Stock Exchange and the particulars relating to investor complaints disclosed in Part II - Select Information for the Quarter and Six Months Ended 30th September, 2014 of the Statement, from the details furnished by the Management/Registrars.

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



K. A. Katki
Partner

(Membership No. 038568)

Mumbai, 5th November, 2014

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STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER, 2014

PART - I Particulars	(Rs. in Lacs)					
	Quarter ended			Six months ended		Year ended
	30-Sep-14 (Unaudited)	30-Jun-14 (Unaudited)	30-Sep-13 (Unaudited)	30-Sep-14 (Unaudited)	30-Sep-13 (Unaudited)	31-Mar-14 (Audited)
1. Income from operations :						
a) Net Sales/Income from Operations (Net of excise duty)						
b) Other Operating Income	2,312	2,418	2,801	4,730	4,923	10,706
Total Income from operations (net)	13	17	15	30	28	71
2. Expenses :	2,325	2,435	2,816	4,760	4,951	10,777
a) Cost of materials and packing materials consumed						
b) Changes in inventories of finished goods, work-in-progress and stock in trade	1,689	1,720	1,966	3,409	3,483	7,374
c) Employee benefits expense	(157)	(88)	(7)	(245)	(93)	130
d) Depreciation and amortization expense	299	271	278	570	519	1,057
e) Other expenses	104	64	39	168	78	157
Total expenses	354	347	387	701	701	1,501
3. Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	2,289	2,314	2,663	4,603	4,688	10,219
4. Other Income	36	121	153	157	263	558
5. Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	377	78	154	455	263	387
6. Finance costs	413	199	307	612	527	945
7. Profit / (Loss) from ordinary activities after finance cost but before exceptional items (5-6)	***	1	1	1	2	10
8. Exceptional Items	413	198	306	611	525	935
Profit on sale of long term investment	745	-	602	745	602	602
9. Profit / (Loss) from ordinary activities before tax (7+8)	1,158	198	908	1,356	1,126	1,537
10. Tax expense (including deferred tax)	209	56	126	265	173	286
11. Net Profit / (Loss) from ordinary activities after tax (9-10)	949	142	782	1,091	953	1,251
12. Extraordinary Item (net of tax expense)	-	-	-	-	-	-
13. Net Profit / (Loss) for the period (11-12)	949	142	782	1,091	953	1,251
14. Paid up equity share capital	745	745	745	745	745	745
(Face value per share - Rs.10)						
15. Reserves excluding Revaluation Reserves						6,654
16. Earnings per share (EPS) of Rs.10 each(not annualized)						
a) Basic and diluted EPS (before extraordinary items)	12.74	1.91	10.50	14.65	12.79	16.79
b) Basic and diluted EPS (after extraordinary items)	12.74	1.91	10.50	14.65	12.79	16.79
PART - II						
A. PARTICULARS OF SHAREHOLDING						
1. Public shareholding						
- Number of shares	2,703,590	2,701,590	2,701,590	2,703,590	2,701,590	2,701,590
- Percentage of shareholding	36.28%	36.26%	36.26%	36.28%	36.26%	36.26%
2. Promoters and promoter group shareholding						
a) Pledged/ Encumbered						
- Number of shares	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil	Nil	Nil
b) Non encumbered						
- Number of shares	4,747,639	4,749,639	4,749,639	4,747,639	4,749,639	4,749,639
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
- Percentage of shares (as a % of the total share capital of the Company)	63.72%	63.74%	63.74%	63.72%	63.74%	63.74%
B. INVESTOR COMPLAINTS	Quarter ended 30-Sep-14					
Pending at the beginning of the quarter	Nil					
Received during the quarter	Nil					
Disposed of during the quarter	Nil					
Remaining unresolved at the end of the quarter	Nil					

*** Interest Expense is Rs.0.65 Lacs


Standalone Statement of Assets and Liabilities

	(Rs. in Lacs)	
	As at 30-Sept-14 (Unaudited)	As at 31-Mar-14 (Audited)
A. EQUITY AND LIABILITIES		
1) Shareholders' funds		
a) Share Capital	745	745
b) Reserves and Surplus	8,039	7,008
Sub-Total Shareholders' funds	8,784	7,753
2) Non-current liabilities		
a) Long-term borrowings		86
b) Other long-term liabilities	79	80
c) Long-term provisions	80	109
Sub-Total Non-current liabilities	109	275
3) Current liabilities		
a) Trade payables		268
b) Other current liabilities	934	925
c) Short-term provisions	556	591
Sub-Total Current liabilities	49	267
TOTAL EQUITY AND LIABILITIES	1,539	1,783
B. ASSETS		
1) Non-current assets		
a) Fixed assets		2,215
b) Non-current investments	2,097	293
c) Deferred tax assets (net)	293	43
d) Long-term loans and advances	70	532
Sub-Total Non-current assets	475	3,083
2) Current assets		
a) Current investments		2,828
b) Inventories	3,405	1,045
c) Trade receivables	1,384	2,017
d) Cash and cash equivalents	1,971	567
e) Short-term loans and advances	573	264
f) Other current assets	316	7
Sub-Total Current assets	7	7
TOTAL ASSETS	7,656	6,728
	10,591	9,811

Notes :

- 1) The above financial results have been reviewed by the Audit Committee of Directors and approved by the Board of Directors at its meeting held on 5th November, 2014.
- 2) The statutory auditors have conducted the limited review of the results for the quarter and six months ended 30th September, 2014.
- 3) The operation of the Company relates to a single reportable segment i.e. Specialty Chemicals.
- 4) Pursuant to the enactment of the Companies Act 2013 (the 'Act'), effective 1st April 2014, the Company has reviewed the estimated economic useful lives of its fixed assets in accordance with that provided in Schedule II to the Act. As a result (after considering the transitional provision specified in the Schedule II), the depreciation charge for the quarter and six months ended 30th September 2014 is higher by Rs.48 Lacs and Rs.74 Lacs respectively. Further, an amount of Rs.60 Lacs (net of deferred tax) has been debited to retained earnings in accordance with the transitional provision as specified in Schedule II.
- 5) As approved by the Members of the Company at the 54th Annual General Meeting held on 8th August, 2014, the Company has disbursed on 11th August, 2014 a final dividend of Rs 2.50 per equity share (of face value of Rs.10/- each) for the year ended 31st March, 2014, amounting to Rs.186 Lacs.
- 6) Other income, during quarter and six months ended 30th September, 2014 includes Rs.156 Lacs being profit on compulsory acquisition of parcel of land at Kasarwadi by Government of Maharashtra.
- 7) Previous period's figures are regrouped and rearranged wherever required. Figures are rounded off to the nearest lac.

For and on behalf of the Board



Ms. S. F. Vakil

Chairperson and Managing Director

Place : Mumbai

Dated : 5th November, 2014

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